



ROCK ISLAND COUNTY, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Year Ended November 30, 2006

Prepared by:
Diana Robinson, County Auditor

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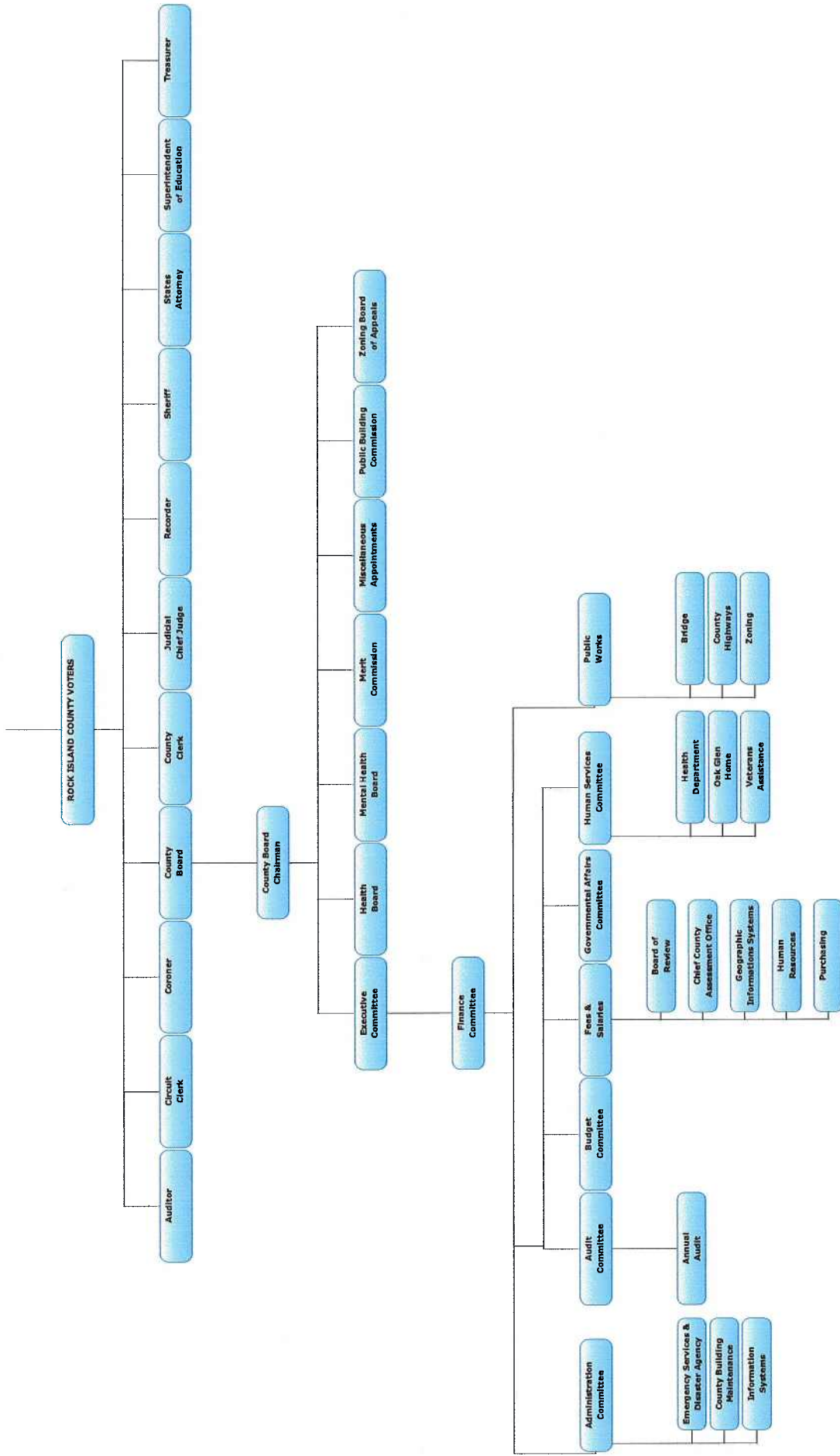
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ROCK ISLAND COUNTY ORGANIZATIONAL CHART



Rock Island County, Illinois

List of Elected and Appointed Officials November 30, 2006

Elected Officials

County Board Members

District 1 James Sallows
District 2 Gary Freeman
District 3 Fred Schultz
District 4 Patrick Moreno
District 5 Virgil Dueysen
District 6 Donald Jacobs
District 7 Steven E. Meersman
District 8 William Armstrong
District 9 Philip Banaszek
District 10 Steven Ballard
District 11 Connie Mohr-Wright
District 12 Wanda Sweat
District 13 Harry Perez

District 14 Catherine Wonderlich
District 15 Ted Davies
District 16 John Brandmeyer
District 17 Karen Calvillo
District 18 John Malvik
District 19 Luran Boswell-Loftin
District 20 Virgil Mayberry
District 21 Kathy Harmon
District 22 Tom Rockwell
District 23 Ken "Moose" Maranda
District 24 James Bohnsack
District 25 Frank Fuhr

Auditor Diana L. Robinson
Circuit Clerk Lisa Bierman
County Clerk Richard Leibovitz
Coroner Sharon Anderson
Recorder of Deeds Pat Veronda
Sheriff Michael Grchan
States Attorney Jeff Terronez
Regional Supt. Of Education Joseph Vermeire
Treasurer Louise Kerr

Appointed Officials

Animal Control Officer Richard Glessner
Court Services Director David VanLandegen
ESDA Director Geraldine Borkhart
Forest Preserve Director James Welling
GIS Director Josh Boudi
IS Director Linda Billingsley
Board of Review Joan Russell
708 Mental Health Board Larry Pollard
Civil Division Chief Michael Miller
Human Resources Director Mindi Nelson

Maintenance Supervisor Michael VanErstevelde
Oak Glen Home Adm. Trudy Whittington
Public Defender F. Michael Meersman
Public Health Administrator Wendy Trute
County Engineer John Massa
Purchasing Agent Donna Wilkerson
Risk Management Debra Welling
Supervisor of Assessments Larry Wilson
Veterans Assistance Todd Harlow
Zoning Director Ray Nees

April 5, 2007

To the County Board Chairman, Members of the County Board and Citizens of the County of Rock Island:

State law requires that every general purpose local government publish within six months of the close of each fiscal year a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended November 30, 2006.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

McGladrey & Pullen, LLP, Certified Public Accountants, have issued an unqualified ("clean") opinion on the Rock Island County's financial statements for the year ended November 30, 2006. The independent auditor's report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

To facilitate the understanding of the County's financial affairs, the CAFR is divided into the following sections:

Introductory Section – Includes this Letter of Transmittal, the GFOA Certificate of Achievement, the Organizational Chart and a list of Elected Officials and Appointed Officials.

Financial Section – Independent Auditor's Report, the basic financial statements, Management Discussion and Analysis, and required supplementary information.

Statistical Section – Various unaudited statistics relating to the 10-year financial history of the County of Rock Island.

The independent audit of the financial statements of Rock Island 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 internal controls and legal requirements involving the administration of federal awards. These reports are available in Rock Island County's separately issued Single Audit Report.

Profile of the Government

Rock Island County was incorporated in March 1831 with its Charter adopted in July 1833. It is located in the western part of Illinois and currently occupies a land area of 452 square miles and serves a population of 143,140 residents. 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.

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 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. 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 County Board member is elected in four-year staggered terms with one member elected per district, by district.

Rock Island County provides a full range of services, including law enforcement, the construction and maintenance of highways and bridges and other infrastructure; nursing home services; health related services; animal control services; emergency and disaster services; recreational activities; and many other services.

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.

Presented separately is the Rock Island Tri-County Consortium which is legally separate from the County.

Rock Island County is empowered to levy a property tax on properties located within its boundaries. Taxes are due and payable in four equal installments beginning in June, with the next 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 call 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 classifications, or any budget increases by means of an emergency or supplemental appropriation, 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 accounting principles generally accepted in the United States of America; and 5) expenditures may not legally exceed the total amount of the revised budget appropriations of individual funds.

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 obligations outstanding or County board approval of the specific capital project.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which Rock Island County operates.

Local Economy. The economy of the area has traditionally centered around farm implement makers and agriculture. Among some of the major businesses are Deere & Company, Commonwealth Edison, SDG Macerich Property, Modern Woodmen, Thoms-Proestler Company, Barjan Products, IBP Incorporated, Minnesota Mining Manufacturing Company, Heritage Place Incorporated and Wal-Mart Stores. The County also has a major presence within the area of The Rock Island Arsenal, Black Hawk College, Augustana College and Western Illinois University Extension. In recent years, it has diversified to a move from such heavy dependence on the farm implement manufacturing to a broader base job market.

Because of its location in a region with a varied economic base, unemployment is relatively stable. During the past ten years, the unemployment rate declined from 5.1 percent in 1995 to 4.6 percent in 2006. Unemployment is expected to remain stable or decrease further in the near term with expected growth in jobs. A major pork plant has plans to open a facility in the area, with expectations of creating 1,000 new jobs in the area. In addition, there is expected an additional 350 jobs during the construction phase of the project.

Through the efforts of Rock Island County and its area Legislators, the County will be completing a major project through the Public Works Department. This project is a bridge connecting the Cities of Rock Island and Moline to the Milan Beltway. This bridge crosses the Rock River and passes over Interstate 280, which connects to Interstate 80 to the east and west. This undeveloped area has many possibilities and will enhance the County's ability to continue to prosper with expected growth in housing and new businesses. The expected opening of this bridge will be in the spring of 2007.

Long-term financial planning

Works are under way to construct a new nursing home in the County and replace the existing facility. Renovation of the current facility has been found not to be feasible due to the cost of the renovations. This process is currently in the planning stage. This project will be funded by the current tax levy with the financial plan showing that within a few years it will be a self funding facility with no need for a tax levy.

It has been decided that in the coming year and beyond that a balanced budget will be presented for all funds. The County's definition of a balanced budget is when revenues meet or exceed expenditures in any given year. Our plan is to transfer excess funds to a Capital Improvements Fund for the general county when our revenues exceed expenditures and the fund balance exceeds the planned fund balance.

Unreserved, undesignated fund balance in the General Fund falls within the policy guidelines set by the County Board for budgetary and planning purposes (between 60 to 90 days of operating expenditures).

Major Initiatives

In February 2006, the doors opened at the new Animal Control Facility. The County partnered with various cities throughout the County to construct a new animal control facility. This facility will provide services for clinical and surgical needs. It will also administer the rabies tags and handle the stray animal population, with adoptions made available to individuals that are interested. This project is expected to allow the entities involved to work more efficiently and provide a solution to a much needed service to the community.

In January 2006, members of the County Board, Elected Officials and Department Heads met to determine goals for the County to work on in the future. The following are the goals and the planned strategies as a starting point for development of additional actions that might be taken to attain the goals:

1. Create a County Campus Complex
 - a. Build a new courthouse administrative center, possibly in conjunction with a tri-county justice center
 - b. Improve work environment of the employees and improve the image of the County as a whole

- c. Construct a Juvenile Detention Center as part of a new Administration Center and Courthouse campus complex with possible private sector partners
- 2. Expand Technology Utilization in the County
 - a. Begin electronic record keeping
 - b. Implement ability to pay for bills and permits through interactive Internet Services
 - c. Research state statutes as they relate to Internet billing and permitting
 - d. Complete implementation of universal pin number for every parcel
 - e. Obtain better information to use in decision making such as up-to-date financial information through appropriate computer technology including new financial software
 - f. Create and adopt formal financial policies
 - g. Improve the procurement process through use of computer technology
 - h. Improve knowledge of information availability on the web with County staff and the public and its ease of use
 - i. Improve the procurement process through use of computer technology
 - j. Improve knowledge of information availability on the web with County staff and the public and its ease of use
- 3. New Revenues
 - a. Identify new funding/revenue sources and work on changes to taxation legislation
 - b. Work with the State on legislation to change taxing structures
- 4. Public Outreach
 - a. Create a county brochure on services and distribute it to all taxpayers
 - b. Continue to improve services to taxpayers including responsiveness and a consistent level of service/response when concerns are expressed
 - c. Provide additional outreach to the community to educate the public on County services
- 5. Economic Development
 - a. Provide strong support for economic growth including encouraging companies with high tech jobs to come to the area and to retain businesses
 - b. Bring high tech seminars to the Quad Cities area
 - c. Market Quad Cities as affordable
- 6. Employee Relations
 - a. Improve wages for employees
 - b. Improve employee relations including union communications
 - c. Implement suggestion program, including a reward system, that would provide savings for generate revenue
- 7. Increase Levy for Health Department
- 8. Bring Assessors and County Township Supervisors together into one computer system
- 9. Create Public Information Office/Officer
- 10. Review options to bring Regional Office of Education staff and functions under one roof with the County

11. Other

- a. Provide laptop computers for the County officials for paperless County Board meetings
- b. Seek Board Member certification through universities or the Illinois County Board Association
- c. Research reasons staff live in surrounding counties
- d. Construct new highway maintenance garage

Since this planning session the County has accomplished some of the goals set in January. Among some of these has been the purchase of new financial software, adoption of some formal financial policies, improved wages for employees through increased salaries and wages and the adoption of the minimum wage of \$7.50, increased the Levy for the Health Department, enhancement of the County's Web page and through the University Extension Services it is possible to earn a certificate after completing the Certified County Official Program offered through the University of Illinois.

Cash management policies and practices. Cash temporarily idle during the year was invested in Black Hawk State Bank, certificates of deposits, and the State Treasurer's Investment Pool. The maturities of the investments range from 3 months to 6 months. 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.

Risk Management. The County is self-insured for risk exposures related to health benefits, worker's compensation claims and general and automobile liability claims. The County is also self-insured in its Employee Health Benefit Plan. 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 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 General Fund 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. This liability reserve is in exception to the long term portion of such estimated claim settlements which are recorded in the general long-term debt account group 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 1,000 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 basic financial statements.

Relevant Financial Policies

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, 2005. This was the second consecutive year Rock Island County has received this prestigious award. 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 Office. We also wish to express our appreciation for the excellent assistance received from our independent auditors McGladrey & Pullen, 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 cursive script that reads "Diana L. Robinson".

Diana L. Robinson, County Auditor

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, 2005

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



President

Executive Director

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McGladrey & Pullen

Certified Public Accountants

Independent Auditor's Report

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

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the County of Rock Island, Illinois as of and for the year ended November 30, 2006, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County of Rock Island, Illinois' management. 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 4 percent and 6 percent of the assets and revenues, respectively, of the governmental activities. We did not audit the blended component unit, the Public Building Commission, which represents 9.6 percent and 5 percent of the assets and revenues, respectively, of the aggregate remaining fund information and 69.9 percent and 23 percent of the assets and revenues, respectively, of the internal service funds. Those financial statements were audited by other independent auditors whose report thereon has been furnished to us and, our opinion on the basic financial statements, insofar as it relates to the amounts included for the component units, is based solely upon the reports of the other independent 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 includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, based on our audit and the report 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 of Rock Island, Illinois as of November 30, 2006, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 16, the November 30, 2005 governmental activities net assets have been restated \$560,740 for correction of an error in the recording of capital assets.

As described in Note 13 to the basic financial statements, the County changed its method of accounting for net assets restricted by enabling legislation.

In accordance with *Government Auditing Standards*, we have also issued our report dated April 1, 2007, on our consideration of the County of Rock Island, Illinois' internal control over financial reporting and 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* and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis on pages 3 through 11, Illinois Municipal Retirement Fund Information on page 47 and budgetary comparison information on pages 48 through 51 are not a required part of the basic financial statements but are supplementary information required by the accounting principles generally accepted in the United States of America. We and the other auditors have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County of Rock Island, Illinois' basic financial statements. The combining and individual nonmajor fund financial statements and other 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 has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken 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. This information has not been subjected to the auditing procedures applied in our audit of the basic financial statements and, accordingly, we express no opinion on them.

McGladrey & Pullen, LLP

Davenport, Iowa
April 1, 2007

Rock Island County, Illinois

Management's Discussion and Analysis Year Ended November 30, 2006

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, 2006. 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 of Rock Island County, Illinois exceeded its liabilities by \$77,992,594 and \$70,074,615 (net assets) at the close of fiscal years 2006 and 2005, respectively. Of this amount, \$12,929,582 may be used to meet the government's ongoing obligations to citizens and creditors.

The government's total net assets increased by \$7,917,979 and \$4,496,052 in fiscal years 2006 and 2005, respectively.

As of the close of this current fiscal year, Rock Island County, Illinois' governmental funds reported combined ending fund balances of \$23,098,251, an increase of \$920,030 in comparison with the prior year. Approximately 86 percent of this total amount, \$19,806,978 is available for spending at the government's discretion (unreserved undesignated fund balance).

At the end of the current fiscal year, unreserved undesignated fund balance for the General Fund was \$7,559,063 and \$5,357,539 or 34 percent and 27 percent of total General Fund expenditures for fiscal years ended 2006 and 2005, respectively.

The County of Rock Island, Illinois' total long-term debt, excluding compensated absences and estimated claims settlements, increased by \$1,685,000 (19 percent) during fiscal year ended November 30, 2006. The increase was due to the County issuing General Obligation Bonds during the year of \$1,750,000.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Rock Island County, Illinois' 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 Rock Island County, Illinois' finances, in a manner similar to a private-sector business.

The statement of net assets presents information on all of Rock Island County, Illinois' assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets 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 assets changed during the most recent fiscal year. All changes in net assets 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).

Rock Island County, Illinois

Management's Discussion and Analysis Year Ended November 30, 2006

Rock Island County, Illinois only has functions that are principally supported by taxes (governmental activities). The governmental activities of Rock Island County, Illinois 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. Rock Island County, Illinois, 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.

Rock Island County, Illinois maintains 50 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 and Oak Glen Home 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 nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

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, and Oak Glen Home Fund to demonstrate compliance with this budget on pages 48 through 51.

The basic governmental fund financial statements can be found on pages 16 through 21 of this report.

Proprietary funds: Rock Island County, Illinois 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 22 through 24 of this report.

Rock Island County, Illinois

Management's Discussion and Analysis Year Ended November 30, 2006

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 Rock Island County, Illinois' own programs. The fiduciary funds of the County are considered agency funds. Total assets of the fiduciary funds were \$6,536,417 and \$8,347,682 for fiscal years ended 2006 and 2005, respectively.

The basic fiduciary fund financial statements can be found on page 25 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 Rock Island County, Illinois' General Fund's budgetary comparison. This information can be found on pages 52 through 57 of this report.

The combining statements referred to earlier in connection with nonmajor 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 assets may serve over time as a useful indicator of a government's financial position. The County's total net assets have increased from a year ago. Table 1 reflects total net assets of \$77,992,594, which represents an increase from \$70,074,615 of 2005.

Of Rock Island County, Illinois' net assets, 69 percent and 68 percent for fiscal years ended 2006 and 2005, respectively, reflects its investment in capital assets (e.g., land, construction-in-progress, buildings, equipment and infrastructure), less any related debt used to acquire those assets that is still outstanding. Rock Island County, Illinois 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, 2006

Table 1 - Rock Island County, Illinois' Net Assets

	Governmental Activities 2006	Governmental Activities 2005
Current and other assets	\$ 46,788,293	\$ 46,617,944
Capital assets, net	65,876,767	58,524,689
Other noncurrent assets	180,322	-
Total assets	112,845,382	105,142,633
Noncurrent liabilities outstanding	23,274,704	10,749,734
Other liabilities	11,578,084	24,318,284
Total liabilities	34,852,788	35,068,018
Net assets:		
Invested in capital assets, net of related debt	54,083,699	48,006,622
Restricted for:		
Employee benefits	1,602,099	3,160,016
Social services	1,643,710	1,686,470
Transportation and public works	4,639,322	4,944,061
Debt service	54,671	(110,512)
Tort liability	960,057	1,262,103
Capital improvements	2,079,454	256,465
Unrestricted	12,929,582	10,869,390
Total net assets, as restated	\$ 77,992,594	\$ 70,074,615

A restricted portion of the County's net assets (14 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets, \$12,929,582, may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, Rock Island County, Illinois is able to report positive balances in all three categories of net assets. The same situation held true for the prior fiscal year.

The County's total net assets increased by \$7,917,979 during the current fiscal year. This increase was mainly attributable to controlled spending, increased tax and grant revenues.

Table 2 highlights the County's revenues and expenses for the fiscal year ended November 30, 2006. These two main components are subtracted to yield the change in net assets. This table utilizes the full accrual method of accounting.

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.

Rock Island County, Illinois

Management's Discussion and Analysis Year Ended November 30, 2006

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

	Governmental Activities 2006	Governmental Activities 2005
Revenues:		
Program revenues:		
Charges for services	\$ 18,627,552	\$ 19,264,641
Operating grants and contributions	11,288,532	11,092,696
Capital grants and contributions	4,743,695	909,528
General revenues:		
Property taxes	16,598,792	15,934,655
Intergovernmental revenue	9,102,820	9,022,666
Investment earnings	1,219,509	717,808
Gain on disposal of capital assets	1,221	14,716
Miscellaneous	2,006,595	166,983
Total revenues	63,588,716	57,123,693
Expenses:		
General government	12,449,672	9,773,592
Public safety	6,912,721	9,230,103
Corrections	3,449,301	3,594,431
Judiciary and legal	6,910,035	5,655,496
Transportation and public works	3,908,958	3,116,774
Social services	17,521,780	18,624,769
Culture and recreation	2,773,705	2,519,529
Debt service, interest on long-term debt	1,744,565	112,947
Total expenses	55,670,737	52,627,641
Increase in net assets	7,917,979	4,496,052
Net assets, beginning, as restated	70,074,615	65,578,563
Net assets, ending	\$ 77,992,594	\$ 70,074,615

Rock Island County, Illinois

Management's Discussion and Analysis Year Ended November 30, 2006

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

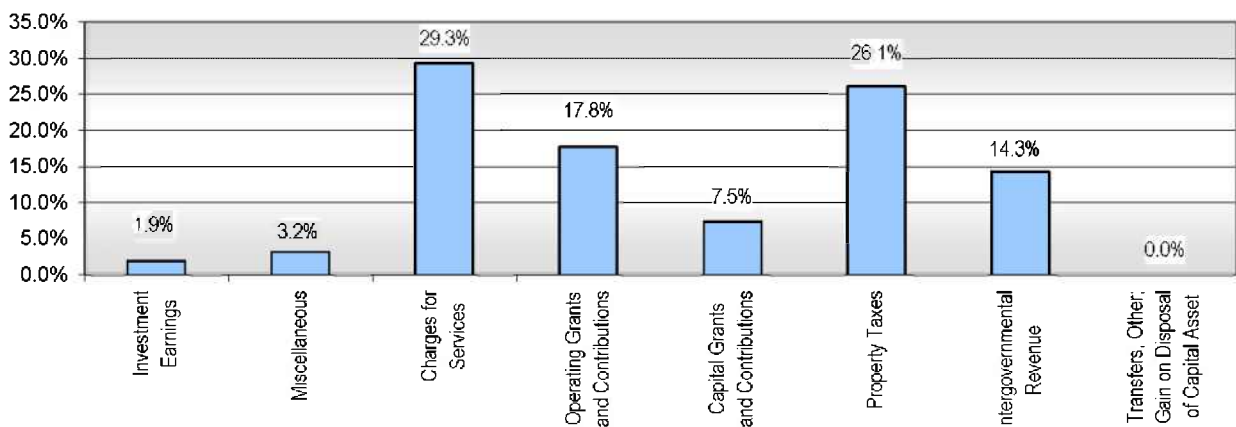
Programs	Total Cost of Services 2006	Net revenue (expense) of Services 2006
General government	\$ 12,449,672	\$ (8,917,197)
Public safety	6,912,721	(3,682,644)
Corrections	3,449,301	(1,508,962)
Judiciary and legal	6,910,035	(3,394,108)
Transportation and public works	3,908,958	3,005,900
Social services	17,521,780	(4,369,128)
Culture and recreation	2,773,705	(400,254)
Debt service, interest on long-term debt	1,744,565	(1,744,565)
Total	\$ 55,670,737	\$ (21,010,958)

Net cost of services is 38 percent of total cost of services in 2006. This reflects a continued reliance on taxes and other general revenue sources to fund the cost of services.

Governmental Activities

The graph below shows the percentage of the total governmental activities revenues allocated by each revenue type.

