

WARREN COUNTY, ILLINOIS

MONMOUTH, ILLINOIS

ANNUAL FINANCIAL REPORT

November 30, 2009

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INDEPENDENT AUDITOR'S REPORT

To the County Board
Warren County, Illinois
Monmouth, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Warren County, Illinois, as of and for the year ended November 30, 2009, 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's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. 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 opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Warren County, Illinois, as of November 30, 2009, and the respective changes in financial position, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The Management's Discussion and Analysis and Required Supplementary Information on pages 3 through 12 and 37 through 41 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 have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Warren County, Illinois' basic financial statements. The combining nonmajor fund financial statements and other schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining nonmajor fund financial statements and other schedules have 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.

Lindgren, Cullham, Van Order & Co, P.C.

Sterling, Illinois
March 11, 2010

**MANAGEMENT DISCUSSION
AND ANALYSIS
(Unaudited)**

WARREN COUNTY, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS
For the years ended November 30, 2009 and 2008

Warren County, Illinois' (the "County") management discussion and analysis (MD&A) is generally intended to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the County's financial activities, (3) identify changes in the County's financial position (its ability to meet future financial demands and conditions), (4) identify any material deviations from the governmental unit's financial plan (approved budget), and (5) identify individual fund issues or concerns.

The MD&A is provided at the beginning of the report to provide an overview of the County's financial position at November 30, 2009 and the results of operations for the year. This summary should not be taken as a replacement for the audit report, which consists of the basic financial statements, notes to the financial statements, required and other supplementary information.

FINANCIAL HIGHLIGHTS FOR FY2009

- The County's assets exceeded its liabilities at the close of the fiscal year by \$11.0 million (net assets). Of this amount \$2.4 million (unrestricted net assets) may be used to meet the County's ongoing obligations.
- The County's total net assets increased by \$0.1 million during fiscal year 2009 as reported in the statement of activities.
- The County's major revenue consisted of \$2.2 million in property tax distributions and \$1.8 million in charges for services.
- At the close of fiscal year 2009, the County's governmental funds reported combined ending fund balances of \$5.6 million, a decrease of \$0.1 million in comparison to the prior year.
- At the end of fiscal year 2009, the unreserved fund balance in the General Fund was \$0.4 million, which is 12.6% of total general fund expenditures.

OVERVIEW OF THE FINANCIAL STATEMENTS

This document serves as an introduction to the County's basic financial statements. There are three components to the basic financial statements – government wide financial statements, fund financial statements, and notes to the financial statements. This report also contains required supplementary and other supplementary information in addition to the basic financial statements themselves.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

These statements are designed to provide readers with a broad overview of Warren County's finances, in a manner similar to private-sector business, using the economic resources measurement focus and the accrual basis of accounting.

The statement of net assets presents information on all of the County's 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 improvements or deterioration of the financial position of the County.

The statement of activities presents information that shows 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 result in cash flows in future fiscal years.

WARREN COUNTY, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

For the years ended November 30, 2009 and 2008

GOVERNMENT-WIDE FINANCIAL STATEMENTS (continued)

These statements highlight the functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities). The governmental activities of Warren County include general control and administration, public safety, judiciary and court related, public health, public welfare, transportation, and corrections. There are no business-type activities accounted for by the County.

The government-wide financial statements can be found on pages 13 and 14 of this report.

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. Warren County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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 financing requirements. The County's Governmental Funds during the reporting period use the modified accrual basis of accounting and activities are converted to the accrual basis of accounting for reporting purposes.

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 county's near-term financial decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and government-wide activities.

Warren County maintains individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for major funds, (the General Fund, the Illinois Municipal Retirement Fund, and the Mental Health Fund). All other non-major governmental funds are combined and presented in one column. Individual fund data for each of the non-major governmental funds is provided in the form of combining statements elsewhere in this report. The governmental fund financial statements can be found on pages 15 and 17 of this report.

Fiduciary Funds. The County also maintains a number of fiduciary funds in the form of agency funds, which are used to account for resources - almost exclusively cash and investments - held by the County for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is the same as that used for proprietary funds. The fiduciary fund financial statement can be found on page 19 of this report.

WARREN COUNTY, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

For the years ended November 30, 2009 and 2008

GOVERNMENT-WIDE FINANCIAL STATEMENTS (continued)

Notes to the Financial Statements

These provide additional information that is essential to gaining a full understanding of the data provided in the government-wide and fund financial statements. The Notes to the Financial Statements can be found on pages 20 – 36 of this report.

Required Supplementary Information

This information addresses the County's budgetary comparison schedules of major funds, and the IMRF (Illinois Municipal Retirement Fund), Schedule of Funding Progress, and SLEP (Sheriff's Law Enforcement Personnel) Schedule of Funding Progress. The County adopts an annual appropriated budget for its General Fund, Special Revenue Funds, and Permanent Fund. A budgetary comparison schedule has been provided for the General Fund and major Special Revenue Funds to demonstrate compliance with this budget. The IMRF and SLEP pension schedules have been provided to present the County's progress in funding its obligation to provide pension benefits to County employees through the IMRF system. Required supplementary information can be found on pages 37 - 41 of this report.

Combining Fund Statements and Schedules

This information as discussed earlier in connection with non-major governmental funds is presented immediately following the required supplementary information on pensions. Combining fund statements and other schedules can be found on pages 42 through 49 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As previously addressed, net assets may serve the purpose over time as a useful indicator of a government's financial position. To that end, Warren County's assets exceeded its liabilities by \$11.0 million for FY2009.

The following table represents a condensed Statement of Net Assets of the County for governmental activities as of November 30, 2009 and 2008.

	Net Assets (in millions)	
	Governmental Activities	
	November 30	
	2009	2008 (as restated)
Current assets	\$8.3	\$8.2
Noncurrent assets	5.2	5.2
Total assets	13.5	13.4
Current liabilities	2.5	2.5
Long term liabilities	0.0	0.0
Total liabilities	2.5	2.5
Net assets		
Invested in capital assets, net of debt	5.2	5.2
Restricted	3.4	3.4
Unrestricted	2.4	2.3
Total net assets	\$11.0	\$10.9

WARREN COUNTY, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

For the years ended November 30, 2009 and 2008

GOVERNMENT-WIDE FINANCIAL ANALYSIS (continued)

A portion of the County's net assets are reflected in its investments in capital assets (i.e., land, buildings, equipment, and infrastructure), less any related debt used to acquire those assets that are still outstanding. The County uses these assets to provide services. Therefore these assets are not available for future spending. Although the County's investments in its capital assets are reported net of available debt, it is important to note that under this consideration the resources required to repay this type of debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these types of liabilities.

The following condensed financial information was derived from the Government-Wide Statement of Activities and reflects how the County's net assets changed during the fiscal years.

Changes in Net Assets (in millions)		
Governmental Activities		
For the year ended November 30		
	2009	2008
Revenues:		
Program revenues:		
Charge for services	\$1.8	\$1.8
Operating grants and contributions	0.6	0.7
Capital grants and contributions	0.2	0.7
General revenue:		
Local property taxes	2.2	2.2
State income taxes	0.5	0.6
Sales taxes	0.6	0.6
Motor fuel taxes	0.4	0.4
Replacement taxes	0.2	0.2
Other taxes	0.0	0.0
Unrestricted investment earnings	0.0	0.1
Miscellaneous	0.1	0.2
Total revenues	6.6	7.5
Expenses:		
General control and administration	1.8	1.7
Public safety	1.2	0.7
Judiciary and court related	0.8	0.7
Public health	0.2	0.2
Public welfare	0.4	0.5
Transportation	1.4	1.7
Corrections	0.7	0.6
Total expenses	6.5	6.1
Change in net assets	0.1	1.4
Net assets beginning of year as previously reported	10.9	9.0
Prior period adjustment	0	0.5
Net assets, beginning of year as restated	10.9	9.5
Net assets, ending	\$11.0	\$10.9

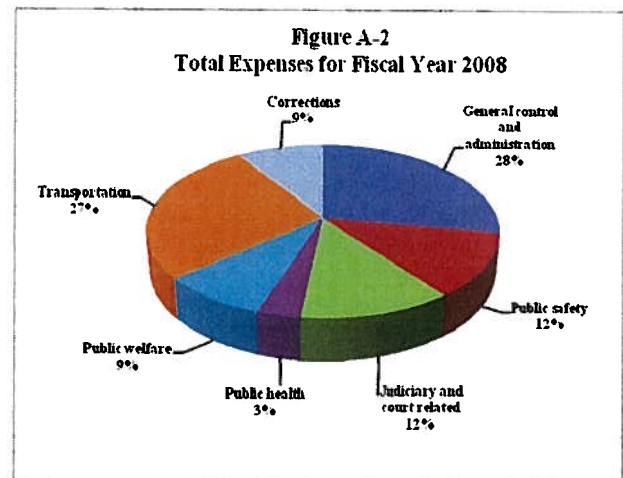
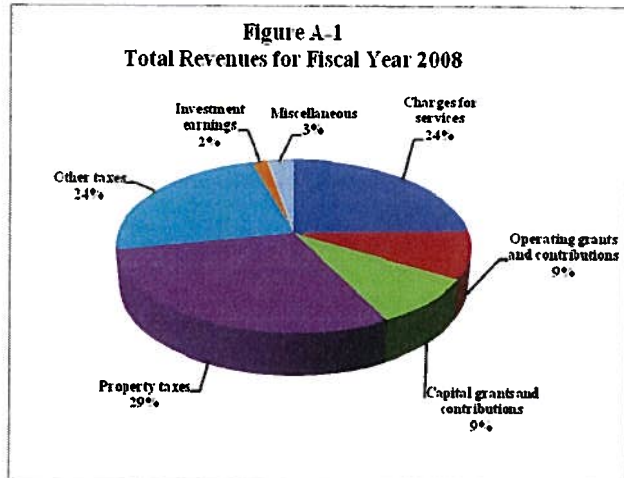
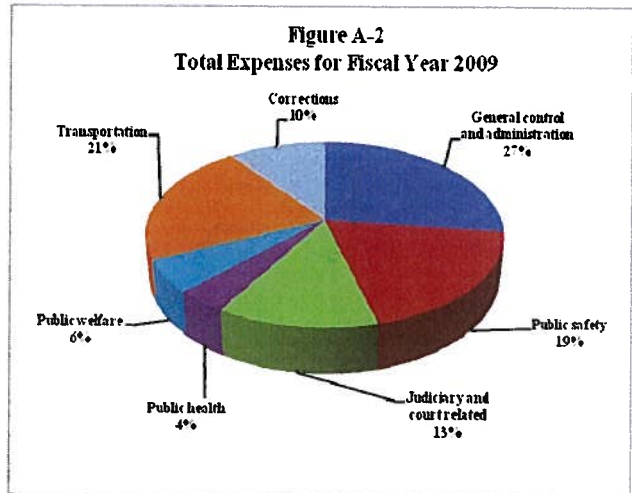
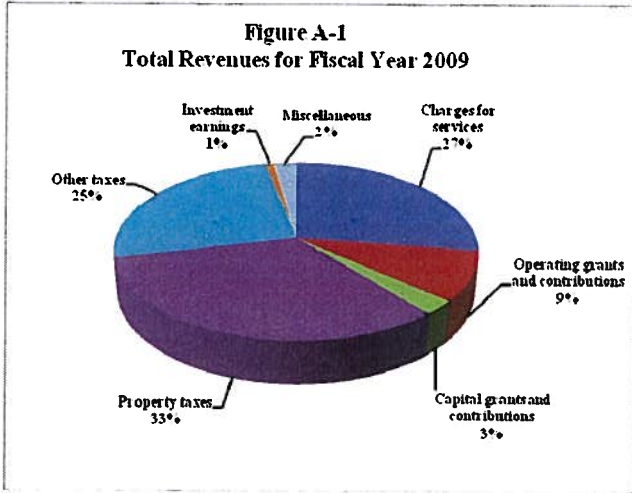
WARREN COUNTY, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

