



ROCK ISLAND COUNTY, ILLINOIS

**Comprehensive
Annual Financial Report for
The Fiscal Year Ended
November 30, 2016**

ROCK ISLAND COUNTY, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Year Ended November 30, 2016

Prepared by:
April Palmer, County Auditor
Amanda Van Daele, Chief Deputy Auditor

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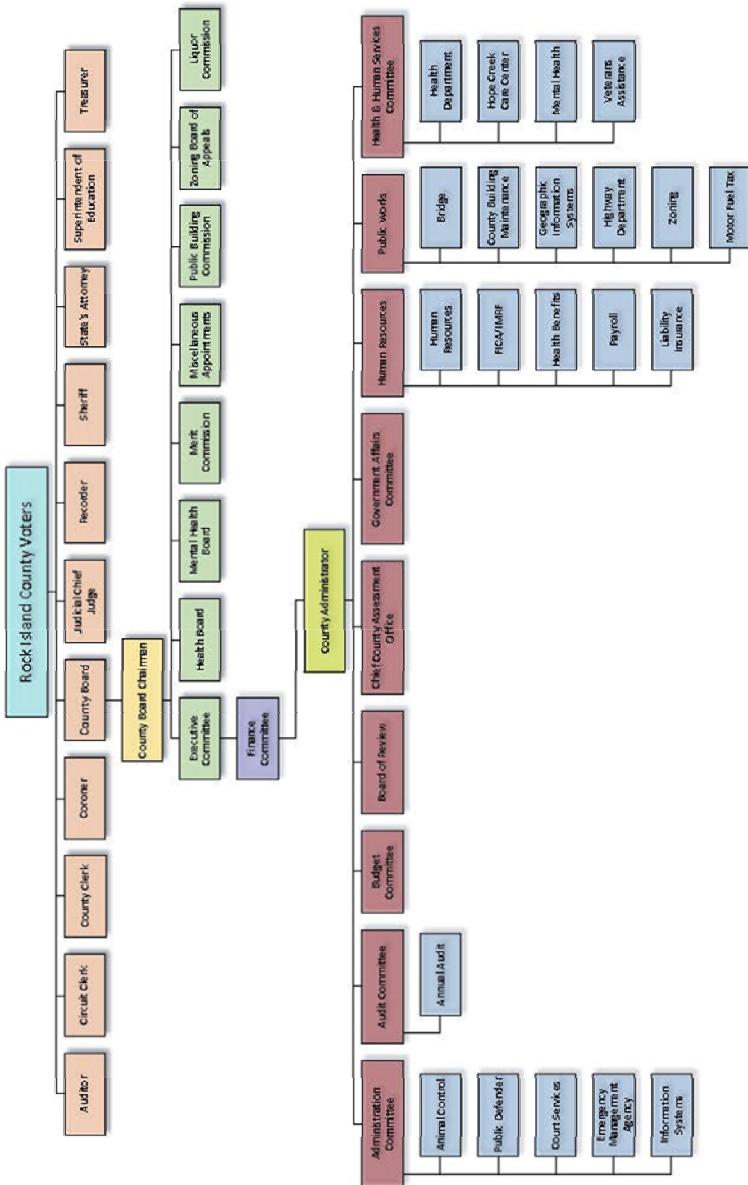
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Rock Island County Organizational Chart



Rock Island County, Illinois

List of Elected and Appointed Officials

November 30, 2016

Elected Officials

County Board Members

District 1 Christine Filbert
District 2 Dewayne Cremeens
District 3 Michael Burns
District 4 Patrick Moreno
District 5 Larry Burns
District 6 Donald L. Jacobs
District 7 Steve Doye
District 8 Brian Vyncke
District 9 Jeffrey Deppe
District 10 Steven Ballard
District 11 Donald Johnston
District 12 K. Mike Steffen
District 13 Richard H. Brunk

District 14 Virginia "Ginny" Shelton
District 15 Nick Camlin
District 16 Kai Swanson
District 17 Edwin M. Langdon Jr.
District 18 Dr. Rodney K. Simmer
District 19 Kim Callaway-Thompson
District 20 Mia D. Mayberry
District 21 Scott Terry
District 22 Drue Mielke
District 23 Ken "Moose" Maranda
District 24 Ron Oelke
District 25 J. Robert Westpfahl

Auditor April Palmer
Circuit Clerk Tammy Wiekert
County Clerk Karen Kinney
Coroner Brian Gustafson
Recorder of Deeds Kelly Fisher
Sheriff Gerald Bustos
States Attorney John McGehee
Regional Supt. Of Education Tammy Muerhoff
Treasurer Louisa A. Ewert

Appointed Officials

Animal Control Coordinator Samantha DeYoung
Court Services Director Trent Vandersnick
EMA Director Jerry Shirk & Randy Heisch
Forest Preserve Director Jeff Craver
GIS Director Josh Boudi
IS Director Kurt Davis
Board of Review Joan Russell
708 Mental Health Board Larry Pollard
Human Resources Director Gerald Clyde

Civil Division Chief Patty Castro
Public Defender Baron Heintz
Public Health Administrator Nita Ludwig
County Engineer John Massa
Supervisor of Assessments Larry Wilson
Veterans Assistance Todd Harlow
Zoning Director Greg Thorpe



Rock Island County

May 16, 2017

To the County Board and the Citizens of Rock Island County:

The Comprehensive Annual Financial Report (CAFR) of the County of Rock Island, Illinois for fiscal year ended November 30, 2016 is submitted herewith. The CAFR is management's annual financial report to its taxpayers, governing board, oversight bodies, investors and creditors.

This report consists of management's representation concerning the finances of the County of Rock Island. Consequently, management assumes full responsibility for all the information presented in this report. To provide a reasonable basis for making these representations, the management of the County has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse, and to compile sufficient reliable information for the preparation of the County's financial statements in conformity with Generally Accepted Accounting Principles (GAAP). Because the cost of internal controls should not outweigh their benefits, the County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The County's financial statements have been audited by RSM US LLP, Certified Public Accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County for the fiscal year ended November 30, 2016, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by

APRIL L PALMER

COUNTY AUDITOR

AMANDA VAN DAELE

CHIEF DEPUTY

Rock Island County, Illinois

Pat Koranda
Internal Auditor

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Martha Nieto
Financial Reporting Accountant

management; and evaluating the overall financial statement presentation. For the year ended November 30, 2016 RSM US LLP have issued an unmodified ("clean") opinion on Rock Island County's financial statements. The independent auditor's report is presented as the first component of the financial section of the report.

The independent audit of the financial statements of the County was part of a broader federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on those involving the administration of federal awards. These reports are Schedules of Expenditures of Federal Awards and are available issued separately with Rock Island County's Audit package.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The County's MD&A can be found immediately following the report of the independent auditors.

Profile of the Government

Rock Island County was incorporated in March 1831 with its Charter adopted in July 1833. It is located in the north-western portion of Illinois and currently occupies a land area of 452 square miles and serves a population of 144,784 residents (Source: U.S. Census Bureau, 2016 Population Estimates). Major cities within Rock Island County include the City of Rock Island, the City of Moline, the City of East Moline, the City of Silvis, the Village of Milan and 10 other smaller communities with populations less than 5,000 residents each.

Rock Island County operates as a township form of government. Policy-making and legislative authority are vested in a County Board consisting of a County Board Chairman and twenty-four other members. The governing board is responsible for, among other things, passing resolutions, adopting the budget, and passing policies and procedures. The Chairman or specific committees of the County Board appoint board members to Bi-State Regional Commission, Rock Island County Emergency Telephone System Board, Rock Island County Merit Commission, Illini Hospital District, and various fire protection, conservancy and sanitary districts within the County. Because these appointments do

not include a majority of the County Board these organizations are not part of the financial statements of the County. Each Board member is elected in 4 or 2 year staggered terms with all 25 member's positions up for election every 10 years, and with one member elected per district, by district. In May of 2015 the board hired a County Administrator to bring professional knowledge and organizational structure and consistency to the County. The Administrator reports directly to the Board and has supervisory responsibilities of all non-elected leadership offices of the County.

Illinois law determines the functions and services of county government. Rock Island County provides a full range of services to its residents. Some of these services include education; construction and maintenance of roads and bridges; veteran's assistance; physical and mental health services; zoning & GIS, general administration and recreational activities. The largest portion of the County's expenditures are for judicial, public safety, and correctional facility services, which include the State's Attorney, Public Defender, Circuit Clerk, Circuit Court, Court Services (adult and juvenile probation); and the Sheriff's functions (law enforcement and the county correctional center), Emergency Management Agency, Animal Control, and Coroner services.

Other functions mandated by state statute include the maintenance of the property tax system; voter registration and the election system; maintaining vital records such as birth, marriage, and death certificates; and the recording of deeds and other real estate records.

The County also operates a nursing home, primarily from patient fees and Medicare/Medicaid reimbursements. Voters approved a special property tax levy in 1983 to help support the nursing home. Voters also approved special property taxes in 1976 to help fund mental health services, in 1995 to fund a Cooperative Extension Education Service, and in 2000 to fund a Children's Advocacy Center.

The financial statements of Rock Island County include as part of its primary government the Rock Island County Forest Preserve Commission and the Public Building Commission. Both are blended component units with separate tax levies and fiscal year ends. They are also audited independently from the County by other external auditors. The Forest Preserve District has operated under its own FEIN since August 2013, and operates separately from the County except its governing commission is comprised of the same 25 members as the County Board.

The Rock Island Tri-County Consortium which is legally separate from the County is presented as a discrete component unit.

Rock Island County is empowered to levy a property tax on properties within its boundaries. Taxes assessed the prior year are due and payable in four equal installments in the current year beginning in June, with subsequent installments due in August, September and November.

Formal budgetary integration is employed as a management control device during the year for the general fund and most special revenue funds. The annual budget serves as the foundation for Rock Island County's financial planning and control. The County follows these procedures in establishing the budgetary data reflected in the combined financial statements: 1.) At a regular or special called meeting of the County Board in November, the proposed budget for the fiscal year commencing on the following December 1 is submitted. The budget includes proposed expenditures and means of financing them. 2.) Prior to December 1, the budget is legally enacted through passage of an appropriation ordinance. 3.) Transfers of budgeted amounts among object categories, or any budget increases by means of an emergency or supplemental appropriation can occur throughout the year but require approval by two-thirds of the County Board Members. 4.) Budgets for the general and certain special revenue funds are adopted on a basis consistent with generally accepted accounting principles. 5.) Expenditures may not legally exceed the total amount of the revised budget appropriations of individual funds and departments.

Formal budgetary integration is not employed for debt service and capital projects funds, because effective budgetary control is alternatively achieved through the debt payment provisions of the obligations outstanding or County Board approval of the specific capital project.

Factors Affecting Financial Condition

Local Economy

State of Illinois The State of Illinois has continued to experience budgetary problems, which in turn has an impact on Rock Island County. State Income Tax and other tax portions received by Rock Island County, as well as many of the salary reimbursements from the State continue to be paid later than 30 days after due. Some are multiple months behind and can be that the county won't receive until well after the fiscal year end. Some months get skipped permanently and never paid to the County as due. This is the result of the on-going cash flow problem at the State level. This can make budgeting and making timely expenditures very difficult for the County.

Population Rock Island County is part of the Davenport-Moline-Rock Island, IA-IL MSA (metropolitan statistical area) commonly referred to as the "Quad Cities", which also includes Henry County, IL; Mercer County, IL; and Scott County, IA. In 2010 the total population of the MSA was 379,690 (2010 Census). According to the U.S. Census Population Division's Annual Estimates of the Resident Population, in 2016 the MSA had increased to 382,268 or 0.7% over the past six years. Rock Island County's total population in 2016 was 144,784, a decrease of 1.9% since 2010 (147,546). It is projected that Rock Island County's population will increase by 1.8% by 2025 to 148,738. In comparison the MSA is expected to grow by 2.5% (Source: Woods & Poole Economics, 2015).

Labor Force In 2016 the annual average labor force of Rock Island County was 72,002, down 5.2% over the past 5 years, from a 2011 labor force of 75,965. The MSA's labor force has also seen a decrease in the past 5 years of 3.2% and as of 2016 had an annual average of 191,573. Rock Island County's unemployment rates have been steadily declining since reaching 8.54% in 2011, with an annual average of 6.3% in 2016. The MSA's annual unemployment rate in 2016 was 5.1% (Source: Illinois Department of Employment Security and Iowa Workforce Development)

Employment The economy of the area has traditionally centered on farm implement manufacturing and agriculture. In the last twenty years there has been a shift from manufacturing jobs into a service providing sector. This shift in the Quad Cities area economy has been in the professional, non-professional, retail and wholesale sectors of the economy. Within that sector, Professional and Business Services and Health Care and Social Assistance both showed the greatest increase, growing approximately 60% within the last 20 years. Also within the Service Providing Sector, the Education and Health Services area has seen substantial growth increasing by approximately 49% within the same time frame. The largest decreases in the Goods Producing sector were in Durable Goods & Manufacturing, off-setting some of those service sector increases. As of 2015, the top industry for employment in Rock Island County was educational services, and health care and social assistance which employ 21.6% of the employed work force. Manufacturing and Retail Trade were the next highest employed with 18.9% and 11.6% respectively. The MSA overall is very similar with 22.0% of the employed work force being employed in educational services, and health care and social assistance (U.S. Census Bureau, American Community Survey 5-year estimates, 2015).

Among some of the major businesses in the area with significant increases in their work force are The Rock Island Arsenal, Deere & Company, Tyson

Fresh Meats, Unity Point-Trinity Medical Center, Group O and X-Pac (Export Packaging).

Education is also a major employer in the County. There are 10 total traditional public school districts operating within Rock Island County. Moline and Rock Island school districts are still in the top twenty employers in the County, and Black Hawk College, a post-secondary education facility, retains its position within those top twenty as well. The County also has a major presence within the area of Augustana College and Western Illinois University.

Rock Island County, along with the Quad Cities area continues to recover from the economic downturn of 2008 and 2009. The Illinois Quad Cities metro area continues to enjoy relatively low levels of unemployment compared to other Illinois metro areas. The region is showing signs of continued, but slow, recovery in 2016. The unemployment rate is improving, however the Gross Regional Product and the total labor has had a slight decline in the past year.

In the past five years in the Bi-State Region (Quad Cities MSA and Muscatine County, Iowa), there have been an estimated 3,514 jobs added across all industries from 2011-2016 (Source: Chmura Economics & Analytics, JobsEQ). As for the development of major infrastructure, the I-74 Bridge Replacement and installation of the Sterilite facility in Davenport, IA ranks high as noteworthy developments. The City of Rock Island is accruing new industries as well, including the expansion of AFS Classico and the installation of Techno Block Midwest Manufacturing.

The center of the region's economy from an employment perspective continues to be the Rock Island Arsenal, with over 6,000 civilian and military personnel working on the base. Military budget cuts, sequestration and base realignment are all possible threats to this vital economic asset. The FY 2012 National Defense Authorization Act (NDAA) provided contracting flexibility to the Rock Island Arsenal. The 2012 NDAA gave the Arsenal's manufacturing center the unlimited ability to partner with the private sector.

Other regional assets include the Mississippi River, Interstate Network and multiple Fortune 500 companies, such as John Deere. The John Deere Foundation has awarded St Ambrose University a \$500,000 grant to support its Industrial Engineering and Mechanical Engineering programs. Augustana College, Black Hawk College, Eastern Iowa Community Colleges, St. Ambrose University, and Western Illinois University have all made significant investments to the buildings on their campuses, as well

as improving the quality of education and programs provided at their facilities.

Long-term financial planning

Particular focus has been placed on the General Fund regarding its deteriorating fund balance and cash flow issues. The County Board has been directed through the budget and finance committees to concentrate on long-term additional revenue options. The first had taken the form of a referendum to collect a county wide additional quarter cent sales tax for public safety. The designation of public safety is due to the fact that over half the General Fund expenditure budget is for public safety services. This question was presented to the voters on the March 2014 ballot, and with additional support and proper marketing was increased to a half cent sales tax for public safety on the November 2016 ballot. Both failed despite almost a year of budget research and significant public outreach by the County Administrator and other officials, who all recommended this action as well. Cash flow needs will require inter fund and bank loans to continue current capacity operations in the General Fund. The County Board wishes to employ staff and provide services at the levels currently provided into the future. This is just not going to be possible without other options as predicted within the next 18 months.

The second method to generate more General Fund revenue was to perform an updated fee cost study by an independent company. The results of this study have increased fee revenue to the maximum with the understanding that we need to remain competitive. This revenue generation is fairly significant. However, the study also concluded the General Fund was charging administrative services to certain other funds within the county at too high a rate. In comparing this study with the prior administrative cost study the differences were very large in many areas. It was researched as to the reason and based upon this study being done using estimated information instead of actual, the Board decided to continue use of the original study. A new in depth study by an independent firm will be performed at the beginning of 2017 to be used in billing other funds proper current administrative costs owed the General Fund and Liability Insurance Fund in the County's 2017 fiscal year.

In its concern for voter opinion and as an additional attempt to make significant financial changes, hopefully for the better, the County Board adopted the policy to hire a County Administrator. This position was installed May of 2015. The contractual obligations include economic development expertise to the county. Also of high priority is bonding and grant knowledge to decrease bond interest due and increase grant

revenue. The position is taking a professional approach to the county's budget as well in the hope of bringing insight and policy improvements so to operate as the clients it serves have become accustomed.

The County Board approved offering long time employees at a minimum age of 50 an early retirement incentive option. This option was available for one year from 7/31/14-7/30/15. Many high paid employees choosing this option were replaced at much lower starting wages. Some were not replaced at all. If possible, offices would delay replacement for many months for additional cost savings. This savings was both in wage and benefit costs. Some departments will be able to maintain this reduced number of employees and still offer services at current or minimum levels. Others may be able to hire additional employees to go back to levels of staffing needed to function with the idea that two starting wage employees is still equating to cost savings replacing the "seasoned veteran" employee high on the wage scale. The downside of this is the learning curve required of new hires and the multiple decades of knowledge lost by the county.

Rock Island County secured funding through two bond issues to construct a new 245 bed nursing home in the County and replace the existing facility. The opening of the new facility was in May of 2009. By the end of the 2009 fiscal year the facility was at 95% capacity. During FY10 repayment of said bonds had begun with the first interest payment due in May of 2010 and principal in November of 2010 thus increasing expenditures for the home exponentially. With the economic conditions of the area bringing interest rates to historic lows, the County Board researched and refinanced some future years of the home's current bond issues in 2013. This was researched again in 2016 and found to be a cost savings for most of the remaining payments due of current issues. Therefore, an additional refunding was approved by the County Board. This front-loaded most of the savings over the next couple of years until other cost savings steps can be put into full force and effect. These save substantial interest costs over the term of the now four bond issues.

Financial conditions worsened at the home due to the State of IL enacting a nursing home bed tax at a rate of \$6.07 per bed per day retro-active to the assessment month of June 2011. The first payment was withheld in October of 2012 and continuing. Through 2015 this has created over a half million dollar decrease in Medicaid revenue per year. The home was forced to issue the first of many future local bank loans in May 2013 for \$750,000 with a 1% interest rate due April 1, 2014. This loan was paid off in March of 2014 so that a new loan of \$1,000,000 could be utilized. This new loan was a tax anticipation warrant. Therefore, pay-off had to be done in the same incremental percentages as the home collected its property tax

revenue throughout the 2014 fiscal year. The entire loan obligation was paid back by fiscal year end. Then in 2015 a \$500,000 tax anticipation loan was issued and paid back throughout the 2015 fiscal year in the same way as the 2014 loan with the full amount paid by year-end. In 2016 the tax anticipation loan grew to \$1 million. At this time it is predicted additional bank loans will be needed to continue operations to the home in future years. The maximum available to borrow is 85% of the current year property tax levy collection amount.

An Ad Hoc committee was formed to research and advise the County Board of short and long-term options for continued operations of the home with this revenue reduction. A referendum question was placed on the ballot in November 2014 to attain permission from the voters to increase the property tax levy for the home temporarily, so long term remedies could be put in place. One of the long-term remedies could be legislation changes to abolish the new bed tax. This referendum failed. Despite this, the County Board desires to continue to operate the home as a County owned facility to provide the best options for Rock Island County's senior and nursing care needs populations. The Board researched and decided among various alternatives to run the home with a new management style. Health Dimensions Group, a private and professional nursing home management company, was researched and hired in 2015. This company was contracted to receive a monthly payment as well as incentives to achieve various goals, mostly financial, with the home. This company reported to an independent, volunteer member board as well as the County Board, who ultimately still ran and made top level decisions of Hope Creek to maintain County ownership. The County Board ended the management contract in July 2016 and the county administrator took over management of the facility effective August 2016. Numerous positive financial changes occurred at the facility since coming under county management including running the facility with an entrepreneurial spirit and business-minded decisions.

The county board voted to put a referendum question on the ballot in March 2013 to facilitate funding for building a new courthouse and/or any other County facilities/properties. The public voted this question down as well. The Ad Hoc Committee that was formed consisting of various public officials and citizens continued to research and inform the County Board and public about the County's options regarding any new County facility/property into fiscal year 2014. Funds to hire independent experts were loaned to the County General Fund from the courts at a 2% per annum interest rate to provide this information. In mid-2014 talks on this issue came to a standstill with no definite funding sources being discovered. After this happened the loan plus all interest due was paid back to the courts. As always the County Board has the best interest of

the tax payers in mind while promoting efficiency and effectiveness for the County as a whole. The placement of the County Administrator and Chief Judge Braud brought new insight to this issue as discussion began again into fiscal year 2015. The fact remained that ignoring this issue too long could create the potential for lawsuits considering the courthouse conditions for employees and visitors. Therefore, a study was done regarding an annex that would be added to the existing Justice Center and whether funding could be done through the existing Public Building Commission's authority. This process was ruled lawful, so it began. It will alleviate the use of the existing Courthouse except for one office. That office's needs will be addressed elsewhere. This annex will therefore eliminate the current Courthouse Building use, and liability & safety issues.

Major Initiatives

In November 2011, members of the County Board, Elected Officials, Department Heads, and other county employees met to determine goals for the County to work on in the future. No meetings of this type have taken place since. Therefore, the County Board continues to strive to achieve these goals through adversity. The following are the top ten goals and future actions those members of this session felt important to the continued development of the County.

1. Investigate new revenue sources.
2. Attract new businesses and keep existing, specifically John Deere.
3. Develop a Courthouse/Justice complex – specifically new courtrooms.
4. Better understand the County's workforce.
5. Have help from an economic development professional for the County.
6. Begin developing Loud Thunder and Martin Farm there.
7. Continue to implement I-74/Amtrak.
8. Promote early voting.
9. Look at existing expertise in the County and leverage it.
10. Tap into the existing area resources such as the Casino.

The first goal is constantly being considered, as in "Long-term Financial Planning" above, so that services are kept updated and impact to employees is minimal. A new program was approved by the board with Commerce Bank in 2015 to generate cash back for vendor payments through them. The hopeful estimate of new revenue per year is about \$25,000-\$35,000. The program was delayed during contract signing to clear up language. Therefore, actual implementation began June 2016.

Rock Island County has continued its relationship with the Quad Cities Chamber of Commerce. The Chamber has been bringing new businesses to Rock Island County.

The County hired a County Administrator in 2015 to focus highly upon economic development into the future. This individual will assist the county board in a professional capacity to accomplish parts of many of the other goals listed as well.

Our current elected district Congresswoman was appointed to the I74 and Amtrak implementation committees to help further infrastructure and tourism progress for our area.

Early voting initiatives continue through federal grant funds whenever possible to keep the designation that Rock Island County attained in 2012 as the top in voter turnout in the State of Illinois. We are constantly battling new unfunded State mandates, however. The County had in place for the 2016 primary, as required, the ability to register to vote at all polling places including Election Day. New software was required to comply.

Annual continuation of a new health plan choice has occurred since it was revealed in 2012. This new premier plan promotes health. A mandatory screening is administered to see how many metabolic syndrome risk factors a participating employee has. If more than two risk factors are found the employee is required to complete a naturally slim program. The goal is to have a healthy workforce and the program also saves the employee and the County money. The rising costs of health care however, have made the savings of this program obsolete.

Therefore, the program will be discontinued after 2016 as the Health Care Committee has determined.

In 2016 the County engaged in numerous cost-reduction strategies including negotiating zero percent general wage increases with four employee unions (saving the county hundreds of thousands over the life of the cumulative contracts), the elimination of a previously approved county holiday (saving significant money), consolidation of the County Board committee structure (saving approximately \$30,000 annually), the County Board giving up retirement benefits and healthcare benefits (saving tens of thousands of dollars annually), and renegotiating existing vendor contracts (saving over \$60,000 annually). County management continues to operate with an entrepreneurial spirit and a business-minded focus – willing to challenge the status quo and always putting customer service at the forefront of operations.

Cash management policies and practices. Cash temporarily idle during the year was invested in Black Hawk State Bank, and certificates of deposits. The maturities of the investments vary. Investments, which consist primarily of mutual funds, are reported at fair value as determined by the fund's current share price. Earnings from these pooled investments

are allocated monthly to the appropriate funds based on the average daily investment balance for each fund. All funds are collateralized or insured by the Federal Reserve or an agency of the federal government through the FDIC, FSLIC, NCUA and/or held in a safekeeping account by pledged securities through a third party Custodial Bank.

Risk Management. The County is self-insured for risk exposures related to worker's compensation claims, general and automobile liability claims, and also in its Employee Health Benefit Plan. Times of unfortunate health circumstances within membership will adversely affect the financial stability of a self-insured entity's fund. Claims settlement and loss expenses are accrued in the Employee Health Benefit Plan Fund for the estimated settlement value of claims reported and unreported arising from incidents in health care of members during the period. All claims handling procedures are performed by an independent claims administrator. The County levies for a liability reserve property tax, recorded in the Liability Insurance or Tort Liability fund within these financial statements to provide for claims settlement and loss expenses for the estimated settlement value of worker's compensation, general liability, and auto liability claims reported and unreported arising from incidents during the year. An independent Third Party Administrator has been contracted and has been handling worker's comp claims since May of 2015. The efficiencies of processing claims and proper assistance in cases of legal dispute is proving invaluable to the County Human Resources Department in time and cost saving ways. The liability reserve is in exception to the long term portion of such estimated claim settlements which are recorded until spendable resources become available to liquidate such liabilities.

Pension and other Post-employment Benefits. Rock Island County participates in a defined benefit pension plan through the Illinois Municipal Retirement Fund, which provides retirement benefits for all officials and employees of the County whose position normally requires at least 1000 hours of service per year. These benefits are paid in addition to social security benefits. The County also provides for postretirement health care benefits to employees under the required provisions. Additional information on Rock Island County's pension and post-employment benefits can be found in the notes to the financial statements.

Awards and Acknowledgements. The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Rock Island County for its comprehensive annual financial report (CAFR) for the fiscal year ended November 30, 2015. In order to be awarded a Certificate of Achievement, the government had to publish an easily readable and efficiently organized CAFR that satisfied

both accounting principles generally accepted in the United States of America and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated service of the entire staffs of the Auditor's Office and the Treasurer's Offices. Credit also should be given to the Bi-State Regional Commission for providing the statistics used in this report. We also wish to express our appreciation for the excellent assistance received from our independent auditors RSM US LLP. Acknowledgement must also be given to the County Board for their support for maintaining the highest standards of professionalism in the management of Rock Island County finances.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "April L Palmer".

April L Palmer
Rock Island County Auditor



Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

**Rock Island County
Illinois**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

November 30, 2015

A handwritten signature in black ink that reads "Jeffrey P. Evans".

Executive Director/CEO

Independent Auditor's Report

To the County Board of
Rock Island County, Illinois
Rock Island, Illinois

Report on the Financial Statements

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 Rock Island County, Illinois (the County) as of and for the year ended November 30, 2016, and the related notes to the financial statements, which collectively comprise the County's 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the discretely presented component unit, the Rock Island Tri-County Consortium. We did not audit the blended component unit, the Forest Preserve Commission, a major governmental fund, which represents 10 percent, 19 percent and 7 percent, respectively of the assets, net position and revenues of the governmental activities. We did not audit the blended component unit, the Public Building Commission, which represents 40 percent, 65 percent, and 6 percent, respectively, of the assets, fund balance, and revenues of the aggregate remaining fund information and 19 percent, 52 percent, and 2 percent, respectively, of the assets, net position, and revenues of the governmental activities. Those statements were audited by other auditors whose reports thereon have been furnished to us, and our opinions, insofar as it relates to the amounts included for the component units, is based solely on the reports of the other auditors.

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 of material misstatement. The financial statements of the Public Building Commission and the Forest Preserve Commission were not audited in accordance with *Government Auditing Standards*.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's 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 financial statement 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, based on our audit and the reports of other auditors, 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 the County as of November 30, 2016, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters*Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Illinois Municipal Retirement Fund schedule of changes in the net pension liability and related ratios and schedule of employer contributions, Other Postemployment Benefit Plan and budgetary comparison information, as listed in the table of contents, 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 and the other auditors 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 the County's basic financial statements. The combining and individual nonmajor fund financial statements and budget and actual schedules, listed in the table of contents as supplementary information, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates 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 by us and other auditors. In our opinion, based on our audit, the procedures performed as described previously and the reports of the other auditors, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The accompanying introductory and statistical sections, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied by us and the other auditors in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated May 16, 2017, on our consideration of the County's 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 the 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 the County's internal control over financial reporting and compliance.

RSM US LLP

Davenport, Iowa
May 16, 2017

Rock Island County, Illinois

Management's Discussion and Analysis

Year Ended November 30, 2016

As management of Rock Island County, we offer readers of Rock Island County's financial statements this narrative overview and analysis of the financial activities of Rock Island County for the fiscal year ended November 30, 2016. This discussion and analysis is designed to assist the reader in focusing on significant financial issues, identifying material deviations from the financial plan (approved budget), and identifying individual fund issues or concerns.

We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal.

Financial Highlights

The assets and deferred outflows of resources of Rock Island County, Illinois (the County) exceeded its liabilities and deferred inflows of resources by \$58,552,064 and \$56,794,893 (net position) at the close of fiscal years 2016 and 2015, respectively. Of this amount, \$(14,923,489) for fiscal year 2016 and \$(15,438,845) for fiscal year 2015 may be used to meet the government's ongoing obligations to citizens and creditors.

The government's total net position increased by \$1,757,171 and decreased by \$5,463,556 in fiscal years 2016 and 2015, respectively.

As of the close of this current fiscal year, the County's governmental funds reported combined ending fund balances of \$23,164,108, an increase of \$510,742 in comparison with the prior year. Approximately one percent of this total amount, \$307,018, is available for spending at the government's discretion (unrestricted fund balance) subject to the limitations imposed by the nature of the fund type.

Unrestricted fund balance for the General Fund was \$1,417,816 and \$2,971,136 or 5 percent and 12 percent of total General Fund expenditures for fiscal years ended 2016 and 2015, respectively.

The County's total long-term debt excluding compensated absences and estimated claims settlements, increased by \$28,547,693 (120 percent) during fiscal year ended November 30, 2016. The increase was a result of issuance of \$28,000,000 of revenue bonds by the Public Building Commission. Future annual payments are secured by a lease agreement with the County through December 31, 2045.

As of the close of the fiscal year 2016, the Rock Island County Forest Preserve District's governmental funds reported combined ending fund balances of \$3,216,630, an increase of \$559,659 in comparison to prior year. Both bond principal and interest payments began 12/1/06. The current interest rate ranges from 2.0 percent to 4.4 percent. The future annual payments range from \$355,250 to \$460,862 and end on December 1, 2028. These payments will be made through increased revenue and property taxes in the Rock Island County Forest Preserve District's General and Niabi Zoo funds.

Hope Creek Care Center entered into bonds issued 2006, 2007, 2013 and 2016 to build a new facility for the center in 2008. The first interest payments were due in 2007 with the first principal payment due on 12/1/09. The future annual payments range from \$1,548,905 to \$1,612,000 and will end on 12/1/27. These payments will be made through fees and property taxes levied for the facility.

Rock Island County cost savings measures throughout fiscal year 2016 continued. Replacement employees for retiree or resigned positions were not filled whenever possible or at least as long as possible. Increases for expense budgets have been restricted without additional supporting revenue sources, so as not to consume unencumbered fund balance. Equipment purchases are being delayed or forgone when possible.

Rock Island County, Illinois

Management's Discussion and Analysis

Year Ended November 30, 2016

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements: The government-wide financial statements are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of the County's assets plus deferred outflows of resources and liabilities plus deferred inflows of resources, with the difference between them reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The statement of activities presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

The County only has functions that are principally supported by taxes (governmental activities). The governmental activities of the County include general government, public safety, judiciary and legal, corrections, transportation and public works, social services and culture and recreation.

The government-wide financial statements include Rock Island County, Illinois and the discretely presented component unit, the Rock Island Tri-County Consortium. There are no other organizations or agencies whose financial statements should be combined and presented with the financial statements of the County.

Fund financial statements: A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental funds: Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financial requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County maintains 42 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, Forest Preserve Commission, Hope Creek Care Center, Illinois Municipal Retirement Fund and Liability Insurance Fund which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

Rock Island County, Illinois

Management's Discussion and Analysis

Year Ended November 30, 2016

The County adopts an annual appropriated budget for most of its funds. A budgetary comparison schedule has been provided as required supplementary information for the General Fund, Forest Preserve Commission Fund, Hope Creek Care Center Fund, Illinois Municipal Retirement Fund and Liability Insurance Fund to demonstrate compliance with this budget on pages 74 through 78.

The basic governmental fund financial statements can be found on pages 81 through 118 of this report.

Proprietary funds: The County maintains one type of proprietary fund: Internal Service. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail.

The basic proprietary fund financial statements can be found on pages 119 through 121 of this report.

Fiduciary funds: Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the County's own programs. The fiduciary funds of the County are considered agency funds. Total assets of the fiduciary funds were \$11,902,075 and \$10,739,652 for fiscal years ended 2016 and 2015, respectively.

The basic fiduciary fund financial statements can be found on pages 122 through 131 of this report.

Notes to basic financial statements: The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other information: In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the County's Illinois Municipal Retirement Fund, other postemployment benefit plan and the General, Forest Preserve Commission, Hope Creek Care Center Fund, Illinois Municipal Retirement Fund and Liability Insurance Funds' budgetary comparisons. This information can be found on pages 62 through 80 of this report.

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the notes to basic financial statements and the required supplementary information.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. The County's total net position has increased from a year ago. This total net position of \$58,552,064 in 2016 compared to the stated net position of \$56,794,893 during 2015 represents that increase.

Of the County's net position, 96 percent and 99 percent for the fiscal years ended 2016 and 2015, respectively, reflect its investment in capital assets (e.g., land, construction-in-progress, buildings, improvements other than buildings, equipment and infrastructure), less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

Rock Island County, Illinois

Management's Discussion and Analysis
Year Ended November 30, 2016

Table 1 - Rock Island County, Illinois' Net Position

	Governmental Activities 2016	Governmental Activities 2015
Current assets	\$ 97,954,940	\$ 61,413,568
Capital assets, net	78,331,744	79,378,790
Total assets	176,286,684	140,792,358
Deferred outflows of resources	26,921,506	12,065,879
Current liabilities outstanding	16,965,011	16,460,793
Other liabilities	98,256,332	52,264,210
Total liabilities	115,221,343	68,725,003
Deferred inflows of resources	29,434,783	27,338,341
Net position:		
Net investment in capital assets	56,038,605	56,092,370
Restricted for:		
Capital improvements	6,706,113	6,309,563
Collector's tax fees, sale & error refunds	173,873	159,215
Document storage	2,621,506	2,639,218
Working cash	524,878	523,517
GIS	149,053	154,847
Judicial	1,629,470	1,554,261
Parks and recreation	3,213,119	2,653,597
Public health	2,314,021	1,245,061
Public safety	104,915	902,089
Unrestricted	(14,923,489)	(15,438,845)
Total net position	\$ 58,552,064	\$ 56,794,893

A restricted portion of the County's net position (30 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position, a negative \$(14,923,489), may be used to meet the government's ongoing obligations to citizens and creditors. In 2016 no unrestricted net position was available since capital assets and restricted resource totals exceed total net position.

The County's total net position increased by \$1,757,171 during the current fiscal year. This increase was mainly attributable to capital asset increases through highway improvement projects, and forest preserve and other fund increases through debt refunding savings and fee and property tax revenue increases.

Table 2 highlights the County's revenues and expenses for the fiscal year ended November 30, 2016. These two main components are subtracted to yield the change in net position. This table utilizes the full accrual method of accounting.

Rock Island County, Illinois

Management's Discussion and Analysis Year Ended November 30, 2016

Revenue is further divided into two major components: program revenue and general revenue. Program revenue is defined as charges for services and sales and services, operating grants and contributions and capital grants and contributions. General revenue includes taxes, investment income and other unrestricted revenue sources.

