

MORGAN COUNTY, ILLINOIS
ANNUAL FINANCIAL REPORT
August 31, 2018

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INDEPENDENT AUDITORS' REPORT

Members of the County Board
Morgan County, Illinois

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Morgan County, Illinois, as of and for the year ended August 31, 2018, and the related notes to the financial statements, which collectively comprise Morgan County Illinois' basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Morgan County, Illinois, as of August 31, 2018, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Management has omitted the Management's Discussion and Analysis that accounting principles generally accepted in the United States of America requires to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Accounting principles generally accepted in the United States of America require that the budgetary comparison information on pages 39-48, retirement fund historical data on pages 49-54, and the related notes on pages 55-61 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Morgan County, Illinois' basic financial statements. The combining nonmajor fund financial statements, combining agency fund financial statements, schedule of equalized assessed valuations and tax extensions, and schedule of equalized assessed valuations, tax levies, rates, extensions and collections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining nonmajor fund and agency fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining nonmajor fund and agency fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The Schedule of Equalized Assessed Valuations and Tax Extensions and the Schedule of Equalized Assessed Valuations, Tax Levies, Rates, Extensions and Collections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated February 11, 2019, on our consideration of Morgan County, Illinois' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Morgan County, Illinois' internal control over financial reporting and compliance.

Zumbahlen, Eyth, Swratt, Foote and Flynn, Ltd.

Jacksonville, Illinois
February 11, 2019

MORGAN COUNTY, ILLINOIS
Statement of Net Position
August 31, 2018

	Governmental Activities	Component Unit- ETSB
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES		
ASSETS		
Cash	\$ 13,167,876	\$ 404,240
Taxes receivable, net of allowance for uncollectibles	3,091,907	
Accounts receivable, net of allowance for uncollectibles	434,963	131,310
Due from governmental agencies	814,270	
Prepaid Expenses		
Capital assets, net of accumulated depreciation	11,329,042	
Total assets	28,838,058	535,550
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Outflows Related to Pensions	2,403,925	
Total Deferred Outflows of Resources	2,403,925	
Total Assets and Deferred Outflows of Resources	31,241,983	535,550
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION		
LIABILITIES		
Accounts payable	632,652	57,915
Unearned Grant Revenue	73,410	
Noncurrent liabilities:		
Due within one year	5,150	
Due in more than one year	158,859	
Net Pension Liability	1,695,134	
Total liabilities	2,565,205	57,915
DEFERRED INFLOWS OF RESOURCES		
Deferred Inflows Related to Pensions	5,331,629	
Total Deferred Inflows of Resources	5,331,629	
Total Liabilities and Deferred Inflows of Resources	7,896,834	57,915
NET POSITION		
Investments in capital assets, net of related debt	11,322,175	
Restricted for:		
Law and Judicial	536,962	477,635
Transportation	5,085,331	
Health and Human Services	1,212,972	
Other Purposes	254,051	
Unrestricted	4,933,658	
Total net position	\$ 23,345,149	\$ 477,635

See accompanying notes to financial statements

MORGAN COUNTY, ILLINOIS

Statement of Activities

Year Ended August 31, 2018

Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions
Governmental Activities:			
General Government	\$ 4,005,370	\$ 597,361	\$ 630,243
Law and Judicial	5,985,317	1,148,531	4,710
Health and Human Services	2,651,549	237,413	1,605,071
Transportation	<u>2,623,972</u>	<u>159,367</u>	<u>726,536</u>
Total Governmental Activities	<u>\$ 15,266,208</u>	<u>\$ 2,142,672</u>	<u>\$ 2,966,560</u>
Component Unit			
ETSB	<u>\$ 1,564,191</u>	<u>\$ 666,452</u>	<u>\$ 937,119</u>

General Revenues

Taxes
Intergovernmental
 Sales Tax
 Replacement Tax
 Income Tax
 Video Gaming Tax
Interest
Miscellaneous

Total General Revenues

Change in Net Position

Net Position-Beginning, Restated

Net Position-Ending

Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position	
	Governmental Activities	Component Unit- ETSB
\$	\$ (2,777,766)	\$
	(4,832,076)	
	(809,065)	
	(1,738,069)	
<u> </u>	<u> </u>	<u> </u>
\$ <u> </u> -	\$ <u>(10,156,976)</u>	\$ <u> </u> -
\$ <u> </u>	<u> </u>	\$ <u> </u> 39,380
	5,934,098	
	1,270,166	
	510,423	
	746,599	
	30,915	
	215,838	654
	<u>2,249,317</u>	<u> </u>
	<u>10,957,356</u>	<u> </u> 654
	800,380	40,034
	<u>22,544,769</u>	<u> </u> 437,601
\$ <u> </u>	\$ <u>23,345,149</u>	\$ <u> </u> 477,635

See accompanying notes to financial statements

MORGAN COUNTY, ILLINOIS

GOVERNMENTAL FUNDS
BALANCE SHEET

August 31, 2018

	General Fund	Corporate and Miscel- laneous Grant Programs	IHWAP Fund
ASSETS			
Cash	\$ 6,329,986	\$ 29,927	\$ 44,408
Property Taxes Receivable	2,174,404		
Intergovernmental Receivables:			
Federal Grants		7,229	69,065
State Grants		1,203	47,772
Motor Fuel Tax			
Other	493,353		
Other Receivables			27,140
Due from Other Funds	217,187	255,727	6,983
Prepaid Expenses			
	<u> </u>	<u> </u>	<u> </u>
Total Assets	\$ <u>9,214,930</u>	\$ <u>294,086</u>	\$ <u>195,368</u>
LIABILITIES AND FUND BALANCE			
Accounts Payable	\$ 49,421	\$ 3,030	\$ 47,828
Unearned Grant Revenue	7,750	9,092	44,075
Due to Other Funds	79,277	247,716	103,465
	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	136,448	259,838	195,368
Fund Balance			
Restricted for:			
Law and Judicial	35,150		
Transportation			
Health and Human Services		34,248	
Other Purposes	35,417		
Nonspendable			
Committed			
Unassigned	9,007,915		
	<u> </u>	<u> </u>	<u> </u>
Total Fund Balances	9,078,482	34,248	-
	<u> </u>	<u> </u>	<u> </u>
Total Liabilities and Fund Balance	\$ <u>9,214,930</u>	\$ <u>294,086</u>	\$ <u>195,368</u>

	Highway Fund	Motor Fuel Tax Fund	Other Governmental Funds	Total Governmental Funds
\$	1,169,418	\$ 1,126,442	\$ 4,467,695	\$ 13,167,876
	339,334		578,169	3,091,907
			142,382	218,676
			7,945	56,920
		45,321		45,321
				493,353
	340,931		66,892	434,963
			148,588	628,485
			-	-
\$	<u>1,849,683</u>	\$ <u>1,171,763</u>	\$ <u>5,411,671</u>	\$ <u>18,137,501</u>
\$	1,500	\$ 329,996	\$ 200,877	\$ 632,652
			12,493	73,410
	21,538		176,489	628,485
	23,038	329,996	389,859	1,334,547
			501,812	536,962
	1,826,645	841,767	2,416,919	5,085,331
			1,178,724	1,212,972
			218,634	254,051
			-	-
			782,342	782,342
			(76,619)	8,931,296
	<u>1,826,645</u>	<u>841,767</u>	<u>5,021,812</u>	<u>16,802,954</u>
\$	<u>1,849,683</u>	\$ <u>1,171,763</u>	\$ <u>5,411,671</u>	\$ <u>18,137,501</u>

See accompanying notes to financial statements

MORGAN COUNTY, ILLINOIS

RECONCILIATION OF GOVERNMENTAL FUND BALANCES TO THE
STATEMENT OF NET POSITION

Year Ended August 31, 2018

Fund Balances - Total Governmental Funds	\$ 16,802,954
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.	11,329,042
Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the governmental funds.	
Deferred outflows of resources related to pensions	2,403,925
Deferred inflows of resources related to pensions	(5,331,629)
Long-term liabilities are not due and payable in the current period and, therefore are not reported in the governmental funds.	
Notes Payable	(6,867)
Compensated absences	(157,142)
Net pension liability	<u>(1,695,134)</u>
Net Position of Governmental Activities	\$ <u><u>23,345,149</u></u>

See accompanying notes to financial statements

MORGAN COUNTY, ILLINOIS
GOVERNMENTAL FUNDS
STATEMENT OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCE
Year Ended August 31, 2018

	General Fund	Corporate and Miscel- laneous Grant Programs	IHWAP Fund
REVENUE			
Taxes	\$ 4,172,373	\$	\$
Intergovernmental	3,188,346	134,856	458,115
Licenses and Permits	398,878		
Fines and Forfeits	426,305		
Revenue from Services	252,857		
Interest	171,866	104	
Miscellaneous	1,596,877	6,601	64,800
	<u>10,207,502</u>	<u>141,561</u>	<u>522,915</u>
Total Revenue			
EXPENDITURES			
Current:			
General Government	3,477,270		
Law and Judicial	5,040,469		
Health and Human Services	333,270	155,986	522,915
Transportation	120,198		
Capital Outlay	54,691		-
Debt Expense			
	<u>9,025,898</u>	<u>155,986</u>	<u>522,915</u>
Total Expenditures			
Revenue Over (Under) Expenditures	1,181,604	(14,425)	-
OTHER FINANCING SOURCES (USES)			
Gain/(Loss) on Sale of Asset			
Proceeds from Financing Agreement			
Interfund Transfers	(311,872)	0	
	<u>869,732</u>	<u>(14,425)</u>	<u>-</u>
Net change in fund balances			
FUND BALANCE, BEGINNING, RESTATED	<u>8,208,750</u>	<u>48,673</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 9,078,482</u>	<u>\$ 34,248</u>	<u>\$ -</u>

Highway Fund	Motor Fuel Tax Fund	Other Governmental Funds	Total Governmental Funds
\$ 651,309	\$ 701,059	\$ 1,110,416	\$ 5,934,098
		2,106,028	6,588,404
		330	399,208
159,367		317,347	743,652
3,276	3,601	532,154	944,378
536,376		36,991	215,838
		44,663	2,249,317
<u>1,350,328</u>	<u>704,660</u>	<u>4,147,929</u>	<u>17,074,895</u>
		379,199	3,856,469
		430,697	5,471,166
		2,544,234	3,556,405
573,629	860,904	4,670	1,559,401
194,637		854,192	1,103,520
		83,943	83,943
<u>768,266</u>	<u>860,904</u>	<u>4,296,935</u>	<u>15,630,904</u>
582,062	(156,244)	(149,006)	1,443,991
		-	-
		-	-
		311,872	-
<u>582,062</u>	<u>(156,244)</u>	<u>162,866</u>	<u>1,443,991</u>
<u>1,244,583</u>	<u>998,011</u>	<u>4,858,946</u>	<u>15,358,963</u>
<u>\$ 1,826,645</u>	<u>\$ 841,767</u>	<u>\$ 5,021,812</u>	<u>\$ 16,802,954</u>

See accompanying notes to financial statements

MORGAN COUNTY, ILLINOIS

RECONCILIATION OF STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE
OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

Year Ended August 31, 2018

Amounts reported for governmental activities in the statement of activities are different because:

Net Changes in Fund Balances - Total Governmental Funds	\$ 1,443,991
Governmental Funds do not report accrued vacation as an expenditure. However, in the Statement of Activities, those costs are shown. This represents the net change in accrued vacation.	4,617
Governmental Funds report capital outlay as expenditures. However, in the Statement of Activities, the cost of those assets are allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeds capital outlay in the current period.	(253,310)
Governmental funds report debt service as expenditures. However, in the Statement of Activities debt service is not reported as an expense. Rather, the debt paid reduces the liability reported on the Statement of Net Position.	82,197
Governmental funds report pension contributions as expenditures. However, in the Statement of Activities, pension expense reflects the net change in the net pension obligation and deferred outflows and inflows related to pensions. This is the amount by which the actuarial change in net pension obligation exceeds pension contributions.	<u>(477,115)</u>
Change in Net Position of Governmental Activities	<u>\$ 800,380</u>

See accompanying notes to financial statements

MORGAN COUNTY, ILLINOIS
ALL AGENCY FUNDS
STATEMENT OF FIDUCIARY NET POSITION

August 31, 2018

	Total
ASSETS	
Cash	\$ 18,772,775
Intergovernmental	
Receivables:	
Motor Fuel Tax	81,008
Other	<u>19,010</u>
Total Assets	<u>18,872,793</u>
LIABILITIES	
Intergovernmental	
Payables:	
Accounts Payable	121,079
Funds Available for Distribution	<u>18,751,714</u>
Total Liabilities	<u>18,872,793</u>
NET ASSETS	<u><u>\$ 0</u></u>

See accompanying notes to financial statements

MORGAN COUNTY, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2018

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Morgan County, Illinois (County) are based upon accounting principles generally accepted in the United States of America as applicable to governmental units. The following is a summary of the significant policies.

The financial statements of the County have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to governmental units (hereinafter referred to as GAAP).

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The more significant of the County's accounting policies are described below.

A. Financial Reporting Entity

Morgan County is a municipal corporation governed by an elected 3 member board. These financial statements present Morgan County, the primary government unit.