For the years ended November 30, 2009 and 2008

GOVERNMENT-WIDE FINANCIAL ANALYSIS (continued)

The County's 2009 total revenues (Figure A-1) come from a variety of sources including 33% from property taxes and 25% from some other type of tax. Another 27% comes from fees charged for services and much of the remainder is operating grants and contributions.

The County's 2009 expenses (Figure A-2) cover a range of services, with about 27% related to general control and administration. Another 21% is devoted to roads and bridges along with 19% towards public safety.



Net assets increased \$0.1 million over the previous year.

For the fiscal year ended November 30, 2009 revenues from governmental activities totaled \$6.6 million. Tax revenues (\$3.8 million, or 58%) represent the largest source.

Charges for services in 2009, accounts for \$1.8 million (27%) of the governmental activities revenue. These are mainly derived from fees and fines collected from the various departments within the County.

WARREN COUNTY, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

For the years ended November 30, 2009 and 2008

GOVERNMENT-WIDE FINANCIAL ANALYSIS (continued)

In the following table, we have presented the cost of each of the County's functions as well as the net cost (total cost less revenues generated by the activities) for each. Net costs help to show what functions are being covered by direct revenue and those that are covered by the net revenue of others.

For the year ended November 30, 2009

	Total cost of service (in millions)	Net cost of service (in millions)
General control and administration	\$1.8	\$1.1
Public safety	1.2	0.8
Judiciary and court related	0.8	0.1
Public health	0.2	0.1
Public welfare	0.4	0.4
Transportation	1.4	0.9
Corrections	0.7	0.6
Total governmental activities	\$6.5	\$4.0

For the year ended November 30, 2008

	Total cost of service (in millions)	Net cost of service (in millions)
General control and administration	\$1.7	\$1.2
Public safety	0.7	0.6
Judiciary and court related	0.7	(0.1)
Public health	0.2	0.5
Public welfare	0.5	0.1
Transportation	1.7	0.6
Corrections	0.6	0.1
Total governmental activities	\$6.1	\$3.0

For the fiscal year ended November 30, 2009 expenditures for governmental activities totaled \$6.5 million. General and administrative expenditures accounted for \$1.8 or 27% of the governmental activities total. These expenditures are used for the operations of departments conducting such functions as administrative and financial functions, elections, document recording and retrieval, and assessment of property.

Public Safety (19% of the total) accounted for \$1.2 million in expenditures during 2009. The highest percentage of public safety is directly tied to the operations of the Sheriff's Department. The coroner and emergency service function is also part of this activity group.

WARREN COUNTY, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

For the years ended November 30, 2009 and 2008

GOVERNMENT-WIDE FINANCIAL ANALYSIS (continued)

Judiciary and Court related expenditures totaled \$0.8 million (13%) in 2009. Expenditures relating to the circuit court, public defender, court services, and the State's Attorney relate to this function.

Health Department expenditures represented \$0.2 million (4%) of the total governmental expenditures activity.

Transportation accounted for \$1.4 million (21%) of the total governmental activities expenditures in 2009. Various funds established for the County Highway Department account for these expenditures.

Corrections (10% of the total) accounted for \$0.7 million in expenditures during 2009. Expenditures relating to the jail, housing inmates, and probation services.

FINANCIAL ANALYSIS OF THE COUNTY'S MAJOR FUNDS

Warren County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

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

As of the end of the current fiscal year the County's governmental funds reported combined ending fund balances of \$5.6 million, a decrease of \$0.1 million in comparison with the previous fiscal year.

The general fund is the primary operating fund of the County. At the end of the current fiscal year, the unreserved fund balance of the general fund was \$0.4 million. As a measure of the general fund's liquidity, it may be useful to compare the unreserved fund balance to total fund expenditures. Unreserved fund balance represents 12.6% of total general fund expenditures.

The fund balance of the General Fund decreased by \$0.4 million before transfers during the current fiscal year.

Budgetary Highlights

The County's budget is prepared according to Illinois law and is based on accounting for certain transactions on a modified accrual basis of accounting. A budget to actual schedule is provided as required supplementary information for the General Fund and major special revenue funds.

General Fund Budgetary Variances

Revenues

The most significant revenue sources for all funds during fiscal year 2009 continue to be property taxes and intergovernmental sources. Intergovernmental revenues on page 37 for 2009 were \$1,455,313 compared with budgeted amount of \$1,553,400. This variance is mostly related to income tax revenue and the State's Attorney salary reimbursement. The decline in income tax revenue and States Attorney salary reimbursement are a result of the State of Illinois paying slower. The County anticipates to receive the revenues but not within 60 days after year-end.

WARREN COUNTY, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

For the years ended November 30, 2009 and 2008

FINANCIAL ANALYSIS OF THE COUNTY'S MAJOR FUNDS (continued)

General Fund Budgetary Variances (continued)

Revenues (continued)

Fines and fees on page 37 for 2009 were \$817,833 compared with budgeted amount of \$761,500. This positive variance is due to the County budgeting for the net income effect of deed stamp revenue instead of the entire amount collected.

Expenditures

Personnel Services remains the highest expenditure in County operations. Government service requires people to provide both services and information to the citizens it supports. It is a sizeable expenditure; however, it is also a long-term investment. Benefit payments remain a significant portion of the total personnel services costs. Pension, FICA and Health Insurance rates have all affected the total cost of personnel services. General control and administration expenditures on page 37 for 2009 were \$1,268,464 compared with budgeted amount of \$1,215,726. The negative variance is a result of the County not budgeting for deed stamp purchases.

Mental Health Fund Budgetary Variances

Expenditures

Public welfare expenditures on page 39 for 2009 was \$179,625 compared with a budgeted amount of \$262,000. The positive variance is a result of the timing of the qualified agencies withdrawing the funds allotted to them.

The following is the analysis of expenditures for the year for the General Fund and other major Governmental Funds of the County.

- From a government-wide perspective, overall fund expenditures remained steady in 2009 compared with 2008.
- Within the General Fund, the functions which reflected the largest portion of total expenditures within the General Fund are General Control and Administration and Transportation. The General Fund functions which reflected the largest percentage increase over 2008 were General Control and Administration and Corrections.

CAPITAL ASSET AND LONG-TERM DEBT ACTIVITY

Capital Assets

Warren County's investment in capital assets for its governmental activities at year end totaled \$5.2 million (net of accumulated depreciation). This investment in capital assets includes, land, buildings and improvements, equipment, vehicles, and highway infrastructure such as roads and bridges. There were \$0.3 million of capital asset additions recorded during the year and \$0.3 million of depreciation charges were expensed on the total capital assets. The County has not retroactively stated infrastructure assets acquired prior to December 31, 2003. More detailed information can be found in footnote (D) of the financial statements.

WARREN COUNTY, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)
For the years ended November 30, 2009 and 2008

CAPITAL ASSET AND LONG-TERM DEBT ACTIVITY (continued)

Capital Assets (continued)

Major capital asset events during the fiscal year included the following:

- Elevator project = \$54,057
- Infrastructure = \$134,408

Net Book Value of Capital Assets at November 30 (in millions)		
	2009	2008
Land and other nondepreciable assets	\$0.3	\$1.1
Buildings and improvements	0.7	0.7
Office furniture and equipment	0.3	0.3
Vehicles	0.2	0.3
Infrastructure	3.7	2.8
Total	\$5.2	\$5.2

ECONOMIC FACTORS AND CURRENT ISSUES

Unemployment was 6.1% in December 2008 and 8.6% in December 2009 for the County.

County population in 1990 was 18,735 and was estimated in 2008 at 17,541 per the U.S. Census Bureau.

County developments in 2009 included commercial construction at Farmland and other properties in Monmouth plus some new homes throughout the County. Future developments projected in 2010 and beyond include additional construction at Farmland and Monmouth area, additional homes and possibility 2 housing developments in the Monmouth area. Wind turbine site and construction is a real possibility in the near future also.

We have no report of any major closures.

Concern over the shared revenue trends from the State of Illinois for sales tax, income tax and motor fuel tax continue to complicate funding of vital services. This is compounded with the increase in personal exemptions on real estate. Discussions continue on possible cost-savings ideas and ways to increase revenues.

Higher fuel prices and other uncontrollable costs will have a huge impact on future expenses. Current and upcoming union negotiations could significantly impact future years' wage costs. Health insurance renewal costs and costs of other services are also a concern.