Table 2 - Rock Island County, Illinois' Changes in Net Position

	Governmental Activities 2016	Governmental Activities 2015
Revenues:		
Program revenues:		
Charges for services	\$ 29,227,211	\$ 28,009,948
Operating grants and contributions	13,367,019	12,798,057
Capital grants and contributions	109,540	46,970
General revenues:		
Property taxes	30,437,034	25,836,301
Intergovernmental revenue	10,004,950	9,751,707
Investment earnings	131,151	95,221
Gain on disposal of capital assets	-	15,454
Miscellaneous	624,578	447,037
Total revenues	83,901,483	77,000,695
Expenses:		
General government	17,849,679	23,640,666
Public safety	9,936,891	7,824,986
Corrections	4,839,517	4,953,932
Judiciary and legal	9,278,027	8,163,305
Transportation and public works	4,630,884	5,457,263
Social services	28,442,320	26,928,225
Culture and recreation	5,183,351	4,530,496
Debt service, interest on long-term debt	1,983,643	965,378
Total expenses	82,144,312	82,464,251
Increase/(Decrease) in net position	1,757,171	(5,463,556)
Net position, beginning	56,794,893	62,258,449
Net position, ending	\$ 58,552,064	\$ 56,794,893

General government expenses decreased approximately \$5,790,000 or 24 percent. Despite expenses for a presidential election year and increases in health costs, IMRF, and FICA, and a full year of expenses for the County Administrator that was only established for half the year of 2015, expenses decreased. This was mostly due to the legal liability settlement required reporting for 2016 being much lower than the uncertain possibilities that existed at the end of 2015 needing to be recorded. Many large settlements were actually settled at a lower than recorded amount. Also, in being mindful of revenue and depleted fund balance constraints most offices reduce spending. The IT office did not spend as much for services and software. The Recorder's office slowed costly document storage procedures, and since Hotel Motel Tax revenue was less in 2016 the expense out to Niabi Zoo was down.

Rock Island County, Illinois

Management's Discussion and Analysis Year Ended November 30, 2016

Public safety expenses increased approximately \$2,112,000 or 27 percent. Much of the state and federal seized property revenue, as well as grant revenue that was allowed to be carried from prior years was beginning to be expensed on needs of the Sheriff's Office, such as new squad cars. The Coroner experienced increased costs for autopsies and transportation in 2016 than in years past. Civil Defense's expenses were higher. Also, the time when offices could do without replacing employees that chose to take the ERI in 2015 came to an end, so many of those positions were filled. The expenses of the new bonds became due for the first time in 2016.

Transportation and public works expenses decreased approximately \$826,000 or 15 percent. This is primarily due to county aid and other projects not being done due to the state budget crisis and the fact that Motor Fuel Tax was not coming in a timely schedule. Also, a large grant has begun slowing down as the end of the grant period gets closer and most of the work gets done.

Judiciary and Legal expenses increased approximately \$1,115,000 or 14 percent. This is primarily due to more high profile cases in 2016. Also, the time when offices could do without replacing employees that chose to take the ERI in 2015 came to an end, so those positions were filled. The newly settled IUOE collective bargaining agreement provided for salary increases for its members. There have also been new mandates placed upon the Circuit Clerk to electronically file, as well as preparation steps beginning for the move in a couple of years to the new court site being built in 2017-2018.

Debt service expenses increased approximately \$1,018,000 or 105 percent. A new issue of bonds for \$28,000,000 was received for the Public Building Commission to build an annex onto the existing County Justice Center. Issue costs were expensed and interest payments became due in 2016.

Table 3 below discloses cost of services for Governmental Activities. The total cost of services column contains all costs related to the programs and the net cost column shows how much of the total amount is not covered by program revenues. Succinctly put, net costs are costs that must be covered by local taxes or other general revenue or transfers.

Table 3

Programs	Total Cost of Services 2016	Net Revenue (Expense) of Services 2016
General government	\$ 17,849,679	\$ (12,053,792)
Public safety	9,936,891	(7,637,650)
Corrections	4,839,517	(3,110,529)
Judiciary and legal	9,278,027	(6,401,469)
Transportation and public works	4,630,884	(1,493,500)
Social services	28,442,320	(4,419,134)
Culture and recreation	5,183,351	(2,340,825)
Debt service, interest on long-term debt	1,983,643	(1,983,643)
Total	\$ 82,144,312	\$ (39,440,542)

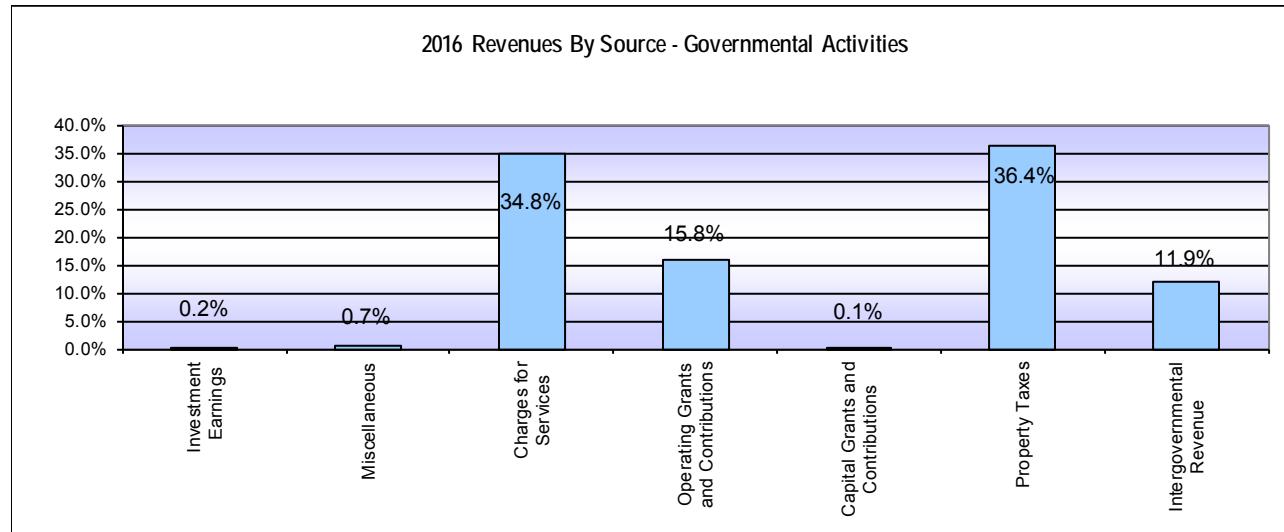
Net cost of services is 48 percent of total cost of services in 2016. This reflects a continued reliance on taxes and other general revenue sources to fund the cost of services.

Rock Island County, Illinois

Management's Discussion and Analysis Year Ended November 30, 2016

Governmental Activities

The graph below shows the percentage of the total governmental activities revenues allocated by each revenue type for the year ended November 30, 2016.



Financial Analysis of the Government's Funds

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds: The focus of the County's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, unrestricted fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$23,164,108, an increase of \$510,742 in comparison with the prior year. Approximately 1 percent of this total amount, \$307,018, constitutes unrestricted fund balance, which is available for spending at the government's discretion subject to the limitations imposed by the nature and purpose of fund type.

The General Fund is the chief operating fund of the County. At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$1,417,816 while total fund balance reached \$2,626,991. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to fund expenditures of \$26,158,666. Unassigned fund balance represents 5 percent of total General Fund expenditures, while total fund balance represents a little higher amount at approximately 10 percent of that same amount.

The County's General Fund net change in fund balance was a decrease of \$1,529,165 during the current fiscal year. The key factor in this decrease was basically a planned budget deficit due to revenue being insufficient to cover the County's needs to pay for the level of services its citizens deserve and as mandated by law.

The Forest Preserve Commission Fund has a total fund balance of \$3,216,630 for 2016 and \$2,656,971 for 2015. The net increase in fund balance during the current year was \$559,659. The increase is due to property taxes being raised in certain funds as well as fees. An additional property tax revenue fund, Development of Forests and Construction Improvements fund, contributed to this. Also, keeping expenditures to a minimum provide a fund balance increase within each individual Forest Preserve fund.

Rock Island County, Illinois

Management's Discussion and Analysis

Year Ended November 30, 2016

The Hope Creek Care Center Fund has a total fund deficit of \$(750,838) for 2016 and had a fund deficit of \$(209,803) for 2015. The net decrease in fund balance during the current year was \$541,036. Fee revenue continued to drop even lower in 2016. The home began researching different patient pay mixes to take care of this declining fee trend. So despite expenses being over all lower in 2016 and savings from the bond refunding of over \$100,000, revenues cannot sustain the home's expenses therefore, decreasing fund balance.

The Illinois Municipal Retirement Fund has a total fund balance of \$2,893,975 for 2016 and \$1,627,375 for 2015. The net increase in fund balance during the current year was \$1,266,600 from property tax increases. The property tax increase was necessary to carry this fund through the over 6 month period each year when no property taxes are collected. This is this fund's only revenue source.

The Liability Insurance Fund has a total fund balance of \$36,555 for 2016 and \$1,254,894 for 2015. The net decrease in fund balance during the current year was \$1,218,339. Large settlement payments were required in 2016 to close years' old lawsuit cases. Rock Island County is self-insured for these expenses. Therefore, property tax revenue to this fund is raised to compensate these and other liability expenditures in the year following. So until this revenue is received fund balance reserves were depleted.

General Fund Budgetary Highlights

Differences between the original budget and the final amended budget for the General Fund can be summarized as follows:

- The total original revenue budget of \$23,102,579, excluding transfers in, was increased to \$23,122,745 (an increase of \$20,166). This increase is almost solely due to grant revenue being received. Therefore in keeping with County policy of not overstating revenues, grants that are new, unanticipated for sure or covering multiple years are not budgeted. Then, upon receipt the corresponding expense is budgeted as well. So the increase is due to:
 - Continued Sheriff Justice Assistance grant revenue being awarded, and additional State Criminal Alien Assistance funds received both from the US Bureau of Justice.
 - Federal and State grants were received to help promote emergency preparedness
 - A local grant was received from the County Waste Management Agency for promoting recycling county wide.

Variances in the final budgeted revenues over actual revenues totaling \$186,265 were due in part to various fees revenues coming in under anticipated. Only about 96 percent of revenue budgeted was collected in fees such as Circuit Clerk fees & fines, Recorder fees and County Clerk fees. Also, due to the actual lower than estimated equalized assessed value of property tax came in slightly under budget. This offset the higher than anticipated intergovernmental taxes received such as ¼ cent sales tax, local use tax, sales and use tax, and Exelon tax.

Variances in actual expenditures under final budget total \$1,247,203. After the ERI in the two previous years many offices were concerned for the General Fund's financial deterioration, decided to use this as an opportunity to either evaluate never filling these open positions or delay filling them to the extent they could and not jeopardize the services performed. Major office savings due to this came from Auditor, Circuit Clerk, Sheriff, and Court Services. This in turn created substantial savings in health insurance costs to the tune of about \$266,000. The other area of major under budget spending was in costs of services. The Sheriff saved money by reevaluating contracts. They decided upon a new medical service provider for the jail inmates with substantial savings and also the Racem service for telecommunications was under estimated. In a couple of instances the General Fund makes payments to outside providers for services such as property insurance and postage as a whole county for price consciousness. Much of this is then reimbursed to the general fund later. Therefore, the perception is that the line items are under budget since the large initial payment has to be budgeted to pay.

Rock Island County, Illinois

Management's Discussion and Analysis Year Ended November 30, 2016

Capital Asset and Debt Administration

Capital assets: The County's investment in capital assets for its governmental activities amounted to \$78,331,744 and \$79,378.790 (net of accumulated depreciation) as of November 30, 2016 and 2015, respectively. This investment in capital assets includes land, construction-in-progress, buildings, improvements other than buildings, equipment and infrastructure.

Major capital assets additions for the year include the highway department purchase of two new dump trucks at a cost of \$272,577. The highway department also invested \$1,524,832 improving County highways number 18, 46, and 59. These highway projects are in process at November 30, 2016 and will be completed in 2017. The sheriff's office purchased one new patrol car, one unmarked patrol car, and seven squad cars for a total investment of \$343,738. The above additions account for 83% of our \$2.587 million in additions.

Table 4 - Rock Island County, Illinois' Capital Assets

	Governmental Activities	
	2016	2015
Land	\$ 6,638,780	\$ 6,567,011
Construction-in-progress	2,007,857	290,293
Buildings	57,727,779	57,695,879
Improvements other than buildings	92,909	92,909
Equipment	14,763,547	14,066,551
Infrastructure	61,044,059	60,974,682
Accumulated depreciation	(63,943,187)	(60,308,535)
Total	\$ 78,331,744	\$ 79,378,790

Additional information on the County's capital assets can be found in Note 6 of this report.

Debt: The County had revenue bonds outstanding totaling \$30,670,000 and \$3,525,000 and general obligation bonds outstanding totaling \$18,430,000 and \$19,955,000, as of November 30, 2016 and 2015, respectively. The County paid \$2,230,000 in principal and \$1,648,435 in interest on outstanding debt. Additional information about the County's long-term debt can be found in Note 7 to the financial statements.

Table 5 - Rock Island County, Illinois' Outstanding Debt, November 30

	2016	2015	Maturity
Governmental activities:			
General obligation bonds	\$ 18,430,000	\$ 19,955,000	2028
Revenue bonds	30,670,000	3,525,000	2045

Economic Factors and Next Year's Budgets and Rates

The 2017 fiscal year budget is based in part on an increase in assessed valuation of 3.0 percent. Additionally, there is a slight increase to expected sales tax revenue. These increases are not enough to cover needed expenses in the General Fund, currently at its maximum levy percentage, and this occurrence results in an FY17 budgeted general fund deficit of \$1.6 million. The county has lowered expenses significantly and increased revenues over the past two years; however, for the FY18 budget year there will need to be a balanced budget to ensure a general fund balance at the end of the year.

Rock Island County, Illinois

Management's Discussion and Analysis

Year Ended November 30, 2016

The County continues its attempt to address the deterioration of its facilities. The County Board voted to allow the Public Building Commission (PBC) to build a \$28M annex and this will help significantly with deferred maintenance at the existing courthouse; however, there are many other deferred maintenance needs in the county that must be addressed. The county adopted a detailed 5-year Capital Improvement Plan (CIP); however, voters did not approve a funding mechanism to pay for the needed capital equipment and repairs. Without a funding mechanism, the county expects very limited ability to maintain its existing facilities.

For fiscal years 2018 and beyond, the objective is to provide a surplus general fund budget so that by the year 2021, the General Fund has a fund balance of at least 20 percent of the budgeted expenditures for that year. The County Board will need additional general fund revenues sufficient to accomplish this objective or general fund expenses will need to be significantly reduced. A comparison of staffing levels and expenses from three other similarly sized counties in Illinois revealed that Rock Island County is understaffed and generally spends less per capita than those other counties. Since staffing levels are low, the workload continues to increase, and other parts of the budget have already been cut, the only thing left to cut is additional personnel-related costs. Any additional cuts to personnel may bring staffing to dangerous levels considering we are required to provide certain services to the public.

To increase revenues through non-taxing sources and to decrease expenditures, the County entered into an agreement with Commerce Bank to provide additional revenue to the County for them processing certain accounts payable. Additionally, the County began website advertising to increase revenues. To cut expenses, certain employee positions were held open, other positions were eliminated, and certain layoffs occurred. The County Board agreed to end retirement benefits for County Board members and to end the practice of allowing County Board members to participate in the employee health plan. Additionally, we renegotiated existing vendor contracts with our managed print services provider and our elevator maintenance provider. These negotiations will save the county at least \$50,000 each year for the next several years.

The County closed four collective bargaining agreements (CBAs) in FY16. The County worked cooperatively with AFSCME and the FOP during collective bargaining negotiations to accomplish significant cost savings for the taxpayer through a freeze in the union employee pay scale for two years and by eliminating a previously approved County employee holiday. Over five years, these revenue and expenditure changes are estimated to save county taxpayers over \$2 million. The County will have one open CBA in 2017 with the Teamsters union. The County plans to begin negotiations on that contract before it expires.

In 2015 the County hired its first County Administrator to provide professional management for County operations under the County Board's control/authority. After hiring the Administrator, the County Board adopted a County Board Code of Conduct policy and the Board held a series of strategy meetings designed to both improve Board functionality and provide focus for a vision of professional Board action moving forward. With the hiring of a County Administrator, the County now has a 5-year capital improvement plan, a 5-year operating budget plan, revised employee policies, and someone with both training and experience to manage the day-to-day operations of the County under the County Board's control.

Total general fund budgeted revenue for fiscal year 2017 is \$25,921,708 and \$27,571,065 in expenditures. With limited revenue options and the need to provide minimum services to the public, the County plans to seek another sales tax ballot question in the spring of 2018. Even with voter approval, revenues will not start coming in until later in the year and therefore the county must reduce FY18 general fund expenses by approximately \$2M.

The County is self-insured and to help mitigate risk, the County is actively working on its risk management efforts. The County is working to ensure thorough investigations occur for all reported worker's compensation injuries as well as any possible tort liability incidents. The county now works with a Third Party Administrator to manage claims and we employed the use of Company Nurse to manage initial reports of injuries. The County is budgeting for prior year worker's compensation and tort incidents out of the Liability Insurance Fund. The County analyzed the option of obtaining insurance in the open market; however, the quotes received were not cost effective and would have cost the taxpayer more money than by remaining self-insured.

Rock Island County, Illinois

Management's Discussion and Analysis

Year Ended November 30, 2016

For FY17 and FY18, the County will be budgeting only the minimum amount necessary in both FICA and IMRF to pay annual employee expenses plus maintain a fund reserve of 50 percent of annual expenditures. The reserve is to ensure the county does not borrow money and pay interest expense during non-tax collection months. The County's sales tax revenues increased in 2016 by 1.71 percent over 2015 levels. The Mental Health levy is budgeted to increase annually by 3 percent and in 2021 that fund is estimated to have a healthy 43.2 percent reserve. The Veteran's Affairs levy is budgeted to remain flat in 2017 and then increase by 3 percent each year for the next four years. That fund is estimated to have a very healthy 83.28 percent reserve. The highway department levy is budgeted to increase 5% in both FY17 and FY18 to help ensure adequate road maintenance occurs. Even with these individual levy increases, the cumulative net difference to the overall property tax levy for county operations is anticipated to remain flat for several years.

Requests for Information

These financial statements and discussions are designed to provide our citizens, taxpayers, investors and creditors with a complete disclosure of the County's finances and to demonstrate a high degree of accountability for the public dollars entrusted to us. If you have questions about this report or need additional information, please write April Palmer, County Auditor, Rock Island County Office Building at 1504 Third Avenue, Rock Island, Illinois 61201.

Rock Island County, Illinois

Statement of Net Position
November 30, 2016

	Primary Government	Component Unit
	Governmental Activities	Rock Island Tri-County Consortium
Assets		
Current assets:		
Cash and cash equivalents	\$ 57,139,740	\$ 49,843
Receivables:		
Property taxes	31,374,627	-
Accounts, net allowance for uncollectibles of \$300,000	2,116,436	911
Accrued interest	10,617	-
Due from other governments, net allowance for uncollectibles of \$500,480	5,772,333	183,999
Other assets	1,541,187	-
Total current assets	97,954,940	234,753
Noncurrent assets:		
Capital assets:		
Nondepreciable:		
Land	6,638,780	-
Construction-in-progress	2,007,857	-
Depreciable:		
Buildings	57,727,779	-
Improvements other than building	92,909	-
Equipment	14,763,547	368,769
Infrastructure	61,044,059	-
Less accumulated depreciation	(63,943,187)	(366,656)
Total capital assets	78,331,744	2,113
Total noncurrent assets	78,331,744	2,113
Total assets	176,286,684	236,866
Deferred Outflows of Resources		
Deferred charge on refunding	526,591	-
Pension related amounts	26,394,915	401,318
Total deferred outflows of resources	26,921,506	401,318

See notes to basic financial statements.

	Primary Government Governmental Activities	Component Unit Rock Island Tri-County Consortium
Liabilities		
Current liabilities:		
Accounts payable	\$ 4,931,853	\$ 222,567
Current portion of estimated claims settlements	2,170,016	-
Accrued liabilities	3,200,190	35,037
Due to other governmental units	7,434	-
Unearned revenue	1,788,908	4,148
Compensated absences	2,571,610	28,889
Current portion of general obligation bonds	1,420,000	-
Current portion of revenue bonds payable	875,000	-
Other liabilities	-	15,415
Total current liabilities	16,965,011	306,056
Noncurrent liabilities:		
Estimated claims settlements	1,818,769	-
Net other postemployment benefits obligation	3,687,485	6,539
Net pension liability	42,776,186	612,442
General obligation bonds, net bond premiums	18,114,344	-
Revenue bonds payable, net bond premiums	31,859,548	-
Total noncurrent liabilities	98,256,332	618,981
Total liabilities	115,221,343	925,037
Deferred Inflows of Resources		
Property taxes	29,156,741	-
Pension related amounts	278,042	-
Total deferred inflows of resources	29,434,783	-
Net Position (Deficit)		
Net investment in capital assets	56,038,605	2,113
Restricted for:		
Capital improvements	6,706,113	-
Collector's tax fees, sale and error refunds	173,873	-
Document storage	2,621,506	-
Working Cash	524,878	-
GIS	149,053	-
Judicial	1,629,470	-
Parks and recreation	3,213,119	-
Public health	2,314,021	-
Public safety	104,915	-
Donor requirements	-	1,164
Unrestricted (deficit)	(14,923,489)	(290,130)
Total net position (deficit)	\$ 58,552,064	\$ (286,853)

Rock Island County, Illinois

Statement of Activities
Year Ended November 30, 2016

	Expenses	Program Revenues			
		Charges for Sales and Services	Operating Grants and Contributions	Capital Grants and Contributions	
Functions/ Programs					
Primary Government					
Governmental activities:					
General government	\$ 17,849,679	\$ 5,748,019	\$ 47,868	\$ -	
Public safety	9,936,891	1,801,957	497,284	-	
Corrections	4,839,517	647,912	971,536	109,540	
Judiciary and legal	9,278,027	2,663,518	213,040	-	
Transportation and public works	4,630,884	138,351	2,999,033	-	
Social services	28,442,320	15,854,091	8,169,095	-	
Culture and recreation	5,183,351	2,373,363	469,163	-	
Debt service, interest on long-term debt	1,983,643	-	-	-	
Total governmental activities	\$ 82,144,312	\$ 29,227,211	\$ 13,367,019	\$ 109,540	
Component Unit	\$ 2,579,489	\$ -	\$ 2,671,364	\$ -	

General Revenues

Property taxes

Intergovernmental revenue, unrestricted:

 Replacement tax

 Sales and use taxes

 Income tax

 Hotel/Motel taxes

 Other taxes

Investment earnings

Miscellaneous

Total general revenues

Changes in net position

Net position (deficit), beginning of year

Net position (deficit), end of year

See notes to basic financial statements.

Net (Expense) Revenue and Changes
in Net Position

Primary Government	Component Unit
Governmental Activities	Rock Island Tri-County Consortium
\$ (12,053,792)	\$ -
(7,637,650)	-
(3,110,529)	-
(6,401,469)	-
(1,493,500)	-
(4,419,134)	-
(2,340,825)	-
(1,983,643)	-
<hr/>	<hr/>
(39,440,542)	-
<hr/>	<hr/>
-	91,875
<hr/>	<hr/>
30,437,034	-
2,312,675	-
5,230,609	-
1,722,697	-
287,845	-
451,124	-
131,151	406
624,578	2,000
<hr/>	<hr/>
41,197,713	2,406
1,757,171	94,281
56,794,893	(381,134)
<hr/>	<hr/>
\$ 58,552,064	\$ (286,853)
<hr/>	<hr/>

Rock Island County, Illinois

Balance Sheet
Governmental Funds
November 30, 2016

	Primary Government		
	General	Forest Preserve Commission	Hope Creek Care Center
Assets			
Cash and cash equivalents	\$ 1,519,513	\$ 2,880,538	\$ 704,285
Receivables:			
Property taxes receivable	7,076,333	1,942,768	2,548,557
Accounts receivable, net allowance for uncollectibles of \$300,000	391,067	120,877	1,388,201
Accrued interest receivable	3,091	660	152
Due from other funds	410,944	-	80,241
Due from other governmental units, net allowance for uncollectibles of \$500,480	2,285,941	34,054	1,947,289
Other assets	114,795	4,770	119
Advances to other funds	562,850	-	-
Total assets	\$ 12,364,534	\$ 4,983,667	\$ 6,668,844
Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)			
Liabilities:			
Accounts payable	\$ 964,831	\$ 279,488	\$ 2,144,793
Accrued liabilities	779,487	150,664	280,933
Due to other funds	282,739	-	119,293
Due to other governmental units	6	-	-
Unearned revenues	582,366	-	-
Advances from other funds	-	-	396,850
Total liabilities	2,609,429	430,152	2,941,869
Deferred inflows of resources:			
Unavailable revenue - property taxes	6,170,936	1,336,885	2,468,374
Unavailable revenue - intergovernmental	957,178	-	2,009,439
Total deferred inflows of resources	7,128,114	1,336,885	4,477,813
Fund balances:			
Nonspendable	677,645	4,770	119
Restricted	531,530	3,211,860	-
Unassigned	1,417,816	-	(750,957)
Total fund balances (deficits)	2,626,991	3,216,630	(750,838)
Total liabilities, deferred inflows of resources and fund balances (deficits)	\$ 12,364,534	\$ 4,983,667	\$ 6,668,844

See notes to basic financial statements.

Primary Government					
Illinois Municipal Retirement	Liability Insurance Fund	Nonmajor Governmental	Total		
\$ 3,199,552	\$ 32,165	\$ 16,110,183	\$ 24,446,236		
3,520,551	5,883,196	10,403,222	31,374,627		
-	2,044	211,529	2,113,718		
814	110	5,238	10,065		
-	10,365	210,886	712,436		
-	6,028	1,456,194	5,729,506		
-	-	12,961	132,645		
-	-	441,850	1,004,700		
\$ 6,720,917	\$ 5,933,908	\$ 28,852,063	\$ 65,523,933		
\$ -	\$ 38,312	\$ 1,182,065	\$ 4,609,489		
478,789	52,706	542,717	2,285,296		
-	439	356,427	758,898		
-	-	7,428	7,434		
-	-	400,540	982,906		
-	-	607,850	1,004,700		
478,789	91,457	3,097,027	9,648,723		
3,348,156	5,805,899	10,026,491	29,156,741		
-	-	587,744	3,554,361		
3,348,156	5,805,899	10,614,235	32,711,102		
-	-	12,961	695,495		
2,893,972	36,552	15,487,681	22,161,595		
-	-	(359,841)	307,018		
2,893,972	36,552	15,140,801	23,164,108		
\$ 6,720,917	\$ 5,933,908	\$ 28,852,063	\$ 65,523,933		

Rock Island County, Illinois

**Reconciliation of Governmental Funds Balance Sheet
to the Statement of Net Position
November 30, 2016**

Total governmental fund balances	\$	23,164,108
 Amounts reported for governmental activities are not financial resources and, therefore, are not reported in the funds:		
Land	\$	6,181,968
Construction-in-progress		1,685,010
Buildings		56,961,755
Equipment		14,739,455
Infrastructure		61,044,059
Accumulated depreciation		<u>(63,725,938)</u>
		76,886,309
 Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred inflows in the funds:		
Unavailable revenue in the funds		3,554,361
 The internal service funds are used by management to charge the costs of self-funding the County's health insurance benefit plans and costs associated with the Public Building Commission. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position:		
Current assets		34,148,143
Internal balances		46,462
Capital assets, net		1,445,435
Current liabilities		<u>(2,832,260)</u>
		32,807,780
 Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds:		
Estimated claims settlements		(3,199,785)
Compensated absences		(2,571,610)
Other postemployment benefits obligation		(3,687,485)
Net pension liability		(42,776,186)
Deferred outflows of resources, pension related		26,394,915
Deferred inflows of resources, pension related		(278,042)
Bond premium, net		(3,168,892)
Deferred charge on refunding, net		526,591
General obligation bonds		(18,430,000)
Revenue bonds payable		<u>(30,670,000)</u>
		<u>(77,860,494)</u>
Net position of governmental activities	\$	58,552,064

See notes to basic financial statements.

Rock Island County, Illinois

Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits)
Governmental Funds
Year Ended November 30, 2016

	Primary Government		
	General	Forest Preserve Commission	Hope Creek Care Center
Revenues:			
Fees	\$ 5,642,951	\$ 2,172,437	\$ 14,643,637
Property taxes	6,627,105	2,807,646	2,396,663
Intergovernmental	10,565,414	469,163	-
Investment earnings	26,395	8,995	2,439
Miscellaneous	76,810	313,263	3
Total revenues	22,938,675	5,771,504	17,042,742
Expenditures:			
Current:			
General government	8,043,339	-	-
Public safety	6,563,081	-	-
Corrections	4,280,262	-	-
Judiciary and legal	6,777,725	-	-
Transportation and public works	-	-	-
Social services	-	-	15,382,869
Culture and recreation	-	4,420,762	-
Capital outlay	494,259	227,935	26,544
Debt service:			
Principal	-	345,000	1,030,000
Interest	-	192,111	454,319
Bond issuance costs	-	81,982	215,840
Total expenditures	26,158,666	5,267,790	17,109,572
Excess (deficiency) of revenue over expenditures	(3,219,991)	503,714	(66,830)
Other financing sources (uses):			
Transfers in	1,860,836	-	-
Transfers out	(201,551)	-	(694,134)
Refunding bond issuance	-	3,125,000	9,105,000
Premium on bonds	-	97,067	805,561
Payments to escrow	-	(3,170,004)	(9,690,635)
Proceeds from sale of capital assets	31,541	3,882	-
Total other financing sources (uses)	1,690,826	55,945	(474,208)
Net change in fund balances	(1,529,165)	559,659	(541,038)
Fund balances (deficits), beginning of year	4,156,156	2,656,971	(209,800)
Fund balances (deficits), end of year	\$ 2,626,991	\$ 3,216,630	\$ (750,838)

See notes to basic financial statements.

Primary Government				
Illinois Municipal Retirement	Liability Insurance Fund	Nonmajor Governmental	Total	
\$ -	\$ -	\$ 3,336,810	\$ 25,795,835	
5,146,200	2,311,087	11,148,333	30,437,034	
-	102,480	12,258,039	23,395,096	
4,855	3,365	47,475	93,524	
-	11,144	628,368	1,029,588	
5,151,055	2,428,076	27,419,025	80,751,077	
3,874,623	4,060,064	2,996,123	18,974,149	
-	-	1,686,250	8,249,331	
-	-	-	4,280,262	
-	-	1,437,391	8,215,116	
-	-	3,427,538	3,427,538	
-	-	10,719,803	26,102,672	
-	-	-	4,420,762	
-	-	1,978,866	2,727,604	
-	-	875,000	2,250,000	
-	-	993,790	1,640,220	
-	-	-	297,822	
3,874,623	4,060,064	24,114,761	80,585,476	
1,276,432	(1,631,988)	3,304,264	165,601	
-	413,648	391,398	2,665,882	
(9,833)	-	(1,730,386)	(2,635,904)	
-	-	-	12,230,000	
-	-	-	902,628	
-	-	-	(12,860,639)	
-	-	7,751	43,174	
(9,833)	413,648	(1,331,237)	345,141	
1,266,599	(1,218,340)	1,973,027	510,742	
1,627,373	1,254,892	13,167,774	22,653,366	
\$ 2,893,972	\$ 36,552	\$ 15,140,801	\$ 23,164,108	

Rock Island County, Illinois

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits) of Governmental Funds to the Statement of Activities
Year Ended November 30, 2016

Net change in fund balances - governmental funds \$ 510,742

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

Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. The following is the detail of capital outlay and the amount by which capital outlays exceeded depreciation in the current year:

Capital outlay		2,656,356
Depreciation:		
General government	\$ (207,094)	
Public safety	(282,404)	
Corrections	(559,255)	
Judiciary and legal	(117,244)	
Transportation and public works	(1,518,108)	
Social services	(583,808)	
Culture and recreation	<u>(724,948)</u>	<u>(3,992,861)</u>

The net effect of various miscellaneous transactions involving capital assets:

Capital contributions	109,540
Loss on disposal of capital assets	(72,117)
Proceeds from sale of capital assets	<u>(43,174)</u>

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds

1,428,483

The issuance of long-term debt (e.g., bonds and notes) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds.

Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of discounts and premiums when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. In the statement of activities, interest is accrued on outstanding bonds, whereas in the governmental funds an interest expenditure is reported when due. The following is the detail of the net effect of these differences in the treatment of long-term debt and related items:

Repayment of debt principal	2,250,000
Bond premium amortization	60,851
Bond discount amortization	(21,368)
Deferred amount on refunding amortization	(408,827)
Issuance of Bonds	(12,230,000)
Premium on Issuance of Bonds	(902,628)
Issuance of Bonds - Public Building Commission	(28,000,000)
Premium on Issuance of Bonds - Public Building Commission	(2,064,548)
Payments to escrow agent	12,860,639

(Continued)

Rock Island County, Illinois

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits) of
Governmental Funds to the Statement of Activities (Continued)**
Year Ended November 30, 2016

Internal service funds net change	\$ 29,917,382
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds:	
Change in claims payable	4,955,859
Change in compensated absences	(63,746)
Change in other postemployment benefits obligation	(43,434)
Pension expense	<u>(5,149,978)</u>
Change in net position of governmental activities	\$ <u>1,757,171</u>

See notes to basic financial statements.

Rock Island County, Illinois

Statement of Net Position Governmental Activities - Internal Service Funds November 30, 2016

Assets

Current assets:

Cash and cash equivalents	\$ 32,693,504
Receivables:	
Accounts	2,718
Interest	552
Due from other funds	46,462
Due from other governmental units	42,827
Accrued rental income	1,373,074
Other assets	35,468
Total current assets	34,194,605

Noncurrent assets:

Capital assets:	
Nondepreciable:	
Land	456,812
Construction-in-progress	322,847
Depreciable:	
Equipment	24,092
Improvements other than buildings	92,909
Buildings	766,024
Less accumulated depreciation	(217,249)
Total capital assets	1,445,435
Total assets	35,640,040

Liabilities

Current liabilities:

Accounts payable	322,364
Estimated claims settlement	751,000
Accrued liabilities	952,894
Unearned revenue	806,002
Total liabilities	2,832,260

Net position

Investment in capital assets	1,445,435
Unrestricted	31,362,345
Total net position	\$ 32,807,780

See notes to basic financial statements.

Rock Island County, Illinois

**Statement of Revenues, Expenses and Changes in Net Position
Governmental Activities - Internal Service Funds
Year Ended November 30, 2016**

Operating revenues:	
Charges for services	\$ 10,747,434
Other	168,617
Total operating revenue	10,916,051
Operating expenses:	
Other services and charges	11,052,184
Depreciation expense	27,637
Total operating expenses	11,079,821
Operating income	(163,770)
Nonoperating revenue, investment earnings	46,582
Income before transfers	(117,188)
Bonds issued on behalf of primary government	28,000,000
Premium on bonds	2,064,548
Transfers out	(29,978)
Change in net position	29,917,382
Total net position, beginning of year	2,890,398
Total net position, end of year	\$ 32,807,780

See notes to basic financial statements.

Rock Island County, Illinois

Statement of Cash Flows
Governmental Activities - Internal Service Funds
Year Ended November 30, 2016

Cash flows from operating activities:	
Cash received from employee contributions and other charges	\$ 8,744,895
Cash received from other operating revenue	168,617
Cash payments for claims	(8,873,373)
Cash received for jail lease	1,441,471
Cash payments for jail lease	(1,693,954)
Cash payments for jail operations	196,440
Net cash provided by operating activities	(15,904)
Cash flows from noncapital financing activities:	
Interfund payments	37,980
Transfers out	(29,978)
Net cash provided by noncapital financing activities	8,002
Cash flows from capital and related financing activities:	
Purchase of property	(322,847)
Bond issuance, net of premiums	30,064,548
Net cash provided by capital and related financing activities	29,741,701
Cash flows from investing activities, interest received	46,558
Net increase in cash	29,780,357
Cash and cash equivalents:	
Beginning	2,913,147
Ending	\$ 32,693,504
Reconciliation of operating income to net cash provided by operating activities:	
Operating income	\$ (163,770)
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation	27,637
(Increase) decrease in:	
Receivables	(1,586)
Due from other governmental units	(9,173)
Other assets	(545,031)
Increase (decrease) in:	
Estimated claims settlement	10,000
Accounts payable	(47,052)
Accrued liabilities	363,848
Unearned revenue	349,223
Net cash provided by operating activities	\$ (15,904)

See notes to basic financial statements.

Rock Island County, Illinois

Statement of Assets and Liabilities
Agency Funds
November 30, 2016

Assets

Cash and cash equivalents	\$ 11,446,459
Receivables:	
Accounts receivable	118,092
Accrued interest receivable	<u>337,524</u>

Total assets

\$ 11,902,075

Liabilities

Due to other governmental units	\$ 7,485,055
Due to individuals and private entities	<u>4,417,020</u>
Total liabilities	<u>\$ 11,902,075</u>

See notes to basic financial statements.

Rock Island County, Illinois

Notes to Basic Financial Statements **Year Ended November 30, 2016**

Note 1. Nature of Operations, Reporting Entity, Basis of Presentation and Significant Accounting Policies

Nature of operations: The County provides many functions and services to citizens, including law enforcement, health and social services, planning and zoning and general administrative services.

Reporting entity: Rock Island County, Illinois (County) is a municipal entity governed by a 25-member board. As required by accounting principles generally accepted in the United States of America, these basic financial statements present Rock Island County, Illinois and its blended component units (the primary government) and its discretely presented component unit (the Rock Island Tri-County Consortium). The Rock Island Tri-County Consortium (Consortium) is presented in a separate column to emphasize that it is legally separate from the County. The Rock Island County board, acting on its own behalf and on behalf of the boards of Mercer County, Illinois and Henry County, Illinois, appoints the board of the Private Industry Council which governs the Consortium. In addition, the sole source of the Consortium's financial resources is Workforce Investment Act funds granted to the County by the Illinois Department of Commerce and Community Affairs and administered by the Consortium. The Consortium operates on a June 30 fiscal year. The basic financial statements of the County include the financial statements of the Consortium as of and for the year ended June 30, 2016. The financial statements of the Rock Island Tri-County Consortium can be obtained from its administrative office at 1504 Third Avenue, Rock Island, Illinois 61201.