County officials are responsible for appointing the members of the board of other organizations, but the County's accountability for these organizations do not extend beyond making the appointments. The County Board appoints the board members of the following organizations:

Drainage Districts
Fire Protection Districts
Cemeteries
Housing Authority
Airport Authorities
Water Districts
Mass Transit Districts

The County's financial statements include the accounts of all County operations. The criteria for including organizations within the County's reporting entity, as set forth in GASB No. 61, "The Financial Reporting Entity: Omnibus an amendment of GASB Statements No. 14 and No. 34", is financial accountability. A component unit is included in the County's reporting entity if it is both fiscally dependent on the County (the primary government) and there is a potential for the component unit to provide specific financial benefits to, or impose specific financial burdens on the primary government.

MORGAN COUNTY, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2018

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

A. Financial Reporting Entity (continued)

The primary government is required to consider other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Based upon the application of the criteria for inclusion as set forth in GASB No. 61, "The Financial Reporting Entity: Omnibus an amendment of GASB Statements No. 14 and No. 34", the County reports the following component unit.

Discretely Presented Component Unit:

The Morgan County Board Chairman, with the advice and consent of the Morgan County Board, appoints a majority of the board members for the West Central Emergency Telephone System Board (ETSB). The members of the ETSB are then responsible for planning the 911 emergency system, receiving monies imposed under and established surcharge, and authorizing disbursements. The geographic area served by the ETSB includes Morgan County, Greene County and Calhoun County. The treasurer of Morgan County maintains the funds and invests or disburses them at the direction of the ETSB. The ETSB does not issue any separate component unit reports.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the County. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities reports the expenses of a given function offset by program revenues directly connected with the functional program. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity. Program revenues include 1) charges for services which report fees, fines and forfeitures, and other charges to users of the County's services; 2) operating grants and contributions which finance annual operating activities including restricted investment income; and 3) capital grants and contributions which fund the acquisition, construction, or rehabilitation of capital assets and include fees to developers. These revenues are subject to externally imposed restrictions to these program uses. Taxes and other revenue sources not properly included with program revenues are reported as general revenues.

MORGAN COUNTY, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2018

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Government-Wide and Fund Financial Statements (continued)

Financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

C. Basis of Presentation – Fund Accounting

The accounts of the County are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, revenues and expenditures/expenses. The various funds are summarized by type in the combined financial statements.

Funds are classified into the following categories: governmental, proprietary, and fiduciary.

GOVERNMENTAL FUNDS

General Fund – The General Fund is the general operating fund of the County. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds – Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trusts) requiring separate accounting because of legal, regulatory provisions or administrative action.

Capital Projects Fund – The Capital Projects Fund is used to account for financial resources committed for acquiring or constructing general capital assets.

FIDUCIARY FUNDS

Agency Funds are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

MORGAN COUNTY, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2018

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 90 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, licenses, charges for services and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Property taxes are considered available if they are collected within 60 days of the end of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the County.

The County reports the following major governmental funds:

The *General Fund* is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The *IHWAP Fund* accounts for grant revenue and grant expenditures related to helping low income residents and household conserve fuel and reduce energy costs by making their homes more energy efficient.

The *Corporate and Miscellaneous Grant Programs Fund* accounts for miscellaneous grant, other revenue, miscellaneous expenditures and interfund balances.

MORGAN COUNTY, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2018

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Measurement Focus, Basis of Accounting and Financial Statement Presentation (continued)

The *Highway Fund* accounts for property tax monies to maintain the roads and infrastructure within the County.

The *Motor Fuel Tax Fund* accounts for monies received the state to maintain roads within the County.

E. Cash and Cash Equivalents

Cash and Cash Equivalents represent cash on hand, cash deposited in checking accounts, certificates of deposits, repurchase agreements and U.S. treasury bills and notes which are stated at cost (which approximates fair value).

F. Receivables

GASB Statements No. 33 – *Accounting and Financial Reporting for Nonexchange Transactions* requires the recognition of receivables associated with nonexchange transactions as follows:

- Derived tax receivables (such as: sales, income and motor fuel taxes) are recognized when the underlying exchange has occurred.
- Imposed nonexchange receivables (such as: property taxes and fines) are recognized when an enforceable legal claim has arisen.

Government – mandates or voluntary non-exchange transaction receivables (such as: mandates or grants) are recognized when all eligibility requirements have been met.

G. Capital Assets

Capital assets, which include property, plant and equipment and infrastructure assets (e.g. roads, bridges, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of the donation.

Governmental activities capital assets having a useful life greater than one year are capitalized using the following dollar thresholds: \$50,000 for land, \$100,000 for buildings and improvements, \$25,000 for equipment, \$15,000 for vehicles, and \$200,000 for roads and bridges.

MORGAN COUNTY, ILLINOIS
 NOTES TO THE FINANCIAL STATEMENTS
 August 31, 2018

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

G. Capital Assets (continued)

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the assets' lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

The County uses the direct method for accounting for planned major maintenance. Amounts are expensed or capitalized as incurred.

Capital assets are depreciated using the straight line method over the following estimated useful lives:

Description	Years
Building and Improvements	30 - 40
Equipment	4 - 10
Vehicles	4 - 10
Road and Bridges	20

H. Compensated Absences

Accrued sick leave has not been recorded; the County is not liable in the amount to the employees upon retirement or discontinued service, so the amount is undetermined.

Accrued vacation leave, which the employees have elected to accumulate in their bank, amounted to \$157,142 for the Governmental Funds and has been recorded in the Statement of Net Position as noncurrent liabilities due in more than one year.

Employees are allowed to accumulate up to 320 hours of vacation time.

I. Fund Equity

Beginning with fiscal year 2011, the County implemented GASB Statement 54 "Fund Balance Reporting and Governmental Fund Type Definitions." This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balance more transparent. The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

Nonspendable fund balance: amounts that are not in spendable form (such as inventory) or are required to be maintained intact

MORGAN COUNTY, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2018

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

I. Fund Equity (continued)

Restricted fund balance: amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions or by enabling legislation

Committed fund balance: amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint

Assigned fund balance: amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates authority

Unassigned fund balance: amounts that are available for any purpose; positive amounts are reported only in the General fund

The County Board establishes (and modifies and rescinds) fund balance commitments by passage of an ordinance or resolution. Assigned fund balance is established through lower level action of the County Board.

The County expends restricted resources first when both restricted and unrestricted resources are available for the same purpose. When unrestricted resources are expended, the County uses any committed resources first, followed by assigned resources and unassigned resources.

J. Property Tax Revenue

Property tax revenue line items include adjustments of prior year's tax revenue from tax sales, the adjustment for the allowance for uncollectible taxes and tax increment financing (TIF) distributions. These line items are not reported separately because the amounts are immaterial.

K. Interfund Transactions

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as operating transfers. Nonrecurring or non-routine permanent transfers of equity are reported as residual equity transfer.

MORGAN COUNTY, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2018

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

L. Use of Estimates

In preparing financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 2. LEGAL COMPLIANCE AND ACCOUNTABILITY

Budgets

The County follows the procedures indicated below in establishing the budgetary data reflected in the combined financial statements:

- (a) At a regular or specially called meeting of the County Board in early August, the County Board submits a proposed budget for the fiscal year commencing on the following September.
 - 1. The budget includes proposed expenditures and the means of financing them.
- (b) The budget is available for public inspection for at least 15 days prior to passage by the County Board.
- (c) Prior to September, the budget is legally enacted through passage of an appropriation ordinance. The original budget was approved on August 28, 2017 and amended October 9, 2018.
- (d) The level of budgetary control, on which expenditures may not legally exceed appropriations, is at the fund level in accordance with Illinois Compiled Statutes. Any transfers between funds require County board approval.
- (e) Formal budgetary integration is employed as a management control device during the year for the general and special revenue funds through an internal reporting basis. Unexpended appropriations and encumbrances lapse at August 31.
- (f) Budgets for the general and special revenue funds are legally adopted and are on a basis consistent with GAAP.

MORGAN COUNTY, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2018

NOTE 3. CASH AND CASH EQUIVALENTS

The County is allowed to invest in securities as authorized by Sections 2 and 6 of the Public Funds Investment Act of Illinois.

Custodial credit risk for deposits is the risk that in the event of a bank failure, the County's deposits may not be returned or the County will not be able to recover collateral securities in the possession of an outside party. The County's policy requires deposits to be secured by collateral valued at market or par, whichever is lower, less the amount of the Federal Deposit Insurance Corporation insurance (FDIC). Deposited funds may be invested in certificates of deposit. Collateral agreements must be approved prior to deposit of funds. The County Board designates a list of authorized depository institutions.

Deposits of the County's reporting entity are insured or collateralized with securities held by the County, its agent, or by the pledging financial institution's trust department or agent in the name of the County.

On August 31, 2018, the County's bank balance was \$30,109,949. \$2,376,199 of bank balances were covered by Federal Deposit Insurance, \$27,703,308 was covered by collateral held by the pledging institution in the name of the County and \$30,442 was not covered by Federal Deposit Insurance or collateralized and is subject to the credit risk of the banks.

NOTE 4. PROPERTY TAXES

Property taxes are collected by the County on behalf of all taxing bodies. Distributions are made to all taxing bodies, including the County, at least once every 30 days. Distributions are made more often during the two main collection periods.

The 2017 property tax levy is recorded as revenues in fiscal year 2018, net of estimated loss on collections. The County's policy complies with the GASB policy, which requires property tax revenue to actually be collected within 60 days of the entity's year-end in order to be recorded as revenues within that year.

The property tax calendar for Morgan County, Illinois is as follows:

Lien Date	January 1, 2018
Levy Date	December 26, 2017
First Installment (one-half of the total bill) Due	June 4, 2018
Second Installment (balance of the total bill) Due	September 4, 2018
Tax Sale of Delinquent Accounts Held On	November 8, 2018

MORGAN COUNTY, ILLINOIS
 NOTES TO THE FINANCIAL STATEMENTS
 August 31, 2018

NOTE 5. ACCOUNTS RECEIVABLE

Receivables in the general fund are intergovernmental and other receivables. Receivables in the IHWAP Fund are intergovernmental and other receivables. The other governmental funds receivables are intergovernmental receivables and other receivables.

NOTE 6. CONTINGENCIES

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of the expenditures which may be disallowed by the grantor cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

NOTE 7. DEFERRED COMPENSATION PLAN

The County funds all amounts of compensation deferred under the plan, at the direction of the covered employee, through investments in fixed and variable rate annuity contracts underwritten by National Association of Counties Deferred Compensation Program.

All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are (until paid or made available to the employee or other beneficiary) solely the property and rights of the County subject only to the claims of the County's general creditors. Participants' rights under the plan are equal to those of general creditors of the County in an amount equal to the fair market value of the deferred account for each participant.

The County has no liability for losses under the plan but does have the duty of due care that would be required of an ordinary prudent investor. The County believes that it is unlikely that it will use the assets to satisfy the claims of general creditors in the future.

The investment activity for the year ended August 31, 2018 is as follows:

Beginning Investment Balance	\$ 1,009,692
Contributions	22,376
Transfers	95,973
Investment Income/(Loss)	(81,440)
Withdrawals	(19,441)
Asset Fees	(1,723)
Ending Investment Balance	\$ 1,025,437
Life Insurance Policy Holder Account Value	\$ 1,032

MORGAN COUNTY, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2018

NOTE 8. DEFINED BENEFIT PENSION PLAN

IMRF Plan Description

The County's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The County's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at www.imrf.org.

Benefits Provided

IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff's Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date).

All three IMRF benefit plans have two tiers. Employees hired *before* January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

Employees hired *on or after* January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the *lesser* of:

MORGAN COUNTY, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2018

NOTE 8. DEFINED BENEFIT PENSION PLAN (continued)

- 3% of the original pension amount, or
- ½ of the increase in the Consumer Price Index of the original pension amount.

Employees Covered by Benefit Terms – RP

As of December 31, 2017, the County's membership consisted of 145 retirees and beneficiaries currently receiving benefits, 73 inactive plan members entitled to but not yet receiving benefits, and 90 active plan members for a total of 308 plan members.

Employees Covered by Benefit Terms – SLEP

As of December 31, 2017, the County's membership consisted of 30 retirees and beneficiaries currently receiving benefits, 20 inactive plan members entitled to but not yet receiving benefits, and 34 active plan members for a total of 84 plan members.

Employees Covered by Benefit Terms – ECO

As of December 31, 2017, the County's membership consisted of 14 retirees and beneficiaries currently receiving benefits, 2 inactive plan members entitled to but not yet receiving benefits, and 1 active plan members for a total of 17 plan members.

