

Winnebago County

Comprehensive Annual Financial Report



FOR FISCAL YEAR END
SEPTEMBER 30, 2016

County of Winnebago, Illinois

Comprehensive Annual Financial Report

Fiscal Year Ended September 30, 2016

Prepared by

**Carla Paschal, Chief Finance and Budget Officer and
Winnebago County Auditor Office**

County of Winnebago, Illinois

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Introductory Section

County of Winnebago

County Administration Building
404 Elm Street, Room 533
Rockford, Illinois 61101

AMANDA HAMAKER
COUNTY ADMINISTRATOR

Phone: (815) 319-4231
Fax: (815) 319-4226
ahamaker@wincoil.us

March 30, 2017

To the Citizens of Winnebago County, Illinois,
Chairman and Members of the County Board
County of Winnebago, Illinois

We are pleased to submit the Comprehensive Annual Financial Report of the County of Winnebago, Illinois for the fiscal year ended September 30, 2016. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the County. We believe the data, as presented, is accurate in all material respects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the County as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain an adequate understanding of the County's financial affairs have been included. This is based upon a comprehensive framework of internal controls that have been established for this purpose. Because the cost of internal controls should not exceed anticipated benefit, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatement.

The purpose of this letter of transmittal is to provide an overview of the County and its operations. For detailed financial information and analysis, Management's Discussion and Analysis can be found on pages MD&A-1 – MD&A-14 of the financial section of this report.

The County of Winnebago was formed in 1837 by an Act of the Illinois State Legislature. The County provides municipal services that include public safety, judicial and court services, highways and streets, health and social services, urban redevelopment, planning and zoning, and general administration.

The County of Winnebago, Illinois is governed by a 20-member elected board.



It is our mission to provide high quality services and promote a safe community for all people in Winnebago County

2017 Economic Condition and Outlook

SUMMARY OF LOCAL ECONOMY

The County of Winnebago is situated in the North Central part of Illinois and is bounded by the southern border of Wisconsin. The economic condition for the area has improved over previous years. Local unemployment has been reduced. Commercial and Industrial development has improved due to expansion at manufacturing plants and development outside of Rockford. Single-family housing starts have remained stagnant, but Multi-family dwelling starts have increased for the rental markets.

DATA REGARDING MAJOR INDUSTRIES AFFECTING THE LOCAL ECONOMY

The current economic condition of the region has stabilized. The Belvidere Fiat Chrysler Plant, which is located adjacent to Winnebago County, will be changing over production starting in January 2017 from the Jeep Compass, Jeep Patriot, and Dodge Dart to the Jeep Cherokee. The Company plans on increasing the plant's workforce by 300 employees and investing 350 million in the Belvidere Plant. The Jeep Cherokee production is moving from Toledo, Ohio and the goal is to increase its annual production by 40% to 300,000 vehicles.

The county has continued to market itself as a distribution and logistics center. An industrial park called "Rock 39" along Interstate 39 at the southern tip of the county has added a FedEx 186,000 square foot distribution center at a cost of \$20 million dollars. A freight terminal is also located in the park. The county has created a water district along with supporting infrastructure to assist in the marketability of the industrial park.

The three area hospitals and supporting facilities continue to expand to not only serve county residents, but also residents from neighboring counties and states. MercyRockford Health System announced in August 2015 plans to create one hospital on two campuses in Rockford enhancing access and health care services for the Rockford community and surrounding areas. The new MercyRockford Health System formed by the merger of Mercy Health System and Rockford Health System in January, 2015, plan to continue operating the current hospital campus on the West side of Rockford and to construct a second campus on 263 acres at the intersection of E. Riverside Boulevard and I-90. Estimated cost of the plan to develop the two campuses for the future is \$400 million dollars. Construction on the new hospital has started with occupancy scheduled for January 2019. The hospital will create 400 permanent health care jobs.

OSF Saint Anthony Hospital also announced plans in April 2015 for an \$85 million dollar expansion of its Rockford Campus. OSF plans include a 144,000 square foot, four-story pavilion to house 78 private rooms for medical and surgical beds. Semi-private rooms in the hospital would be converted to private rooms, allowing for 190 private rooms. Construction has commenced on the addition. Swedish American Hospital, a division of the University of Wisconsin Medical System, Madison opened a new Regional Cancer Center in 2013. Advanced medical technology and procedures are available to the local patients rather than having to travel out of state.

Woodward, a leading manufacturer of aerospace products, opened a new 450,000 square foot facility in the County, which will produce fuel pumps, air valves and other components that help power the Boeing 787 Dreamliner, the Airbus 320 among other planes. It is anticipated that employment may increase by an additional 700 employees in the next six years.

Retail development has maintained a steady presence in the area, even though the economic downturn has impacted certain outlets. Development along Illinois Route 173 in Machesney Park has continued. The State of Illinois started to improve Route 173 in 2012 and finished east to Interstate 90 in 2015. A new retail development on the east side of Rockford, called Perryville Promenade, completed construction of its anchor store, Meijer Grocery Store. Another Meijer Grocery Store was constructed at the same time in Machesney Park along Route 173.

ONGOING AND FUTURE PROJECTS

The County's financial position decreased over the previous year. The General Fund, which is the main operating fund for the County, recorded a decrease of \$214,000 in Fund Balance. State revenues such as Replacement Tax were down significantly and certain charges for services including Circuit Clerk fees and Treasurer's fees for delinquent taxes were down significantly. Use taxes increased significantly to offset some of the reduction. The 1% Public Safety Sales Tax Fund recorded a decrease of \$1,248,000 in Fund Balance. Reduced 1% Public Safety Sales Tax and an increase in Personnel costs for public safety related departments factored into the reduction in fund balance.

Fiscal Year 2017 will continue to be a challenge due to the local and state economy and the absence of a State of Illinois Fiscal Year Budget. State Health grants have been reduced which have required Personnel reductions. Uncertainty about other State revenues such as Probation salary reimbursements and Replacement Taxes make forecasting revenues very difficult. Personnel expenses for Public Safety and other areas continue to increase due to union agreements and higher health insurance costs.