The financial statements of the following entities are included as part of the primary government for the reasons indicated:

Forest Preserve District, Rock Island County, Illinois (District): The District provides a broad range of services to citizens of the County, including the operation of Niabi Zoo, Loud Thunder Park, Illiniwek Park and Indian Bluff Park and Golf Course. Although it is legally separate from the County, the District is reported as if it were part of the primary government because the members of the District's board are the same as the County's board and the County is operationally responsible for the District. The District operates on a June 30 fiscal year. The basic financial statements of the County include the funds of the District in the special revenue fund type as of and for the year ended June 30, 2016. Complete financial statements of the District can be obtained from the District's administrative office at 1504 Third Avenue, Rock Island, Illinois 61201.

Public Building Commission, Rock Island County, Illinois (PBC): The PBC was formed for the purpose of providing a new jail for the use of the County. Although it is legally separate from the County, the PBC is reported as if it were part of the primary government because all of the PBC board members are appointed by the County board and the PBC's sole purpose is to finance and construct the County's jail and courthouse. The County is also responsible to pay the debt of the PBC. The PBC operates on a June 30 fiscal year. The basic financial statements of the County include the funds of the PBC in the corrections function and as an internal service fund type as of and for the year ended June 30, 2016. Complete financial statements of the PBC can be obtained from its administrative office at 1504 Third Avenue, Rock Island, Illinois 61201.

Rock Island County, Illinois

Notes to Basic Financial Statements Year Ended November 30, 2016

Note 1. Nature of Operations, Reporting Entity, Basis of Presentation and Significant Accounting Policies (Continued)

Related organization: The County's officials are also responsible for appointing the members of the boards of other organizations, but the County's accountability for these organizations does not extend beyond making such appointments. The County board chairman, or specific committees of the County board, appoint board members of the Bi-State Regional Commission, the Rock Island County Emergency Telephone System Board, the Rock Island County Merit Commission, the Illini Hospital District and various fire protection, conservancy and sanitary districts within the County. Such appointments do not constitute a majority of the board members of any such related organizations. Such related organizations are, therefore, excluded from the financial statements of the County.

Basis of presentation: The County's basic financial statements consist of government-wide statements, which include a statement of net position and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

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. However, interfund services provided or used are not eliminated in the process of consolidation. Governmental activities are primarily supported by taxes and intergovernmental revenues.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not included among program revenues are reported as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds (internal service) and fiduciary funds (agency), the latter are excluded from the government-wide financial statements. The focus of fund financial statements is on major funds. Major individual governmental funds are reported as separate columns in the fund financial statements. Nonmajor funds are aggregated and presented in a single column.

Fund accounting: The accounts of the County are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts which comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balance/net position, revenues and expenditures or expenses, as appropriate. The County has the following fund types:

Governmental fund types: Governmental fund types are those funds through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used; current liabilities are assigned to the fund from which they are paid; and the difference between governmental fund assets plus deferred outflows of resources and liabilities plus deferred inflows of resources, the fund equity, is referred to as "fund balance." The measurement focus is upon determination of changes in financial position, rather than upon net income determination. The County's major governmental funds are listed below.

Rock Island County, Illinois

Notes to Basic Financial Statements Year Ended November 30, 2016

Note 1. Nature of Operations, Reporting Entity, Basis of Presentation and Significant Accounting Policies (Continued)

General Fund: 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.

Forest Preserve Commission Fund, a special revenue fund accounts for culture and recreation services provided to County citizens. The forest preserve is funded through property taxes and charges for culture and recreation services and is presented as major for public interest purposes.

Hope Creek Care Center Fund, a special revenue fund accounts for the activities of the County's nursing home facility. Property tax revenue is used to subsidize Hope Creek Care Center's shortfall in Medicare payments.

Illinois Municipal Retirement Fund, a special revenue fund accounts for property tax revenue used to provide retirement, disability and death benefits to employees.

Liability Insurance Fund, a special revenue fund: To account for property tax used to pay liability claims for self-insurance or in defense and prevention thereof.

Proprietary fund types: Proprietary fund types (Enterprise Funds and Internal Service Funds) are used to account for a government's activities which are similar to those often found in the private sector. The measurement focus is upon income determination, financial position and cash flows.

Internal Service Funds: To finance and account for services provided by designated departments to other departments of the County. The following are the County's internal service funds:

Employee Health Benefit Fund accounts for the premium and claim payments for the self-insured health insurance plan for County employees.

Public Building Commission Fund, a blended component unit, accounts for the activity of the County jail and courthouse.

These financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) that apply to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

Measurement focus and basis of accounting: The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary 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 revenue in the year for which they are levied and budgeted for. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Amounts reported as program revenues in the government-wide financial statements include 1) charges to customers or applicants for goods, services or privileges provided, 2) operating grants and contributions and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Rock Island County, Illinois

Notes to Basic Financial Statements Year Ended November 30, 2016

Note 1. Nature of Operations, Reporting Entity, Basis of Presentation and Significant Accounting Policies (Continued)

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 collectible within 60 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, pension expense, other postemployment benefits and claims and judgments, are recorded only when payment is due.

Proprietary (internal service) funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the County's internal service funds are charges to internal customers for services and jail lease payments. Operating expenses for the internal service funds include cost of services and administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Significant accounting policies:

Cash and cash equivalents: Cash and cash equivalents, which consist primarily of money market funds, are reported at amortized cost as determined by the fund's current share price. Available cash balances from all funds are combined and invested on a short-term basis. Earnings from these pooled funds are allocated monthly to the appropriate funds based on the average daily balances for each fund.

Statement of cash flows: For purposes of cash flows, the County considers all highly liquid investments, with a maturity of three months or less when purchased, to be cash equivalents.

Other assets: Included in other assets are inventories and prepaid items.

All inventories are carried at lower of cost or market (first-in, first-out). The consumption method of accounting is applied to the governmental fund type inventories.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

Revenue recognition: In applying the susceptible to accrual concept to intergovernmental revenues, the eligibility (including time) requirements of the numerous individual programs are used as guidance. There are, however, essentially two types of these revenues. For derived tax revenues (i.e., sales taxes), revenues are recorded when the underlying exchange has occurred and the resources meet the liability criteria. For government-mandated or voluntary nonexchange transactions, revenues are recognized when all eligibility requirements have been met and the resources meet the availability criteria.

Licenses and permits, fines and forfeitures, charges for sales and services, and miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until actually received. Investment earnings are recorded as earned since they are measurable and available.

Rock Island County, Illinois

Notes to Basic Financial Statements Year Ended November 30, 2016

Note 1. Nature of Operations, Reporting Entity, Basis of Presentation and Significant Accounting Policies (Continued)

Property tax revenue and receivable: The County's property tax is levied each year on all taxable real property located in the County on or before November 30. Property taxes attach as an enforceable lien on property as of the preceding January 1, at which time they are recognized. These taxes are due in four installments on June 6, August 6, September 6 and November 6 of the following year. Since the 2016 tax levy is budgeted for fiscal year 2017, the revenue from this tax levy is reported as a deferred inflow of resources.

Accounts receivable: Primarily from Hope Creek Care Center private pay patient receivables and miscellaneous services provided to citizens. Patient receivables are presented net of an allowance for uncollectible determined by historical experience applied to an aging of accounts and a review of troubled accounts by the County and any contractual allowances. Fiscal year ended November 30, 2016 included an allowance for an uncollectible amount of \$300,000 for private pay patient receivables.

Due from other governments: The County's due from other governments include receivables from federal and state governmental units related to grants, taxes and charges for services. These receivables are shown net of an allowance for uncollectible determined by historical experience applied to an aging of accounts and a review of troubled accounts by the County. Fiscal year ended November 30, 2016 included an allowance for an uncollectible amount of \$500,480 for amounts due from Medicaid and Medicare in the Nursing Home Fund included in due from other governments.

Capital assets: Capital assets, including land, buildings, improvements other than buildings, equipment and infrastructure, are reported in the governmental activities column in the government-wide financial statements and in the proprietary (internal service) fund financial statements. Capital assets are defined by the County as assets with an initial, individual cost of more than \$5,000 and an initial useful life of one year or greater. Such assets are recorded at historical cost if purchased or constructed. Donated capital assets are recorded at their acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

All reported capital assets except land and construction-in-progress are depreciated.

Depreciation has been provided using the straight-line method over the estimated useful lives of the respective assets. The estimated useful lives for each capital asset type are as follows:

Buildings	25 - 40 years
Infrastructure	20 - 50 years
Equipment	5 - 15 years
Improvements other than buildings	20 years

The County's collection of works of art, books and other similar assets are not capitalized. These collections are unencumbered, held for public exhibition and education, protected, cared for and preserved and subject to County policy that requires proceeds from the sale of these items, if any, to be used to acquire other collection items.

Rock Island County, Illinois

Notes to Basic Financial Statements Year Ended November 30, 2016

Note 1. Nature of Operations, Reporting Entity, Basis of Presentation and Significant Accounting Policies (Continued)

Unearned revenues: Unearned revenues in the government-wide statements and the governmental fund financial statements include grant awards received but unearned by the fulfillment of an eligibility provision.

Deferred outflows of resources: In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. In the County's government-wide statements, deferred outflows of resources consist of a deferred charge on refunding, which results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. Deferred outflows of resources also include unrecognized items not yet charged to pension expense related to the net pension liability and contributions paid by the employer after the measurement date of the net pension liability but before the end of the employer's reporting period.

Deferred inflows of resources: In addition to liabilities, the statement of net position and balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The governmental funds report unavailable revenues from two sources: property taxes and intergovernmental revenue. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. In the County's government-wide statements, the property tax revenues remain under the modified accrual basis of accounting and will become an inflow in the year for which the taxes are levied and budgeted for use. Also, the unamortized portion of the difference between the expected and actual experience and the unamortized change in proportion and difference between employer contributions and proportionate share of contributions are recorded in the government-wide statements as a deferred inflow of resources.

Interfund transactions: Transactions from County funds that would be treated as revenues and expenditures or expenses if they involved organizations external to County government are accounted for as revenues and expenditures or expenses in the funds involved.

Transactions which constitute reimbursements to a fund for expenditures initially made from it which are properly applicable to another fund are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the reimbursed fund.

Transactions which constitute the transfer of resources from a fund receiving revenues to a fund through which revenues are to be expended are separately reported in the respective funds' operating statements.

Activity between funds that are representative of lending/borrowing arrangements at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans).

Advances to funds in the General Fund, as reported in the fund financial statements, are offset by a fund balance nonspendable amount to indicate that they are not available for appropriation and are not expendable financial resources.

Rock Island County, Illinois

Notes to Basic Financial Statements Year Ended November 30, 2016

Note 1. Nature of Operations, Reporting Entity, Basis of Presentation and Significant Accounting Policies (Continued)

Compensated absences: County employees are granted vacation in varying amounts based upon length of employment by the County. Vacations are not cumulative and shall be forfeited if not used within one year of earning such vacation. Nonunion employees are allowed to carry over one week of vacation. Any employee who has completed one year of service will be paid for all or part of their accrued but unused vacation upon termination of employment depending on the anniversary year that termination of employment occurs. Expenditures for compensated absences are recorded in the governmental funds when due. The expense and related liability is recorded in the government-wide financial statements when incurred.

Employees' rights to sick pay accumulate generally at the rate of one day per month of service. However, such rights do not vest and can only be paid upon an employee's absence due to any nonservice connected sickness or injury. Sick pay is, therefore, recorded as an expenditure when paid.

Pensions: For purposes of measuring the net pension liability, deferred inflows and outflows of resources related to pensions, pension expense, information about the fiduciary net position of the Illinois Municipal Retirement Fund (IMRF) and additions to/deductions from IMRF fiduciary net position have been determined on the same basis as they are reported by IMRF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Long-term obligations: In the government-wide financial statements and the proprietary fund type fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Issuance costs are reported as an expense in the year the costs are incurred.

In the governmental fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures. Bond principal payments are reported as debt service expenditures.

Fund balance: In the governmental fund financial statements, fund balances are classified as follows:

Nonspendable: Amounts which cannot be spent either because they are in a nonspendable form or because they are legally or contractually required to be maintained intact.

Restricted: Amounts restricted to specific purposes when constraints placed on the use of the resources are either externally imposed by creditors, grantors or state or federal laws or imposed by law through constitutional provisions or enabling legislation.

Committed: Amounts which can be used only for specific purposes pursuant to constraints formally imposed by the County Board through resolution approved prior to year-end. Those committed amounts cannot be used for any other purpose unless the County Board removes or changes the specified use by taking the same action it employed to commit those amounts.

Rock Island County, Illinois

Notes to Basic Financial Statements Year Ended November 30, 2016

Note 1. Nature of Operations, Reporting Entity, Basis of Presentation and Significant Accounting Policies (Continued)

Assigned: Amounts constrained by the County's intent to use them for a specific purpose. The authority to assign fund balance remains with the County Board.

Unassigned: All amounts not included in other spendable classifications. The General Fund is the only fund that would report a positive amount in unassigned fund balance. Residual deficit amounts of other governmental funds would also be reported as unassigned.

When an expenditure is incurred in governmental funds which can be paid using either restricted or unrestricted resources, the County's procedure is to pay the expenditure from restricted fund balance and then from less-restrictive classifications – committed, assigned and then unassigned fund balances.

Net position: Net position represents the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net investment in capital assets excludes unspent debt proceeds of \$29,449,162 in the internal service fund. Net position is reported as restricted when there are limitations imposed on its use through enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Net position restricted through enabling legislation consists of \$2,314,021 for public health and \$7,230,991 for capital improvements.

The County first applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

Use of estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts of the financial statements and related note disclosures. Actual results could differ from these estimates.

Note 2. Cash and Cash Equivalents

As of November 30, 2016, the County's cash and cash equivalents and investments were as follows:

Cash and cash equivalents statement of net position	\$ 57,139,740
Cash and cash equivalents fiduciary funds	11,446,459
Cash and cash equivalents component unit	49,843
	<hr/> <u>\$ 68,636,042</u>

Authorized Investments: The County and Rock Island Tri-County Consortium, Rock Island Forest Preserve District and the Public Building Commission (PBC), (blended component units) are authorized by state statutes and their investment policies to make deposits in interest bearing depository accounts in federally insured and/or state chartered banks and savings and loan associations, or other financial institutions as designated by ordinances, and to invest available funds in direct obligation of, or obligations guaranteed by, the United States Treasury or agencies of the United States, money market mutual funds whose portfolios consist of government securities, Illinois Funds Money Market Funds and annuities. The County maintains a money market pool for certain funds where the resources have been pooled in order to maximize investment opportunities. Income from investments is allocated between the funds who own the shares in the fund.

Rock Island County, Illinois

Notes to Basic Financial Statements Year Ended November 30, 2016

Note 2. Cash and Cash Equivalents (Continued)

As of November 30, 2016, the County held no investments.

Custodial credit risk: The custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g. broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The County's and District's investment policy allow the County Treasurer to determine whether collateral will be required of the financial institutions. The policy further requires collateral be held for financial institutions with County and District deposits in excess of 35% of the capital surplus of the financial institution. When collateral is required, 110 percent of the deposit is required only U.S. Government direct securities, obligations of Federal Agencies or Federal Instrumentalities, obligations of the State of Illinois, obligations of the County of Rock Island, obligations of municipalities located within the County, or acceptable collateral as identified in the state statutes may be held as collateral.

The carrying amount of the County's deposits as of November 30, 2016 was \$68,632,430. The bank balance was covered by Federal depository insurance or collateralized by securities held by pledging financial institution's trust department or agent in the County's name.

The carrying amount and bank balance of the Consortium's deposits as of June 30, 2016 was \$49,843. The bank balance was covered by federal depository insurance or collateralized by securities held by pledging financial institution's trust department or agent in the Consortium's name.

Note 3. Individual Fund Disclosures

The following is a summary of deficit fund balances of individual funds as of November 30, 2016:

Fund	Deficit Fund Balance
Major Funds:	
Hope Creek Care Center	\$ 750,838
Nonmajor Funds:	
Animal Control Fund	283,788
Court Security Fund	22,000
Maintenance and Child Support Collection Fund	54,053

The deficits will be funded with future fees, grant money and/or transfers from the General Fund.

Rock Island County, Illinois

Notes to Basic Financial Statements Year Ended November 30, 2016

Note 4. Interfund Account Balances

The interfund receivable and payable balances as of November 30, 2016 are as follows:

	Due From Other Funds	Due To Other Funds
General	\$ 410,944	\$ 282,739
Hope Creek Care Center	80,241	119,293
Illinois Municipal Retirement Fund	-	-
Liability insurance fund	10,365	439
Nonmajor governmental funds	210,886	356,427
Internal Service Funds	46,462	-
Total	<u>\$ 758,898</u>	<u>\$ 758,898</u>

Interfund balances result from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, (3) payments between funds are made and (4) to cover operating deficits.

Advances to and from other funds as of November 30, 2016, were as follows:

	Advances To Other Funds	Advances From Other Funds
General	\$ 562,850	\$ -
Hope Creek Care Center	-	396,850
Nonmajor governmental funds	441,850	607,850
Total	<u>\$ 1,004,700</u>	<u>\$ 1,004,700</u>

Advances are the result of internal borrowings to cover cash shortages which are not expected to be collected in the subsequent year.

Note 5. Interfund Transfers

The following is a schedule of transfers as included in the basic financial statements of the County:

	Transfers In	Transfers Out
General	\$ 1,860,836	\$ 201,551
Hope Creek Care Center	-	694,134
Illinois Municipal Retirement	-	9,833
Liability insurance fund	413,648	-
Nonmajor governmental funds	391,398	1,730,386
Internal service funds	-	29,978
Total	<u>\$ 2,665,882</u>	<u>\$ 2,665,882</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them or (2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Rock Island County, Illinois

Notes to Basic Financial Statements Year Ended November 30, 2016

Note 6. Capital Assets

The following is a summary of changes in capital assets for the year ended November 30, 2016:

	2015 Balance	Additions	Deletions	2016 Balance
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 6,567,011	\$ 71,769	\$ -	\$ 6,638,780
Construction-in-progress	290,293	1,847,679	(130,115)	2,007,857
Total capital assets not being depreciated	6,857,304	1,919,448	(130,115)	8,646,637
Capital assets being depreciated:				
Buildings	57,695,879	31,900	-	57,727,779
Improvements other than buildings	92,909	-	-	92,909
Equipment	14,066,551	1,198,133	(501,137)	14,763,547
Infrastructure	60,974,682	69,377	-	61,044,059
Total capital assets being depreciated	132,830,021	1,299,410	(501,137)	133,628,294
Less accumulated depreciation for:				
Buildings	21,991,504	1,408,883	-	23,400,387
Improvements other than buildings	46,259	6,315	-	52,574
Equipment	10,760,975	875,635	(385,846)	11,250,764
Infrastructure	27,509,797	1,729,665	-	29,239,462
Total accumulated depreciation	60,308,535	4,020,498	(385,846)	63,943,187
Total capital assets being depreciated, net	72,521,486	(2,721,088)	(115,291)	69,685,107
Governmental activities capital assets, net	\$ 79,378,790	\$ (801,640)	\$ (245,406)	\$ 78,331,744

The following is a summary of the changes in capital assets of the discretely presented component unit for the year ended June 30, 2016:

	2015 Balance	Additions	Deletions	2016 Balance
Discretely Presented Component Unit:				
Capital assets being depreciated, equipment	\$ 368,769	\$ -	\$ -	\$ 368,769
Less accumulated depreciation for equipment	363,553	3,103	-	366,656
Component unit capital assets, net	\$ 5,216	\$ (3,103)	\$ -	\$ 2,113

Depreciation expense was charged to the functions of the primary government as follows:

General government	\$ 207,094
Public safety	310,041
Corrections	559,255
Judiciary and legal	117,244
Transportation and public works	1,518,108
Social services	583,808
Culture and recreation	724,948
Total depreciation expense, governmental activities	\$ 4,020,498

Rock Island County, Illinois

Notes to Basic Financial Statements Year Ended November 30, 2016

Note 7. Long-Term Liabilities and Revenue Anticipation Loan

Short-term liabilities: A summary of changes in short-term liabilities for the year ended November 30, 2016 is as follows:

	Balance November 30, 2015	Additions	Deletions	Balance November 30, 2016
Tax Anticipation Loans	\$ -	\$ 2,000,000	\$ 2,000,000	\$ -

On January 21, 2016, November 28, 2016, and March 31, 2016 the County of Rock Island, Illinois activated four Tax Anticipation Warrants of \$500,000 a piece with an interest rate of 2.02 percent (Hope Creek) and 2.65 percent (General Fund). The warrants were obtained as a partial advance of the approximately \$2,396,706 of property taxes due to Hope Creek in fiscal year 2016 and \$5,991,765 of property taxes due to the General Fund in fiscal year 2016. The warrants were used to pay salaries and other operating expenses and liabilities for the Hope Creek Care Center and the General Fund and were due in January 2017 but were paid in November 2016. Subsequent to year-end the County activated tax anticipation warrants of \$1,000,000 for Hope Creek and \$500,000 for the general fund.

The following is a summary of changes in long-term debt for the year ended November 30, 2016:

	Balance November 30, 2015			Balance November 30, 2016			Due Within One Year
	Additions	Deletions					
Governmental Activities:							
General obligation bonds	\$ 19,955,000	\$ 12,230,000	\$ 13,755,000	\$ 18,430,000	\$ 1,420,000		
Revenue bonds payable	3,525,000	28,000,000	855,000	30,670,000	875,000		
Add premiums	262,567	2,967,176	60,851	3,168,892	-		
Less discounts	(21,368)	-	(21,368)	-	-		
	23,721,199	43,197,176	14,649,483	52,268,892	2,295,000		
Compensated absences	2,507,864	2,571,610	2,507,864	2,571,610	2,571,610		
Net pension liability	22,962,332	19,813,854	-	42,776,186	-		
Estimated claims settlements	8,926,644	5,899,437	10,837,296	3,988,785	2,170,016		
	\$ 58,118,039	\$ 71,482,077	\$ 27,994,643	\$ 101,605,473	\$ 7,036,626		
 Discretely Presented Component							
Unit, compensated absences							
	Balance November 30, 2015	Additions	Retirements	Balance November 30, 2016		Due Within One Year	
	\$ 24,580	\$ 28,889	\$ 24,580	\$ 28,889	\$ 28,889		

General obligation bonds: On May 9, 2013, the County issued \$3,700,000 in General Obligation Refunding Bonds, Series 2013 maturing December 1, 2015 through December 1, 2025 with interest rates ranging from 2.00 to 3.50 percent to advance refund \$1,210,000 of the outstanding General Obligation Bonds, Series 2006 with interest rates ranging from 3.65 to 5.50 percent and \$1,995,000 of outstanding General Obligation Bonds, Series 2007 with interest rates at 4.00 percent. A portion of the net proceeds related to the partial refunding of \$3,907,178 were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the portion of the General Obligation Bonds, Series 2006 and 2007 being refunded.

Rock Island County, Illinois

Notes to Basic Financial Statements **Year Ended November 30, 2016**

Note 7. Long-Term Liabilities and Revenue Anticipation Loan (Continued)

On September 27, 2016 the County issued \$9,105,000 in General Obligation Refunding Bonds, Series 2016 maturing December 1, 2018 through December 1, 2027 with interest rates ranging from 2.00 to 4.00 percent to advance refund \$4,255,000 of the outstanding General Obligation Bonds, Series 2006 with interest rates ranging from 3.65 to 5.50 percent and \$5,245,000 of outstanding General Obligation Bonds, Series 2007 with interest rates at 4.00 percent. A portion of the net proceeds related to the partial refunding of \$9,690,635 were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the portion of the General Obligation Bonds, Series 2006 and 2007 being refunded.

On December 1, 2008, the Forest Preserve District issued \$4,585,000 in General Obligation (Alternative Revenue Source) Bonds. The purpose of the bonds is to defray the costs of Niabi Zoo facilities and improvements. The interest rate ranges from 3.7 percent to 5.1 percent. The annual payments range from \$160,000 to \$355,000. The last payment due is \$355,000 on December 1, 2028.

Revenue bonds: On December 1, 2016, Rock Island County (Public Building Commission) issued \$28,000,000 in Justice Center Revenue Bonds, Series 2016 with interest rates ranging from 3.0 percent to 5.0 percent. On September 1, 2012, the Rock Island County (Public Building Commission) issued \$5,625,000 in Justice Center Revenue Refunding Bonds, Series 2012 maturing December 1, 2013 through December 1, 2019 with interest rates ranging from 1.50 percent to 2.05 percent to current refund \$5,625,000 of the outstanding Justice Center Revenue Bonds, Series 2005 with interest rates ranging from 3.70 percent to 4.30 percent. A portion of the net proceeds related to the current refunding of \$5,693,694 were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the Justice Center Revenue Bonds, Series 2005 being refunded.

On October 1, 2009, Rock Island County (Public Building Commission) issued \$555,000 in Justice Center Refunding Revenue Bonds with interest rates ranging from 3.7 percent to 8.5 percent to advance refund \$555,000 of Local Government Revenue Bonds, Series 1998 with interest rates from 4.65 percent to 5.0 percent.

The County has a noncancelable lease agreement with the Public Building Commission (PBC) to lease the criminal justice facility through December 31, 2014. The present value of the capital lease payments is not capitalized as a lease receivable on the PBC or as a lease payable on the County because the PBC is a blended component unit and included in the primary government reporting of the County's financial statements.

The County has pledged as security for bonds issued by the Public Building Commission, a portion of the County's property tax. The bonds issued by the Public Building Commission in 2009 in the amount of \$555,000, for the purpose of advance refunding of Local Government Program Revenue Bonds, Series 1998, which are payable through 2018. The bonds issued by the Public Building Commission in 2012 in the amount of \$5,625,000 for the purpose of current refunding of Justice Center Revenue Bonds, Series 2005 which are payable through 2019. The Bonds issued by the Public Building Commission in 2016 in the amount of \$28,000,000 for the purpose of courthouse construction which are payable through 2045. The County has committed to appropriate each year, from the property tax, an amount sufficient to cover the principal and interest requirements on the Public Building Commission's debt. The Public Building Commission has pledged as sole security for the bonds the appropriation from the County. Total principal and interest remaining on the debt is \$54,668,975 with annual requirements ranging from \$1,851,200 to \$2,172,494. For the current year, principal and interest paid by the Public Building Commission and the total property tax revenue recognized by the County were \$1,868,790 and \$2,368,434, respectively.

Rock Island County, Illinois

Notes to Basic Financial Statements Year Ended November 30, 2016

Note 7. Long-Term Liabilities and Revenue Anticipation Loan (Continued)

The County has pledged as security for bonds issued by the Hope Creek Care Center, a portion of the County's property tax. The bonds issued by Hope Creek Care Center in 2013 in the amount of \$3,700,000, for the purpose of advance refunding \$3,205,000 of General Obligation Bonds, Series 2006 and Series 2007, which are payable through 2027. The bonds issued by Hope Creek Care Center in 2016 in the amount of \$9,105,000, for the purpose of advance refunding \$9,500,000 of General Obligation Bonds, Series 2006 and Series 2007, which are payable through 2027. The County has committed to appropriate each year, from the property tax, an amount sufficient to cover the principal and interest requirements on the Hope Creek Care Center's debt. The Hope Creek Care Center has pledged as sole security for the bonds the appropriation from the County. Total principal and interest remaining on the debt is \$17,201,795 with annual requirements ranging from \$1,097,865 to \$1,639,375. For the current year, principal and interest paid by the Hope Creek Care Center and the total property tax revenue recognized by the County were \$1,287,548 and \$2,268,224, respectively.

Compensated absences and claims settlements attributable to governmental activities are generally liquidated by the General Fund.

As of November 30, 2016, the County's future cash flow requirements for the retirement of the general obligation bonds is as follows:

Year ending November 30:	Principal	Interest	Total
2017	\$ 1,420,000	\$ 589,767	\$ 2,009,767
2018	1,065,000	556,676	1,621,676
2019	1,580,000	522,918	2,102,918
2020	1,660,000	481,362	2,141,362
2021	1,650,000	433,638	2,083,638
2022-2026	8,490,000	1,399,150	9,889,150
2027-2029	2,565,000	108,425	2,673,425
Total	\$ 18,430,000	\$ 4,091,936	\$ 22,521,936

As of November 30, 2016, the County's future cash flow requirements for the retirement of the revenue bonds is as follows:

Year ending November 30:	Principal	Interest	Total
2017	\$ 875,000	\$ 1,294,172	\$ 2,169,172
2018	895,000	1,277,494	2,172,494
2019	900,000	1,262,419	2,162,419
2020	605,000	1,246,219	1,851,219
2021	625,000	1,228,069	1,853,069
2022-2026	3,510,000	5,756,995	9,266,995
2027-2031	4,295,000	4,966,107	9,261,107
2032-2036	5,375,000	3,893,000	9,268,000
2037-2041	6,860,000	2,408,500	9,268,500
2042-2045	6,730,000	686,000	7,416,000
Total	\$ 30,670,000	\$ 24,018,975	\$ 54,688,975

Rock Island County, Illinois

Notes to Basic Financial Statements Year Ended November 30, 2016

Note 7. Long-Term Liabilities and Revenue Anticipation Loan (Continued)

As of November 30, 2016, the County did not exceed its legal debt margin:

Assessed value, net of tax exemptions	<u>\$ 2,393,600,915</u>
Debt limit, 2.875% of assessed value	\$ 68,816,026
Debt applicable to debt limit	49,100,000
Legal debt margin	<u>\$ 19,716,026</u>

Note 8. Retirement System

Illinois Municipal Retirement Fund

Each qualified County employee is included in one of four pension plans administered by Illinois Municipal Retirement Fund. Below is a summary of amounts reported by the County as of and for the year ended November 30, 2016:

	Regular	Sheriff's Law Enforcement Personnel	Elected County Officials	Forest Preserve District	Total
Net pension liability	\$ (26,019,513)	\$ (10,450,134)	\$ (4,428,647)	\$ (1,877,892)	\$ (42,776,186)
Deferred outflows of resources	19,434,213	5,046,093	782,992	1,131,617	26,394,915
Deferred inflows of resources	-	(115,704)	(140,043)	(22,295)	(278,042)
Pension expense	6,900,388	1,618,595	751,056	232,384	9,502,423

Plan description: The County's defined benefit pension plan for regular employees provides retirement and disability benefits, postretirement 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 multiemployer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits provided" section of this note. 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 percent of the final rate of earnings for the first 15 years of service credit, plus 2 percent for each year of service credit after 15 years to a maximum of 75 percent 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 percent of the original amount on January 1 every year after retirement.

Rock Island County, Illinois

Notes to Basic Financial Statements Year Ended November 30, 2016

Note 8. Retirement System (Continued)

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 percent of the final rate of earnings for the first 15 years of service credit, plus 2 percent for each year of service credit after 15 years to a maximum of 75 percent 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:

- 3 percent of the original pension amount, or
- $\frac{1}{2}$ of the increase in the Consumer Price Index of the original pension amount.

Employees covered by benefit terms: As of November 30, 2016, the following employees were covered by the benefit terms:

	Regular	Sheriff's Law Enforcement Personnel	Elected County Officials	Forest Preserve District	Total
Retirees and beneficiaries currently receiving benefits	664	74	24	46	808
Inactive plan members entitled to but not yet receiving benefits	598	6	6	23	633
Active plan members	565	63	9	30	667
Total	1,827	143	39	99	2,108

Contributions: As set by statute, the County's Regular Plan Members are required to contribute 4.5 percent of their annual covered salary. SLEP and ECO employees participating in IMRF are required to contribute 7.5 percent of their 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 rates for calendar year 2016 was 11.17 percent, 24.71 percent, 69.14 percent, and 13.37 percent for RP, SLEP, ECO, and the Forest Preserve District, respectively. For the fiscal year ended November 30, 2016 the County and Forest Preserve District contributed \$3,907,369 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: The County's net pension liability was measured as of December 31, 2015. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial assumptions: The following are the methods and assumptions used to determine total pension liability at December 31, 2015:

- 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 2.75 percent.
- Salary Increases were expected to be 3.75 percent to 14.5 percent, including inflation.
- The Investment Rate of Return was assumed to be 7.5 percent.

Rock Island County, Illinois

Notes to Basic Financial Statements Year Ended November 30, 2016

Note 8. Retirement System (Continued)

- Projected Retirement Age was from the experience-based table of rates, specific to the type of eligibility condition, last updated for the 2014 valuation according to an experience study from years 2011 to 2013.
- The IMRF-specific rates for mortality (for non-disabled retirees) 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 2014). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustments that were applied for nondisabled lives.
- For Active Members, an IMRF-specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). 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	38%	7.60%
International equity	17	7.80
Fixed income	27	3.00
Real estate	8	6.15
Alternative investments	9	5.25-8.50
Cash equivalents	1	2.25
Total	<hr/> <hr/> 100%	

Discount rate: Discount rates of 7.48 percent, 7.47 percent, 7.38 percent and 7.48 percent for RP, SLEP, ECO, and Forest Preserve District, respectively, were used to measure the total pension liability. The projection of cash flow used to determine these discount rates assumed that the plan members' contributions will be made at the current contribution rates, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The discount rates reflect:

1. 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
2. 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 percent, the municipal bond rate is 3.57 percent and the resulting discount rates are 7.48 percent, 7.47 percent, 7.38 percent and 7.48 percent for RP, SLEP, ECO, and Forest Preserve District, respectively.

Rock Island County, Illinois

Notes to Basic Financial Statements
Year Ended November 30, 2016

Note 8. Retirement System (Continued)

Changes in the net pension liability:

	Regular		
	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A)-(B)
Balances at November 30, 2015	<u>\$ 133,131,189</u>	<u>\$ 122,511,468</u>	<u>\$ 10,619,721</u>
Changes for the year:			
Service cost	2,544,816	-	2,544,816
Interest on the total pension liability	9,800,790	-	9,800,790
Differences between expected and actual experience of the total pension liability	8,114,360	-	8,114,360
Changes of assumptions	373,468	-	373,468
Contributions - employer	-	2,810,537	(2,810,537)
Contributions - employees	-	1,745,941	(1,745,941)
Net investment income	-	605,317	(605,317)
Benefit payments, including refunds of employee contributions	(7,452,807)	(7,452,807)	-
Other (net transfer)	-	271,847	(271,847)
Net changes	<u>13,380,627</u>	<u>(2,019,165)</u>	<u>15,399,792</u>
Balances at November 30, 2016	<u>\$ 146,511,816</u>	<u>\$ 120,492,303</u>	<u>\$ 26,019,513</u>
Sheriff's Law Enforcement Personnel			
	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A)-(B)
Balances at November 30, 2015	<u>\$ 42,925,398</u>	<u>\$ 36,186,476</u>	<u>\$ 6,738,922</u>
Changes for the year:			
Service cost	741,027	-	741,027
Interest on the total pension liability	3,154,549	-	3,154,549
Differences between expected and actual experience of the total pension liability	1,602,321	-	1,602,321
Changes of assumptions	59,010	-	59,010
Contributions - employer	-	1,078,094	(1,078,094)
Contributions - employees	-	491,132	(491,132)
Net investment income	-	179,241	(179,241)
Benefit payments, including refunds of employee contributions	(2,245,580)	(2,245,580)	-
Other (net transfer)	-	97,228	(97,228)
Net changes	<u>3,311,327</u>	<u>(399,885)</u>	<u>3,711,212</u>
Balances at November 30, 2016	<u>\$ 46,236,725</u>	<u>\$ 35,786,591</u>	<u>\$ 10,450,134</u>

Rock Island County, Illinois

Notes to Basic Financial Statements
Year Ended November 30, 2016

Note 8. Retirement System (Continued)

	Elected County Officials		
	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A)-(B)
Balances at November 30, 2015	\$ 11,769,026	\$ 7,178,819	\$ 4,590,207
Changes for the year:			
Service cost	125,920	-	125,920
Interest on the total pension liability	841,550	-	841,550
Differences between expected and actual experience of the total pension liability	(290,142)	-	(290,142)
Changes of assumptions	-	-	-
Contributions - employer	-	320,896	(320,896)
Contributions - employees	-	55,364	(55,364)
Net investment income	-	34,690	(34,690)
Benefit payments, including refunds of employee contributions	(857,734)	(857,734)	-
Other (net transfer)	-	427,938	(427,938)
Net changes	<u>(180,406)</u>	<u>(18,846)</u>	<u>(161,560)</u>
Balances at November 30, 2016	<u>\$ 11,588,620</u>	<u>\$ 7,159,973</u>	<u>\$ 4,428,647</u>
	Forest Preserve District		
	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A)-(B)
Balances at November 30, 2015	\$ 7,556,963	\$ 6,543,481	\$ 1,013,482
Changes for the year:			
Service cost	137,329	-	137,329
Interest on the total pension liability	554,650	-	554,650
Differences between expected and actual experience of the total pension liability	635,906	-	635,906
Changes of assumptions	9,521	-	9,521
Contributions - employer	-	187,357	(187,357)
Contributions - employees	-	112,172	(112,172)
Net investment income	-	32,364	(32,364)
Benefit payments, including refunds of employee contributions	(440,879)	(440,879)	-
Other (net transfer)	-	141,103	(141,103)
Net changes	<u>896,527</u>	<u>32,117</u>	<u>864,410</u>
Balances at November 30, 2016	<u>\$ 8,453,490</u>	<u>\$ 6,575,598</u>	<u>\$ 1,877,892</u>

Rock Island County, Illinois

Notes to Basic Financial Statements Year Ended November 30, 2016

Note 8. Retirement System (Continued)

Sensitivity of the net pension liability to changes in the discount rate: The following presents the plan's net pension liability, calculated using the discount rates of 7.48 percent, 7.47 percent, 7.38 percent, and 7.48 percent for RP, SLEP, ECO, and Forest Preserve District, respectively, as well as what the plan's net pension liability would be if it were calculated using discount rates that are 1 percent lower or 1 percent higher:

	1% Decrease (6.48%)	Current Discount (7.48%)	1% Increase (8.48%)
Net pension liability - Regular	\$ 46,386,231	\$ 26,019,513	\$ 9,496,484
	1% Decrease (6.47%)	Current Discount (7.47%)	1% Increase (8.47%)
Net pension liability- Sheriff's Law Enforcement Personnel	\$ 16,880,829	\$ 10,450,134	\$ 5,199,449
	1% Decrease (6.38%)	Current Discount (7.38%)	1% Increase (8.38%)
Net pension liability - Elected County Officials	\$ 5,638,637	\$ 4,428,647	\$ 3,407,868
	1% Decrease (6.48%)	Current Discount (7.48%)	1% Increase (8.48%)
Net pension liability - Forest Preserve District	\$ 2,914,636	\$ 1,877,892	\$ 1,037,368

Rock Island County, Illinois

Notes to Basic Financial Statements
Year Ended November 30, 2016

Note 8. Retirement System (Continued)

Pension expense, deferred outflows of resources, and deferred inflows of resources related to pension: For the year ended November 30, 2016, the County recognized pension expense of \$9,502,423. At November 30, 2016, the County reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

	Regular	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Amounts Related to Pensions		
Deferred amounts to be recognized in pension expense in future periods:		
Differences between expected and actual experience	\$ 7,058,660	\$ -
Changes of assumptions	2,137,979	-
Net difference between projected and actual earnings on pension plan investments	<u>7,768,909</u>	-
Total deferred amounts to be recognized in pension expense in future periods	16,965,548	-
Pension contributions made subsequent to the measurement date	2,468,665	-
Total deferred amounts related to pensions	<u>\$ 19,434,213</u>	-

	Sheriff's Law Enforcement Personnel	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Amounts Related to Pensions		
Deferred amounts to be recognized in pension expense in future periods:		
Differences between expected and actual experience	\$ 1,314,149	\$ 115,704
Changes of assumptions	486,742	-
Net difference between projected and actual earnings on pension plan investments	<u>2,297,733</u>	-
Total deferred amounts to be recognized in pension expense in future periods	4,098,624	115,704
Pension contributions made subsequent to the measurement date	947,469	
Total deferred amounts related to pensions	<u>\$ 5,046,093</u>	\$ 115,704

Rock Island County, Illinois

Notes to Basic Financial Statements
Year Ended November 30, 2016

Note 8. Retirement System (Continued)

	Elected County Officials	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Amounts Related to Pensions		
Deferred amounts to be recognized in pension expense in future periods:		
Differences between expected and actual experience	\$ 12,031	\$ 140,043
Changes of assumptions	9,798	-
Net difference between projected and actual earnings on pension plan investments	459,299	-
Total deferred amounts to be recognized in pension expense in future periods	481,128	140,043
Pension contributions made subsequent to the measurement date	301,864	-
Total deferred amounts related to pensions	\$ 782,992	\$ 140,043

	Forest Preserve District	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Amounts Related to Pensions		
Deferred amounts to be recognized in pension expense in future periods:		
Differences between expected and actual experience	\$ 493,658	\$ 22,295
Changes of assumptions	115,349	-
Net difference between projected and actual earnings on pension plan investments	418,905	-
Total deferred amounts to be recognized in pension expense in future periods	1,027,912	22,295
Pension contributions made subsequent to the measurement date	103,705	-
Total deferred amounts related to pensions	\$ 1,131,617	\$ 22,295

\$3,821,703 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended November 30, 2017.