Revenues By Source - Governmental Activities



Rock Island County, Illinois

Management's Discussion and Analysis Year Ended November 30, 2006

Financial Analysis of the Government's Funds

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

Governmental funds: The focus of Rock Island County, Illinois' 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, unreserved 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, Rock Island County, Illinois' governmental funds reported combined ending fund balances of \$23,098,251, an increase of \$920,030 in comparison with the prior year. Approximately 86 percent of this total amount, \$19,806,978, constitutes unreserved fund balance, which is available for spending at the government's discretion. However, approximately 62 percent of this unreserved amount, \$12,193,244, is designated or reported in special revenue funds and 1 percent of this unreserved amount is reported in the Debt Service Fund. The remainder of the fund balance is reserved to indicate it is not available for new spending because it has already been committed.

The General Fund is the chief operating fund of the County. At the end of the current fiscal year, the unreserved and undesignated fund balance of the General Fund was \$7,559,063 while total fund balance reached \$8,706,470. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved/undesignated fund balance and total fund balance to fund expenditures. Unreserved/undesignated fund balance represents 34 percent of total General Fund expenditures, while total fund balance also represents approximately 39 percent of that same amount.

The fund balance of the County's General Fund increased by \$1,871,692 during the current fiscal year. Key factors in this increase are:

- Increased grant funding for election assistance
- Fee increases
- Increases in penalties and interest

Proprietary funds: Rock Island County, Illinois' proprietary funds provide the same type of information found in the government-wide financial statements but in more detail.

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 \$21,393,422 was increased to \$22,583,144 (an increase of \$1,189,692) due to increased revenues in the Election Assistance for Individuals with Disabilities Grant for \$1,053,436, an increase in Salary Reimbursements for the Public Defender from the state of Illinois of \$36,542, increased fees for the Recorder of Deeds of \$36,100 and a Grant from the state of Illinois for The Illinois Clean Air Wind Turbine Study for \$15,000 and a local grant for Solid Waste Management for \$38,932.
- Total original expenditure budget of \$21,111,837 was increased to \$24,930,234 (an increase of \$3,818,397) for the expected expenditures for the above revenues with the remaining increases due to salaries and wages, benefits and capital outlays.

Rock Island County, Illinois

Management's Discussion and Analysis Year Ended November 30, 2006

- The total original budget for transfers out of the General Fund was \$1,450,274 and of that amount a total transfers out was \$1,351,756, a difference of \$98,518 due to less money needed to be transfers to the Child Welfare Fund for placement of juveniles.

During the year, actual revenues were more than budgetary revenues and actual expenditures were less than budgetary expenditures. The budgeted transfers out are for transfers to special revenue funds.

Capital Asset and Debt Administration

Capital assets: Rock Island County, Illinois' investment in capital assets for its governmental activities amounted to \$65,876,767 and \$57,760,680 (net of accumulated depreciation) as of November 30, 2006 and 2005, respectively. This investment in capital assets includes land, construction-in-progress, buildings, equipment and infrastructure.

Major capital asset events during the current fiscal year included construction work on highways and bridges, purchase of sheriff's equipment and improvements to buildings.

Table 4 - Rock Island County, Illinois' Capital Assets

	Governmental Activities	
	2006	2005
Land	\$ 4,190,567	\$ 2,413,141
Construction-in-progress	504,726	3,658,806
Buildings	33,544,973	29,582,207
Equipment	10,540,277	8,847,428
Infrastructure	51,489,849	44,053,509
Accumulated depreciation	(34,393,625)	(30,794,411)
Total	\$ 65,876,767	\$ 57,760,680

Additional information on Rock Island County, Illinois' capital assets can be found in Note 6 of this report.

Debt: Rock Island County, Illinois had revenue bonds outstanding totaling \$8,750,000 and \$8,815,000, and general obligation bonds outstanding totaling \$1,750,000 and none, as of November 30, 2006 and 2005, respectively. In the current year, the County issued \$1,750,000 in general obligation bonds for capital improvements. The County paid \$65,000 in principal and \$776,195 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

	2006	2005	Maturity
Governmental activities:			
General obligation bonds	\$ 1,750,000	\$ -	2021
Revenue bonds	8,750,000	10,409,056	2019

Rock Island County, Illinois

Management's Discussion and Analysis Year Ended November 30, 2006

Economic Factors and Next Year's Budgets and Rates

The 2007 fiscal year budget is based on an increase in the Equalized Assessed Valuation of approximately 4 percent. Increases in intergovernmental revenues such as sales taxes, replacement taxes and income taxes are expected.

The estimated assessed valuation should result in a tax rate of .7239 per \$100 of assessed valuation. This rate has remained consistent over the past five years and will result in a total certified to collect for the County's levy funds of approximately \$15,143,696.

Economic factors have a great impact on the financial condition of the County. The unemployment rate for 2005 was 4.5 percent, followed by 4.6 percent in 2006. These are the lowest the County has experienced since 1999. With these rates, the County has experienced increases in sales taxes and income taxes.

The County continues to develop a budget based on conservative estimates in revenues.

Total funds available for all funds is expected to be \$74,994,017. This represents an increase of \$4,665,974 over the previous year's funds available of \$70,328,043 or 6.63 percent. Expenditures are expected to be \$54,675,847 for the 2007 fiscal year, an increase of \$2,042,815 over the previous year's expenditures of \$52,633,032 or 3.88 percent. This results in an unencumbered balance of \$20,407,808, an increase of \$982,000 or 5.06 percent.

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 Diana L. Robinson, County Auditor, Auditor's Office at 1504 Third Avenue, Rock Island, Illinois 61201.

Rock Island County, Illinois

Statement of Net Assets November 30, 2006

	Primary Government Governmental Activities	Component Unit Rock Island Tri-County Consortium
Assets		
Current assets:		
Cash and cash equivalents	\$ 24,484,967	\$ 84,180
Receivables:		
Property taxes	16,182,063	-
Accounts	456,463	-
Accrued interest	103,380	-
Due from other governments	4,430,861	89,587
Other assets	1,130,559	-
Total current assets	46,788,293	173,767
Noncurrent assets:		
Unamortized issuance costs	180,322	-
Capital assets:		
Nondepreciable:		
Land	4,190,567	-
Construction-in-progress	504,726	-
Depreciable:		
Buildings	33,544,973	-
Equipment	10,540,277	344,307
Infrastructure	51,489,849	-
Less accumulated depreciation	(34,393,625)	(239,063)
Total capital assets	65,876,767	105,244
Total noncurrent assets	66,057,089	105,244
Total assets	\$ 112,845,382	\$ 279,011

See Notes to Basic Financial Statements.

	Primary Government	Component Unit
	Governmental Activities	Rock Island Tri-County Consortium
Liabilities and Net Assets		
Liabilities:		
Accounts payable	\$ 3,661,660	\$ 139,811
Current portion of estimated claims settlements	493,000	-
Accrued liabilities	2,160,224	26,791
Unearned revenue	14,632,458	24,555
Compensated absences	1,810,056	100,537
Bond premium	12,306	-
Current portion of general obligation bonds	35,000	-
Current portion of revenue bonds payable	470,000	-
Total current liabilities	23,274,704	291,694
Noncurrent liabilities:		
Bond premium	84,399	-
Estimated claims settlements	122,000	-
General obligation bonds	1,715,000	-
Revenue bonds payable, net of deferred amount of \$1,376,685	9,656,685	-
Total noncurrent liabilities	11,578,084	-
Total liabilities	34,852,788	291,694
Net assets:		
Invested in capital assets, net of related debt	54,083,699	105,244
Restricted for:		
Employee benefits	1,602,099	-
Social services	1,643,710	-
Transportation and public works	4,639,322	-
Debt service	54,671	-
Tort liability	960,057	-
Capital improvements	2,079,454	-
Unrestricted	12,929,582	(117,927)
Total net assets	77,992,594	(12,683)
Total liabilities and net assets	\$ 112,845,382	\$ 279,011

Rock Island County, Illinois

Statement of Activities
Year Ended November 30, 2006

Functions/ Programs	Expenses	Program Revenues		
		Charges for Sales and Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government				
Governmental activities:				
General government	\$ 12,449,672	\$ 3,257,168	\$ 275,307	\$ -
Public safety	6,912,721	1,438,589	1,791,488	-
Corrections	3,449,301	1,267,831	672,508	-
Judiciary and legal	6,910,035	3,379,391	136,536	-
Transportation and public works	3,908,958	239,951	2,807,721	3,867,186
Social services	17,521,780	7,613,330	5,539,322	-
Culture and recreation	2,773,705	1,431,292	65,650	876,509
Debt service, interest on long-term debt	1,744,565	-	-	-
Total governmental activities	\$ 55,670,737	\$ 18,627,552	\$ 11,288,532	\$ 4,743,695
Component Unit	\$ 2,553,981	\$ -	\$ 2,537,255	\$ -

General Revenues

Property taxes
Intergovernmental revenue:
 Replacement tax
 Sales and use taxes
 Income tax
 Other
Investment earnings
Gain on disposal of capital assets
Miscellaneous
Total general revenues
Changes in net assets
Net assets, beginning of year, as restated
Net assets, end of year

See Notes to Basic Financial Statements

Primary Government		Component Unit	
Governmental		Rock Island	
Activities		Tri-County Consortium	
\$	(8,917,197)	\$	-
	(3,682,644)		-
	(1,508,962)		-
	(3,394,108)		-
	3,005,900		-
	(4,369,128)		-
	(400,254)		-
	(1,744,565)		-
	(21,010,958)		-
-		(16,726)	
	16,598,792		-
	2,470,733		-
	4,564,481		-
	1,605,688		-
	461,918		-
	1,219,509		-
	1,221		-
	2,006,595		-
	28,928,937		-
	7,917,979		(16,726)
	70,074,615		4,043
\$	77,992,594	\$	(12,683)

Rock Island County, Illinois

Balance Sheet Governmental Funds November 30, 2006

Assets	Primary Government		
	General	Forest Preserve Commission	Oak Glen Home
Cash and cash equivalents	\$ 4,748,480	\$ 3,588,344	\$ 1,295,284
Receivables:			
Property taxes receivable	5,978,032	940,699	-
Accounts receivable	307,482	62,507	26,498
Accrued interest receivable	35,815	13,083	5,772
Due from other funds	2,084,601	-	-
Due from other governmental units	2,087,501	-	1,205,135
Other assets	187,350	-	100
Total assets	\$ 15,429,261	\$ 4,604,633	\$ 2,532,789
Liabilities and Fund Balances			
Liabilities:			
Accounts payable	\$ 632,345	\$ 358,078	\$ 564,662
Accrued liabilities	519,297	117,064	181,652
Due to other funds	80,418	-	395,663
Deferred revenues	5,490,731	668,720	-
Total liabilities	6,722,791	1,143,862	1,141,977
Fund balances:			
Reserved for:			
Tort liability	960,057	-	-
Other assets	187,350	-	100
Capital improvements	-	2,079,454	-
Unreserved, undesignated, reported in:			
General Fund	7,559,063	-	-
Special revenue funds	-	1,381,317	1,390,712
Debt Service Fund	-	-	-
Total fund balances	8,706,470	3,460,771	1,390,812
Total liabilities and fund balances	\$ 15,429,261	\$ 4,604,633	\$ 2,532,789

See Notes to Basic Financial Statements.

Nonmajor Governmental		Total
\$	12,084,699	\$ 21,716,807
	9,263,332	16,182,063
	59,051	455,538
	46,678	101,348
	633,769	2,718,370
	1,112,702	4,405,338
	64,312	251,762
\$	23,264,543	\$ 45,831,226
\$	2,105,662	\$ 3,660,747
	431,113	1,249,126
	2,285,254	2,761,335
	8,902,316	15,061,767
	13,724,345	22,732,975
	-	960,057
	64,312	251,762
	-	2,079,454
	-	7,559,063
	9,421,215	12,193,244
	54,671	54,671
	9,540,198	23,098,251
\$	23,264,543	\$ 45,831,226

Rock Island County, Illinois

Reconciliation of Governmental Funds Balance Sheet to the Statement of Net Assets November 30, 2006

Total governmental fund balances		\$	23,098,251
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Amounts reported for governmental activities are not financial resources and, therefore, are not reported in the funds:

Land	\$	4,190,567	
Construction-in-progress		504,726	
Buildings		33,544,973	
Equipment		10,540,277	
Infrastructure		51,489,849	
Accumulated depreciation		(34,393,625)	65,876,767

Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds:

Deferred revenues			429,309
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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 assets:

Current assets		3,675,437	
Internal balance		42,965	
Current liabilities		(1,392,551)	2,325,851

Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds:

Estimated claims settlements		(134,000)	
Compensated absences		(1,810,056)	
Bond premium, net		(96,705)	
Bond issuance costs, net		180,322	
Accrued interest		(460)	
General obligation bonds		(1,750,000)	
Revenue bonds payable, net of deferred amount of \$1,376,685		(10,126,685)	(13,737,584)

Net assets of governmental activities		\$	77,992,594
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See Notes to Basic Financial Statements.

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Rock Island County, Illinois

Statement of Revenues, Expenditures and Changes in Fund Balances Governmental Funds Year Ended November 30, 2006

	Primary Government		
	General	Forest Preserve Commission	Oak Glen Home
Revenues:			
Fees	\$ 6,961,825	\$ 1,185,926	\$ 6,869,544
Property taxes	6,159,006	1,348,920	-
Intergovernmental	10,804,151	1,007,610	-
Investment earnings	441,985	124,652	67,106
Miscellaneous	86,966	250,625	16,325
Total revenues	24,453,933	3,917,733	6,952,975
Expenditures:			
Current:			
General government	6,872,991	-	-
Public safety	5,386,761	-	-
Corrections	3,449,301	-	-
Judiciary and legal	5,122,876	-	-
Transportation and public works	-	-	-
Social services	-	-	9,046,823
Culture and recreation	-	2,605,220	-
Capital outlay	1,583,894	1,536,991	40,932
Debt service:			
Principal	-	-	-
Interest	-	-	-
Total expenditures	22,415,823	4,142,211	9,087,755
Excess (deficiency) of revenue over expenditures	2,038,110	(224,478)	(2,134,780)
Other financing sources (uses):			
Transfers in	1,155,654	-	1,697,000
Transfers out	(1,329,561)	-	(268,893)
Issuance of debt	-	1,750,000	-
Proceeds from sale of capital assets	7,489	35,466	-
Total other financing sources (uses)	(166,418)	1,785,466	1,428,107
Net change in fund balances	1,871,692	1,560,988	(706,673)
Fund balances, beginning of year	6,834,778	1,899,783	2,097,485
Fund balances, end of year	\$ 8,706,470	\$ 3,460,771	\$ 1,390,812

See Notes to Basic Financial Statements.

Nonmajor Governmental		Total	
\$	2,742,593	\$	17,759,888
	9,090,866		16,598,792
	9,359,112		21,170,873
	487,831		1,121,574
	2,583,705		2,937,621
	24,264,107		59,588,748
	4,936,004		11,808,995
	1,216,070		6,602,831
	-		3,449,301
	1,788,937		6,911,813
	3,164,291		3,164,291
	8,589,870		17,636,693
	-		2,605,220
	3,929,506		7,091,323
	65,000		65,000
	776,195		776,195
	24,465,873		60,111,662
	(201,766)		(522,914)
	1,654,255		4,506,909
	(3,308,455)		(4,906,909)
	-		1,750,000
	49,989		92,944
	(1,604,211)		1,442,944
	(1,805,977)		920,030
	11,346,175		22,178,221
\$	9,540,198	\$	23,098,251

Rock Island County, Illinois

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities Year Ended November 30, 2006

Net change in fund balances - governmental funds	\$	920,030
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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:

7,350,770

Depreciation:

General government	\$ (259,023)	
Public safety	(1,505,171)	
Judiciary and legal	(113,101)	
Transportation and public works	(1,387,871)	
Social services	(105,891)	
Culture and recreation	(199,829)	(3,570,886)

Gain on disposal of capital assets

1,221

Proceeds from sale of capital assets

(92,944)

Capital contributions

3,867,186 3,775,463

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

82,931

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 assets. Also, governmental funds report the effect of issuance costs, premiums and similar items 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	65,000
Bond premium amortization	12,306
Bond issuance amortization	(22,947)
Amortization of deferred liability associated with bond refunding	217,371
Issuance of debt	(1,750,460)

Internal service fund net change

820,070

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	223,000
Change in compensated absences	(204,669)

Change in net assets of governmental activities

\$ 7,917,979

See Notes to Basic Financial Statements.

Rock Island County, Illinois

Statement of Net Assets
Governmental Activities - Internal Service Funds
November 30, 2006

Assets

Current assets:

Cash and cash equivalents	\$	2,768,160
Receivables:		
Accounts		925
Interest		2,032
Due from other funds		42,965
Due from other governmental units		25,523
Other assets		878,797
Total assets	\$	3,718,402

Liabilities and Net Assets

Liabilities:

Accounts payable	\$	913
Estimated claims settlement		481,000
Accrued liabilities		910,638
Total liabilities		1,392,551

Net assets, unrestricted		2,325,851
Total liabilities and net assets	\$	3,718,402

See Notes to Basic Financial Statements.

Rock Island County, Illinois

Statement of Revenues, Expenses and Changes in Net Assets
Governmental Activities - Internal Service Funds
Year Ended November 30, 2006

Operating revenues, charges for services	\$ 6,482,894
Operating expenses, other services and charges	4,985,659
Operating income	<u>1,497,235</u>
Nonoperating revenue:	
Investment earnings	97,935
Debt service expenditures	(1,175,100)
	<u>(1,077,165)</u>
Income before transfers	420,070
Transfers in	<u>400,000</u>
Change in net assets	820,070
Total net assets, beginning of year	1,505,781
Total net assets, end of year	<u><u>\$ 2,325,851</u></u>

See Notes to Basic Financial Statements.

Rock Island County, Illinois

Statement of Cash Flows

Governmental Activities - Internal Service Funds

Year Ended November 30, 2006

Cash flows from operating activities:

Cash received from employee contributions and other charges	\$ 4,974,240
Cash payments for claims	(4,539,545)
Cash received for jail lease	1,507,348
Cash payments for jail operations	(531,200)
Net cash provided by operating activities	<u>1,410,843</u>

Cash flows from noncapital financing activities:

Interfund proceeds	296,035
Debt service payments on revenue bonds	(1,207,120)
Net cash used in noncapital financing activities	<u>(911,085)</u>

Cash flows from investing activities; interest received

96,850

Net increase in cash

596,608

Cash:

Beginning	2,171,552
Ending	<u>\$ 2,768,160</u>

Reconciliation of operating income to net cash from operating activities:

Operating income	\$ 1,497,235
Adjustments to reconcile operating income to net cash provided by operating activities:	
(Increase) decrease in:	
Receivables	11,884
Due from other governmental units	(12,977)
Other assets	3,232
(Decrease) in:	
Accounts payable	(85,088)
Accrued liabilities	(3,443)
Net cash provided by operating activities	<u>\$ 1,410,843</u>

See Notes to Basic Financial Statements.

Rock Island County, Illinois

Statement of Assets and Liabilities

Agency Funds

November 30, 2006

Assets

Cash and cash equivalents	\$	5,929,716
Receivables:		
Accounts receivable		287,452
Accrued interest receivable		319,249
Total assets	\$	6,536,417

Liabilities

Due to other governmental units	\$	4,229,046
Due to individuals and private entities		2,307,033
Protested tax deposits		338
Total liabilities	\$	6,536,417

See Notes to Basic Financial Statements.

Rock Island County, Illinois

Notes to Basic Financial Statements

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 ("the 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 ("the 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 are Workforce Investment Act funds granted to the County by the Illinois Department of Commerce and Community Affairs and subgranted to 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, 2006. 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 commissions are included as part of the primary government for the reasons indicated:

Forest Preserve Commission, Rock Island County, Illinois ("the Commission"): The Commission 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 Commission is reported as if it were part of the primary government because the members of the Commission's board are the same as the County's board. The Commission operates on a June 30 fiscal year. The basic financial statements of the County include the funds of the Commission in the special revenue fund type as of and for the year ended June 30, 2006. Complete financial statements of the Commission can be obtained from the Commission'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. 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, 2006. 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

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, including a statement of net assets 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 assets and the statement of activities) report information on all of the nonfiduciary activities of the County. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities are normally 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), even though 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, liabilities, reserves, fund balance/net assets, revenues and expenditures or expenses, as appropriate. The County has the following fund types:

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

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 and liabilities, 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 following are the County's major governmental funds:

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: To account for culture and recreation services provided to County citizens.

Oak Glen Home Fund, a special revenue fund: To account for the activities of the County's nursing home facility.

The other governmental funds of the County are considered nonmajor and are as follows:

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.

Building Allocation Future Fund: To account for funds used to purchase or maintain County buildings.

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

Child Welfare Fund: To account for funds used to house juveniles in agency settings.

Collector Tax Free 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.

Rock Island County, Illinois

Notes to Basic Financial Statements

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

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.

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

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

FEMA GPS Grant Fund: To account for grant revenue used for flood relief.

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.

Illinois Municipal Retirement Fund: To account for property tax revenue used to provide retirement, disability and death benefits to employees.

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.

Evening Reporting Center Grant Fund: To account for grant funds used to administer the evening reporting center 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.

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

Nursing Home Tax Levy Fund: To account for property tax revenue used to subsidize Oak Glen Home's shortfall in Medicare payments.

Peer Justice Program Fund: To account for grant revenue used to conduct teen court.

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

Quad City Bomb Squad Fund: To account for revenue received from donations used to obtain equipment and attire for the bomb squad.

Oak Glen Home Activities Fund: To account for revenue received from donations and fundraisers and used for entertainment programs for the residents of Oak Glen Home.

Oak Glen Home Grandparents Fund: To account for revenue received from donations and fundraisers and used for miscellaneous purchases for Oak Glen Home.

Oak Glen Home Memorial Fund: To account for revenue received from donations and used for miscellaneous purchases for Oak Glen Home.

County Indemnity Fund: To account for revenue received from fees at the County's property tax sale.

Working Cash Fund: To account for loans to other funds.

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.

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

Local Law Enforcement Grant Fund: To account for grant revenue for law enforcement costs in the area.

Homeland Security Fund: To account for grant revenue received from the U.S. Department of Homeland Security.

Rock Island County, Illinois

Notes to Basic Financial Statements

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

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.

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

Proprietary funds are accounted for on the flow of economic resources, measurement focus and use the accrual basis of accounting. Under this method, revenues are recognized when earned and expenses are recognized at the time liabilities are incurred. The County has the following proprietary fund types:

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 accounting for the activity of the County jail.

Fiduciary fund types: Fiduciary fund types are used to account for net assets and changes in net assets. 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 Fund: 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.

Jail Inmate Deposit Fund: To account for funds confiscated upon arrest.

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.

Oak Glen Home Patient's Fund: To account for funds for those individuals at Oak Glen Home.

Jail Commissary Fund: To account for receipts from the sale of commissary items to inmates.

Rock Island County, Illinois

Notes to Basic Financial Statements

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

TBA Fund: To account for funds used for the defease 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.

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. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 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 and claims and judgments, are recorded only when payment is due.

In applying the susceptible to accrual concept to intergovernmental revenues, the legal and contractual requirements of the numerous individual programs are used as guidance. There are, however, essentially two types of these revenues. In one, monies must be expended on the specific purpose or project before any amounts will be paid to the County; therefore, revenues are recognized based upon the expenditures recorded and the availability criteria. In the other, monies are virtually unrestricted as to purpose of expenditure and are usually revocable only for failure to comply with prescribed requirements. These resources are reflected as revenues at the time of receipt or earlier if the susceptible to accrual criteria are met.

Licenses and permits, fines and forfeitures, charges for sales and services, and miscellaneous revenues are generally 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.

The County's property tax is levied each year on all taxable real property located in the County on or before the 30th of November. 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 2006 tax levy is budgeted for fiscal year 2007, the revenue from this tax levy is deferred.

Amounts reported as program revenues 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.

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

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 fund is charged to internal customers for services and jail lease payments. Operating expenses for the proprietary 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 fair value 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 investments are allocated monthly to the appropriate funds based on the average daily investment balances for each fund.

The County invests in the Illinois Funds Money Market Fund and Financial Investors Trust Fund, external investment pools not SEC registered. The Illinois Funds Money Market Fund is regulated by the State Treasurer's Office and, therefore, regulated by the comptroller of the currency for Collective Investment Funds. The fair value of the position in the external investment pools is the same as the value of the pool shares.

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.

Inventories are recognized only in those funds in which they are material to the extent of affecting operations. 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.

Capital assets: Capital assets, including land, buildings, equipment and infrastructure, are reported in the governmental activities column in the government-wide 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 estimated fair 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.