WARREN COUNTY, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

For the years ended November 30, 2009 and 2008

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, customers, and potential creditors with a general overview of the County's finances and to demonstrate the County's accountability for the money it receives. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

Nancy Clayton
County Treasurer
Warren County, Illinois
100 West Broadway
Monmouth, IL 61462
Phone number (309) 734-8536

BASIC FINANCIAL STATEMENTS

WARREN COUNTY, ILLINOIS

STATEMENT OF NET ASSETS

November 30, 2009

ASSETS		Governmental Activities
Cash		\$2,952,857
Deposits		2,007,038
Investments		504,317
Inventory		4,520
Property taxes receivable		2,299,086
Accounts receivable		108,954
Due from State of Illinois		376,925
Total current assets		8,253,697
Capital assets:		
Land and other nondepreciable capital assets		292,103
Depreciable capital assets, net of accumulated depreciation		4,928,428
Total assets		13,474,228
LIABILITIES		
Current liabilities:		
Accounts payable and accrued payroll		140,819
Accrued compensated absences		48,583
Deferred property taxes		2,299,086
Total current liabilities		2,488,488
NET ASSETS		
Invested in capital assets, net of related debt		5,220,531
Restricted for:		
Transportation		1,321,568
Employee benefits		426,470
Public safety		423,479
Public health		130,781
Public welfare		258,602
Other		414,719
Nonexpendable permanent fund		447,806
Unrestricted		2,341,784
Total net assets		\$10,985,740

See Notes to Financial Statements.

WARREN COUNTY, ILLINOIS

STATEMENT OF ACTIVITIES

For the year ended November 30, 2009

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
General control and administration	\$1,758,970	\$416,329	\$84,984	\$113,394	(\$1,144,263)
Public safety	1,234,877	474,443	0	0	(760,434)
Judiciary and court related	827,346	555,193	145,021	0	(127,132)
Public health	257,421	49,170	137,131	0	(71,120)
Public welfare	370,144	0	0	0	(370,144)
Transportation	1,410,396	193,779	227,615	58,817	(930,185)
Corrections	677,410	117,002	0	0	(560,408)
Total governmental activities	\$6,536,564	\$1,805,916	\$594,751	\$172,211	(3,963,686)

General revenues:

Taxes:

Property taxes	2,159,180
Income taxes	509,287
Sales and use taxes	598,580
Motor fuel tax allotments	409,484
Replacement taxes	165,093
Other	1,852
Interest income	58,663
Other general revenues	162,528
Total general revenues	4,064,667
Change in net assets	100,981
Net assets - beginning of year as previously reported	10,392,935
Prior period adjustment	491,824
Net assets - beginning of year as restated	10,884,759
Net assets - ending	\$10,985,740

See Notes to Financial Statements.

WARREN COUNTY, ILLINOIS
GOVERNMENTAL FUNDS
BALANCE SHEET
November 30, 2009

A S S E T S	General	Illinois Municipal Retirement	Mental Health	Other Governmental Funds	Total Governmental Funds
Cash on hand	\$80	\$0	\$0	\$300	\$380
Cash in banks	149,790	191,058	192,054	2,419,575	2,952,477
Deposits	122,978	0	0	1,884,060	2,007,038
Investments	76	0	0	504,241	504,317
Inventory	4,520	0	0	0	4,520
Property taxes receivable	661,449	304,746	271,774	1,061,117	2,299,086
Accounts receivable	68,606	0	0	40,348	108,954
Due from State of Illinois	346,071	0	0	30,854	376,925
Prepaid expenses	0	0	0	0	0
Due from other funds	0	0	0	0	0
Total assets	\$1,353,570	\$495,804	\$463,828	\$5,940,495	\$8,253,697
LIABILITIES AND EQUITY					
Liabilities:					
Accounts payable	\$61,006	\$0	\$0	\$58,714	\$119,720
Accrued payroll	5,050	965	0	15,084	21,099
Accrued compensated absences	7,510	0	0	3,490	11,000
Deferred revenue	205,731	0	0	0	205,731
Deferred property taxes	661,449	304,746	271,774	1,061,117	2,299,086
Due to other funds	0	0	0	0	0
Total liabilities	940,746	305,711	271,774	1,138,405	2,656,636
Equity					
Fund balances:					
Reserved for:					
Inventory and prepaid expenses	4,520	0	0	0	4,520
Permanent fund				447,806	447,806
Unreserved for:					
General fund	408,304				408,304
Special revenue funds		190,093	192,054	4,354,284	4,736,431
Total equity	412,824	190,093	192,054	4,802,090	5,597,061
Total liabilities and equity	\$1,353,570	\$495,804	\$463,828	\$5,940,495	\$8,253,697

See Notes to Financial Statements.

WARREN COUNTY, ILLINOIS
RECONCILIATION OF THE BALANCE SHEET
TO THE STATEMENT OF NET ASSETS
For the year ended November 30, 2009

Total fund balances - governmental funds	\$5,597,061
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds. The cost of assets is \$6,410,786 and the accumulated depreciation of \$1,190,255.	5,220,531
Because the focus of governmental funds is not short-term financing, some assets will not be available to pay for current period expenditures. Those assets are offset by deferred revenues in the funds.	205,731
Compensated absences are not due and payable from current resources and therefore are not reported in the governmental funds.	<u>(37,583)</u>
Total net assets - governmental activities	<u><u>\$10,985,740</u></u>

See Notes to Financial Statements.

WARREN COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

For the year ended November 30, 2009

	General	Illinois Municipal Retirement	Mental Health	Other Governmental Funds	Total Governmental Funds
Revenues:					
Property taxes	\$620,358	\$209,030	\$260,182	\$1,069,610	\$2,159,180
Intergovernmental revenue	1,299,086	0	0	949,513	2,248,599
Licenses and permits	8,718	0	0	0	8,718
Fees and fines	805,153	0	0	890,247	1,695,400
Hotel taxes	1,394	0	0	0	1,394
Rents	41,033	0	0	0	41,033
Penalties and costs	59,318	0	0	0	59,318
Revenue from use of money and property	2,553	1,610	274	54,279	58,716
Other revenue	46,319	3,733	0	112,476	162,528
Total revenues	2,883,932	214,373	260,456	3,076,125	6,434,886
Expenditures:					
Current:					
General control and administration	1,289,590	35,892	0	381,367	1,706,849
Public safety	603,830	49,159	0	554,993	1,207,982
Judiciary and court related	681,822	41,449	0	101,142	824,413
Public health	0	11,215	0	236,527	247,742
Public welfare	0	782	179,625	189,737	370,144
Transportation	0	44,458	0	1,172,955	1,217,413
Corrections	606,871	21,217	0	50,380	678,468
Debt service:					
Principal	0	0	0	0	0
Interest	0	0	0	0	0
Capital outlay	63,378	0	0	242,272	305,650
Total expenditures	3,245,491	204,172	179,625	2,929,373	6,558,661
Excess (deficiency) of revenues over expenditures	(361,559)	10,201	80,831	146,752	(123,775)
Other financing sources and (uses):					
Operating transfers in	200,000	0	0	511,287	711,287
Operating transfers out	(233,300)	0	0	(477,987)	(711,287)
Net change in fund balance	(394,859)	10,201	80,831	180,052	(123,775)
Fund balances (deficit), beginning of year as previously reported	807,683	180,410	111,223	4,090,229	5,189,545
Prior period adjustment	0	(518)	0	531,809	531,291
Fund balances (deficit), beginning of year as restated	807,683	179,892	111,223	4,622,038	5,720,836
Fund balances (deficit), end of year	\$412,824	\$190,093	\$192,054	\$4,802,090	\$5,597,061

See Notes to Financial Statements.

WARREN COUNTY, ILLINOIS
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
TO THE STATEMENT OF ACTIVITIES
For the year ended November 30, 2009

Net change in fund balance - Governmental funds	(\$123,775)
Amounts reported for governmental activities in the statement of activities are different because:	
Revenues that do not provide current financial resources are not reported as revenues in the the governmental funds. This change represents the increase in the deferred revenue that occurred during the year.	202,659
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their useful lives as depreciation expense. Donated capital assets are only reported in the statement of activities. This is the amount by which capitalized fixed assets of \$305,650 exceeds depreciation expense of \$285,437 in the period.	20,213
The net effect of various transactions involving capital assets (i.e., disposals and sales) is to decrease net assets	0
Vacation and compensated pay for employees is expensed in the statement of activities. However, since these amounts will not be paid from current resources, this expense is not recorded in the governmental funds. This is the amount by which vacation and compensated pay increased over the prior period.	<u>1,884</u>
Change in net assets of governmental activities	<u><u>\$100,981</u></u>

See Notes to Financial Statements.

WARREN COUNTY, ILLINOIS
STATEMENT OF FIDUCIARY NET ASSETS
November 30, 2009

ASSETS

Cash in banks	\$1,083,186
Investments	307,187
Due from State of Illinois	105,814
<hr/>	
Total assets	\$1,496,187

LIABILITIES

Accounts payable	\$50,301
Agency funds due to others	1,445,886
<hr/>	
Total liabilities	\$1,496,187

NET ASSETS

Unrestricted	0
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See Notes to Financial Statements.

WARREN COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

November 30, 2009

(A) Summary of Significant Accounting Policies:

The accounting policies of the County of Warren, Illinois (County) conform to accounting principles generally accepted in the United States of America as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant accounting policies:

1) Nature of operations:

The County provides many functions and services to citizens, including law enforcement, health and social services, judicial, correctional, transportation, and general administrative services.

2) Reporting entity:

Generally accepted accounting principles require that the financial reporting entity include (1) the primary government, (2) organizations for which the primary government is financially accountable and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The County has the statutory authority to adopt its own budget, to levy taxes and to issue bonded debt without the approval of another government. It has the right to sue and be sued, and has the right to buy, sell, lease or mortgage property in its own name. Based on these criteria, the County is considered a primary government and there are no other organizations or agencies whose financial statements should be combined and presented with these financial statements.

3) Government-wide and Fund Financial Statements

Government-wide Financial Statements: The government wide Statement of Net Assets and the Statement of Activities report the overall financial activity of the County. The financial activities of the County consist of governmental activities, which are primarily supported by taxes, intergovernmental revenues, and charges for services.