Rock Island County, Illinois

Notes to Basic Financial Statements Year Ended November 30, 2016

Note 8. Retirement System (Continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to differences between expected and actual experience and changes of assumptions will be recognized in pension expense in future periods over the average remaining service life of all employees of the Plans and amounts related to net difference between projected and actual earnings on plan investments will be recognized over 5 years as follows:

Year ending November 30:

2016	\$ 7,270,721
2017	7,108,384
2018	4,939,290
2019	2,809,369
2020	167,406
Total	<u>\$ 22,295,170</u>

As of November 30, 2016, the County owed IMRF \$485,948 for outstanding amount of legally required contributions to the pension plans which had been withheld but not yet remitted to IMRF.

Rock Island Tri-County Consortium

Plan description: Employees of the Consortium are provided with pensions through the Illinois Municipal Retirement Fund (IMRF) – an agent multiple-employer defined benefit pension plan. Established by the Illinois State Legislature for the benefit of Illinois municipal employed outside the city of Chicago, IMRF is governed by the Illinois Pension Code. IMRF issues a publicly available financial report that can be obtained at <http://imrf.org>.

Benefits provided: IMRF provides retirement, disability and death benefits. Benefits are established by statute and may only be changed by the General Assembly. The benefit provisions in effect on the member's date of participation determine a member's minimum benefit while the benefit provisions in effect on the member's date of termination determine a member's maximum benefit. Public Act 96-0889 added a new section to the Pension Code that applies different benefits to anyone who first contributes to IMRF on or after January 1, 2011 and does not have any other previous service credit with one of the reciprocal retirement systems in Illinois.

Members who first participate on or after that date are members of Tier II. Anyone who made contributions to IMRF prior to January 1, 2011 remain participants of Tier I. Tier I retirement benefit are determined by the average of the four highest years of creditable earnings within the last 10 years of creditable service and the percentage of average salary to which the member is entitled. The pension amount is 1 2/3 percent of the final rate of earnings for each of the first fifteen years of service and 2 percent for each year of service credit in excess of fifteen years, up to a maximum of 75 percent of the final rate of earnings.

Tier II benefits are determined by the final average salary is based on the highest consecutive eight years of creditable service rather than the last four. Pension earnings are initially capped at \$110,631 increasing annually by 3 percent or 1/2 of the increase in consumer price index, whichever is less.

Rock Island County, Illinois

Notes to Basic Financial Statements Year Ended November 30, 2016

Note 8. Retirement System (Continued)

Employees covered by the benefit terms: At the December 31, 2015 valuation date, the following employees were covered by the benefit terms:

Retirees and beneficiaries currently receiving benefits	37
Inactive plan members entitled to but not yet receiving benefits	9
Active plan members	9
Total	<hr/> 55

Contributions: Employees are required to contribute 4.5 percent of their annual pay as set by statute. The statutes require each participating employer to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. Employer contributions for disability benefits, death benefits, and the supplemental retirement benefits are pooled. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net pension liability: The employer's Net Pension Liability was measured as of December 31, 2015, and the total pension liability used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date.

Actuarial assumptions: The total pension liability in the December 31, 2015 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Discount rate	7.50%
Inflation	3.00
Projected salary increases *	3.80 - 10.50
Investment rate of return	7.50

* Includes inflation and merit and longevity increase assumptions.

Mortality rates were based on the RP-2014 Combined Mortality Table for Males or Females, as appropriate, with adjustments for mortality improvements based on a generational basis.

The actuarial assumptions used in the December 31, 2015 valuation were based on the results of an actuarial experience study dated April 15, 2016 for the period January 1, 2015 through December 31, 2015. As a result of the December 31, 2015 actuarial experience study, new assumptions for the assumed rate of return, salary increase, inflation and related economic assumptions were adopted in the December 31, 2015 actuarial valuation to more closely reflect actual experience.

Discount rate: The discount rate used to measure the total pension liability was 7.5 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that Consortium contributions will be made at rates equal to the difference between actuarially determined contribution rates and the employee rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Rock Island County, Illinois

Notes to Basic Financial Statements
Year Ended November 30, 2016

Note 8. Retirement System (Continued)

Changes in Net Pension Liability:

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A)-(B)
Balances at January 1, 2015	\$ 5,252,086	\$ 4,799,010	\$ 453,076
Changes for the year:			
Service cost	40,021	-	40,021
Interest on the total pension liability	379,831	-	379,831
Differences between expected and actual experience of the total pension liability	97,844	-	97,844
Changes of assumptions	-	-	-
Contributions - employer	-	170,450	(170,450)
Contributions - employees	-	18,939	(18,939)
Net investment income	-	23,430	(23,430)
Benefit payments - net of refunds	(415,365)	(415,365)	-
Other (net transfer)	-	145,511	(145,511)
Net changes	102,331	(57,035)	159,366
Balances at December 31, 2016	\$ 5,354,417	\$ 4,741,975	\$ 612,442

Sensitivity of the Consortium's proportionate share of the net pension liability to changes in the discount rate: The following presents the Consortium's proportionate share of the net pension liability calculated using the discount rate of 7.5 percent, as well as what the Consortium's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.5 percent) or 1 percentage point higher (8.5 percent) than the current rate:

	1% Decrease (6.50%)	Current Discount (7.50%)	1% Increase (8.50%)
Consortium's proportionate share of the net pension liability	\$ 1,157,303	\$ 612,442	\$ 152,469

Pension plan fiduciary net position: Detailed information about the pension plan's fiduciary net position is available in the separately issued IMRF financial report which is publicly available at <http://imrf.org>.

Rock Island County, Illinois

Notes to Basic Financial Statements
Year Ended November 30, 2016

Note 8. Retirement System (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: For the year ended June 30, 2016, the Consortium recognized pension expense of \$153,862. At June 30, 2016, the Consortium reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

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	\$ 28,838	\$ -
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	308,095	-
Total deferred amounts to be recognized in pension expense in future periods	336,933	-
Pension contributions made subsequent to the measurement date	64,385	-
Total deferred amounts related to pensions	\$ 401,318	\$ -

The Consortium reported \$64,385 as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to differences between expected and actual experience and changes of assumptions will be recognized in pension expense over the average remaining service life of all employees of the Plan and amounts related to net difference between projected and actual earnings on plan investments will be recognized over 5 years as follows:

Year ending November 30:

2016	\$ 109,305
2017	80,467
2018	80,467
2019	66,694
Total	\$ 336,933

Rock Island County, Illinois

Notes to Basic Financial Statements **Year Ended November 30, 2016**

Note 9. Deferred Compensation Plan

The County (and its component units) offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457(g). The plan, available to all County (and its component units) employees, permits them to defer a portion of their salary until future years. Participation in the plan is optional. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency. The assets are placed in trust for the exclusive benefit of participants and their beneficiaries. The County is not fiduciarily accountable for the amount deferred by employees and, therefore, the liability and corresponding investments are not reflected in the financial statements.

Note 10. Risk Management and Insurance

The County is self-insured for risk exposure related to health benefits, worker's compensation claims and general and automobile liability claims.

The County accounts for its self insurance related to its employees' health benefits in an internal service fund. All claims handling procedures are performed by an independent claims administrator. Liabilities are recognized when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Recognized liabilities include a provision for all estimated claims incurred but not reported. For medical claims, self-insurance is in effect up to a specific stop loss of \$500,000.

The County records all other risk management activities, including those relating to worker's compensation, general and automobile liability claims in its Liability Insurance Fund, a special revenue fund. The fund receives actuarially determined premiums from other County funds and covered employees which are recorded as revenues (and expenditures of the payor funds for the County portion) as well as property taxes revenues for the liability insurance. Claims settlement and loss expenses are accrued in the government-wide statements, for the estimated settlement value of worker's compensation, general liability and auto liability claims reported and unreported arising from incidents during the year except the portion that is due and payable, which is recorded in the Liability Insurance Fund a special revenue fund. These claims are administered by the County except for worker's compensation, which is administered by a third-party administrator.

As of November 30, 2016, the amount of liabilities recorded for estimated claim settlements for health benefits, worker's compensation, general and auto liability claims was \$3,988,785, of which \$751,000 was recorded in the Internal Service Fund and \$38,000 was recorded in the Liability Insurance Fund as accrued liabilities. The entire balance of \$3,988,785 was recorded in the government-wide statements.

Changes in reported liabilities during fiscal 2016 and 2015 were:

	Self-Insurance	
	2016	2015
Claims payable, beginning of year	\$ 8,926,644	\$ 1,419,516
Claims expense and changes in estimates	5,899,437	14,736,045
Claims payments	(10,837,296)	(7,228,917)
Claims payable, end of year	\$ 3,988,785	\$ 8,926,644

There has been no significant reduction in insurance coverage from coverage in the prior year. Settled claims have not exceeded the insurance coverage purchased for each of the past three fiscal years.

Rock Island County, Illinois

Notes to Basic Financial Statements Year Ended November 30, 2016

Note 11. Other Postemployment Benefits

Plan description: The County, as approved by the County Board, provides a single-employer postretirement health care benefits plan to all employees who (1) retire from the County on or after attaining age 60 with at least 12 years of service, (2) retire from the County on or after attaining age 55 with at least 35 years of credited service under the Illinois Municipal Retirement Fund ("IMRF"), (3) retired from the County between June 1, 1997 and June 1, 1998 after attaining age 50 with at least 20 years of service, or (4) retired from the County after January 1, 2001 after participating in the group health insurance plan for at least eight years, eligible for immediate receipt of pension from IMRF or SLEP, and insurance coverage was in effect the day before retirement began. The plan does not issue a stand-alone financial report.

Funding policy: The County establishes and amends contribution requirements. The County pays approximately 87 percent of the pre-Medicare retirees' health insurance premiums for single coverage or 83 percent of the premium for family coverage for all retirees qualifying under (1) or (2) above. The County pays 50 percent of the pre-Medicare retirees' health insurance premiums for all retirees qualifying under (3) above. The County pays between 2 percent and 50 percent, depending on the length of employee's service, for all retirees qualifying under (4) above. For fiscal year 2016, the County contributed \$1,545,246. Active members receiving benefits have required monthly contributions of:

Coverage Type	Rate
Single	\$ 66.26
Single + One	149.06
Single + Two	196.40
Family	231.78
Single COBRA	533.19
Family COBRA	1,377.49

The current funding policy of the County is to pay premiums as they occur on a pay-as-you-go basis. Other postemployment obligations are generally liquidated by the employee health benefits internal service fund.

Rock Island County, Illinois

Notes to Basic Financial Statements Year Ended November 30, 2016

Note 11. Other Postemployment Benefits (Continued)

Annual OPEB cost and net OPEB obligation: The County's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution (ARC) of the employer, an amount actuarially determined in accordance to the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed 30 years. The following table shows the components of the County's annual OPEB cost for the year, the amount actuarially contributed to the plan and changes in the County's annual OPEB obligation:

Annual required contribution	\$ 1,028,407
Interest on net OPEB obligation	182,203
Adjustment to annual required contribution	<u>(124,468)</u>
Annual OPEB cost (expense)	1,086,142
Contributions and payments made	<u>(1,042,708)</u>
Decrease in net OPEB obligation	43,434
Net OPEB obligation, beginning of year	3,644,051
Net OPEB obligation, end of year	<u>\$ 3,687,485</u>

The County's annual OPEB cost, the percent of annual OPEB cost contributed to the plan and to the net OPEB obligations for 2016 and the two preceding years are as follows.

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
November 30, 2014	\$ 947,444	61.9%	\$ 4,007,383
November 30, 2015	1,080,823	133.6%	3,644,051
November 30, 2016	1,086,142	96.0%	3,687,485

Funded status and funding progress: As of November 30, 2015, the most recent actuarial valuation date, the plan was 0 percent funded. The actuarial accrued liability for benefits was \$19,566,902 and the actuarial value of assets is none resulting in an unfunded actuarial accrued liability (UAAL) of \$19,566,902. The covered payroll (annual payroll of active employees covered by the plan) was \$26,545,406 and the ratio of the UAAL to the covered payroll was 73.71 percent.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality and the health care cost trend. Amounts determined regarding the funded status of the plan and annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents only the initial year trend information.

Rock Island County, Illinois

Notes to Basic Financial Statements Year Ended November 30, 2016

Note 11. Other Postemployment Benefits (Continued)

Actuarial methods and assumptions: Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and included in the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the November 30, 2015 actuarial valuation, entry age method was used. The actuarial assumptions included a 5 percent investment rate of return, salary increases of 5 percent and health care cost trend rate (which is considered the general inflation rate assumption for the plan) of 7 percent initially and an ultimate rate of 5 percent. The UAAL is being amortized as a level percentage of pay on an open basis. The amortization of UAAL is done over a period of 30 years.

See separately issued financial statements for details on the Tri-County Consortium other postemployment benefits.

Note 12. Commitments and Contingencies

The County is a defendant in a number of lawsuits, including complaints involving worker's compensation, personal injury and other matters, arising from the normal conduct of the County's operations. A liability has been recorded by the County as of November 30, 2016 for the lawsuits which, in the opinion of the County's officials and the County's legal counsel, are probable to result in a loss to the County and for which the loss can be reasonably estimated. Generally, the County may levy a tax for judgments entered against it.

Rock Island County, Illinois

Notes to Basic Financial Statements Year Ended November 30, 2016

Note 13. Fund Balances

GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, establishes criteria for classifying fund balances in specifically defined classifications and clarifies definitions for governmental fund types. The classifications of fund balances by opinion unit as of November 30, 2016 are as follows:

Fund balances:	Forest		Illinois		Liability		Nonmajor Governmental	Total
	General	Preserve Commission	Hope Creek Care Center	Municipal Retirement	Insurance Fund			
Nonspendable:								
Advances	\$ 562,850	\$ -	\$ -	\$ -	\$ -	\$ -		\$ 562,850
Inventories	89,622	-	-	-	-	-	10,050	99,672
Prepays	25,173	4,770	119	-	-	-	2,911	32,973
Total nonspendable	677,645	4,770	119	-	-	-	12,961	695,495
Restricted:								
Capital improvements	-	-	-	-	-	-	6,706,113	6,706,113
Collector's tax fees, sale and error refunds	-	-	-	-	-	-	173,873	173,873
Document storage	-	-	-	-	-	-	2,621,506	2,621,506
Working Cash	524,878	-	-	-	-	-	-	524,878
GIS	-	-	-	-	-	-	149,053	149,053
IMRF/FICA	-	-	-	2,893,972	-	-	1,794,122	4,688,094
Judicial	-	-	-	-	-	-	1,629,470	1,629,470
Parks and recreation	-	3,211,860	-	-	-	-	1,259	3,213,119
Public health	-	-	-	-	-	-	2,314,021	2,314,021
Public safety	6,652	-	-	-	-	-	98,262	104,914
Liability	-	-	-	-	36,552	-	2	36,554
Total restricted	531,530	3,211,860	-	2,893,972	36,552	15,487,681	22,161,595	
Unassigned	1,417,816	-	(750,957)	-	-	-	(359,841)	307,018
Total fund balances	\$ 2,626,991	\$ 3,216,630	\$ (750,838)	\$ 2,893,972	\$ 36,552	\$ 15,140,801	\$ 23,164,108	

Note 14. Conduit Debt Obligations

In fiscal year 2008, the County Board amended the original resolution to authorize, but not issue, an amount not to exceed \$600,000,000 in mortgage revenue bonds as a part of a state-wide program for the purpose of financing mortgage loans to low and moderate income persons for one to four family residences in the County of Rock Island, Illinois. These bonds will be payable solely from the repayment of the mortgage loans. These bonds and interest thereon will not be considered as obligations of the County and do not constitute an indebtedness, liability, general or moral obligation or pledge of the faith or loan of credit of the County. The County is unable to determine the amount outstanding as of year ended November 30, 2016.

Rock Island County, Illinois

Notes to Basic Financial Statements Year Ended November 30, 2016

Note 15. Pending Governmental Accounting Standards Board (GASB) Statements

The GASB has issued several statements not yet implemented by the County. The statements which may impact the County are as follows:

GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, issued in June 2015, will be effective for the County beginning with its fiscal year ending November 30, 2018. The Statement replaces the requirements of GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions* and requires governments to report a liability on the face of the financial statements for the OPEB they provide and outlines the reporting requirements by governments for defined benefit OPEB plans administered through a trust, cost-sharing OPEB plans administered through a trust and OPEB not provided through a trust. The Statement also requires governments to present more extensive note disclosures and required supplementary information about their OPEB liabilities. Some governments are legally responsible to make contributions directly to an OPEB plan or make benefit payments directly as OPEB comes due for employees of other governments. In certain circumstances, called special funding situations, the Statement requires these governments to recognize in their financial statements a share of the other government's net OPEB liability.

GASB Statement No. 77, *Tax Abatement Disclosures*, issued August 2015, will be effective for the County beginning with its fiscal year ending November 30, 2017. This statement requires governments to disclose information about their own tax abatements separately from information about tax abatements that are entered into by other governments and reduce the reporting government's tax revenues. The disclosures about the government's own tax abatement agreements includes the purpose of the tax abatement program, the tax being abated, the amount of tax being abated, the provisions of recapturing abated taxes, the types of commitments made by tax abatement recipients, and other commitments made by government in tax abatement agreements. The disclosures about tax abatements that are entered into by other governments and reduce the reporting government's tax revenues includes the name of the government entering into the abatement agreement, the tax being abated, and the amount of the reporting government's tax being abated.

GASB Statement No. 80, *Blending Requirements for Certain Component Units*, issued February 2016, will be effective for the County beginning with its fiscal year ending November 30, 2017. Statement No. 80 clarifies the display requirements in GASB Statement No. 14, *The Financial Reporting Entity*, by requiring component units incorporated as not-for-profit corporations to be blended into the primary state or local government's financial statements in a manner similar to a department or activity of the primary government. The guidance addresses diversity in practice regarding the presentation of not-for-profit corporations in which the primary government is the sole corporate member. The additional criterion does not apply to component units included in the financial reporting entity pursuant to the provisions of Statement No. 39, *Determining Whether Certain Organizations Are Component Units*.

GASB Statement No. 82, *Pension Issues*, issued April 2016, will be effective for the County beginning with its fiscal year ending November 30, 2017. Statement No. 82 is designed to improve consistency in the application of the pension standards by clarifying or amending related areas of existing guidance with respect to Statements No. 67, *Financial Reporting for Pension Plans*, No. 68, *Accounting and Financial Reporting for Pensions*, and No. 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*. Specifically, this Statement addresses issues regarding (1) the presentation of payroll-related measures in required supplementary information, (2) the selection of assumptions and the treatment of deviations from the guidance in an Actuarial Standard of Practice for financial reporting purposes, and (3) the classification of payments made by employers to satisfy employee (plan member) contribution requirements.

Rock Island County, Illinois

Notes to Basic Financial Statements Year Ended November 30, 2016

Note 15. Pending Governmental Accounting Standards Board (GASB) Statements (Continued)

GASB Statement No. 83, *Certain Asset Retirement Obligations*, issued December 2016, will be effective for the County beginning with its fiscal year ending November 30, 2019. Under Statement No. 83, a government that has legal obligations to perform future asset retirement activities related to its tangible capital assets is required to recognize a liability and a corresponding deferred outflow of resources. The Statement identifies the circumstances that trigger the recognition of these transactions. The Statement also requires the measurement of an asset retirement obligation to be based on the best estimate of the current value of outlays expected to be incurred while the deferred outflow of resources associated with the asset retirement obligation will be measured at the amount of the corresponding liability upon initial measurement and generally recognized as an expense during the reporting periods that the asset provides service. The Statement requires disclosures including a general description of the asset retirement obligation and associated tangible capital assets; the source of the obligation to retire the assets; the methods and assumptions used to measure the liability; and other relevant information.

GASB Statement No. 84, *Fiduciary Activities*, issued February 2017, will be effective for the County beginning with its fiscal year ending November 20, 2020. The objective of Statement No. 84 is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. This Statement establishes criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. An activity meeting the criteria should be reported in a fiduciary fund in the basic financial statements. Governments with activities meeting the criteria should present a statement of fiduciary net position and a statement of changes in fiduciary net position. An exception to that requirement is provided for a business-type activity that normally expects to hold custodial assets for three months or less. This Statement describes four fiduciary funds that should be reported, if applicable: (1) pension (and other employee benefit) trust funds, (2) investment trust funds, (3) private-purpose trust funds, and (4) custodial funds. Custodial funds generally should report fiduciary activities that are not held in a trust or equivalent arrangement that meets specific criteria. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities. This Statement also provides for recognition of a liability to the beneficiaries in a fiduciary fund when an event has occurred that compels the government to disburse fiduciary resources. Events that compel a government to disburse fiduciary resources occur when a demand for the resources has been made or when no further action, approval, or condition is required to be taken or met by the beneficiary to release the assets.

GASB Statement No. 85, *Omnibus 2017*, issued March 2017, will be effective for the County beginning with its fiscal year ending November 30, 2018. Statement No. 85 is designed to address the practice issues that have been identified during implementation and application of certain GASB Statements. This statement addresses a variety of topics including issues related to blending component units, goodwill, fair value measurement and application, and postemployment benefits (pensions and other postemployment benefits).

The County's management has determined the implementation of GASB Statement No. 75 will have a significant impact on the County's financial statements but has not yet determined the effect of statement Nos. 77, 80, 82, 83, 84 and 85.

Note 16. Subsequent Events

As of May 16, 2017, the state of Illinois had not approved a budget for the state's fiscal years ended June 30, 2016 or June 30, 2017. This could potentially impact certain revenues the state appropriates and pays to the County.

Rock Island County, Illinois

Required Supplementary Information

Schedule of Changes in the Net Pension Liability and Related Ratios

Illinois Municipal Retirement Fund - Regular

Primary Government

	November 30, 2016	November 30, 2015
Total Pension Liability		
Service cost	\$ 2,544,816	\$ 2,877,758
Interest on the total pension liability	9,800,790	8,941,007
Difference between expected and actual experience of the total pension liability	8,114,360	2,430,156
Changes of assumptions	373,468	3,906,049
Net investment income	-	-
Benefit payments, including refunds of employee contributions	<u>(7,452,807)</u>	<u>(5,596,657)</u>
Net change in total pension liability	13,380,627	12,558,313
Total pension liability, beginning	133,131,189	120,572,876
Total pension liability, ending (A)	\$ 146,511,816	\$ 133,131,189
 Plan Fiduciary Net Position		
Contributions-employer	\$ 2,810,537	\$ 3,084,483
Contributions-employees	1,745,941	1,398,585
Net investment income	605,317	7,048,472
Benefit payments, including refunds of employee contributions	<u>(7,452,807)</u>	<u>(5,596,657)</u>
Other	271,847	471,065
Net change in plan fiduciary net position	(2,019,165)	6,405,948
Plan fiduciary net position, beginning	122,511,468	116,105,520
Plan fiduciary net position, ending (B)	\$ 120,492,303	\$ 122,511,468
 Net pension liability - ending (A) - (B)	 \$ 26,019,513	 \$ 10,619,721
 Plan fiduciary net position as a percentage of the total pension liability	 82.24%	 92.02%
 Covered valuation payroll	 \$ 24,180,686	 \$ 23,552,737
 Net pension liability as a percentage of covered valuation payroll	 107.60%	 45.09%

Note: GASB Statement No. 68 requires ten years of information to be presented in this table.

However, until a full 10-year trend is compiled, the District will present information for those years for which information is available.

See notes to required supplementary information.

Rock Island County, Illinois

Required Supplementary Information

Schedule of Employer Contributions

Illinois Municipal Retirement Fund - Regular

Primary Government

Year Ended November 30,	Actuarily Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a Percentage of Covered Valuation Payroll
2016	\$ 2,700,983	\$ 2,810,537	\$ (109,554)	\$ 24,180,686	11.62%
2015	2,894,638	3,084,483	(189,845)	23,552,737	13.10

Note: GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full 10-year trend is compiled, the County will present information for those years for which information is available.

See notes to required supplementary information.

Rock Island County, Illinois

Required Supplementary Information

Schedule of Changes in the Net Pension Liability and Related Ratios

Illinois Municipal Retirement Fund - Sheriff's Law Enforcement Personnel

Primary Government

	November 30, 2016	November 30, 2015
Total Pension Liability		
Service cost	\$ 741,027	\$ 772,158
Interest on the total pension liability	3,154,549	2,994,200
Difference between expected and actual experience of the total pension liability	1,602,321	(179,796)
Changes of assumptions	59,010	681,161
Net investment income	-	-
Benefit payments, including refunds of employee contributions	<u>(2,245,580)</u>	<u>(1,864,433)</u>
Net change in total pension liability	<u>3,311,327</u>	<u>2,403,290</u>
Total pension liability, beginning	<u>42,925,398</u>	<u>40,522,108</u>
Total pension liability, ending (A)	<u><u>\$ 46,236,725</u></u>	<u><u>\$ 42,925,398</u></u>
 Plan Fiduciary Net Position		
Contributions-employer	\$ 1,078,094	\$ 1,002,718
Contributions-employees	491,132	311,233
Net investment income	179,241	2,101,649
Benefit payments, including refunds of employee contributions	<u>(2,245,580)</u>	<u>(1,864,433)</u>
Other	<u>97,228</u>	<u>(93,188)</u>
Net change in plan fiduciary net position	<u>(399,885)</u>	<u>1,457,979</u>
Plan fiduciary net position, beginning	<u>36,186,476</u>	<u>34,728,497</u>
Plan fiduciary net position, ending (B)	<u><u>\$ 35,786,591</u></u>	<u><u>\$ 36,186,476</u></u>
 Net pension liability - ending (A) - (B)	<u><u>\$ 10,450,134</u></u>	<u><u>\$ 6,738,922</u></u>
 Plan fiduciary net position as a percentage of the total pension liability	 77.40%	 84.30%
 Covered valuation payroll	 \$ 4,151,427	 \$ 3,769,513
 Net pension liability as a percentage of covered valuation payroll	 251.72%	 178.77%

Note: GASB Statement No. 68 requires ten years of information to be presented in this table.

However, until a full 10-year trend is compiled, the District will present information for those years for which information is available.

See notes to required supplementary information.

Rock Island County, Illinois

Required Supplementary Information

Schedule of Employer Contributions

Illinois Municipal Retirement Fund - Sheriff's Law Enforcement Personnel

Primary Government

Year Ended November 30,	Actuarily Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a Percentage of Covered Valuation Payroll
2016	\$ 1,025,818	\$ 1,078,094	\$ (52,276)	\$ 4,151,427	25.97%
2015	981,204	1,002,718	(21,514)	3,769,513	26.60

Note: GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full 10-year trend is compiled, the County will present information for those years for which information is available.

See notes to required supplementary information.

Rock Island County, Illinois

Required Supplementary Information

Schedule of Changes in the Net Pension Liability and Related Ratios

Illinois Municipal Retirement Fund - Elected County Officials

Primary Government

	November 30, 2016	November 30, 2015
Total Pension Liability		
Service cost	\$ 125,920	\$ 187,169
Interest on the total pension liability	841,550	757,026
Difference between expected and actual experience of the total pension liability	(290,142)	-
Changes of assumptions	-	514,880
Net investment income	-	632,205
Benefit payments, including refunds of employee contributions	<u>(857,734)</u>	<u>(752,944)</u>
Net change in total pension liability	(180,406)	1,338,336
Total pension liability, beginning	11,769,026	10,430,690
Total pension liability, ending (A)	\$ 11,588,620	\$ 11,769,026
 Plan Fiduciary Net Position		
Contributions-employer	\$ 320,896	\$ 348,899
Contributions-employees	55,364	57,526
Net investment income	34,690	423,789
Benefit payments, including refunds of employee contributions	(857,734)	(752,944)
Other	427,938	(19,064)
Net change in plan fiduciary net position	(18,846)	58,206
Plan fiduciary net position, beginning	7,178,819	7,120,613
Plan fiduciary net position, ending (B)	\$ 7,159,973	\$ 7,178,819
 Net pension liability - ending (A) - (B)	 \$ 4,428,647	 \$ 4,590,207
 Plan fiduciary net position as a percentage of the total pension liability	 61.78%	 61.00%
 Covered valuation payroll	 \$ 464,125	 \$ 501,476
 Net pension liability as a percentage of covered valuation payroll	 954.19%	 915.34%

Note: GASB Statement No. 68 requires ten years of information to be presented in this table.

However, until a full 10-year trend is compiled, the District will present information for those years for which information is available.

See notes to required supplementary information.

Rock Island County, Illinois

Required Supplementary Information

Schedule of Employer Contributions

Illinois Municipal Retirement Fund - Elected County Officials

Primary Government

Year Ended November 30,	Actuarily Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a Percentage of Covered Valuation Payroll
2016	\$ 320,896	\$ 320,896	\$ -	\$ 464,125	69.14%
2015	335,638	348,899	(13,261)	501,476	69.57

Note: GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full 10-year trend is compiled, the County will present information for those years for which information is available.

See notes to required supplementary information.

Rock Island County, Illinois

Required Supplementary Information

Schedule of Changes in the Net Pension Liability and Related Ratios

Illinois Municipal Retirement Fund - Forest Preserve District

Primary Government

	November 30, 2016	November 30, 2015
Total Pension Liability		
Service cost	\$ 137,329	\$ 165,733
Interest on the total pension liability	554,650	521,737
Difference between expected and actual experience of the total pension liability	635,906	(38,861)
Changes of assumptions	9,521	186,368
Net investment income	-	-
Benefit payments, including refunds of employee contributions	<u>(440,879)</u>	<u>(321,839)</u>
Net change in total pension liability	896,527	513,138
Total pension liability, beginning	7,556,963	7,043,825
Total pension liability, ending (A)	\$ 8,453,490	\$ 7,556,963
 Plan Fiduciary Net Position		
Contributions-employer	\$ 187,357	\$ 244,822
Contributions-employees	112,172	85,860
Net investment income	32,364	374,277
Benefit payments, including refunds of employee contributions	<u>(440,879)</u>	<u>(321,839)</u>
Other	141,103	29,088
Net change in plan fiduciary net position	32,117	412,208
Plan fiduciary net position, beginning	6,543,481	6,131,273
Plan fiduciary net position, ending (B)	\$ 6,575,598	\$ 6,543,481
 Net pension liability - ending (A) - (B)	 \$ 1,877,892	 \$ 1,013,482
 Plan fiduciary net position as a percentage of the total pension liability	 77.79%	 86.59%
 Covered valuation payroll	 \$ 1,401,782	 \$ 1,454,045
 Net pension liability as a percentage of covered valuation payroll	 133.96%	 69.70%

Note: GASB Statement No. 68 requires ten years of information to be presented in this table.

However, until a full 10-year trend is compiled, the District will present information for those years for which information is available.

See notes to required supplementary information.

Rock Island County, Illinois

Required Supplementary Information

Schedule of Employer Contributions

Illinois Municipal Retirement Fund - Forest Preserve District

Primary Government

Year Ended November 30,	Actuarily Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a Percentage of Covered Valuation Payroll
2016	\$ 194,708	\$ 187,357	\$ 7,351	\$ 1,401,782	13.37%
2015	173,904	244,822	(70,918)	1,454,045	16.84

Note: GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full 10-year trend is compiled, the County will present information for those years for which information is available.

See notes to required supplementary information.

Rock Island County, Illinois

Required Supplementary Information

Schedule of Changes in the Net Pension Liability and Related Ratios
Illinois Municipal Retirement Fund - Rock Island Tri-County Consortium,
Discretely Presented Component Unit

<u>Fiscal year ended November 30,</u>	<u>2015</u>	<u>2014</u>
Total Pension Liability		
Service cost	\$ 40,021	\$ 33,905
Interest on the total pension liability	379,831	355,487
Difference between expected and actual experience of the total pension liability	97,844	128,849
Changes of assumptions	-	191,053
Benefit payments, including refunds of employee contributions	(415,365)	(360,163)
Net change in total pension liability	102,331	349,131
Total pension liability, beginning	5,252,086	4,902,955
Total pension liability, ending (A)	\$ 5,354,417	\$ 5,252,086
Plan Fiduciary Net Position		
Contributions-employer	\$ 170,450	\$ 119,442
Contributions-employees	18,939	15,684
Net investment income	23,430	272,805
Benefit payments, including refunds of employee contributions	(415,365)	(360,163)
Other	145,511	166,505
Net change in plan fiduciary net position	(57,035)	214,273
Plan fiduciary net position, beginning	4,799,010	4,584,737
Plan fiduciary net position, ending (B)	\$ 4,741,975	\$ 4,799,010
Net pension liability - ending (A) - (B)	\$ 612,442	\$ 453,076
Plan fiduciary net position as a percentage of the total pension liability	88.56%	91.37%
Covered valuation payroll	\$ 420,866	\$ 348,533
Net pension liability as a percentage of covered valuation payroll	145.52%	130.00%

Note: GASB Statement No. 68 requires ten years of information to be presented in this table.

However, until a full 10-year trend is compiled, the District will present information for those years for which information is available.

See notes to required supplementary information.

Rock Island County, Illinois

Required Supplementary Information

Schedule of Employer Contributions

**Illinois Municipal Retirement Fund - Rock Island Tri-County Consortium,
Discretely Presented Component Unit**

Year Ended December 31,	Actuarily Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a Percentage of Covered Valuation Payroll
2015	\$ 147,977	\$ 147,977	* \$ -	\$ 391,683	37.78%
2014	138,437	119,442	* 18,995	348,533	34.27
2013	156,799	104,892	51,907	359,218	29.20
2012	133,442	83,493	49,949	406,712	20.53
2011	144,099	90,901	53,198	493,491	18.42
2010	101,303	101,303	-	580,867	17.44
2009	99,548	99,548	-	610,349	16.31
2008	105,034	105,034	-	567,141	18.52
2007	105,932	105,932	-	N/A	N/A
2006	103,934	103,934	-	N/A	N/A

* Estimated based on contribution rate of 34.27% and covered valuation payroll of \$348,533

N/A - Information not available.

See notes to required supplementary information.

Rock Island County, Illinois

Notes to Required Supplementary Information – Illinois Municipal Retirement System Year Ended November 30, 2016

Summary of Actuarial Methods and Assumptions used in the Calculation of the 2015 Contribution Rate*

Valuation Date:

Notes: 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 2015 Contribution Rates:

Actuarial Cost Method: Aggregate entry age = normal

Amortization Method: Level percentage of payroll, closed

Remaining Amortization Period: 28-year closed period

Asset Valuation Method: 5-year smoothed market, 20% corridor

Wage Growth: 4%

Price Inflation: 3%, approximate; no explicit price inflation assumption is used in valuation

Salary Increases: 4.40% to 16%, 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 2011 valuation pursuant to an experience study of the period 2008 to 2010.