Contributions – RP

As set by statute, the County's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The County's annual contribution rate for calendar year 2017 was 13.75%. For the fiscal year ended August 31, 2018, the County contributed \$551,061 to the plan. The County also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

MORGAN COUNTY, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2018

NOTE 8. DEFINED BENEFIT PENSION PLAN (continued)

Contributions – SLEP

As set by statute, the County's SLEP Plan Members are required to contribute 7.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The County's annual contribution rate for calendar year 2017 was 17.98%. For the fiscal year ended August 31, 2018, the County contributed \$284,852 to the plan. The County also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Contributions – ECO

As set by statute, the County's ECO Plan Members are required to contribute 7.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The County's annual contribution rate for calendar year 2017 was 57.60%. For the fiscal year ended August 31, 2018, the County contributed \$90,381 to the plan. The County also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability

For all three of the County's plans, net pension liability was measured as of December 31, 2017. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

MORGAN COUNTY, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2018

NOTE 8. DEFINED BENEFIT PENSION PLAN (continued)

Actuarial Assumptions

The following are the methods and assumptions used to determine total pension liability at December 31, 2017:

- The **Actuarial Cost Method** used was Entry Age Normal.
- The **Asset Valuation Method** used was Market Value of Assets.
- The **Inflation Rate** was assumed to be 2.5%.
- **Salary Increases** were expected to be 3.39% to 14.25%, including inflation.
- The **Investment Rate of Return** was assumed to be as follows: 7.50% for RP, 7.50% for SLEP, and 7.50% for ECO.
- **Projected Retirement Age** was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2017 valuation pursuant to an experience study from years 2014 to 2016.
- For non-disabled retirees, an IMRF-specific **Mortality** table was used with fully-generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience.
- For **Disabled Retirees**, an IMRF-specific mortality table was used with fully-generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustments that were applied for non-disabled lives.
- For **Active Members**, an IMRF-specific mortality table was used with fully-generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.
- The **long-term expected rate of return** on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Domestic Equity	37%	6.85%
International Equity	18%	6.75%
Fixed Income	28%	3.00%
Real Estate	9%	5.75%
Alternative Investments	7%	2.65-7.35%
Cash Equivalents	1%	2.25%
Total	100%	

MORGAN COUNTY, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2018

NOTE 8. DEFINED BENEFIT PENSION PLAN (continued)

Single Discount Rate

Single Discount Rates of 7.50% for RP, 7.50% for SLEP, and 7.50% for ECO were used to measure total pension liability. The projection of cash flows used to determine these Single Discount Rates assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rates reflect:

- The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and
- The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.50%, the municipal bond rate is 3.31%, and the resulting single discount rate is 7.50% for RP, 7.50% for SLEP, and 7.50% for ECO.

Changes in the Net Pension Liability – RP

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	<u>(A)</u>	<u>(B)</u>	<u>(A) - (B)</u>
Balances at December 31, 2016	\$ 30,417,579	\$ 26,041,155	\$ 4,376,424
Changes for the year:			
Service Cost	449,864	-	449,864
Interest on the Total Pension Liability	2,240,351	-	2,240,351
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	105,140	-	105,140
Changes of Assumptions	(981,901)	-	(981,901)
Contributions – Employer	-	556,751	(556,751)
Contributions – Employees	-	182,210	(182,210)
Net Investment Income	-	4,563,526	(4,563,526)
Benefit Payments, including Refunds of Employee Contributions	(1,542,342)	(1,542,342)	-
Other (Net Transfer)	-	(417,576)	417,576
Net Changes	271,112	3,342,569	(3,071,457)
Balances at December 31, 2017	\$ 30,688,691	\$ 29,383,724	\$ 1,304,967

MORGAN COUNTY, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2018

NOTE 8. DEFINED BENEFIT PENSION PLAN (continued)

Changes in the Net Pension Liability – SLEP

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability/ (Asset)
	(A)	(B)	(A) - (B)
Balances at December 31, 2016	\$ 14,910,720	\$ 13,227,210	\$ 1,683,510
Changes for the year:			
Service Cost	300,526	-	300,526
Interest on the Total Pension Liability	1,100,362	-	1,100,362
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	(712,586)	-	(712,586)
Changes of Assumptions	(186,280)	-	(186,280)
Contributions – Employer	-	295,183	(295,183)
Contributions – Employees	-	123,129	(123,129)
Net Investment Income	-	2,455,887	(2,455,887)
Benefit Payments, including Refunds of Employee Contributions	(778,967)	(778,967)	-
Other (Net Transfer)	-	(588,897)	588,897
Net Changes	(276,945)	1,506,335	(1,783,280)
Balances at December 31, 2017	\$ 14,633,775	\$ 14,733,545	\$ (99,770)

Changes in the Net Pension Liability – ECO

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(A)	(B)	(A) - (B)
Balances at December 31, 2016	\$ 5,555,301	\$ 4,587,573	\$ 967,728
Changes for the year:			
Service Cost	18,196	-	18,196
Interest on the Total Pension Liability	401,616	-	401,616
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	2,631	-	2,631
Changes of Assumptions	(117,898)	-	(117,898)
Contributions – Employer	-	41,595	(41,595)
Contributions – Employees	-	5,416	(5,416)
Net Investment Income	-	878,428	(878,428)
Benefit Payments, including Refunds of Employee Contributions	(419,041)	(419,041)	-
Other (Net Transfer)	-	(143,103)	143,103
Net Changes	(114,496)	363,295	(477,791)
Balances at December 31, 2017	\$ 5,440,805	\$ 4,950,868	\$ 489,937

MORGAN COUNTY, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2018

NOTE 8. DEFINED BENEFIT PENSION PLAN (continued)

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the plans' net pension liabilities, calculated using Single Discount Rates of 7.50%, 7.50%, and 7.50% for RP, SLEP, and ECO, respectively, as well as what the plans' net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

RP:

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
Total Pension Liability	\$34,222,188	\$30,688,691	\$ 27,740,926
Plan Fiduciary Net Position	29,383,724	29,383,724	29,383,724
Net Pension Liability/(Asset)	\$ 4,838,464	\$ 1,304,967	\$ (1,642,798)

SLEP:

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
Total Pension Liability	\$16,522,588	\$14,633,775	\$13,088,465
Plan Fiduciary Net Position	14,733,545	14,733,545	14,733,545
Net Pension Liability/(Asset)	\$ 1,789,043	\$ (99,770)	\$ (1,645,080)

ECO:

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
Total Pension Liability	\$6,027,965	\$5,440,805	\$4,981,438
Plan Fiduciary Net Position	4,950,868	4,950,868	4,950,868
Net Pension Liability/(Asset)	\$1,077,097	\$ 489,937	\$ 30,570

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions

For the year ended August 31, 2018, the County recognized pension expense of \$551,061 for RP, \$284,852 for SLEP, and \$90,381 for ECO. At August 31, 2018, the County reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

MORGAN COUNTY, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2018

NOTE 8. DEFINED BENEFIT PENSION PLAN (continued)

RP:

Deferred Amounts Related to Pensions	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Amounts to be Recognized in Pension Expense in Future Periods		
Differences between expected and actual experience	69,865	74,608
Net difference between projected and actual earnings on pension plan investments	847,279	2,124,980
Changes of assumptions	<u>809</u>	<u>699,918</u>
Total Deferred Amounts to be recognized in pension expense in future periods	<u>917,953</u>	<u>2,899,506</u>
Employer contributions subsequent to the measurement date (December 31, 2017)	<u>362,364</u>	<u>0</u>
Total Deferred Amounts Related to Pensions	1,280,317	2,899,506

SLEP:

Deferred Amounts Related to Pensions	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Amounts to be Recognized in Pension Expense in Future Periods		
Differences between expected and actual experience	220,296	607,785
Net difference between projected and actual earnings on pension plan investments	418,907	1,199,563
Changes of assumptions	<u>88,837</u>	<u>164,720</u>
Total Deferred Amounts to be recognized in pension expense in future periods	<u>728,040</u>	<u>1,972,068</u>
Employer contributions subsequent to the measurement date (December 31, 2017)	<u>184,473</u>	<u>0</u>
Total Deferred Amounts Related to Pensions	912,513	1,972,068

MORGAN COUNTY, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2018

NOTE 8. DEFINED BENEFIT PENSION PLAN (continued)

ECO:

Deferred Amounts Related to Pensions	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Amounts to be Recognized in Pension Expense in Future Periods		
Differences between expected and actual experience	0	0
Net difference between projected and actual earnings on pension plan investments	137,135	460,055
Changes of assumptions	<u>0</u>	<u>0</u>
Total Deferred Amounts to be recognized in pension expense in future periods	<u>137,135</u>	<u>460,055</u>
Employer contributions subsequent to the measurement date (December 31, 2017)	<u>73,960</u>	<u>0</u>
Total Deferred Amounts Related to Pensions	211,095	460,055

Amounts reported as deferred outflows of resources related to employer contributions made subsequent to the measurement date will be recognized as a reduction in the net pension liability during the year ending August 31, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

RP:

Year ended August 31:	
2018	\$ (496,994)
2019	(451,496)
2020	(501,818)
2021	(531,245)
2022	0
Total	<u>\$ (1,981,553)</u>

MORGAN COUNTY, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2018

NOTE 8. DEFINED BENEFIT PENSION PLAN (continued)

SLEP:

Year ended August 31:	
2018	\$ (163,175)
2019	(195,679)
2020	(394,337)
2021	(415,912)
2022	(74,925)
Thereafter	0
Total	\$ (1,244,028)

ECO:

Year ended August 31:	
2018	\$ (41,810)
2019	(53,937)
2020	(116,439)
2021	(110,734)
2022	0
Total	\$ (322,920)

Summary of All Pension Related Amounts

		Deferred Inflows of Resources		Deferred Outflows of Resources		Net Pension Liability/ (Asset)
Regular	\$	2,899,506	\$	1,280,317	\$	1,304,967
SLEP		1,972,068		912,513		(99,770)
ECO		460,055		211,095		489,937
Total	\$	5,331,629	\$	2,403,925	\$	1,695,134

MORGAN COUNTY, ILLINOIS
 NOTES TO THE FINANCIAL STATEMENTS
 August 31, 2018

NOTE 9. JOINTLY GOVERNED ORGANIZATIONS

The County is a member of four jointly governed organizations: Illinois County Solid Waste Management Association, Mid-America Intermodal Authority Port District, Workforce Development Council and Illinois Public Health Mutual Aid System.

NOTE 10. CONSTRUCTION IN PROGRESS

As of August 31, 2018, construction projects in progress consist of highway projects and a new animal shelter building. These projects are expected to be completed at various different times and for varying amounts.

NOTE 11. LONG-TERM DEBT

Long-Term Debt (Including Current Portion)

	Balance, Beginning	Proceeds	Decreases	Balance, Ending
Compensated Absences	\$ 161,758	\$	\$ 4,616	\$ 157,142
Health Department	77,047		77,047	0
	\$ 238,805	\$	\$ 81,663	\$ 157,142

Employees can accumulate up to 320 hours of vacation time. The liability is calculated on the employee's current hourly rate times the accumulated hours. The net change in total liability for the year ended August 31, 2018 is as follows:

Balance <u>August 31, 2017</u>	Net Increase/ <u>(Decrease)</u>	Balance <u>August 31, 2018</u>
\$ 161,758	(\$4,616)	\$ 157,142

On September 13, 2016, the Health Department entered into a loan agreement in the amount of \$80,000. The purpose of the loan is to purchase land to construct a new Health Department building. The interest rate on the loan is 2.20%. Payments of \$412 are due every month starting on October 13, 2016 with a balloon payment on September 13, 2021 of \$63,580. The loan was paid off during the fiscal year ended August 31, 2018.

MORGAN COUNTY, ILLINOIS
 NOTES TO THE FINANCIAL STATEMENTS
 August 31, 2018

NOTE 12. OPERATING LEASES

On November 1, 2011, the County entered into an operating lease with Family LLC., to rent office space. The lease calls for monthly payments of \$495 and will increase 4% each year thereafter. The lease term is 3 years and is automatically renewed for another 3 year term if neither party cancels. During the fiscal year ended August 31, 2018, the County paid \$7,548. The schedule of future lease payments is as follows:

<u>Fiscal Year Ended:</u>	<u>Payment Amount</u>
8/31/2019	\$ 7,848
8/31/2020	8,160

NOTE 13. RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County is a member of Illinois Counties Risk Management Trust (ICRMT), a public entity risk pool operating as a common risk management and insurance program for Illinois Municipalities. The program provides for the creation of a self-insurance pool and the purchase of excess insurance with loss coverage. The County continues to carry commercial insurance for all other risks of loss. Settlement amounts have not exceeded insurance coverage for the current year or the three prior years.

NOTE 14. RESTRICTED FUND BALANCE/NET POSITION

Amounts included as restricted fund balance include property tax levies, grant funds, fines and fees, and other amounts externally restricted for specific purposes. Committed fund balance consists of amounts committed for capital projects and for animal control under local intergovernmental agreements. Restrictions are shown below:

Law and Judicial	\$	536,962
Health and Welfare		1,212,972
Transportation		5,085,331
Other Purposes		254,051

MORGAN COUNTY, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2018

NOTE 15. CAPITAL ASSETS

Capital asset activity for the year ended August 31, 2018 was as follows:

	Beginning Balance 8/31/17	Increases	Transfer of Construction In Progress	Decreases	Ending Balance 8/31/2018
Capital assets not being depreciated					
Land	\$ 97,921	\$	\$	\$	\$ 97,921
Construction in progress	<u>142,155</u>	<u>558,354</u>	<u> </u>	<u> </u>	<u>700,509</u>
Total capital assets not being depreciated	240,076	558,354	-	-	798,430
Capital assets being depreciated					
Road and bridges	21,182,489				21,182,489
Building and improvements	6,084,667				6,084,667
Equipment	2,179,345	154,680			2,334,025
Vehicles	<u>1,222,351</u>	<u>119,839</u>	<u> </u>	<u> </u>	<u>1,342,190</u>
Total capital assets being depreciated	<u>30,668,852</u>	<u>274,519</u>	<u> 0</u>	<u> 0</u>	<u>30,943,371</u>
Less accumulated depreciation for:					
Road and bridges	14,383,620	727,942			15,111,562
Buildings and improvements	2,392,035	144,613			2,536,648
Equipment	1,568,828	135,669			1,704,497
Vehicles	<u>982,094</u>	<u>77,958</u>	<u> </u>	<u> </u>	<u>1,060,052</u>
Total accumulated depreciation	<u>19,326,577</u>	<u>\$ 1,086,182</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>20,412,759</u>
Total capital assets being depreciated, net	<u>11,342,275</u>				<u>10,530,612</u>
Governmental activities capital assets, net	<u>\$ 11,582,351</u>				<u>\$ 11,329,042</u>

Depreciation Expense

Depreciation expense was charged to functions/programs of the County as follows:

Governmental activities	
General Government	\$ 47,403
Law and Judicial	218,953
Health and Human Services	7,426
Transportation	<u>812,400</u>
Total depreciation expense - governmental activities	<u>\$ 1,086,182</u>

MORGAN COUNTY, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2018

NOTE 16. INTERFUND BALANCES

Interfund balances among funds reported within the same activities column are eliminated from that column in the government-wide statement of activities.