The county restructured certain 1% Public Safety Sales Tax debt during the fiscal year. Debt service was reduced by approximately \$2.5 Million in in the Public Safety Sales Tax Fund through a restructuring and was utilized to fund operating expenses in Public Safety Departments. The County Board has made it a priority to fund criminal justice and public safety functions.

The County Board has focused on economic development and the resulting creation of jobs or sustaining jobs in the area. Road infrastructure by the county has opened up areas for development. Expansion of existing businesses has resulted in a reduced unemployment rate.

The Host Fee revenue from the local landfill provided 3.3 million dollars for economic development projects, renewable energy, tourism, and enhanced educational programs for higher education and manufacturing. The county has been very active in the various economic organizations and on individual projects. The county was particularly involved with the Woodward facility previously mentioned. The county allocated \$1,000,000 of its Host Fee Funds to the project recognizing its importance to the community. This allocation was paid in the 2013 and 2014 fiscal years. The County is also assisting Rock Valley College to fund a new facility at the Airport for training of aviation mechanics. The County is contributing \$50,000 per year for 20 years from the Host Fee Fund to pay for a portion of the bonds issued to fund the new facility. Payments on the commitment began in fiscal year 2014.

The County has also obligated funds from the Host Fee Fund for 20 years to pay a portion of the bonds to assist the Airport Authority in constructing an aircraft maintenance facility to be leased to AAR Corp. The City of Rockford is also contributing funds for the same time period. The facility located on Airport property will cost \$40 million dollars with 200,000 square feet and employ 500 people. The facility was completed in 2016. Payments on the commitment will begin in fiscal year 2017.

The county is also involved in the Reclaiming First initiative to enhance amateur sport tournament and recreation venues within Winnebago County. This initiative is being led by the Rockford Park District. The county approved, in November 2013, a 2% county-wide additional Hotel Tax effective January 1, 2014 with proceeds to be utilized for the Reclaiming First project. The enhancements included in the project are renovation of the Ingersoll Building, located in downtown Rockford, Illinois, into a 100,000 square foot indoor multi-sport hard court facility with 8 basketball, 16 volleyball, 16 wrestling, and 42 pickleball courts. The facility was opened in June 2016. In addition, outdoor improvements will be made to the Sportscore II, located in Loves Park, Illinois, including 7 artificial turf, lighted, multi-sport fields, parking, concessions, and restroom facilities. The indoor Soccer Building, also located in Loves Park, will be expanded adding three additional indoor artificial turf fields. The county has also agreed to pledge \$350,000 a year in Host Fee revenue for 20 years for that project. Work is continuing on the Sportscore II facility renovations. Payments on the commitment began in fiscal year 2015.

In July 2016, the County committed \$600,000 to Rockford Public School District 205 to provide financial support to the District to build a new school at the current Kishwaukee School location. The commitment will be paid in annual installments of \$200,000 beginning June 30, 2017.

The Criminal Justice Departments have continued to refine the Court and Case Management System installed in November 2012. The purpose of the new system is to fully integrate all departments and to create a more efficient, accountable process from arrest to adjudication of the case.

The Chief Judge of the Seventeenth Judicial Circuit has emphasized the need for the Courts to become more efficient and reduce the number of days to adjudicate cases. The County Board Chairman and County Board have allocated funds for prosecutors and public defenders to assist in that process. The population in the Jail has been reduced from 1,150 inmates to approximately 800 over the last four years.

The County has pressed the collection of past due fees and fine monies ordered through the courts. Harris and Harris was hired to make the collection process more aggressive. In the first five years, \$9.5 million dollars was collected by this firm for the county, state, municipalities, and other governmental units.

Independent Audit

The financial statements of the County are audited annually as required by state statute. The requirements of this law have been fulfilled and an unmodified opinion on the financial statements has been issued by the certified public accounting firm of Sikich LLP.

Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Winnebago County for its Comprehensive Annual Financial Report for the fiscal year ended September 30, 2015. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such reports must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The County of Winnebago has received a Certificate of Achievement for twenty-three years (fiscal year ended 1988-2003 and 2005-2015). We believe our current report continues to conform to Certificate of Achievement program requirements and we are submitting it to GFOA.

ACKNOWLEDGMENTS

The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the Finance Department and County Auditor's Office. I would like to express my appreciation to all the members of the departments who assisted in and contributed to its preparation. I would also like to thank the office of the Winnebago County Board Chairman and the members of the County Board for their interest and support in planning and conducting the financial operations of the County in a responsible and progressive manner.

Respectfully submitted,



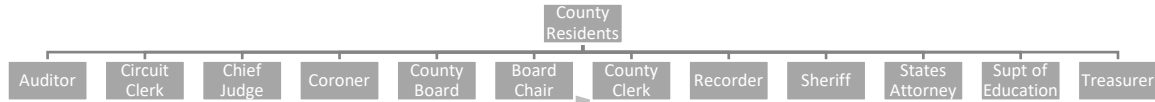
Amanda Hamaker
County Administrator



Carla Paschal
Chief Financial and Budget Officer

Winnebago County Board Office

Areas of Responsibility*



County Board
Elected Board Members

- Governance by Policy (Ord, Res)
- County Budget Oversight
- Citizen Relations
- Committee Participation
- Decisions Required by Code or Statute

County Board Chairman
Frank Haney

- County Board Relations
- County Spokesperson
- ACT Initiative
- County-Wide & Intergovernmental Collaboration
- Legislative Affairs
- Appointed Boards

County Engineer
Joe Vanderwerff

Board of Health

Public Health Administrator
Dr. Sandra Martell

Board of Review

County Administrator
Amanda Hamaker

- Animal Services
- Building & Maintenance
- Human Resources
- Information Technology
- Purchasing & Contracts
- Planning, Zoning & Economic Dev
- Riverbluff Nursing Home
- Supervisor of Assessments
- Board Liaison, Agendas
- Crisis Management
- Operations/Admin Committee
- Public Safety Committee