Mortality: RP-2000 combined healthy mortality table, adjusted for mortality improvements to 2020 using projection scale AA. For men, 120% of the table rates were used. For women, 92% of the table rates were used. For disabled lives, the mortality rates are the rates applicable to nondisabled lives set forward 10 years.

Other information:

Notes: There were no benefit changes during the year.

* Based on valuation assumptions used in the December 31, 2012, actuarial valuation; note two year lag between valuation and rate setting.

Rock Island County, Illinois

Required Supplementary Information
Other Postemployment Benefit Plan - County, Primary Government

Schedule of Funding Progress

Fiscal Year Ended	Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
2016	11/30/15	\$ -	\$ 19,744,641	\$ 19,744,641	- %	\$ 26,545,406	74.38%
2015	11/30/15	-	19,744,641	19,744,641	-	26,545,406	74.38
2014	11/30/13	-	12,951,581	12,951,581	-	21,747,298	59.55
2013	11/30/13	-	12,462,566	12,462,566	-	20,711,712	60.17
2012	11/30/11	-	17,289,916	17,289,916	-	22,971,245	75.27

The information presented in the required supplementary schedules was determined as part of the actuarial valuation date as of November 30, 2015. Additional information follows:

- The cost method used to determine the ARC is the Entry Age Actuarial Cost method.
- There are no plan assets.
- The actuarial assumptions included: 1) 5 percent investment rate of return 2) salary increases of 5 percent and 3) health care cost trend rate of 7 percent initially and an ultimate rate of 5 percent.
- The amortization method is level percentage of pay on an open basis.

Rock Island County, Illinois

**Required Supplementary Information
Budgetary Comparison Schedule
General Fund
Year Ended November 30, 2016**

	Budget		Variance with Final Budget	
	Original	Final	Actual	
Revenues:				
Fees	\$ 5,861,482	\$ 5,864,196	\$ 5,642,138	\$ (222,058)
Property taxes	6,693,765	6,693,765	6,627,105	(66,660)
Intergovernmental	10,447,362	10,459,934	10,565,414	105,480
Investment earnings	21,720	21,720	25,013	3,293
Miscellaneous	78,250	83,130	76,810	(6,320)
Total revenues	23,102,579	23,122,745	22,936,480	(186,265)
Expenditures:				
Current:				
Salaries and wages	17,290,734	17,381,799	17,014,579	367,220
Personal benefits	3,947,187	3,945,994	3,652,435	293,559
Supplies	285,657	343,610	295,815	47,795
Other services and charges	4,201,760	4,287,716	3,833,558	454,158
Capital outlay	445,741	578,730	494,259	84,471
Total expenditures	26,171,079	26,537,849	25,290,646	1,247,203
Excess (deficiency) of revenues over expenditures	(3,068,500)	(3,415,104)	(2,354,166)	1,060,938
Other financing sources (uses):				
Transfers in	1,688,520	1,697,580	1,862,247	164,667
Transfers out	(2,003,628)	(2,006,592)	(1,070,982)	935,610
Proceeds from sale of capital asset	2,500	32,500	31,541	(959)
Total other financing sources	(312,608)	(276,512)	822,806	1,099,318
Net change in fund balance	\$ (3,381,108)	\$ (3,691,616)	\$ (1,531,360)	\$ 2,160,256
Reconciliation to GAAP Basis:				
Activities reported within the Child Welfare Fund, Working Cash Fund, and Sheriff Crime Lab Fund (sub-funds of the General Fund):				
Total revenue			\$ 2,195	
Total expenditures			867,886	
Total other financing sources			(867,886)	
Total reconciling items			2,195	
Net change in fund balance			(1,529,165)	
Fund balances, beginning of year			4,156,156	
Fund balances, end of year			\$ 2,626,991	

See note to required supplementary information.

Rock Island County, Illinois

Required Supplementary Information
Budgetary Comparison Schedule
Forest Preserve Commission
Year Ended November 30, 2016

	Budget		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Fees	\$ 2,067,486	\$ 2,067,486	\$ 2,141,472	\$ 73,986
Property taxes	2,799,368	2,799,368	2,724,021	(75,347)
Intergovernmental	236,131	236,131	469,163	233,032
Investment earnings	4,793	4,793	8,146	3,353
Miscellaneous	303,180	303,180	313,263	10,083
Total revenues	5,410,958	5,410,958	5,656,065	245,107
Expenditures:				
Current:				
Salaries and wages	2,127,668	1,858,718	1,855,294	3,424
Personal benefits	755,429	656,872	610,421	46,451
Supplies	660,747	650,706	632,859	17,847
Other services and charges	1,087,248	1,159,424	1,175,466	(16,042)
Capital outlay	-	155,836	227,935	(72,099)
Transfers to other agencies	-	146,722	146,722	-
Debt service:				
Principal retirement	130,000	376,223	345,000	31,223
Interest and fiscal charges	31,828	192,112	192,111	1
Bond issuance costs	-	-	81,982	(81,982)
Total expenditures	4,792,920	5,196,613	5,267,790	(71,177)
Excess (deficiency) of revenues over expenditures	618,038	214,345	388,275	173,930
Other financing sources (uses),				
Transfers from other funds	-	10,000	16,000	6,000
Transfers to other funds	(369,693)	(16,000)	(16,000)	-
Refunding bond issuance	-	-	3,125,000	-
Premium on bonds	-	-	97,067	-
Payments to escrow	-	-	(3,170,004)	-
Proceeds from sale of capital assets	-	-	3,882	3,882
Total other financing sources (uses)	(369,693)	(6,000)	55,945	9,882
Net change in fund balance	\$ 248,345	\$ 208,345	\$ 444,220	\$ 183,812

Reconciliation to GAAP Basis:

Activities reported within the Marvin Martin Trust Fund, Golf Course Improvement Fund and Bike Path Project	
Fund (subfunds of the Forest Preserve Commission Fund):	
Total revenue	115,439
Total expenditures	-
Total reconciling items	115,439
Net change in fund balance	559,659
Fund balance, beginning of year	2,656,971
Fund balance, end of year	\$ 3,216,630

See note to required supplementary information.

Rock Island County, Illinois

Required Supplementary Information
Budgetary Comparison Schedule
Hope Creek Care Center Fund
Year Ended November 30, 2016

	Budget		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Fees	\$ 17,758,982	\$ 14,826,700	\$ 14,643,637	\$ (183,063)
Investment earnings	2,000	2,000	2,080	80
Intergovernmental	-	-	-	-
Miscellaneous	500	500	3	(497)
Total revenues	17,761,482	14,829,200	14,645,720	(183,480)
Expenditures:				
Current:				
Salaries and wages	10,274,922	8,230,002	7,932,572	297,430
Personal benefits	2,756,242	1,719,163	1,698,985	20,178
Supplies	1,328,539	1,513,588	1,468,864	44,724
Other services and charges	4,197,831	4,382,561	4,282,448	100,113
Capital outlay	215,720	27,942	26,544	1,398
Debt service:				
Principal retirement	1,030,000	1,030,000	1,030,000	-
Interest and fiscal charges	589,600	589,600	454,319	135,281
Bond issuance costs	-	114,685	114,685	-
Total expenditures	20,392,854	17,607,541	17,008,417	599,124
(Deficiency) of revenues over expenditures	(2,631,372)	(2,778,341)	(2,362,697)	415,644
Other financing sources (uses):				
Transfers in	2,396,706	2,396,706	2,397,022	316
Transfers out	(694,134)	(694,134)	(694,134)	-
Refunding bond issuance	-	9,105,000	9,105,000	-
Premium on bonds	-	902,630	704,406	(198,224)
Payments to escrow	-	(9,690,635)	(9,690,635)	-
Total other financing sources	1,702,572	2,019,567	1,821,659	(197,908)
Net change in fund balance	\$ (928,800)	\$ (758,774)	\$ (541,038)	\$ 217,736
Reconciliation to GAAP Basis:				
Activities reported within the Nursing Home Tax Levy Fund:				
Total revenue			2,397,022	
Total other financing (uses)			(2,397,022)	
Total reconciling items			-	
Net change in fund balance			(541,038)	
Fund balance (deficit), beginning of year			(209,800)	
Fund balance (deficit), end of year			\$ (750,838)	

See note to required supplementary information.

Rock Island County, Illinois

**Required Supplementary Information
Budgetary Comparison Schedule
Illinois Municipal Retirement Fund
Year Ended November 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Property taxes	\$ 5,135,477	\$ 5,135,477	\$ 5,146,200	\$ 10,723
Investment earnings	-	-	4,855	4,855
Total revenues	5,135,477	5,135,477	5,151,055	15,578
Expenditures:				
Current:				
Personal benefits	4,148,997	4,148,997	3,874,623	274,374
Other services and charges	-	-	-	-
Total expenditures	4,148,997	4,148,997	3,874,623	274,374
Excess (deficiency) of revenues over expenditures	986,480	986,480	1,276,432	289,952
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	(9,832)	(9,832)	(9,833)	(1)
Total other financing sources	(9,832)	(9,832)	(9,833)	(1)
Net change in fund balance	\$ 976,648	\$ 976,648	\$ 1,266,599	\$ 289,951
Fund balance, beginning of year			1,627,373	
Fund balance, end of year			\$ 2,893,972	

See note to required supplementary information.

Rock Island County, Illinois

**Required Supplementary Information
Budgetary Comparison Schedule
Liability Insurance Fund
Year Ended November 30, 2016**

	Budget			Variance with Final Budget	
	Original	Final	Actual		
Revenues:					
Property taxes	\$ 2,300,000	\$ 2,300,000	\$ 2,311,087	\$ 11,087	
Intergovernmental	72,339	72,339	102,480	30,141	
Investment earnings	-	-	3,365	3,365	
Miscellaneous	-	-	11,144	11,144	
Total revenues	2,372,339	2,372,339	2,428,076	55,737	
Expenditures:					
Current operating:					
Salaries and wages	463,933	463,933	463,932	1	
Personal benefits	200,495	200,495	178,100	22,395	
Supplies	14,492	14,492	14,150	342	
Other services and charges	3,564,240	3,564,240	3,403,882	160,358	
Total expenditures	4,243,160	4,243,160	4,060,064	183,096	
Excess (deficiency) of revenues over expenditures	(1,870,821)	(1,870,821)	(1,631,988)	(127,359)	
Other financing sources (uses):					
Transfers in	393,090	393,090	413,648	20,558	
Total other financing sources (uses)	393,090	393,090	413,648	20,558	
Net change in fund balances	\$ (1,477,731)	\$ (1,477,731)	\$ (1,218,340)	\$ (106,801)	
Fund balances (deficits), beginning of year			1,254,892		
Fund balances (deficits), end of year			\$ 36,552		

Rock Island County, Illinois

Note to Required Supplementary Information – Budgetary Comparison Schedules Year Ended November 30, 2016

Budgetary Comparison Schedules

The budgetary comparison schedules are presented for the General Fund and the major special revenue funds, Forest Preserve Commission Fund, Hope Creek Care Center Fund and Illinois Municipal Retirement Fund. These schedules are presented on the modified accrual basis of accounting and are, therefore, presented in accordance with accounting principles generally accepted in the United States of America.

Through the implementation of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, various funds were reclassified and are now included with the General Fund. These funds have not been included with the General Fund budgetary comparison schedule as they were not included with the legally adopted budget of the General Fund. The budgetary comparison schedules for the General Fund Sub-Funds are presented as supplementary information.

The Marvin Martin Trust Fund, Golf Course Improvement Fund and Bike Path Project Fund are sub-funds of the Forest Preserve Commission. These funds were not budgeted for the year ended June 30, 2016 and are not included in the budgetary comparison schedule.

There were several budget amendments during the year.

Budgetary information: Budgets are prepared using the same accounting basis and practices as are used to account for and prepare financial reports for the funds; thus, budgets presented in this report for comparison to actual amounts are presented in accordance with accounting principles generally accepted in the United States of America.

The County follows these procedures in establishing their operational budget:

1. At a regular or special call meeting of the County Board in October or November, the proposed budget by fund for the fiscal year commencing on the following December 1 is submitted. The budget includes proposed expenditures and the means of financing them.
2. Prior to December 1, the budget is legally enacted through passage or an appropriation ordinance.
3. Transfers of budgeted amounts among a fund's object classifications, or any budget increases by means of an emergency or supplemental appropriations, require approval by two-thirds of the County Board members. Adjustments made during the year are reflected in the budget information included in the basic financial statements. The original budget was increased by \$2,086,708 primarily due to the availability of revenues during the year from grants and unexpected changes in various costs and building improvements not originally budgeted for.
4. Budgets for the General and certain special revenue funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America.
5. Expenditures may not legally exceed the total amount of the revised budget appropriations of individual funds.

Rock Island County, Illinois

Note to Required Supplementary Information – Budgetary Comparison Schedules
Year Ended November 30, 2016

The following fund overexpended their budgeted amounts during the year:

	Final Budget	Actual	Amount Over Final Budget
Forest Preserve Commission	\$ 5,196,613	\$ 5,267,790	\$ (71,177)
County Health Fund	4,218,433	5,830,509	(1,612,076)
State's Attorney Drug Enforcement Fund	-	106,921	(106,921)
Hotel/Motel Tax Fund	-	287,846	(287,846)

Formal budgetary integration is employed as a management control device during the year for the General Fund and most special revenue funds. The Workforce Investment Act and Metropolitan Enforcement Group Special Revenue Funds and Capital Project Fund were not budgeted for the year ended November 30, 2016 and are not included in the Budgetary Comparison Schedules.

Rock Island County, Illinois

**Schedule of Revenues and Other Financing Sources - Budget and Actual
General Fund
Year Ended November 30, 2016**

	Budget			Actual	Variance With Final Budget
	Original	Final			
Revenues:					
Fees:					
Circuit clerk fees	\$ 2,315,000	\$ 2,315,000	\$ 1,984,237	\$ (330,763)	
County recorder fees	769,000	771,714	722,586	(49,128)	
States attorney fees	29,950	29,950	33,661	3,711	
County sheriff fees	300,000	300,000	281,494	(18,506)	
Other	2,447,532	2,447,532	2,620,160	172,628	
Total fees	5,861,482	5,864,196	5,642,138	(222,058)	
Property taxes:					
Property taxes	5,993,765	5,993,765	5,954,447	(39,318)	
Penalties and interest	700,000	700,000	672,658	(27,342)	
Total property taxes	6,693,765	6,693,765	6,627,105	(66,660)	
Intergovernmental:					
Salary reimbursements	1,316,662	1,316,662	1,138,944	(177,718)	
Sales and use tax	4,530,000	4,530,000	4,982,831	452,831	
State income tax	1,700,000	1,700,000	1,628,577	(71,423)	
Tax replacement revenue	2,500,000	2,500,000	2,312,675	(187,325)	
Other	400,700	413,272	502,387	89,115	
Total intergovernmental	10,447,362	10,459,934	10,565,414	105,480	
Investment earnings	21,720	21,720	25,013	3,293	
Miscellaneous	78,250	83,130	76,810	(6,320)	
Total revenues	23,102,579	23,122,745	22,936,480	(186,265)	
Other financing sources:					
Transfers from other funds	1,688,520	1,697,580	1,862,247	164,667	
Proceeds from sale of fixed asset	2,500	32,500	31,541	(959)	
Total other financing sources	1,691,020	1,730,080	1,893,788	163,708	
Total revenues and other financing sources	\$ 24,793,599	\$ 24,852,825	\$ 24,830,268	\$ (22,557)	

Rock Island County, Illinois

**Schedule of Expenditures by Department and Other Financing Uses - Budget and Actual
General Fund
Year Ended November 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
Expenditures:				
Assessment Map:				
Salaries and wages	\$ 256,439	\$ 257,162	\$ 257,162	\$ -
Supplies	2,395	3,672	3,220	452
Other services and charges	35,998	35,998	35,859	139
Capital outlay	2,000	-	-	-
Total	296,832	296,832	296,241	591
Auditor:				
Salaries and wages	233,431	233,431	215,907	17,524
Supplies	320	320	225	95
Other services and charges	5,461	5,461	5,230	231
Capital outlay	-	-	-	-
Total	239,212	239,212	221,362	17,850
County Board:				
Salaries and wages	209,100	234,904	234,904	\$ -
Supplies	1,100	1,100	472	628
Other services and charges	14,350	14,350	7,465	6,885
Total	224,550	250,354	242,841	7,513
Circuit Clerk, salaries and wages	1,322,028	1,322,028	1,248,500	73,528
Circuit Court:				
Salaries and wages	105,913	114,527	114,527	\$ -
Supplies	10,083	11,259	11,259	\$ -
Other services and charges	447,268	563,622	563,622	\$ -
Total	563,264	689,408	689,408	\$ -
Civil Defense:				
Salaries and wages	54,599	59,386	58,060	1,326
Supplies	100	5,618	5,393	225
Other services and charges	5,517	22,710	22,145	565
Capital outlays	-	26,325	24,995	1,330
Total	60,216	114,039	110,593	3,446

(Continued)

Rock Island County, Illinois

Schedule of Expenditures by Department and Other Financing Uses - Budget and Actual (Continued)
General Fund
Year Ended November 30, 2016

	Budget			Variance with Final Budget	
	Original	Final	Actual		
County Clerk:					
Salaries and wages	\$ 614,166	\$ 619,882	\$ 596,437	\$ 23,445	
Supplies	7,875	42,875	41,872	1,003	
Other services and charges	468,550	457,834	428,270	29,564	
Total	1,090,591	1,120,591	1,066,579	54,012	
Coroner:					
Salaries and wages	196,335	198,335	198,083	252	
Personal benefits	-	707	707	-	
Other services and charges	59,000	67,280	67,280	-	
Total	255,335	266,322	266,070	252	
Information Systems:					
Salaries and wages	346,877	346,877	346,753	124	
Supplies	13,820	15,559	6,428	9,131	
Other services and charges	91,586	82,047	80,147	1,900	
Capital outlay	-	7,800	4,961	2,839	
Total	452,283	452,283	438,289	13,994	
Liquor Commission, other services and charges	75	75	-	75	
Building Maintenance:					
Salaries and wages	113,037	113,037	111,140	1,897	
Supplies	12,450	12,450	11,167	1,283	
Other services and charges	43,500	43,500	36,948	6,552	
Capital outlay	12,500	12,500	-	12,500	
Total	181,487	181,487	159,255	22,232	
County Zoning:					
Salaries and wages	287,687	289,259	289,259	-	
Supplies	2,100	2,100	1,067	1,033	
Other services and charges	26,639	25,067	21,900	3,167	
Total	316,426	316,426	312,226	4,200	

(Continued)

Rock Island County, Illinois

Schedule of Expenditures by Department and Other Financing Uses - Budget and Actual (Continued)
General Fund
Year Ended November 30, 2016

	Budget			Actual	Variance with Final Budget
	Original	Final			
General County Services:					
Salaries and wages	\$ 2,970	\$ 2,970	\$ 365	\$ 2,605	
Supplies	3,000	3,345	408	2,937	
Other services and charges	497,825	529,423	413,291	116,132	
Total	503,795	535,738	414,064	121,674	
Court Services:					
Salaries and wages	1,881,413	1,881,413	1,776,116	105,297	
Supplies	5,750	5,750	4,216	1,534	
Other services and charges	72,580	72,580	51,562	21,018	
Total	1,959,743	1,959,743	1,831,894	127,849	
Recorder, salaries and wages	321,004	321,004	320,973	31	
Sheriff:					
Salaries and wages	8,462,310	8,494,425	8,378,130	116,295	
Personal benefits	92,281	92,281	64,608	27,673	
Supplies	207,485	218,980	189,887	29,093	
Other services and charges	2,254,759	2,191,596	1,961,573	230,023	
Capital outlay	427,241	530,105	464,303	65,802	
Total	11,444,076	11,527,387	11,058,501	468,886	
States Attorney:					
Salaries and wages	1,440,769	1,439,053	1,419,720	19,333	
Supplies	11,404	12,825	12,825	-	
Other services and charges	70,704	70,998	70,998	-	
Total	1,522,877	1,522,876	1,503,543	19,333	
Superintendent of Educational Services Region:					
Salaries and wages	37,876	37,876	37,855	21	
Other services and charges	15,000	15,000	15,000	-	
Total	52,876	52,876	52,855	21	
Human Resources:					
Salaries and wages	151,166	151,166	149,126	2,040	
Personal benefits	3,853,006	3,853,006	3,587,120	265,886	
Total	4,004,172	4,004,172	3,736,246	267,926	

(Continued)

Rock Island County, Illinois

Schedule of Expenditures by Department and Other Financing Uses - Budget and Actual (Continued)
General Fund
Year Ended November 30, 2016

	Budget			Actual	Variance with Final Budget
	Original	Final			
Treasurer:					
Salaries and wages	\$ 335,693	\$ 335,693	\$ 335,061	\$ 632	
Supplies	1,900	1,907	1,907	-	
Other services and charges	43,368	43,361	39,597	3,764	
Total	380,961	380,961	376,565	4,396	
Board of Review:					
Salaries and wages	54,413	54,413	53,950	463	
Supplies	1,075	1,075	938	137	
Other services and charges	9,340	9,340	2,513	6,827	
Total	64,828	64,828	57,401	7,427	
Public Defender:					
Salaries and wages	639,529	650,979	650,979	-	
Supplies	4,950	3,025	3,010	15	
Other services and charges	9,990	7,224	7,169	55	
Capital outlay	2,000	-	-	-	
Total	656,469	661,228	661,158	70	
County Administration:					
Salaries and wages	223,979	223,979	221,572	2,407	
Supplies	1,750	1,750	1,521	229	
Other services and charges	30,250	30,250	2,989	27,261	
Capital outlay	2,000	2,000	-	2,000	
Total	257,979	257,979	226,082	31,897	
Total General Fund:					
Salaries and wages	17,290,734	17,381,799	17,014,579	367,220	
Personal benefits	3,947,187	3,945,994	3,652,435	293,559	
Supplies	285,657	343,610	295,815	47,795	
Other services and charges	4,201,760	4,287,716	3,833,558	454,158	
Capital outlay	445,741	578,730	494,259	84,471	
Total expenditures	26,171,079	26,537,849	25,290,646	1,247,203	
Other financing uses, transfers to other funds					
	2,003,628	2,006,592	1,070,982	935,610	
Total expenditures and other financing uses	\$ 28,174,707	\$ 28,544,441	\$ 26,361,628	\$ 2,182,813	

Rock Island County, Illinois

**Statement of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
General Fund Sub-Funds
Year Ended November 30, 2016**

	Child Welfare Fund		Working Cash Fund	
	Budget	Actual	Budget	Actual
Revenues:				
Fees	\$ -	\$ -	\$ -	\$ -
Investment earnings	-	-	-	1,361
Total revenues	-	-	-	1,361
Expenditures, current operating, other services and charges	1,090,000	867,886	-	-
Excess (deficiency) of revenues over expenditures	(1,090,000)	(867,886)	-	1,361
Other financing sources (uses):				
Transfers in	1,090,000	867,886	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	1,090,000	867,886	-	-
Net change in fund balances	\$ -	-	\$ -	1,361
Fund balances, beginning of year		-		523,517
Fund balances, end of year	\$ -		\$ -	\$ 524,878

Sheriff Crime Lab Fund

Budget	Actual
\$ 1,000	\$ 813
-	21
<u>1,000</u>	<u>834</u>
-	-
<u>1,000</u>	<u>834</u>
-	-
<u>1,000</u>	<u>834</u>
<u>\$ 1,000</u>	<u>834</u>
<u>5,818</u>	
<u>\$ 6,652</u>	

Rock Island County, Illinois

**Statement of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
Hope Creek Care Center Fund Sub-Fund
Year Ended November 30, 2016**

	Nursing Home Tax Levy Fund	
	Budget	Actual
Revenues:		
Property taxes	\$ 2,396,663	\$ 2,396,663
Investment earnings	359	359
Total revenues	2,397,022	2,397,022
Other financing (uses), transfers out	(2,397,022)	(2,397,022)
Net change in fund balance	\$ -	-
Fund balances, beginning of year		-
Fund balances, end of year	\$ -	-

Nonmajor Governmental Funds

Special Revenue Funds: are used to account for the proceeds of specific revenue sources.

Animal Control Fund: To account for revenue received from pet licenses and fines.

Arrestee Medical Costs Fund: To account for funds used to provide medical care to arrestees.

Child Advocacy Fund: To account for property tax revenue distributed to the Child Advocacy Center.

Collector Tax Fee Fund: To account for revenue received from the County's property tax sale.

Community Mental Health Fund: To account for property tax revenue used to provide mental health services.

COPS Grant Fund: To account for grant funds used to pay sheriff salaries and benefits.

County Bridge Fund: To account for property tax revenue used for bridge study, design and construction.

County Clerk Document Fund: To account for funds used to automate records in the County Clerk's office.

County Extension Education Fund: To account for property tax revenue used to provide educational services to the community.

County Health Fund: To account for property tax and grant revenue used to support programs conducted by the Health Department.

County Highway Fund: To account for property tax revenue used for general maintenance and improvements to highways.

County Law Library Fund: To account for fee revenue used to purchase law books.

Court Automation Fund: To account for funds used to automate records in the Circuit Clerk's office.

Court Document Storage Fund: To account for funds used to store records in the Circuit Clerk's office.

Court Security Fund: To account for funds used to purchase court security equipment and pay bailiffs.

Federal Social Security Fund: To account for property tax revenue used to pay FICA taxes.

GIS 2005 Fund: To account for fee revenue used to computerize the mapping system.

Hillsdale Special Service Area Fund: To account for property tax revenues used for flood control of levies.

Workforce Investment Act Fund: To account for grant revenue passed on to the Rock Island Tri-County Consortium.

Maintenance and Child Support Collection Fund: To account for fee revenue used to administer the child support program.

Metropolitan Enforcement Group Fund: To account for funds passed through to one of nine drug enforcement groups in the state of Illinois.

Motor Fuel Tax Fund: To account for engineering costs, contract construction, snow removal, sign maintenance and right of ways.

Probation Services Fee Fund: To account for fee revenue used to provide judicial services.

Recorders Document Fund: To account for funds used to automate records in the Recorder's office.

States Attorney Drug Enforcement Fund: To account for revenues from drug prosecutions used for drug enforcement and education.

Treasurer's Automation Fund: To account for funds used to automate records in the Treasurer's office.

Veterans Assistance Fund: To account for property tax revenue used in assistance for veterans.

Zuma-Canoe Creek Special Service Area Fund: To account for property tax revenue used for flood control of levies.

Circuit Clerk Administration Cost Fund: To account for revenue received from court fees to be used for the administrative and operation costs of the Circuit Clerk.

Hotel/Motel Tax Fund: To account for revenue received from hotel/motel tax.

Drug Court Grant Fund: To account for grant revenue used to provide alcohol and drug treatment services.

Coroner Fee Fund: To account for revenue received from coroner fees to be used for the administrative and operation costs of the Coroner.

Federal Seized and Forfeited Property Fund: To account for revenues from seized or forfeited of federal property to the Sheriff's Department. To help facilitate the reporting to the federal government on how the funds are being collected and used.

Covemakers Buy-Out Fund: To account for grant revenue used in flood buy-outs.

IDOT Grant Fund: To account for IDOT grant revenues.

Debt Service Fund: is used to account for the accumulation of resources for, and the payment of, County long-term debt principal, interest and related costs.

Capital Project Fund: is used to account for funds used to purchase or maintain County buildings. Also, bond proceeds are received into the fund and expended as capital outlay is incurred.

Rock Island County, Illinois

Combining Balance Sheet
Nonmajor Governmental Funds
November 30, 2016

			Special Revenue		
	Total	Animal Control Fund	Arrestee Medical Costs Fund	Child Advocacy Fund	
Assets					
Cash and cash equivalents	\$ 16,110,183	\$ 162,855	\$ 30,012	\$ -	-
Receivables:					
Property taxes receivable	10,403,222	-	-		72,589
Accounts receivable	211,529	33,805	1,121		-
Accrued interest receivable	5,238	44	8		2
Due from other funds	210,886	-	-		-
Due from other governmental units	1,456,194	-	-		-
Other assets	12,961	-	-		-
Advances to other funds	441,850	-	-		-
Total assets	\$ 28,852,063	\$ 196,704	\$ 31,141	\$ 72,591	
Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)					
Liabilities:					
Accounts payable	\$ 1,182,065	\$ 42,070	\$ -	\$ 2,407	
Accrued liabilities	542,717	303,758	-	-	
Due to other funds	356,427	3,236	-	-	
Due to other governmental units	7,428	7,428	-	-	
Unearned revenues	400,540	-	-	-	
Advances from other funds	607,850	124,000	-	-	
Total liabilities	3,097,027	480,492	-	2,407	
Deferred inflows of resources:					
Deferred revenue - property taxes	10,026,491	-	-	70,184	
Deferred revenue - intergovernmental	587,744	-	-	-	
Total deferred inflows of resources	10,614,235	-	-	70,184	
Fund balances (deficits):					
Nonspendable	12,961	-	-	-	
Restricted	15,487,681	-	31,141	-	
Unassigned	(359,841)	(283,788)	-	-	
Total fund balances (deficits)	15,140,801	(283,788)	31,141	-	
Total liabilities, deferred inflows of resources and fund balances (deficits)	\$ 28,852,063	\$ 196,704	\$ 31,141	\$ 72,591	

(Continued)

Special Revenue

Rock Island County, Illinois

Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
November 30, 2016

	Special Revenue			
	County Health Fund	County Highway Fund	County Law Library Fund	Court Automation Fund
Assets				
Cash and cash equivalents	\$ 772,998	\$ 1,936,218	\$ 47,082	\$ 1,233,285
Receivables:				
Property taxes receivable	1,268,656	1,622,042	-	-
Accounts receivable	57,252	419	10,245	732
Accrued interest receivable	230	567	14	874
Due from other funds	-	-	-	-
Due from other governmental units	679,692	-	-	15,612
Other assets	1,535	5,890	-	-
Advances to other funds	-	-	-	-
Total assets	\$ 2,780,363	\$ 3,565,136	\$ 57,341	\$ 1,250,503
Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)				
Liabilities:				
Accounts payable	\$ 128,839	\$ 75,507	\$ 14,168	\$ 65,615
Accrued liabilities	83,950	32,529	-	-
Due to other funds	113,122	11,738	-	9,266
Due to other governmental units	-	-	-	-
Unearned revenues	3,427	13,679	-	-
Advances from other funds	-	-	-	-
Total liabilities	329,338	133,453	14,168	74,881
Deferred inflows of resources:				
Deferred revenue - property taxes	1,228,722	1,571,851	-	-
Deferred revenue - intergovernmental	348,956	-	-	-
Total deferred inflows of resources	1,577,678	1,571,851	-	-
Fund balances (deficits):				
Nonspendable	1,535	5,890	-	-
Restricted	871,812	1,853,942	43,173	1,175,622
Unassigned	-	-	-	-
Total fund balances (deficits)	873,347	1,859,832	43,173	1,175,622
Total liabilities, deferred inflows of resources and fund balances (deficits)	\$ 2,780,363	\$ 3,565,136	\$ 57,341	\$ 1,250,503

(Continued)

Special Revenue

Court Document Storage Fund	Court Security Fund	Federal Social Security Fund	GIS 2005 Fund	Hillsdale Special Service Area Fund	Maintenance and Child Support Collection Fund
\$ 905,520	\$ -	\$ 1,743,362	\$ 150,129	\$ 38,646	\$ 3,292
-	-	1,716,166	-	10,305	-
16,491	17,744	941	1,501	-	3,391
266	-	494	41	11	-
-	121,410	-	2,040	-	-
-	-	941	120	-	9,735
-	-	-	-	-	-
45,000	-	-	-	-	-
\$ 967,277	\$ 139,154	\$ 3,461,904	\$ 153,831	\$ 48,962	\$ 16,418
\$ 1,893	\$ -	\$ 941	\$ 164	\$ 1,600	\$ -
3,944	10,906	58,603	3,689	-	1,523
2,117	128,248	-	924	1,215	-
-	-	-	-	-	-
-	-	-	-	-	-
-	22,000	-	-	-	65,000
7,954	161,154	59,544	4,777	2,815	66,523
-	-	1,608,236	-	8,820	-
-	-	-	-	-	3,948
-	-	1,608,236	-	8,820	3,948
-	-	-	-	-	-
959,323	-	1,794,124	149,054	37,327	-
-	(22,000)	-	-	-	(54,053)
959,323	(22,000)	1,794,124	149,054	37,327	(54,053)
\$ 967,277	\$ 139,154	\$ 3,461,904	\$ 153,831	\$ 48,962	\$ 16,418

Rock Island County, Illinois

Combining Balance Sheet (Continued)

Nonmajor Governmental Funds

November 30, 2016

	Special Revenue					States
	Motor Fuel Tax Fund	Probation Services Fee Fund	Recorders Document Fund	Attorney Drug Enforcement Fund		
Assets						
Cash and cash equivalents	\$ 3,150,494	\$ 1,100,914	\$ 271,809	\$ 143,976		
Receivables:						
Property taxes receivable	-	-	-	-		
Accounts receivable	730	28,199	-	9,467		
Accrued interest receivable	896	-	75	-		
Due from other funds	-	3,232	2,849	-		
Due from other governmental units	337,631	-	-	23,390		
Other assets	-	-	-	-		
Advances to other funds	-	-	-	-		
Total assets	\$ 3,489,751	\$ 1,132,345	\$ 274,733	\$ 176,833		
Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)						
Liabilities:						
Accounts payable	\$ 354,731	\$ 32,033	\$ 11,367	\$ 3,351		
Accrued liabilities	10,868	200	4,305	1,132		
Due to other funds	-	3,667	452	1,821		
Due to other governmental units	-	-	-	-		
Unearned revenues	-	-	-	-		
Advances from other funds	-	-	-	-		
Total liabilities	365,599	35,900	16,124	6,304		
Deferred inflows of resources:						
Deferred revenue - property taxes	-	-	-	-		
Deferred revenue - intergovernmental	-	-	-	-		
Total deferred inflows of resources	-	-	-	-		
Fund balances (deficits):						
Nonspendable	-	-	-	-		
Restricted	3,124,152	1,096,445	258,609	170,529		
Unassigned	-	-	-	-		
Total fund balances (deficits)	3,124,152	1,096,445	258,609	170,529		
Total liabilities, deferred inflows of resources and fund balances (deficits)	\$ 3,489,751	\$ 1,132,345	\$ 274,733	\$ 176,833		

(Continued)

Special Revenue

Rock Island County, Illinois

Combining Balance Sheet (Continued)

Nonmajor Governmental Funds

November 30, 2016

	Special Revenue			
	Coroner Fee Fund	Federal Seized and Forfeited Property Fund	Covemakers Buy-Out Fund	IDOT Grant Fund
Assets				
Cash and cash equivalents	\$ 38,945	\$ 30,217	\$ 451,992	\$ 42,164
Receivables:				
Property taxes receivable	-	-	-	-
Accounts receivable	2,400	-	-	119
Accrued interest receivable	10	8	-	-
Due from other funds	-	-	-	-
Due from other governmental units	-	-	-	234,840
Other assets	-	-	-	-
Advances to other funds	-	-	-	-
Total assets	\$ 41,355	\$ 30,225	\$ 451,992	\$ 277,123
Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)				
Liabilities:				
Accounts payable	\$ 3,178	\$ -	\$ 64,639	\$ -
Accrued liabilities	-	-	1,820	-
Due to other funds	1,285	-	-	145
Due to other governmental units	-	-	-	-
Unearned revenues	-	-	383,434	-
Advances from other funds	-	-	-	-
Total liabilities	4,463	-	449,893	145
Deferred inflows of resources:				
Deferred revenue - property taxes	-	-	-	-
Deferred revenue - intergovernmental	-	-	-	234,840
Total deferred inflows of resources	-	-	-	234,840
Fund balances (deficits):				
Nonspendable	-	-	-	-
Restricted	36,892	30,225	2,099	42,138
Unassigned	-	-	-	-
Total fund balances (deficits)	36,892	30,225	2,099	42,138
Total liabilities, deferred inflows of resources and fund balances (deficits)	\$ 41,355	\$ 30,225	\$ 451,992	\$ 277,123

(Continued)

Debt Service Fund	Capital Project Fund
\$ -	\$ 217
2,766,708	-
-	-
58	-
-	-
-	-
-	-
-	-
-	396,850
<hr/>	
\$ 2,766,766	\$ 397,067
<hr/>	
\$ 79,440	\$ -
-	-
-	-
-	-
-	-
-	396,850
79,440	396,850
<hr/>	
2,687,326	-
-	-
2,687,326	-
<hr/>	
-	-
-	217
-	-
-	217
<hr/>	
\$ 2,766,766	\$ 397,067
<hr/>	

Rock Island County, Illinois

**Combining Statement of Revenues, Expenditures and Changes in
Fund Balances (Deficits)
Nonmajor Governmental Funds
Year Ended November 30, 2016**