At August 31, 2018, interfund receivables and payables consisted of the following:

Funds	Due From Other Funds	Due to Other Funds
General		
Corporate and Miscellaneous Grant Programs	\$ 195,019	\$ 1,442
Nonmajor Governmental	<u>22,168</u>	<u>77,835</u>
Total General	<u>217,187</u>	<u>79,277</u>
IHWAP Fund		
Corporate and Miscellaneous Grant Programs	<u>6,983</u>	<u>103,465</u>
Total IHWAP	<u>6,983</u>	<u>103,465</u>
Corporate and Miscellaneous Grant Programs		
General	1,442	195,019
IHWAP	103,465	6,983
Nonmajor Governmental	<u>150,820</u>	<u>45,714</u>
Total Corporate and Miscellenaous Grant Programs	<u>255,727</u>	<u>247,716</u>
Nonmajor Governmental		
General	77,835	22,168
Nonmajor Governmental	25,039	25,039
Corporate and Miscellaneous Grant Programs	<u>45,714</u>	<u>150,820</u>
Total Nonmajor Governmental	<u>148,588</u>	<u>198,027</u>
Total Interfund - All Funds	<u>\$ 628,485</u>	<u>\$ 628,485</u>

In general, interfund balances exist due to the allocation of salaries and fringe benefits to various funds, as well as for various short-term cash flow needs.

MORGAN COUNTY, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2018

NOTE 17. OPERATING TRANSFERS

Operating transfers among funds reported within the same activities column are eliminated from that column in the government-wide statement of activities. The following operating transfers were made:

	<u>Operating Transfer In</u>	<u>Operating Transfer Out</u>
General Fund		
Nonmajor Governmental	\$ <u>4,795</u>	\$ <u>316,667</u>
Total General Fund	<u>4,795</u>	<u>316,667</u>
Nonmajor Governmental		
General	<u>316,667</u>	<u>4,795</u>
Total Nonmajor Governmental	<u>316,667</u>	<u>4,795</u>
Total Interfunds - All Funds	<u>\$ 321,462</u>	<u>\$ 321,462</u>

Animal Control Fund received a \$14,667 transfer from General Fund to support the ordinary operations of the fund.

Capital Improvements fund received a \$300,000 transfer from General Fund for the purpose of committing additional funds to ongoing capital projects.

General Fund received \$4,795 from General Assistance Fund to close the fund.

Vital Statistics Fund received \$2,000 from General Fund to support the ordinary operations of the fund.

NOTE 18. LEGAL DEBT MARGIN

Equalized Assessed Valuation, 2017 Tax Year	\$ <u>585,528,513</u>
Statutory Debt Limitation (5.75% of Equalized Assessed Valuation)	\$ 33,667,889
Less: Bond Indebtedness	<u>-</u>
Legal Debt Margin	<u>\$ 33,667,889</u>

MORGAN COUNTY, ILLINOIS
 NOTES TO THE FINANCIAL STATEMENTS
 August 31, 2018

NOTE 19. FINANCING AGREEMENT

	Beginning Balance 8/31/17	Proceeds	Decreases	Ending Balance 8/31/18
(A) Scanning Equipment	\$ 12,017	\$ 0	\$ 5,150	\$ 6,867
	\$ 12,017	\$ 0	\$ 5,150	\$ 6,867

In December 2016, the County entered into a financing agreement with Goodin Associates, Ltd. in order to purchase new computing infrastructure to be compliant with new online filing and documentation requirements. The agreement carries no interest rate. The total cost of the scanning equipment was \$33,148, with a required down payment of approximately 50% of the total cost. A total down payment of \$18,556 was made for the equipment. The Court Automation Fund paid \$8,127 of the down payment while the Court Document Storage Fund paid the remaining \$10,429 in the fiscal year ended August 31, 2017. The agreement calls for monthly payments of \$429. During the year ended August 31, 2018, \$5,150 was paid out of the Court Automation Fund on the remaining balance of the agreement. Future principal payments are as follows:

Year Ending August 31,	Principal
2019	\$ 5,150
2020	1,717
	\$ 6,867

NOTE 20. DEFICIT FUND BALANCE

At August 31, 2018, the Regional Planning Commission Fund and Vital Statistics Fund have a deficit fund balance of \$(76,220) and \$(399) respectively.

NOTE 21. INTEREST EXPENSE

The following amounts of interest expense have been included as a direct expense of the corresponding function of the Statement of Activities:

Health and Welfare	\$ 1,746
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MORGAN COUNTY, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2018

NOTE 22. SUBSEQUENT EVENTS

Events that occur after the statement of net position date but before the financial statements were available to be issued must be evaluated for recognition or disclosure. The effects of subsequent events that provide evidence about conditions that existed at the statement of net position date are recognized in the accompanying financial statements. Subsequent events which provide evidence about conditions that existed after the statement of net position date require disclosure in the accompanying notes. Management evaluated the activity of the County through February 11, 2019, the date which the financial statements were available to be issued, and concluded that no subsequent events have occurred that would require recognition in the financial statements or disclosure in the notes to the financial statements.

NOTE 23. RECENTLY ISSUED AND ADOPTED ACCOUNTING PRONOUNCEMENTS

In the fiscal year ending August 31, 2018, the County implemented Statement No. 75 – *Accounting and Financial Reporting for Postemployment Benefits other than Pensions*, Statement No. 81 – *Irrevocable Split- Interest Agreements*, Statement No. 85 – *Omnibus 2017*, and Statement No. 86 – *Certain Debt Extinguishment Issues* and had no impact on the County’s financial statements. The County also implemented Statement No. 82 – *Pension Issues – An Amendment of GASB Statements No. 67, No. 68, and No. 73* which has been reflected in the pension note.

The Governmental Accounting Standards Board (GASB) has approved the following:

Statement No. 83, *Certain Asset Retirement Obligations*

Statement No. 84, *Fiduciary Activities*

Statement No. 87, *Leases*

Statement No. 88, *Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements*

Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*

Statement No. 90, *Majority Equity Interests- and amendment of GASB Statement No. 14 and No. 61*

When they become effective, application of these standards may restate portions of these financial statements.

MORGAN COUNTY, ILLINOIS
 NOTES TO THE FINANCIAL STATEMENTS
 August 31, 2018

NOTE 24. RESTATEMENT OF PRIOR PERIOD FUND BALANCE/ NET POSITION

The fund balance and net position was restated due to the 911 Fund formerly being a special revenue fund and is now a discretely presented component unit.

		Fund Balance		Net Position
Prior Balance	\$	15,796,564	\$	22,982,370
Removal of 911 Fund		(437,601)		(437,601)
New Balance	\$	15,358,963	\$	22,544,769

MORGAN COUNTY, ILLINOIS
GENERAL FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

Year Ended August 31, 2018

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
REVENUE				
Property Taxes	\$ 4,050,000	\$ 4,050,000	\$ 4,172,373	\$ 122,373
Intergovernmental:				
Sales Tax	1,300,000	1,300,000	1,270,166	(29,834)
Income Tax	820,000	820,000	746,599	(73,401)
Replacement Tax	550,000	550,000	510,423	(39,577)
Video Gaming Tax	20,000	20,000	30,915	10,915
State Other	580,000	580,000	630,243	50,243
Federal	48,500	48,500		(48,500)
Licenses and Permits	300,000	300,000	398,878	98,878
Fines and Forfeits	450,000	450,000	426,305	(23,695)
Revenue from Services	150,000	150,000	252,857	102,857
Interest	93,000	93,000	171,866	78,866
Miscellaneous	<u>1,280,000</u>	<u>1,280,000</u>	<u>1,596,877</u>	<u>316,877</u>
Total Revenue	<u>9,641,500</u>	<u>9,641,500</u>	<u>10,207,502</u>	<u>566,002</u>
EXPENDITURES				
Current:				
General Government	4,000,874	3,832,073	3,477,270	354,803
Law and Judicial	4,979,562	5,161,692	5,040,469	121,223
Health and Human Services	393,711	378,501	333,270	45,231
Transportation	135,584	130,294	120,198	10,096
Capital Outlay	<u>125,000</u>	<u>125,000</u>	<u>54,691</u>	<u>70,309</u>
Total Expenditures	<u>9,634,731</u>	<u>9,627,560</u>	<u>9,025,898</u>	<u>601,662</u>
Revenues Over (Under) Expenditures	6,769	13,940	1,181,604	1,167,664
OTHER FINANCING SOURCES (USES)				
Interfund Transfers	<u>0</u>	<u>4,471</u>	<u>(311,872)</u>	<u>(316,343)</u>
Net change in fund balances	<u>\$ 6,769</u>	<u>\$ 18,411</u>	869,732	<u>\$ 851,321</u>
FUND BALANCE, BEGINNING			<u>8,208,750</u>	
FUND BALANCE, ENDING			<u>\$ 9,078,482</u>	

MORGAN COUNTY, ILLINOIS
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL

Year Ended August 31, 2018

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
EXPENDITURES				
Current:				
General Government				
Commissioners' Office				
Commissioners' Salaries	\$ 123,750	\$ 123,750	\$ 105,562	\$ 18,188
Services	8,000	9,100	9,018	82
Materials	<u>2,000</u>	<u>900</u>	<u>247</u>	<u>653</u>
Total Commissioners' Office	<u>133,750</u>	<u>133,750</u>	<u>114,827</u>	<u>18,923</u>
Treasurer's Office				
County Treasurer's Salary	67,013	67,013	67,013	0
Other Salaries	51,500	51,500	50,662	838
Services	44,800	44,800	38,211	6,589
Materials	<u>7,000</u>	<u>7,000</u>	<u>6,372</u>	<u>628</u>
Total Treasurer's Office	<u>170,313</u>	<u>170,313</u>	<u>162,258</u>	<u>8,055</u>
County Clerk's Office				
County Clerk's Salary	67,013	67,013	67,013	0
Other Salaries	121,617	121,617	114,076	7,541
Services	10,000	10,000	11,181	(1,181)
Materials	130,000	130,000	125,811	4,189
Election	<u>222,200</u>	<u>127,450</u>	<u>126,221</u>	<u>1,229</u>
Total County Clerk's Office	<u>550,830</u>	<u>456,080</u>	<u>444,302</u>	<u>11,778</u>
Assessor's Office				
Salaries	180,021	180,021	178,446	1,575
Services	13,500	13,500	8,918	4,582
Materials	<u>10,000</u>	<u>10,000</u>	<u>7,896</u>	<u>2,104</u>
Total Assessor's Office	<u>\$ 203,521</u>	<u>\$ 203,521</u>	<u>\$ 195,260</u>	<u>\$ 8,261</u>
General Expenditures				
E.D. Director	\$ 120,000	\$ 117,300	\$ 53,471	\$ 63,829
Other	35,000	56,000	55,748	252
Medical Insurance	1,290,000	1,201,700	1,106,933	94,767
Postage	70,000	70,000	53,108	16,892
Professional Fees	80,000	80,000	67,531	12,469
Computer Services	150,000	150,000	144,621	5,379

MORGAN COUNTY, ILLINOIS
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL
-continued-

Year Ended August 31, 2018

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
EXPENDITURES				
General Government (continued)				
General Expenditures (continued)				
Merit Commission	\$ 3,000	\$ 3,000	\$ 1,220	\$ 1,780
Flood Control	5,000	5,000	5,000	0
Economic Development	35,000	35,000	35,000	0
Planning Commission	25,000	25,000	25,000	0
Animal Control	14,667	14,667	0	14,667
Solid Waste Planning	5,000	5,000	5,000	0
Liability Insurance	450,000	450,000	427,020	22,980
Health Committee	5,000	5,000	1,314	3,686
Drug Court	3,500	3,500	0	3,500
Joint Dispatch	151,000	151,000	113,145	37,855
	<u>2,442,167</u>	<u>2,372,167</u>	<u>2,094,111</u>	<u>278,056</u>
Total General Expenditures				
Educational Service Region Office				
Services	<u>120,120</u>	<u>120,120</u>	<u>120,120</u>	<u>0</u>
Total Educational Service Region Office	<u>120,120</u>	<u>120,120</u>	<u>120,120</u>	<u>0</u>
Courthouse				
Salaries	33,597	33,597	33,420	177
Services	35,500	35,500	31,516	3,984
Materials	<u>5,000</u>	<u>5,000</u>	<u>3,034</u>	<u>1,966</u>
Total Courthouse	<u>74,097</u>	<u>74,097</u>	<u>67,970</u>	<u>6,127</u>
Morgan County Center				
Salaries	1,500	1,500	0	1,500
Services	27,000	33,700	33,659	41
Materials	<u>2,000</u>	<u>2,000</u>	<u>622</u>	<u>1,378</u>
Total Morgan County Center	\$ <u>30,500</u>	\$ <u>37,200</u>	\$ <u>34,281</u>	\$ <u>2,919</u>
Retirement	\$ <u>275,576</u>	\$ <u>264,825</u>	\$ <u>244,141</u>	\$ <u>20,684</u>
Total Retirement	<u>275,576</u>	<u>264,825</u>	<u>244,141</u>	<u>20,684</u>
Total General Government	\$ <u>4,000,874</u>	\$ <u>3,832,073</u>	\$ <u>3,477,270</u>	\$ <u>354,803</u>