Notes to Basic Financial Statements

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

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 assets type are as follows:

Buildings	25 - 40 years
Infrastructure	20 - 50 years
Equipment	5 - 15 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.

Deferred and unearned revenues: Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Property taxes for which there is an enforceable legal claim as of November 30, 2006, but which were levied to finance fiscal year 2007 operations, have been recorded as deferred revenue in governmental financial statements and as unearned revenue in the government-wide statements. In governmental fund financial statements, receivables that will not be collected within the available period have also been reported as deferred revenue.

Unearned revenues also include grant awards received but unearned by either the passage of a specified time or the fulfillment of expenditure provisions are recorded as unearned grant revenue.

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 "due to/from other funds." Any residual balances outstanding between the governmental activities and the blended component units are reported in the government-wide financial statements as "internal balances."

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.

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.

Bond discount, premium and issuance costs: In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method.

In the 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.

Fund equity: Reservations of fund balance represent amounts that are not appropriated or are legally segregated for a specific purpose. Restrictions of net assets are limited to outside third-party restrictions. Designations of fund balance represents tentative management plans that are subject to change.

Net assets: Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt, 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 assets invested in capital assets, net of related debt, excludes unspent debt proceeds. Net assets are reported as restricted when there are limitations imposed on their use through enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Net assets restricted through enabling legislation consists of \$1,602,099 for employee benefits, \$1,643,710 for social services, \$4,639,322 for transportation and public works, and \$54,671 for debt service. In the current year, the County adopted GASB Statement No. 46, Net Assets Restricted by Enabling Legislation. The effect of the adoption of this Statement was to reclassify \$7,917,902 that was previously classified as unrestricted to restricted net assets.

The County first applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are 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 as assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the basic financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates.

Rock Island County, Illinois

Notes to Basic Financial Statements

Note 2. Cash and Investments

As of November 30, 2006, the County's cash and cash equivalents and investments were as follows:

Cash and cash equivalents statement of net assets	\$ 24,484,967
Cash and cash equivalents fiduciary funds	5,929,716
Cash and cash equivalents component unit	84,180
	<u>\$ 30,498,863</u>

Authorized investments: The County and Rock Island Tri-County Consortium, Rock Island Forest Preserve Commission 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.

Interest rate risk: Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of investments. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The County's investment policy does not limit the investment maturities as means of managing its exposure to fair value losses arising from increasing interest rate.

The PBC's investment policy states the instruments shall mature or be subject to redemption by the holder no later than the dates when the monies are to be credited to the respective accounts for the PBC. The surplus funds may be invested in investments with maturities no longer than five years but the maturities shall be consistent with the needs and use of the PBC.

Credit risk: Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The County and PBC's monies are held with money market funds which are considered deposit accounts and are therefore unrated.

Concentration of credit risk: The County's investment policy is to apply the prudent-person rule: Investments shall be made utilizing the judgment and care, under the circumstances then present, which persons of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation, but for investments, considering probable safety of their capital as well as the probable income to be derived. The investment policy further limits the County's investments to be less than 65 percent of the financial institutions' capital and surplus. As of November 30, 2006 the County and PBC held no investments.

The Rock Island Tri-County Consortium and Forest Preserve Commission have no formal investment policy.

Rock Island County, Illinois

Notes to Basic Financial Statements

Note 2. Cash and Investments (Continued)

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 investment policy allows 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 deposits in excess of 35 percent of the capital surplus of the financial institution. When collateral is required, 110 percent of the deposit is required and 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.

As of November 30, 2006, \$1,721,619 of the County's bank balance of \$32,239,803 was exposed to custodial credit risk as the balance was uninsured and uncollateralized.

The carrying amount and bank balance of the Consortium's deposits as of June 30, 2006 was \$84,180. 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, 2006:

Fund	Deficit Fund Balance
Special Revenue Funds:	
Animal Control Fund	\$ 34,817
Building Allocation Future Fund	2,046,058
COPS Grant Fund	33,497

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

Note 4. Interfund Account Balances

The individual fund interfund receivable and payable balances as of November 30, 2006 are as follows:

	Due From Other Funds	Due To Other Funds
General	\$ 2,084,601	\$ 80,418
Oak Glen Home	-	395,663
Nonmajor governmental funds	633,769	2,285,254
Internal service	42,965	-
Total	\$ 2,761,335	\$ 2,761,335

Rock Island County, Illinois

Notes to Basic Financial Statements

Note 4. Interfund Account Balances (Continued)

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 and (3) payments between funds are made.

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	\$ 1,155,654	\$ 1,329,561
Oak Glen Home	1,697,000	268,893
Nonmajor governmental funds	1,654,255	3,308,455
Internal service	400,000	-
Total	\$ 4,906,909	\$ 4,906,909

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.

Note 6. Capital Assets

The following is a summary of changes in capital assets for the year ended November 30, 2006:

	2005 Balance, Restated	Additions	Deletions	2006 Balance
Governmental Activities:				
Capital assets not depreciated:				
Land	\$ 2,413,141	\$ 1,777,426	\$ -	\$ 4,190,567
Construction-in-progress	3,658,806	682,113	3,836,193	504,726
Total capital assets not being depreciated	6,071,947	2,459,539	3,836,193	4,695,293
Capital assets being depreciated:				
Buildings	30,592,607	3,039,378	87,012	33,544,973
Equipment	8,847,428	2,064,090	371,241	10,540,277
Infrastructure	44,053,509	7,491,142	54,802	51,489,849
Total capital assets being depreciated	83,493,544	12,594,610	513,055	95,575,099
Less accumulated depreciation for:				
Buildings	11,612,199	842,322	64,366	12,390,155
Equipment	5,610,557	1,514,791	323,857	6,801,491
Infrastructure	14,021,315	1,213,773	33,109	15,201,979
Total accumulated depreciation	31,244,071	3,570,886	421,332	34,393,625
Total capital assets being depreciated, net	52,249,473	9,023,724	91,723	61,181,474
Governmental activities capital assets, net	\$ 58,321,420	\$ 11,483,263	\$ 3,927,916	\$ 65,876,767

Rock Island County, Illinois

Notes to Basic Financial Statements

Note 6. Capital Assets (Continued)

A summary of the changes in capital assets of the discretely presented component unit is as follows:

	2005 Balance	Additions	Deletions	2006 Balance
Discretely Presented Component Unit:				
Capital assets being depreciated, equipment	\$ 320,481	\$ 30,357	\$ 6,531	\$ 344,307
Less accumulated depreciation for equipment	202,589	42,900	6,426	239,063
Component unit capital assets, net	\$ 117,892	\$ (12,543)	\$ 105	\$ 105,244

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

General government	\$ 259,023
Public safety	1,505,171
Judiciary and legal	113,101
Transportation and public works	1,387,871
Social services	105,891
Culture and recreation	199,829
Total depreciation expense, governmental activities	\$ 3,570,886

Note 7. Long-Term Debt

The following is a summary of changes in long-term debt for the year ended November 30, 2006:

	Balance November 30, 2005	Additions	Deletions	Balance November 30, 2006	Due Within One Year
Governmental Activities:					
General obligation bonds	\$ -	\$ 1,750,000	\$ -	\$ 1,750,000	\$ 35,000
Revenue bonds payable	10,409,056	-	282,371	10,126,685	470,000
Compensated absences	1,605,387	1,810,056	1,605,387	1,810,056	1,810,056
Estimated claims settlements	924,001	3,977,497	4,286,498	615,000	493,000
	\$ 12,938,444	\$ 7,537,553	\$ 6,174,256	\$ 14,301,741	\$ 2,808,056
	Balance November 30, 2005	Additions	Retirements	Balance November 30, 2006	Due Within One Year
Discretely Presented Component Unit, compensated absences	\$ 96,372	\$ 100,537	\$ 96,372	\$ 100,537	\$ 100,537

General obligation bonds: On October 15, 2006, Rock Island County (Forest Preserve Commission) issued \$1,750,000 in General Obligation Debt Certificates, Series 2005 with interest rates ranging from 3.75 percent to 5.9 percent due in installments through December 1, 2020. The net proceeds were used to finance the construction of the golf course clubhouse.

Rock Island County, Illinois

Notes to Basic Financial Statements

Note 7. Long-Term Debt (Continued)

Revenue bonds: On April 1, 2005, Rock Island County (Public Building Commission) issued \$9,020,000 in Justice Center Refunding Revenue Bonds, Series 2005 with interest rates ranging from 3.7 percent to 4.35 percent to advance refund \$7,850,000 of outstanding Local Government Program Revenue Bonds, Series 1998 with interest rates from 4.0 percent to 5.0 percent and \$2,810,000 of Justice Center Revenue Bonds, Series 1999 with interest rates from 5.0 percent to 8.9 percent. The advance refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of \$1,738,970. This difference, a deferred asset, is reported in the accompanying financial statements as a deduction from bonds payable and is being amortized through 2012. The balance of the deferred asset as of November 30, 2006 was \$1,376,685.

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

As of November 30, 2006, the County's future cash flow requirements for the retirement of the general obligation bonds is as follows:

<u>Year ending November 30:</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2007	\$ 35,000	\$ 130,127	\$ 165,127
2008	85,000	78,265	163,265
2009	90,000	73,103	163,103
2010	95,000	67,645	162,645
2011	100,000	61,893	161,893
2012-2016	600,000	218,268	818,268
2017-2021	745,000	76,720	821,720
Total	\$ 1,750,000	\$ 706,021	\$ 2,456,021

As of November 30, 2006, the County's future cash flow requirements for the retirement of the revenue bonds is as follows:

<u>Year ending November 30:</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2007	\$ 470,000	\$ 357,715	\$ 827,715
2008	490,000	337,270	827,270
2009	510,000	315,955	825,955
2010	530,000	293,770	823,770
2011	550,000	270,980	820,980
2012-2016	2,765,000	835,415	3,600,415
2017-2019	3,435,000	363,170	3,798,170
Total	\$ 8,750,000	\$ 2,774,275	\$ 11,524,275

Rock Island County, Illinois

Notes to Basic Financial Statements

Note 7. Long-Term Debt (Continued)

As of November 30, 2006, the County did not exceed its legal debt margin:

Assessed value	\$ 2,136,061,643
Debt limit, 2.875% of assessed value	\$ 61,411,772
Debt applicable to debt limit	10,500,000
Legal debt margin	\$ 50,911,772

Prior Year Defeasance: In the prior year, the County defeased certain revenue bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the County's financial statements. As of November 30, 2006, \$10,190,000 of bonds outstanding are considered defeased.

Note 8. Retirement System

Plan Descriptions and Provisions:

Illinois Municipal Retirement Fund

The County and its component units are participating members of the Illinois Municipal Retirement Fund ("IMRF"), which provides retirement benefits for substantially all officials and employees of the County whose position normally requires at least 1,000 hours of service per year. IMRF benefits are payable in addition to social security benefits.

Plan Description – The County's defined benefit pension plan, IMRF, provides retirement, disability, annual cost of living adjustments and death benefits to plan members and beneficiaries. IMRF is an agent multiple employer pension plan that acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained at www.imrf.org/pubs/pubs_homepage.htm or by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

Funding Policy – Employees participating in IMRF, other than Sheriff's Law Enforcement personnel ("SLEP") and Elected County Officials ("ECO"), are required to contribute 4.50 percent of their annual covered salary. SLEP and ECO employees participating in IMRF are required to contribute 7.50 percent of their covered salary. The member rate is established by state statute. The County is required to contribute at an actuarially determined rate. The employer rate for calendar year 2006 was none of covered payroll for SLEP participants, 49.03 percent of covered payroll for ECO participants, 8.97 percent of covered payroll for Forest Preserve Commission participants, 10.24 percent of covered payroll for Tri-County Consortium participants and 9.52 percent of covered payroll for all other participants. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis (overfunded liability amortized on open basis). The amortization period as of December 31, 2006 was 26 years.

Rock Island County, Illinois

Notes to Basic Financial Statements

Note 8. Retirement System (Continued)

Annual Pension Cost – For the twelve months ended December 31, 2006, the County's annual pension cost, including all component units, of \$2,978,916 was equal to the County's required and actual contributions. The required contribution was determined as part of the December 31, 2004 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50 percent investment rate of return (net of administrative expenses), (b) projected salary increases of 4.0 percent a year, attributable to inflation, (c) additional projected salary increases ranging from .40 percent to 11.60 percent per year depending on age and service, attributable to seniority/merit and (d) postretirement benefit increases of 3 percent annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 15 percent corridor. The assumptions used for the 2006 actuarial valuation were based on the 2002 – 2004 experience study.

Trend Information – Trend information gives an indication of the progress made in accumulating sufficient assets to pay benefits when due. Required supplementary trend information for the County and its component units may be found in the Required Supplementary Information section of the County's Annual Financial Report. Trend information for the past three calendar years is as follows:

Three-Year Trend Information			
Actuarial Valuation Date	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/2006	\$ 2,978,916	100%	- %
12/31/2005	2,544,020	100	-
12/31/2004	1,498,973	100	-

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 investment 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.

Rock Island County, Illinois

Notes to Basic Financial Statements

Note 10. Risk Management and Insurance (Continued)

The County records all other risk management activities, including those relating to worker's compensation, general and automobile liability claims in its General 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). 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. The County levies a liability reserve property tax, recorded in the General Fund, to provide funds to satisfy such claims. These claims are administered by the County.

As of November 30, 2006, the amount of liabilities recorded for estimated claim settlements for health benefits, worker's compensation, general and auto liability claims was \$615,000 of which \$481,000 was recorded in the Internal Service Fund and \$134,000 was recorded in the government-wide statements.

Changes in reported liabilities during fiscal 2006 and 2005 were:

	Self-Insurance	
	2006	2005
Claims payable, beginning of year	\$ 924,001	\$ 1,362,000
Claims expense and changes in estimates	3,977,497	4,638,390
Claims payments	(4,286,498)	(5,076,389)
Claims payable, end of year	<u>\$ 615,000</u>	<u>\$ 924,001</u>

As of November 30, 2006, \$960,057 of assets in the General Fund were held for the purposes of funding the County's future worker's compensation, general and auto claims. As a result, \$960,057 of the General Fund balance is reserved for payment of future claims liability.

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.

Note 11. Other Postretirement Benefits

The County, as approved by the County Board, provides postretirement health care benefits 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 begins. Currently, 59 retirees meet one of those eligibility 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. Expenditures for postretirement health care benefits are recognized as premiums are paid. During the year ended November 30, 2006, expenditures of \$329,395 were recognized for postretirement health care.

Rock Island County, Illinois

Notes to Basic Financial Statements

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, 2006 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.

On January 24, 2006, the County entered into an agreement for architect services related to the planning and construction of the new nursing home. The payments on the agreement are calculated at 6.25 percent of the estimated construction cost. Also, on October 20, 2006, the County entered into an agreement for construction management services for the new nursing home. The fee for this agreement is 4.25 percent of the cost of the work based on the final budget. As the final budget of the construction of the new facility has not been determined, the total estimated commitments on these agreements is approximately \$1,400,000.

Note 13. Pending GASB Statements

The County adopted the following Governmental Accounting Standard Board (GASB) statements during the year ended November 30, 2006:

GASB Statement No. 42, *Accounting and Financial Reporting for Impairment of Capital Assets and for Insurance Recoveries*. This Statement requires governments to report the effects of capital asset impairment in their financial statements when it occurs and requires all governments to account for insurance recoveries in the same manner. This Statement had no effect on the County in the current year.

GASB Statement No. 44, *Economic Condition Reporting: The Statistical Section*. This Statement improves the understandability and usefulness of statistical section information by addressing the comparability problems that have developed in practice and by adding information from the new financial reporting model required by Statement No. 34 and related statements. This Statement modified the statistical section previously reported by the County.

GASB Statement No. 46, *Net Assets Restricted by Enabling Legislation*. The purpose of Statement No. 46 is to help the governments determine when net assets have been restricted to a particular use by the passage of enabling legislation and to specify how those net assets should be reported in the financial statements when there are changes in the circumstances surrounding such legislation. The effect of adopting this Statement was to reclassify \$7,917,902 previously reported as unrestricted to restricted net assets.

GASB Statement No. 47, *Accounting for Termination Benefits*. This Statement establishes accounting standards for termination benefits. In financial statements prepared on the accrual basis of accounting, employers should recognize a liability and expense for voluntary termination benefits (early retirement incentives) when the offer is accepted and the amount can be estimated. A liability for involuntary termination benefits (severance benefits) should be recognized when a plan of termination has been approved by those with the authority to commit the government to the plan, the plan has been communicated to the employees and the amount can be estimated. In financial statements prepared on the modified accrual basis of accounting, liabilities and expenditures for termination benefits should be recognized to the extent the liabilities are normally expected to be liquidated with expendable available financial resources. This Statement had no effect on the County in the current year.

Rock Island County, Illinois

Notes to Basic Financial Statements

Note 13. Pending GASB Statements (Continued)

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

GASB Statement No. 43, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, issued April 2004, will be effective for the County beginning with its year ending November 30, 2008. This Statement establishes uniform financial reporting standards for other postemployment benefit plans (OPEB plans) and supercedes existing guidance.

GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, issued June 2004, will be effective for the County beginning with its year ending November 30, 2009. This Statement establishes standards for the measurement, recognition and display of other postemployment benefits expenses and related liabilities or assets, note disclosures and, if applicable, required supplementary information in the financial reports. The County had an actuarial calculation performed as of July 1, 2006. Had the County adopted this statement, the effect of the adoption would have been to disclose a liability of approximately \$11,000,000 with a current year required contribution of approximately \$1,000,000.

GASB Statement No. 48, *Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues*, issued September 2006, is effective for year ending November 30, 2008. This Statement establishes accounting and financial reporting standards for transactions in which a government receives, or is entitled to, resources in exchange for future cash flows generated by collecting specific receivables or specific future revenues. It also provides disclosure requirements for a government that pledges or commits future cash flows from a specific revenue source. In addition, this Statement establishes accounting and financial reporting standards for intra-entity transfers of assets and future revenues.

GASB Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Obligations*, issued November 2006, will be effective for the County beginning with its year ending November 30, 2009. This Statement addresses accounting and financial reporting standards for pollution (including contamination) remediation obligations, which are obligations to address the current or potential detrimental effects of existing pollution by participating in pollution remediation activities, such as site assessments and cleanups. This standard requires the government to estimate the components of expected pollution remediation outlays and determine whether the outlays for those components should be accrued as a liability or, if appropriate, capitalized when goods and services are acquired.

With the exception of GASB Statement 45, the County's management has not yet determined the effect these Statements will have on the County's financial statements.

Note 14. Conduit Debt Obligations

In fiscal year 2003, the County Board passed a resolution to authorize, but not issue, an amount not to exceed \$300,000,000 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.

Rock Island County, Illinois

Notes to Basic Financial Statements

Note 15. Subsequent Events

On December 15, 2006, the County issued \$9,950,000 General Obligation Bonds (Alternate Revenue Source), Series 2006. The County issued two separate series of bonds subsequent to year-end to finance the acquisition, construction and installation of a new County nursing home and related facilities, improvements and costs. The bonds are due in annual installments of \$400,000 to \$750,000 through 2027 at an interest rate of 3.60 percent to 5.50 percent.

On April 1, 2007, the County issued \$9,935,000 General Obligation Bonds (General Sales Taxes Alternate Revenue Source), Series 2007. The bonds are due in annual installments of \$400,000 to \$1,550,000 through 2027 at an interest rate of 4.00 percent to 5.25 percent.

Note 16. Restatement

The County restated governmental activities net assets by \$560,740, capital assets by \$1,010,400 and accumulated depreciation by \$449,660 due to an error in recording capital assets at Niabi Zoo, a component of the Forest Preserve Commission.

Rock Island County, Illinois

Required Supplementary Information Illinois Municipal Retirement Fund

Schedule of Funding Progress

Actuarial Valuation Date	Fair Value of Net Assets (a)	Actuarial Accrued Liability (AAL) * (b)	Unfunded (Over- funded) AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
12/31/2006	\$ 64,872,674	\$ 73,920,719	\$ 9,048,045	87.8%	\$ 25,457,276	35.5%
12/31/2005	58,055,095	66,486,380	8,431,285	87.3	24,065,475	35.0
12/31/2004	53,496,569	59,544,356	6,047,787	89.8	19,822,176	30.5
12/31/2003	55,754,639	59,538,133	3,783,494	93.6	19,274,213	19.6
12/31/2002	55,009,056	56,019,526	1,010,470	98.2	20,822,354	4.9
12/31/2001	52,791,253	49,688,442	(3,102,811)	106.2	17,296,872	(17.9)

Schedule of Employer Contributions

Actuarial Valuation Date	Annual Required Contributions (ARC) (a)	Total Contributions (b)	Percentage of ARC Contributed (b/a)
12/31/2006	\$ 2,978,916	\$ 2,978,916	100%
12/31/2005	2,544,020	2,544,020	100
12/31/2004	1,498,973	1,498,973	100
12/31/2003	985,652	985,652	100
12/31/2002	1,296,295	1,296,295	100
12/31/2001	943,483	943,483	100

The information above includes all of the County's component units.

On a market value basis, the actuarial value of assets as of December 31, 2006 is \$70,276,469. On a market basis, the funded ratio would be 95.07%.

The information presented in the required supplementary schedules was determined as part of the actuarial valuation as of December 31, 2006. Additional information follows:

1. The cost method used to determine the required contribution is the entry age method.
2. The assets are shown at fair market value.
3. Economic assumptions are as follows: investment return rate of 7.5%, salary increase of 4.0% a year, attributable to inflation, salary increase of 0.4% to 11.6% a year and post-retirement benefit increases of 3.0% annually.
4. The amortization method is a closed period, level percentage of payroll.

Digest of changes: The actuarial assumptions used to determine the actuarial accrued liability for 2006 are based on the 2002-2004 experience study.

The principal changes were:

- The 1994 Group Annuity Mortality implemented.
- For regular members, fewer normal and early retirements are expected to occur.

Rock Island County, Illinois

Required Supplementary Information
 Budgetary Comparison Schedule
 General Fund
 Year Ended November 30, 2006

	Budget		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues:				
Fees	\$ 5,771,401	\$ 6,020,705	\$ 6,961,825	\$ 941,120
Property taxes	6,253,090	6,253,090	6,159,006	(94,084)
Intergovernmental	8,315,700	9,565,750	10,804,151	1,238,401
Investment earnings	190,000	190,000	441,985	251,985
Miscellaneous	376,029	92,939	86,966	(5,973)
Total revenues	20,906,220	22,122,484	24,453,933	2,331,449
Expenditures:				
Current:				
Salaries and wages	13,860,618	14,463,279	14,150,679	312,600
Personal benefits	1,899,055	2,135,211	2,111,341	23,870
Supplies	589,438	753,403	744,567	8,836
Other services and charges	3,644,516	4,310,121	3,825,342	484,779
Capital outlay	386,899	1,855,733	1,583,894	271,839
Total expenditures	20,380,526	23,517,747	22,415,823	1,101,924
Excess (deficiency) of revenues over expenditures	525,694	(1,395,263)	2,038,110	3,433,373
Other financing sources (uses):				
Transfers in	1,091,765	1,091,765	1,155,654	63,889
Transfers out	(1,423,408)	(1,536,040)	(1,329,561)	206,479
Proceeds from sale of capital assets	500	500	7,489	6,989
Total other financing sources (uses)	(331,143)	(443,775)	(166,418)	277,357
Net change in fund balance	\$ 194,551	\$ (1,839,038)	1,871,692	\$ 3,710,730
Fund balances, beginning of year			6,834,778	
Fund balances, end of year			<u>\$ 8,706,470</u>	

See Note to Required Supplementary Information.

Rock Island County, Illinois

Required Supplementary Information
 Budgetary Comparison Schedule
 Forest Preserve Commission
 Year Ended November 30, 2006

	Budget		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues:				
Fees	\$ 879,000	\$ 879,000	\$ 1,185,926	\$ 306,926
Property taxes	1,333,150	1,333,150	1,348,920	15,770
Intergovernmental	134,850	134,850	1,007,610	872,760
Investment earnings	15,550	15,550	124,652	109,102
Miscellaneous	124,185	124,185	250,625	126,440
Total revenues	2,486,735	2,486,735	3,917,733	1,430,998
Expenditures:				
Current:				
Salaries and wages	1,189,300	1,268,200	1,324,627	(56,427)
Personal benefits	351,800	367,987	353,165	14,822
Supplies	416,435	512,697	440,782	71,915
Other services and charges	358,740	496,876	486,646	10,230
Capital outlay	100,000	484,560	1,536,991	(1,052,431)
Total expenditures	2,416,275	3,130,320	4,142,211	(1,011,891)
Excess (deficiency) of revenues over expenditures	70,460	(643,585)	(224,478)	419,107
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Proceeds from debt	-	-	1,750,000	1,750,000
Proceeds from sale of capital assets	-	-	35,466	35,466
Total other financing sources (uses)	-	-	1,785,466	1,785,466
Net change in fund balance	\$ 70,460	\$ (643,585)	1,560,988	\$ 2,204,573
Fund balance, beginning of year			1,899,783	
Fund balance, end of year			<u>\$ 3,460,771</u>	

See Note to Required Supplementary Information.