			Special Revenue		
		Total	Animal Control Fund	Arrestee Medical Costs Fund	Child Advocacy Fund
Revenues:					
Fees	\$	3,336,810	\$ 790,810	\$ 18,400	\$ -
Property taxes		11,148,333	-	-	71,922
Intergovernmental		12,258,039	-	-	-
Investment earnings		47,475	851	88	11
Miscellaneous		628,368	83,846	-	-
Total revenues		27,419,025	875,507	18,488	71,933
Expenditures:					
Current:					
General government		2,996,123	-	-	-
Public safety		1,686,250	885,630	-	-
Corrections		-	-	-	-
Judiciary and legal		1,437,391	-	-	-
Transportation and public works		3,427,538	-	-	-
Social services		10,719,803	-	-	71,933
Capital outlay		1,978,866	-	-	-
Debt service:					
Principal retirement		875,000	-	-	-
Interest and fiscal charges		993,790	-	-	-
Total expenditures		24,114,761	885,630	-	71,933
Excess (deficiency) of revenues over expenditures		3,304,264	(10,123)	18,488	-
Other financing sources (uses):					
Transfers in		391,398	-	-	-
Transfers out		(1,730,386)	-	(10,000)	-
Proceeds from sale of capital assets		7,751	-	-	-
Total other financing sources (uses)		(1,331,237)	-	(10,000)	-
Net change in fund balances		1,973,027	(10,123)	8,488	-
Fund balances (deficits), beginning of year		13,167,774	(273,665)	22,653	-
Fund balances (deficits), end of year	\$	15,140,801	\$ (283,788)	\$ 31,141	\$ -

(Continued)

Special Revenue

Collector Tax Fee Fund	Community Mental Health Fund	COPS Grant Fund	County Bridge Fund	County Clerk Document Fund	County Extension Education Fund
\$ 64,130	\$ -	\$ -	\$ 565,617	\$ 41,850	\$ -
-	1,596,960	-	565,617	-	230,127
-	-	619,175	-	-	-
881	4,223	-	3,943	262	34
-	-	-	78,892	-	-
65,011	1,601,183	619,175	648,452	42,112	230,161
23,290	-	-	-	6,131	-
-	-	715,955	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	56,136	-	-
-	1,378,219	-	-	-	230,161
-	-	-	-	522	-
-	-	-	-	-	-
-	-	-	-	-	-
23,290	1,378,219	715,955	56,136	6,653	230,161
41,721	222,964	(96,780)	592,316	35,459	-
-	-	80,140	-	-	-
(27,063)	(40,252)	-	(4,259)	(6,750)	-
-	-	-	-	-	-
(27,063)	(40,252)	80,140	(4,259)	(6,750)	-
14,658	182,712	(16,640)	588,057	28,709	-
159,215	732,912	16,640	924,403	60,739	-
\$ 173,873	\$ 915,624	\$ -	\$ 1,512,460	\$ 89,448	\$ -

Rock Island County, Illinois

**Combining Statement of Revenues, Expenditures and Changes in
Fund Balances (Deficits) (Continued)**
Nonmajor Governmental Funds
Year Ended November 30, 2016

		Special Revenue			
		County Health Fund	County Highway Fund	County Law Library Fund	Court Automation Fund
Revenues:					
Fees	\$ 443,812	\$ 15,022	\$ 120,104	\$ 206,546	
Property taxes	1,193,936	1,499,889	-	-	
Intergovernmental	4,793,678	-	-	-	
Investment earnings	2,255	5,554	150	5,345	
Miscellaneous	4,746	356,506	134	-	
Total revenues	6,438,427	1,876,971	120,388	211,891	
Expenditures:					
Current:					
General government	-	-	-	-	
Public safety	-	-	-	-	
Corrections	-	-	-	-	
Judiciary and legal	-	-	95,893	252,200	
Transportation and public works	-	1,299,443	-	-	
Social services	5,822,295	-	-	-	
Capital outlay	8,215	373,096	-	65,537	
Debt service:					
Principal retirement	-	-	-	-	
Interest and fiscal charges	-	-	-	-	
Total expenditures	5,830,510	1,672,539	95,893	317,737	
Excess (deficiency) of revenues over expenditures	607,917	204,432	24,495	(105,846)	
Other financing sources (uses):					
Transfers in	3,334	168,942	-	-	
Transfers out	(500,819)	(310,450)	(12,115)	(15,452)	
Proceeds from sale of capital assets	750	7,001	-	-	
Total other financing sources (uses)	(496,735)	(134,507)	(12,115)	(15,452)	
Net change in fund balances	111,182	69,925	12,380	(121,298)	
Fund balances (deficits), beginning of year	762,165	1,789,907	30,793	1,296,920	
Fund balances (deficits), end of year	\$ 873,347	\$ 1,859,832	\$ 43,173	\$ 1,175,622	

(Continued)

Special Revenue						
Court Document Storage Fund	Court Security Fund	Federal Social Security Fund	GIS 2005 Fund	Hillsdale Special Service Area Fund	Workforce Investment Act Fund	
\$ 225,252	\$ 232,330	\$ -	\$ 241,446	\$ -	\$ -	\$ -
-	-	3,217,122	-	8,480	-	-
-	-	-	-	-	-	2,926,531
3,159	-	2,270	454	129	-	-
-	-	1,205	-	-	-	-
228,411	232,330	3,220,597	241,900	8,609	2,926,531	
<hr/>						
-	-	1,945,842	220,736	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
211,473	362,995	-	-	-	-	-
-	-	-	-	8,261	-	-
-	-	-	-	-	-	2,926,531
-	-	-	522	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
211,473	362,995	1,945,842	221,258	8,261	2,926,531	
<hr/>						
16,938	(130,665)	1,274,755	20,642	348	-	-
<hr/>						
-	121,410	-	-	-	-	-
(8,484)	-	(7,659)	(26,435)	-	-	-
-	-	-	-	-	-	-
(8,484)	121,410	(7,659)	(26,435)	-	-	
<hr/>						
8,454	(9,255)	1,267,096	(5,793)	348	-	-
950,869	(12,745)	527,028	154,847	36,979	-	-
\$ 959,323	\$ (22,000)	\$ 1,794,124	\$ 149,054	\$ 37,327	\$ -	

Rock Island County, Illinois

**Combining Statement of Revenues, Expenditures and Changes in
Fund Balances (Deficits) (Continued)**
Nonmajor Governmental Funds
Year Ended November 30, 2016

	Special Revenue			
	Maintenance and Child Support Collection Fund	Metropolitan Enforcement Group Fund	Motor Fuel Tax Fund	Probation Services Fee Fund
Revenues:				
Fees	\$ 57,839	\$ -	\$ -	\$ 351,070
Property taxes	-	-	-	-
Intergovernmental	32,149	25,516	3,085,913	-
Investment earnings	-	-	11,557	-
Miscellaneous	-	-	99,226	1,000
Total revenues	89,988	25,516	3,196,696	352,070
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	25,516	-	-
Corrections	-	-	-	-
Judiciary and legal	85,303	-	-	323,128
Transportation and public works	-	-	1,796,479	-
Social services	-	-	-	-
Capital outlay	-	-	1,524,832	255
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	85,303	25,516	3,321,311	323,383
Excess (deficiency) of revenues over expenditures	4,685	-	(124,615)	28,687
Other financing sources (uses):				
Transfers in	-	-	-	17,572
Transfers out	(14,214)	-	(168,942)	(7,818)
Proceeds from sale of capital assets	-	-	-	-
Total other financing sources (uses)	(14,214)	-	(168,942)	9,754
Net change in fund balances	(9,529)	-	(293,557)	38,441
Fund balances (deficits), beginning of year	(44,524)	-	3,417,709	1,058,004
Fund balances (deficits), end of year	\$ (54,053)	\$ -	\$ 3,124,152	\$ 1,096,445

(Continued)

Special Revenue									
Recorders Document Fund	States Attorney Drug Enforcement Fund	Treasurer's Automation Fund	Veterans Assistance Fund	Zuma-Canoe Creek Special Service Area Fund	Circuit Clerk Administration Cost Fund				
\$ 360,246	\$ 43,336	\$ 41,937	\$ -	\$ 354,819	\$ 41,027			\$ 25,604	
-	-	-						-	
-	50,507	-	-	-	-			5,621	
810	-	813	2,385		460			572	
-	-	-	2,813	-	-			-	
361,056	93,843	42,750	360,017	41,487	31,797				
304,111	-	21,228	-	-	-			15,718	
-	-	-	-	-	-			-	
-	-	-	-	-	-			-	
-	106,399	-	-	-	-			-	
-	-	-	-	-	35,965			-	
-	-	-	290,664	-	-			-	
522	522	522	-	-	-			-	
-	-	-	-	-	-			-	
-	-	-	-	-	-			-	
304,633	106,921	21,750	290,664	35,965	15,718				
56,423	(13,078)	21,000	69,353	5,522	16,079				
-	-	-	-	-	-			-	
(7,395)	(3,280)	(3,605)	(54,910)	-	-			-	
-	-	-	-	-	-			-	
(7,395)	(3,280)	(3,605)	(54,910)	-	-				
49,028	(16,358)	17,395	14,443	5,522	16,079				
209,581	186,887	121,109	517,685	128,251	157,438				
\$ 258,609	\$ 170,529	\$ 138,504	\$ 532,128	\$ 133,773	\$ 173,517				

Rock Island County, Illinois

**Combining Statement of Revenues, Expenditures and Changes in
Fund Balances (Deficits) (Continued)**
Nonmajor Governmental Funds
Year Ended November 30, 2016

	Special Revenue					Federal Seized and Forfeited Property Fund
	Hotel/Motel Tax Fund	Drug Court Grant Fund	Coroner Fee Fund			
Revenues:						
Fees	\$ -	\$ 24,201	\$ 32,875	\$ -		-
Property taxes	-	-	-	-		-
Intergovernmental	287,845	-	-	-		-
Investment earnings	4	467	203			130
Miscellaneous	-	-	-	-		-
Total revenues	287,849	24,668	33,078			130
Expenditures:						
Current:						
General government	287,846	-	-	-		-
Public safety	-	-	50,317			8,832
Corrections	-	-	-			-
Judiciary and legal	-	-	-			-
Transportation and public works	-	-	-			-
Social services	-	-	-			-
Capital outlay	-	-	3,692			-
Debt service:						
Principal retirement	-	-	-			-
Interest and fiscal charges	-	-	-			-
Total expenditures	287,846	-	54,009			8,832
Excess (deficiency) of revenues over expenditures	3	24,668	(20,931)			(8,702)
Other financing sources (uses):						
Transfers in	-	-	-			-
Transfers out	-	-	-			-
Proceeds from sale of capital assets	-	-	-			-
Total other financing sources (uses)	-	-	-			-
Net change in fund balances	3	24,668	(20,931)			(8,702)
Fund balances (deficits), beginning of year	1,256	121,139	57,823			38,927
Fund balances (deficits), end of year	\$ 1,259	\$ 145,807	\$ 36,892			\$ 30,225

Special Revenue

Covemakers Buy-Out Fund	IDOT Grant Fund	Debt Service Fund	Capital Project Fund
\$ -	\$ -	\$ -	\$ -
-	-	2,368,434	-
171,850	259,254	-	-
-	109	356	-
-	-	-	-
171,850	259,363	2,368,790	-
 171,221	 -	 -	 -
-	-	-	-
-	-	-	-
-	-	-	-
-	231,254	-	-
-	-	-	-
629	-	-	-
-	-	875,000	-
-	-	993,790	-
171,850	231,254	1,868,790	-
 -	 28,109	 500,000	 -
-	-	-	-
-	(484)	(500,000)	-
-	-	-	-
-	(484)	(500,000)	-
-	27,625	-	-
2,099	14,513	-	217
\$ 2,099	\$ 42,138	\$ -	\$ 217

Rock Island County, Illinois

**Schedule of Revenues, Expenditures and Changes in Fund Balances (Deficits) -
Budget and Actual - Nonmajor Governmental Funds
Year Ended November 30, 2016**

		Special Revenue			
		Animal Control Fund		Arrestee Medical Costs Fund	
		Budget	Actual	Budget	Actual
Revenues:					
Fees	\$ 735,500	\$ 790,810	\$ 15,000	\$ 18,400	
Property taxes	-	-	-	-	
Intergovernmental	-	-	-	-	
Investment earnings	-	851	-	88	
Miscellaneous	109,050	83,846	-	-	
Total revenues	844,550	875,507	15,000	18,488	
Expenditures:					
Current operating:					
Salaries and wages	425,758	407,117	-	-	
Personal benefits	402	400	-	-	
Supplies	42,000	25,862	-	-	
Other services and charges	468,800	452,251	-	-	
Capital outlay	3,000	-	-	-	
Debt service:					
Principal retirement	-	-	-	-	
Interest and fiscal charges	-	-	-	-	
Total expenditures	939,960	885,630	-	-	
Excess (deficiency) of revenues over expenditures	(95,410)	(10,123)	15,000	18,488	
Other financing sources (uses):					
Transfers in	94,346	-	-	-	
Transfers out	-	-	(10,000)	(10,000)	
Proceeds from sale of capital assets	-	-	-	-	
Total other financing sources (uses)	94,346	-	(10,000)	(10,000)	
Net change in fund balances	\$ (1,064)	(10,123)	\$ 5,000	8,488	
Fund balances (deficits), beginning of year		(273,665)		22,653	
Fund balances (deficits), end of year		\$ (283,788)		\$ 31,141	

(Continued)

Special Revenue

Child Advocacy Fund		Collector Tax Fee Fund		Community Mental Health Fund	
Budget	Actual	Budget	Actual	Budget	Actual
\$ -	\$ -	\$ 70,245	\$ 64,130	\$ -	\$ -
71,922	71,922	-	-	1,590,163	1,596,960
-	-	-	-	-	-
11	11	250	881	5,400	4,223
-	-	-	-	-	-
71,933	71,933	70,495	65,011	1,595,563	1,601,183
<hr/>					
-	-	-	-	41,298	41,296
-	-	-	-	13,824	13,307
-	-	-	-	500	121
71,933	71,933	24,000	23,037	1,484,520	1,323,495
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
71,933	71,933	24,000	23,037	1,540,142	1,378,219
<hr/>					
-	-	46,495	41,974	55,421	222,964
<hr/>					
-	-	-	-	-	-
-	-	(27,316)	(27,316)	(44,680)	(40,252)
-	-	-	-	-	-
-	-	(27,316)	(27,316)	(44,680)	(40,252)
\$ -	-	\$ 19,179	14,658	\$ 10,741	182,712
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\$ -	-	\$ 173,873	159,215	\$ 732,912	\$ 915,624
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Rock Island County, Illinois

**Schedule of Revenues, Expenditures and Changes in Fund Balances (Deficits) -
Budget and Actual - Nonmajor Governmental Funds (Continued)
Year Ended November 30, 2016**

	Special Revenue			
	COPS Grant Fund		County Bridge Fund	
	Budget	Actual	Budget	Actual
Revenues:				
Fees	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	559,925	565,617
Intergovernmental	615,067	619,175	78,000	-
Investment earnings	-	-	1,000	3,943
Miscellaneous	-	-	-	78,892
Total revenues	615,067	619,175	638,925	648,452
Expenditures:				
Current operating:				
Salaries and wages	620,324	611,250	40,000	-
Personal benefits	108,113	104,705	7,936	-
Supplies	-	-	39,999	3,567
Other services and charges	-	-	545,000	52,569
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	728,437	715,955	632,935	56,136
Excess (deficiency) of revenues over expenditures	(113,370)	(96,780)	5,990	592,316
Other financing sources (uses):				
Transfers in	47,000	80,140	-	-
Transfers out	(6,550)	-	(4,259)	(4,259)
Proceeds from sale of capital assets	-	-	-	-
Total other financing sources (uses)	40,450	80,140	(4,259)	(4,259)
Net change in fund balances	\$ (72,920)	(16,640)	\$ 1,731	588,057
Fund balances (deficits), beginning of year		16,640		924,403
Fund balances (deficits), end of year		\$ -		\$ 1,512,460

(Continued)

Special Revenue

County Clerk Document Fund		County Extension Education Fund		County Health Fund	
Budget	Actual	Budget	Actual	Budget	Actual
\$ 47,500	\$ 41,850	-	\$ 230,127	-	\$ 496,620
-	-	-	230,127	230,127	1,190,079
-	-	-	-	-	3,011,080
280	262	34	34	1,600	2,255
-	-	-	-	4,000	4,746
47,780	42,112	230,161	230,161	4,703,379	6,438,427
-	-	-	-	2,480,346	2,197,088
-	-	-	-	958,077	857,274
7,000	5,893	-	-	232,291	2,348,474
278	238	230,161	230,161	491,306	419,459
522	522	-	-	56,413	8,215
-	-	-	-	-	-
-	-	-	-	-	-
7,800	6,653	230,161	230,161	4,218,433	5,830,510
39,980	35,459	-	-	484,946	607,917
-	-	-	-	21,000	3,334
(7,116)	(6,750)	-	-	(500,819)	(500,819)
-	-	-	-	-	750
(7,116)	(6,750)	-	-	(479,819)	(496,735)
\$ 32,864	28,709	\$ -	-	\$ 5,127	111,182
	60,739				762,165
\$ 89,448		\$ -		\$ 873,347	

Rock Island County, Illinois

**Schedule of Revenues, Expenditures and Changes in Fund Balances (Deficits) -
Budget and Actual - Nonmajor Governmental Funds (Continued)
Year Ended November 30, 2016**

	Special Revenue			
	County Highway Fund		County Law Library Fund	
	Budget	Actual	Budget	Actual
Revenues:				
Fees	\$ 28,000	\$ 15,022	\$ 105,000	\$ 120,104
Property taxes	1,494,353	1,499,889	-	-
Intergovernmental	-	-	-	-
Investment earnings	-	5,554	200	150
Miscellaneous	400,000	356,506	-	134
Total revenues	1,922,353	1,876,971	105,200	120,388
Expenditures:				
Current operating:				
Salaries and wages	644,692	595,335	-	-
Personal benefits	449,273	353,705	-	-
Supplies	341,185	204,257	100,200	95,893
Other services and charges	167,816	146,146	-	-
Capital outlay	397,617	373,096	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	2,000,583	1,672,539	100,200	95,893
Excess (deficiency) of revenues over expenditures	(78,230)	204,432	5,000	24,495
Other financing sources (uses):				
Transfers in	204,597	168,942	-	-
Transfers out	(310,450)	(310,450)	(12,115)	(12,115)
Proceeds from sale of capital assets	35,000	7,001	-	-
Total other financing sources (uses)	(70,853)	(134,507)	(12,115)	(12,115)
Net change in fund balances	\$ (149,083)	69,925	\$ (7,115)	12,380
Fund balances (deficits), beginning of year		1,789,907		30,793
Fund balances (deficits), end of year		\$ 1,859,832		\$ 43,173

(Continued)

Special Revenue

Court Automation Fund			Court Document Storage Fund			Court Security Fund		
Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget
\$ 225,000	\$ 206,546	\$ 240,000	\$ 225,252	\$ 239,107	\$ 232,330			
-	-	-	-	-	-			
-	-	-	-	-	-			
8,000	5,345	3,600	3,159	-	-			
-	-	-	-	-	-			
233,000	211,891	243,600	228,411	239,107	232,330			
		202,343	102,514	443,017	337,534			
		95,346	30,283	16,390	15,476			
40,718	40,718	35,200	17,014	1,473	1,040			
212,122	211,482	84,360	61,662	19,009	8,945			
65,541	65,537	44,788	-	-	-			
		-	-	-	-			
		-	-	-	-			
318,381	317,737	462,037	211,473	479,889	362,995			
(85,381)	(105,846)	(218,437)	16,938	(240,782)	(130,665)			
		-	-	240,782	121,410			
(15,452)	(15,452)	(8,484)	(8,484)	-	-			
		-	-	-	-			
(15,452)	(15,452)	(8,484)	(8,484)	240,782	121,410			
\$ (100,833)	(121,298)	\$ (226,921)	8,454	\$ -	(9,255)			
		1,296,920	950,869		(12,745)			
\$ 1,175,622		\$ 959,323		\$ (22,000)				

Rock Island County, Illinois

**Schedule of Revenues, Expenditures and Changes in Fund Balances (Deficits) -
Budget and Actual - Nonmajor Governmental Funds (Continued)
Year Ended November 30, 2016**

	Special Revenue			
	Federal Social Security Fund		GIS 2005 Fund	
	Budget	Actual	Budget	Actual
Revenues:				
Fees	\$ -	\$ -	\$ 236,000	\$ 241,446
Property taxes	3,216,955	3,217,122	-	-
Intergovernmental	-	-	-	-
Investment earnings	-	2,270	750	454
Miscellaneous	-	1,205	-	-
Total revenues	3,216,955	3,220,597	236,750	241,900
Expenditures:				
Current operating:				
Salaries and wages	-	-	139,436	139,436
Personal benefits	2,224,805	1,945,842	55,621	54,101
Supplies	-	-	1,218	776
Other services and charges	-	-	30,801	26,423
Capital outlay	-	-	522	522
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	2,224,805	1,945,842	227,598	221,258
Excess (deficiency) of revenues over expenditures	992,150	1,274,755	9,152	20,642
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	(7,660)	(7,659)	(26,435)	(26,435)
Proceeds from sale of capital assets	-	-	-	-
Total other financing sources (uses)	(7,660)	(7,659)	(26,435)	(26,435)
Net change in fund balances	\$ 984,490	1,267,096	\$ (17,283)	(5,793)
Fund balances (deficits), beginning of year		527,028		154,847
Fund balances (deficits), end of year		\$ 1,794,124		\$ 149,054

(Continued)

Special Revenue					
Hillsdale Special Service Area Fund		Maintenance and Child Support Collection Fund		Motor Fuel Tax Fund	
Budget	Actual	Budget	Actual	Budget	Actual
\$ -	\$ -	\$ 130,000	\$ 57,839	\$ -	\$ -
8,400	8,480	-	-	2,711,515	3,085,913
-	-	34,000	32,149	10,000	11,557
100	129	-	-	5,000	99,226
-	-	-	-		
8,500	8,609	164,000	89,988	2,726,515	3,196,696
<hr/>					
2,500	2,021	79,657	79,657	701,733	676,614
191	146	5,653	5,646	152,871	135,574
10,000	-	-	-	682,282	490,044
23,500	6,094	-	-	607,818	494,247
-	-	-	-	1,529,053	1,524,832
-	-	-	-	-	-
-	-	-	-	-	-
36,191	8,261	85,310	85,303	3,673,757	3,321,311
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(27,691)	348	78,690	4,685	(947,242)	(124,615)
<hr/>					
-	-	-	-	-	-
-	-	(14,214)	(14,214)	(204,597)	(168,942)
-	-	-	-	-	-
-	-	(14,214)	(14,214)	(204,597)	(168,942)
<hr/>					
\$ (27,691)	348	\$ 64,476	(9,529)	\$ (1,151,839)	(293,557)
<hr/>					
	36,979		(44,524)		3,417,709
<hr/>					
\$ 37,327		\$ (54,053)		\$ 3,124,152	

Rock Island County, Illinois

**Schedule of Revenues, Expenditures and Changes in Fund Balances (Deficits) -
Budget and Actual - Nonmajor Governmental Funds (Continued)
Year Ended November 30, 2016**

	Special Revenue			
	Probation Services Fee Fund		Recorders Document Fund	
	Budget	Actual	Budget	Actual
Revenues:				
Fees	\$ 396,500	\$ 351,070	\$ 366,500	\$ 360,246
Property taxes	-	-	-	-
Intergovernmental	17,000	-	-	-
Investment earnings	-	-	500	810
Miscellaneous	1,000	1,000	-	-
Total revenues	414,500	352,070	367,000	361,056
Expenditures:				
Current operating:				
Salaries and wages	-	-	139,825	139,825
Personal benefits	-	-	50,326	50,284
Supplies	65,312	51,227	6,050	4,153
Other services and charges	366,962	271,901	150,778	109,983
Capital outlay	15,943	255	522	522
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	448,217	323,383	347,501	304,767
Excess (deficiency) of revenues over expenditures	(33,717)	28,687	19,499	56,289
Other financing sources (uses):				
Transfers in	22,000	17,572	-	-
Transfers out	(24,818)	(7,818)	(7,143)	(7,261)
Proceeds from sale of capital assets	-	-	-	-
Total other financing sources (uses)	(2,818)	9,754	(7,143)	(7,261)
Net change in fund balances	\$ (36,535)	38,441	\$ 12,356	49,028
Fund balances (deficits), beginning of year		1,058,004		209,581
Fund balances (deficits), end of year		\$ 1,096,445		\$ 258,609

(Continued)

Special Revenue

States Attorney Drug Enforcement Fund			Treasurer's Automation Fund			Veterans Assistance Fund		
Budget	Actual		Budget	Actual		Budget	Actual	
\$ -	\$ 43,336		\$ 39,300	\$ 41,937		\$ -	\$ -	
-	-		-	-		350,000	354,819	
-	50,507		-	-		-	-	
-	-		300	813		-	2,385	
-	-		-	-		-	2,813	
-	93,843		39,600	42,750		350,000	360,017	
<hr/>								
-	30,500		-	-		99,917	99,917	
-	18,233		-	-		62,702	46,025	
-	16,352		1,736	1,319		26,443	27,872	
-	41,314		22,002	19,909		141,341	116,850	
-	522		522	522		-	-	
-	-		-	-		-	-	
-	-		-	-		-	-	
-	106,921		24,260	21,750		330,403	290,664	
<hr/>								
-	(13,078)		15,340	21,000		19,597	69,353	
<hr/>								
-	-		-	-		-	-	
-	(3,280)		(3,605)	(3,605)		(54,910)	(54,910)	
-	-		-	-		-	-	
-	(3,280)		(3,605)	(3,605)		(54,910)	(54,910)	
\$ -	(16,358)	\$ 11,735		17,395	\$ (35,313)		14,443	
<hr/>								
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	186,887			121,109			517,685	
<hr/>								
	\$ 170,529			\$ 138,504			\$ 532,128	

Rock Island County, Illinois

**Schedule of Revenues, Expenditures and Changes in Fund Balances (Deficits) -
Budget and Actual - Nonmajor Governmental Funds (Continued)
Year Ended November 30, 2016**

	Special Revenue			
	Zuma-Canoe Creek Special Service Area Fund		Circuit Clerk Administration Cost Fund	
	Budget	Actual	Budget	Actual
Revenues:				
Fees	\$ -	\$ -	\$ 30,000	\$ 25,604
Property taxes	41,477	41,027	-	-
Intergovernmental revenues	-	-	5,000	5,621
Investment earnings	200	460	600	572
Miscellaneous	-	-	-	-
Total revenues	41,677	41,487	35,600	31,797
Expenditures:				
Current operating:				
Salaries and wages	10,000	8,855	33,439	15,301
Personal benefits	765	625	4,462	417
Supplies	5,000	-	-	-
Other services and charges	106,000	26,485	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	121,765	35,965	37,901	15,718
Excess (deficiency) of revenues over expenditures	(80,088)	5,522	(2,301)	16,079
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	\$ (80,088)	5,522	\$ (2,301)	16,079
Fund balances (deficits), beginning of year		128,251		157,438
Fund balances (deficits), end of year		\$ 133,773		\$ 173,517

(Continued)

Special Revenue

Hotel/Motel Tax Fund		Drug Court Grant Fund		Coroner Fee Fund	
Budget	Actual	Budget	Actual	Budget	Actual
\$ -	\$ -	25,000	\$ 24,201	\$ 30,000	\$ 32,875
-	-	-	-	-	-
-	287,845	-	-	-	-
-	4	-	467	150	203
-	-	-	-	-	-
-	287,849	25,000	24,668	30,150	33,078
<hr/>					
-	-	-	-	-	-
-	-	-	-	95	95
-	-	15,800	-	2,497	1,966
-	287,846	8,000	-	48,365	48,256
-	-	-	-	3,692	3,692
-	-	-	-	-	-
-	-	-	-	-	-
-	287,846	23,800	-	54,649	54,009
<hr/>					
-	3	1,200	24,668	(24,499)	(20,931)
<hr/>					
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<hr/>					
-	-	-	-	-	-
<hr/>					
\$ -	3	\$ 1,200	24,668	\$ (24,499)	(20,931)
<hr/>					
	1,256		121,139		57,823
<hr/>					
\$ 1,259		\$ 145,807		\$ 36,892	
<hr/>					

Rock Island County, Illinois

**Schedule of Revenues, Expenditures and Changes in Fund Balances (Deficits) -
Budget and Actual - Nonmajor Governmental Funds (Continued)
Year Ended November 30, 2016**

	Special Revenue			
	Federal Seized and Forfeited Property Fund		Covemakers Buy-Out Fund	
	Budget	Actual	Budget	Actual
Revenues:				
Fees	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
Intergovernmental	954	-	171,895	171,850
Investment earnings	-	130	-	-
Miscellaneous	-	-	-	-
Total revenues	954	130	171,895	171,850
Expenditures:				
Current operating:				
Salaries and wages	-	-	-	-
Personal benefits	-	-	-	-
Supplies	7,878	7,878	-	-
Other services and charges	954	954	171,266	171,221
Capital outlay	338	-	629	629
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	9,170	8,832	171,895	171,850
Excess (deficiency) of revenues over expenditures	(8,216)	(8,702)	-	-
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	\$ (8,216)	(8,702)	\$ -	-
Fund balances (deficits), beginning of year		38,927		2,099
Fund balances (deficits), end of year	\$ 30,225		\$ 2,099	

Special Revenue

IDOT Grant Fund		Debt Service Fund	
Budget	Actual	Budget	Actual
\$ -	\$ -	\$ -	\$ -
-	-	2,368,434	2,368,434
231,680	259,254	-	-
-	109	355	356
-	-	-	-
231,680	259,363	2,368,789	2,368,790
-	-	-	-
-	-	-	-
-	-	-	-
231,619	231,254	-	-
-	-	-	-
-	-	-	875,000
-	-	1,868,790	993,790
231,619	231,254	1,868,790	1,868,790
61	28,109	499,999	500,000
-	-	-	-
(121)	(484)	(500,000)	(500,000)
-	-	-	-
(121)	(484)	(500,000)	(500,000)
\$ (60)	27,625	\$ (1)	-
<u>14,513</u>		<u>-</u>	
\$ 42,138		\$ -	

Rock Island County, Illinois

**Combining Statement of Net Position
Internal Service Funds
November 30, 2016**

	Public Building Commission	Employee Health Benefits	Total
Assets			
Current assets:			
Cash and cash equivalents	\$ 30,515,916	\$ 2,177,588	\$ 32,693,504
Receivables:			
Accounts	-	2,718	2,718
Interest	-	552	552
Due from other funds	-	46,462	46,462
Due from other governmental units	-	42,827	42,827
Other assets	1,373,074	35,468	1,408,542
Total current assets	31,888,990	2,305,615	34,194,605
Noncurrent assets:			
Capital assets:			
Nondepreciable:			
Land	456,812	-	456,812
Construction-in-progress	322,847	-	322,847
Depreciable:			
Equipment and fixtures	24,092	-	24,092
Improvements other than buildings	92,909	-	92,909
Buildings	766,024	-	766,024
Less accumulated depreciation	(217,249)	-	(217,249)
Total capital assets	1,445,435	-	1,445,435
Total assets	33,334,425	2,305,615	35,640,040
Liabilities			
Current liabilities:			
Accounts payable	196,735	125,629	322,364
Estimated claims settlement	-	751,000	751,000
Accrued liabilities	952,894	-	952,894
Unearned Revenue	806,002	-	806,002
Total liabilities	1,955,631	876,629	2,832,260
Net Position			
Investment in capital assets	1,445,435	-	1,445,435
Unrestricted	29,933,359	1,428,986	31,362,345
Total net position	\$ 31,378,794	\$ 1,428,986	\$ 32,807,780

Rock Island County, Illinois

**Combining Statement of Revenues, Expenses and Changes in Net Position
Governmental Activities - Internal Service Funds
Year Ended November 30, 2016**

	Public Building Commission	Employee Health Benefits	Total
Operating revenue:			
Charges for services	\$ 1,991,779	\$ 8,755,655	\$ 10,747,434
Other	-	168,617	168,617
Total operating revenue	1,991,779	8,924,272	10,916,051
Operating expenses:			
Other services and charges	2,210,585	8,841,599	11,052,184
Depreciation expense	27,637	-	27,637
Total operating expenses	2,238,222	8,841,599	11,079,821
Operating income	(246,443)	82,673	(163,770)
Nonoperating revenue, investment earnings	37,627	8,955	46,582
Income before transfers	(208,816)	91,628	(117,188)
Bonds issued on behalf of primary government	28,000,000	-	28,000,000
Premium on bonds	2,064,548	-	2,064,548
Transfers out	-	(29,978)	(29,978)
Change in net position	29,855,732	61,650	29,917,382
Total net position, beginning of year	1,523,062	1,367,336	2,890,398
Total net position, end of year	\$ 31,378,794	\$ 1,428,986	\$ 32,807,780

Rock Island County, Illinois

Combining Statement of Cash Flows
Governmental Activities - Internal Service Funds
Year Ended November 30, 2016

	Public Building Commission	Employee Health Benefits	Total
Cash flows from operating activities:			
Cash received from employee contributions and other charges	\$ -	\$ 8,744,895	\$ 8,744,895
Cash received from other operating revenue	-	168,617	168,617
Cash payments for claims	-	(8,873,373)	(8,873,373)
Cash received for jail lease	1,441,471	-	1,441,471
Cash payments for jail lease	(1,693,954)	-	(1,693,954)
Cash payments for jail operations	196,440	-	196,440
Net cash provided by operating activities	(56,043)	40,139	(15,904)
Cash flows from noncapital financing activities:			
Interfund payments	-	37,980	37,980
Transfers out	-	(29,978)	(29,978)
Net cash provided by noncapital financing activities	-	8,002	8,002
Cash flows from capital and related financing activities:			
Purchase of property	(322,847)	-	(322,847)
Bond issuance	30,064,548	-	30,064,548
Net cash provided by capital and related financing activities	29,741,701	-	29,741,701
Cash flows from investing activities, interest received	37,627	8,931	46,558
Net increase in cash	29,723,285	57,072	29,780,357
Cash:			
Beginning	792,631	2,120,516	2,913,147
Ending	\$ 30,515,916	\$ 2,177,588	\$ 32,693,504
Reconciliation of operating income to net cash provided by operating activities:			
Operating income	\$ (246,443)	\$ 82,673	\$ (163,770)
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation expense	27,637	-	27,637
(Increase) decrease in:			
Receivables	-	(1,586)	(1,586)
Due from other governmental units	-	(9,173)	(9,173)
Other assets	(550,308)	5,277	(545,031)
Increase (decrease) in:			
Accounts payable	-	(47,052)	(47,052)
Estimated claims settlement	-	10,000	10,000
Accrued liabilities	363,848	-	363,848
Unearned revenue	349,223	-	349,223
Net cash provided by operating activities	\$ (56,043)	\$ 40,139	\$ (15,904)

Fiduciary Fund

Fiduciary fund types are used to account for net position and changes in net position. The fiduciary funds of the County are all considered agency funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Circuit Clerk Fund and Circuit Clerk Probation Funds: To account for assets the Circuit Clerk holds for others.

County Clerk Redemption Fund: To account for delinquent property taxes collected by the County.

County Collector's Fund: To account for property taxes collected by the County for other taxing bodies.

Emergency Telephone Service Fund: To account for telephone bill taxes collected by the County.

Employee Indebtedness Fund: To account for wage garnishments.

Inheritance Tax Fund: To account for funds collected from estates for the state of Illinois.

Rock Island County Waste Management Agency Fund: To account for grant monies collected by the County to be used to promote waste management throughout the County.

Treasurer's Fund: To account for unclaimed property collected by the County for the state of Illinois.

Hope Creek Care Center Patient's Fund: To account for funds for those individuals at Hope Creek Care Center.

TBA Fund: To account for funds used for the defeasance of commercial appeals at Rock Island County Board of Review or Property Tax Appeal Board of the state of Illinois.

Township Bridge Fund: To account for funds to repair or replace Township structures meeting IDOT policies.

Township Motor Fuel Tax Fund: To account for engineering maintenance and construction of Rock Island County Township funds as approved by IDOT standards and policies.

Hope Creek Care Center Vending Fund: To account for vending services held on site at Hope Creek Care Center.

Prisoner Welfare Fund: To account for funds confiscated or deposited for inmates.

Hope Creek Care Center Activities Fund: To account for funds received from donations and fundraisers and used for entertainment programs for the residents of Hope Creek Care Center.

Hope Creek Care Center Grandparents Fund: To account for funds received from donations and fundraisers and used for miscellaneous purchases for Hope Creek Care Center.

Hope Creek Care Center Memorial Fund: To account for funds received from donations and used for miscellaneous purchases for Hope Creek Care Center.

Sheriff Foreclosure Sale Fund: To account for foreclosure fee revenue used for law enforcement costs.

DUI Fund: To account for funds collected for the state of Illinois for DUI fines and used for DUI blood draws from accidents.

Youth Education/SAFE Fund: To account for revenue from interest, donations and reimbursement for clothing purchased and expenses for County Sheriff embroidered clothing.

Evidence Savings Fund: To account for funds confiscated, but used as court case evidence.

Honor Guard Fund: To account for fundraising efforts and other donations toward honor guard uniforms.