MORGAN COUNTY, ILLINOIS
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL
-continued-

Year Ended August 31, 2018

EXPENDITURES	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Law and Judicial				
Sheriff and Law Enforcement				
Sheriff's Salary	\$ 78,000	\$ 78,000	\$ 78,000	\$ 0
Other Salaries	808,459	808,459	786,716	21,743
Services	100,200	100,200	99,918	282
Materials	<u>74,200</u>	<u>74,200</u>	<u>56,054</u>	<u>18,146</u>
Total Sheriff and Law Enforcement	<u>1,060,859</u>	<u>1,060,859</u>	<u>1,020,688</u>	<u>40,171</u>
Civil Defense Office				
City/County Agreement	45,407	33,407	25,148	8,259
Payments to Other Governments	<u>15,750</u>	<u>27,750</u>	<u>27,683</u>	<u>67</u>
Total Civil Defense Office	<u>61,157</u>	<u>61,157</u>	<u>52,831</u>	<u>8,326</u>
Coroner's Office				
Coroner's Salary	32,250	32,750	32,750	0
Other Salaries	11,804	12,604	12,593	11
Services	49,050	82,550	82,349	201
Materials	<u>3,500</u>	<u>7,000</u>	<u>6,911</u>	<u>89</u>
Total Coroner's Office	<u>96,604</u>	<u>134,904</u>	<u>134,603</u>	<u>301</u>
Probation Office				
Salaries	509,631	509,631	505,965	3,666
Services	12,920	12,920	8,682	4,238
Materials	<u>2,210</u>	<u>2,210</u>	<u>2,057</u>	<u>153</u>
Total Probation Office	<u>\$ 524,761</u>	<u>\$ 524,761</u>	<u>\$ 516,704</u>	<u>\$ 8,057</u>
County Jail				
Salaries	\$ 1,098,385	\$ 1,140,485	\$ 1,140,427	\$ 58
Services	226,700	272,900	272,802	98
Materials	<u>25,500</u>	<u>25,500</u>	<u>78,083</u>	<u>(52,583)</u>
Total County Jail	<u>1,350,585</u>	<u>1,438,885</u>	<u>1,491,312</u>	<u>(52,427)</u>
Circuit Clerk's Office				
Circuit Clerk's Salary	67,000	67,000	67,000	0
Other Salaries	155,852	155,852	149,252	6,600

MORGAN COUNTY, ILLINOIS
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL
-continued-

Year Ended August 31, 2018

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
EXPENDITURES				
Law and Judicial (continued)				
Circuit Clerk's Office (continued)				
Services	\$ 5,000	\$ 5,000	\$ 3,675	\$ 1,325
Materials	<u>7,000</u>	<u>5,600</u>	<u>4,129</u>	<u>1,471</u>
Total Circuit Clerk's Office	<u>234,852</u>	<u>233,452</u>	<u>224,056</u>	<u>9,396</u>
Public Defender's Office				
Salaries	201,212	201,412	201,365	47
Services	<u>2,800</u>	<u>4,000</u>	<u>4,000</u>	<u>0</u>
Total Public Defender's Office	<u>204,012</u>	<u>205,412</u>	<u>205,365</u>	<u>47</u>
Court Related				
Salaries	36,412	36,412	36,412	0
Materials	2,500	2,500	1,917	583
Care and Support of Minors	50,000	99,750	99,681	69
Court Appointed Counsel	30,000	68,300	68,219	81
Publication	6,000	6,000	871	5,129
Interpreters	10,000	10,000	6,989	3,011
Jury	<u>25,000</u>	<u>25,000</u>	<u>7,857</u>	<u>17,143</u>
Total Court Related	<u>159,912</u>	<u>247,962</u>	<u>221,946</u>	<u>26,016</u>
Circuit Judge's Office				
Services	4,500	4,500	2,808	1,692
Materials	2,500	2,500	1,373	1,127
Equipment	<u>5,000</u>	<u>5,000</u>	<u>5,000</u>	<u>5,000</u>
Total Circuit Judge's Office	<u>\$ 12,000</u>	<u>\$ 12,000</u>	<u>\$ 4,181</u>	<u>\$ 7,819</u>
Associate Circuit Judge's Office				
Services	\$ 3,500	\$ 3,500	\$ 3,265	\$ 235
Materials	1,500	1,500	950	550
Equipment	<u>3,000</u>	<u>3,000</u>	<u>3,000</u>	<u>3,000</u>
Total Associate Circuit Judge's Office	<u>8,000</u>	<u>8,000</u>	<u>4,215</u>	<u>3,785</u>

MORGAN COUNTY, ILLINOIS
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL
-continued-

Year Ended August 31, 2018

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
EXPENDITURES				
Law and Judicial (continued)				
State's Attorney				
State's Attorney Salary	\$ 166,500	\$ 166,500	\$ 166,500	\$ 0
Other Salaries	199,500	201,500	201,337	163
Victim Assistance	33,252	33,252	32,179	1,073
Services	26,000	24,000	20,378	3,622
Materials	8,000	8,000	5,507	2,493
	<u>433,252</u>	<u>433,252</u>	<u>425,901</u>	<u>7,351</u>
Total State's Attorney				
Retirement	<u>833,568</u>	<u>801,048</u>	<u>738,667</u>	<u>62,381</u>
Total Retirement	<u>833,568</u>	<u>801,048</u>	<u>738,667</u>	<u>62,381</u>
Total Law and Judicial	<u>\$ 4,979,562</u>	<u>\$ 5,161,692</u>	<u>\$ 5,040,469</u>	<u>\$ 121,223</u>
Health and Human Services				
General Assistance				
Salaries	44,439	44,439	42,044	2,395
Services	3,200	3,200	904	2,296
Materials	800	800	487	313
General Assistance	60,000	55,261	35,713	19,548
Other	10,000	10,268	10,268	0
	<u>118,439</u>	<u>113,968</u>	<u>89,416</u>	<u>24,552</u>
Total General Assistance				
Retirement	<u>275,272</u>	<u>264,533</u>	<u>243,854</u>	<u>20,679</u>
Total Retirement	<u>275,272</u>	<u>264,533</u>	<u>243,854</u>	<u>20,679</u>
Total Health and Human Services	<u>\$ 393,711</u>	<u>\$ 378,501</u>	<u>\$ 333,270</u>	<u>\$ 45,231</u>
Transportation				
Retirement	<u>135,584</u>	<u>130,294</u>	<u>120,198</u>	<u>10,096</u>
Total Retirement	<u>135,584</u>	<u>130,294</u>	<u>120,198</u>	<u>10,096</u>
Total Transportation	<u>\$ 135,584</u>	<u>\$ 130,294</u>	<u>\$ 120,198</u>	<u>\$ 10,096</u>
Capital Outlay	<u>\$ 125,000</u>	<u>\$ 125,000</u>	<u>\$ 54,691</u>	<u>\$ 70,309</u>
Total General Fund Expenditures	<u>\$ 9,634,731</u>	<u>\$ 9,627,560</u>	<u>\$ 9,025,898</u>	<u>\$ 601,662</u>

IHWAP FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

Year Ended August 31, 2018

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
REVENUE				
Intergovernmental:				
Federal Grants	\$ 196,963	\$ 196,963	\$ 322,726	\$ 125,763
State Grants	84,412	84,412	135,389	50,977
Other	<u>0</u>	<u>0</u>	<u>64,800</u>	<u>64,800</u>
Total Revenue	<u>281,375</u>	<u>281,375</u>	<u>522,915</u>	<u>241,540</u>
EXPENDITURES				
Current:				
Health and Human Services	281,375	473,125	522,915	(49,790)
Capital Outlay	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>281,375</u>	<u>473,125</u>	<u>522,915</u>	<u>(49,790)</u>
Net change in fund balances	<u>\$ 0</u>	<u>\$ (191,750)</u>	-	<u>\$ 191,750</u>
FUND BALANCE, BEGINNING			<u>-</u>	
FUND BALANCE, ENDING			<u>\$ -</u>	

CORPORATE AND MISCELLANEOUS GRANT PROGRAMS
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

Year Ended August 31, 2018

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
REVENUE				
Intergovernmental:				
Federal Grants	\$ 82,384	\$ 82,384	\$ 81,013	\$ (1,371)
State Grants	68,017	68,017	53,843	(14,174)
Interest	0	0	104	104
Other	0	0	6,601	6,601
	<u>150,401</u>	<u>150,401</u>	<u>141,561</u>	<u>(8,840)</u>
Total Revenue				
EXPENDITURES				
Current:				
Health and Human Services	<u>137,306</u>	<u>137,306</u>	<u>155,986</u>	<u>(18,680)</u>
	<u>137,306</u>	<u>137,306</u>	<u>155,986</u>	<u>(18,680)</u>
Total Expenditures				
Revenue Over (Under) Expenditures	13,095	13,095	(14,425)	9,840
OTHER FINANCING SOURCES (USES)				
Interfund Transfers	<u> </u>	<u> </u>	<u> 0</u>	<u> 0</u>
Net change in fund balances	<u>\$ 13,095</u>	<u>\$ 13,095</u>	(14,425)	<u>\$ 9,840</u>
FUND BALANCE, BEGINNING			<u>48,673</u>	
FUND BALANCE, ENDING			<u>\$ 34,248</u>	

MORGAN COUNTY, ILLINOIS

HIGHWAY FUND
 STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL

Year Ended August 31, 2018

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
REVENUE				
Taxes	\$ 650,000	\$ 650,000	\$ 651,309	\$ 1,309
Revenue from Services	150,000	150,000	159,367	9,367
Interest	2,000	2,000	3,276	1,276
Miscellaneous	<u>5,000</u>	<u>5,000</u>	<u>536,376</u>	<u>531,376</u>
Total Revenue	<u>807,000</u>	<u>807,000</u>	<u>1,350,328</u>	<u>543,328</u>
EXPENDITURES				
Current				
Transportation	825,000	825,000	573,629	251,371
Capital Outlay	<u>250,000</u>	<u>250,000</u>	<u>194,637</u>	<u>55,363</u>
Total Expenditures	<u>1,075,000</u>	<u>1,075,000</u>	<u>768,266</u>	<u>306,734</u>
Net Change in Fund Balance	<u>\$ (268,000)</u>	<u>\$ (268,000)</u>	582,062	<u>\$ 850,062</u>
FUND BALANCE, BEGINNING			<u>1,244,583</u>	
FUND BALANCE, ENDING			<u>\$ 1,826,645</u>	

MORGAN COUNTY, ILLINOIS

MOTOR FUEL TAX FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

Year Ended August 31, 2018

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
REVENUE				
Intergovernmental:				
State	\$ 750,000	\$ 750,000	\$ 701,059	\$ (48,941)
Interest	<u>1,000</u>	<u>1,000</u>	<u>3,601</u>	<u>2,601</u>
Total Revenue	<u>751,000</u>	<u>751,000</u>	<u>704,660</u>	<u>(46,340)</u>
EXPENDITURES				
Current				
Transportation	<u>1,067,000</u>	<u>972,115</u>	<u>860,904</u>	<u>111,211</u>
Total Expenditures	<u>1,067,000</u>	<u>972,115</u>	<u>860,904</u>	<u>111,211</u>
Net Change in Fund Balance	<u>\$ (316,000)</u>	<u>\$ (221,115)</u>	(156,244)	<u>\$ 64,871</u>
FUND BALANCE, BEGINNING			<u>998,011</u>	
FUND BALANCE, ENDING			<u>\$ 841,767</u>	

MORGAN COUNTY, ILLINOIS
 MULTIYEAR SCHEDULE OF CONTRIBUTIONS
 ILLINOIS MUNICIPAL RETIREMENT FUND - SLEP PLAN

LAST 10 CALENDAR YEARS (To be built prospectively from 2014)

Calendar Year Ending December 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2014	\$ 302,568	\$ 304,630	\$ (2,062)	\$ 1,478,106	20.61%
2015	306,192	306,192	-	1,530,961	20.00%
2016	309,868	309,869	(1)	1,611,379	19.23%
2017	295,183	295,183	-	1,641,731	17.98%

MORGAN COUNTY, ILLINOIS
 MULTIYEAR SCHEDULE OF CONTRIBUTIONS
 ILLINOIS MUNICIPAL RETIREMENT FUND - ECO PLAN

LAST 10 CALENDAR YEARS (To be built prospectively from 2014)

Calendar Year Ending December 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2014	\$ 106,044	\$ 99,121	\$ 6,923	\$ 272,116	36.43%
2015	100,385	100,386	(1)	221,404	45.34%
2016	93,942	93,941	1	195,183	48.13%
2017	41,595	41,595	-	72,213	57.60%

MORGAN COUNTY, ILLINOIS
 MULTIYEAR SCHEDULE OF CONTRIBUTIONS
 ILLINOIS MUNICIPAL RETIREMENT FUND - REGULAR PLAN

LAST 10 CALENDAR YEARS (To be built prospectively from 2014)