Rock Island County, Illinois

Required Supplementary Information
 Budgetary Comparison Schedule
 Oak Glen Home Fund
 Year Ended November 30, 2006

	Budget		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues:				
Fees	\$ 6,724,724	\$ 6,749,761	\$ 6,869,544	\$ 119,783
Investment earnings	40,000	40,000	67,106	27,106
Miscellaneous	25,537	500	16,325	15,825
Total revenues	6,790,261	6,790,261	6,952,975	162,714
Expenditures:				
Current:				
Salaries and wages	5,072,901	5,257,806	5,250,440	7,366
Personal benefits	1,710,963	1,793,973	1,792,099	1,874
Supplies	834,575	966,383	959,471	6,912
Other services and charges	742,738	1,078,393	1,044,813	33,580
Capital outlay	88,300	28,193	40,932	(12,739)
Total expenditures	8,449,477	9,124,748	9,087,755	36,993
Excess (deficiency) of revenue over expenditures	(1,659,216)	(2,334,487)	(2,134,780)	199,707
Other financing sources (uses):				
Transfers in	1,695,000	1,695,000	1,697,000	2,000
Transfers out	(268,893)	(268,893)	(268,893)	-
Total other financing sources (uses)	1,426,107	1,426,107	1,428,107	2,000
Net change in fund balance	\$ (233,109)	\$ (908,380)	(706,673)	\$ 201,707
Fund balance, beginning of year			2,097,485	
Fund balance, end of year			<u>\$ 1,390,812</u>	

See Note to Required Supplementary Information.

Rock Island County, Illinois

Note to Required Supplementary Information Year Ended November 30, 2006

Budgetary Comparison Schedules

The budgetary comparison schedules are presented for the General Fund and the major special revenue funds, Forest Preserve Commission Fund and Oak Glen Home 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.

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 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 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 \$1,538,728, primarily due to the availability of revenues during the year from grants and unexpected changes in various costs.
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.

However, actual expenditures exceeded budgetary amounts for the following fund for the year ended November 30, 2006:

	Budget	Actual	Amount Over Budget
Special Revenue, Forest Preserve Commission	\$ 3,130,320	\$ 4,142,211	\$ 1,011,891

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, Metropolitan Enforcement Group, Sheriff Foreclosure Sale, Oak Glen Home Activities, Oak Glen Home Grandparents, Oak Glen Home Memorial and County Indemnity Special Revenue Funds were not budgeted for the year ended November 30, 2006 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, 2006

	Original	Final	Actual	Variance With Final Budget
Revenues:				
Fees:				
Circuit clerk fees	\$ 2,750,000	\$ 2,750,000	\$ 2,931,227	\$ 181,227
County recorder fees	1,055,000	1,091,100	1,221,344	130,244
States attorney fees	50,000	50,000	40,919	(9,081)
County sheriff fees	400,000	400,000	457,848	57,848
Other	1,516,401	1,729,605	2,310,487	580,882
Total fees	5,771,401	6,020,705	6,961,825	941,120
Property taxes:				
Property taxes	5,585,090	5,585,090	5,539,901	(45,189)
Penalties and interest	668,000	668,000	619,105	(48,895)
Total property taxes	6,253,090	6,253,090	6,159,006	(94,084)
Intergovernmental:				
Salary reimbursements	820,185	820,185	883,862	63,677
Sales and use tax	4,028,910	4,028,910	4,462,191	433,281
State income tax	1,258,000	1,258,000	1,605,688	347,688
Tax replacement revenue	1,990,805	1,990,805	2,292,335	301,530
Other	217,800	1,467,850	1,560,075	92,225
Total intergovernmental	8,315,700	9,565,750	10,804,151	1,238,401
Investment earnings	190,000	190,000	441,985	251,985
Miscellaneous	376,029	92,939	86,966	(5,973)
Total revenues	20,906,220	22,122,484	24,453,933	2,331,449
Other financing sources:				
Transfers from other funds	1,091,765	1,091,765	1,155,654	63,889
Proceeds from sale of capital assets	500	500	7,489	6,989
Total other financing sources	1,092,265	1,092,265	1,163,143	70,878
Total revenues and other financing sources	\$ 21,998,485	\$ 23,214,749	\$ 25,617,076	\$ 2,402,327

Rock Island County, Illinois

Schedule of Expenditures by Department and Other Financing Uses - Budget and Actual

General Fund

Year Ended November 30, 2006

	Budget		Actual	Variance with Final Budget
	Original	Final		
Expenditures:				
Assessment Map:				
Salaries and wages	\$ 145,856	\$ 160,654	\$ 160,653	\$ 1
Personal benefits	2,385	1,885	1,400	485
Supplies	1,750	2,730	2,495	235
Other services and charges	23,690	23,480	22,351	1,129
Capital outlay	1,300	1,030	1,028	2
Total	174,981	189,779	187,927	1,852
Auditor:				
Salaries and wages	151,706	158,688	153,830	4,858
Personal benefits	1,295	2,450	2,450	-
Supplies	1,970	1,568	1,438	130
Other services and charges	2,975	3,409	3,049	360
Total	157,946	166,115	160,767	5,348
County Board:				
Salaries and wages	258,511	274,067	274,061	6
Personal benefits	2,000	1,390	1,390	-
Supplies	2,400	3,800	3,776	24
Other services and charges	20,750	21,880	19,168	2,712
Capital outlay	-	11,820	11,820	-
Total	283,661	312,957	310,215	2,742
Circuit Clerk:				
Salaries and wages	1,022,849	1,011,854	989,270	22,584
Supplies	15,500	22,418	22,416	2
Other services and charges	45,050	51,701	51,453	248
Total	1,083,399	1,085,973	1,063,139	22,834
Circuit Court:				
Salaries and wages	111,850	117,272	117,268	4
Personal benefits	-	605	604	1
Supplies	6,800	5,409	5,386	23
Other services and charges	281,800	351,358	351,149	209
Total	400,450	474,644	474,407	237
Civil Defense:				
Salaries and wages	67,053	64,523	43,929	20,594
Personal benefits	2,475	685	130	555
Supplies	4,050	8,870	9,003	(133)
Other services and charges	17,715	22,697	22,297	400
Capital outlay	-	6,363	5,843	520
Total	91,293	103,138	81,202	21,936

(Continued)

Rock Island County, Illinois

Schedule of Expenditures by Department and Other Financing Uses - Budget and Actual (Continued)

General Fund

Year Ended November 30, 2006

	Budget		Actual	Variance with Final Budget
	Original	Final		
County Clerk:				
Salaries and wages	\$ 411,637	\$ 463,663	\$ 463,657	\$ 6
Personal benefits	1,000	2	2,291	(2,289)
Supplies	97,750	162,100	176,498	(14,398)
Other services and charges	177,000	564,190	229,707	334,483
Capital outlay	-	902,240	885,564	16,676
Total	687,387	2,092,195	1,757,717	334,478
Coroner:				
Salaries and wages	139,311	147,600	147,599	1
Personal benefits	2,000	1,800	1,567	233
Supplies	3,000	3,410	3,261	149
Other services and charges	67,950	75,959	75,858	101
Capital outlay	20,000	237,389	229,262	8,127
Total	232,261	466,158	457,547	8,611
Information Systems:				
Salaries and wages	384,814	409,901	397,655	12,246
Personal benefits	3,200	3,200	1,249	1,951
Supplies	19,400	23,855	24,979	(1,124)
Other services and charges	2,430	30,692	26,870	3,822
Capital outlay	43,800	37,972	35,987	1,985
Total	453,644	505,620	486,740	18,880
Liquor Commission, other services and charges	100	100	97	3
Building Maintenance:				
Salaries and wages	128,306	137,232	137,227	5
Personal benefits	1,800	2,724	2,622	102
Supplies	21,500	23,585	22,780	805
Other services and charges, principally utilities	567,100	610,177	605,348	4,829
Capital outlay	12,000	14,441	12,136	2,305
Total	730,706	788,159	780,113	8,046
County Zoning:				
Salaries and wages	199,546	221,256	219,500	1,756
Personal benefits	4,000	4,425	4,417	8
Supplies	1,550	1,690	1,335	355
Other services and charges	17,300	18,125	16,258	1,867
Capital outlay	15,000	357,542	268,614	88,928
Total	237,396	603,038	510,124	92,914

(Continued)

Rock Island County, Illinois

Schedule of Expenditures by Department and Other Financing Uses - Budget and Actual (Continued)

General Fund

Year Ended November 30, 2006

	Budget		Actual	Variance with Final Budget
	Original	Final		
General County Services:				
Salaries and wages	\$ 1,000	\$ 1,000	\$ -	\$ 1,000
Personal benefits	-	495	495	-
Supplies	-	32,150	13,179	18,971
Other services and charges	271,414	376,148	314,865	61,283
Capital outlay	-	360	358	2
Total	272,414	410,153	328,897	81,256
Court Services:				
Salaries and wages	1,509,844	1,567,293	1,484,547	82,746
Supplies	4,550	5,815	5,640	175
Other services and charges	45,600	44,399	38,015	6,384
Capital outlay	2,500	8,601	6,100	2,501
Total	1,562,494	1,626,108	1,534,302	91,806
Recorder:				
Salaries and wages	338,427	352,487	332,773	19,714
Other services and charges	3,837	3,987	3,849	138
Total	342,264	356,474	336,622	19,852
Sheriff:				
Salaries and wages	6,321,358	6,589,060	6,444,834	144,226
Personal benefits	154,000	131,453	120,477	10,976
Supplies	358,150	393,280	390,382	2,898
Other services and charges	1,569,103	1,353,358	1,334,802	18,556
Capital outlay	283,850	238,319	108,610	129,709
Total	8,686,461	8,705,470	8,399,105	306,365
States Attorney:				
Salaries and wages	1,308,992	1,355,311	1,354,259	1,052
Personal benefits	12,064	12,064	5,052	7,012
Supplies	23,300	23,800	20,459	3,341
Other services and charges	93,390	87,524	79,546	7,978
Capital outlay	5,500	21,081	-	21,081
Total	1,443,246	1,499,780	1,459,316	40,464
Superintendent of Educational Services Region:				
Salaries and wages	37,892	39,865	39,861	4
Supplies	2,000	2,000	2,000	-
Other services and charges	25,500	24,780	24,131	649
Total	65,392	66,645	65,992	653

(Continued)

Rock Island County, Illinois

Schedule of Expenditures by Department and Other Financing Uses - Budget and Actual (Continued)

General Fund

Year Ended November 30, 2006

	Budget			Variance with
	Original	Final	Actual	Final Budget
Treasurer:				
Salaries and wages	\$ 266,706	\$ 279,085	\$ 277,316	\$ 1,769
Supplies	10,500	10,500	7,737	2,763
Other services and charges	45,000	46,006	41,681	4,325
Total	322,206	335,591	326,734	8,857
Board of Review:				
Salaries and wages	45,838	46,018	46,014	4
Personal benefits	1,200	1,020	560	460
Supplies	1,350	1,350	968	382
Other services and charges	4,250	4,250	2,909	1,341
Total	52,638	52,638	50,451	2,187
Public Defender:				
Salaries and wages	507,043	568,318	568,315	3
Personal benefits	1,500	720	720	-
Supplies	5,018	10,443	10,439	4
Other services and charges	15,174	18,341	18,338	3
Capital outlay	-	1,520	1,517	3
Total	528,735	599,342	599,329	13
Central Services:				
Salaries and wages	99,503	100,556	100,546	10
Personal benefits	300	315	315	-
Supplies	1,500	3,740	9,818	(6,078)
Other services and charges	13,838	14,867	541	14,326
Capital outlay	2,949	17,055	17,055	-
Total	118,090	136,533	128,275	8,258
Liability Insurance:				
Salaries and wages	287,346	297,506	297,495	11
Personal benefits	90,373	83,307	78,931	4,376
Supplies	7,400	9,290	9,010	280
Other services and charges	333,550	561,013	541,380	19,633
Total	718,669	951,116	926,816	24,300
Human Resources:				
Salaries and wages	115,230	100,070	100,070	-
Personal benefits	1,619,463	1,886,671	1,886,671	-
Supplies	-	1,600	1,568	32
Other services and charges	-	1,680	1,680	-
Total	1,734,693	1,990,021	1,989,989	32

(Continued)

Rock Island County, Illinois

Schedule of Expenditures by Department and Other Financing Uses - Budget and Actual (Continued)

General Fund

Year Ended November 30, 2006

	Budget		Actual	Variance with Final Budget
	Original	Final		
Total General Fund:				
Salaries and wages	\$ 13,860,618	\$ 14,463,279	\$ 14,150,679	\$ 312,600
Personal benefits	1,899,055	2,135,211	2,111,341	23,870
Supplies	589,438	753,403	744,567	8,836
Other services and charges	3,644,516	4,310,121	3,825,342	484,779
Capital outlay	386,899	1,855,733	1,583,894	271,839
Total expenditures	20,380,526	23,517,747	22,415,823	1,101,924
Other financing uses, transfers to other funds	1,423,408	1,536,040	1,329,561	206,479
Total expenditures and other financing uses	\$ 21,803,934	\$ 25,053,787	\$ 23,745,384	\$ 1,308,403

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Rock Island County, Illinois

Combining Balance Sheet
Nonmajor Governmental Funds
November 30, 2006

	Total	Special Revenue		
		Animal Control Fund	Arrestee Medical Costs Fund	Building Allocation Future Fund
Assets				
Cash and cash equivalents	\$ 12,084,699	\$ 40,274	\$ 107,501	\$ 81,233
Receivables:				
Property taxes receivable	9,263,332	-	-	-
Accounts receivable	59,051	1,354	-	-
Accrued interest receivable	46,678	131	457	383
Due from other funds	633,769	-	-	-
Due from other governmental units	1,112,702	-	2,765	25,000
Other assets	64,312	696	-	-
Total assets	\$ 23,264,543	\$ 42,455	\$ 110,723	\$ 106,616
Liabilities and Fund Balances (Deficits)				
Liabilities:				
Accounts payable	\$ 2,105,662	\$ 28,833	\$ -	\$ 239,674
Accrued liabilities	431,113	41,208	-	-
Due to other funds	2,285,254	7,231	10,839	1,913,000
Deferred revenues	8,902,316	-	-	-
Total liabilities	13,724,345	77,272	10,839	2,152,674
Fund balances (deficits):				
Reserved for other assets	64,312	696	-	-
Unreserved (deficits), undesignated, reported in:				
Special revenue funds	9,421,215	(35,513)	99,884	(2,046,058)
Debt Service Fund	54,671	-	-	-
Total fund balances (deficits)	9,540,198	(34,817)	99,884	(2,046,058)
Total liabilities and fund balances (deficits)	\$ 23,264,543	\$ 42,455	\$ 110,723	\$ 106,616

(Continued)

Special Revenue						
Child Advocacy Fund	Child Welfare Fund	Collector Tax Fee Fund	Community Mental Health Fund	COPS Grant Fund	County Bridge Fund	
\$ -	\$ 176	\$ 211,290	\$ 762,074	\$ 1,246	\$ 240,194	
66,742	-	92,690	1,238,778	-	49,984	
-	-	-	97	-	-	
27	-	908	3,461	-	1,031	
-	69,646	-	-	-	-	
-	-	-	-	16,347	3,208	
-	-	-	5,536	-	-	
<u>\$ 66,769</u>	<u>\$ 69,822</u>	<u>\$ 304,888</u>	<u>\$ 2,009,946</u>	<u>\$ 17,593</u>	<u>\$ 294,417</u>	
\$ -	\$ 69,624	\$ -	\$ 273,806	\$ 839	\$ 770	
-	-	-	753	8,342	853	
-	-	90,000	890	41,909	5,574	
64,167	-	-	1,192,583	-	48,125	
<u>64,167</u>	<u>69,624</u>	<u>90,000</u>	<u>1,468,032</u>	<u>51,090</u>	<u>55,322</u>	
-	-	-	5,536	-	-	
2,602	198	214,888	536,378	(33,497)	239,095	
-	-	-	-	-	-	
<u>2,602</u>	<u>198</u>	<u>214,888</u>	<u>541,914</u>	<u>(33,497)</u>	<u>239,095</u>	
<u>\$ 66,769</u>	<u>\$ 69,822</u>	<u>\$ 304,888</u>	<u>\$ 2,009,946</u>	<u>\$ 17,593</u>	<u>\$ 294,417</u>	

Rock Island County, Illinois

Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
November 30, 2006

	Special Revenue			
	County Clerk Document Fund	County Extension Education Fund	County Health Fund	County Highway Fund
Assets				
Cash and cash equivalents	\$ 139,006	\$ -	\$ 833,072	\$ 1,063,769
Receivables:				
Property taxes receivable	-	204,663	474,065	722,553
Accounts receivable	222	-	25,444	1,547
Accrued interest receivable	585	80	3,441	4,364
Due from other funds	-	-	-	50,097
Due from other governmental units	-	-	504,672	5,977
Other assets	-	-	6,960	4,613
Total assets	\$ 139,813	\$ 204,743	\$ 1,847,654	\$ 1,852,920
Liabilities and Fund Balances (Deficits)				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 157,760	\$ 59,552
Accrued liabilities	-	-	96,375	23,359
Due to other funds	-	-	83,261	34,546
Deferred revenues	-	197,082	586,429	696,667
Total liabilities	-	197,082	923,825	814,124
Fund balances (deficits):				
Reserved for other assets	-	-	6,960	4,613
Unreserved (deficits), undesignated, reported in:				
Special revenue funds	139,813	7,661	916,869	1,034,183
Debt Service Fund	-	-	-	-
Total fund balances (deficits)	139,813	7,661	923,829	1,038,796
Total liabilities and fund balances (deficits)	\$ 139,813	\$ 204,743	\$ 1,847,654	\$ 1,852,920

(Continued)

Special Revenue						
County Law Library Fund	Court Automation Fund	Court Document Storage Fund	Court Security Fund	Federal Social Security Fund	FEMA GPS Grant Fund	
\$ 109,388	\$ 635,378	\$ 409,396	\$ 83,489	\$ 613,660	\$ 4,122	
-	-	-	-	1,070,043	-	
-	-	-	-	-	-	
470	2,715	1,770	336	2,268	-	
-	-	-	-	94,713	-	
6,918	23,953	25,537	27,929	-	-	
-	-	19,693	1,150	-	-	
<u>\$ 116,776</u>	<u>\$ 662,046</u>	<u>\$ 456,396</u>	<u>\$ 112,904</u>	<u>\$ 1,780,684</u>	<u>\$ 4,122</u>	
\$ 5,969	\$ 2,133	\$ 28,554	\$ 1,150	\$ 577	\$ -	
-	-	1,188	6,946	11,525	-	
134	-	1,764	15,294	-	-	
-	-	-	-	1,032,144	-	
<u>6,103</u>	<u>2,133</u>	<u>31,506</u>	<u>23,390</u>	<u>1,044,246</u>	<u>-</u>	
-	-	19,693	1,150	-	-	
110,673	659,913	405,197	88,364	736,438	4,122	
-	-	-	-	-	-	
<u>110,673</u>	<u>659,913</u>	<u>424,890</u>	<u>89,514</u>	<u>736,438</u>	<u>4,122</u>	
<u>\$ 116,776</u>	<u>\$ 662,046</u>	<u>\$ 456,396</u>	<u>\$ 112,904</u>	<u>\$ 1,780,684</u>	<u>\$ 4,122</u>	

Rock Island County, Illinois

Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
November 30, 2006

	Special Revenue			
	GIS 2005 Fund	Hillsdale Special Service Area Fund	Illinois Municipal Retirement Fund	Maintenance and Child Support Collection Fund
Assets				
Cash and cash equivalents	\$ 161,969	\$ 66,407	\$ 1,048,010	\$ 68,566
Receivables:				
Property taxes receivable	-	8,211	1,808,118	-
Accounts receivable	-	-	30,383	-
Accrued interest receivable	628	284	3,568	-
Due from other funds	2,500	-	117,314	-
Due from other governmental units	1,516	-	6,513	6,296
Other assets	20,479	-	-	-
Total assets	\$ 187,092	\$ 74,902	\$ 3,013,906	\$ 74,862
Liabilities and Fund Balances (Deficits)				
Liabilities:				
Accounts payable	\$ 21,208	\$ 27	\$ 224,611	\$ 593
Accrued liabilities	2,877	-	178,301	1,728
Due to other funds	2,922	-	-	3,132
Deferred revenues	-	7,333	1,745,333	-
Total liabilities	27,007	7,360	2,148,245	5,453
Fund balances (deficits):				
Reserved for other assets	20,479	-	-	-
Unreserved (deficits), undesignated, reported in:				
Special revenue funds	139,606	67,542	865,661	69,409
Debt Service Fund	-	-	-	-
Total fund balances (deficits)	160,085	67,542	865,661	69,409
Total liabilities and fund balances (deficits)	\$ 187,092	\$ 74,902	\$ 3,013,906	\$ 74,862

(Continued)

Special Revenue						
Evening Reporting Center Grant Fund	Motor Fuel Fund	Nursing Home Tax Levy Fund	Peer Justice Program Fund	Probation Services Fee Fund	Quad City Bomb Squad Fund	
\$ 5,671	\$ 3,431,532	\$ 133	\$ 2,759	\$ 904,845	\$ 8,399	
-	-	1,756,044	-	-	-	
-	-	-	-	-	-	
45	15,151	638	8	-	-	
-	-	297,255	-	-	-	
-	420,225	-	-	35,846	-	
-	-	-	-	203	-	
<u>\$ 5,716</u>	<u>\$ 3,866,908</u>	<u>\$ 2,054,070</u>	<u>\$ 2,767</u>	<u>\$ 940,894</u>	<u>\$ 8,399</u>	
\$ -	\$ 629,060	\$ 297,255	\$ -	\$ 44,907	\$ -	
-	7,172	-	-	-	-	
-	44,444	-	-	3,177	-	
-	-	1,695,833	-	-	-	
-	680,676	1,993,088	-	48,084	-	
-	-	-	-	203	-	
-	-	-	-	-	-	
5,716	3,186,232	60,982	2,767	892,607	8,399	
-	-	-	-	-	-	
<u>5,716</u>	<u>3,186,232</u>	<u>60,982</u>	<u>2,767</u>	<u>892,810</u>	<u>8,399</u>	
\$ 5,716	\$ 3,866,908	\$ 2,054,070	\$ 2,767	\$ 940,894	\$ 8,399	

Rock Island County, Illinois

Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
November 30, 2006

	Special Revenue			
	Oak Glen Home Activities Fund	Oak Glen Home Grandparents Fund	Oak Glen Home Memorial Fund	County Indemnity Fund
Assets				
Cash and cash equivalents	\$ 705	\$ 4,911	\$ 40,433	\$ 152
Receivables:				
Property taxes receivable	-	-	-	46,260
Accounts receivable	-	-	-	-
Accrued interest receivable	-	-	-	-
Due from other funds	-	-	-	-
Due from other governmental units	-	-	-	-
Other assets	-	-	-	-
Total assets	\$ 705	\$ 4,911	\$ 40,433	\$ 46,412
Liabilities and Fund Balances (Deficits)				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	-	-	46,409
Due to other funds	-	-	-	-
Deferred revenues	-	-	-	-
Total liabilities	-	-	-	46,409
Fund balances (deficits):				
Reserved for other assets	-	-	-	-
Unreserved (deficits), undesignated, reported in:				
Special revenue funds	705	4,911	40,433	3
Debt service fund	-	-	-	-
Total fund balances (deficits)	705	4,911	40,433	3
Total liabilities and fund balances (deficits)	\$ 705	\$ 4,911	\$ 40,433	\$ 46,412

(Continued)