Rock Island County, Illinois

Combining Statement of Assets and Liabilities - Agency Funds
November 30, 2016

	Total	Circuit Clerk Fund	Circuit Clerk Probation Fund	County Clerk Redemption Fund
Assets				
Cash and cash equivalents	\$ 11,446,459	\$ 3,869,051	\$ 6,004	\$ 222,580
Receivables:				
Accounts receivable	118,092	-	-	-
Accrued interest receivable	337,524	-	-	-
Due from other governmental units	-	-	-	-
Total assets	\$ 11,902,075	\$ 3,869,051	\$ 6,004	\$ 222,580
Liabilities				
Due to other governmental units	\$ 7,485,055	\$ 529,200	\$ -	\$ -
Due to individuals and private entities	4,417,020	3,339,851	6,004	222,580
Total liabilities	\$ 11,902,075	\$ 3,869,051	\$ 6,004	\$ 222,580

(Continued)

County Collector's Fund	Emergency Telephone Service Fund	Employee Indebtedness Fund	Inheritance Tax Fund	Rock Island County Waste Management Agency Fund	Treasurer's Fund
\$ 4,446,239	\$ 681,393	\$ 2,340	\$ 31	\$ 443,445	\$ 485,922
-	19,932	-	8,641	-	-
337,256	-	-	-	-	-
-	-	-	-	-	-
\$ 4,783,495	\$ 701,325	\$ 2,340	\$ 8,672	\$ 443,445	\$ 485,922
\$ 4,783,495	\$ 701,325	\$ -	\$ 8,672	\$ 443,445	\$ -
\$ 4,783,495	\$ 701,325	\$ 2,340	\$ 8,672	\$ 443,445	\$ 485,922

Rock Island County, Illinois

Combining Statement of Assets and Liabilities - Agency Funds (Continued)
November 30, 2016

	Hope Creek Care Center Patient's Fund	TBA Fund	Township Bridge Fund	Township Motor Fuel Tax Fund
Assets				
Cash and cash equivalents	\$ 13,452	\$ 132,555	\$ 17,222	\$ 675,295
Receivables:				
Accounts receivable	-	-	-	87,897
Accrued interest receivable	-	38	5	198
Due from other governmental units	-	-	-	-
Total assets	\$ 13,452	\$ 132,593	\$ 17,227	\$ 763,390
Liabilities				
Due to other governmental units	\$ -	\$ -	\$ 17,227	\$ 763,390
Due to individuals and private entities		132,593	-	-
Total liabilities	\$ 13,452	\$ 132,593	\$ 17,227	\$ 763,390

(Continued)

Hope Creek Care Center Vending Fund	Prisoner Welfare Fund	Hope Creek Care Center Activities Fund	Hope Creek Care Center Grandparents Fund	Hope Creek Care Center Memorial Fund	Sheriff Foreclosure Sale Fund
\$ 8,555	\$ 173,255	\$ 2,095	\$ -	\$ 10,164	\$ 145,022
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
\$ 8,555	\$ 173,255	\$ 2,095	\$ -	\$ 10,164	\$ 145,022
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 145,022
8,555	173,255	2,095	-	10,164	-
\$ 8,555	\$ 173,255	\$ 2,095	\$ -	\$ 10,164	\$ 145,022

Rock Island County, Illinois

Combining Statement of Assets and Liabilities - Agency Funds (Continued)
November 30, 2016

	DUI Fund	Youth Education/SAFE Fund	Evidence Savings Fund	Honor Guard Fund
Assets				
Cash and cash equivalents	\$ 89,569	\$ 2,061	\$ 20,006	\$ 203
Receivables:				
Accounts receivable	1,235	387	-	-
Accrued interest receivable	26	1	-	-
Due from other governmental units	-	-	-	-
Total assets	\$ 90,830	\$ 2,449	\$ 20,006	\$ 203
Liabilities				
Due to other governmental units	\$ 90,830	\$ 2,449	\$ -	\$ -
Due to individuals and private entities	-	-	20,006	203
Total liabilities	\$ 90,830	\$ 2,449	\$ 20,006	\$ 203

Rock Island County, Illinois

**Combining Statement of Changes in Assets and Liabilities -
Agency Funds
Year Ended November 30, 2016**

	Balance November 30, 2015			Additions			Deletions			Balance November 30, 2016	
Circuit Clerk Fund											
Assets , cash and cash equivalents	\$	3,436,191		\$	13,485,442		\$	13,052,582		\$	3,869,051
Liabilities											
Due to other governmental units	\$	506,581		\$	7,250,870		\$	7,228,251		\$	529,200
Due to individuals and private entities		2,929,610			6,099,740			5,689,499			3,339,851
Maintenance/child support deposits		-			134,832			134,832			-
Total Liabilities	\$	3,436,191		\$	13,485,442		\$	13,052,582		\$	3,869,051
Circuit Clerk Probation Fund											
Assets , cash and cash equivalents	\$	4,435		\$	9,074		\$	7,505		\$	6,004
Liabilities , due to individuals and private entities	\$	4,435		\$	8,374		\$	6,805		\$	6,004
County Clerk Redemption Fund											
Assets , cash and cash equivalents	\$	491,132		\$	3,900,082		\$	4,168,634		\$	222,580
Liabilities , due to individuals and private entities	\$	491,132		\$	3,900,082		\$	4,168,634		\$	222,580
County Collector's Fund											
Assets											
Cash and cash equivalents	\$	3,661,862		\$	986,658,603		\$	985,874,226		\$	4,446,239
Accrued interest receivable		337,256			-			-			337,256
Total assets	\$	3,999,118		\$	986,658,603		\$	985,874,226		\$	4,783,495
Liabilities , due to other governmental units	\$	3,999,118		\$	986,658,603		\$	985,874,226		\$	4,783,495
Emergency Telephone Service Fund											
Assets											
Cash and cash equivalents	\$	462,796		\$	4,200,885		\$	3,982,288		\$	681,393
Accounts receivable		19,932			-			-			19,932
Total assets	\$	482,728		\$	4,200,885		\$	3,982,288		\$	701,325
Liabilities , due to other governmental units	\$	482,728		\$	1,620,885		\$	1,402,288		\$	701,325

(Continued)

Rock Island County, Illinois

**Combining Statement of Changes in Assets and Liabilities -
Agency Funds (Continued)
Year Ended November 30, 2016**

	Balance November 30, 2015	Additions	Deletions	Balance November 30, 2016
Employee Indebtedness Fund				
Assets , cash and cash equivalents	<u>\$ 5,644</u>	<u>\$ 45,837</u>	<u>\$ 49,141</u>	<u>\$ 2,340</u>
Liabilities , due to individuals and private entities	<u>\$ 5,644</u>	<u>\$ 45,837</u>	<u>\$ 49,141</u>	<u>\$ 2,340</u>
Inheritance Tax Fund				
Assets				
Cash and cash equivalents	<u>\$ 31</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 31</u>
Accounts receivable	<u>8,641</u>	<u>\$ -</u>	<u>\$ -</u>	<u>8,641</u>
Total assets	<u>\$ 8,672</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,672</u>
Liabilities , due to other governmental units	<u>\$ 8,672</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,672</u>
Rock Island County Waste Management Agency Fund				
Assets , cash and cash equivalents	<u>\$ 363,135</u>	<u>\$ 1,496,371</u>	<u>\$ 1,416,061</u>	<u>\$ 443,445</u>
Liabilities , due to other governmental units	<u>\$ 363,135</u>	<u>\$ 540,371</u>	<u>\$ 460,061</u>	<u>\$ 443,445</u>
Treasurer's Fund				
Assets , cash and cash equivalents	<u>\$ 468,800</u>	<u>\$ 867,522</u>	<u>\$ 850,400</u>	<u>\$ 485,922</u>
Liabilities , due to individuals and private entities	<u>\$ 468,800</u>	<u>\$ 295,662</u>	<u>\$ 278,540</u>	<u>\$ 485,922</u>
Hope Creek Care Center Patient's Fund				
Assets , cash and cash equivalents	<u>\$ 62,633</u>	<u>\$ 667,440</u>	<u>\$ 716,621</u>	<u>\$ 13,452</u>
Liabilities , due to individuals and private entities	<u>\$ 62,633</u>	<u>\$ 667,440</u>	<u>\$ 716,621</u>	<u>\$ 13,452</u>

(Continued)

Rock Island County, Illinois

**Combining Statement of Changes in Assets and Liabilities -
Agency Funds (Continued)
Year Ended November 30, 2016**

	Balance November 30, 2015			Additions			Deletions			Balance November 30, 2016									
TBA Fund																			
Assets																			
Cash and cash equivalents																			
Cash and cash equivalents	\$	132,536	\$	915	\$	896	\$	132,555											
Accrued interest receivable		39		38		39		38											
Total assets	\$	132,575	\$	953	\$	935	\$	132,593											
Liabilities, due to individuals and private entities																			
Liabilities, due to individuals and private entities	\$	132,575	\$	1,810	\$	1,792	\$	132,593											
Township Bridge Fund																			
Assets																			
Cash and cash equivalents																			
Cash and cash equivalents	\$	17,113	\$	237,002	\$	236,893	\$	17,222											
Accounts receivable		78,892		-		78,892		-											
Accrued interest receivable		5		5		5		5											
Total assets	\$	96,010	\$	237,007	\$	315,790	\$	17,227											
Liabilities, due to other governmental units																			
Liabilities, due to other governmental units	\$	96,010	\$	79,001	\$	157,784	\$	17,227											
Township Motor Fuel Tax Fund																			
Assets																			
Cash and cash equivalents																			
Cash and cash equivalents	\$	430,169	\$	1,738,045	\$	1,492,919	\$	675,295											
Accounts receivable		254,646		87,897		254,646		87,897											
Accrued interest receivable		134		198		134		198											
Total assets	\$	684,949	\$	1,826,140	\$	1,747,699	\$	763,390											
Liabilities, due to other governmental units																			
Liabilities, due to other governmental units	\$	684,949	\$	984,738	\$	906,297	\$	763,390											
Hope Creek Care Center Vending Fund																			
Assets, cash and cash equivalents																			
Assets, cash and cash equivalents	\$	6,012	\$	8,568	\$	6,025	\$	8,555											
Liabilities, due to individuals and private entities																			
Liabilities, due to individuals and private entities	\$	6,012	\$	8,568	\$	6,025	\$	8,555											

(Continued)

Rock Island County, Illinois

**Combining Statement of Changes in Assets and Liabilities -
Agency Funds (Continued)
Year Ended November 30, 2016**

	Balance November 30, 2015			Additions	Deletions	Balance November 30, 2016
Prisoner Welfare Fund						
Assets , cash and cash equivalents	\$ 204,871	\$ 590,887	\$ 622,503			\$ 173,255
Liabilities , due to individuals and private entities	\$ 204,871	\$ 590,890	\$ 622,506			\$ 173,255
Hope Creek Care Center Activities Fund						
Assets , cash and cash equivalents	\$ 633	\$ 24,202	\$ 22,740			\$ 2,095
Liabilities , due to individuals and private entities	\$ 633	\$ 24,202	\$ 22,740			\$ 2,095
Hope Creek Care Center Grandparents Fund						
Assets , cash and cash equivalents	\$ 10	\$ -	\$ 10			\$ -
Liabilities , due to individuals and private entities	\$ 10	\$ -	\$ 10			\$ -
Hope Creek Care Center Memorial Fund						
Assets , cash and cash equivalents	\$ 14,971	\$ 10,626	\$ 15,433			\$ 10,164
Liabilities , due to individuals and private entities	\$ 14,971	\$ 10,626	\$ 15,433			\$ 10,164
Sheriff Foreclosure Sale Fund						
Assets , cash and cash equivalents	\$ 151,119	\$ 1,807,701	\$ 1,813,798			\$ 145,022
Liabilities , due to other governmental units	\$ 151,119	\$ 691,701	\$ 697,798			\$ 145,022
DUI Fund						
Assets						
Cash and cash equivalents	\$ 85,355	\$ 50,578	\$ 46,364			\$ 89,569
Accounts receivable	\$ 1,861	\$ 26,261	\$ 26,887			\$ 1,235
Accrued interest receivable	\$ -	\$ 26	\$ -			\$ 26
Total assets	\$ 87,216	\$ 76,865	\$ 73,251			\$ 90,830
Liabilities , due to other governmental units	\$ 87,216	\$ 45,984	\$ 42,370			\$ 90,830

(Continued)

Rock Island County, Illinois

**Combining Statement of Changes in Assets and Liabilities -
Agency Funds (Continued)
Year Ended November 30, 2016**

	Balance November 30, 2015			Additions			Deletions			Balance November 30, 2016										
Youth Education/SAFE Fund																				
Assets:																				
Cash and cash equivalents	\$	2,199	\$	7,584	\$		7,722	\$		2,061										
Accounts receivable		-		387			-			387										
Accrued interest receivable		-		1			-			1										
	\$	2,199	\$	7,972	\$		7,722	\$		2,449										
Liabilities, due to other governmental units	\$	2,199	\$	2,480	\$		2,230	\$		2,449										
Evidence Savings Fund																				
Assets, cash and cash equivalents	\$	34,186	\$	79,800	\$		93,980	\$		20,006										
Liabilities, due to individuals and private entities	\$	34,186	\$	79,800	\$		93,980	\$		20,006										
Honor Guard Fund																				
Assets, cash and cash equivalents	\$	2,413	\$	50	\$		2,260	\$		203										
Liabilities, due to individuals and private entities	\$	2,413	\$	50	\$		2,260	\$		203										
Totals - All Agency Funds																				
Assets																				
Cash and cash equivalents	\$	10,038,246	\$	1,015,887,214	\$	1,014,479,001	\$			11,446,459										
Accounts receivable		363,972		114,545		360,425				118,092										
Accrued interest receivable		337,434		268		178				337,524										
Total assets	\$	10,739,652	\$	1,016,002,027	\$	1,014,839,604	\$			11,902,075										
Liabilities																				
Due to other governmental units	\$	6,381,727	\$	997,874,633	\$	996,771,305	\$			7,485,055										
Due to individuals and private entities		4,357,925		11,733,081		11,673,986				4,417,020										
Maintenance/child support deposits		-		134,832		134,832				-										
Total liabilities	\$	10,739,652	\$	1,009,742,546	\$	1,008,580,123	\$			11,902,075										

Rock Island County, Illinois

Statistical Section Contents

The statistical section of the County's comprehensive annual financial report presents detailed information as a context for understanding what the information presented in the financial statements, note disclosures and required supplementary information say about the County's overall financial health.

	Contents	Page
Financial Trends	These schedules contain trend information to help the reader understand how the County's financial performance and well being have changed over time.	132 - 137
Revenue Capacity	These schedules contain information to help the reader assess the County's most significant local revenue sources, the property tax (or sales tax).	138 - 144
Debt Capacity	These schedules present information to help the reader assess the affordability of the County's current level of outstanding debt and the County's ability to issue additional debt in the future.	145 - 148
Demographic and Economic Information	These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.	149 - 150
Operating Information	These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.	151 - 157

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual report for the relevant year.

Rock Island County, Illinois

**Net Position by Component
Last Ten Fiscal Years
(*accrual basis of accounting*)
(Unaudited)**

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Governmental activities:										
Net investment in capital assets	\$ 55,397,748	\$ 59,757,904	\$ 55,081,292	\$ 58,966,301	\$ 58,578,183	\$ 57,491,519	\$ 55,811,412	\$ 55,295,528	\$ 56,092,370	\$ 56,038,605
Restricted for:										
Capital improvements	5,105,154	4,724,600	9,482,412	6,777,336	4,496,999	4,383,342	5,767,453	6,003,424	6,309,563	6,706,113
Collector's tax fees, sale & error refunds	-	-	-	-	195,240	184,298	154,674	162,749	159,215	173,873
Document storage	-	-	-	-	2,512,590	2,645,926	2,685,955	2,531,334	2,639,218	2,621,506
Working cash	-	-	-	-	-	469,705	521,449	522,607	523,517	524,878
GIS	-	-	-	-	142,898	215,796	243,673	191,100	154,847	149,053
Employee benefits	1,724,848	1,834,406	2,041,777	2,018,901	697,967	450,453	422,814	862,412	-	-
Judicial	-	-	-	-	2,048,858	1,996,801	1,682,374	1,541,443	1,554,261	1,629,470
Parks and recreation	-	-	-	-	2,264,348	2,356,952	2,292,541	2,612,591	2,653,597	3,213,119
Public health	1,156,589	785,629	901,404	1,176,783	2,947,507	2,314,051	3,407,011	2,319,436	1,245,061	2,314,021
Public safety	-	-	-	-	25,020	62,032	105,763	109,588	902,089	104,915
Liability	-	-	-	-	-	-	12,042	595,970	-	-
Debt service	52,914	59,286	470	470	-	-	-	-	-	-
Tort liability	650,000	967,000	-	-	-	-	-	-	-	-
Capital items	25,323	-	-	-	-	-	-	-	-	-
Unrestricted	17,406,020	15,362,448	16,683,631	13,740,126	8,791,293	4,970,060	2,600,835	(258,466)	(15,438,845)	(14,923,489)
Total governmental activities net position	\$ 81,518,596	\$ 83,491,273	\$ 84,190,986	\$ 82,679,917	\$ 82,700,903	\$ 77,540,935	\$ 75,707,996	\$ 72,489,716	\$ 56,794,893	\$ 58,552,064

Source: County records.

Rock Island County, Illinois

Changes in Net Position

Last Ten Fiscal Years

(*accrual basis of accounting*)

(*Unaudited*)

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Expenses:										
Governmental activities:										
General government	\$ 13,236,109	\$ 15,185,680	\$ 14,277,348	\$ 14,579,299	\$ 13,893,527	\$ 14,472,833	\$ 14,211,912	\$ 15,020,507	\$ 23,640,666	\$ 17,849,679
Public safety	7,714,258	8,486,743	7,634,662	8,264,879	8,296,587	9,257,762	8,526,408	8,822,100	7,824,986	9,936,891
Corrections	3,607,818	3,804,707	3,945,665	4,181,571	4,200,768	4,322,930	4,882,400	4,894,231	4,953,932	4,839,517
Judiciary and legal	6,989,607	7,992,555	8,677,746	8,435,950	8,655,974	9,145,232	8,818,638	8,865,436	8,163,305	9,278,027
Transportation and public works	3,945,958	4,590,942	4,311,647	4,331,923	5,653,179	5,368,108	5,201,442	7,963,156	5,457,263	4,630,884
Social services	21,681,369	21,458,449	26,422,028	28,151,986	28,178,765	30,529,579	28,668,004	27,670,302	26,928,225	28,442,320
Culture and recreation	2,961,912	3,290,340	3,656,939	3,999,084	4,449,081	4,715,067	4,803,366	5,308,707	4,530,496	5,183,351
Debt service, interest on long-term debt	3,733,381	1,617,387	1,893,214	2,211,533	2,488,329	2,310,074	983,576	1,479,172	965,378	1,983,643
Total governmental activities expenses	63,870,412	66,426,803	70,819,249	74,156,225	75,816,210	80,121,585	76,095,746	80,023,611	82,464,251	82,144,312
Program revenues:										
Governmental activities:										
Charges for sales and services:										
General government	4,648,948	4,629,246	6,028,775	6,258,607	5,106,965	5,035,416	5,143,428	5,098,498	\$ 5,474,740	\$ 5,748,019
Judiciary and legal	3,599,036	3,346,176	3,216,797	3,024,986	2,950,128	2,870,730	2,851,047	2,694,147	2,855,475	2,663,518
Social Services	11,757,305	11,792,762	13,980,107	13,637,170	18,200,961	15,946,557	16,422,585	13,631,237	14,792,932	15,854,091
Other	4,485,701	4,805,574	4,806,878	4,822,465	4,864,643	5,593,201	5,082,625	5,192,470	4,886,801	4,961,583
Operating grants and contributions	10,131,726	9,885,815	12,894,411	13,910,831	12,511,952	13,750,605	13,000,156	13,847,910	12,798,057	13,367,019
Capital grants and contributions	2,178,447	2,594,923	268,846	596,997	1,074,604	214,114	394,893	59,552	46,970	109,540
Total governmental activities program revenues	36,801,163	37,054,496	41,195,814	42,251,056	44,709,253	43,410,623	42,894,734	40,523,814	40,854,975	42,703,770
Net (expense)/revenue, governmental activities										
	(29,372,307)	(29,623,435)	(31,905,169)	(31,106,957)	(36,710,962)	(33,201,012)	(39,499,797)	(41,609,276)	(39,440,542)	
General revenues and other changes in net position:										
Governmental activities:										
Taxes:										
Property taxes	17,200,641	17,992,705	19,548,214	20,095,583	21,158,786	21,648,137	21,830,000	24,732,827	25,836,301	30,437,035
Motor fuel tax	2,906,481	-	-	-	-	-	-	-	-	-
Replacement tax	4,673,128	2,890,775	2,445,606	2,585,073	2,342,739	2,330,484	2,567,408	2,447,607	2,309,983	2,312,675
Sales and use taxes	1,735,783	4,595,064	4,803,890	4,303,323	4,374,278	4,823,291	4,542,277	4,915,542	5,143,355	5,230,609
Income tax	107,051	1,856,456	1,406,806	1,488,379	1,459,269	1,574,494	1,665,912	1,694,378	1,883,018	1,722,697
Hotel/Motel taxes	-	123,356	115,592	124,013	138,900	222,783	264,705	235,094	287,532	287,845
Other	340,571	930,804	993,075	1,083,941	1,082,991	168,984	95,216	165,672	127,819	451,124
Investment earnings	2,012,831	1,053,360	497,877	327,793	165,741	125,898	88,643	92,718	95,221	131,151
Gain on disposal of capital assets	-	115,348	-	-	53,266	83,573	61,830	-	15,454	-
Internal transfers - blended component unit	-	-	-	-	-	-	-	-	-	-
Transfers to discretely presented component unit	-	-	-	-	-	-	-	-	-	-
Miscellaneous	1,618,765	1,787,116	512,088	385,995	351,976	573,350	252,082	1,997,679	447,037	624,578
Total governmental activities	30,595,251	31,344,984	30,323,148	30,394,100	31,127,946	31,550,994	31,368,073	36,281,517	36,145,720	41,197,714
Change in net position, governmental activities										
	\$ 30,595,251	\$ 1,972,677	\$ 699,713	\$ (1,511,069)	\$ 20,989	\$ (5,159,968)	\$ (1,832,939)	\$ (3,218,280)	\$ (5,463,556)	\$ 1,757,172

Source: County records.

Rock Island County, Illinois

Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(Unaudited)

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General Fund:										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ 1,017,004	\$ 762,542	\$ 733,088	\$ 637,142	\$ 655,685	\$ 677,645
Restricted	-	-	-	-	-	472,239	525,580	527,713	529,335	531,531
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	309,312	-	-	-	-
Unassigned	-	-	-	-	5,251,711	3,767,825	3,330,268	3,211,179	2,971,136	1,417,816
Reserved:										
Tort liability	650,000	967,000	613,000	1,052,965	-	-	-	-	-	-
Advances	-	-	-	-	-	-	-	-	-	-
Other assets	257,882	179,404	232,976	154,432	-	-	-	-	-	-
Capital improvements	-	-	-	-	-	-	-	-	-	-
Employee health claims	-	-	-	-	-	-	-	-	-	-
Unreserved, undesignated	9,630,945	8,380,655	7,191,755	5,281,977	-	-	-	-	-	-
Total general fund	10,538,827	9,527,059	8,037,731	6,489,374	6,268,715	5,311,918	4,588,936	4,376,034	4,156,156	2,626,992
All other governmental funds:										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ 790,344	\$ 432,503	\$ 16,221	\$ 17,332	\$ 18,728	\$ 17,850
Restricted	-	-	-	-	16,561,547	16,155,996	18,432,075	18,743,077	19,020,696	21,630,064
Committed	-	-	-	-	-	-	-	4,727	-	-
Assigned	-	-	-	-	894,243	995,559	3,663	(200,027)	-	-
Unassigned	-	-	-	-	(1,274,191)	(699,855)	(327,869)	-	(542,214)	(1,110,798)
Reserved for:										
Advances	-	-	-	-	-	-	-	-	-	-
Other assets	-	54,341	55,364	64,212	-	-	-	-	-	-
Capital projects/improvements	872,600	869,146	4,667,109	1,248,114	-	-	-	-	-	-
Contributed capital	-	-	-	-	-	-	-	-	-	-
Employee health claims	-	-	-	-	-	-	-	-	-	-
Unreserved, undesignated:										
Special revenue funds	15,067,774	15,946,443	18,666,278	18,622,877	-	-	-	-	-	-
Debt service fund	52,914	59,286	470	470	-	-	-	-	-	-
Capital project fund	12,396,652	(1,711,813)	(1,839,667)	(711,633)	-	-	-	-	-	-
Total all other governmental funds	28,440,915	15,217,403	21,549,554	19,224,040	16,971,943	16,884,203	18,124,090	18,565,109	18,497,210	20,537,116
Total fund balances	\$ 38,979,742	\$ 24,744,462	\$ 29,587,285	\$ 25,713,414	\$ 23,240,658	\$ 22,196,121	\$ 22,713,026	\$ 22,941,143	\$ 22,653,366	\$ 23,164,108

Source: County records.

GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*,
 implemented Fiscal Year 2011

Rock Island County, Illinois

Changes in Fund Balances, Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

(Unaudited)

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Revenues:										
Fees	\$ 22,460,644	\$ 22,497,129	\$ 24,164,218	\$ 24,164,211	\$ 25,135,841	\$ 26,932,907	\$ 27,283,118	\$ 26,463,440	\$ 26,105,500	\$ 25,795,835
Property taxes	17,200,641	17,992,705	19,548,214	20,095,583	21,158,786	21,648,137	21,830,000	24,732,827	25,836,301	30,437,034
Intergovernmental	19,961,889	20,276,592	20,138,445	21,696,497	20,121,877	20,601,950	20,576,882	21,256,496	22,917,241	23,395,096
Investment earnings	1,878,701	980,197	460,860	302,418	145,976	109,832	79,956	84,357	84,765	93,524
Miscellaneous	2,640,588	2,693,899	2,988,554	2,611,576	1,300,233	1,564,819	1,082,020	2,388,757	889,023	1,029,588
Total revenues	64,142,463	64,440,522	67,300,291	68,870,285	67,862,713	70,857,645	70,851,976	74,925,877	75,832,830	80,751,077
Expenditures:										
General government	11,780,026	13,029,416	13,204,642	13,385,011	12,541,194	12,716,575	12,912,548	13,515,566	13,915,816	18,974,149
Social services	21,175,990	20,758,376	22,605,178	24,872,514	24,182,901	26,100,424	25,440,678	24,281,720	27,187,043	26,102,672
Public safety and corrections	11,023,401	11,396,157	11,522,782	11,838,276	11,949,188	12,234,403	12,241,940	12,277,952	12,866,362	12,529,593
Transportation and public works	3,016,355	3,559,737	3,228,474	3,318,136	4,521,836	4,268,216	3,757,138	5,560,272	4,282,153	3,427,538
Judiciary and legal/legislative	6,681,335	7,602,173	8,260,036	8,030,651	8,199,630	8,273,144	8,572,973	8,456,529	8,459,320	8,215,116
Debt service:										
Principal	505,000	575,000	1,130,000	1,170,000	1,380,000	1,435,000	1,540,000	3,060,000	2,150,000	2,250,000
Interest	2,942,387	579,829	794,142	1,219,431	1,473,826	1,314,991	701,280	1,476,895	957,693	1,640,220
Bond issue costs	143,893	-	35,331	-	-	-	144,014	-	-	297,822
Culture and recreation	2,748,073	2,955,491	3,299,684	3,663,183	3,772,263	4,064,480	4,107,709	4,591,630	4,196,679	4,420,762
Expenditures in capital outlay not capitalized	-	1,072,243	363,041	-	79,814	(22,679)	154,544	129,610	674,605	71,248
Capitalized capital outlay	8,423,589	17,289,471	2,789,755	5,344,022	2,328,774	1,661,927	998,069	1,854,135	1,480,033	2,656,356
Total expenditures	68,440,049	78,817,893	67,233,065	72,841,224	70,429,426	72,046,481	70,570,893	75,204,309	76,169,704	80,585,476
Excess of revenues over (under) expenditures	(14,377,371)	67,226	(3,970,939)	(2,566,713)	(1,188,836)	281,083	(278,432)	(336,874)	165,601	
Other financing sources (uses):										
Proceeds from installment purchase	-	-	-	-	-	-	-	-	-	-
Transfers in	7,511,860	8,727,078	8,839,273	6,443,042	2,935,669	2,421,080	2,023,127	2,550,531	4,741,187	2,665,882
Transfers out	(7,511,860)	(8,727,078)	(8,839,273)	(6,443,042)	(2,905,691)	(2,391,102)	(1,993,149)	(2,517,555)	(4,708,211)	(2,635,904)
Transfers to component units	-	-	-	-	-	-	-	-	-	-
Issuance of debt	19,885,000	-	5,140,000	-	-	-	9,325,000	-	-	12,230,000
Proceeds from refunded bond escrow agent	-	-	(555,000)	-	-	-	(9,455,400)	-	-	(12,860,639)
Bond premiums / discounts	219,887.00	-	(21,824)	-	-	-	274,414	-	-	902,628
Proceeds from sale of capital assets	74,190	142,091	212,421	97,068	63,979	114,321	61,830	473,573	16,121	43,174
Total other financing sources (uses)	20,179,077	142,091	4,775,597	97,068	93,957	144,299	235,822	506,549	49,097	345,141
Net change in fund balances	20,179,077	(14,235,280)	4,842,823	(3,873,871)	(2,472,756)	(1,044,537)	516,905	228,117	(287,777)	510,742
Fund balances, beginning of year	23,098,251	43,277,328	29,042,048	33,884,871	30,011,000	23,240,658	22,196,121	22,713,026	22,941,143	22,653,366
Residual equity transfer in	-	-	-	-	-	-	-	-	-	-
Residual equity transfer (out)	-	-	-	-	-	-	-	-	-	-
Fund balances, end of year	\$ 43,277,328	\$ 29,042,048	\$ 33,884,871	\$ 30,011,000	\$ 27,538,244	\$ 22,196,121	\$ 22,713,026	\$ 22,941,143	\$ 22,653,366	\$ 23,164,108
Debt service as a percentage of noncapital expenditures	5.98%	1.88%	3.04%	3.54%	4.19%	3.91%	3.22%	6.20%	4.16%	4.99%

Source: County records.

Rock Island County, Illinois

Program Revenues by Function/Program

Last Ten Fiscal Years

(accrual basis of accounting)

(Unaudited)

Function / Program	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Governmental activities:										
General government	\$ 4,945,177	\$ 4,629,246	\$ 6,124,916	\$ 6,362,931	\$ 5,263,530	\$ 5,415,594	\$ 5,624,842	\$ 5,151,043	\$ 5,484,160	\$ 5,795,887
Public safety	2,017,911	2,652,182	2,020,965	1,973,997	1,879,664	1,997,786	2,074,541	2,740,603	2,130,497	2,299,241
Corrections	1,796,405	2,070,042	1,972,720	2,329,619	1,918,160	1,861,097	1,971,852	1,921,302	1,932,739	1,728,988
Judiciary and legal	3,763,486	3,520,729	3,400,282	3,321,141	3,173,899	3,176,261	3,117,385	2,859,863	2,983,079	2,876,558
Transportation and public works	5,063,944	2,419,149	2,568,909	2,572,344	2,698,791	3,113,301	2,940,242	3,174,517	2,794,058	3,137,384
Social services	17,463,119	17,381,418	23,033,473	23,499,877	26,947,382	24,965,852	24,862,657	21,930,665	22,821,774	24,023,186
Culture and recreation	1,751,121	4,381,730	2,074,549	2,191,147	2,827,827	2,880,732	2,303,215	2,745,821	2,708,668	2,842,526
Debt service, interest on long-term debt	-	-	-	-	-	-	-	-	-	-
Total governmental activities	36,801,163	37,054,496	41,195,814	42,251,056	44,709,253	43,410,623	42,894,734	40,523,814	40,854,975	42,703,770
Component unit	2,212,303	1,902,858	1,899,111	3,268,082	2,534,864	2,327,137	2,463,917	1,968,630	2,388,515	2,671,364
Total government	\$ 39,013,466	\$ 38,957,354	\$ 43,094,925	\$ 45,519,138	\$ 47,244,117	\$ 45,737,760	\$ 45,358,651	\$ 42,492,444	\$ 43,243,490	\$ 45,375,134

Source: County records.

Rock Island County, Illinois

Tax Revenues by Source, Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

(Unaudited)

Fiscal Year	Property Taxes	Replacement Tax	Sales and Use Taxes	Income Taxes	Other Taxes	Total
2007	\$ 17,200,641	\$ 2,906,481	\$ 4,673,128	\$ 1,735,783	\$ 447,622	\$ 26,963,655
2008	17,992,705	2,890,775	4,595,064	1,856,456	1,054,160	28,389,160
2009	19,548,214	2,253,034	4,380,839	1,406,806	710,653	28,299,546
2010	20,095,583	2,429,284	4,295,193	1,363,729	321,162	28,504,951
2011	21,158,786	2,140,709	4,384,197	1,589,763	323,649	29,597,104
2012	21,648,137	2,144,630	4,821,483	1,587,659	298,234	30,500,143
2013	21,830,000	2,377,514	4,544,596	1,889,108	211,570	30,852,788
2014	24,732,827	2,447,607	4,915,542	1,694,378	165,672	33,956,026
2015	25,836,301	2,309,983	5,143,355	1,883,018	415,351	35,588,008
2016	30,437,035	2,312,675	5,230,609	1,722,697	738,969	40,441,985

Source: County records.

Rock Island County, Illinois

**Assessed Value and Actual Value of Equalized Assessed Property
Last Ten Fiscal Years**

(Unaudited)

Fiscal Year	Real Property		Railroad Property	
	Equalized Net Assessed Value	Assessed Value (1)	Equalized Net Assessed Value	Assessed Value (1)
2006-07	\$ 2,085,767,636	\$ 6,257,928,701	\$ 3,557,759	\$ 10,674,344
2007-08	2,187,803,005	6,564,065,422	4,064,278	12,194,053
2008-09	2,248,860,332	6,747,255,722	4,818,097	14,455,736
2009-10	2,278,470,703	6,836,095,719	4,801,309	14,405,367
2010-11	2,375,173,415	7,126,232,868	6,049,350	18,149,865
2011-12	2,393,843,331	7,182,248,218	7,280,752	21,844,440
2012-13	2,371,579,526	7,115,450,123	9,365,973	28,100,729
2013-14	2,348,019,552	7,044,763,132	10,624,126	31,875,566
2014-15	2,350,460,958	7,052,088,083	11,574,135	34,725,878
2015-16	2,382,132,179	7,147,111,248	11,468,736	34,409,649
Total				
Fiscal Year	Equalized Net Assessed Value		Ratio of Equalized Net to Assessed Value	Tax Increment Financing District Values
	Assessed Value (1)			Total Direct Tax Rate
2006-07	\$ 2,089,325,395	\$ 6,268,603,045	33.3	\$ 136,763,705
2007-08	2,191,867,283	6,576,259,475	33.3	173,741,645
2008-09	2,253,678,429	6,761,711,458	33.3	186,397,699
2009-10	2,283,272,012	6,850,501,086	33.3	212,184,030
2010-11	2,381,222,765	7,144,382,733	33.3	191,760,157
2011-12	2,401,124,083	7,204,092,658	33.3	192,984,430
2012-13	2,380,945,499	7,143,550,852	33.3	180,298,543
2013-14	2,358,643,678	7,076,638,698	33.3	176,188,912
2014-15	2,362,035,093	7,086,813,961	33.3	178,253,847
2015-16	2,393,600,915	7,181,520,897	33.3	187,760,135

(1) Assessed value equals estimate actual value

Source: County Assessor and County Clerk Records

Rock Island County, Illinois

Principal Property Taxpayers
Current Year and Nine Years Ago

(Unaudited)

Taxpayer	2016			Percentage of Total County
	Taxable Assessed Value	Rank	Taxable Assessed Value	
Exelon Generation	\$ 155,000,000	1		6.48%
Deere & Co.	29,522,793	2		1.23%
DNC Gaming & Entertainment/Jumers Casino	22,484,383	3		0.94%
SDG Macerich Property/Southpark Mall	9,871,086	4		0.41%
Modern Woodmen of America	7,781,019	5		0.33%
Minnesota Mining & Mfg Co	6,636,836	6		0.28%
Piret USA/Fed Ex	6,045,635	7		0.25%
Friendship Manor Property	5,340,413	8		0.22%
Fed EX Freight	5,073,840	9		0.21%
Walmart-Silvis	5,052,388	10		0.21%
2015 Total	\$ 252,808,393			10.56%
Taxpayer	2007			Percentage of Total County
	Taxable Assessed Value	Rank	Taxable Assessed Value	
Commonwealth Edison	\$ 100,000,000	1		4.79%
Deere & Co.	39,380,077	2		1.88%
SDG Macerich	10,971,932	3		0.53%
Modern Woodmen	8,651,135	4		0.41%
PFG Thoms Proestler Co.	5,470,572	5		0.26%
Barjan	4,811,002	6		0.23%
Cordova Energy	4,344,539	7		0.21%
IBP Inc	4,167,478	8		0.20%
Walmart Stores	3,529,373	9		0.17%
Heritage Place	3,333,333	10		0.16%
2006 Total	\$ 184,659,441			8.84%

Source: County Assessor

Total Taxable Value 2015-2016 \$ 2,393,600,915

Total Taxable Value 2006-2007 \$ 2,089,325,395

Rock Island County, Illinois

**Property Tax Levies and Collections
Last Ten Fiscal Years
(Unaudited)**

Fiscal Year		Total Tax Levy Ended June 30		Percentage of Levy to Collections		Delinquent Tax Collections (Forfeitures Paid)		Collections as Percentage of Current Levy		Delinquent Taxes (Forfeited)		As Percentage of Current Levy	
2006-07	\$ 15,159,697	\$ 15,142,051	99.88%	\$ 5,925	\$ 15,147,976	99.92%	\$ 19,878	0.13%					
2007-08	15,770,214	15,797,683	100.17	11,256	15,808,939	100.25	27,515	0.17					
2008-09	17,026,818	17,101,407	100.44	4,237	17,105,644	100.46	41,565	0.24					
2009-10	17,326,233	17,408,781	100.48	5,293	17,414,074	100.51	33,890	0.20					
2010-11	18,139,336	18,276,082	100.75	10,535	18,286,617	100.81	32,566	0.18					
2011-12	18,558,124	18,708,221	100.81	3,913	18,712,134	100.83	36,820	0.20					
2012-13	18,781,290	18,873,442	100.49	10,909	18,884,351	100.55	26,415	0.14					
2013-14	21,291,544	21,558,810	101.26	16,885	21,575,695	101.33	49,113	0.23					
2014-15	22,194,099	22,365,660	100.77	10,371	22,376,031	100.82	49,734	0.22					
2015-16	26,890,778	26,945,784	100.20	15,775	26,961,559	100.26	74,973	0.28					

Source:

Tax Settlement Book Treasurer's Office

Levy Confirmation Sheet from County Clerk Certified to Collect

NOTE: 2006-07 reports only Rock Island County, Illinois portion of total tax levy.