The Statement of Net Assets presents the County's non-fiduciary assets and liabilities with the difference reported in three categories:

Invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation and reduced by outstanding balances for bonds and other debt that are attributable to the acquisition, construction, or improvement of those assets. As of November 30, 2009, there was no other debt outstanding attributable to those assets.

Restricted net assets result when constraints placed on net asset use are either externally imposed by creditors, grantors, contributors, and the like, or imposed by law through constitutional provisions or enabling legislation.

WARREN COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
(CONTINUED)
November 30, 2009

(A) **Summary of Significant Accounting Policies (continued):**

3) Government-wide and Fund Financial Statements (continued)

Unrestricted net assets consist of net assets that do not meet the criteria of the two preceding categories.

It is the County's policy to first apply restricted resources when an expenditure/expense is incurred for purposes for which both restricted and unrestricted net assets are available.

The Statement of Activities demonstrates the degree to which the direct expense of a given function (i.e. general control and administration, public safety, etc.) is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs (including fines and fees), and (b) grants and contributions that are restricted to meeting the operational requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fiduciary funds are excluded from the government-wide financial statements.

Fund Financial Statements: Separate financial statements are provided for governmental funds and fiduciary (agency) funds, even though the latter are excluded from the government-wide financial statements. The fund financial statements provide information about the County's funds. The emphasis of fund financial statements is on major funds, each displayed in a separate column. The County has the following major governmental funds and all remaining governmental funds are aggregated and reported as nonmajor governmental funds.

General Fund – This fund is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The services which are administered by the Department and accounted for in the general fund include general control and administration, public safety, judiciary and court related, and corrections expenditures.

Mental Health – This fund is used to assist local public health non-profit agencies.

Illinois Municipal Retirement Fund – This fund is used to pay retirement for SLEP and Non-SLEP employees of the County.

Additionally, the County administers fiduciary (agency) funds for assets held by the County in a fiduciary capacity.

WARREN COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
(CONTINUED)
November 30, 2009

(A) Summary of Significant Accounting Policies (continued):

4) Measurement focus, basis of accounting and financial statement presentation:

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flow takes place.

Nonexchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include various taxes, state shared revenues and various state, federal and local grants. On an accrual basis, revenues from taxes are recognized when the County has a legal claim to the resources. Grants, entitlements, state shared revenues and similar items are recognized in the fiscal year in which all eligibility requirements imposed by the provider have been met.

Governmental funds 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 year.

Significant revenue sources which are susceptible to accrual include property taxes, other taxes, grants, charges for services, and interest. All other revenue sources are considered to be measurable and available only when cash is received.

Expenditures generally are recorded when the liability is incurred, as under accrual accounting. However, compensated absences are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds.

5) Investments:

Investments are reported at fair value. A portion of the County's investments are in the Illinois Funds Money Market Fund, which is an external investment pool which is not SEC registered. The Illinois Funds Money Market Fund is regulated by the State Treasurer's Office. The fair value of the position in the external investment pool is the same as the value of the pool shares.

6) Inventory

Inventories are stated at cost, using the first-in, first-out method. Inventories are accounted for under the consumption method, whereby acquisitions are recorded in inventory accounts initially and charged as expenditures when used.

WARREN COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
(CONTINUED)
November 30, 2009

(A) **Summary of Significant Accounting Policies (continued):**

7) Capital Assets

Capital assets, which include land, buildings and improvements, equipment, vehicles, and infrastructure, are reported in the applicable governmental activities columns in the government-wide financial statements. The County defines capital assets as assets with an estimated useful life in excess of one year. Such assets are recorded at historical cost if purchased or constructed. Donated assets are stated at estimated fair market value as of the date of acquisition. The cost of normal maintenance and repair that do not add to the value of the asset or materially extend the useful life are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. All capital assets, except land and construction in progress which are not depreciated, are being depreciated using the straight line method.

Assets which are acquired and held for the County's use are stated at historical cost. The cost of the capital asset includes the acquisition price plus the expenditures necessary to place the asset in its intended location and condition for use. Donated or contributed capital assets are recorded at their fair market value as of the date the asset is acquired, or for infrastructure, the estimated cost of construction.

The County defines capital assets as assets with an initial individual cost of more than amount listed below and an estimated useful life in excess of one year. Depreciation of capital assets is recorded in the Statement of Activities with accumulated depreciation reflected in the statement of net assets and is provided on the straight-line basis over the estimated useful lives:

Buildings	\$25,000	40 years
Building improvements	25,000	20 years
Vehicles	5,000	5 years
Office furniture and equipment	5,000	5-7 years
Infrastructure	100,000	10-20 years

Gains or losses from sales or retirements of capital assets are included in the operations on the Statement of Activities, if any.

8) Deferred Revenue

In the government-wide and fund financial statements, the County defers recognition of 2009 property taxes that are intended to finance next year's operations.

In the fund financial statements, the County also defers revenue recognition in connection with receivables that are measurable but not available within 60 days after year end.

WARREN COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
(CONTINUED)
November 30, 2009

(A) Summary of Significant Accounting Policies (continued):

9) Compensated Absences

Governmental Accounting Standards Board principles require employers to accrue a liability for future vacation and compensated leave benefits which meet certain conditions. The liability for compensated absences reported in the government-wide financial statements consists of unpaid, accumulated vacation leave and compensatory time off balances for County employees. No liability is reported for unpaid accumulated sick leave as this is not paid out at termination of employment.

10) Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designated fund balances, if any, represent tentative plans for future use of financial resources.

11) Accounting Estimates

The preparation of the financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements, and the reported amount of revenues and expenditures/expenses during the period. Actual results could differ from these estimates.

12) Interfund Transactions

The County has the following types of transactions between funds:

Loans – amounts provided with a requirement for repayment. In the fund financial statements, interfund loans are reported as due from other funds in lender funds and due to other funds in borrower funds.

Transfers – flows of assets (such as cash or goods) without equivalent flows of assets in return and without a requirement for repayment. In governmental funds, transfers are reported as other financing uses in the funds making transfers and as other financing sources in the funds receiving transfers.

13) Budgets and Budgetary Accounting:

The County follows these procedures in establishing the budgetary data reflected in the financial statements:

WARREN COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
(CONTINUED)
November 30, 2009

(A) Summary of Significant Accounting Policies (continued):

13) Budgets and Budgetary Accounting (continued):

- a) The Finance Committee of the County Board requests and receives from the County Officers proposed operating budgets for the fiscal year commencing the following December 1. The Finance Committee reviews and investigates budget requests and prepares a tentative operating budget including both proposed expenditures and the means of financing them.
- b) Prior to December 1, the budget is legally adopted by the County Board. The budget was adopted on November 20, 2008.
- c) After the adoption of the budget, no further appropriations can be made except for 1) transfers from one appropriation to another in the same fund, providing the total amount appropriated for the fund has not changed, and 2) appropriations in excess of those authorized by the budget in order to meet an immediate emergency. Both of these exceptions must be approved by a two-thirds majority of the Board. Unused appropriations lapse at the end of the fiscal year.
- d) Formal budgetary integration is used as a management control device during the year for the General, Special Revenue Funds, and Permanent Fund.
- e) Budgets are prepared for all governmental funds except the Transportation Grant Fund, DUI Equipment Fund, Special Equipment Fund, Vehicle Fund, Drug Enforcement Fund, Electronic Monitoring Fund, and 911 Fund. Budgets are not prepared for Agency funds except for the IDPA-Kids Fund, Township Motor Fuel Tax Fund, Township Bridge Fund, Inheritance Tax Fund, Trust Fund, Indemnity Fund, and Escrow Fund. Budgets are prepared on the cash basis of accounting which is an other comprehensive basis of accounting.

14) Property taxes:

The County's property tax is levied each year on all taxable real property located in the County. Since the 2009 property tax levy is levied to finance the operations of fiscal year 2009, the 2009 property tax is recorded as a receivable and the 2009 property tax revenue is deferred. The 2008 property tax levy is recorded as revenue by the County in accordance with the applicable measurement focus and basis of accounting for fiscal year 2009. The County must file its tax levy by the last Tuesday of December each year. The 2008 levy was approved on November 20, 2008. The 2009 levy was approved on November 18, 2009.

The township assessors are responsible for assessment of all taxable real property within the County. The County Clerk computes the annual tax of each parcel of real property and prepares tax books used by the County Collector as a basis for issuing tax bills to all taxpayers in the County.

WARREN COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
(CONTINUED)
November 30, 2009

(A) Summary of Significant Accounting Policies (continued):

14) Property taxes (continued):

Property taxes are collected by the County Treasurer, who remits to the units their respective share of the collections. Taxes levied in 2008 became due and payable in two installments, generally in June 2009 and September 2009. The owner of real property on January 1 (lien date) in any year is liable for taxes of that year.

(B) Cash and Investments:

Deposit accounts at year-end consisted of demand deposit accounts, money market checking and savings accounts, and certificates of deposit. Investment accounts at year-end consisted of a public treasurer's investment pool and a money market mutual fund.

Permitted investments are outlined in Chapter 30 Act 235 Section 2 of the Illinois Compiled Statutes. Section 2 also contains eleven provisions regarding repurchase agreements.

Cash and investments as of November 30, 2009 are classified in the financial statements as follows:

	Statement of Net Assets	Statement of Fiduciary Net Assets-	Total
Cash on hand and in banks	\$2,952,857	\$1,083,186	\$4,036,043
Deposits	2,007,038		2,007,038
Investments	504,317	307,187	811,504
Total	\$5,464,212	\$1,390,373	\$6,854,585

Cash and investments as of November 30, 2009 consist of the following:

	Carrying Amount
Cash on hand	\$380
Deposits with financial institutions	6,042,701
Investments	811,504
	\$6,854,585

WARREN COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
(CONTINUED)
November 30, 2009

(B) Cash and Investments (continued):

Deposits:

Concentration of credit risk:

At year-end the carrying amount of the County's deposits totaled \$6,042,701 and the bank balances totaled \$6,561,714. All deposits are covered by federal depository insurance, or by collateral held by the County's agent, in the County's name.