Special Revenue						
Working Cash Fund	Recorders Document Fund	States Attorney Drug Enforcement Fund	Treasurer's Automation Fund	Veterans Assistance Fund	Zuma-Canoe Creek Special Service Area Fund	
\$ 473,783	\$ 36,249	\$ 26,308	\$ 80,827	\$ 108,632	\$ 106,167	
-	-	-	25,270	239,581	28,578	
-	-	-	4	-	-	
2,036	108	-	344	433	439	
-	2,244	-	-	-	-	
-	-	-	-	-	-	
-	-	-	408	4,574	-	
<u>\$ 475,819</u>	<u>\$ 38,601</u>	<u>\$ 26,308</u>	<u>\$ 106,853</u>	<u>\$ 353,220</u>	<u>\$ 135,184</u>	
\$ -	\$ 5,932	\$ 517	\$ 691	\$ 11,593	\$ 27	
-	1,463	-	-	2,614	-	
-	25,808	38	-	1,291	-	
-	-	-	-	231,000	27,500	
-	33,203	555	691	246,498	27,527	
-	-	-	408	4,574	-	
475,819	5,398	25,753	105,754	102,148	107,657	
-	-	-	-	-	-	
<u>475,819</u>	<u>5,398</u>	<u>25,753</u>	<u>106,162</u>	<u>106,722</u>	<u>107,657</u>	
<u>\$ 475,819</u>	<u>\$ 38,601</u>	<u>\$ 26,308</u>	<u>\$ 106,853</u>	<u>\$ 353,220</u>	<u>\$ 135,184</u>	

Rock Island County, Illinois

Combining Balance Sheet (Continued)

Nonmajor Governmental Funds

November 30, 2006

	Special Revenue			
	Sheriff Foreclosure Sale Fund	Local Law Enforcement Grant Fund	Homeland Security Fund	Debt Service Fund
Assets				
Cash and cash equivalents	\$ 157,965	\$ 16	\$ 14,522	\$ 470
Receivables:				
Property taxes receivable	-	-	-	1,431,752
Accounts receivable	-	-	-	-
Accrued interest receivable	-	-	-	569
Due from other funds	-	-	-	-
Due from other governmental units	-	-	-	-
Other assets	-	-	-	-
Total assets	\$ 157,965	\$ 16	\$ 14,522	\$ 1,432,791
Liabilities and Fund Balances (Deficits)				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	-	-	-
Due to other funds	-	-	-	-
Deferred revenues	-	-	-	1,378,120
Total liabilities	-	-	-	1,378,120
Fund balances (deficits):				
Reserved for other assets	-	-	-	-
Unreserved (deficits), undesignated, reported in:				
Special revenue funds	157,965	16	14,522	-
Debt service fund	-	-	-	54,671
Total fund balances (deficits)	157,965	16	14,522	54,671
Total liabilities and fund balances (deficits)	\$ 157,965	\$ 16	\$ 14,522	\$ 1,432,791

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Rock Island County, Illinois

**Combining Statement of Revenues, Expenditures and Changes in
Fund Balances (Deficits)
Nonmajor Governmental Funds
Year Ended November 30, 2006**

	Total	Special Revenue		
		Animal Control Fund	Arrestee Medical Costs Fund	Building Allocation Future Fund
Revenues:				
Fees	\$ 2,742,593	\$ 331,679	\$ 25,453	\$ -
Property taxes	9,090,866	-	-	-
Intergovernmental	9,359,112	-	-	52,533
Investment earnings	487,831	1,657	4,090	3,428
Miscellaneous	2,583,705	97,953	-	-
Total revenues	24,264,107	431,289	29,543	55,961
Expenditures:				
Current:				
General government	4,936,004	-	-	7,892
Public safety	1,216,070	500,869	-	-
Judiciary and legal	1,788,937	-	-	-
Transportation and public works	3,164,291	-	-	-
Social services	8,589,870	-	-	-
Capital outlay	3,929,506	1,482	-	1,965,861
Debt service:				
Principal retirement	65,000	-	-	-
Interest and fiscal charges	776,195	-	-	-
Total expenditures	24,465,873	502,351	-	1,973,753
Excess (deficiency) of revenues over expenditures	(201,766)	(71,062)	29,543	(1,917,792)
Other financing sources (uses):				
Transfers in	1,654,255	-	-	-
Transfers out	(3,308,455)	-	(10,000)	-
Proceeds from sale of capital assets	49,989	-	-	-
Total other financing sources (uses)	(1,604,211)	-	(10,000)	-
Net change in fund balances	(1,805,977)	(71,062)	19,543	(1,917,792)
Fund balances (deficits), beginning of year	11,346,175	36,245	80,341	(128,266)
Fund balances (deficits), end of year	<u>\$ 9,540,198</u>	<u>\$ (34,817)</u>	<u>\$ 99,884</u>	<u>\$ (2,046,058)</u>

(Continued)

Special Revenue											
Child Advocacy Fund		Child Welfare Fund		Collector Tax Fee Fund		Community Mental Health Fund		COPS Grant Fund		County Bridge Fund	
\$	-	\$	-	\$	92,690	\$	-	\$	-	\$	3,208
	72,175		-		-		1,295,016		-		52,125
	-		-		-		-		368,423		26,495
	138		-		16,997		26,303		-		9,575
	-		-		-		-		-		-
	72,313		-		109,687		1,321,319		368,423		91,403
	-		-		2,666		-		-		-
	-		-		-		-		588,126		-
	-		647,734		-		-		-		-
	-		-		-		-		-		11,948
	72,702		-		-		1,462,315		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	72,702		647,734		2,666		1,462,315		588,126		11,948
	(389)		(647,734)		107,021		(140,996)		(219,703)		79,455
	-		647,751		-		-		200,000		-
	-		-		(490,000)		(23,837)		-		(4,455)
	-		-		-		-		-		-
	-		647,751		(490,000)		(23,837)		200,000		(4,455)
	(389)		17		(382,979)		(164,833)		(19,703)		75,000
	2,991		181		597,867		706,747		(13,794)		164,095
\$	2,602	\$	198	\$	214,888	\$	541,914	\$	(33,497)	\$	239,095

Rock Island County, Illinois

**Combining Statement of Revenues, Expenditures and Changes in
Fund Balances (Deficits) (Continued)
Nonmajor Governmental Funds
Year Ended November 30, 2006**

	Special Revenue			
	County Clerk Document Fund	County Extension Education Fund	County Health Fund	County Highway Fund
Revenues:				
Fees	\$ 34,542	\$ -	\$ 598,910	\$ 30,198
Property taxes	-	212,497	441,021	725,687
Intergovernmental	-	-	3,347,653	-
Investment earnings	5,762	408	31,800	36,814
Miscellaneous	-	-	6,075	584,084
Total revenues	40,304	212,905	4,425,459	1,376,783
Expenditures:				
Current:				
General government	11,200	-	-	-
Public safety	-	-	-	-
Judiciary and legal	-	-	-	-
Transportation and public works	-	-	-	929,435
Social services	-	214,059	4,315,523	-
Capital outlay	-	-	2,227	257,515
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	11,200	214,059	4,317,750	1,186,950
Excess (deficiency) of revenues over expenditures	29,104	(1,154)	107,709	189,833
Other financing sources (uses):				
Transfers in	-	-	13,463	-
Transfers out	(1,417)	-	-	(125,996)
Proceeds from sale of capital assets	-	-	373	49,616
Total other financing sources (uses)	(1,417)	-	13,836	(76,380)
Net change in fund balances	27,687	(1,154)	121,545	113,453
Fund balances (deficits), beginning of year	112,126	8,815	802,284	925,343
Fund balances (deficits), end of year	\$ 139,813	\$ 7,661	\$ 923,829	\$ 1,038,796

(Continued)

Special Revenue											
County Law Library Fund		Court Automation Fund		Court Document Storage Fund		Court Security Fund		Covemakers Buy-Out Fund		Federal Social Security Fund	
\$	98,565	\$	292,898	\$	286,623	\$	344,170	\$	-	\$	-
	-		-		-		-		-		1,062,443
	-		-		-		9,458		221,382		-
	4,192		24,809		16,751		3,222		-		17,257
	-		-		-		-		-		-
	102,757		317,707		303,374		356,850		221,382		1,079,700
	-		-		-		-		-		989,283
	-		-		-		-		41,956		-
	54,612		91,118		157,240		308,723		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		2,191		16,900		23,364		179,426		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	54,612		93,309		174,140		332,087		221,382		989,283
	48,145		224,398		129,234		24,763		-		90,417
	-		-		-		-		-		-
	-		(4,000)		(6,136)		(13,072)		-		-
	-		-		-		-		-		-
	-		(4,000)		(6,136)		(13,072)		-		-
	48,145		220,398		123,098		11,691		-		90,417
	62,528		439,515		301,792		77,823		-		646,021
\$	110,673	\$	659,913	\$	424,890	\$	89,514	\$	-	\$	736,438

Rock Island County, Illinois

**Combining Statement of Revenues, Expenditures and Changes in
Fund Balances (Deficits) (Continued)
Nonmajor Governmental Funds
Year Ended November 30, 2006**

	Special Revenue			
	FEMA GPS Grant Fund	GIS 2005 Fund	Hillsdale Special Service Area Fund	Illinois Municipal Retirement Fund
Revenues:				
Fees	\$ -	\$ 32,605	\$ -	\$ -
Property taxes	-	-	7,989	1,760,002
Intergovernmental	-	-	-	-
Investment earnings	-	6,335	2,878	29,685
Miscellaneous	-	-	-	-
Total revenues	-	38,940	10,867	1,789,687
Expenditures:				
Current:				
General government	-	270,419	-	1,675,888
Public safety	-	-	-	-
Judiciary and legal	-	-	-	-
Transportation and public works	-	-	160	-
Social services	-	-	-	-
Capital outlay	-	15,543	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	-	285,962	160	1,675,888
Excess (deficiency) of revenues over expenditures	-	(247,022)	10,707	113,799
Other financing sources (uses):				
Transfers in	-	293,320	-	-
Transfers out	-	(18,299)	-	-
Proceeds from sale of capital assets	-	-	-	-
Total other financing sources (uses)	-	275,021	-	-
Net change in fund balances	-	27,999	10,707	113,799
Fund balances (deficits), beginning of year	4,122	132,086	56,835	751,862
Fund balances (deficits), end of year	\$ 4,122	\$ 160,085	\$ 67,542	\$ 865,661

(Continued)

Special Revenue					
Workforce Investment Act Fund	Maintenance and Child Support Collection Fund	Evening Reporting Center Grant Fund	Metropolitan Enforcement Group Fund	Motor Fuel Fund	Nursing Home Tax Levy Fund
\$ -	\$ 103,072	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	1,687,898
2,266,801	4,617	45,450	79,977	2,807,721	-
-	-	469	-	204,654	3,236
-	-	-	-	4	-
2,266,801	107,689	45,919	79,977	3,012,379	1,691,134
-	-	-	-	-	-
-	-	-	79,977	-	-
-	160,612	59,164	-	-	-
-	-	-	-	2,219,792	-
2,266,801	-	-	-	-	-
-	-	-	-	1,303,463	-
-	-	-	-	-	-
-	-	-	-	-	-
2,266,801	160,612	59,164	79,977	3,523,255	-
-	(52,923)	(13,245)	-	(510,876)	1,691,134
-	-	17,749	-	-	297,255
-	-	-	-	-	(1,994,255)
-	-	-	-	-	-
-	-	17,749	-	-	(1,697,000)
-	(52,923)	4,504	-	(510,876)	(5,866)
-	122,332	1,212	-	3,697,108	66,848
\$ -	\$ 69,409	\$ 5,716	\$ -	\$ 3,186,232	\$ 60,982

Rock Island County, Illinois

**Combining Statement of Revenues, Expenditures and Changes in
Fund Balances (Deficits) (Continued)
Nonmajor Governmental Funds
Year Ended November 30, 2006**

	Special Revenue			
	Peer Justice Program Fund	Probation Services Fee Fund	Quad City Bomb Squad Fund	Oak Glen Home Activities Fund
Revenues:				
Fees	\$ -	\$ 419,184	\$ -	\$ -
Property taxes	-	-	-	-
Intergovernmental	-	19,500	-	-
Investment earnings	96	-	-	-
Miscellaneous	-	-	-	3,229
Total revenues	96	438,684	-	3,229
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	702	-
Judiciary and legal	-	299,546	-	-
Transportation and public works	-	-	-	-
Social services	-	-	-	3,474
Capital outlay	-	33,314	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	-	332,860	702	3,474
Excess (deficiency) of revenues over expenditures	96	105,824	(702)	(245)
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	-	(111,658)	-	-
Proceeds from sale of capital assets	-	-	-	-
Total other financing sources (uses)	-	(111,658)	-	-
Net change in fund balances	96	(5,834)	(702)	(245)
Fund balances (deficits), beginning of year	2,671	898,644	9,101	950
Fund balances (deficits), end of year	<u>\$ 2,767</u>	<u>\$ 892,810</u>	<u>\$ 8,399</u>	<u>\$ 705</u>

(Continued)

Special Revenue					
Oak Glen Home Grandparents Fund	Oak Glen Home Memorial Fund	County Indemnity Fund	Working Cash Fund	Recorders Document Fund	States Attorney Drug Enforcement Fund
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 14,813
-	-	-	-	-	-
-	-	-	-	-	-
-	150	-	22,188	875	-
13,549	23,702	-	-	-	-
13,549	23,852	-	22,188	875	14,813
-	-	-	-	206,740	-
-	-	-	-	-	-
-	-	-	-	-	10,188
-	-	-	-	-	-
17,601	2,238	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
17,601	2,238	-	-	206,740	10,188
(4,052)	21,614	-	22,188	(205,865)	4,625
-	-	-	-	184,717	-
-	-	-	-	(5,330)	-
-	-	-	-	-	-
-	-	-	-	179,387	-
(4,052)	21,614	-	22,188	(26,478)	4,625
8,963	18,819	3	453,631	31,876	21,128
\$ 4,911	\$ 40,433	\$ 3	\$ 475,819	\$ 5,398	\$ 25,753

Rock Island County, Illinois

**Combining Statement of Revenues, Expenditures and Changes in
Fund Balances (Deficits) (Continued)
Nonmajor Governmental Funds
Year Ended November 30, 2006**

	Special Revenue			
	Treasurer's Automation Fund	Veterans Assistance Fund	Zuma-Canoe Creek Special Service Area Fund	Sheriff Foreclosure Sale Fund
Revenues:				
Fees	\$ 33,983	\$ -	\$ -	\$ -
Property taxes	-	240,554	29,964	-
Intergovernmental	-	-	-	-
Investment earnings	3,717	2,873	4,589	-
Miscellaneous	-	754	-	1,854,355
Total revenues	37,700	244,181	34,553	1,854,355
Expenditures:				
Current:				
General government	10,529	-	-	1,761,387
Public safety	-	-	-	-
Judiciary and legal	-	-	-	-
Transportation and public works	-	-	2,956	-
Social services	-	235,157	-	-
Capital outlay	11,905	1,087	24,620	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	22,434	236,244	27,576	1,761,387
Excess (deficiency) of revenues over expenditures	15,266	7,937	6,977	92,968
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	15,266	7,937	6,977	92,968
Fund balances (deficits), beginning of year	90,896	98,785	100,680	64,997
Fund balances (deficits), end of year	<u>\$ 106,162</u>	<u>\$ 106,722</u>	<u>\$ 107,657</u>	<u>\$ 157,965</u>

Special Revenue					
Local Law Enforcement Grant Fund		Homeland Security Fund		Debt Service Fund	
\$	-	\$	-	\$	-
	-		-		1,503,495
	-		109,102		-
	-		-		2,883
	-		-		-
	-		109,102		1,506,378
	-		-		-
	-		4,440		-
	-		-		-
	-		-		-
	-		-		-
	-		90,608		-
	-		-		65,000
	-		-		776,195
	-		95,048		841,195
	-		14,054		665,183
	-		-		-
	-		-		(500,000)
	-		-		-
	-		-		(500,000)
	-		14,054		165,183
	16		468		(110,512)
\$	16	\$	14,522	\$	54,671

Rock Island County, Illinois

**Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Deficits) -
Budget and Actual - Nonmajor Governmental Funds
Year Ended November 30, 2006**

	Special Revenue			
	Animal Control Fund		Arrestee Medical Costs Fund	
	Budget	Actual	Budget	Actual
Revenues:				
Fees	\$ 526,000	\$ 331,679	\$ 10,000	\$ 25,453
Property taxes	-	-	-	-
Intergovernmental	-	-	-	-
Investment earnings	5,000	1,657	-	4,090
Miscellaneous	15,000	97,953	-	-
Total revenues	546,000	431,289	10,000	29,543
Expenditures:				
Current operating:				
Salaries and wages	222,692	211,863	-	-
Personal benefits	72,116	60,090	-	-
Supplies	105,592	100,903	-	-
Other services and charges	136,430	128,013	-	-
Capital outlay	1,483	1,482	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	538,313	502,351	-	-
Excess (deficiency) of revenues over expenditures	7,687	(71,062)	10,000	29,543
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	-	-	(10,000)	(10,000)
Issuance of debt	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
Total other financing sources (uses)	-	-	(10,000)	(10,000)
Net change in fund balances	\$ 7,687	(71,062)	\$ -	19,543
Fund balances (deficits), beginning of year		36,245		80,341
Fund balances (deficits), end of year		<u><u>\$ (34,817)</u></u>		<u><u>\$ 99,884</u></u>

(Continued)

Special Revenue					
Building Allocation Future Fund		Child Advocacy Fund		Child Welfare Fund	
Budget	Actual	Budget	Actual	Budget	Actual
\$ -	\$ -	\$ -	\$ -	\$ 25,000	\$ -
-	-	70,000	72,175	-	-
(200,000)	52,533	-	-	88,000	-
-	3,428	-	138	-	-
-	-	-	-	-	-
(200,000)	55,961	70,000	72,313	113,000	-
-	-	-	-	-	-
-	-	-	-	-	-
691	917	-	-	-	-
7,107	6,975	72,705	72,702	780,000	647,734
2,207,855	1,965,861	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
2,215,653	1,973,753	72,705	72,702	780,000	647,734
(2,415,653)	(1,917,792)	(2,705)	(389)	(667,000)	(647,734)
70,221	-	-	-	750,000	647,751
-	-	-	-	-	-
1,600,000	-	-	-	-	-
-	-	-	-	-	-
1,670,221	-	-	-	750,000	647,751
<u>\$ (745,432)</u>	<u>(1,917,792)</u>	<u>\$ (2,705)</u>	<u>(389)</u>	<u>\$ 83,000</u>	<u>17</u>
	(128,266)		2,991		181
<u>\$ (2,046,058)</u>		<u>\$ 2,602</u>		<u>\$ 198</u>	

Rock Island County, Illinois

**Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Deficits) -
Budget and Actual - Nonmajor Governmental Funds (Continued)
Year Ended November 30, 2006**

	Special Revenue			
	Collector Tax Fee Fund		Community Mental Health Fund	
	Budget	Actual	Budget	Actual
Revenues:				
Fees	\$ 90,000	\$ 92,690	\$ -	\$ -
Property taxes	-	-	1,301,000	1,295,016
Intergovernmental	-	-	-	-
Investment earnings	9,000	16,997	11,300	26,303
Miscellaneous	-	-	-	-
Total revenues	99,000	109,687	1,312,300	1,321,319
Expenditures:				
Current operating:				
Salaries and wages	-	-	33,650	33,133
Personal benefits	-	-	9,563	9,282
Supplies	-	-	670	128
Other services and charges	10,000	2,666	1,431,575	1,419,772
Capital outlay	-	-	792	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	10,000	2,666	1,476,250	1,462,315
Excess (deficiency) of revenues over expenditures	89,000	107,021	(163,950)	(140,996)
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	(490,000)	(490,000)	(23,837)	(23,837)
Issuance of debt	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
Total other financing sources (uses)	(490,000)	(490,000)	(23,837)	(23,837)
Net change in fund balances	\$ (401,000)	(382,979)	\$ (187,787)	(164,833)
Fund balances (deficits), beginning of year		597,867		706,747
Fund balances (deficits), end of year		<u>\$ 214,888</u>		<u>\$ 541,914</u>

(Continued)

Special Revenue					
COPS Grant Fund		County Bridge Fund		County Clerk Document Fund	
Budget	Actual	Budget	Actual	Budget	Actual
\$ -	\$ -	\$ -	\$ 3,208	\$ 29,000	\$ 34,542
-	-	50,000	52,125	-	-
357,005	368,423	-	26,495	-	-
-	-	1,500	9,575	2,600	5,762
-	-	-	-	-	-
357,005	368,423	51,500	91,403	31,600	40,304
423,241	422,766	20,300	2,521	-	-
165,361	165,360	700	699	-	-
-	-	25	23	-	-
-	-	180,425	8,705	26,743	11,200
-	-	100	-	55,000	-
-	-	-	-	-	-
-	-	-	-	-	-
588,602	588,126	201,550	11,948	81,743	11,200
(231,597)	(219,703)	(150,050)	79,455	(50,143)	29,104
200,000	200,000	-	-	-	-
-	-	(4,455)	(4,455)	(1,417)	(1,417)
-	-	-	-	-	-
-	-	-	-	-	-
200,000	200,000	(4,455)	(4,455)	(1,417)	(1,417)
<u>\$ (31,597)</u>	<u>(19,703)</u>	<u>\$ (154,505)</u>	<u>75,000</u>	<u>\$ (51,560)</u>	<u>27,687</u>
	(13,794)		164,095		112,126
<u>\$ (33,497)</u>		<u>\$ 239,095</u>		<u>\$ 139,813</u>	

Rock Island County, Illinois

**Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Deficits) -
Budget and Actual - Nonmajor Governmental Funds (Continued)
Year Ended November 30, 2006**

	Special Revenue			
	County Extension Education Fund		County Health Fund	
	Budget	Actual	Budget	Actual
Revenues:				
Fees	\$ -	\$ -	\$ 794,290	\$ 598,910
Property taxes	210,000	212,497	441,000	441,021
Intergovernmental	-	-	3,040,886	3,347,653
Investment earnings	-	408	5,200	31,800
Miscellaneous	-	-	100	6,075
Total revenues	210,000	212,905	4,281,476	4,425,459
Expenditures:				
Current operating:				
Salaries and wages	-	-	3,142,397	3,017,166
Personal benefits	-	-	408,245	394,114
Supplies	-	-	394,386	374,231
Other services and charges	214,100	214,059	624,215	530,012
Capital outlay	-	-	2,500	2,227
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	214,100	214,059	4,571,743	4,317,750
Excess (deficiency) of revenues over expenditures	(4,100)	(1,154)	(290,267)	107,709
Other financing sources (uses):				
Transfers in	-	-	-	13,463
Transfers out	-	-	-	-
Issuance of debt	-	-	-	-
Proceeds from sale of capital assets	-	-	100	373
Total other financing sources (uses)	-	-	100	13,836
Net change in fund balances	\$ (4,100)	(1,154)	\$ (290,167)	121,545
Fund balances (deficits), beginning of year		8,815		802,284
Fund balances (deficits), end of year		<u>\$ 7,661</u>		<u>\$ 923,829</u>

(Continued)

Special Revenue					
County Highway Fund		County Law Library Fund		Court Automation Fund	
Budget	Actual	Budget	Actual	Budget	Actual
\$ 11,274	\$ 30,198	\$ 76,800	\$ 98,565	\$ 160,000	\$ 292,898
725,000	725,687	-	-	-	-
-	-	-	-	3,000	-
25,000	36,814	-	4,192	10,000	24,809
765,000	584,084	-	-	-	-
1,526,274	1,376,783	76,800	102,757	173,000	317,707
515,119	501,691	7,000	7,000	-	-
129,294	83,522	1,262	1,254	10,000	-
304,250	249,743	41,452	41,093	45,062	27,072
123,175	94,479	18,078	5,265	80,438	64,046
259,580	257,515	4,708	-	100,000	2,191
-	-	-	-	-	-
-	-	-	-	-	-
1,331,418	1,186,950	72,500	54,612	235,500	93,309
194,856	189,833	4,300	48,145	(62,500)	224,398
-	-	-	-	-	-
(125,996)	(125,996)	-	-	(4,000)	(4,000)
-	-	-	-	-	-
40,800	49,616	-	-	5,000	-
(85,196)	(76,380)	-	-	1,000	(4,000)
<u>\$ 109,660</u>	<u>113,453</u>	<u>\$ 4,300</u>	<u>48,145</u>	<u>\$ (61,500)</u>	<u>220,398</u>
	925,343		62,528		439,515
	<u>\$ 1,038,796</u>		<u>\$ 110,673</u>		<u>\$ 659,913</u>

Rock Island County, Illinois

**Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Deficits) -
Budget and Actual - Nonmajor Governmental Funds (Continued)
Year Ended November 30, 2006**