Calendar Year Ending December 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2014	\$ 565,443	\$ 577,033	\$ (11,590)	\$ 4,007,395	14.40%
2015	561,222	561,222	-	4,063,884	13.81%
2016	592,471	592,471	-	4,091,654	14.48%
2017	556,751	556,751	-	4,049,099	13.75%

MORGAN COUNTY, ILLINOIS
MULTIYEAR SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND - SLEP PLAN

LAST 10 CALENDAR YEARS (to be built prospectively from 2014)

Calendar Year Ending December 31,	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Pension Liability											
Service Cost	\$ 300,526	\$ 296,190	\$ 283,568	\$ 286,835							
Interest on the Total Pension Liability	1,100,362	1,033,815	988,365	933,944							
Benefit Changes	-	-	-	-							
Difference Between Expected and Actual Experience	(712,586)	310,019	25,800	(76,513)							
Assumption Changes	(186,280)	(18,706)	17,737	239,490							
Benefit Payments and Refunds	(778,967)	(730,211)	(664,557)	(648,460)							
Net Change in Total Pension Liability	(276,945)	891,107	650,913	735,296	-	-	-	-	-	-	-
Total Pension Liability - Beginning	14,910,720	14,019,613	13,368,700	12,633,404							
Total Pension Liability - Ending (a)	\$ 14,633,775	\$ 14,910,720	\$ 14,019,613	\$ 13,368,700	-	-	-	-	-	-	-
Plan Fiduciary Net Position											
Employer Contributions	\$ 295,183	\$ 309,869	\$ 306,192	\$ 304,630							
Employee Contributions	123,129	123,760	114,822	111,614							
Pension Plan Net Investment Income	2,455,887	852,158	60,895	716,986							
Benefit Payments and Refunds	(778,967)	(730,211)	(664,557)	(648,460)							
Other	(588,897)	404,514	148,995	(53,981)							
Net Change in Plan Fiduciary Net Position	1,506,335	960,090	(33,653)	430,789	-	-	-	-	-	-	-
Plan Fiduciary Net Position - Beginning	13,227,210	12,267,120	12,300,773	11,869,984							
Plan Fiduciary Net Position - Ending (b)	\$ 14,733,545	\$ 13,227,210	\$ 12,267,120	\$ 12,300,773	-	-	-	-	-	-	-
Net Pension Liability/(Asset) - Ending (a) - (b)	\$ (99,770)	\$ 1,683,510	\$ 1,752,493	\$ 1,067,927							
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	100.68%	88.71%	87.50%	92.01%							
Covered Valuation Payroll	\$ 1,641,731	\$ 1,611,379	\$ 1,530,961	1,478,106							
Net Pension Liability as a Percentage of Covered Valuation Payroll	-6.08%	104.48%	114.47%	72.25%							

Notes to Schedule:

This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those year for which information is available.

MORGAN COUNTY, ILLINOIS
MULTIYEAR SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND - ECO PLAN

LAST 10 CALENDAR YEARS (to be built prospectively from 2014)

Calendar Year Ending December 31,	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Pension Liability											
Service Cost	\$ 18,196	\$ 52,248	\$ 69,386	\$ 73,737							
Interest on the Total Pension Liability	401,616	385,682	362,979	347,182							
Benefit Changes	-	-	-	-							
Difference Between Expected and Actual Experience	2,631	178,544	235,605	(21,647)							
Assumption Changes	(117,898)	(23,240)	17,358	110,014							
Benefit Payments and Refunds	(419,041)	(363,626)	(342,252)	(250,138)							
Net Change in Total Pension Liability	<u>(114,496)</u>	<u>229,608</u>	<u>343,076</u>	<u>259,148</u>	-	-	-	-	-	-	-
Total Pension Liability - Beginning	5,555,301	5,325,693	4,982,617	4,723,469							
Total Pension Liability - Ending (a)	<u>\$ 5,440,805</u>	<u>\$ 5,555,301</u>	<u>\$ 5,325,693</u>	<u>\$ 4,982,617</u>	-	-	-	-	-	-	-
Plan Fiduciary Net Position											
Employer Contributions	\$ 41,595	\$ 93,941	\$ 100,386	\$ 99,121							
Employee Contributions	5,416	14,639	25,667	21,871							
Pension Plan Net Investment Income	878,428	354,813	21,805	258,759							
Benefit Payments and Refunds	(419,041)	(363,626)	(342,252)	(250,138)							
Other	(143,103)	19,487	193,684	32,894							
Net Change in Plan Fiduciary Net Position	<u>363,295</u>	<u>119,254</u>	<u>(710)</u>	<u>162,507</u>	-	-	-	-	-	-	-
Plan Fiduciary Net Position - Beginning	4,587,573	4,468,319	4,469,029	4,306,522							
Plan Fiduciary Net Position - Ending (b)	<u>\$ 4,950,868</u>	<u>\$ 4,587,573</u>	<u>\$ 4,468,319</u>	<u>\$ 4,469,029</u>	-	-	-	-	-	-	-
Net Pension Liability/(Asset) - Ending (a) - (b)	<u>\$ 489,937</u>	<u>\$ 967,728</u>	<u>\$ 857,374</u>	<u>\$ 513,588</u>							
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	91.00%	82.58%	83.90%	89.69%							
Covered Valuation Payroll	\$ 72,213	\$ 195,183	\$ 221,404	272,116							
Net Pension Liability as a Percentage of Covered Valuation Payroll	678.46%	495.81%	387.24%	188.74%							

Notes to Schedule:

This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those year for which information is available.

MORGAN COUNTY, ILLINOIS
MULTIYEAR SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND - REGULAR PLAN

LAST 10 CALENDAR YEARS (to be built prospectively from 2014)

Calendar Year Ending December 31,	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Total Pension Liability										
Service Cost	\$ 449,864	\$ 464,453	\$ 457,398	\$ 477,577						
Interest on the Total Pension Liability	2,240,351	2,164,577	2,078,458	1,915,964						
Benefit Changes	-	-	-	-						
Difference Between Expected and Actual Experience	105,140	(207,589)	(101,199)	(7,087)						
Assumption Changes	(981,901)	(136,404)	34,106	1,105,334						
Benefit Payments and Refunds	(1,542,342)	(1,302,030)	(1,259,120)	(1,216,731)						
Net Change in Total Pension Liability	271,112	983,007	1,209,643	2,275,057	-	-	-	-	-	-
Total Pension Liability - Beginning	30,417,579	29,434,572	28,224,929	25,949,872						
Total Pension Liability - Ending (a)	\$ 30,688,691	\$ 30,417,579	\$ 29,434,572	\$ 28,224,929	-	-	-	-	-	-
Plan Fiduciary Net Position										
Employer Contributions	\$ 556,751	\$ 592,471	\$ 561,222	\$ 577,033						
Employee Contributions	182,210	185,196	184,636	183,266						
Pension Plan Net Investment Income	4,563,526	1,690,906	123,294	1,444,217						
Benefit Payments and Refunds	(1,542,342)	(1,302,030)	(1,259,120)	(1,216,731)						
Other	(417,576)	210,321	138,925	23,646						
Net Change in Plan Fiduciary Net Position	3,342,569	1,376,864	(251,043)	1,011,431	-	-	-	-	-	-
Plan Fiduciary Net Position - Beginning	26,041,155	24,664,291	24,915,334	23,903,903						
Plan Fiduciary Net Position - Ending (b)	\$ 29,383,724	\$ 26,041,155	\$ 24,664,291	\$ 24,915,334	-	-	-	-	-	-
Net Pension Liability/(Asset) - Ending (a) - (b)	\$ 1,304,967	\$ 4,376,424	\$ 4,770,281	\$ 3,309,595						
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	95.75%	85.61%	83.79%	88.27%						
Covered Valuation Payroll	\$ 4,049,099	\$ 4,091,654	\$ 4,063,884	\$ 4,007,395						
Net Pension Liability as a Percentage of Covered Valuation Payroll	32.23%	106.96%	117.38%	82.59%						

Notes to Schedule:

This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those year for which information is available.

MORGAN COUNTY, ILLINOIS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
August 31, 2018

Illinois Municipal Retirement Fund
Sheriff's Law Enforcement Personnel (SLEP)
(Unaudited)

NOTE 1. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE
CALCULATION OF THE 2017 CONTRIBUTION RATE*

Valuation Date: Actuarially determined contribution rates are calculated as of December 31 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine 2017 Contribution Rates:

Actuarial Cost Method:	Aggregate entry age normal
Amortization Method:	Level percentage of payroll, closed
Remaining Amortization Period:	26-year closed period
	Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI.
	SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 21 years for most employers (two employers were financed over 31 years).
Asset Valuation Method:	5-year smoothed market, 20% corridor
Wage Growth:	3.50%
Price Inflation:	2.75%, approximate; No explicit price inflation assumption is used in this valuation.
Salary Increases:	3.75% to 14.50%, including inflation
Investment Rate of Return:	7.50%
Retirement Age:	Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2014 valuation pursuant to an experience study of the period 2011 to 2013.

MORGAN COUNTY, ILLINOIS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
August 31, 2018

Illinois Municipal Retirement Fund
Sheriff's Law Enforcement Personnel (SLEP)
(Unaudited)

NOTE 1. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE
CALCULATION OF THE 2017 CONTRIBUTION RATE* (CONTINUED)

Mortality:

For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Other Information:

Notes:

There were no benefit changes during the year

* Based on Valuation Assumptions used in the December 31, 2015 actuarial valuation; note two year lag between valuation and rate setting.

MORGAN COUNTY, ILLINOIS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
August 31, 2018

Illinois Municipal Retirement Fund
Elected County Official (ECO)
(Unaudited)

NOTE 1. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE
CALCULATION OF THE 2017 CONTRIBUTION RATE* (CONTINUED)

Valuation Date: Actuarially determined contribution rates are calculated as of December 31 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine 2017 Contribution Rates:

Actuarial Cost Method:	Aggregate entry age normal
Amortization Method:	Level percentage of payroll, closed
Remaining Amortization Period:	26-year closed period
Asset Valuation Method:	5-year smoothed market, 20% corridor
Wage Growth:	3.50%
Price Inflation:	2.75%, approximate; No explicit price inflation assumption is used in this valuation
Salary Increases:	3.75% to 14.50%, including inflation
Investment Rate of Return:	7.50%
Retirement Age:	Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2014 valuation pursuant to an experience study of the period 2011 to 2013.

MORGAN COUNTY, ILLINOIS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
August 31, 2018

Illinois Municipal Retirement Fund
Elected County Official (ECO)
(Unaudited)

NOTE 1. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE
CALCULATION OF THE 2017 CONTRIBUTION RATE* (CONTINUED)

Mortality:

For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Other Information:

Notes:

There were no benefit changes during the year

* Based on Valuation Assumptions used in the December 31, 2015 actuarial valuation; note two year lag between valuation and rate setting.

MORGAN COUNTY, ILLINOIS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
August 31, 2018

Illinois Municipal Retirement Fund
Regular Plan (RP)
(Unaudited)

NOTE 1. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE
CALCULATION OF THE 2017 CONTRIBUTION RATE* (CONTINUED)

Valuation Date: Actuarially determined contribution rates are calculated as of December 31 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine 2017 Contribution Rates:

Actuarial Cost Method:	Aggregate entry age normal
Amortization Method:	Level percentage of payroll, closed
Remaining Amortization Period:	26-year closed period
Asset Valuation Method:	5-year smoothed market, 20% corridor
Wage Growth:	3.50%
Price Inflation:	2.75%, approximate; No explicit price inflation assumption is used in this valuation
Salary Increases:	3.75% to 14.50%, including inflation
Investment Rate of Return:	7.50%
Retirement Age:	Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2014 valuation pursuant to an experience study of the period 2011 to 2013.

MORGAN COUNTY, ILLINOIS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
August 31, 2018

Illinois Municipal Retirement Fund
Regular Plan (RP)
(Unaudited)

NOTE 1. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE
CALCULATION OF THE 2017 CONTRIBUTION RATE* (CONTINUED)

Mortality:

For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Other Information:

Notes:

There were no benefit changes during the year

* Based on Valuation Assumptions used in the December 31, 2015 actuarial valuation; note two year lag between valuation and rate setting.