Chief Financial & Budget Officer
Carla Paschal

- Finance Department
- Accounting
- Budget Prep & Monitoring
- Accounts Payable
- Capital Planning
- GATA Accountability Officer
- Payroll
- Finance Committee
- Tax Cycle Committee

Deputy County Administrator
Julia Halsted

- Veterans Memorial Hall
- Admin FOIA Officer
- Communications
- Grant Programs
- Crime Commission
- Policy Committee
- Special Projects
- Transition Team Coordinator

Administrative Assistant
Jen Insko

- Chairman's Calendar
- Board & Dept Committee Agendas
- Ord & Res drafts
- Board Packets
- CFO Financial Admin
- Dept Multi-Party Meetings

Administrative Assistant
Amy Ferling

- Reception & Switchboard
- Admin Clerical
- Board/Comm Meeting Set-up
- Correspondence & Proclamations
- Dept Committee Minutes
- Event Reservations



*NOTE: This chart includes many, but not all Board Office staff responsibilities. Departments appear above the dotted line. Items below the line indicate other or related responsibilities.
3/22/2017 jh

County of Winnebago, Illinois

Principal Officials

September 30, 2016

County Board Members

Ted Biondo
Dave Fiduccia
Burt Gerl
Angie Goral
John Guevara
Joe Hoffman
Gary Jury
Dave Kelley
David Boomer
Keith McDonald
Eli Nicolosi

Faye Lyon
Dorothy Redd
Julio Salgado
Steve Schultz
John Sweeney
Dave Tassoni
Jim Webster
Fred Wescott
L.C. Wilson

Other Elected Officials

Scott H. Christiansen, County Board Chairman
Joseph Bruscato, State's Attorney
William D. Crowley, County Auditor
Thomas A. Klein, Circuit Clerk
Joseph G. McGraw, Chief Judge of the Circuit Court
Margie Mullins, County Clerk
Elizabeth A. Fiduccia, County Coroner
Nancy McPherson, Recorder of Deeds
Gary L. Caruana, County Sheriff
Lori Fanello, Superintendent of Education
Susan Goral, County Treasurer

Appointed Officials

Steven M. Chapman, County Administrator (former)
Amanda Hamaker, County Administrator (effective January 2017)
Carla Paschal, Chief Finance and Budget Officer (effective January 2017)
Sandra Martell, Public Health Administrator
Joseph Vanderwerff, Sr., County Engineer
Thomas Walsh, Supervisor of Assessments
Pamela Gentner, Nursing Home Administrator



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**County of Winnebago
Illinois**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2015

Executive Director/CEO

Financial Section

Independent Auditor's Report



INDEPENDENT AUDITOR'S REPORT

The Honorable Frank Haney,
County Board Chairman
Members of the County Board
County of Winnebago, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County of Winnebago, Illinois (the County), as of and for the year ended September 30, 2016, and the related notes to financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County of Winnebago, Illinois as of September 30, 2016, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, combining and individual fund financial statements and schedules, the other supplementary information, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated March 30, 2017, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

Sikich LLP

Rockford, Illinois
March 30, 2017

Management's Discussion and Analysis

County of Winnebago, Illinois

Management's Discussion and Analysis

September 30, 2016

The management of the County of Winnebago, Illinois presents this narrative overview and analysis to facilitate both short and long-term analysis of the financial activities of the County for the fiscal year ended September 30, 2016. This Management Discussion and Analysis (MD&A) is based on currently known facts, decisions, and conditions which existed as of the date of the independent auditor's report. Additional information outside the scope of this analysis can be found in the Letter of Transmittal. You are invited to read this in conjunction with the County of Winnebago's financial statements.

Financial Highlights

- The assets and deferred outflows of the County exceeded its liabilities and deferred inflows at September 30, 2016, by \$198 million.
- The net position of the governmental type activities decreased 7.6% and the business type activities increased 0.8%, respectively.
- The general revenues of governmental activities increased 0.8% from the amount reported in 2015. Program revenues decreased \$11.6 million or 19.2%. During the same period governmental activities expenses decreased \$6.7 million or 4.3%.
- As of September 30, 2016, the County's governmental funds reported a combined ending fund balance of \$73.8 million, a decrease of \$7.8 million in comparison with the prior year. Approximately \$11.8 million is unassigned and available for spending at the government's discretion.
- At the end of the current fiscal year unassigned fund balance for the General Fund was \$12.4 million or 25.7% of total General Fund expenditures. In comparison, the prior year unassigned fund balance was \$12.5 million or 24.9% of total General Fund expenditures.

Overview of the Financial Statements

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

Government-Wide Financial Statements. The government-wide financial statements report information about the activities of the County as a whole, and are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business.

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

County of Winnebago, Illinois

Management's Discussion and Analysis

September 30, 2016

The statement of activities presents information showing how the County's net position changed during the most recent fiscal year. Both the statement of net position and the statement of activities include all assets, deferred outflows liabilities and deferred inflows using the *accrual basis of accounting*, which is similar to the accounting method used by most private-sector companies. Accrual of the current year's revenues and expenses are taken into account regardless of when cash is received or paid. Thus, revenues and expenses are reported for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities) from functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the County include general government, public safety, highways and streets, health and welfare, and judicial.

The government-wide financial statements can be found on pages 4-5 of this report.

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

Governmental Funds. Governmental funds are used to account for activities where the emphasis is placed on available financial resources, rather than upon net income determination. These funds are reported using an accounting method called *modified accrual* accounting, which measures cash and all other financial assets that can readily be converted to cash. Therefore, unlike government-wide financial statements, government fund financial statements focus on the acquisition and use of current 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 requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so readers may better understand the long-term impact of the government's near-term financial decisions. A reconciliation is provided to facilitate this comparison between governmental funds and government-wide financial statements.