	Special Revenue			
	Court Document Storage Fund		Court Security Fund	
	Budget	Actual	Budget	Actual
Revenues:				
Fees	\$ 193,485	\$ 286,623	\$ 334,000	\$ 344,170
Property taxes	-	-	-	-
Intergovernmental	-	-	9,458	9,458
Investment earnings	7,000	16,751	2,400	3,222
Miscellaneous	-	-	-	-
Total revenues	200,485	303,374	345,858	356,850
Expenditures:				
Current operating:				
Salaries and wages	88,061	71,995	344,006	245,244
Personal benefits	34,332	25,774	52,739	50,936
Supplies	15,750	23,718	2,550	-
Other services and charges	68,000	35,753	32,362	12,543
Capital outlay	97,500	16,900	40,364	23,364
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	303,643	174,140	472,021	332,087
Excess (deficiency) of revenues over expenditures	(103,158)	129,234	(126,163)	24,763
Other financing sources (uses):				
Transfers in	-	-	30,743	-
Transfers out	(6,136)	(6,136)	(13,072)	(13,072)
Issuance of debt	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
Total other financing sources (uses)	(6,136)	(6,136)	17,671	(13,072)
Net change in fund balances	\$ (109,294)	123,098	\$ (108,492)	11,691
Fund balances, beginning of year		301,792		77,823
Fund balances, end of year		<u>\$ 424,890</u>		<u>\$ 89,514</u>

(Continued)

Special Revenue					
Covemakers Buy-Out Fund		Federal Social Security Fund		GIS 2005 Fund	
Budget	Actual	Budget	Actual	Budget	Actual
\$ -	\$ -	\$ -	\$ -	\$ 33,000	\$ 32,605
-	-	1,065,000	1,062,443	-	-
529,426	221,382	-	-	-	-
-	-	5,000	17,257	5,000	6,335
-	-	-	-	-	-
529,426	221,382	1,070,000	1,079,700	38,000	38,940
-	-	-	-	185,261	185,244
-	-	1,083,858	989,283	54,924	54,875
-	-	-	-	1,385	1,165
350,000	41,956	-	-	29,745	29,135
179,426	179,426	-	-	15,544	15,543
-	-	-	-	-	-
-	-	-	-	-	-
529,426	221,382	1,083,858	989,283	286,859	285,962
-	-	(13,858)	90,417	(248,859)	(247,022)
-	-	-	-	280,000	293,320
-	-	-	-	(18,299)	(18,299)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	261,701	275,021
<u>\$ -</u>	<u>-</u>	<u>\$ (13,858)</u>	<u>90,417</u>	<u>\$ 12,842</u>	<u>27,999</u>
	-		646,021		132,086
<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ 736,438</u>	<u>\$ -</u>	<u>160,085</u>

Rock Island County, Illinois

**Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Deficits) -
Budget and Actual - Nonmajor Governmental Funds (Continued)
Year Ended November 30, 2006**

	Special Revenue			
	Hillsdale Special Service Area Fund		Illinois Municipal Retirement Fund	
	Budget	Actual	Budget	Actual
Revenues:				
Fees	\$ -	\$ -	\$ -	\$ -
Property taxes	8,000	7,989	1,764,014	1,760,002
Intergovernmental	-	-	-	-
Investment earnings	500	2,878	13,000	29,685
Miscellaneous	-	-	-	-
Total revenues	8,500	10,867	1,777,014	1,789,687
Expenditures:				
Current operating:				
Salaries and wages	2,500	-	-	-
Personal benefits	-	-	1,822,167	1,675,888
Supplies	-	-	-	-
Other services and charges	33,000	160	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	35,500	160	1,822,167	1,675,888
Excess (deficiency) of revenues over expenditures	(27,000)	10,707	(45,153)	113,799
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Issuance of debt	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	\$ (27,000)	10,707	\$ (45,153)	113,799
Fund balances (deficits), beginning of year		56,835		751,862
Fund balances (deficits), end of year		<u>\$ 67,542</u>		<u>\$ 865,661</u>

(Continued)

Special Revenue							
Maintenance and Child Support Collection Fund		Evening Reporting Center		Motor Fuel Fund			
Budget	Actual	Budget	Actual	Budget	Actual		
\$ 130,000	\$ 103,072	\$ -	\$ -	\$ -	\$ -		
-	-	-	-	-	-		
50,684	4,617	45,144	45,450	2,201,000	2,807,721		
-	-	-	469	15,000	204,654		
-	-	-	-	-	4		
180,684	107,689	45,144	45,919	2,216,000	3,012,379		
111,690	111,626	-	-	735,259	670,516		
43,889	43,882	-	-	402,362	274,040		
8,150	1,421	-	-	572,470	557,752		
6,250	3,683	61,800	59,164	745,000	717,484		
7,000	-	-	-	3,452,900	1,303,463		
-	-	-	-	-	-		
-	-	-	-	-	-		
176,979	160,612	61,800	59,164	5,907,991	3,523,255		
3,705	(52,923)	(16,656)	(13,245)	(3,691,991)	(510,876)		
-	-	15,050	17,749	-	-		
-	-	-	-	-	-		
-	-	-	-	-	-		
-	-	-	-	-	-		
-	-	15,050	17,749	-	-		
<u>\$ 3,705</u>	<u>(52,923)</u>	<u>\$ (1,606)</u>	<u>4,504</u>	<u>\$ (3,691,991)</u>	<u>(510,876)</u>		
	122,332		1,212		3,697,108		
	<u>\$ 69,409</u>		<u>\$ 5,716</u>		<u>\$ 3,186,232</u>		

Rock Island County, Illinois

**Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Deficits) -
Budget and Actual - Nonmajor Governmental Funds (Continued)
Year Ended November 30, 2006**

	Special Revenue			
	Nursing Home Tax Levy Fund		Peer Justice Program Fund	
	Budget	Actual	Budget	Actual
Revenues:				
Fees	\$ -	\$ -	\$ -	\$ -
Property taxes	1,695,000	1,687,898	-	-
Intergovernmental revenues	-	-	-	-
Investment earnings	-	3,236	-	96
Miscellaneous	-	-	-	-
Total revenues	1,695,000	1,691,134	-	96
Expenditures:				
Current operating:				
Salaries and wages	-	-	-	-
Personal benefits	-	-	-	-
Supplies	-	-	-	-
Other services and charges	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	1,695,000	1,691,134	-	96
Other financing sources (uses):				
Transfers in	-	297,255	-	-
Transfers out	(1,697,000)	(1,994,255)	-	-
Issuance of debt	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
Total other financing sources (uses)	(1,697,000)	(1,697,000)	-	-
Net change in fund balances	\$ (2,000)	(5,866)	\$ -	96
Fund balances (deficits), beginning of year		66,848		2,671
Fund balances (deficits), end of year		<u>\$ 60,982</u>		<u>\$ 2,767</u>

(Continued)

Special Revenue					
Probation Services Fee Fund		Quad City Bomb Squad Fund		Working Cash Fund	
Budget	Actual	Budget	Actual	Budget	Actual
\$ 584,360	\$ 419,184	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
19,500	19,500	-	-	-	-
-	-	-	-	10,500	22,188
-	-	-	-	-	-
603,860	438,684	-	-	10,500	22,188
-	-	-	-	-	-
140,734	28,220	-	-	-	-
73,817	43,856	710	702	-	-
329,414	227,470	2,890	-	-	-
36,955	33,314	500	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
580,920	332,860	4,100	702	-	-
22,940	105,824	(4,100)	(702)	10,500	22,188
-	-	2,665	-	-	-
(101,969)	(111,658)	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
(101,969)	(111,658)	2,665	-	-	-
<u>\$ (79,029)</u>	<u>(5,834)</u>	<u>\$ (1,435)</u>	<u>(702)</u>	<u>\$ 10,500</u>	<u>22,188</u>
	898,644		9,101		453,631
	<u>\$ 892,810</u>		<u>\$ 8,399</u>		<u>\$ 475,819</u>

Rock Island County, Illinois

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Deficits) -
Budget and Actual - Nonmajor Governmental Funds (Continued)
Year Ended November 30, 2006

	Special Revenue			
	Recorders Document Fund		States Attorney Drug Enforcement Fund	
	Budget	Actual	Budget	Actual
Revenues:				
Fees	\$ 201,847	\$ -	\$ (9,971)	\$ 14,813
Property taxes	-	-	-	-
Intergovernmental	-	-	-	-
Investment earnings	2,300	875	-	-
Miscellaneous	-	-	-	-
Total revenues	204,147	875	(9,971)	14,813
Expenditures:				
Current operating:				
Salaries and wages	43,638	43,301	-	-
Personal benefits	23,565	23,557	3,885	3,865
Supplies	8,152	8,143	3,349	3,234
Other services and charges	131,746	131,739	3,166	3,089
Capital outlay	7,200	-	1,100	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	214,301	206,740	11,500	10,188
Excess (deficiency) of revenues over expenditures	(10,154)	(205,865)	(21,471)	4,625
Other financing sources (uses):				
Transfers in	-	184,717	-	-
Transfers out	(5,330)	(5,330)	-	-
Issuance of debt	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
Total other financing sources (uses)	(5,330)	179,387	-	-
Net change in fund balances	\$ (15,484)	(26,478)	\$ (21,471)	4,625
Fund balances (deficits), beginning of year		31,876		21,128
Fund balances (deficits), end of year		<u>\$ 5,398</u>		<u>\$ 25,753</u>

(Continued)

Special Revenue					
Treasurer's Automation Fund		Veterans Assistance Fund		Zuma-Canoe Creek Special Service Area Fund	
Budget	Actual	Budget	Actual	Budget	Actual
\$ 30,000	\$ 33,983	\$ -	\$ -	\$ -	\$ -
-	-	240,000	240,554	30,000	29,964
-	-	-	-	-	-
1,400	3,717	900	2,873	1,000	4,589
-	-	-	754	-	-
31,400	37,700	240,900	244,181	31,000	34,553
-	-	74,628	73,980	5,000	2,319
2,312	1,046	32,307	32,281	-	-
4,070	1,353	2,237	2,089	4,625	292
8,461	8,130	140,879	126,807	7,405	345
16,707	11,905	1,090	1,087	24,620	24,620
-	-	-	-	-	-
-	-	-	-	-	-
31,550	22,434	251,141	236,244	41,650	27,576
(150)	15,266	(10,241)	7,937	(10,650)	6,977
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ (150)</u>	15,266	<u>\$ (10,241)</u>	7,937	<u>\$ (10,650)</u>	6,977
	90,896		98,785		100,680
<u>\$ 106,162</u>		<u>\$ 106,722</u>		<u>\$ 107,657</u>	

Rock Island County, Illinois

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Deficits) -
Budget and Actual - Nonmajor Governmental Funds (Continued)
Year Ended November 30, 2006

	Special Revenue			
	Local Law Enforcement Grant Fund		Homeland Security Fund	
	Budget	Actual	Budget	Actual
Revenues:				
Fees	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
Intergovernmental	-	-	95,055	109,102
Investment earnings	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	-	-	95,055	109,102
Expenditures:				
Current operating:				
Salaries and wages	-	-	-	-
Personal benefits	-	-	-	-
Supplies	-	-	821	4,440
Other services and charges	-	-	-	-
Capital outlay	-	-	94,234	90,608
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	-	-	95,055	95,048
Excess (deficiency) of revenues over expenditures	-	-	-	14,054
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Issuance of debt	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>14,054</u>
Fund balances (deficits), beginning of year		16		468
Fund balances (deficits), end of year		<u>\$ 16</u>		<u>\$ 14,522</u>

Debt Service Fund			
Budget		Actual	
\$	-	\$	-
	1,506,509		1,503,495
	-		-
	-		2,883
	-		-
	1,506,509		1,506,378
	-		-
	-		-
	-		-
	-		-
	-		-
	65,000		65,000
	949,197		776,195
	1,014,197		841,195
	492,312		665,183
	-		-
	(500,000)		(500,000)
	-		-
	-		-
	(500,000)		(500,000)
\$	(7,688)		165,183
			(110,512)
		\$	54,671

Rock Island County, Illinois

Combining Statement of Net Assets
Internal Service Funds
November 30, 2006

	Public Building Commission	Employee Health Benefits	Total
Assets			
Current assets:			
Cash and cash equivalents	\$ 1,721,619	\$ 1,046,541	\$ 2,768,160
Receivables:			
Accounts	-	925	925
Interest	-	2,032	2,032
Due from other funds	-	42,965	42,965
Due from other governmental units	-	25,523	25,523
Other assets	878,797	-	878,797
Total assets	\$ 2,600,416	\$ 1,117,986	\$ 3,718,402
Liabilities and Net Assets			
Current liabilities:			
Accounts payable	\$ 913	\$ -	\$ 913
Estimated claims settlement	-	481,000	481,000
Accrued liabilities	910,638	-	910,638
Total liabilities	911,551	481,000	1,392,551
Net assets, unrestricted	1,688,865	636,986	2,325,851
Total liabilities and net assets	\$ 2,600,416	\$ 1,117,986	\$ 3,718,402

Rock Island County, Illinois

Combining Statement of Revenues, Expenses and Changes in Net Assets
Governmental Activities - Internal Service Funds
Year Ended November 30, 2006

	Public Building Commission	Employee Health Benefits	Total
Operating revenue, charges for services	\$ 1,507,561	\$ 4,975,333	\$ 6,482,894
Operating expenses, other services and charges	532,115	4,453,544	4,985,659
Operating income	975,446	521,789	1,497,235
Nonoperating revenue:			
Investment earnings	65,758	32,177	97,935
Debt service expenditures	(1,175,100)	-	(1,175,100)
Total nonoperating revenue (expenses)	(1,109,342)	32,177	(1,077,165)
Income (loss) before transfers	(133,896)	553,966	420,070
Transfers in	-	400,000	400,000
Change in net assets	(133,896)	953,966	820,070
Total net assets, beginning of year	1,822,761	(316,980)	1,505,781
Total net assets, end of year	<u>\$ 1,688,865</u>	<u>\$ 636,986</u>	<u>\$ 2,325,851</u>

Rock Island County, Illinois

Combining Statement of Cash Flows
Governmental Activities - Internal Service Funds
Year Ended November 30, 2006

	Public Building Commission	Employee Health Benefits	Total
Cash flows from operating activities:			
Cash received from employee contributions and other charges	\$ -	\$ 4,974,240	\$ 4,974,240
Cash payments for claims	-	(4,539,545)	(4,539,545)
Cash received for jail lease	1,507,348	-	1,507,348
Cash payments for jail operations	(531,200)	-	(531,200)
Net cash provided by operating activities	976,148	434,695	1,410,843
Cash flows from noncapital financing activities:			
Interfund proceeds	-	296,035	296,035
Debt service payments on revenue bonds	(1,207,120)	-	(1,207,120)
Net cash provided by (used by) noncapital financing activities	(1,207,120)	296,035	(911,085)
Cash flows from investing activities; interest received	65,758	31,092	96,850
Net increase (decrease) in cash	(165,214)	761,822	596,608
Cash:			
Beginning	1,886,833	284,719	2,171,552
Ending	<u>\$ 1,721,619</u>	<u>\$ 1,046,541</u>	<u>\$ 2,768,160</u>
Reconciliation of operating income to net cash from operating activities:			
Operating income	\$ 975,446	\$ 521,789	\$ 1,497,235
Adjustments to reconcile operating income to net cash provided by operating activities:			
(Increase) decrease in:			
Receivables	-	11,884	11,884
Due from other governmental units	-	(12,977)	(12,977)
Other assets	3,232	-	3,232
Increase (decrease) in:			
Accounts payable	913	(86,001)	(85,088)
Accrued liabilities	(3,443)	-	(3,443)
Net cash provided by operating activities	\$ 976,148	\$ 434,695	\$ 1,410,843

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Rock Island County, Illinois

Combining Balance Sheet - Agency Funds
November 30, 2006

	Total	Circuit Clerk Fund	Circuit Clerk Probation Fund	County Clerk Redemption Fund
Assets				
Cash and cash equivalents	\$ 5,929,716	\$ 2,293,355	\$ 25	\$ 245,429
Receivables:				
Accounts receivable	287,452	-	-	-
Accrued interest receivable	319,249	-	-	-
Total assets	\$ 6,536,417	\$ 2,293,355	\$ 25	\$ 245,429
Liabilities				
Due to other governmental units	\$ 4,229,046	\$ 632,863	\$ -	\$ -
Due to individuals and private entities	2,307,033	1,660,492	25	245,429
Protested tax deposits	338	-	-	-
Total liabilities	\$ 6,536,417	\$ 2,293,355	\$ 25	\$ 245,429

(Continued)

County Collector's Fund	Emergency Telephone Service Fund	Inheritance Tax Fund	Jail Inmate Deposit Fund	Rock Island County Waste Management Agency Fund	Treasurer's Fund
\$ 1,322,014	\$ 914,106	\$ 31	\$ 4,229	\$ 268,064	\$ 208,057
-	160,492	8,641	1,416	68,591	-
311,131	3,902	-	-	1,236	-
<u>\$ 1,633,145</u>	<u>\$ 1,078,500</u>	<u>\$ 8,672</u>	<u>\$ 5,645</u>	<u>\$ 337,891</u>	<u>\$ 208,057</u>
\$ 1,632,807	\$ 1,078,500	\$ 8,672	\$ -	\$ 337,891	\$ -
-	-	-	5,645	-	208,057
338	-	-	-	-	-
<u>\$ 1,633,145</u>	<u>\$ 1,078,500</u>	<u>\$ 8,672</u>	<u>\$ 5,645</u>	<u>\$ 337,891</u>	<u>\$ 208,057</u>

Rock Island County, Illinois

Combining Balance Sheet - Agency Funds (Continued)

November 30, 2006

	Oak Glen Home Patient's Fund	Jail Commissary Fund	TBA Fund	Township Bridge Fund	Township Motor Fuel Tax Fund
Assets					
Cash and cash equivalents	\$ 13,654	\$ 54,743	\$ 118,480	\$ 26,791	\$ 460,738
Receivables:					
Accounts receivable	-	-	-	-	48,312
Accrued interest receivable	-	-	508	126	2,346
Total assets	\$ 13,654	\$ 54,743	\$ 118,988	\$ 26,917	\$ 511,396
Liabilities					
Due to other governmental units	\$ -	\$ -	\$ -	\$ 26,917	\$ 511,396
Due to individuals and private entities	13,654	54,743	118,988	-	-
Protested tax deposit	-	-	-	-	-
Total liabilities	\$ 13,654	\$ 54,743	\$ 118,988	\$ 26,917	\$ 511,396

Rock Island County, Illinois

Combining Statement of Changes in Assets and Liabilities -
Agency Funds
Year Ended November 30, 2006

	Balance November 30, 2005	Additions	Deletions	Balance November 30, 2006
Circuit Clerk Fund				
Assets , cash and cash equivalents	\$ 2,349,566	\$ 23,844,458	\$ 23,900,669	\$ 2,293,355
Liabilities				
Due to other governmental units	\$ 591,527	\$ 8,114,474	\$ 8,073,138	\$ 632,863
Due to individuals and private entities	1,758,039	14,481,269	14,578,816	1,660,492
Maintenance/child support deposits	-	424,750	424,750	-
Total liabilities	\$ 2,349,566	\$ 23,020,493	\$ 23,076,704	\$ 2,293,355
Circuit Clerk Probation Fund				
Assets , cash and cash equivalents	\$ 50	\$ 13,460	\$ 13,485	\$ 25
Liabilities , due to individuals and private entities	\$ 50	\$ 13,460	\$ 13,485	\$ 25
County Clerk Redemption Fund				
Assets , cash and cash equivalents	\$ 313,830	\$ 4,188,185	\$ 4,256,586	\$ 245,429
Liabilities , due to individuals and private entities	\$ 313,830	\$ 4,188,185	\$ 4,256,586	\$ 245,429
County Collector's Fund				
Assets				
Cash and cash equivalents	\$ 3,013,787	\$ 301,732,832	\$ 303,424,605	\$ 1,322,014
Accrued interest receivable	246,509	311,131	246,509	311,131
Total assets	\$ 3,260,296	\$ 302,043,963	\$ 303,671,114	\$ 1,633,145
Liabilities				
Due to other governmental units	\$ 3,260,296	\$ 302,043,625	\$ 303,671,114	\$ 1,632,807
Protested tax deposits	-	338	-	338
Total liabilities	\$ 3,260,296	\$ 302,043,963	\$ 303,671,114	\$ 1,633,145

(Continued)

Rock Island County, Illinois

**Combining Statement of Changes in Assets and Liabilities -
Agency Funds (Continued)
Year Ended November 30, 2006**

	Balance November 30, 2005	Additions	Deletions	Balance November 30, 2006
Emergency Telephone Service Fund				
Assets				
Cash and cash equivalents	\$ 629,086	\$ 2,709,214	\$ 2,424,194	\$ 914,106
Accounts receivable	129,918	160,492	129,918	160,492
Accrued interest receivable	38,100	3,902	38,100	3,902
Total assets	\$ 797,104	\$ 2,873,608	\$ 2,592,212	\$ 1,078,500
Liabilities, due to other governmental units				
	\$ 797,104	\$ 2,873,608	\$ 2,592,212	\$ 1,078,500
Employee Indebtedness Fund				
Assets, cash and cash equivalents				
	\$ -	\$ 53,456	\$ 53,456	\$ -
Liabilities, due to individuals and private entities				
	\$ -	\$ 53,456	\$ 53,456	\$ -
Inheritance Tax Fund				
Assets				
Cash and cash equivalents	\$ 285,721	\$ 3,377,852	\$ 3,663,542	\$ 31
Accounts receivable	8,641	-	-	8,641
Total assets	\$ 294,362	\$ 3,377,852	\$ 3,663,542	\$ 8,672
Liabilities, due to other governmental units				
	\$ 294,362	\$ 3,377,852	\$ 3,663,542	\$ 8,672
Jail Inmate Deposit Fund				
Assets				
Cash and cash equivalents	\$ 13,456	\$ 797,401	\$ 806,628	\$ 4,229
Accounts receivable	3,598	1,416	3,598	1,416
Total assets	\$ 17,054	\$ 798,817	\$ 810,226	\$ 5,645
Liabilities, due to individuals and private entities				
	\$ 17,054	\$ 798,817	\$ 810,226	\$ 5,645

(Continued)

Rock Island County, Illinois

Combining Statement of Changes in Assets and Liabilities -
Agency Funds (Continued)
Year Ended November 30, 2006

	Balance November 30, 2005	Additions	Deletions	Balance November 30, 2006
Rock Island County Waste Management Agency Fund				
Assets				
Cash and cash equivalents	\$ 429,906	\$ 1,254,579	\$ 1,416,421	\$ 268,064
Accounts receivable	68,024	68,591	68,024	68,591
Accrued interest receivable	1,425	1,236	1,425	1,236
Total assets	\$ 499,355	\$ 1,324,406	\$ 1,485,870	\$ 337,891
Liabilities, due to other governmental units	\$ 499,355	\$ 1,324,406	\$ 1,485,870	\$ 337,891
Treasurer's Fund				
Assets, cash and cash equivalents	\$ 101,620	\$ 420,160	\$ 313,723	\$ 208,057
Liabilities, due to individuals and private entities	\$ 101,620	\$ 420,160	\$ 313,723	\$ 208,057
Oak Glen Home Patient's Fund				
Assets, cash and cash equivalents	\$ 10,796	\$ 216,365	\$ 213,507	\$ 13,654
Liabilities, due to individuals and private entities	\$ 10,796	\$ 216,365	\$ 213,507	\$ 13,654
Jail Commissary Fund				
Assets, cash and cash equivalents	\$ 40,948	\$ 230,706	\$ 216,911	\$ 54,743
Liabilities, due to individuals and private entities	\$ 40,948	\$ 230,706	\$ 216,911	\$ 54,743

(Continued)

Rock Island County, Illinois

**Combining Statement of Changes in Assets and Liabilities -
Agency Funds (Continued)
Year Ended November 30, 2006**

	Balance November 30, 2005	Additions	Deletions	Balance November 30, 2006
TBA Fund				
Assets				
Cash and cash equivalents	\$ 110,693	\$ 53,070	\$ 45,283	\$ 118,480
Accounts receivable	7,334	-	7,334	-
Accrued interest receivable	344	508	344	508
Total assets	\$ 118,371	\$ 53,578	\$ 52,961	\$ 118,988
Liabilities, due to individuals and private entities				
	\$ 118,371	\$ 53,578	\$ 52,961	\$ 118,988
Township Bridge Fund				
Assets				
Cash and cash equivalents	\$ 30,458	\$ 9,431	\$ 13,098	\$ 26,791
Accrued interest receivable	96	126	96	126
Total assets	\$ 30,554	\$ 9,557	\$ 13,194	\$ 26,917
Liabilities, due to other governmental units				
	\$ 30,554	\$ 9,557	\$ 13,194	\$ 26,917
Township Motor Fuel Tax Fund				
Assets				
Cash and cash equivalents	\$ 462,998	\$ 1,752,567	\$ 1,754,827	\$ 460,738
Accounts receivable	49,145	48,312	49,145	48,312
Accrued interest receivable	1,633	2,346	1,633	2,346
Total assets	\$ 513,776	\$ 1,803,225	\$ 1,805,605	\$ 511,396
Liabilities, due to other governmental units				
	\$ 513,776	\$ 1,803,225	\$ 1,805,605	\$ 511,396
Totals - All Agency Funds				
Assets				
Cash and cash equivalents	\$ 7,792,915	\$ 340,653,736	\$ 342,516,935	\$ 5,929,716
Accounts receivable	266,660	278,811	258,019	287,452
Accrued interest receivable	288,107	319,249	288,107	319,249
Total assets	\$ 8,347,682	\$ 341,251,796	\$ 343,063,061	\$ 6,536,417
Liabilities				
Due to other governmental units	\$ 5,986,974	\$ 319,546,747	\$ 321,304,675	\$ 4,229,046
Due to individuals and private entities	2,360,708	20,455,996	20,509,671	2,307,033
Maintenance/child support deposits	-	424,750	424,750	-
Protested tax deposits	-	338	-	338
Total liabilities	\$ 8,347,682	\$ 340,427,831	\$ 342,239,096	\$ 6,536,417

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.	104 - 110
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).	111 - 117
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.	118 - 122
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.	123 - 127
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.	128 - 134

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual report for the relevant year. The County implemented GASB 34 in fiscal year 2003; schedules presenting government-wide information include information beginning in that year.