Investments:

As of November 30, 2009, the County's investments were as follows:

	Carrying Amount	Market Value
Illinois Funds	\$811,504	\$811,599

The calculation of realized gains is independent of the calculation of the net increase in the fair value of investments. Realized gains and losses on investments that had been held in more than one fiscal year and sold in the current year may have been recognized as an increase or decrease in the fair value of investment reported in the prior year. There was no increase in the fair value of investments during 2009.

Interest Rate Risk:

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The County has no specific policy on the interest rate risk at year-end.

Information about the sensitivity of the fair values of the County's investments to market interest rate fluctuations is provided by the following table that shows the distribution of the County's investments by maturity:

Investment Type	Remaining Maturity (in Months)			Total
	12 Months or Less	13-24 Months	25-60 Months	
External investment pool	\$811,504			\$811,504

WARREN COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
(CONTINUED)
November 30, 2009

(B) Cash and Investments (continued):

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. Presented below is the County's investment policy, or debt agreements, and the actual rating as of year-end for each investment type:

<u>Investment Type</u>	<u>Total as of November 30, 2009</u>	<u>AAAm</u>	<u>Aa</u>	<u>Unrated</u>
External investment pool	\$811,504	\$811,504		

Concentration of Credit Risk:

The County has no investments, other than a money market mutual fund and an external investment pool that are exempted from this requirement, in any one issuer that represent 5% or more of total County's investments.

Custodial Credit Risk:

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty 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.

As of November 30, 2009 there are no investments with custodial credit risk.

Foreign Currency Risk:

The County has no foreign currency risk for investments at year end.

(C) Inventory:

The County's inventory consists of the following:

<u>Fund</u>	<u>Type</u>	<u>Amount</u>
General	Deed stamps	\$4,520

WARREN COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
(CONTINUED)
November 30, 2009

(D) Capital Assets:

The governmental activities capital asset activity for the year ended November 30, 2009 is as follows:

Governmental activities:	Balance 12/1/2008	Increases	Decreases and Transfers	Balance 11/30/2009
Capital assets, not being depreciated:				
Land	\$233,152	\$0	\$0	\$233,152
Work in progress	918,288	54,057	(913,394)	58,591
Total capital assets, not being depreciated:	1,151,440	54,057	(913,394)	292,103
Capital assets, being depreciated:				
Buildings and improvements	851,202	0	0	851,202
Office furniture and equipment	591,611	80,885	0	672,496
Vehicles	487,985	36,300	0	524,285
Infrastructure	3,022,898	134,408	913,394	4,070,700
Total capital assets, being depreciated:	4,953,696	251,593	913,394	6,118,683
Accumulated depreciation:				
Buildings and improvements	(160,992)	(21,193)	0	(182,185)
Office furniture and equipment	(275,533)	(61,039)	0	(336,572)
Vehicles	(215,593)	(54,103)	0	(269,696)
Infrastructure	(252,700)	(149,102)	0	(401,802)
Total accumulated depreciation	(904,818)	(285,437)	0	(1,190,255)
Total capital assets, being depreciated, net	4,048,878	(33,844)	0	4,928,428
Governmental activities capital assets, net	\$5,200,318	\$20,213	\$0	\$5,220,531

Depreciation expense was charged to governmental functions as follows:

Governmental activities:	
General control and administration	\$53,604
Public safety	29,117
Judiciary and court related	3,899
Public health	5,247
Transportation	193,570
Total depreciation expense, governmental activities	\$285,437

WARREN COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
(CONTINUED)
November 30, 2009

(E) Deferred Revenues:

As of November 30, 2009, the County's governmental funds deferred revenues for receivables that are measurable but not available within 60 days after year end consisted of the following:

Fund	Type	Amount
General Fund	Various State of Illinois receipts and salary reimbursements	\$205,731

In addition, the County deferred \$2,299,086 of estimated revenue due from the 2009 tax levy that is intended to finance the fiscal year 2010 operations.

(F) Legal Debt Margin:

The following schedule illustrates the legal debt margin of the County as of November 30, 2009.

	<u>2008 Tax Year</u>
Assessed valuation	\$227,252,463
Statutory debt limitation (2.875% of assessed valuation)	\$6,533,508
Bonded debt - November 30, 2009	0
Available debt margin	\$6,533,508

(G) Operating Leases:

The County leases software under an operating lease agreement which expire in 2012. Total rental expense paid during fiscal year 2009 was \$23,754. The following is a schedule of future minimum lease payments under operating leases at November 30, 2009:

Fiscal Year Ended November 30,	Operating Leases
2010	\$23,754
2011	23,754
2012	23,754
Total minimum lease payments	\$71,262

WARREN COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
(CONTINUED)
November 30, 2009

(H) Deferred Compensation Plan:

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue code Section 457. The plan, available to all eligible County employees, permits them to defer a portion of their salary until future years. Payments to the plan are made by County employees only. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

It is the opinion of the County that it has no liability for losses under the plan but does have the duty of due care that would be required of an ordinary prudent investor.

(I) Pension and Retirement Systems:

Illinois Municipal Retirement Fund:

Plan Description. The County's defined benefit pension plan for Regular and Sheriff's Law Enforcement Personnel employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The plan is affiliated with the Illinois Municipal Retirement (IMRF), an agent multiple- employer plan. Benefit provision are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained online at www.imrf.org.

Non-Sheriff's Law Enforcement Personnel (Non-SLEP):

Funding Policy. As set by statute, the Regular plan members are required to contribute 4.50 percent of their annual covered salary. The statutes require employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The County's contribution rate for calendar year 2008 was 9.97 percent of annual covered payroll. The County also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by the statute.

Annual Pension Cost. For 2008, the County's annual pension cost of \$120,903 for the Regular plan was equal to the County's required and actual contributions.

TREND INFORMATION

Actuarial Valuation Date	Annual Pension Cost (APC)	Percentage Of APC Contributed	Net Pension Obligation
12/31/08	\$120,903	100%	\$0
12/31/07	130,985	100%	0
12/31/06	146,018	100%	0

WARREN COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
(CONTINUED)
November 30, 2009

(I) Pension and Retirement Systems (continued):

Illinois Municipal Retirement Fund (continued):

Non-Sheriff's Law Enforcement Personnel (Non-SLEP) (continued):

The required contribution for 2008 was determined as part of the December 31, 2006, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2006, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from .4% to 11.6% per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3% annually. The actuarial value of the County's Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The County's Regular plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2008, was 24 years.

Funded Status and Funding Progress. As of December 31, 2008, the most recent actuarial valuation date, the Regular plan was 75.38 percent funded. The actuarial accrued liability for benefits was \$4,914,344 and the actuarial value of assets was \$3,704,581, resulting in an underfunded actuarial accrued liability (UAAL) of \$1,209,763. The covered payroll (annual payroll of active employees covered by the plan) was \$1,212,664 and the ratio of the UAAL to the covered payroll was 100 percent.

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Sheriff's Law Enforcement Personnel (SLEP)

Funding Policy. As set by statute, the Sheriff's Law Enforcement Personnel plan members are required to contribute 7.50 percent of their annual covered salary. The statutes require employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rate for calendar year 2008 was 13.04 percent of annual covered payroll. The County also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by the statute.

WARREN COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
(CONTINUED)
November 30, 2009

(I) Pension and Retirement Systems (continued):

Illinois Municipal Retirement Fund (continued):

Sheriff's Law Enforcement Personnel (SLEP) (continued):

Annual Pension Cost. For 2008, the County's annual pension cost of \$90,727 for the Sheriff's Law Enforcement Personnel plan was equal to the County's required and actual contributions.

TREND INFORMATION

Actuarial Valuation Date	Annual Pension Cost (APC)	Percentage Of APC Contributed	Net Pension Obligation
12/31/08	\$90,727	100%	\$0
12/31/07	87,341	100%	0
12/31/06	73,969	100%	0

The required contribution for 2008 was determined as part of the December 31, 2006, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2006, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from .4% to 11.6% per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3% annually. The actuarial value of the County's Sheriff Law Enforcement Personnel plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The County's Sheriff's Law Enforcement Personnel plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2008, was 24 years.

Funded Status and Funding Progress. As of December 31, 2008, the most recent actuarial valuation date, the Sheriff's Law Enforcement Personnel plan was 78.97 percent funded. The actuarial accrued liability for benefits was \$1,463,366 and the actuarial value of assets was \$1,155,649, resulting in an underfunded actuarial accrued liability (UAAL) of \$307,717. The covered payroll (annual payroll of active employees covered by the plan) was \$695,757 and the ratio of the UAAL to the covered payroll was 44 percent.

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

WARREN COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
(CONTINUED)
November 30, 2009

(J) Other Required Individual Fund Disclosures:

Generally accepted accounting principles require disclosure of certain information concerning individual funds including:

- 1) As of November 30, 2009, there were no interfund loan balances.
- 2) Excess of expenditures over budgeted amounts in individual funds:

Fund	Amount
General Fund	\$42,803
Tort Liability Fund	\$183
Illinois Municipal Retirement Fund	\$9,359
Ambulance Fund	\$10,500
Court Automation	\$13,948
Geographical Information Systems Fund	\$1,248
Unemployment Security Fund	\$2,192
Probation Service Fund	\$24,374
Court Document Storage Fund	\$24,237
Highway Matching Tax	\$125,814
Circuit Clerk Operating Administration Fund	\$2,168
Transportation Grant Fund	\$227,615
State's Attorney Drug Forfeiture Fund	\$365
DUI Equipment Fund	\$5,013
Special Equipment Fund	\$11,785
Vehicle Fund	\$150
Drug Enforcement Fund	\$751
Electronic Monitoring Fund	\$11,576
911 Fund	\$423,236

- 3) Interfund transfers during the year were as follows:

Fund	Transfer In	Transfer Out
Major funds -		
General Fund	\$200,000	\$233,300
Non-major funds	511,287	477,987
	<u>\$711,287</u>	<u>\$711,287</u>

All transfers were made to simplify cash flows within the County and for payment for services in the Highway Department's funds.

- 4) As of November 30, 2009, no deficit was reported in the fund balance of an individual fund.