The County maintains seventy-nine governmental funds. Information is presented separately in the Governmental Fund Balance Sheet and in the Governmental Fund Statements of Revenues, Expenditures, and Changes in Fund Balances for the General Fund, Public Safety Sales Tax Fund, Illinois Municipal Retirement Fund and Tort Liability Fund all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

County of Winnebago, Illinois

Management's Discussion and Analysis

September 30, 2016

The County has adopted an annual appropriated budget for all of its governmental funds except the Rental Housing Fee Fund, Drug Enforcement Fund, Working Cash Fund, Court Services Grants Fund, Community Development Grants Fund, City Election Fund, Hotel/Motel Tax Fund, Water - Baxter Street Fund, Baxter Road Special Tax Allocation Fund, FEMA Grant Fund, Circuit Court Operations and Administration Fund and 2016A Series Refunding Bonds Fund. A budgetary comparison statement has been provided for the general fund and each major special revenue fund to demonstrate compliance with the budget.

The basic governmental fund financial statements and the reconciliation to government-wide financial statements can be found on pages 6-11 of this report.

Proprietary Funds. Proprietary funds are used to account for activities where the emphasis is placed on net income determination. The County maintains two different types of proprietary funds - enterprise funds and internal service funds. Enterprise funds are used to report the same functions presented as business-type activities in the governmental-wide financial statements. The County uses enterprise funds to account for its nursing home, animal services, and the operations of a building located at 555 North Court Street. Internal service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses internal service funds to account for its communications and information services, central stores, car pool, public safety building maintenance, and health insurance activities. Because internal service funds predominantly benefit governmental rather than business-type functions, their assets and liabilities have been included with governmental activities in the government-wide financial statements.

The enterprise funds, all of which are considered to be major funds of the County, are reported separately as proprietary fund financial statements in the basic financial statements. Conversely, all internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements.

The County also adopts an annual appropriated budget for all proprietary funds. To demonstrate compliance with the budget, budgetary comparison statements have been provided.

The basic proprietary fund financial statements can be found on pages 12-15 of this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs.

The basic fiduciary fund financial statement can be found on page 16 of this report.

Notes to the Basic Financial Statements. The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements. They are an integral part of the financial statements and should be read in conjunction with them.

County of Winnebago, Illinois

Management's Discussion and Analysis

September 30, 2016

Required Supplementary Information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning budgetary comparisons for the general and special revenue funds.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the County assets and deferred outflows exceeded liabilities and deferred inflows by \$198 million at the close of the most recent fiscal year. Net position decreased \$15.1 million from \$213.1 million, as restated, to \$198 million or 7.1% from the prior year.

Approximately 91.2% of the County's net position reflects its investment in capital assets (e.g., land and right-of-way, buildings, improvements, equipment, and infrastructure, net of accumulated depreciation), less any related debt used to acquire those assets. The County uses these capital assets to provide services to citizens. Consequently these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

| County of Winnebago Net Position (Expressed in Thousands of Dollars) | | | | | | |
|---|--------------------------------|-------------|---------------------------------|-------------|--------------|-------------|
| | <i>Governmental Activities</i> | | <i>Business-type Activities</i> | | <i>Total</i> | |
| | <i>2016</i> | <i>2015</i> | <i>2016</i> | <i>2015</i> | <i>2016</i> | <i>2015</i> |
| Current and other assets | 123,944 | \$ 137,733 | \$ 10,342 | \$ 11,370 | \$134,286 | \$ 149,103 |
| Capital assets | 286,086 | 296,482 | 9,525 | 9,984 | 295,611 | 306,466 |
| Total assets | 410,030 | 434,215 | 19,867 | 21,354 | 429,897 | 455,569 |
| Deferred outflows of resources | 32,822 | 18,878 | 4,277 | 2,487 | 37,099 | 21,365 |
| Current liabilities | 22,932 | 30,604 | 2,301 | 2,321 | 25,233 | 32,925 |
| Noncurrent liabilities | 195,479 | 185,027 | 5,947 | 5,923 | 201,426 | 190,950 |
| Total liabilities | 218,411 | 215,631 | 8,248 | 8,244 | 226,659 | 223,875 |
| Deferred inflows of resources | 39,989 | 37,842 | 2,305 | 2,117 | 42,294 | 39,959 |
| Net position: | | | | | | |
| Net investment in capital assets | 172,356 | 173,726 | 8,295 | 8,569 | 180,651 | 182,295 |
| Restricted | 56,215 | 61,305 | - | - | 56,215 | 61,305 |
| Unrestricted | (44,119) | (35,411) | 5,296 | 4,911 | (38,823) | (30,500) |
| Total net position | \$ 184,452 | \$ 199,620 | \$ 13,591 | \$ 13,480 | \$198,043 | \$ 213,100 |

Net position of the County's governmental activities decreased by 6.4% (\$184.5 million - as restated compared to \$197.2 million - as restated.). Unrestricted net position, the part of assets that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements, decreased by 24.6%

County of Winnebago, Illinois

Management's Discussion and Analysis

September 30, 2016

(((\$44.1) million compared to (35.4)\$ million). Restricted net position, those restricted mainly for capital projects and special purposes such as; maintenance, construction of County roadway, and various grant related activities decreased by 8.3% or \$5.1 million. The invested in capital assets, net of related debt category decreased by .8% or \$1.4 million.