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Rock Island County, Illinois

Net Assets by Component
Last Four Fiscal Years*
(accrual basis of accounting)
(Unaudited)

	Fiscal Year			
	2003	2004	2005	2006
Governmental activities:				
Invested in capital assets, net of related debt	\$ 41,436,253	\$ 42,261,065	\$ 48,006,622	\$ 54,083,699
Restricted for:				
Employee benefits	-	-	3,160,016	1,602,099
Social services	-	-	1,686,470	1,643,710
Transportation and public works	-	-	4,944,061	4,639,322
Debt service	-	-	(110,512)	54,671
Tort liability	825,609	1,371,658	1,262,103	960,057
Capital improvements	-	-	256,465	2,079,454
Unrestricted	19,727,475	21,385,100	10,869,390	12,929,582
Total governmental activities				
net assets	\$ 61,989,337	\$ 65,017,823	\$ 70,074,615	\$ 77,992,594

GASB Statement No. 34 implemented in fiscal year 2003.

Source: County records.

Rock Island County, Illinois

Changes in Net Assets Last Four Fiscal Years* (accrual basis of accounting) (Unaudited)

	Fiscal Year			
	2003	2004	2005	2006
Expenses:				
Governmental activities:				
General government	\$ 8,129,706	\$ 9,040,086	\$ 9,773,592	\$ 12,449,672
Public safety	6,478,503	7,857,896	9,230,103	6,912,721
Corrections	5,254,354	3,660,800	3,594,431	3,449,301
Judiciary and legal	5,515,196	5,662,364	5,655,496	6,910,035
Transportation and public works	3,856,972	2,101,191	3,116,774	3,908,958
Social services	13,765,742	14,771,782	18,624,769	17,521,780
Culture and recreation	2,181,568	2,289,551	2,519,529	2,773,705
Debt service, interest on long-term debt	581,800	562,774	112,947	1,744,565
Total governmental activities expenses	45,763,841	45,946,444	52,627,641	55,670,737
Program revenues:				
Governmental activities:				
Charges for sales and services	17,071,374	17,322,043	19,264,641	18,627,552
Operating grants and contributions	8,171,416	8,591,721	11,092,696	11,288,532
Capital grants and contributions	-	53,971	909,528	4,743,695
Total governmental activities program revenues	25,242,790	25,967,735	31,266,865	34,659,779
Net (expense)/revenue, governmental activities	(20,521,051)	(19,978,709)	(21,360,776)	(21,010,958)
General revenues and other changes in net assets:				
Governmental activities:				
Taxes:				
Property taxes	14,772,177	15,559,590	15,934,655	16,598,792
Intergovernmental revenue	9,551,098	-	-	-
Motor fuel tax	-	2,736,177	-	2,470,733
Replacement tax	-	1,553,641	2,296,670	4,564,481
Sales and use taxes	-	4,255,799	4,141,767	1,605,688
Income tax	-	1,246,329	1,463,456	461,918
Other	-	304,349	1,120,773	1,219,509
Investment earnings	410,735	449,719	717,808	1,221
Gain on disposal of capital assets	-	10,980	14,716	-
Loss on disposal of capital assets	(16,778)	-	-	-
Internal transfers - blended component unit	(50,390)	(20,257)	-	-
Transfers to discretely presented component unit	(2,922,651)	(3,214,377)	-	-
Miscellaneous	607,876	125,245	166,983	2,006,595
Total governmental activities	22,352,067	23,007,195	25,856,828	28,928,937
Change in net assets, governmental activities	\$ 1,831,016	\$ 3,028,486	\$ 4,496,052	\$ 7,917,979

GASB Statement No. 34 implemented in fiscal year 2003.

Source: County records.

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Rock Island County, Illinois

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

	Fiscal Year			
	1997	1998	1999*	2000
General Fund:				
Reserved:				
Tort liability	\$ -	\$ -	\$ -	\$ 414,235
Advances	-	-	-	-
Other assets	-	-	-	-
Capital improvements	-	-	-	-
Employee health claims	-	-	-	-
Unreserved, undesignated	2,313,009	4,411,025	4,063,707	3,156,268
Total general fund	2,313,009	4,411,025	4,063,707	3,570,503
All other governmental funds:				
Reserved for:				
Advances	-	-	-	-
Other assets	-	-	-	-
Capital projects/improvements	1,634	9,139,247	9,755,743	2,073,187
Contributed capital	-	-	-	-
Employee health claims	-	-	-	-
Special revenue funds	6,548,725	7,850,979	8,298,453	10,604,860
Debt service fund	2,167,892	629,942	1,511,202	1,657,147
Total all other governmental funds	8,718,251	17,620,168	19,565,398	14,335,194
Total fund balances	\$ 11,031,260	\$ 22,031,193	\$ 23,629,105	\$ 17,905,697

Source: County records.

Fiscal Year					
2001	2002	2003	2004	2005	2006
\$ 469,064	\$ 239,697	\$ 825,609	\$ 1,371,658	\$ 1,262,103	\$ 960,057
-	-	76,675	-	-	-
-	-	-	-	215,136	187,350
-	-	-	-	-	-
859,052	-	-	-	-	-
3,514,943	3,259,848	4,497,139	4,938,930	5,357,539	7,559,063
4,843,059	3,499,545	5,399,423	6,310,588	6,834,778	8,706,470
-	-	1,000	1,000	1,000	-
-	-	-	-	59,311	64,412
426,668	-	-	-	256,465	2,079,454
-	700,654	-	-	-	-
-	(190,606)	-	-	-	-
12,298,346	15,553,763	15,545,354	16,606,382	15,137,179	12,193,244
1,214,900	94,742	-	65,654	(110,512)	54,671
13,939,914	16,158,553	15,546,354	16,673,036	15,343,443	14,391,781
\$ 18,782,973	\$ 19,658,098	\$ 20,945,777	\$ 22,983,624	\$ 22,178,221	\$ 23,098,251

Rock Island County, Illinois

Changes in Fund Balances, Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

(Unaudited)

	Fiscal Year			
	1997	1998	1999*	2000
Revenues:				
Fees	\$ 11,932,303	\$ 12,410,884	\$ 12,033,898	\$ 11,796,168
Property taxes	8,966,308	9,866,851	9,694,638	11,318,235
Intergovernmental	15,182,619	15,925,952	16,778,326	19,374,924
Investment earnings	612,394	885,574	1,181,981	1,357,871
Miscellaneous	877,565	995,728	861,066	1,143,380
Total revenues	37,571,189	40,084,989	40,549,909	44,990,578
Expenditures:				
General government	5,582,658	6,346,498	6,825,789	7,607,821
Social services	10,826,156	11,186,319	11,859,071	11,984,413
Public safety and corrections	6,268,292	6,824,902	9,911,025	16,625,230
Transportation and public works	3,314,767	2,996,873	3,228,635	3,489,605
Judiciary and legal/legislative	4,798,276	5,135,303	5,762,209	6,080,328
Debt service	1,125,532	2,146,618	433,214	1,045,778
Culture and recreation	1,612,777	1,783,893	1,808,703	2,129,367
Capital projects	-	-	-	-
Total expenditures	33,528,458	36,420,406	39,828,646	48,962,542
Excess of revenues over (under) expenditures	4,042,731	3,664,583	721,263	(3,971,964)
Other financing sources (uses):				
Proceeds from installment purchase	-	-	-	288,079
Transfers in	1,266,412	2,666,024	1,881,715	4,171,557
Transfers out	(1,230,032)	(2,683,864)	(1,866,455)	(4,179,957)
Transfers to component units	(1,651,209)	(2,288,420)	(2,138,611)	(2,031,123)
Issuance of debt	-	9,641,610	3,000,000	-
Proceeds from refunded bond escrow agent	-	-	-	-
Bond premiums	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
Total other financing sources (uses)	(1,614,829)	7,335,350	876,649	(1,751,444)
Net change in fund balances	2,427,902	10,999,933	1,597,912	(5,723,408)
Fund balances, beginning of year	8,603,358	11,031,260	22,031,193	23,629,105
Residual equity transfer in	-	-	-	1,634
Residual equity transfer (out)	-	-	-	(1,634)
Fund balances, end of year	\$ 11,031,260	\$ 22,031,193	\$ 23,629,105	\$ 17,905,697

Source: County records.

Fiscal Year					
2001	2002	2003	2004	2005	2006
\$ 15,784,959	\$ 13,874,943	\$ 14,674,377	\$ 15,268,162	\$ 16,456,235	\$ 17,759,888
12,396,471	14,104,210	14,772,177	15,559,590	15,934,655	16,598,792
17,465,956	19,159,055	17,590,909	18,088,989	20,281,552	21,170,873
935,077	432,234	377,797	424,026	667,079	1,121,574
1,296,720	1,013,244	1,320,233	2,490,276	2,965,727	2,937,621
47,879,183	48,583,686	48,735,493	51,831,043	56,305,248	59,588,748
10,924,582	8,391,854	7,694,734	9,991,659	12,740,846	11,808,995
11,913,029	11,981,807	12,652,077	13,402,015	17,201,590	17,636,693
9,607,304	11,090,967	9,065,904	9,641,845	10,772,145	10,052,132
3,330,189	3,941,077	4,887,316	3,518,467	5,686,085	3,164,291
6,494,127	6,766,339	6,805,634	6,828,921	7,086,828	6,911,813
1,257,248	-	997,992	998,302	1,393,787	841,195
2,043,844	2,198,022	2,138,622	2,248,809	2,590,083	2,605,680
-	-	-	-	-	7,091,323
45,570,323	44,370,066	44,242,279	46,630,018	57,471,364	60,112,122
2,308,860	4,213,620	4,493,214	5,201,025	(1,166,116)	(523,374)
-	-	-	-	-	-
2,593,283	4,884,129	3,715,314	3,707,463	5,340,737	4,506,909
(2,593,283)	(4,578,578)	(3,765,704)	(3,727,720)	(5,340,737)	(4,906,909)
(2,355,186)	(3,359,158)	(2,922,651)	(3,214,377)	-	-
-	-	-	-	9,020,000	1,750,460
-	-	-	-	(8,921,030)	-
-	-	-	-	114,462	-
-	-	-	71,456	48,080	92,944
(2,355,186)	(3,053,607)	(2,973,041)	(3,163,178)	261,512	1,443,404
(46,326)	1,160,013	1,520,173	2,037,847	(904,604)	920,030
18,099,552	18,783,488	19,425,603	20,945,777	23,082,825	22,178,221
729,747	1,585,472	-	-	-	-
-	(2,380,923)	-	-	-	-
\$ 18,782,973	\$ 19,148,050	\$ 20,945,776	\$ 22,983,624	\$ 22,178,221	\$ 23,098,251

Rock Island County, Illinois

Program Revenues by Function/Program

Last Four Fiscal Years*

(accrual basis of accounting)

(Unaudited)

Function / Program	Fiscal Year			
	2003	2004	2005	2006
Governmental activities:				
General government	\$ 2,965,063	\$ 3,155,581	\$ 2,975,134	\$ 3,532,475
Public safety	1,763,578	3,297,483	4,428,982	3,230,077
Corrections	3,206,102	1,774,213	2,000,036	1,940,339
Judiciary and legal	2,539,182	2,891,449	3,079,976	3,515,927
Transportation and public works	252,304	240,620	3,716,488	6,914,858
Social services	13,271,795	13,359,217	13,538,192	13,152,652
Culture and recreation	1,244,766	1,249,172	1,528,057	2,373,451
Debt service, interest on long-term debt	-	-	-	-
Total governmental activities	25,242,790	25,967,735	31,266,865	34,659,779
Component unit	259,830	102,825	3,047,751	2,537,255
Total government	\$ 25,502,620	\$ 26,070,560	\$ 34,314,616	\$ 37,197,034

GASB Statement No. 34 implemented in fiscal year 2003.

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
1997	\$ 7,363,780	\$ 1,389,044	\$ 4,387,691	\$ 1,185,508	\$ 696,957	\$ 15,022,980
1998	8,997,905	1,440,762	3,895,569	1,404,548	591,905	16,330,689
1999	7,652,952	1,225,011	3,965,545	1,466,870	219,054	14,529,432
2000	8,877,254	1,578,402	4,144,849	1,573,168	264,766	16,438,439
2001	10,122,243	1,435,339	4,080,353	1,489,857	184,916	17,312,708
2002	11,504,102	1,140,636	3,941,073	1,285,503	144,886	18,016,200
2003	14,772,177	1,193,968	3,854,654	1,215,283	183,411	21,219,493
2004	15,559,590	1,553,641	4,255,799	1,246,329	304,349	22,919,708
2005	15,934,655	2,296,670	4,141,767	1,463,456	1,120,773	24,957,321
2006	16,598,792	2,470,733	4,564,481	1,605,688	461,918	25,701,612

Source: County records.

Rock Island County, Illinois

Assessed Value and Actual Value of Taxable Property

Last Ten Fiscal Years

(in thousands of dollars)

(Unaudited)

Fiscal Year	Real Property		Railroad Property	
	Taxable Value	Assessed Value (1)	Taxable Value	Assessed Value (1)
1996-97	\$ 1,345,444,269	\$ 4,036,332,807	\$ 1,627,829	\$ 4,883,487
1997-98	1,452,201,942	4,356,605,826	2,411,490	7,234,470
1998-99	1,502,410,488	4,507,231,464	3,072,156	9,216,468
1999-00	1,825,794,261	5,477,382,783	3,513,743	10,541,229
2000-01	1,681,147,034	5,043,441,102	3,661,274	10,983,822
2001-02	1,781,634,789	5,344,904,367	3,849,928	11,549,784
2002-03	1,901,430,958	5,704,292,874	3,463,741	10,391,223
2003-04	2,011,203,439	6,034,213,738	3,463,739	10,391,217
2004-05	2,015,104,855	6,045,919,157	3,457,295	10,371,885
2005-06	2,136,061,643	6,408,825,812	3,183,529	9,550,587

Fiscal Year	Total		Ratio of Taxable to Assessed Value	Tax Increment Financing District Values
	Taxable Value	Assessed Value (1)		
1996-97	\$ 1,347,072,098	\$ 4,041,216,294	0.3%	\$ 23,208,562
1997-98	1,454,613,432	4,363,840,296	0.3	33,498,314
1998-99	1,505,482,644	4,516,447,932	0.3	42,816,631
1999-00	1,829,308,004	5,487,924,012	0.3	47,100,898
2000-01	1,684,808,308	5,054,424,924	0.3	60,073,619
2001-02	1,785,484,717	5,356,454,151	0.3	74,227,817
2002-03	1,904,894,699	5,714,684,097	0.3	86,336,808
2003-04	2,014,667,178	6,044,604,955	0.3	90,239,180
2004-05	2,018,562,150	6,056,291,042	0.3	111,397,463
2005-06	2,139,245,172	6,418,376,399	0.3	129,144,903

(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
(in thousands of dollars)
(Unaudited)

Taxpayer	2006		
	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value
Commonwealth Edison	\$ 100,000,000	1	4.68%
Deere & Co.	38,325,593	2	1.79
Sdg Macerich/South Park Mall	12,432,427	3	0.58
Modern Woodmen	8,399,160	4	0.39
Thoms-Proestler Co.	5,299,525	5	0.25
Barjan Products	4,693,660	6	0.22
Cordova Energy	4,344,539	7	0.20
IBP	4,130,478	8	0.19
Heritage Plaza	3,483,519	9	0.16
Wal-Mart	3,426,576	10	0.16
2006 Total	\$ 184,535,477		8.62%
Taxpayer	1997		
	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value
Commonwealth Edison	\$ 62,397,507	1	4.64%
Deere & Co.	24,794,427	2	1.84
Equitable Las/South Park Mall	11,281,237	3	0.84
JI Case Co.	5,675,137	4	0.42
Thoms-Proestler Co.	4,653,058	5	0.35
IBP	4,220,918	6	0.31
Moline Hotel	2,692,004	7	0.20
HDC, Inc.	2,689,819	8	0.20
3M	2,607,356	9	0.19
Friendship Manor	2,533,080	10	0.19
2006 Total	\$ 123,544,543		9.18%

Source: County Assessor

Rock Island County, Illinois

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

Fiscal Year Ended June 30	Total Tax Levy (Extended)	Current Tax Collections	Percentage of Levy to Collections	Delinquent Tax Collections (Forfeitures Paid)	Total Tax Collections	Collections as Percentage of Current Levy	Delinquent Taxes (Forfeited)	As Percentage of Current Levy
1996-97	\$ 110,908,834	\$ 110,504,831	99.64%	\$ 38,044	\$ 110,542,875	99.67%	\$ 147,342	0.13%
1997-98	117,804,753	117,550,986	99.78	51,057	117,602,043	99.83	180,210	0.15
1998-99	122,825,747	122,436,078	99.68	45,694	122,481,772	99.72	194,142	0.16
1999-00	129,943,813	129,453,960	99.62	87,090	129,541,050	99.69	192,627	0.15
2000-01	135,346,854	135,707,481	100.27	51,736	135,759,217	100.30	245,017	0.18
2001-02	146,536,668	146,122,785	99.72	175,026	146,297,811	99.84	585,345	0.40
2002-03	156,226,647	155,477,670	99.52	125,050	155,602,720	99.60	638,194	0.41
2003-04	165,180,140	164,601,896	99.65	651,723	165,253,619	100.04	249,101	0.15
2004-05	168,591,240	167,968,745	99.63	331,766	168,300,511	99.83	197,702	0.12
2005-06	178,173,536	177,161,043	99.43	156,833	177,317,876	99.52	185,441	0.10

Source:

Tax Settlement Book Treasurer's Office

Total Levy Sheet Treasurer's Office

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
2005-06:							
City	2.43820	1.95940	1.88220	1.88220	1.92200	1.92200	0.89660
Black Hawk College	0.41450	0.41450	0.41450	0.41450	0.41450	0.41450	0.41450
School District	5.14520	5.15080	3.74760	1.99060	3.53340	1.99060	5.14520
Forest Preserve	0.06920	0.06920	0.06920	0.06920	0.06920	0.06920	0.06920
County	0.72840	0.72840	0.72840	0.72840	0.72840	0.72840	0.72840
Total levy	8.79550	8.32230	6.84190	5.08490	6.66750	5.12470	7.25390
Ratio of County to totals	0.08282	0.08752	0.10646	0.14325	0.10925	0.14214	0.10041
2004-05:							
City	2.57300	1.91160	1.86460	1.86460	1.88600	1.88600	0.88960
Black Hawk College	0.40210	0.40210	0.40210	0.40210	0.40210	0.40210	0.40210
School District	5.17140	5.11080	3.71500	2.01640	3.53900	2.01640	5.17140
Forest Preserve	0.06980	0.06980	0.06980	0.06980	0.06980	0.06980	0.06980
County	0.73420	0.73420	0.73420	0.73420	0.73420	0.73420	0.73420
Total levy	8.95050	8.22850	6.78570	5.08710	6.63110	5.10850	7.26710
Ratio of County to totals	0.08203	0.08923	0.10820	0.14433	0.11072	0.14372	0.10103
2003-04:							
City	2.49320	1.89880	1.75560	1.75560	1.71720	1.75560	0.84080
Black Hawk College	0.37400	0.37400	0.37400	0.37400	0.37400	0.37400	0.37400
School District	5.11360	5.26120	3.64660	1.99200	3.47120	1.99200	5.11360
Forest Preserve	0.06640	0.06640	0.06640	0.06640	0.06640	0.06640	0.06640
County	0.70820	0.70820	0.70820	0.70820	0.70820	0.70820	0.70820
Total levy	8.75540	8.30860	6.55080	4.89620	6.33700	4.89620	7.10300
Ratio of County to totals	0.08089	0.08524	0.10811	0.14464	0.11176	0.14464	0.09970
2002-03:							
City	2.51180	1.89300	1.76620	1.76620	1.73740	1.73740	0.82420
Black Hawk College	0.36710	0.36710	0.36710	0.36710	0.36710	0.36710	0.36710
School District	5.11660	5.25360	3.60580	1.97860	3.37240	1.97860	5.11660
Forest Preserve	0.06660	0.06660	0.06660	0.06660	0.06660	0.06660	0.06660
County	0.71840	0.71840	0.71840	0.71840	0.71840	0.71840	0.71840
Total levy	8.78050	8.29870	6.52410	4.89690	6.26190	4.86810	7.09290
Ratio of County to totals	0.08182	0.08657	0.11011	0.14671	0.11473	0.14757	0.10128

(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
2001-02:							
City	2.54200	1.90040	1.77940	1.77940	1.56120	1.56120	0.82600
Black Hawk College	0.36630	0.36630	0.36630	0.36630	0.36630	0.36630	0.36630
School District	5.06720	5.30900	3.58580	1.94600	3.35780	1.94600	5.06720
Forest Preserve	0.06720	0.06720	0.06720	0.06720	0.06720	0.06720	0.06720
County	0.73280	0.73280	0.73280	0.73280	0.73280	0.73280	0.73280
Total levy	8.77550	8.37570	6.53150	4.89170	6.08530	4.67350	7.05950
Ratio of County to totals	0.08351	0.08749	0.11219	0.14980	0.12042	0.15680	0.10380
2000-01:							
City	2.60840	1.88640	1.73760	1.73760	1.58580	1.58580	0.84480
Black Hawk College	0.33810	0.33810	0.33810	0.33810	0.33810	0.33810	0.33810
School District	5.07400	5.29960	3.59860	1.92140	3.09580	1.92140	5.07400
Forest Preserve	0.06500	0.06500	0.06500	0.06500	0.06500	0.06500	0.06500
County	0.67600	0.67600	0.67600	0.67600	0.67600	0.67600	0.67600
Total levy	8.76150	8.26510	6.41530	4.73810	5.76070	4.58630	6.99790
Ratio of County to totals	0.07716	0.08179	0.10537	0.14267	0.11735	0.14740	0.09660
1999-00:							
City	2.77060	1.93720	1.80020	1.80020	1.62760	1.62760	0.86800
Black Hawk College	0.34070	0.34070	0.34070	0.37040	0.34070	0.34070	0.34070
School District	5.09920	5.33180	3.66420	1.97680	3.44200	1.97680	5.09920
Forest Preserve	0.05720	0.05720	0.05720	0.05720	0.05720	0.05720	0.05720
County	0.65280	0.65280	0.65280	0.65280	0.65280	0.65280	0.65280
Total levy	8.92050	8.31970	6.51510	4.85740	6.12030	4.65510	7.01790
Ratio of County to totals	0.07318	0.07846	0.10020	0.13439	0.10666	0.14023	0.09302
1998-99:							
City	2.81060	1.80140	1.76520	1.76520	1.63160	1.63160	0.88760
Black Hawk College	0.35970	0.35970	0.35970	0.35970	0.35970	0.35970	0.35970
School District	5.11320	5.35340	3.65700	2.06820	3.51040	2.06820	5.11320
Forest Preserve	0.05200	0.05200	0.05200	0.05200	0.05200	0.05200	0.05200
County	0.58720	0.58720	0.58720	0.58720	0.58720	0.58720	0.58720
Total levy	8.92270	8.15370	6.42110	4.83230	6.14090	4.69870	6.99970
Ratio of County to totals	0.06581	0.07202	0.09145	0.12152	0.09562	0.12497	0.08389

(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
1997-98							
City	2.91820	1.80980	1.79400	1.79440	1.60840	1.60840	0.91280
Black Hawk College	0.37460	0.37460	0.37460	0.37460	0.37460	0.37460	0.37460
School District	5.14840	5.35380	3.67000	2.10320	3.69960	2.10320	5.14840
Forest Preserve	0.04720	0.04720	0.04720	0.04720	0.04720	0.04720	0.04720
County	0.64240	0.64240	0.64240	0.64240	0.64240	0.64240	0.64240
Total levy	9.13080	8.22780	6.52820	4.96180	6.37220	4.77580	7.12540
Ratio of County to totals	0.07036	0.07808	0.09840	0.12947	0.10081	0.13451	0.09016
1996-97							
City	2.99520	1.84640	1.80820	1.80820	1.56900	1.56900	1.86960
Black Hawk College	0.04580	0.04580	0.04580	0.04580	0.04580	0.04580	0.04580
School District	5.17300	5.37600	3.37260	2.14280	3.97100	2.14280	5.17300
Forest Preserve	0.04320	0.04320	0.04320	0.04320	0.04320	0.04320	0.04320
County	0.62420	0.62420	0.62420	0.62420	0.62420	0.62420	0.62420
Total levy	8.88140	7.93560	5.89400	4.66420	6.25320	4.42500	7.75580
Ratio of County to totals	0.07028	0.07866	0.10590	0.13383	0.09982	0.14106	0.08048

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

Ratios of Outstanding Debt by Type

Last Ten Fiscal Years

(dollars in thousands, except per capita)

(Unaudited)

	General Obligation Bonds	Revenue Bonds Payable	Capital Leases	Installment Purchase	Total Primary Government	Percentage of Personal Income	Per Capita
1997	\$ -	\$ -	\$ 1,955,000	\$ -	\$ 1,955,000	0.1250%	\$ 13.03
1998	-	10,000,000	-	-	10,000,000	0.2500	66.65
1999	-	13,000,000	-	-	13,000,000	0.2000	86.68
2000	-	12,675,000	-	279,740	12,954,740	0.2000	86.87
2001	-	12,340,000	-	228,009	12,568,009	0.2110	84.48
2002	-	11,950,000	-	173,244	12,123,244	0.2200	81.64
2003	-	11,540,000	-	115,267	11,655,267	0.2300	78.79
2004	-	11,110,000	-	53,889	11,163,889	0.2500	75.57
2005	-	8,815,000	-	-	8,815,000	0.3400	59.67
2006	1,750,000	8,750,000	-	-	10,500,000	N/A	61.12

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

N/A - Information not available at the time of report being issued.