WARREN COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
(CONTINUED)
November 30, 2009

(K) Budget Transfers:

The budget transfer was approved at the July 2009 Board of Health meeting.

	<u>Transferred From</u>	<u>Transferred To</u>
Health Department Fund:		
Administrative contract	\$25,500	
Contracted personnel	14,000	
Salaries and benefits		\$39,500
Travel	7,500	
Supplies and equipment		7,500

(L) Risk Management:

The County is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. In order to protect against such risks of loss, the County purchases insurance coverage. The maximum deductible in effect through these policies as of November 30, 2009 was \$1,000 for general liability and \$2,500 for law enforcement. During the year ended November 30, 2009, there were no significant reductions in coverage. Also, there have been no settlements which have exceeded insurance coverage in the past three years.

For risks of loss related to injuries to employees, the County purchases coverage through the Illinois Counties Risk Management Pool. Potentially the County could be assessed additional premiums for its share of any losses of the pool. Historically, the County has not been assessed any additional premiums.

(M) Contingent Liabilities:

The County is periodically involved in various lawsuits. It is the opinion of the State's Attorney that as of November 30, 2009, there are no matters that will have a material adverse effect on the financial condition of the County.

(N) Commitments:

The County entered into an agreement with Galesburg Hospital Ambulance Service for providing ambulance services within the boundaries of the County. The term of the agreement is for the period of December 1, 2006 through November 30, 2011. The annual fee for the first two years of the agreement is \$126,000, \$132,300 commencing the third year of the agreement and good faith negotiations on the amount for year four and five of the agreement. The County paid \$132,300 under the agreement for the year ended November 30, 2009.

The County entered into an agreement with the City of Monmouth for dispatching services for the period May 1, 2006 through April 30, 2007 that continues every year thereafter unless it is terminated by one of the parties. The agreement calls for a monthly payment of \$3,755, which is automatically increased annually by a percentage equal to the dispatchers' rate of pay increase. The County paid the City of Monmouth \$142,189 for dispatching services in fiscal year ending November 30, 2009.

WARREN COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
(CONTINUED)
November 30, 2009

(O) Lease Agreements:

The County entered an agreement with Red Rock Financial, LLC for a land lease and wind easement. This lease shall extend from October 20, 2007 through October 20, 2047. The lessee is to pay the County \$1,000 a year until the installation of wind turbine(s). Once the wind turbine(s) are installed the lessee is to pay the County the greater of 3% of gross revenues from the sale of electricity generated by the wind turbine(s) or a minimum of \$2,500 per mega watt. Annual lease payments totaled \$1,000 in the year ending November 30, 2009.

The County entered an agreement with LPT Farms by Lawrence K. Thompson and Patrick J. Thompson to lease farm property owned by the County. This lease shall extend from March 1, 2008 through February 28, 2011. The lessee is to pay the County \$41,033 a year in two installments. The County received \$41,033 in rent payments during fiscal year 2009.

(P) New Reporting Standards:

In June 2007, the Governmental Accounting Standards Board (GASB) issued Statement 51 "Accounting and Reporting for Intangible Assets." This Statement amends certain provision of Statement 34 and 42. The County is required to implement this standard for fiscal year ending November 30, 2010. The County has not yet determined the full impact that the adoption of GASB Statement 51 will have on the financial statements.

In June 2008, the Governmental Accounting Standards Board (GASB) issued Statement 53 "Accounting and Financial Reporting for Derivative Instruments." The County is required to implement this standard for the fiscal year ending November 30, 2010. The County has not yet determined the full impact that adoption of GASB Statement 53 will have on the financial statements.

In March 2009, the Governmental Accounting Standards Board (GASB) issued Statement 54 "Fund Balance Reporting and Governmental Fund Type Definitions." The County is required to implement this standard for the fiscal year ending November 30, 2011. The County has not yet determined the full impact that adoption of GASB Statement 54 will have on the financial statements.

(Q) Prior Period Adjustment:

The November 30, 2009 financial statements have been restated to record fiscal year 2008 accrued compensated absences and payroll; to record activity in the following County funds: DUI Equipment, Special Equipment, Vehicle, Drug Enforcement, and Electronic Monitoring funds previously not recorded; and to reclassify the 911 and STD Testing funds from Agency funds to County funds. Net assets at November 30, 2008 were previously reported at \$10,392,935 and have been restated to \$10,884,759 for this net correction of \$491,824. Fund balances at November 30, 2008 were previously reported at \$5,189,545 and have been restated to \$5,720,836 for this net correction of \$531,291.

(R) Subsequent Events:

The County has evaluated subsequent events through March 11, 2010, which is the date these financial statements were available to be issued. All subsequent events requiring recognition as of November 30, 2009 have been incorporated herein. There are no subsequent events that require disclosure.

**REQUIRED SUPPLEMENTARY INFORMATION
(UNAUDITED)**

WARREN COUNTY, ILLINOIS
GENERAL FUND
SCHEDULE OF REVENUES AND EXPENDITURES
COMPARED WITH BUDGET
REQUIRED SUPPLEMENTARY INFORMATION
For the year ended November 30, 2009

	<u>Budgeted Amounts</u>	<u>(Budgetary Basis)</u>	<u>Variance with</u>
	<u>Original and Final</u>	<u>Actual</u>	<u>Final Budget</u>
Revenues:			
Property taxes	\$570,450	\$620,358	\$49,908
Intergovernmental revenue	1,553,400	1,455,313	(98,087)
Licenses and permits	10,000	8,718	(1,282)
Fees and fines	761,500	817,833	56,333
Hotel taxes	0	1,394	1,394
Rents	41,033	41,033	0
Penalties and costs	55,000	59,318	4,318
Revenue from use of money and property	15,000	7,185	(7,815)
Other revenue	50,000	46,813	(3,187)
Total revenues	3,056,383	3,057,965	1,582
Expenditures:			
Current:			
General control and administration	1,215,726	1,268,464	(52,738)
Public safety	602,302	600,029	2,273
Judiciary and court related	665,265	659,768	5,497
Corrections	577,739	598,196	(20,457)
Capital outlay	86,000	63,378	22,622
Total expenditures	3,147,032	3,189,835	(42,803)
Excess (deficiency) of revenues over expenditures	(90,649)	(131,870)	(41,221)
Other financing sources and (uses):			
Operating transfers in	310,000	200,000	(110,000)
Operating transfers out	(333,300)	(233,300)	(100,000)
Net change in fund balance	(\$113,949)	(165,170)	(\$51,221)
Fund balance, beginning of year		807,683	
Fund balance, end of year		642,513	
Adjustments from budgetary basis to generally accepted accounting principles basis - Accrual basis adjustments		(229,689)	
Fund balance generally accepted accounting principles		\$412,824	

See Notes to Required Supplementary Information.

WARREN COUNTY, ILLINOIS
SPECIAL REVENUE FUND
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF REVENUES AND EXPENDITURES
COMPARED WITH BUDGET
REQUIRED SUPPLEMENTARY INFORMATION
For the year ended November 30, 2009

	Budgeted Amounts	(Budgetary Basis) Actual	Variance with Final Budget
	Original and Final		
Revenues:			
Property taxes	\$210,000	\$209,030	(\$970)
Revenue from use of money and property	4,000	2,597	(1,403)
Other revenue	1,700	3,733	2,033
Total revenues	215,700	215,360	(340)
Expenditures:			
Current:			
General control and administration	45,720	55,079	(9,359)
Public safety	49,159	49,159	0
Judiciary and court related	41,449	41,449	0
Public health	11,215	11,215	0
Public welfare	782	782	0
Transportation	44,458	44,458	0
Corrections	21,217	21,217	0
Total expenditures	214,000	223,359	(9,359)
Excess (deficiency) of revenues over expenditures	1,700	(7,999)	(9,699)
Other financing sources and (uses):			
Operating transfers in	0	0	0
Operating transfers out	0	0	0
Net change in fund balance	\$1,700	(7,999)	(\$9,699)
Fund balance, beginning of year as previously reported		180,410	
Prior period adjustment		(518)	
Fund balance, beginning of year as restated		179,892	
Fund balance, end of year		171,893	
Adjustments from budgetary basis to generally accepted accounting principles basis			
Accrual basis adjustments		18,200	
Fund balance generally accepted accounting principles		\$190,093	

See Notes to Required Supplementary Information.

WARREN COUNTY, ILLINOIS
SPECIAL REVENUE FUND
MENTAL HEALTH FUND
SCHEDULE OF REVENUES AND EXPENDITURES
COMPARED WITH BUDGET
REQUIRED SUPPLEMENTARY INFORMATION
For the year ended November 30, 2009

	<u>Budgeted Amounts</u> Original and Final	(Budgetary Basis) Actual	Variance with Final Budget
Revenues:			
Property taxes	\$262,000	\$260,182	(\$1,818)
Revenue from use of money and property	0	274	274
Total revenues	262,000	260,456	(1,544)
Expenditures -			
Current -			
Public welfare	262,000	179,625	82,375
Total expenditures	262,000	179,625	82,375
Excess (deficiency) of revenues over expenditures	0	80,831	80,831
Other financing sources and (uses):			
Operating transfers in	0	0	0
Operating transfers out	0	0	0
Net change in fund balance	\$0	80,831	\$80,831
Fund balance, beginning of year		111,223	
Fund balance, end of year		192,054	
Adjustments from budgetary basis to generally accepted accounting principles basis			
Accrual basis adjustments		0	
Fund balance generally accepted accounting principles		\$192,054	

See Notes to Required Supplementary Information.

WARREN COUNTY, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF IMRF FUNDING PROGRESS
November 30, 2009

Non-Sheriff's Law Enforcement Personnel (Non-SLEP):

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL)--- Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UALL as a Percentage of Covered Payroll ((b-a)/c)
12/31/08	\$3,704,581	\$4,914,344	\$1,209,763	75.38%	\$1,212,664	99.76%
12/31/07	4,732,619	4,967,616	234,997	95.27%	1,165,345	20.17%
12/31/06	4,425,196	4,763,025	337,829	92.91%	1,170,953	28.85%

Sheriff's Law Enforcement Personnel (SLEP):

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL)--- Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UALL as a Percentage of Covered Payroll ((b-a)/c)
12/31/08	\$1,155,649	\$1,463,366	\$307,717	78.97%	\$695,757	44.23%
12/31/07	1,294,229	1,230,517	(63,712)	105.18%	657,689	0.00%
12/31/06	1,314,568	1,312,843	(1,725)	100.13%	609,800	0.00%

WARREN COUNTY, ILLINOIS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
November 30, 2009

(A) Basis of Accounting:

Annual budgets are adopted for all governmental funds using the cash basis which is an other comprehensive basis of accounting.