Net position of business-type activities increased by .8% in 2016. The County generally can only use net position of these funds to finance the continuing operations of River Bluff Nursing Home, Animal Services, and the operations of 555 North Court Street building.

| County of Winnebago Change in Net Position (Expressed in Thousands of Dollars) | | | | | | |
|---|--------------------------------|----------------|---------------------------------|--------------|-------------------|----------------|
| | <i>Governmental Activities</i> | | <i>Business-type Activities</i> | | <i>Total</i> | |
| | <i>2016</i> | <i>2015</i> | <i>2016</i> | <i>2015</i> | <i>2016</i> | <i>2015</i> |
| Revenues | | | | | | |
| Program revenues: | | | | | | |
| Fines, fees, charges for services | \$ 33,214 | \$ 34,110 | \$ 17,810 | \$ 17,619 | \$ 51,024 | \$ 51,729 |
| Operating grants and contributions | 15,528 | 20,811 | - | - | 15,528 | 20,811 |
| Capital grants and contributions | - | 5,378 | 154 | - | 154 | 5,378 |
| General revenues: | | | | | | |
| Taxes | 86,583 | 86,865 | 1,930 | 1,928 | 88,513 | 88,793 |
| Miscellaneous | 1,058 | 758 | - | - | 1,058 | 758 |
| Unrestricted investment earnings | 115 | 66 | 2 | - | 117 | 66 |
| Total revenues | 136,498 | 147,988 | 19,896 | 19,547 | 156,394 | 167,535 |
| Expenses: | | | | | | |
| Government activities: | | | | | | |
| General government | 22,515 | 18,134 | - | - | 22,515 | 18,134 |
| Public safety | 70,566 | 69,306 | - | - | 70,566 | 69,306 |
| Highway and streets | 16,796 | 17,600 | - | - | 16,796 | 17,600 |
| Health and welfare | 12,451 | 14,786 | - | - | 12,451 | 14,786 |
| Judicial | 22,225 | 20,607 | - | - | 22,225 | 20,607 |
| Interest on long-term debt | 4,309 | 4,788 | - | - | 4,309 | 4,788 |
| Nursing home | - | - | 18,623 | 16,591 | 18,623 | 16,591 |
| Animal services | - | - | 2,887 | 2,654 | 2,887 | 2,654 |
| Court Street activities | - | - | 479 | 422 | 479 | 422 |
| Contributions to other governments | 600 | 10,979 | - | - | 600 | 10,979 |
| Total expenses | 149,462 | 156,200 | 21,989 | 19,667 | 171,451 | 175,867 |
| Increase (decrease) in net position | | | | | | |
| before transfers | (12,964) | (8,212) | (2,093) | (120) | (15,057) | (8,332) |
| Transfers | 263 | 291 | (263) | (291) | - | - |
| Net increase (decrease) in net position | (12,701) | (7,921) | (2,356) | (411) | (15,057) | (8,332) |
| Net position, October 1, | | | | | | |
| as originally reported | 199,620 | 215,405 | 13,480 | 15,242 | 213,100 | 230,647 |
| Restatement | (2,467) | (7,864) | 2,467 | (1,351) | - | (9,215) |
| Net position, October 1, as restated | 197,153 | 207,541 | 15,947 | 13,891 | 213,100 | 221,432 |
| Net position, September 30 | \$ 184,452 | \$ 199,620 | \$ 13,591 | \$ 13,480 | \$ 198,043 | \$ 213,100 |

- **Governmental activities.** Governmental-type activities decreased the County's total net position, as restated, by \$12.7 million, accounting for 84.4% of the decrease in total government-wide net position.

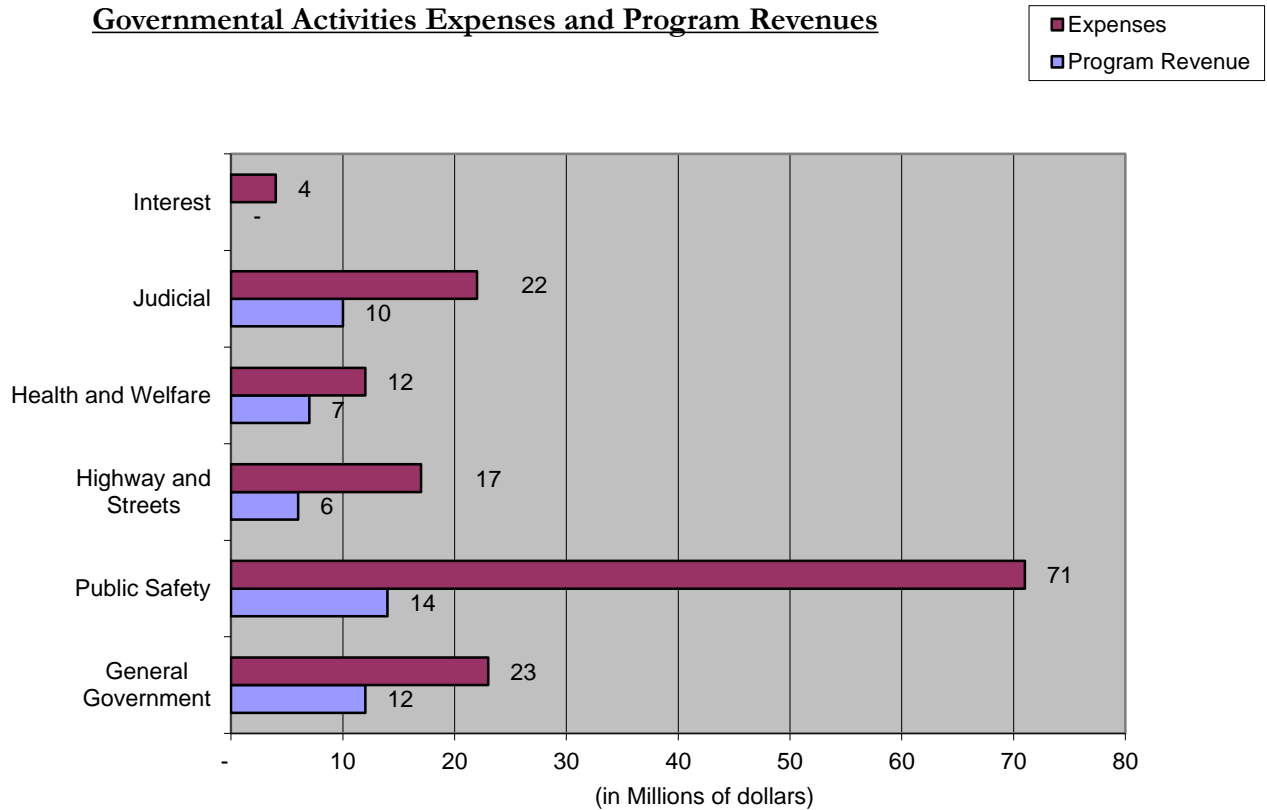
County of Winnebago, Illinois

Management's Discussion and Analysis

September 30, 2016

This following chart compares program revenue and expenses for the individual governmental activities for the current year. As the chart reflects, all governmental activities relied on general revenues to support the function.