Rock Island County, Illinois

Direct and Overlapping Property Tax Rates

Last Ten Years

(rate per \$1,000 of assessed value)

(Unaudited)

	Rock Island	Moline	East Moline		Silvis	Milan	
	Rock Island	Moline	East Moline	Uths	Silvis	Uths	Rock Island
2015-16:							
City	2.40020	2.07820	2.18260	2.18260	1.70240	1.70240	1.00420
Black Hawk College	0.55980	0.55980	0.55980	0.55980	0.55980	0.55980	0.55980
School District	5.46100	5.15940	4.15500	1.93380	4.16340	1.93380	5.46100
Forest Preserve	0.12300	0.12300	0.12300	0.12300	0.12300	0.12300	0.12300
County	1.12500	1.12500	1.12500	1.12500	1.12500	1.12500	1.12500
Total levy	9.66900	9.04540	8.14540	5.92420	7.67360	5.44400	8.27300
Ratio of County to totals	0.11635	0.12437	0.13811	0.18990	0.14661	0.20665	0.13598
2014-15:							
City	2.38520	2.06380	2.15500	2.15500	1.69500	1.69500	1.01900
Black Hawk College	0.54850	0.54850	0.54850	0.54850	0.54850	0.54850	0.54850
School District	5.29820	5.11200	3.93340	1.88020	3.93420	1.88020	5.29820
Forest Preserve	0.11900	0.11900	0.11900	0.11900	0.11900	0.11900	0.11900
County	0.94060	0.94060	0.94060	0.94060	0.94060	0.94060	0.94060
Total levy	9.29150	8.78390	7.69650	5.64330	7.23730	5.18330	7.92530
Ratio of County to totals	0.10123	0.10708	0.12221	0.16668	0.12997	0.18147	0.11868
2013-14:							
City	2.39780	2.05000	2.12600	2.12600	1.69000	1.69000	0.98280
Black Hawk College	0.54270	0.54270	0.54270	0.54270	0.54270	0.54270	0.54270
School District	5.30660	5.10900	3.73000	1.90180	3.90360	1.90180	5.30660
Forest Preserve	0.11480	0.11480	0.11480	0.11480	0.11480	0.11480	0.11480
County	0.90360	0.90360	0.90360	0.90360	0.90360	0.90360	0.90360
Total levy	9.26550	8.72010	7.41710	5.58890	7.15470	5.15290	7.85050
Ratio of County to totals	0.09752	0.10362	0.12183	0.16168	0.12629	0.17536	0.11510
2012-13:							
City	2.40020	2.02680	2.11500	2.11500	1.61880	1.61880	0.94160
Black Hawk College	0.54030	0.54030	0.54030	0.54030	0.54030	0.54030	0.54030
School District	5.25900	5.05900	3.69760	1.89560	3.88900	1.89560	5.25900
Forest Preserve	0.09740	0.09740	0.09740	0.09740	0.09740	0.09740	0.09740
County	0.78980	0.78980	0.78980	0.78980	0.78980	0.78980	0.78980
Total levy	9.08670	8.51330	7.24010	5.43810	6.93530	4.94190	7.62810
Ratio of County to totals	0.08692	0.09277	0.10909	0.14523	0.11388	0.15982	0.10354

(Continued)

Rock Island County, Illinois

Direct and Overlapping Property Tax Rates (Continued)

Last Ten Years

(rate per \$1,000 of assessed value)

(Unaudited)

	Rock Island	Moline	East Moline		Silvis	Milan	
	Rock Island	Moline	East Moline	UTHS	Silvis	UTHS	Rock Island
2011-12:							
City	2.40840	1.97440	2.11180	2.11180	1.61560	1.61560	0.94020
Black Hawk College	0.53690	0.53690	0.53690	0.53690	0.53690	0.53690	0.53690
School District	5.12000	5.06000	3.71940	1.89820	3.88520	1.89820	5.12000
Forest Preserve	0.09440	0.09440	0.09440	0.09440	0.09440	0.09440	0.09440
County	0.77400	0.77400	0.77400	0.77400	0.77400	0.77400	0.77400
Total levy	8.93370	8.43970	7.23650	5.41530	6.90610	5.41530	7.46550
Ratio of County to totals	0.08664	0.09171	0.10696	0.14293	0.11207	0.14293	0.10368
2010-11:							
City	2.40920	1.93240	1.92900	1.92900	1.61320	1.61320	0.90280
Black Hawk College	0.53240	0.53240	0.53240	0.53240	0.53240	0.53240	0.53240
School District	5.11480	5.05840	3.93920	1.89460	3.90440	1.89460	5.11480
Forest Preserve	0.09420	0.09420	0.09420	0.09420	0.09420	0.09420	0.09420
County	0.76320	0.76320	0.76320	0.76320	0.76320	0.76320	0.76320
Total levy	8.91380	8.38060	7.25800	5.21340	6.90740	5.21340	7.40740
Ratio of County to totals	0.08562	0.09107	0.10515	0.14639	0.11049	0.14639	0.10303
2009-10:							
City	2.38520	1.92880	1.84060	1.84060	1.64980	1.64980	0.89200
Black Hawk College	0.53370	0.53370	0.53370	0.53370	0.53370	0.53370	0.53370
School District	5.06100	5.02660	3.86300	1.94880	3.59400	1.94880	5.06100
Forest Preserve	0.09380	0.09380	0.09380	0.09380	0.09380	0.09380	0.09380
County	0.76040	0.76040	0.76040	0.76040	0.76040	0.76040	0.76040
Total levy	8.83410	8.34330	7.09150	5.17730	6.63170	4.98650	7.34090
Ratio of County to totals	0.08608	0.09114	0.10723	0.14687	0.11466	0.15249	0.10358
2008-09:							
City	2.36380	1.99660	1.77380	1.77380	1.61780	1.61780	0.89680
Black Hawk College	0.53560	0.53560	0.53560	0.53560	0.53560	0.53560	0.53560
School District	5.05580	5.01880	3.82840	1.94760	3.59600	1.94760	5.05580
Forest Preserve	0.09100	0.09100	0.09100	0.09100	0.09100	0.09100	0.09100
County	0.75700	0.75700	0.75700	0.75700	0.75700	0.75700	0.75700
Total levy	8.80320	8.39900	6.98580	5.10500	6.59740	4.94900	7.33620
Ratio of County to totals	0.08599	0.09013	0.10836	0.14829	0.11474	0.15296	0.10319

(Continued)

Rock Island County, Illinois

Direct and Overlapping Property Tax Rates (Continued)

Last Ten Years

(rate per \$1,000 of assessed value)

(Unaudited)

	Rock Island	Moline	East Moline		Silvis	Milan	
	Rock Island	Moline	East Moline	UHS	Silvis	UHS	Rock Island
2007-08:							
City	2.35020	2.00620	1.81160	1.81160	1.71040	1.71040	0.87220
Black Hawk College	0.50160	0.50160	0.50160	0.50160	0.50160	0.50160	0.50160
School District	5.07880	5.05860	3.77540	1.96580	3.52520	1.96580	5.07880
Forest Preserve	0.06900	0.06900	0.06900	0.06900	0.06900	0.06900	0.06900
County	0.72000	0.72000	0.72000	0.72000	0.72000	0.72000	0.72000
Total levy	8.71960	8.35540	6.87760	5.06800	6.52620	4.96680	7.24160
Ratio of County to totals	0.08257	0.08617	0.10469	0.14207	0.11032	0.14496	0.09943
2006-07:							
City	2.36520	1.96460	1.88700	1.88700	1.81160	1.81160	0.87100
Black Hawk College	0.45790	0.45790	0.45790	0.45790	0.45790	0.45790	0.45790
School District	5.11920	5.11520	3.77540	1.94280	3.43360	1.94280	5.11920
Forest Preserve	0.06960	0.06960	0.06960	0.06960	0.06960	0.06960	0.06960
County	0.72600	0.72600	0.72600	0.72600	0.72600	0.72600	0.72600
Total levy	8.73790	8.33330	6.91590	5.08330	6.49870	5.00790	7.24370
Ratio of County to totals	0.08309	0.08712	0.10498	0.14282	0.11171	0.14497	0.10023

Source: County Clerk Current Tax Extensions

All tax rates are expressed in dollars per \$100 of taxable valuation

Included in this report are the major cities within Rock Island County

Not shown:

- a.) 10 Cities & Villages (populations <5,000)
- b.) 18 Townships
- c.) 17 Fire Protection Districts
- d.) 14 Road & Bridge Districts
- e.) 1 Metro Transit Authority
- f.) 1 Metro Airport Authority
- g.) 1 Illini Ambulance
- h.) 2 Flood Plain Districts
- i.) 1 River Conserv. District
- j.) 3 Sanitary Districts
- k.) 3 Multi. Townships
- l.) 3 Special Service Districts
- m.) 9 School Districts <130,000,000 Total Valuation

Rock Island County, Illinois

Direct and Overlapping Property Tax Rates (Continued)

Last Ten Years

(rate per \$1,000 of assessed value)

(Unaudited)

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
County Direct Rates:										
Corporate	0.24120	0.23920	0.24880	0.25000	0.25000	0.24820	0.25000	0.25000	0.24920	0.25000
Bond & Interest	0.07200	0.06840	0.06680	0.06560	0.06700	0.06240	0.06280	0.06480	0.06060	0.09900
IMRF	0.09120	0.08860	0.08900	0.08900	0.09260	0.10520	0.11780	0.14020	0.15240	0.21500
County Highway	0.03640	0.03840	0.04080	0.04240	0.04260	0.04220	0.04480	0.05360	0.05640	0.06260
Bridges	0.00260	0.00480	0.00680	0.00700	0.00700	0.00680	0.00700	0.02140	0.02260	0.02360
Mental Health	0.06240	0.06120	0.06180	0.06160	0.05900	0.05840	0.05900	0.06160	0.06980	0.06660
Health	0.02400	0.02380	0.02720	0.02820	0.03000	0.02980	0.03000	0.03780	0.05060	0.04980
Liability Insurance	0.02760	0.02860	0.03160	0.03200	0.03580	0.04180	0.03800	0.09140	0.09740	0.09640
Social Security	0.05400	0.05340	0.05340	0.05500	0.05260	0.05380	0.05380	0.05520	0.05860	0.13460
Extension Education	0.01040	0.01020	0.00980	0.01000	0.00960	0.00940	0.00960	0.00960	0.00960	0.00960
Veterans Assistance	0.01220	0.01220	0.01780	0.01760	0.01920	0.01900	0.01920	0.01500	0.01500	0.01480
Nursing Home	0.08860	0.08800	0.10000	0.09880	0.09480	0.09400	0.09480	0.10000	0.09540	0.10000
Child Advocacy	0.00340	0.00320	0.00320	0.00320	0.00300	0.00300	0.00300	0.00300	0.00300	0.00300
Total Direct Rates	0.72600	0.72000	0.75700	0.76040	0.76320	0.77400	0.78980	0.90360	0.94060	1.12500

Source: County Clerk Current Tax Extensions

All tax rates are expressed in dollars per \$100 of taxable valuation

Rock Island County, Illinois

**Ratios of Outstanding Debt by Type
Last Ten Fiscal Years**

(Unaudited)

	General Obligation Bonds ⁽¹⁾	Revenue Bonds Payable ⁽¹⁾	Capital Leases	Installment Purchase	Total Primary Government	Percentage of Personal Income	Per Capita
2007	\$ 21,600,000	\$ 8,280,000	\$ -	\$ -	\$ 29,880,000	0.1162%	203.17
2008	21,515,000	7,790,000	-	-	29,305,000	0.1242%	199.81
2009	25,610,000	8,110,000	-	-	33,720,000	0.1152%	229.66
2010	25,105,000	7,445,000	-	-	32,550,000	0.1152%	220.61
2011	24,420,000	6,750,000	-	-	31,170,000	0.1212%	211.44
2012	23,812,859	6,100,105	-	-	29,912,964	0.1326%	202.78
2013	23,786,104	5,237,887	-	-	29,023,991	0.1403%	197.10
2014	21,518,475	4,397,420	-	-	25,915,895	0.1589%	177.43
2015	20,171,585	3,549,614	-	-	23,721,199	0.1642%	161.41
2016	19,534,344	32,734,548	110,171	-	52,379,063	0.0761%	361.77

Note: The County does not have any Business-Type Activities.

⁽¹⁾ Presented net of original issuance discounts and premiums.

Rock Island County, Illinois

**Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years**

(Unaudited)

Fiscal Year	Total County Bonded Debt Outstanding (1)	Total Equalized Net Assessed Value	Percent of Debt to Equalized Net Assessed Value	Estimated Population	Debt Per Capita
2006-07	29,880,000	2,089,325,395	0.01430	147,071	203.17
2007-08	29,305,000	2,191,867,283	0.01337	146,661	199.81
2008-09	33,720,000	2,253,678,429	0.01496	146,826	229.66
2009-10	32,550,000	2,283,272,012	0.01426	147,546	220.61
2010-11	31,170,000	2,381,222,765	0.01309	147,418	211.44
2011-12	29,912,964	2,401,124,083	0.01246	147,514	202.78
2012-13	29,023,991	2,380,945,499	0.01133	147,258	197.10
2013-14	25,915,895	2,358,643,678	0.01099	146,063	177.43
2014-15	23,721,199	2,362,035,093	0.01004	146,964	161.41
2015-16	52,292,078	2,393,600,915	0.02185	144,784	361.17

(1) The fund balance of the Debt Service Fund has been excluded due to the immateriality of such balances.

Source: County records

Rock Island County, Illinois

Direct and Overlapping Governmental Activities Debt As of November 30, 2016

(Unaudited)

Governmental Unit	Gross Debt	Percentage of Debt to County *	County Share of Debt
Rock Island County Direct Debt:			
Building Commission	\$ 31,525,000	100.00%	\$ 31,525,000
Rock Island Nursing Home	14,975,000	100.00%	14,975,000
Rock Island County Forest Preserve	4,485,000	100.00%	4,485,000
Overlapping Debt:			
School Districts:			
#1 Erie	-	75.22%	-
#29 Hampton	595,000	100.00%	595,000
#30 UTHS	3,000,000	92.33%	2,769,768
#34 Silvis	3,752,000	100.00%	3,752,000
#36 Carbon Cliff	700,000	100.00%	700,000
#37 East Moline	17,765,000	100.00%	17,765,000
#40 Moline	23,846,653	100.00%	23,846,653
#41 Rock Island	33,000,000	100.00%	33,000,000
#100 Riverdale	3,495,000	100.00%	3,495,000
#190 Colona	1,075,000	0.11%	1,217
#200 Sherrard	6,344,895	32.34%	2,052,084
#223 Orion	7,285,000	8.04%	586,002
#300 Rockridge	9,740,000	98.14%	9,559,126
#404 Mercer County	2,075,000	1.79%	37,207
#503 Black Hawk College	26,580,000	65.36%	17,372,260
Cities and Villages:			
Andalusia	470,000	100.00%	470,000
Coal Valley	975,000	88.18%	859,760
East Moline	25,978,380	100.00%	25,978,380
Hampton	150,000	100.00%	150,000
Milan	9,425,000	100.00%	9,425,000
Moline	52,550,000	100.00%	52,550,000
Rock Island	68,076,666	100.00%	68,076,666
Silvis	8,210,000	100.00%	8,210,000
Special Districts:			
Carbon Cliff Spec. Svc. 3	45,000	100.00%	45,000
Rock Island Spec. Svc. 3	1,440,000	100.00%	1,440,000
Illini Hospital (Ambulance)	4,940,000	86.54%	4,275,053
Metropolitan Airport	20,725,000	100.00%	20,725,000
Silvis Special Svc. 1	480,000	100.00%	480,000
Coal Valley FPD	380,000	86.85%	330,034
Subtotal, overlapping debt	333,098,594		308,546,208
Totals	\$ 384,083,594		\$ 359,531,208
Total underlying long-term debt	\$ 384,083,594		
Total direct and underlying long-term debt	\$ 359,531,208		

Source:

Rock Island County Clerk's Office, Current Tax Extension Book

* Percentage of Debt to County calculated as follows:

100% - overlapping valuation debt / total valuation

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the County. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the County. This process recognizes that, when considering the County's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

Rock Island County, Illinois

Legal Debt Margin Information
As of November 30, 2016

(Unaudited)

Legal Debt Margin Calculation for Fiscal Year 2016
Assessed value

\$ 2,393,600,915

Debt limit (2.875% of assessed value)

\$ 68,816,026

Debt applicable to limit:

General obligation bonds

18,430,000

Revenue bonds

30,670,000

Total net applicable to limit

49,100,000

Legal debt margin

\$ 19,716,026

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Assessed value	\$ 2,234,908,738	\$ 2,365,608,928	\$ 2,440,076,128	\$ 2,495,456,042	\$ 2,572,982,922	\$ 2,594,108,513	\$ 2,561,244,042	\$ 2,358,643,678	\$ 2,362,035,093	\$ 2,393,600,915
Debt limit	\$ 64,253,626	\$ 68,011,257	\$ 70,152,189	\$ 71,744,361	\$ 73,973,259	\$ 74,580,620	\$ 73,635,766	\$ 67,811,006	\$ 67,908,509	\$ 68,816,026
Debt applicable to debt limit	29,880,000	29,305,000	33,720,000	32,550,000	31,170,000	29,735,000	28,690,000	25,630,000	23,480,000	49,100,000
Legal debt margin	\$ 34,373,626	\$ 38,706,257	\$ 36,432,189	\$ 39,194,361	\$ 42,803,259	\$ 44,845,620	\$ 44,945,766	\$ 42,181,006	\$ 44,428,509	\$ 19,716,026
Total net debt applicable to the limit as a percentage of debt limit	46.50%	43.09%	48.07%	45.37%	42.14%	39.87%	38.96%	37.80%	34.58%	71.35%

Source: County records

NOTE: As per 50ILCS405/1.10 & 50ILCS20/16.1 any indebtedness of a county with a population less than 1,000,000 inhabitants for building necessary buildings through a Public Building Commission is not limited to the above debt limit rate.

Those occurrences of debt issue instead shall not exceed 5% of the total assessed value of taxable property in the county.

Rock Island County, Illinois

Demographic and Economic Statistics Last Ten Calendar Years (Unaudited)

Year	Population ¹	Personal Income				School Enrollment ⁵
		(Thousands of Dollars) ²	Per Capita Income ³	Median Age ¹	Unemployment Rate ⁴	
2005-06	146,341	5,109,481	34,727	38.0	4.8	22,774
2006-07	147,071	5,381,801	36,384	38.0	4.6	22,577
2007-08	146,661	5,731,715	38,859	38.0	4.8	22,484
2008-09	146,826	5,533,178	37,500	39.0	5.6	22,105
2009-10	147,546	5,578,667	37,784	40.0	9.1	22,273
2010-11	147,418	5,846,554	39,660	40.1	9.6	22,301
2011-12	147,514	6,006,915	40,721	40.2	7.8	22,499
2012-13	147,258	6,062,820	41,171	40.5	7.9	22,505
2013-14	146,063	5,718,952	38,956	40.5	7.1	22,707
2014-15	146,964	5,823,296	39,868	40.1	7.1	22,731
2015-16	144,784	5,893,826	40,332	40.0	6.3	23,452

Data Compiled by: Bi-State Regional Commission

⁽¹⁾ U.S. Census Bureau, Population Division Annual Estimates of the Resident Population

⁽²⁾ U.S. Bureau of Economic Analysis, Personal Income by County

⁽³⁾ U.S. Census Bureau Economic Analysis, Per Capita Personal Income by County

⁽⁴⁾ Illinois Department of Employment Security, Local Area Unemployment Statistics

⁽⁵⁾ Illinois State Board of Education, Fall enrollment Counts, District Summary

Update:4/21/17

Rock Island County, Illinois

Principal Employers Current Year and Nine Years Ago (Unaudited)

Employer	2007	
	Employees	Rank
Rock Island Arsenal	6,000+	1
Deere & Company	5,000+	2
Tyson Fresh Meats Inc.	2,500+	3
Trinity Medical Center	2,000+	4
Exelon	700+	5
Black Hawk College	700+	6
Moline Community School District #40	600+	7
Xpac (Export Packing, Inc.)	580+	8
Rock Island School District #41	500+	9
Kone Inc.	450+	10

Source: Bi-State Regional Commission

	2016	
	Employees	Rank
Deere & Company	6,400	1
Rock Island Arsenal	6,301	2
Trinity-Unity Point-Trinity (Rock Island & Moline)	4,748	3
Tyson Fresh Meats	2,400	4
Black Hawk College	1,006	5
Moline Community School District #40	1,002	6
XPAC	1,000	7
Rock Island/Milan School District #41	937	8
HyVee (all Rock Island County Locations)	920	9
Exelon	800	10
Rock Island County Employment	66,994	

Sources: InfoGroup, Reference USA GOV and individual employers

IL State Board of education Report Cards

Bureau of Labor Statistics, Local Area Unemployment Statistics

Data Compiled By: Bi-State Regional Commission

NOTE: Data subject to change

Rock Island County, Illinois

Full-Time Equivalent County Government Employees by Function/Program
Last Ten Fiscal Years
(Unaudited)

Function / Program	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Social service:										
Hope Creek	174.0	183.0	232.0	231.5	239.3	249.3	247.10	213.00	203.50	225.00
Veteran's Administration	2.0	2.0	2.0	2.0	2.0	2.0	3.00	2.00	2.00	2.00
Health Department	72.5	62.5	66.5	63.0	64.0	56.5	58.25	58.50	49.00	44.00
Mental Health	1.0	0.5	0.5	0.5	0.5	0.5	0.50	0.50	0.50	0.50
Total social service	249.5	248.0	301.0	297.0	305.8	308.3	308.85	274.00	255.00	271.50
General government:										
Auditor	3.5	3.5	4.0	3.5	3.5	3.5	3.50	3.50	4.00	3.00
County Board	14.0	13.5	14.0	13.5	14.0	13.5	7.00	7.00	6.50	12.50
County Clerk	11.0	11.0	12.0	10.0	12.0	11.0	11.00	12.00	12.00	11.00
Recorder	9.0	8.0	10.0	9.0	8.0	8.0	7.00	6.00	6.00	6.00
Superintendent of Education	1.0	1.0	1.0	1.0	1.0	1.0	1.00	1.00	1.00	1.00
Treasurer	7.0	7.0	7.0	7.0	6.0	6.0	6.00	6.00	6.00	6.00
Assessment Map	4.0	4.0	4.0	4.0	4.0	4.0	4.00	4.00	5.00	5.00
Board of Review	1.5	1.5	1.5	1.5	1.5	1.5	1.50	1.50	1.50	1.50
Information Systems	10.0	10.0	9.0	9.0	8.0	8.0	7.00	6.00	6.00	6.00
County Building Maintenance	4.5	4.5	4.5	4.0	4.0	4.0	3.60	3.00	3.00	3.00
Human Resources	2.0	5.0	4.5	2.5	2.3	1.3	-	-	-	4.00
HR/Liability/Civil	6.0	4.0	4.0	1.5	1.3	1.3	15.30	14.80	15.80	4.30
GIS	4.0	3.0	3.0	3.0	3.0	2.0	2.00	2.50	2.50	2.00
Document Storage	2.0	2.0	2.5	2.5	2.5	2.5	2.50	2.50	1.00	3.00
Recorder Document	2.0	1.0	2.0	3.0	3.0	3.0	4.00	4.00	4.00	4.00
County Administration	-	-	-	-	-	-	-	-	3.00	3.00
Purchasing	2.0	3.0	3.0	3.0	3.0	-	-	-	-	-
Total general government	83.5	81.0	86.0	78.0	77.1	70.6	75.40	73.80	77.30	75.30

(Continued)

Rock Island County, Illinois

Full-Time Equivalent County Government Employees by Function/Program (Continued)
Last Ten Fiscal Years
(Unaudited)

Function / Program	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Public safety & corrections:										
Coroner	3.0	3.0	3.0	3.0	3.0	3.0	3.00	3.00	3.00	3.00
Sheriff	133.0	126.5	134.0	123.0	125.0	128.0	128.00	123.00	126.00	128.00
EMA	1.0	1.0	1.0	1.0	1.0	1.0	0.50	0.50	0.50	0.50
Zoning	7.0	6.0	4.0	5.0	4.0	3.0	4.50	4.00	4.00	4.50
Animal Control	8.0	7.0	9.5	10.5	11.0	11.5	12.50	11.50	11.50	11.00
Court Security	15.0	13.0	16.0	15.0	15.5	15.5	16.00	15.00	15.50	15.00
COPS	9.0	8.0	11.0	11.0	10.0	10.0	11.00	11.00	11.00	10.00
Total public safety & corrections	176.0	164.5	178.5	168.5	169.5	172.0	175.50	168.00	171.50	172.00
Public works & transportation:										
Highway	20.0	20.0	18.5	15.0	11.0	15.0	9.50	14.50	15.67	15.50
Motor Fuel Tax	2.0	2.0	1.0	7.5	9.0	4.0	7.50	3.50	3.33	4.50
Total public works & transportation	22.0	22.0	19.5	22.5	20.0	19.0	17.00	18.00	19.00	20.00
Judiciary & legal/legislative:										
Circuit Clerk	32.5	31.5	33.5	33.5	33.5	32.5	32.50	33.50	33.50	29.50
Circuit Court	3.5	3.5	3.5	3.5	3.5	3.5	3.50	3.50	3.50	3.50
States Attorney	25.5	26.5	29.5	27.5	25.5	25.5	21.20	20.70	21.20	21.20
Court Services	38.0	36.0	40.0	37.0	38.0	37.0	37.00	34.00	35.00	35.00
Ostrom Maintenance	0.5	0.5	0.5	-	0.5	0.5	0.50	0.50	0.50	0.50
Public Defender	7.5	8.5	8.5	8.5	8.5	8.5	8.00	7.00	8.00	8.00
Law Library	-	-	-	-	-	-	-	-	-	-
Child Support	4.0	3.0	4.0	4.0	3.0	3.0	3.00	2.00	2.00	2.00
Courthouse/Justic Center Maintenance	11.0	11.0	13.0	11.0	13.0	13.0	13.00	11.00	11.00	11.00
Total judiciary & legal/legislative	122.5	120.5	132.5	125.0	125.5	123.5	118.70	112.20	114.70	110.70
Total	653.5	636.0	717.5	691.0	697.9	693.4	695.45	646.00	637.50	649.50

Source: County year-end payroll report

Rock Island County, Illinois

Operating Indicators by Function/Program
Last Ten Fiscal Years
(Unaudited)

Function / Program	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Public safety and legal services:										
Public defender:										
# of cases closed-felony	1,042	1,059	966	1,008	926	911	945	805	763	752
# of cases closed-misdemeanor/traffic	1,987	2,650	3,440	3,318	3,422	2,764	2,728	2,890	2,774	3,177
# of cases closed-petition to revoke	337	282	306	285	230	238	253	243	228	227
# of cases closed-other	18	26	39	35	57	66	42	38	30	23
# of cases closed-juvenile	259	254	220	209	249	224	231	190	223	254
Sheriff:										
# of civil papers served	7,135	4,697	6,254	5,795	5,624	5,599	4,999	3,448	3,679	6,150
# of jail bookings	11,944	12,741	12,512	10,091	9,618	9,063	8,381	7,190	7,412	7,285
# of traffic citations written	3,210	2,632	2,765	2,619	1,210	3,378	3,398	2,403	3,074	2,733
# of 911 calls(in-coming,out-going; & admn)	20,534	14,270	14,300	13,188	13,795	14,426	43,477	43,567	45,239	61,759
# prisoner days per year	118,598	115,052	83,950	107,461	95,080	99,085	98,564	95,817	92,108	91,798
average daily count	269	251	230	270	259	258	263	238	232	231
Emergency Management Agency										
# of Exercises performed & evaluated	1	1	1	3	3	3	4	6	3	5
# of Activations for severe weather	-	2	2	2	2	2	2	2	3	3
# of Participation in Regional Emergency	1	1	2	1	1	4	-	-	-	-
Judicial:										
Court Administration										
# of Juror Summons Mailed	1,525	13,200	14,500	17,600	15,200	15,305	15,549	15,924	15,956	15,690
# of Juror Summons Returned	6,025	5,280	5,950	7,900	4,764	6,170	5,963	5,239	6,376	5,920
# of Trials conducted	53	55	46	55	55	31	31	39	49	42
State Attorney										
# of felonies filed	1,251	1,274	1,151	1,176	1,164	1,149	1,098	1,024	1,002	1,051
Circuit clerk:										
# of New Criminal Cases Filed	3,661	3,625	3,435	3,000	3,008	3,123	3,027	2,774	2,782	2,644
# of Criminal Cases Closed	2,573	2,455	2,366	3,185	2,917	2,923	3,105	2,775	2,585	2,485
# of Bonds Processed	15,406	16,056	13,992	12,433	12,851	13,537	14,052	12,906	8,204	7,740
# of DUI Cases Filed	998	1,133	1,260	1,173	1,185	1,058	931	846	794	795
# of Traffic Cases Filed	31,497	28,700	27,010	23,883	20,954	22,784	18,925	18,467	18,803	19,093
Veteran's assistance:										
# of veterans assisted	910	1,621	2,246	1,283	3,082	3,084	1,187	2,335	3,593	4,473
# of cases	734	1,194	2,981	899	862	804	728	888	978	1,045
value of assistance	138,709	249,785	358,472	163,994	152,536	133,042	110,690	116,486	129,883	138,820
# of claims	226	218	160	196	195	162	247	194	210	230
# of referrals	162	125	82	44	49	51	35	42	102	112
# of med equipment	75	82	67	145	81	149	79	143	83	70
Health Department:										
# of common disease requiring investigation	438	413	422	490	539	493	336	469	938	1,177
# of environ health inspections conducted	3,112	2,853	2,797	2,920	2,877	2,681	2,935	2,658	2,889	2,877
# of grants	34	39	35	32	30	29	29	29	30	25
Coroner:										
# of coroner cases in Rock Island County	1,042	1,109	1,103	1,105	1,123	1,228	1,242	1,462	1,475	1,612
# of autopsies held	45/44*	42/42*	39/39*	26/26*	32/32*	28/28*	41/41*	41/41*	40/40*	42/38*
# of inquests no jury	84	90	49	57	57	62	78	83	73	78
# of cremation permits issued	395	408	405	442	517	564	604	555	654	687
# of cremation permit fees waived	N/A	N/A	N/A	N/A	N/A	44	42	49	48/12*	20/17*

* County paid

(Continued)

Rock Island County, Illinois

Operating Indicators by Function/Program (Continued)

Last Ten Fiscal Years

(Unaudited)

Function / Program	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
County recreation & culture:										
Forest preserve:										
# of boat launch ramps	4	4	4	4	4	4	4	4	4	4
# of ball diamonds	5	5	5	5	5	5	5	5	5	5
# of forest preserves	5	5	5	5	5	5	5	5	5	5
# of zoos 287.3 acres	1	1	1	1	1	1	1	1	1	1
# of campgrounds	2	2	2	2	2	2	2	2	2	2
# of playgrounds	8	8	8	8	8	8	8	8	4	4
# manmade lakes 167 acres	1	1	1	1	1	1	1	1	1	1
# of golf courses	1	1	1	1	1	1	1	1	1	1
Planning and development, zoning:										
# of building permits issued	762	758	764	781	766	659	805	792	834	1,573
Value of issued permits	23,680,059	47,594,263	12,362,128	33,220,103	40,768,445	17,263,743	17,038,858	24,402,546	20,165,321	24,019,422
# of contractor registrations	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	251	286
Value of contractor registrations	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	12,550	14,300
Transportation & public works:										
Highway:										
# of miles of road state, co, city, township	1,394.36	1,401.73	1,418.90	1,416.57	1,425.63	1,429.12	1,440.06	1,445.75	1,446.41	1,446.72
# of miles of road paved-concrete & bituminous	1,179.07	1,187.14	1,204.45	1,205.91	1,235.59	1,247.76	1,268.12	1,268.50	1,270.03	1,270.34
# of miles of road improved-rock & oiled	209.51	208.34	208.14	204.87	184.67	175.39	170.59	171.90	171.03	171.03
# of bridges repaired/replaced	2	1	1	-	-	1	-	3	1	-
Governmental services to residents:										
County clerk elections:										
# of elections	2	2	2	2	2	2	2	2	2	2
# of registered voters	95,314	99,048	99,141	101,858	80,153	91,636	91,092	93,478	93,058	100,163
# of votes cast in general election	8,360	68,933	22,480	47,053	6,248	65,574	16,283	45,527	17,012	64,672
% of registered voters cast ballots	8.77%	60.13%	22.67%	46.19%	7.80%	71.56%	18.37%	48.70%	18.28%	64.57%
County clerk:										
# of original birth certificates issued	10,463	10,647	9,841	9,357	8,414	8,186	8,288	7,637	7,569	8,413
# of birth certificate copies issued	1,502	1,312	1,214	1,194	1,200	1,236	1,339	1,026	1,108	1,366
# of original death certificates issued	541	686	556	633	618	576	573	462	380	395
# of death certificate copies issued	194	239	209	216	240	196	204	150	151	113
# of marriage licenses	1,137	1,104	1,096	1,092	995	1,000	1,000	1,075	962	943
# of original marriage certificates issued	1,764	2,031	2,066	2,183	2,149	1,982	2,186	2,140	2,000	2,163
# of marriage certificate copies issued	949	863	833	1,069	992	1,091	939	997	930	976
# of original civil union certificates issued	N/A	N/A	N/A	N/A	18	21	8	4	-	2
# of civil union certificate copies issued	N/A	N/A	N/A	N/A	18	13	6	2	-	-
# of civil union licenses	N/A	N/A	N/A	N/A	N/A	N/A	9	3	-	-
Recorder:										
# of real estate transactions recorded	30,859	27,736	29,296	31,968	28,194	31,145	28,066	22,484	22,450	21,620
# of discharged service men/women	44	38	52	54	63	46	40	50	44	49

(Continued)

Rock Island County, Illinois

Operating Indicators by Function/Program (Continued)

Last Ten Fiscal Years

(Unaudited)

Function / Program	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Administration:										
Auditor:										
# of vouchers processed	20,759	21,443	21,478	22,465	21,889	23,054	20,738	21,392	20,953	20,713
Information technology:										
# of network users	553	553	553	432	445	511	487	541	656	701
Treasurer:										
# of tax bills mailed	58,143	63,438	63,373	63,340	63,354	63,318	63,273	63,150	63,107	62,776
# mobile home tax bills	1,720	1,815	1,740	1,719	1,682	1,654	1,648	1,588	1,596	1,298
# of tax distributions made			8	9	10	10	9	10	10	10
Human resources:										
Payroll checks	20,108	21,038	21,040	23,182	27,034	28,245	26,453	25,931	25,264	25,171
Superintendent of Education:										
Schools within the County:										
Public schools:										
# of elementary schools	42	41	41	40	40	40	40	37	35	35
# of junior high schools	10	10	11	11	10	10	10	12	12	12
# of senior high schools	6	6	6	6	6	6	6	6	6	6
# of alternative high schools	5	5	5	5	5	5	5	5	5	5
# of total students (Pre-K to 12)	23,569	23,307	23,213	23,212	23,279	24,132	24,172	24,224	24,207	23,965
Nonpublic schools:										
# of Pre-K to 8 schools	9	9	9	6	7	7	7	7	7	7
# of high schools	3	3	3	3	3	3	3	3	3	3
# of total students	2,723	2,140	2,122	2,119	2,132	2,449	2,290	2,198	2,216	2,218
Higher education:										
# of universities	1	1	1	1	1	1	1	1	1	1
# of colleges	1	1	1	1	1	1	1	1	1	1
# of junior colleges	1	1	1	1	1	1	1	1	1	1
Other:										
# of industrial land parcels	558	559	559	555	549	549	584	579	561	554
# of farming acres	196,006	193,233	196,121	192,973	192,887	192,887	192,987	193,310	193,176	193,257
# of farms	4,201	4,102	4,102	4,132	4,153	4,153	4,173	4,196	4,229	4,243

Rock Island County, Illinois

Capital Asset Statistics by Function/Program
Last Ten Fiscal Years
(Unaudited)

Function / Program	Fiscal Year										
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	
Social Services:											
# of vehicles	19	22	16	20	19	24	27	29	29	30	
# of buildings	8	7	7	3	3	3	3	3	4	4	
General Government:											
# of vehicles	2	4	3	4	5	5	12	12	12	11	
# of buildings	1	1	2	3	2	2	2	2	2	2	
Public Safety/Judiciary:											
# of patrol cars	49	52	62	66	74	74	78	79	77	87	
# of other vehicles	55	55	38	29	22	28	33	38	36	37	
# of buildings	8	8	8	7	7	7	7	7	7	7	
Public Works & Transportation:											
# of vehicles	31	28	25	24	24	30	30	29	29	31	
# of buildings	7	7	6	7	7	7	7	7	7	7	
Culture & Recreation:											
# of acres managed	2,489.6	2,489.6	2,489.6	2,489.6	2,496.9	2,496.9	2,496.9	2,496.9	2,496.9	2,465.4	
# of vehicles	28	32	34	35	35	34	33	37	38	38	
# of buildings	60	61	59	57	58	58	59	59	62	62	