(B) Excess of Disbursements Over Appropriations:

Expenditures exceeded appropriations in the General Fund by \$42,803 and in the Illinois Municipal Retirement Fund by \$9,359.

OTHER SUPPLEMENTARY INFORMATION

WARREN COUNTY, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
November 30, 2009

ASSETS	Total Nonmajor Governmental	Special Revenue Funds	
		Geographic Information System	County Motor Fuel Tax
Cash on hand	\$300	\$0	\$0
Cash in banks	2,419,575	79,827	0
Deposits	1,884,060	0	0
Investments	504,241	0	107,760
Inventory	0	0	0
Property taxes receivable	1,061,117	0	0
Accounts receivable	40,348	3,210	633
Due from State of Illinois	30,854	0	30,667
Prepaid expenses	0	0	0
Total assets	\$5,940,495	\$83,037	\$139,060
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$58,714	\$0	\$13,649
Accrued payroll	15,084	0	6,079
Accrued compensated absences	3,490	0	0
Deferred revenue	0	0	0
Deferred property taxes	1,061,117	0	0
Due to other funds	0	0	0
Total liabilities	1,138,405	0	19,728
Fund balances (deficit):			
Reserved for inventory and prepaid expenses	0		
Reserved for permanent fund	447,806		
Unreserved for special revenue funds	4,354,284	83,037	119,332
Total fund balances	4,802,090	83,037	119,332
Total liabilities and fund balances	\$5,940,495	\$83,037	\$139,060

Extension Education	County Treasurer Automation	Animal Control	Maintenance & Child Support	Circuit Clerk Operating Administration	911	STD Testing
\$0	\$0	\$0	\$0	\$0	\$0	\$0
0	50,986	50,617	189,962	8,944	111,118	768
0	0	0	0	0	202,414	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
65,945	0	0	0	0	0	0
0	0	0	0	0	24,862	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
\$65,945	\$50,986	\$50,617	\$189,962	\$8,944	\$338,394	\$768

\$0	\$0	\$1,509	\$0	\$0	\$16,664	\$0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
65,945	0	0	0	0	0	0
0	0	0	0	0	0	0
65,945	0	1,509	0	0	16,664	0

0	50,986	49,108	189,962	8,944	321,730	768
0	50,986	49,108	189,962	8,944	321,730	768
\$65,945	\$50,986	\$50,617	\$189,962	\$8,944	\$338,394	\$768

WARREN COUNTY, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
(CONTINUED)
November 30, 2009

A S S E T S	Special Revenue Funds			
	County Offices	Court Document Storage	Vital Records	Veterans Assistance
Cash on hand	\$0	\$0	\$0	\$0
Cash in banks	0	249,251	17,397	68,568
Deposits	309,591	0	0	0
Investments	0	0	0	0
Inventory	0	0	0	0
Property taxes receivable	0	0	0	62,948
Accounts receivable	0	2,159	0	0
Due from State of Illinois	0	0	0	0
Prepaid expenses	0	0	0	0
Total assets	\$309,591	\$251,410	\$17,397	\$131,516
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$0	\$0	\$0	\$2,020
Accrued payroll	0	0	0	0
Accrued compensated absences	0	0	0	0
Deferred revenue	0	0	0	0
Deferred property taxes	0	0	0	62,948
Due to other funds	0	0	0	0
Total liabilities	0	0	0	64,968
Fund balances (deficit):				
Reserved for inventory and prepaid expenses				
Reserved for permanent fund				
Unreserved for special revenue funds	309,591	251,410	17,397	66,548
Total fund balance	309,591	251,410	17,397	66,548
Total liabilities and fund balances	\$309,591	\$251,410	\$17,397	\$131,516

Civil Defense Disaster Relief	Ambulance Service	Court Automation	County Clerk Document Conversion	Tort Liability	Worker's Compensation	Social Security
\$0	\$0	\$0	\$0	\$0	\$0	\$0
4,049	101,749	0	23,705	273,060	150,618	237,852
0	0	292,873	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	139,884	0	0	117,902	84,929	189,842
0	0	2,097	1,174	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
\$4,049	\$241,633	\$294,970	\$24,879	\$390,962	\$235,547	\$427,694

\$0	\$0	\$4,184	\$657	\$0	\$8,959	\$0
0	0	0	0	0	0	1,475
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	139,884	0	0	117,902	84,929	189,842
0	0	0	0	0	0	0
0	139,884	4,184	657	117,902	93,888	191,317

4,049	101,749	290,786	24,222	273,060	141,659	236,377
4,049	101,749	290,786	24,222	273,060	141,659	236,377
\$4,049	\$241,633	\$294,970	\$24,879	\$390,962	\$235,547	\$427,694

WARREN COUNTY, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
(CONTINUED)
November 30, 2009

A S S E T S	Special Revenue Funds		
	Unemployment Security	Sheriff's State D.E.A.	Sheriff's Federal D.E.A.
Cash on hand	\$0	\$0	\$0
Cash in banks	38,841	5,697	1,836
Deposits	0	0	0
Investments	0	0	0
Inventory	0	0	0
Property taxes receivable	0	0	0
Accounts receivable	0	0	0
Due from State of Illinois	0	0	0
Prepaid expenses	0	0	0
Total assets	\$38,841	\$5,697	\$1,836
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$0	\$0	\$0
Accrued payroll	0	0	0
Accrued compensated absences	0	0	0
Deferred revenue	0	0	0
Deferred property taxes	0	0	0
Due to other funds	0	0	0
Total liabilities	0	0	0
Fund balances (deficit):			
Reserved for inventory and prepaid expenses			
Reserved for permanent fund			
Unreserved for special revenue funds	38,841	5,697	1,836
Total fund balance	38,841	5,697	1,836
Total liabilities and fund balances	\$38,841	\$5,697	\$1,836

State's Attorney Drug Forfeiture	Law Library	Probation Services	Prisoner Medical	Court System Maintenance	Children's Waiting Room	Transportation Grant	Health Department
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$300
2,981	840	106,575	79,745	175,623	11,865	0	114,961
0	0	0	0	0	0	0	31,401
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	7,494
0	580	2,989	511	1,578	0	0	555
0	0	0	0	0	0	0	187
0	0	0	0	0	0	0	0
\$2,981	\$1,420	\$109,564	\$80,256	\$177,201	\$11,865	\$0	\$154,898

\$0	\$840	\$0	\$741	\$0	\$600	\$0	\$1,075
0	0	0	0	0	0	0	5,920
0	0	0	0	0	0	0	2,180
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	7,494
0	0	0	0	0	0	0	0
0	840	0	741	0	600	0	16,669

2,981	580	109,564	79,515	177,201	11,265	0	138,229
2,981	580	109,564	79,515	177,201	11,265	0	138,229
\$2,981	\$1,420	\$109,564	\$80,256	\$177,201	\$11,865	\$0	\$154,898

**WARREN COUNTY, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
(CONTINUED)**

November 30, 2009

ASSETS	Special Revenue Funds		
	Special Bridge	County Highway	Highway Matching Tax
Cash on hand	\$0	\$0	\$0
Cash in banks	0	169,667	0
Deposits	739,108	0	308,673
Investments	0	0	0
Inventory	0	0	0
Property taxes receivable	0	234,804	117,402
Accounts receivable	0	0	0
Due from State of Illinois	0	0	0
Prepaid expenses	0	0	0
Total assets	\$739,108	\$404,471	\$426,075
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$523	\$3,289	\$4,004
Accrued payroll	0	1,610	0
Accrued compensated absences	0	1,310	0
Deferred revenue	0	0	0
Deferred property taxes	0	234,804	117,402
Due to other funds	0	0	0
Total liabilities	523	241,013	121,406
Fund balances (deficit):			
Reserved for inventory and prepaid expenses			
Reserved for permanent fund			
Unreserved for special revenue funds	738,585	163,458	304,669
Total fund balance	738,585	163,458	304,669
Total liabilities and fund balances	\$739,108	\$404,471	\$426,075

					Permanent Fund
DUI Equipment	Special Equipment	Vehicle Fund	Drug Enforcement	Electronic Monitoring	Working Cash
\$0	\$0	\$0	\$0	\$0	\$0
3,428	14,036	15,593	2,644	5,447	51,325
0	0	0	0	0	0
0	0	0	0	0	396,481
0	0	0	0	0	0
0	0	0	0	0	39,967
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
\$3,428	\$14,036	\$15,593	\$2,644	\$5,447	\$487,773

\$0	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	39,967
0	0	0	0	0	0
0	0	0	0	0	39,967

					447,806
3,428	14,036	15,593	2,644	5,447	
3,428	14,036	15,593	2,644	5,447	447,806
\$3,428	\$14,036	\$15,593	\$2,644	\$5,447	\$487,773

WARREN COUNTY, ILLINOIS
COMBINING STATEMENT OF REVENUES AND EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the year ended November 30, 2009

	Total Nonmajor Governmental	Special Revenue Funds	
		Geographic Information System	County Motor Fuel Tax
Revenues:			
Property taxes	\$1,069,610	\$0	\$0
Intergovernmental revenue	949,513	7,644	409,484
Licenses and permits	0	0	0
Fee and fines	890,247	48,675	0
Hotel taxes	0	0	0
Rents	0	0	0
Penalties and costs	0	0	0
Revenue from use of money and property	54,279	910	769
Other revenue	112,476	0	15,146
Total revenues	3,076,125	57,229	425,399
Expenditures:			
Current:			
General control and administration	381,367	34,856	0
Public safety	554,993	0	0
Judiciary and court related	101,142	0	0
Public health	236,527	0	0
Public welfare	189,737	0	0
Transportation	1,172,955	0	406,631
Corrections	50,380	0	0
Debt service:			
Principal	0	0	0
Interest	0	0	0
Capital outlay	242,272	9,555	0
Total expenditures	2,929,373	44,411	406,631
Excess (deficiency) of revenues over expenditures	146,752	12,818	18,768
Other financing sources and (uses):			
Operating transfers in	511,287	0	0
Operating transfers out	(477,987)	0	0
Net change in fund balance	180,052	12,818	18,768
Fund balances (deficit), beginning of year as previously reported	4,090,229	70,219	107,607
Prior period adjustment	531,809	0	(7,043)
Fund balances (deficit), beginning of year as restated	4,622,038	70,219	100,564
Fund balances (deficit), end of year	\$4,802,090	\$83,037	\$119,332