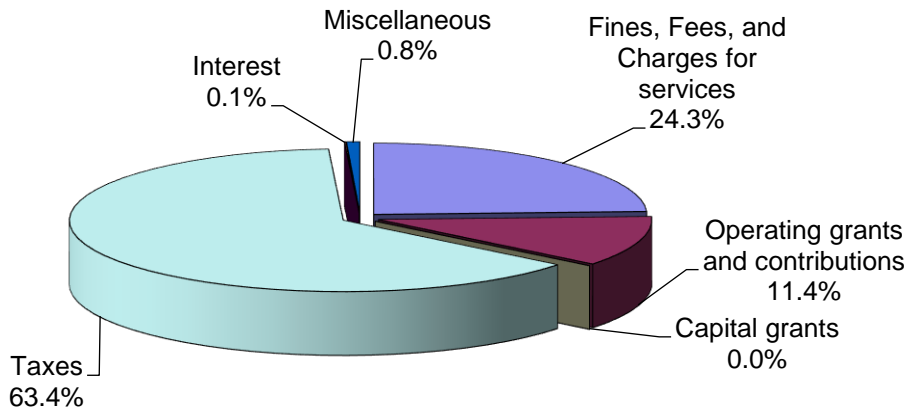
Governmental Activities Expenses and Program Revenues



County of Winnebago, Illinois Management's Discussion and Analysis September 30, 2016

The following chart shows the percent of the total for each source of revenue supporting governmental activities.

Governmental Activities Revenue by Source



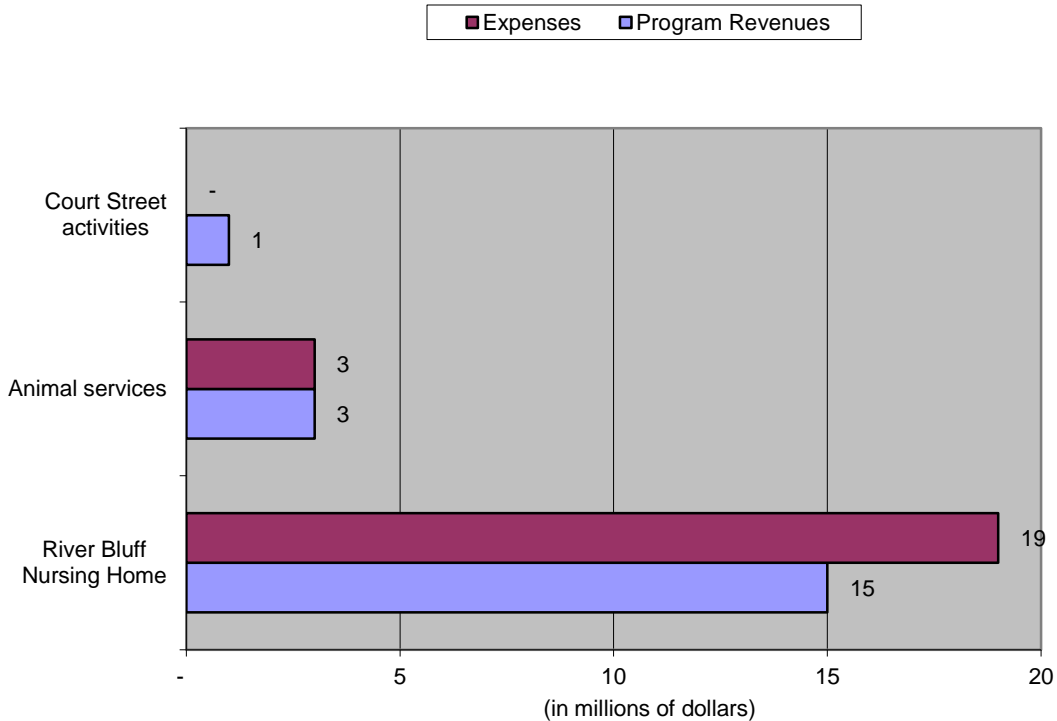
County of Winnebago, Illinois

Management's Discussion and Analysis

September 30, 2016

Business-type activities. Business-type activities decreased the County's net position by \$2.1 million before transfers. The following chart compares program revenue to expenses by individual business-type activity for the current year.

Business-type Activities Expenses and Program Revenues



Capital Assets. The County's investment in capital assets for its governmental and business-type activities as of September 30, 2016 amounted to \$295.6 million (net of accumulated depreciation). This investment in capital assets includes land, right-of-way (included with land), buildings and improvements, improvements other than buildings, equipment, and infrastructure (roadway and bridges). The total decrease in the County's capital assets for the current fiscal year was 3.5%.