MORGAN COUNTY, ILLINOIS
 NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
 August 31, 2018

NOTE 2. EXPENDITURES IN EXCESS OF BUDGET

The following fund had actual expenditures in excess of budget by the amount noted:

	Expenditures	Budget	Excess of Budget
IHWAP Fund	\$ 522,915	\$ 473,125	\$ 49,790
Corporate and Miscellaneous Grant Programs	\$ 155,986	\$ 137,306	\$ 18,680

MORGAN COUNTY, ILLINOIS

NON MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET

August 31, 2018

	Total	County Recorders Fund	Animal Control Fund
ASSETS			
Cash	\$ 4,467,695	\$ 42,945	\$ 130,734
Property Taxes Receivable	578,169		
Intergovernmental Receivables:			
Federal Grants	142,382		
State Grants	7,945		
Other Receivables	66,892		
Due from Other Funds	148,588	0	
Prepaid Expenses	-		
	<hr/>	<hr/>	<hr/>
Total Assets	\$ <u>5,411,671</u>	\$ <u>42,945</u>	\$ <u>130,734</u>
LIABILITIES AND FUND BALANCE			
Accounts Payable	\$ 200,877	\$	\$ 19,973
Unearned Grant Revenue	12,493		
Due to Other Funds	176,489		2,693
	<hr/>	<hr/>	<hr/>
Total Liabilities	389,859	-	22,666
Fund Balance			
Restricted for:			
Law and Judicial	501,812		
Transportation	2,416,919		
Health and Human Services	1,178,724		
Other Purposes	218,634	42,945	
Nonspendable	-		
Committed	782,342		108,068
Unassigned	(76,619)		
	<hr/>	<hr/>	<hr/>
Total Fund Balances	<u>5,021,812</u>	<u>42,945</u>	<u>108,068</u>
Total Liabilities and Fund Balance	\$ <u>5,411,671</u>	\$ <u>42,945</u>	\$ <u>130,734</u>

General Assistance Fund	Tuberculosis Sanitarium Fund	Health Department Fund	Coroner's Fund	E-Citation Fund
\$ -	\$ 52,437	\$ 752,825	\$ 14,133	\$ 21,254
	57,437	183,972		
		128,316		
	495	45,643	2,800	240
<u>\$ -</u>	<u>\$ 110,369</u>	<u>\$ 1,110,756</u>	<u>\$ 16,933</u>	<u>\$ 21,494</u>
\$	\$	\$ 27,401	\$	\$
	15,000			
<u>-</u>	<u>15,000</u>	<u>27,401</u>	<u>-</u>	<u>-</u>
	95,369	1,083,355		
-			16,933	21,494
<u>-</u>	<u>95,369</u>	<u>1,083,355</u>	<u>16,933</u>	<u>21,494</u>
<u>\$ -</u>	<u>\$ 110,369</u>	<u>\$ 1,110,756</u>	<u>\$ 16,933</u>	<u>\$ 21,494</u>

MORGAN COUNTY, ILLINOIS

NON MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)

August 31, 2018

	Vital Statistics Fund	Drug Fee Fund	Marriage Fund
ASSETS			
Cash	\$ 601	\$ 11,837	\$ 9,375
Property Taxes Receivable			
Intergovernmental Receivables:			
Federal Grants			
State Grants			
Other Receivables			
Due from Other Funds			
Prepaid Expenses			
	<u> </u>	<u> </u>	<u> </u>
Total Assets	\$ <u> 601</u>	\$ <u> 11,837</u>	\$ <u> 9,375</u>
LIABILITIES AND FUND BALANCE			
Accounts Payable	\$	\$	\$
Deferred Revenue			
Due to Other Funds	<u> 1,000</u>	<u> </u>	<u> </u>
Total Liabilities	1,000	-	-
Fund Balance			
Restricted for:			
Law and Judicial		11,837	
Transportation			
Health and Human Services			
Other Purposes			9,375
Nonspendable			
Committed			
Unassigned	<u> (399)</u>	<u> </u>	<u> </u>
Total Fund Balances	<u> (399)</u>	<u> 11,837</u>	<u> 9,375</u>
Total Liabilities and Fund Balance	\$ <u> 601</u>	\$ <u> 11,837</u>	\$ <u> 9,375</u>

Law Library Fund	Child Support Fund	Probation Office Fund	Court Automation Fund	Circuit Clerk Operating Fund	Drug Enforcement Fund
\$ 43,051	\$ 38,704	\$ 92,946	\$ 148,943	\$ 5,792	\$ 33,236
2,394	1,473	3,639	- - 4,616	535	
<u>45,445</u>	<u>40,177</u>	<u>96,585</u>	<u>153,559</u>	<u>6,327</u>	<u>33,236</u>
\$	\$	\$	\$	\$	\$
<u>2,000</u>			<u>1,477</u>		
2,000	-	-	1,477	-	-
43,445	40,177	96,585	152,082	6,327	33,236
<u>43,445</u>	<u>40,177</u>	<u>96,585</u>	<u>152,082</u>	<u>6,327</u>	<u>33,236</u>
<u>45,445</u>	<u>40,177</u>	<u>96,585</u>	<u>153,559</u>	<u>6,327</u>	<u>33,236</u>

MORGAN COUNTY, ILLINOIS

NON MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)

August 31, 2018

	Court Document Storage Fund	Police Vehicle Fund	Title IV-D (KIDS) Fund
ASSETS			
Cash	\$ 88,365	\$ 3,118	\$ 1,497
Property Taxes Receivable			
Intergovernmental Receivables:			
Federal Grants			915
State Grants			471
Other Receivables	4,848		
Due from Other Funds			
Prepaid Expenses			
	<hr/>	<hr/>	<hr/>
Total Assets	\$ <u>93,213</u>	\$ <u>3,118</u>	\$ <u>2,883</u>
LIABILITIES AND FUND BALANCE			
Accounts Payable	\$	\$	\$
Deferred Revenue			
Due to Other Funds			
	<hr/>	<hr/>	<hr/>
Total Liabilities	-	-	-
Fund Balance			
Restricted for:			
Law and Judicial	93,213		
Transportation			
Health and Human Services			
Other Purposes		3,118	2,883
Nonspendable			
Committed			
Unassigned			
	<hr/>	<hr/>	<hr/>
Total Fund Balances	<u>93,213</u>	<u>3,118</u>	<u>2,883</u>
Total Liabilities and Fund Balance	\$ <u>93,213</u>	\$ <u>3,118</u>	\$ <u>2,883</u>

Aid Matching Fund	Bridge Construction and Repair Fund	Marnico Special Service Fund	LIHEAP Fund	CSBG Programs	Cooperative Extension Fund
\$ 1,074,673 120,081	\$ 1,086,157 127,920	\$ 20,442	\$ 22,150	\$ 20,177	\$ 88,759
			13,151 7,474		
	21,538	1,207	36,623	15,538	
<u>\$ 1,194,754</u>	<u>\$ 1,235,615</u>	<u>\$ 21,649</u>	<u>\$ 79,398</u>	<u>\$ 35,715</u>	<u>\$ 88,759</u>
\$ 35,099	\$	\$	\$ 20,572	\$ 5,994	\$ 88,759
			58,826	12,493 17,228	
<u>35,099</u>	<u>-</u>	<u>-</u>	<u>79,398</u>	<u>35,715</u>	<u>88,759</u>
1,159,655	1,235,615	21,649			
<u>1,159,655</u>	<u>1,235,615</u>	<u>21,649</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 1,194,754</u>	<u>\$ 1,235,615</u>	<u>\$ 21,649</u>	<u>\$ 79,398</u>	<u>\$ 35,715</u>	<u>\$ 88,759</u>

MORGAN COUNTY, ILLINOIS

NON MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)

August 31, 2018

	Regional Planning Commission Fund	GIS Fund	County Clerk GIS Fund
ASSETS			
Cash	\$ 5,124	\$ 90,610	\$ 5,307
Property Taxes Receivable			
Intergovernmental Receivables:			
Federal Grants			
State Grants			
Other Receivables			475
Due from Other Funds			
Prepaid Expenses		0	
	<u> </u>	<u> </u>	<u> </u>
Total Assets	\$ <u>5,124</u>	\$ <u>90,610</u>	\$ <u>5,782</u>
LIABILITIES AND FUND BALANCE			
Accounts Payable	\$ 3,079	\$	\$
Deferred Revenue			
Due to Other Funds	<u>78,265</u>	<u>0</u>	<u> </u>
	81,344	-	-
Total Liabilities			
Fund Balance			
Restricted for:			
Law and Judicial			
Transportation			
Health and Human Services			
Other Purposes		90,610	5,782
Nonspendable		-	
Committed			
Unassigned	<u>(76,220)</u>	<u> </u>	<u> </u>
	(76,220)	90,610	5,782
Total Fund Balances	<u>(76,220)</u>	<u>90,610</u>	<u>5,782</u>
Total Liabilities and Fund Balance	\$ <u>5,124</u>	\$ <u>90,610</u>	\$ <u>5,782</u>

State's Attorney Law Enforcement Fund	Sheriff Forfeiture Fund	<u>Capital Projects Fund</u> Capital Improvements Fund
\$ 21,828	\$ 24,910	\$ 604,524
3,666		69,750
<u>\$ 25,494</u>	<u>\$ 24,910</u>	<u>\$ 674,274</u>
\$	\$	\$
<u>-</u>	<u>-</u>	<u>-</u>
	24,910	
25,494		674,274
<u>25,494</u>	<u>24,910</u>	<u>674,274</u>
<u>\$ 25,494</u>	<u>\$ 24,910</u>	<u>\$ 674,274</u>

MORGAN COUNTY, ILLINOIS
NON MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCE
Year Ended August 31, 2018

	Total	County Recorders Fund	Animal Control Fund
REVENUE			
Taxes	\$ 1,110,416	\$	\$
Intergovernmental:			
Federal	969,758		
State	1,055,359		
Local	80,911		55,434
Licenses and Permits	330		
Fines and Forfeits	317,347		225
Revenue from Services	532,154	19,383	75,015
Interest	36,991	21	840
Miscellaneous	44,663		2,021
	<u>4,147,929</u>	<u>19,404</u>	<u>133,535</u>
Total Revenue			
EXPENDITURES			
Current:			
General Government	379,199	7,367	
Law and Judicial	430,697		131,177
Health and Human Services	2,544,234		
Transportation	4,670		
Capital Outlay	854,192	6,122	449,554
Debt Service	83,943		
	<u>4,296,935</u>	<u>13,489</u>	<u>580,731</u>
Total Expenditures			
Revenue Over (Under) Expenditures	(149,006)	5,915	(447,196)
OTHER FINANCING SOURCES (USES)			
Gain/(Loss) on Sale of Asset	-		
Proceeds from Financing Agreement	-		
Interfund Transfers	311,872	(2,150)	114,667
	<u>162,866</u>	<u>3,765</u>	<u>(332,529)</u>
Net change in fund balances			
FUND BALANCE, BEGINNING, RESTATED	<u>4,858,946</u>	<u>39,180</u>	<u>440,597</u>
FUND BALANCE, ENDING	<u>\$ 5,021,812</u>	<u>\$ 42,945</u>	<u>\$ 108,068</u>

General Assistance Fund	Tuberculosis Sanitarium Fund	Health Department Fund	Coroner's Fund	E-Citation Fund
\$	\$ 110,270	\$ 351,565	\$	\$
		269,321		
		585,733		
				1,929
7	615	236,798	14,436	
324	30	12,588	21	20
<u>331</u>	<u>110,915</u>	<u>1,456,005</u>	<u>14,457</u>	<u>1,949</u>
-	102,299	1,259,084	19,435	82
	853	7,093		
		78,793		
<u>-</u>	<u>103,152</u>	<u>1,344,970</u>	<u>19,435</u>	<u>82</u>
331	7,763	111,035	(4,978)	1,867
(4,795)		0		
<u>(4,464)</u>	<u>7,763</u>	<u>111,035</u>	<u>(4,978)</u>	<u>1,867</u>
4,464	87,606	972,320	21,911	19,627
<u>\$ -</u>	<u>\$ 95,369</u>	<u>\$ 1,083,355</u>	<u>\$ 16,933</u>	<u>\$ 21,494</u>

MORGAN COUNTY, ILLINOIS
NON MAJOR GOVERNMENTAL FUNDS (CONTINUED)
COMBINING STATEMENT OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCE
Year Ended August 31, 2018

	Vital Statistics Fund	Drug Fee Fund	Marriage Fund
REVENUE			
Taxes	\$	\$	\$
Intergovernmental:			
Federal			
State			
Local			
Licenses and Permits			330
Fines and Forfeits		964	
Revenue from Services	5,776		
Interest		26	5
Miscellaneous			
	<u> </u>	<u> </u>	<u> </u>
Total Revenue	<u>5,776</u>	<u>990</u>	<u>335</u>
EXPENDITURES			
Current:			
General Government	8,607		601
Law and Judicial		2,672	
Health and Human Services			
Transportation			
Capital Outlay		31,386	
Debt Expense			
	<u> </u>	<u> </u>	<u> </u>
Total Expenditures	<u>8,607</u>	<u>34,058</u>	<u>601</u>
Revenue Over (Under) Expenditures	(2,831)	(33,068)	(266)
OTHER FINANCING SOURCES (USES)			
Gain/(Loss) on Sale of Asset			
Proceeds from Financing Agreement			
Interfund Transfers	4,150	(100)	
	<u> </u>	<u> </u>	<u> </u>
Net change in fund balances	1,319	(33,168)	(266)
FUND BALANCE, BEGINNING	<u>(1,718)</u>	<u>45,005</u>	<u>9,641</u>
FUND BALANCE, ENDING	<u>\$ (399)</u>	<u>\$ 11,837</u>	<u>\$ 9,375</u>

Law Library Fund	Child Support Fund	Probation Office Fund	Court Automation Fund	Circuit Clerk Operating Fund	Drug Enforcement Fund
\$	\$	\$	\$	\$	\$
			27 14		
24,892	16,550	43,155	50,124	4,904	118,609
42	55	2,463 97 41	418 0	11	5
<u>24,934</u>	<u>16,605</u>	<u>45,756</u>	<u>50,583</u>	<u>4,915</u>	<u>118,614</u>
17,534	18,443	45,188	22,410	5,000	110,170
		4,643	1,388 5,150		
<u>17,534</u>	<u>18,443</u>	<u>49,831</u>	<u>28,948</u>	<u>5,000</u>	<u>110,170</u>
7,400	(1,838)	(4,075)	21,635	(85)	8,444
			0		
<u>7,400</u>	<u>(1,838)</u>	<u>(4,075)</u>	<u>21,635</u>	<u>(85)</u>	<u>8,444</u>
<u>36,045</u>	<u>42,015</u>	<u>100,660</u>	<u>130,447</u>	<u>6,412</u>	<u>24,792</u>
\$ <u>43,445</u>	\$ <u>40,177</u>	\$ <u>96,585</u>	\$ <u>152,082</u>	\$ <u>6,327</u>	\$ <u>33,236</u>