Extension Education	County Treasurer Automation	Animal Control	Maintenance & Child Support	Circuit Clerk Operating Administration	911	STD Testing
\$63,636	\$0	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	4,440	74,402	6,610	3,990	247,515	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	592	601	2,265	115	7,241	9
0	0	0	0	0	0	0
63,636	5,032	75,003	8,875	4,105	254,756	9
63,636	1,096	0	0	0	0	0
0	0	54,086	0	0	438,838	0
0	0	0	70	2,668	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
63,636	1,096	54,086	70	2,668	438,838	0
0	3,936	20,917	8,805	1,437	(184,082)	9
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	3,936	20,917	8,805	1,437	(184,082)	9
0	47,050	28,191	181,157	7,507	0	0
0	0	0	0	0	505,812	759
0	47,050	28,191	181,157	7,507	505,812	759
\$0	\$50,986	\$49,108	\$189,962	\$8,944	\$321,730	\$768

WARREN COUNTY, ILLINOIS
COMBINING STATEMENT OF REVENUE AND EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
(CONTINUED)

For the year ended November 30, 2009

	Special Revenue Funds			
	County Offices	Court Document Storage	Vital Records	Veterans Assistance
Revenues:				
Property taxes	\$0	\$0	\$0	\$62,735
Intergovernmental revenue	105,750	0	0	0
Licenses and permits	0	0	0	0
Fees and fines	0	33,881	3,716	0
Hotel taxes	0	0	0	0
Rents	0	0	0	0
Penalties and costs	0	0	0	0
Revenue from use of money and property	4,109	3,107	209	562
Other revenue	16,240	0	0	0
Total revenues	126,099	36,988	3,925	63,297
Expenditures:				
Current:				
General control and administration	6,036	0	1,794	0
Public safety	0	0	0	0
Judiciary and court related	10,074	5,598	0	0
Public health	0	0	0	0
Public welfare	0	0	0	56,819
Transportation	0	0	0	0
Corrections	0	0	0	0
Debt service:				
Principal	0	0	0	0
Interest	0	0	0	0
Capital outlay	56,557	23,639	0	0
Total expenditures	72,667	29,237	1,794	56,819
Excess (deficiency) of revenues over expenditures	53,432	7,751	2,131	6,478
Other financing sources and (uses):				
Operating transfers in	0	0	0	0
Operating transfers out	0	0	0	0
Net change in fund balance	53,432	7,751	2,131	6,478
Fund balances (deficit), beginning of year as previously reported	256,159	243,659	15,266	60,070
Prior period adjustment	0	0	0	0
Fund balances (deficit), beginning of year as restated	256,159	243,659	15,266	60,070
Fund balances (deficit), end of year	\$309,591	\$251,410	\$17,397	\$66,548

Civil Defense Disaster Relief	Ambulance Service	Court Automation	County Clerk Document Conversion	Tort Liability	Worker's Compensation	Social Security
\$0	\$138,582	\$0	\$0	\$129,485	\$89,713	\$199,087
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	33,860	18,168	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
18	678	3,535	268	1,991	1,396	2,031
0	0	0	0	3,820	0	2,486
18	139,260	37,395	18,436	135,296	91,109	203,604
0	0	0	12,909	126,277	89,964	28,372
0	0	0	0	0	0	38,861
0	0	33,132	0	0	0	32,766
0	0	0	0	0	0	8,865
0	132,300	0	0	0	0	618
0	0	0	0	0	0	35,145
0	0	0	0	0	0	16,773
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	132,300	33,132	12,909	126,277	89,964	161,400
18	6,960	4,263	5,527	9,019	1,145	42,204
0	0	0	0	0	0	0
0	0	0	0	0	0	0
18	6,960	4,263	5,527	9,019	1,145	42,204
4,031	94,789	286,523	18,695	264,041	140,514	194,883
0	0	0	0	0	0	(710)
4,031	94,789	286,523	18,695	264,041	140,514	194,173
\$4,049	\$101,749	\$290,786	\$24,222	\$273,060	\$141,659	\$236,377

WARREN COUNTY, ILLINOIS
COMBINING STATEMENT OF REVENUE AND EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
(CONTINUED)

For the year ended November 30, 2009

	Special Revenue Funds		
	Unemployment Security	Sheriff's State D.E.A.	Sheriff's Federal D.E.A.
Revenues:			
Property taxes	\$0	\$0	\$0
Intergovernmental revenue	0	0	0
Licenses and permits	0	0	0
Fee and fines	0	0	0
Hotel taxes	0	0	0
Rents	0	0	0
Penalties and costs	0	0	0
Revenue from use of money and property	565	82	21
Other revenue	0	0	0
Total revenues	565	82	21
Expenditures:			
Current:			
General control and administration	16,427	0	0
Public safety	0	2,694	0
Judiciary and court related	0	0	0
Public health	0	0	0
Public welfare	0	0	0
Transportation	0	0	0
Corrections	0	0	0
Debt service:			
Principal	0	0	0
Interest	0	0	0
Capital outlay	0	0	0
Total expenditures	16,427	2,694	0
Excess (deficiency) of revenues over expenditures	(15,862)	(2,612)	21
Other financing sources and (uses):			
Operating transfers in	0	0	0
Operating transfers out	0	0	0
Net change in fund balance	(15,862)	(2,612)	21
Fund balances (deficit), beginning of year as previously reported	54,703	8,309	1,815
Prior period adjustment	0	0	0
Fund balances (deficit), beginning of year as restated	54,703	8,309	1,815
Fund balances (deficit), end of year	\$38,841	\$5,697	\$1,836

State's Attorney Drug Forfeiture	Law Library	Probation Services	Prisoner Medical	Court System Maintenance	Children's Waiting Room	Transportation Grant	Health Department
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$7,683
0	0	0	0	0	0	227,615	140,203
0	0	0	0	0	0	0	0
1,736	7,790	101,404	6,208	21,816	1,442	0	49,170
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
37	0	0	989	1,781	142	0	2,389
0	0	0	0	0	0	0	23,198
1,773	7,790	101,404	7,197	23,597	1,584	227,615	222,643
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
1,365	7,944	0	0	6,325	1,200	0	0
0	0	0	0	0	0	0	227,662
0	0	0	0	0	0	0	0
0	0	0	0	0	0	227,615	0
0	0	24,374	9,233	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
1,365	7,944	24,374	9,233	6,325	1,200	227,615	227,662
408	(154)	77,030	(2,036)	17,272	384	0	(5,019)
0	0	0	0	33,300	0	0	0
0	0	0	0	0	0	0	0
408	(154)	77,030	(2,036)	50,572	384	0	(5,019)
2,573	734	32,534	81,551	126,629	10,881	0	145,818
0	0	0	0	0	0	0	(2,570)
2,573	734	32,534	81,551	126,629	10,881	0	143,248
\$2,981	\$580	\$109,564	\$79,515	\$177,201	\$11,265	\$0	\$138,229

WARREN COUNTY, ILLINOIS
COMBINING STATEMENT OF REVENUE AND EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
(CONTINUED)

For the year ended November 30, 2009

	Special Revenue Funds		
	Special Bridge	County Highway	Highway Matching Tax
Revenues:			
Property taxes	\$0	\$225,696	\$112,995
Intergovernmental revenue	0	0	58,817
Licenses and permits	0	0	0
Fees and fines	1,573	190,190	0
Hotel taxes	0	0	0
Rents	0	0	0
Penalties and costs	0	0	0
Revenue from use of money and property	9,601	917	3,154
Other revenue	0	3,222	48,364
Total revenues	11,174	420,025	223,330
Expenditures:			
Current:			
General control and administration	0	0	0
Public safety	0	0	0
Judiciary and court related	0	0	0
Public health	0	0	0
Public welfare	0	0	0
Transportation	19,032	418,714	65,818
Corrections	0	0	0
Debt service:			
Principal	0	0	0
Interest	0	0	0
Capital outlay	11,513	132,247	0
Total expenditures	30,545	550,961	65,818
Excess (deficiency) of revenues over expenditures	(19,371)	(130,936)	157,512
Other financing sources and (uses):			
Operating transfers in	75,000	202,987	0
Operating transfers out	(80,092)	(75,000)	(122,895)
Net change in fund balance	(24,463)	(2,949)	34,617
Fund balances (deficit), beginning of year as previously reported	763,048	167,655	270,052
Prior period adjustment	0	(1,248)	0
Fund balances (deficit), beginning of year as restated	763,048	166,407	270,052
Fund balances (deficit), end of year	\$738,585	\$163,458	\$304,669

					Permanent Fund
DUI Equipment	Special Equipment	Vehicle Fund	Drug Enforcement	Electronic Monitoring	Working Cash
\$0	\$0	\$0	\$0	\$0	\$39,998
0	0	0	0	0	0
0	0	0	0	0	0
2,838	18,785	5,863	687	5,436	52
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	5	0	4,190
0	0	0	0	0	0
2,838	18,785	5,863	692	5,436	44,240
0	0	0	0	0	0
5,013	11,785	150	751	2,815	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	8,761	0
5,013	11,785	150	751	11,576	0
(2,175)	7,000	5,713	(59)	(6,140)	44,240
0	0	0	0	0	200,000
0	0	0	0	0	(200,000)
(2,175)	7,000	5,713	(59)	(6,140)	44,240
0	0	0	0	0	403,566
5,603	7,036	9,880	2,703	11,587	0
5,603	7,036	9,880	2,703	11,587	403,566
\$3,428	\$14,036	\$15,593	\$2,644	\$5,447	\$447,806