County of Winnebago, Illinois
Management's Discussion and Analysis
September 30, 2016

| Capital Assets at Year-end (Net of Depreciation, in millions) | | | | | | |
|--|------------------------------------|-------------|-------------------------------------|-------------|---------------|-------------|
| | <i>Governmental Activities</i> | | <i>Business-type Activities</i> | | <i>Totals</i> | |
| | <i>2016</i> | <i>2015</i> | <i>2016</i> | <i>2015</i> | <i>2016</i> | <i>2015</i> |
| Land | \$ 20.8 | \$ 20.8 | \$ 0.3 | \$ 0.3 | \$ 21.1 | \$ 20.1 |
| Buildings | 219.9 | 218.0 | 18.4 | 18.2 | 238.3 | 236.2 |
| Improvements | 0.4 | 0.4 | - | - | 0.4 | 0.4 |
| Equipment | 40.3 | 37.8 | 2.5 | 2.4 | 42.8 | 40.2 |
| Infrastructure | 198.0 | 198.0 | - | - | 198.0 | 198.0 |
| Construction-in-progress | 2.2 | 1.8 | - | - | 2.2 | 1.8 |
| Subtotal | 481.6 | 476.8 | 21.2 | 20.9 | 502.8 | 497.7 |
| Accumulated Depreciation | (195.5) | (180.3) | (11.7) | (10.9) | (207.2) | (191.2) |
| Totals | \$ 286.1 | \$ 296.5 | \$ 9.5 | \$ 10.0 | \$ 295.6 | \$ 306.5 |

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

- Road projects, including Bell School Road from Lucky Lane to Argus Drive and Forrest Hills Road at River Lane/Pepper Drive
- Bridge projects including Cunningham Road Bridge over South Branch Kent Creek and Perryville Road Bridge over Union Pacific Railroad
- 911 Radio consoles
- Generator at River Bluff
- Refurbishment of a statue at Memorial Hall
- Courthouse front entrance remodeling
- Grand Jury room remodeling
- Public Safety Building HVAC improvements
- Coroner morgue addition
- Building improvements to the Ware Center

Additional information on the County's capital assets can be found in the notes to the basic financial statements pages 35-37, Note 4D.

County of Winnebago, Illinois

Management's Discussion and Analysis

September 30, 2016

Bonded Debt. At the end of the current fiscal year, The County had \$129 million in bonds outstanding versus \$141.8 million last year, a decrease of 9.0%, as shown in the table below.

The County issues general obligation bonds to provide funds for the acquisition of land and various capital projects. General obligation bonds have been issued only for governmental-type activities. During fiscal year 2016, the County issued \$2,485,000 in General Obligation Refunding Bonds, Series 2016A, to advance refund, through an in substance defeasance, \$2,505,000 of the 2006A Public Safety Sales Tax Alternate Revenue Bonds.

| Outstanding Debt, at Year-end (In Thousands) | Governmental | | Business-type | | Totals | |
|---|--------------------------|-------------------|-----------------|-----------------|-------------------|-------------------|
| | Activities | | Activities | | | |
| | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 |
| | General obligation bonds | \$ 16,550 | \$ 18,061 | \$ 1,170 | \$ 1,344 | \$ 17,720 |
| Alternate revenue bonds | 103,940 | 113,925 | - | - | 103,940 | 113,925 |
| Unamortized bond premium | 7,273 | 8,415 | 60 | 71 | 7,333 | 8,486 |
| Totals | \$ 127,763 | \$ 140,401 | \$ 1,230 | \$ 1,415 | \$ 128,993 | \$ 141,816 |

The County's general obligation bond rating from Moody's is Aa2. Other obligations include capital leases, commitments, compensated absences and claims and judgments. More detailed information is presented in the notes to the basic financial statements.

Additional information on the County's bonded debt can be found in the notes to the basic financial statements pages 40-48, Note 4F.

Financial Analysis of the County's Funds. As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

The County's General Fund in Fiscal Year 2016 recorded a decrease of \$213,900 over the fiscal year 2015 balance. In fiscal year 2015, the General Fund recorded a decrease of \$475,904 from the previous year. Revenues decreased \$682,523 from 2015 to 2016 due to fines and forfeitures decreasing \$131,020 and intergovernmental revenue decreasing \$1,144,275 which was primarily due to State income tax allotments decreasing 451,117 and delayed reimbursements from the state for probation officers. Charges for services increased \$104,250, mainly due to new federal inmate housing revenue of \$225,000 and increased recording fee and revenue stamp revenue of \$ 104,019 but was partially offset by decreases in various other fees Use tax increased \$343,877.

County of Winnebago, Illinois

Management's Discussion and Analysis

September 30, 2016

Property tax revenue was flat in the General Fund. Sales taxes were also flat reflecting a sluggish local economy and a slightly declining population. Expenditures decreased by approximately \$1 million which consisted primarily of decreases in personnel costs as a result of these costs being shifted to the Public Safety Sales Tax Fund.

2016 General Fund revenues actual to budget reflected a negative variance of \$1,051,170. The various taxes had a positive variance of \$224,979. Intergovernmental revenues were \$825,172 lower than anticipated due to replacement tax allotments declining due to an error on the part of the State in calculating the County's allotment. This error was corrected by the State in the current fiscal year. Other revenues were lower than anticipated by \$450,977.

General Fund expenditures actual to budget reflected a positive variance of \$264,204. The savings were in various departments in the personnel and supplies categories.

The Public Safety Sales Tax Fund reported an ending fund balance of \$14.4 million which is a decrease of approximately \$1,250,000 from the prior year. Total revenues decreased \$186,647 reflecting stagnation of spending in the local economy. Total expenditures increased approximately \$4,157,459. The increase in expenditures was largely supported by cash flow savings from refinancing debt and utilizing fund balance.

As of the end of the current fiscal year the County's governmental funds as a whole reported combined ending fund balances of \$73.8 million, a decrease of \$7.8 million in comparison with the prior year's balance. Approximately 16% of this total amount (\$11.8 million) constitutes unassigned fund balance, which is available for spending at the government's discretion. A portion of the fund balance (4.1 million) is assigned for public safety and capital projects. The remainder of fund balance (\$57.9 million) is restricted to indicate that it is not available for new spending because it has already been restricted to pay debt service (\$9.9 million), public safety (\$17.8 million), highways and streets (\$13.2 million) or is restricted for other purposes such as working cash, capital improvements, retirement and economic development (\$17.0 million).