MORGAN COUNTY, ILLINOIS
NON MAJOR GOVERNMENTAL FUNDS (CONTINUED)
COMBINING STATEMENT OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCE
Year Ended August 31, 2018

	Court Document Storage Fund	Police Vehicle Fund	Title IV-D (KIDS) Fund
REVENUE			
Taxes	\$	\$	\$
Intergovernmental:			
Federal			3,082
State			1,587
Local			
Licenses and Permits			
Fines and Forfeits	53,715	2,280	
Revenue from Services			
Interest	292		14
Miscellaneous			
	<hr/>	<hr/>	<hr/>
Total Revenue	54,007	2,280	4,683
	<hr/>	<hr/>	<hr/>
EXPENDITURES			
Current:			
General Government			
Law and Judicial	52,241		6,345
Health and Human Services			
Transportation			
Capital Outlay	6,800	11,603	
Debt Expense			
	<hr/>	<hr/>	<hr/>
Total Expenditures	59,041	11,603	6,345
	<hr/>	<hr/>	<hr/>
Revenue Over (Under) Expenditures	(5,034)	(9,323)	(1,662)
OTHER FINANCING SOURCES (USES)			
Gain/(Loss) on Sale of Asset			
Proceeds from Financing Agreement			
Interfund Transfers			
	<hr/>	<hr/>	<hr/>
Net change in fund balances	(5,034)	(9,323)	(1,662)
FUND BALANCE, BEGINNING	98,247	12,441	4,545
	<hr/>	<hr/>	<hr/>
FUND BALANCE, ENDING	\$ 93,213	\$ 3,118	\$ 2,883
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Aid Matching Fund	Bridge Construction and Repair Fund	Marnico Special Service Fund	LIHEAP Fund	CSBG Programs	Cooperative Extension Fund
\$ 230,483	\$ 245,526	\$ 2,545	\$	\$	\$ 170,027
	25,477		540,282 468,025	157,046	
18,133	3,110	23	17,467	22	
<u>248,616</u>	<u>274,113</u>	<u>2,568</u>	<u>1,025,774</u>	<u>157,068</u>	<u>170,027</u>
					170,027
167,519	150,158	4,670	1,025,783	157,068	
<u>167,519</u>	<u>150,158</u>	<u>4,670</u>	<u>1,025,783</u>	<u>157,068</u>	<u>170,027</u>
81,097	123,955	(2,102)	(9)	-	-
<u>81,097</u>	<u>123,955</u>	<u>(2,102)</u>	<u>(9)</u>	<u>-</u>	<u>-</u>
1,078,558	1,111,660	23,751	9	-	-
<u>1,078,558</u>	<u>1,111,660</u>	<u>23,751</u>	<u>9</u>	<u>-</u>	<u>-</u>
\$ <u>1,159,655</u>	\$ <u>1,235,615</u>	\$ <u>21,649</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>

MORGAN COUNTY, ILLINOIS
NON MAJOR GOVERNMENTAL FUNDS (CONTINUED)
COMBINING STATEMENT OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCE
Year Ended August 31, 2018

	Regional Planning Commission Fund	GIS Fund	County Clerk GIS Fund
REVENUE			
Taxes	\$	\$	\$
Intergovernmental:			
Federal			
State			
Local			
Licenses and Permits			
Fines and Forfeits			
Revenue from Services	62,000	105,612	5,382
Interest	22	83	4
Miscellaneous		-	
	<hr/>	<hr/>	<hr/>
Total Revenue	62,022	105,695	5,386
	<hr/>	<hr/>	<hr/>
EXPENDITURES			
Current:			
General Government	83,086	100,704	8,807
Law and Judicial			
Health and Human Services			
Transportation			
Capital Outlay			0
Debt Expense			
	<hr/>	<hr/>	<hr/>
Total Expenditures	83,086	100,704	8,807
	<hr/>	<hr/>	<hr/>
Revenue Over (Under) Expenditures	(21,064)	4,991	(3,421)
OTHER FINANCING SOURCES (USES)			
Gain/(Loss) on Sale of Asset			
Proceeds from Financing Agreement			
Interfund Transfers			
	<hr/>	<hr/>	<hr/>
Net change in fund balances	(21,064)	4,991	(3,421)
FUND BALANCE, BEGINNING	(55,156)	85,619	9,203
	<hr/>	<hr/>	<hr/>
FUND BALANCE, ENDING	\$ (76,220)	\$ 90,610	\$ 5,782
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

State's Attorney Law Enforcement Fund	Sheriff Forefeiture Fund	<u>Capital Projects Fund</u> Capital Improvements Fund
\$	\$	\$
4,674		1,102
<u>4,674</u>	<u>24,810</u>	<u>1,102</u>
0		17,073
<u>-</u>	<u>-</u>	<u>17,073</u>
4,674	24,810	(15,971)
<u>4,674</u>	<u>100</u>	<u>200,000</u>
20,820	24,910	184,029
<u>20,820</u>	<u>-</u>	<u>490,245</u>
<u>\$ 25,494</u>	<u>\$ 24,910</u>	<u>\$ 674,274</u>

MORGAN COUNTY, ILLINOIS

ALL AGENCY FUNDS
COMBINING BALANCE SHEET

August 31, 2018

	Total	Tax Collector's Fund	Road District Motor Fuel Tax Allotment Fund	Trust Fund
ASSETS				
Cash	\$ 18,772,775	\$ 17,560,940	\$ 391,363	\$ 106,681
Intergovernmental Receivables:				
Motor Fuel Tax	81,008		81,008	
Other	<u>19,010</u>			<u>0</u>
Total Assets	<u>\$ 18,872,793</u>	<u>\$ 17,560,940</u>	<u>\$ 472,371</u>	<u>\$ 106,681</u>
LIABILITIES				
Intergovernmental Payables:				
Accounts Payable	\$ 121,079	\$ 21,446	\$ 99,633	\$
Funds Available for Distribution	<u>18,751,714</u>	<u>17,539,494</u>	<u>372,738</u>	<u>106,681</u>
Total Liabilities	<u>18,872,793</u>	<u>17,560,940</u>	<u>472,371</u>	<u>106,681</u>
NET ASSETS	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

Circuit Clerk Bond Fund	Tax Sale Indemnity Fund	Road District Bridge Fund	Trustee Escrow Fund	Trustee Fund
\$ 421,479	\$ 232,490	\$ 10,505	\$ 20,824	\$ 834
	19,010			
<u>\$ 421,479</u>	<u>\$ 251,500</u>	<u>\$ 10,505</u>	<u>\$ 20,824</u>	<u>\$ 834</u>
\$	\$	\$ 0	\$	\$
<u>421,479</u>	<u>251,500</u>	<u>10,505</u>	<u>20,824</u>	<u>834</u>
<u>421,479</u>	<u>251,500</u>	<u>10,505</u>	<u>20,824</u>	<u>834</u>
<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

MORGAN COUNTY, ILLINOIS
 ALL AGENCY FUNDS
 COMBINING BALANCE SHEET (CONTINUED)

August 31, 2018

	Sheriff Bond Fund	MCS Revolving Loan Fund	Health Benefit Fund
ASSETS			
Cash	\$ 4,768	\$ 22,891	\$ 0
Intergovernmental Receivables:			
Motor Fuel Tax			
Other	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 4,768</u>	<u>\$ 22,891</u>	<u>\$ 0</u>
LIABILITIES			
Intergovernmental Payables:			
Accounts Payable	\$	\$	\$
Funds Available for Distribution	<u>4,768</u>	<u>22,891</u>	<u>0</u>
Total Liabilities	<u>4,768</u>	<u>22,891</u>	<u>0</u>
NET ASSETS	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

MORGAN COUNTY, ILLINOIS

ALL AGENCY FUNDS
 COMBINIG SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS
 AND CHANGES IN FUNDS AVAILABLE FOR DISTRIBUTION

Year Ended August 31, 2018

	Funds Available For Distribution Beginning Of Year	Receipts	Disbursements	Funds Available For Distribution End Of Year
Tax Collector's Fund	\$ 16,182,824	\$ 48,276,222	\$ 46,919,552	\$ 17,539,494
Road District Motor Fuel				
Tax Allotment Fund	348,037	1,073,901	1,049,200	372,738
Trust Fund	104,510	6,446	4,275	106,681
Circuit Clerk Bond Fund	354,477	1,215,562	1,148,560	421,479
Tax Sale Indemnity Fund	241,715	9,785	0	251,500
Road District Bridge Fund	314	341,130	330,939	10,505
Trustee Escrow Fund	2	66,811	45,989	20,824
Trustee Fund	1,660	1	827	834
Sheriff Bond Fund	4,227	143,561	143,020	4,768
MCS Revolving Loan Fund	22,822	69	0	22,891
Health Benefit Fund	4,326	1,548	5,874	0
	<u>\$ 17,264,914</u>	<u>\$ 51,135,036</u>	<u>\$ 49,648,236</u>	<u>\$ 18,751,714</u>

MORGAN COUNTY, ILLINOIS

SCHEDULE OF EQUALIZED ASSESSED VALUATIONS AND TAX EXTENSIONS

August 31, 2018

	2017	2016	2015
EQUALIZED ASSESSED VALUATIONS			
Residential	\$ 293,902,694	\$ 285,044,640	\$ 279,449,674
Farm	144,369,100	137,720,842	130,056,976
Commercial	102,096,487	97,073,410	95,256,265
Industrial	35,355,764	36,644,684	37,742,399
Railroads	<u>9,804,468</u>	<u>9,375,754</u>	<u>8,796,045</u>
 Total Equalized Assessed Valuations	 \$ <u><u>585,528,513</u></u>	 \$ <u><u>565,859,330</u></u>	 \$ <u><u>551,301,359</u></u>
 TAX EXTENSIONS			
County Totals	\$ 5,919,420	\$ 5,739,237	\$ 5,666,872
School Districts	27,484,479	26,868,523	26,455,504
Junior College Districts	2,785,459	2,792,828	2,694,329
Cities and Villages	6,867,113	6,699,949	6,516,860
Road Districts	2,191,763	2,142,500	2,122,111
Airport Authority	148,860	145,791	144,667
Fire Protection Districts	337,696	316,769	319,718
Tax Increment Financing Districts	825,060	785,506	714,464
Special Districts	83,882	83,018	82,115
Library Districts	<u>79,843</u>	<u>79,692</u>	<u>78,767</u>
 Total Tax Extensions	 \$ <u><u>46,723,575</u></u>	 \$ <u><u>45,653,813</u></u>	 \$ <u><u>44,795,407</u></u>

MORGAN COUNTY, ILLINOIS

SCHEDULE OF EQUALIZED ASSESSED VALUATIONS, TAX LEVIES,
RATES, EXTENSIONS AND COLLECTIONS

August 31, 2018

	2017	2016	2015
TAX LEVIES			
General	\$ 4,165,180	\$ 4,082,878	\$ 4,015,214
Highway	650,000	650,000	650,000
Bridge	245,000	245,000	245,000
Aid Matching	230,000	230,000	230,000
Health	349,000	349,000	342,000
Extension Education	170,000	170,000	170,000
General Assistance	-	-	-
Tuberculosis	110,000	110,000	100,000
	<u> </u>	<u> </u>	<u> </u>
Total	\$ <u>5,919,180</u>	\$ <u>5,836,878</u>	\$ <u>5,752,214</u>

TAX RATES	MAX			
General	As Needed	0.72684	0.73626	0.74240
Highway	0.20000	0.11343	0.11722	0.12019
Bridge	0.25000	0.04276	0.04418	0.04530
Aid Matching	0.05000	0.04014	0.04148	0.04253
Health	0.10000	0.06091	0.06294	0.06324
Extension Education	0.05000	0.02967	0.03066	0.03144
General Assistance	0.10000	-	-	-
Tuberculosis	0.07500	0.01920	0.01984	0.01849
		<u> </u>	<u> </u>	<u> </u>
Total		<u>1.03295</u>	<u>1.05258</u>	<u>1.06359</u>

	2017	2016	2015
TAX EXTENSIONS			
General	\$ 4,165,227	\$ 4,003,946	\$ 3,929,887
Highway	650,022	639,227	649,990
Bridge	245,040	240,951	244,998
Aid Matching	230,026	226,200	230,001
Health	349,051	348,977	342,000
Extension Education	170,027	169,969	169,999
General Assistance	-	-	-
Tuberculosis	110,027	109,967	99,997
	<u> </u>	<u> </u>	<u> </u>
Total	\$ <u>5,919,420</u>	\$ <u>5,739,237</u>	\$ <u>5,666,872</u>

TAX COLLECTIONS

General	\$ 1,949,171	\$ 4,007,911	\$ 3,913,411
Highway	304,187	639,857	647,265
Bridge	114,670	241,189	243,969
Aid Matching	107,645	226,424	229,037
Health	163,343	349,320	340,568
Extension Education	79,568	170,136	169,287
General Assistance	-	-	-
Tuberculosis	51,490	110,078	99,579
	<u> </u>	<u> </u>	<u> </u>
Total	\$ <u>2,770,074</u>	\$ <u>5,744,915</u>	\$ <u>5,643,116</u>

**EQUALIZED ASSESSED
VALUATIONS**

	\$ <u>585,528,513</u>	\$ <u>565,859,330</u>	\$ <u>551,301,359</u>
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