Rock Island County, Illinois

Ratios of General Bonded Debt Outstanding

Last Ten Fiscal Years

(dollars in thousands, except per capita)

(Unaudited)

Fiscal Year	General Obligation Bonded Debt Outstanding (1)	Assessed Value	Percent of Debt to Assessed Value	Estimated Population	Debt Per Capita
1994-95	\$ 3,620,000	\$ 1,219,438,686	0.00297%	\$ 149,229	\$ 24.26
1995-96	2,830,000	1,236,508,746	0.00229	148,462	19.06
1996-97	1,955,000	1,345,444,269	0.00145	147,916	13.22
1997-98	1,000,000	1,452,201,942	0.00069	147,642	6.77
1998-99	1,300,000	1,459,593,857	0.00089	147,522	8.81
1999-00	12,675,000	1,825,794,261	0.00694	149,125	85.00
2000-01	12,340,000	1,681,147,034	0.00734	148,671	83.00
2001-02	11,950,000	1,781,634,789	0.00671	148,171	80.65
2002-03	11,540,000	1,815,094,150	0.00636	147,912	78.02
2003-04	11,110,000	2,011,203,439	0.00552	147,912	75.11
2004-05	9,020,000	2,015,104,855	0.00448	147,715	61.06
2005-06	10,500,000	2,136,061,643	0.00492	143,140	61.58

(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, 2006
(dollars in thousands)
(Unaudited)

Governmental Unit	Gross Debt	Percentage of Debt to County	County Share of Debt
Building commission	\$ 10,500,000	100.00%	\$ 10,500,000
School Districts:			
#1 Erie	3,955,000	73.03	2,888,313
#29 Hampton	580,000	100.00	580,000
#30 UTHS	2,220,000	92.40	2,051,285
#36 Carbon Cliff	1,880,000	100.00	1,880,000
#37 East Moline	8,927,845	100.00	8,927,845
#40 Moline	9,540,000	100.00	9,540,000
#41 Rock Island	22,300,000	100.00	22,300,000
#100 Riverdale	590,000	100.00	590,000
#190 Colona	1,515,000	0.13	1,956
#200 Sherrard	6,349,673	31.38	1,992,748
#223 Orion	5,869,124	7.76	455,210
#300 Rockridge	2,355,000	98.20	2,312,560
#503 Black Hawk College	9,600,000	68.21	6,548,359
Cities and Villages:			
Carbon Cliff	230,000	100.00	230,000
Coal Valley	95,000	92.19	87,582
Cordova	223,638	100.00	223,638
East Moline	21,165,000	100.00	21,165,000
Village of Hampton	220,000	100.00	220,000
Moline	87,670,000	100.00	87,670,000
Rock Island	16,965,000	100.00	16,965,000
Silvis	4,593,000	100.00	4,593,000
Special Districts:			
Carbon Cliff Spec. Svc. 3	370,000	100.00	370,000
Illini Hospital (Ambulance)	12,990,000	87.03	11,305,414
Metropolitan Airport	18,655,000	100.00	18,655,000
Moline Special Svc. 3	1,175,000	100.00	1,175,000
Silvis Special Svc. 1	2,125,000	100.00	2,125,000
Coal Valley FPD	760,000	85.37	648,815
Totals	\$ 253,418,280		\$ 236,001,725
Total underlying long-term debt	\$ 253,418,280		
Total direct and underlying long-term debt	\$ 236,001,725		

Source:

Rock Island County Clerk's Office
Current Tax Extension Book

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Rock Island County, Illinois

Legal Debt Margin Information

As of November 30, 2006

(dollars in thousands)

(Unaudited)

	1997	1998	1999*	2000
Assessed value	\$ 1,345,444,269	\$ 1,452,201,942	\$ 1,502,410,488	\$ 1,825,794,261
Debt limit	\$ 38,691,523	\$ 41,750,806	\$ 43,194,302	\$ 52,491,585
Debt applicable to debt limit	1,955,000	10,000,000	13,000,000	12,992,798
Legal debt margin	\$ 36,736,523	\$ 31,750,806	\$ 30,194,302	\$ 39,498,787
Total net debt applicable to the limit as a percentage of debt limit	5.05%	23.95%	30.10%	24.75%

Source: County records

Legal Debt Margin Calculation for Fiscal Year 2006

Assessed value	<u>\$ 2,136,061,643</u>
Debt limit (2.875% of assessed value)	<u>\$ 61,411,772</u>
Debt applicable to limit:	
General obligation bonds	10,500,000
General obligation bonds	-
Capital leases	-
Total net applicable to limit	<u>10,500,000</u>
Legal debt margin	<u>\$ 50,911,772</u>

2001	2002	2003	2004	2005	2006
\$ 1,681,147,034	\$ 1,781,634,789	\$ 1,901,430,958	\$ 2,011,203,439	\$ 2,015,104,855	\$ 2,136,061,643
\$ 48,332,977	\$ 51,222,000	\$ 54,666,140	\$ 57,822,099	\$ 57,934,265	\$ 61,411,772
12,594,430	11,950,000	11,540,000	11,110,000	8,815,000	10,500,000
\$ 35,738,547	\$ 39,272,000	\$ 43,126,140	\$ 46,712,099	\$ 49,119,265	\$ 50,911,772
26.06%	23.33%	21.11%	19.21%	15.22%	17.10%

Rock Island County, Illinois

Demographic and Economic Statistics Last Ten Calendar Years (Unaudited)

Year	Population ¹	Per Capita Income ²	Median Age ³	Unemployment Rate ⁴	School Enrollment ⁵
1994-95	150,475	\$ 21,883	\$ 36	5.1%	26,274
1995-96	149,856	23,217	37	4.6	25,522
1996-97	149,937	24,630	37	4.1	25,734
1997-98	150,027	25,678	37	4.0	25,176
1998-99	149,961	317	38	5.7	24,942
1999-00	149,116	26,716	38	4.6	24,800
2000-01	148,753	26,668	38	4.8	24,753
2001-02	148,487	26,958	38	5.7	24,519
2002-03	147,912	27,695	38	6.1	24,381
2003-04	147,715	28,553	38	5.6	24,071
2004-05	147,715	30,141	38	4.5	23,719
2005-06	143,140	N/A	39	4.6	23,415

Source: Bi-State Regional Commission

^(2,4) Illinois Department of Employment Security

^(1,3) Woods & Poole Projections

^(1,3) U.S. Census Bureau, American Community Survey 2005

⁽⁴⁾ As reported in the Annual Comp. Economic Strategy for the Bi-State Region

⁽⁵⁾ Rock Island County, Illinois Supt. Of Education

Rock Island County, Illinois

Principal Employers Current Year and Nine Years Ago (Unaudited)

Employer	1997	
	Employees	Rank
Deere & Company	7,491	1
Rock Island Arsenal	6,750	2
IBP	2,200	3
Trinity Medical Center	2,147	4
HyVee Stores	2,000	5
Case IH	1,500	6
Eagle Foods Center	1,490	7
Moline-Coal Valley Community Schools	1,080	8
Rock Island-Milan Community Schools	1,000	9
Black Hawk College	815	10

Source: Individual Responses

	2006	
	Employees	Rank
Deere & Company	5,000+	1
Rock Island Arsenal	5,000+	2
Tyson Fresh Meats Inc.	2,500+	3
Trinity Medical Center	1,500+	4
Black Hawk College	700+	5
Moline Public School District #40	600+	6
Kone Inc.	500+	7
Xpac (Export Packaging, Inc.)	500+	8
Rock Island School District #41	500+	9
Augustana College	400+	10

Source: Dunn & Bradstreet Marketplace

Rock Island County, Illinois

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

Function / Program	Fiscal Year			
	1997	1998	1999	2000
Social service:				
Oak Glen Home	201.5	196.0	197.0	169.0
Veteran's administration	2.0	2.0	2.0	2.0
Health department	80.5	85.5	80.5	77.5
LIC	1.0	-	-	-
Mental health	0.5	1.5	0.5	1.0
Mental health grants	-	0.5	4.5	-
Total social service	285.5	285.5	284.5	249.5
General government:				
Auditor	3.0	3.0	3.0	3.0
County board	13.5	14.5	14.5	14.5
County clerk	13.0	17.5	11.0	11.0
Recorder	10.0	10.0	10.0	9.0
Superintendent of Education	2.0	2.0	2.0	1.0
Treasurer	8.0	7.0	7.0	8.0
Assessment map	5.5	5.0	5.0	5.0
Board of review	1.0	1.5	1.5	1.5
Info system	9.0	8.5	10.0	11.0
County building	4.0	4.0	4.0	4.0
County general	-	-	-	-
Human resources	-	-	-	-
HR/liability	4.0	4.0	4.0	4.0
GIS	-	1.0	2.0	2.0
Document storage	4.5	5.0	5.0	5.5
Recorder document	1.0	1.5	1.0	1.0
Central services	4.5	3.5	3.5	3.5
Total general government	83.0	88.0	83.5	84.0

(Continued)

Fiscal Year					
2001	2002	2003	2004	2005	2006
163.5	168.0	172.0	172.5	172.0	168.0
2.0	2.0	2.0	2.0	2.0	2.0
73.5	67.5	68.5	69.0	70.5	70.0
-	-	-	-	-	-
0.5	0.5	0.5	1.0	1.5	1.0
-	-	-	-	-	-
239.5	238.0	243.0	244.5	246.0	241.0
3.0	3.0	3.0	3.0	3.0	3.0
14.5	14.5	14.5	15.5	15.5	13.5
11.0	11.0	12.0	11.5	11.0	13.0
10.0	9.0	10.0	10.0	10.0	10.0
1.0	1.0	1.0	2.0	2.0	2.0
7.0	7.0	7.0	7.0	7.0	8.0
5.0	4.0	4.0	4.0	4.0	4.0
1.5	1.5	1.5	1.5	1.5	1.5
11.0	11.0	10.0	10.0	10.0	10.0
4.5	5.5	4.5	4.5	4.5	4.5
-	-	-	-	-	-
-	-	-	-	-	3.0
4.0	4.0	4.0	7.0	6.0	6.0
3.0	4.0	4.0	4.0	4.0	4.0
5.5	5.0	3.5	4.0	3.0	2.0
2.0	2.0	2.0	2.0	2.0	2.0
1.0	2.0	3.0	3.0	3.0	3.0
84.0	84.5	84.0	89.0	86.5	89.5

Rock Island County, Illinois

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

Function / Program	Fiscal Year			
	1997	1998	1999	2000
Public safety & corrections:				
Coroner	3.0	3.0	3.0	3.0
Sheriff	112.5	114.5	116.5	123.0
ESDA	2.0	2.0	2.0	2.0
Zoning	7.0	5.0	6.0	6.5
Animal control	2.0	2.0	2.0	2.0
Court security	11.5	12.0	12.0	12.0
COPS	1.0	3.0	5.0	5.0
FEMA GPS Grant	-	0.5	-	-
Total public safety & corrections	139.0	142.0	146.5	153.5
Public works & transportation:				
Highway	19.5	22.0	21.0	22.0
Bridge	-	-	-	-
Motor fuel tax	-	-	-	-
Total public works & transportation	19.5	22.0	21.0	22.0
Judiciary & legal/legislative:				
Circuit clerk	31.0	30.0	32.5	31.5
Circuit court	3.5	3.5	3.5	2.5
States attorney	27.0	27.5	28.5	28.5
Court services	34.0	36.0	37.0	37.0
Ostrom maintenance	0.5	0.5	0.5	0.5
Public defender	7.5	7.5	8.5	8.5
Drug enforcement	1.0	1.0	-	-
Law library	1.0	1.0	1.0	1.0
Child support	5.0	4.0	3.0	4.0
Courthouse maintenance	12.0	12.0	12.0	13.0
Seized and forfeited	1.0	-	-	-
Total judiciary & legal/legislative	123.5	123.0	126.5	126.5
Total	650.5	660.5	662.0	635.5

Source: County year-end payroll report

Fiscal Year					
2001	2002	2003	2004	2005	2006
4.0	3.0	3.0	3.0	3.0	3.0
133.5	131.0	139.0	139.5	131.5	110.5
2.0	2.0	2.0	2.0	1.0	1.0
6.0	5.0	5.0	6.0	7.5	7.5
2.0	2.0	2.0	2.0	3.5	8.0
12.0	13.5	11.5	13.5	13.0	15.0
2.0	1.0	1.0	-	9.0	8.0
-	-	-	-	-	-
161.5	157.5	163.5	166.0	168.5	153.0
20.5	22.0	20.5	23.0	20.5	19.5
-	-	-	-	-	-
-	-	-	-	2.0	2.0
20.5	22.0	20.5	23.0	22.5	21.5
32.5	32.5	33.5	34.5	32.5	30.5
3.5	3.5	3.5	3.5	3.5	3.5
27.5	26.5	28.5	23.5	24.5	26.5
42.0	40.0	40.0	38.5	37.5	38.5
0.5	0.5	0.5	-	-	-
8.5	8.5	8.5	8.5	8.5	7.5
-	-	-	-	-	-
1.0	1.0	1.0	1.0	-	-
4.0	4.0	4.0	4.0	4.0	4.0
14.0	14.0	14.0	12.0	12.0	13.0
-	-	-	-	-	-
133.5	130.5	133.5	125.5	122.5	123.5
639.0	632.5	644.5	648.0	646.0	628.5

Rock Island County, Illinois

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

Function / Program	Fiscal Year			
	1997	1998	1999	2000
Public safety and legal services:				
Public defender:				
# of individuals defended-felony	848	859	869	850
# of individuals defended-misd/tr	1,068	1,213	1,374	1,295
# of individuals defended-prt	147	212	245	262
# of individuals defended-other	18	31	27	12
# of individuals defended-juvenile	141	258	274	239
Sheriff:				
# of civil papers served	-	-	-	-
# of jail bookings	-	-	-	8,699
# of traffic citations written	-	-	-	3,339
# of 911 calls	-	-	5,202	6,235
# prisoner days per year	72,917	75,936	71,932	64,257
average daily count	200	208	197	176
Social services:				
Veteran's assistance:				
# of veterans assisted	568	554	405	385
# of cases	460	431	392	299
value of assistance	72,856	70,729	58,122	56,112
# of claims	-	-	-	-
# of referrals	-	-	-	-
# of med equipment	-	-	-	-
Health Department:				
# of common disease requiring investigation	1,202	835	736	1,123
# of environ health inspections conducted	2,804	2,836	2,794	2,708
# of grants	20	29	26	29
Coroner:				
# of coroner cases in Rock Island County	1,112	1,107	1,177	1,166
# of autopsies held	64/*40	60/*44	71/*60	50/*40
# of inquests held	61	64	75	51
# of cremation permits issued	245	239	289	258
* County paid				

(Continued)

Fiscal Year					
2001	2002	2003	2004	2005	2006
914	964	995	962	947	994
1,485	1,678	1,675	1,379	934	940
305	356	369	307	350	333
38	63	46	45	32	15
256	305	336	309	302	312
5,776	6,377	6,185	5,665	5,259	5,614
10,437	10,829	11,371	10,683	10,359	10,944
3,217	3,958	3,650	3,261	2,811	3,339
5,800	5,562	5,207	6,924	6,724	5,610
77,455	93,112	83,887	95,565	90,286	97,852
212	255	230	262	2,547	268
525	606	689	819	745	815
427	426	595	665	610	652
78,418	103,326	115,008	138,151	127,710	130,886
-	-	-	60	149	188
-	-	-	60	68	70
-	-	-	26	26	38
717	272	355	220	251	289
2,779	2,661	2,848	2,649	3,083	2,927
32	31	28	30	28	29
1,085	1,183	1,133	1,147	1,101	1,101
52/*43	43/*42	35/*35	25/*25	43/*43	28/*28
80	59	55	62	56	61
265	318	311	312	355	384

Rock Island County, Illinois

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

Function / Program	Fiscal Year			
	1997	1998	1999	2000
County recreation & culture:				
Forest preserve:				
# of boat launch ramps	4	4	2	2
# of ball diamonds	5	5	5	5
# of forest preserves	4	4	4	5
# of zoos 287.3 acres	1	1	1	1
# of campgrounds	2	2	2	2
# of playgrounds	5	8	8	8
# manmade lakes 167 acres	1	1	1	1
# of golf courses	1	1	1	1
Planning and development, zoning:				
# of building permits issued	1,207	1,275	1,216	1,062
Value of issued permits	19,289,757	26,415,939	29,269,819	25,927,959
Transportation & public works:				
Highway:				
# of miles of road state, co, city, township	1,390.55	1,390.43	1,390.48	1,393.22
# of miles of road paved-concrete & bituminous	1,156.56	1,156.44	1,156.41	1,160.37
# of miles of road improved-rock & oiled	233.99	233.99	233.15	232.85
# of bridges repaired/replaced	1	-	2	1
Governmental services to residents:				
County clerk elections:				
# of elections	2	2	2	2
# of registered voters	97,543	107,293	107,293	103,667
# of votes cast in general election	62,290	48,714	48,714	66,677
% of registered voters cast ballots	64.00%	45.00%	45.00%	64.32%
County clerk:				
# of births	2,239	2,192	2,240	2,183
# of deaths	1,462	1,442	1,557	1,575
# of marriages	1,402	1,308	1,311	1,235
Recorder:				
# of real estate transactions recorded	30,576	37,485	37,100	32,865
# of discharged service men/women	116	107	85	56

(Continued)

Fiscal Year					
2001	2002	2003	2004	2005	2006
4	4	4	4	4	4
5	5	6	5	5	5
5	5	5	5	5	5
1	1	1	1	1	1
2	2	2	2	2	2
8	8	8	8	8	8
1	1	1	1	1	1
1	1	1	1	1	1
1,207	1,121	948	986	875	787
26,480,416	23,276,710	21,508,793	23,801,637	23,094,238	15,236,682
1,393.48	1,388.97	1,392.63	1,392.63	1,392.56	1,392.56
1,161.00	1,177.34	1,177.34	1,177.37	1,177.27	1,177.27
232.69	207.38	209.51	209.51	209.51	209.51
-	2	1	-	1	-
2	2	2	2	2	2
103,667	96,573	96,573	104,030	104,030	117,626
66,677	43,682	43,682	70,308	70,308	47,130
64.32%	45.23%	45.23%	67.58%	67.58%	40.07%
2,207	2,207	2,085	2,261	2,245	2,191
1,441	1,560	1,486	1,415	1,458	1,336
1,256	1,141	1,202	1,179	1,113	1,082
38,606	42,126	49,224	37,220	33,205	31,014
55	59	52	42	39	58

Rock Island County, Illinois

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

Function / Program	Fiscal Year			
	1997	1998	1999	2000
Administration:				
Auditor:				
# of vouchers processed	-	-	-	-
Information technology:				
# of network users	-	-	-	-
Treasurer:				
# of tax bills mailed	-	-	-	-
# mobile home tax bills	-	-	-	-
Human resources:				
Payroll checks	-	-	20,732	19,954
Superintendent of Education:				
Schools within the County:				
Public schools:				
# of elementary schools	44	44	44	44
# of junior high schools	11	11	11	11
# of senior high schools	6	6	6	6
# of alternative high schools	5	5	5	5
# of total students	25,522	25,734	25,176	24,942
Nonpublic schools:				
# of K-8 schools	9	8	7	7
# of high schools	3	3	3	3
# of total students	2,990	2,887	2,960	3,029
Higher education:				
# of universities	1	1	1	1
# of colleges	1	1	1	1
# of junior colleges	1	1	1	1
Other:				
# of industrial land parcels	558	549	549	559
# of farming acres	199,573	199,415	199,283	199,188
# of farms	4,042	4,043	4,075	4,111

Fiscal Year					
2001	2002	2003	2004	2005	2006
-	-	21,022	22,037	19,403	20,824
-	-	-	-	-	-
-	-	62,496	62,802	62,631	63,010
-	-	2,176	2,046	2,195	2,007
19,735	19,716	19,656	19,873	19,879	20,331
44	43	43	43	42	42
11	10	10	10	10	10
6	6	6	6	6	6
5	5	5	5	5	5
24,771	24,524	24,389	24,316	23,973	23,718
7	9	9	9	9	7
3	4	3	3	3	3
3,197	3,090	3,018	2,857	2,542	2,232
1	1	1	1	1	1
1	1	1	1	1	1
1	1	1	1	1	1
560	561	564	564	558	561
198,672	198,540	198,394	198,394	198,109	196,442
4,137	4,154	4,173	4,173	4,164	4,180

Rock Island County, Illinois

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

Function / Program	Fiscal Year			
	1999	2000	2001	2002
Social Services:				
# of vehicles	19	17	16	17
# of buildings	8	8	8	9
General Government:				
# of vehicles	2	2	2	3
# of buildings	1	1	1	1
Public Safety/Judiciary:				
# of patrol cars	30	30	30	39
# of other vehicles	45	52	59	47
# of buildings	5	5	5	6
Public Works & Transportation:				
# of vehicles	23	24	24	24
# of buildings	6	6	6	6
Culture & Recreation:				
# of acres managed	2,291.0	2,520.0	2,540.0	2,540.0
# of vehicles	23	27	29	23
# of buildings	53	52	49	49

Fiscal Year			
2003	2004	2005	2006
16	18	22	19
10	9	8	8
3	2	2	2
1	1	1	1
43	42	39	49
48	57	53	51
6	6	7	8
26	27	27	28
6	6	7	7
2,776.9	2,776.9	2,776.9	2,776.9
23	23	26	24
51	50	48	51

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