County of Winnebago, Illinois

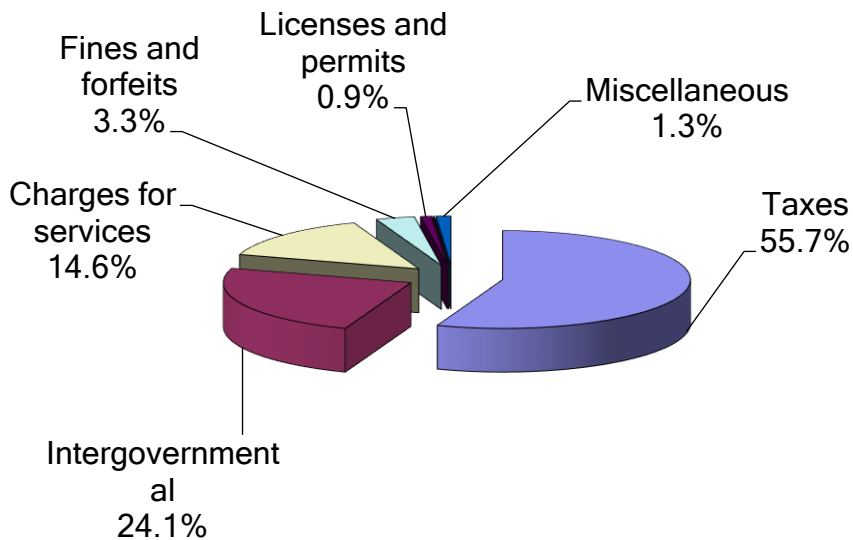
Management's Discussion and Analysis

September 30, 2016

Information below compares revenues and expenditures for all governmental fund types for the years ending September 30, 2016 and 2015.

| (\$000 omitted) | | | |
|---------------------------|-------------------|-------------------|-----------------|
| <i>Revenue by Source:</i> | <i>2016</i> | <i>2015</i> | <i>% change</i> |
| Taxes | \$ 75,908 | \$ 75,411 | 0.7% |
| Intergovernmental | 32,807 | 38,986 | -15.8% |
| Charges for services | 19,964 | 18,223 | 9.6% |
| Fines and forfeitures | 4,551 | 5,308 | -14.3% |
| Licenses and permits | 1,268 | 1,146 | 10.6% |
| Investment income | 115 | 66 | 74.2% |
| Miscellaneous | 1,746 | 2,915 | -40.1% |
| | \$ 136,359 | \$ 142,055 | -4.0% |

2016 Revenue by Source



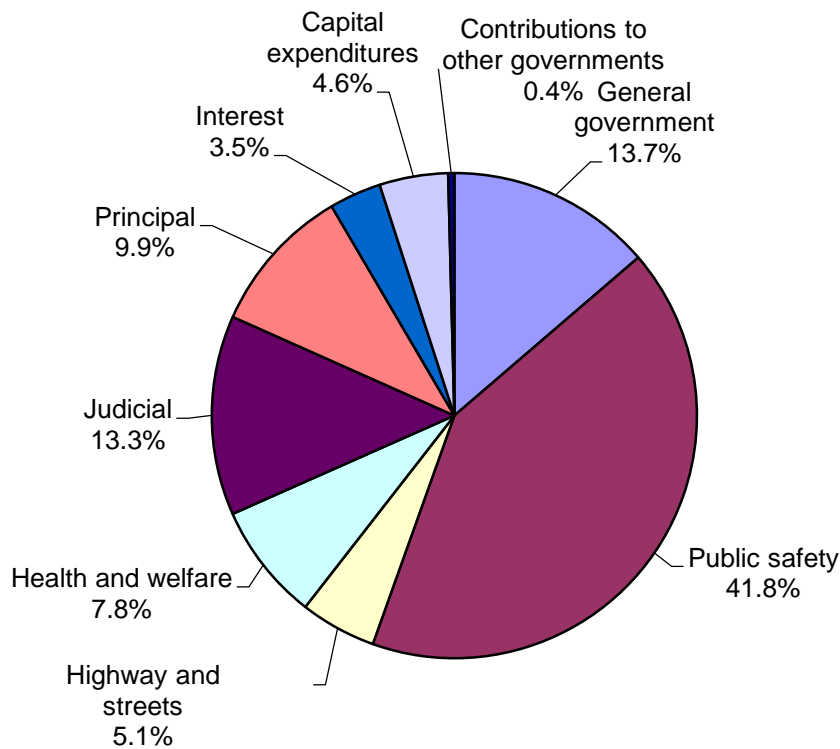
County of Winnebago, Illinois

Management's Discussion and Analysis

September 30, 2016

| (\$000 omitted) | | | |
|------------------------------------|-------------------|-------------------|-----------------|
| <u>Expenditures by Function:</u> | <u>2016</u> | <u>2015</u> | <u>% change</u> |
| General government | \$ 20,071 | \$ 16,698 | 20.2% |
| Public safety | 61,154 | 61,959 | -1.3% |
| Highway and streets | 7,431 | 8,258 | -10.0% |
| Health and welfare | 11,464 | 14,576 | -21.4% |
| Judicial | 19,489 | 19,245 | 1.3% |
| Debt service: | | | |
| Principal | 14,485 | 13,001 | 11.4% |
| Interest | 5,069 | 5,343 | -5.1% |
| Capital expenditures | 6,696 | 6,995 | -4.3% |
| Contributions to other governments | 600 | 10,979 | 100.0% |
| | \$ 146,459 | \$ 157,054 | -6.7% |

2016 Expenditures by Function



County of Winnebago, Illinois
Management's Discussion and Analysis
September 30, 2016

Proprietary Funds. The County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Total business-type net position decreased \$2.4 million in the current fiscal year. The following table shows the changes to net position and return on net position for the enterprise funds.

| Business-type (in thousands) | | | |
|---|--------------------|-----------------|--------------------|
| | <i>River Bluff</i> | <i>Animal</i> | <i>555</i> |
| | <i>Nursing</i> | <i>Services</i> | <i>Court</i> |
| | <i>Home Fund</i> | <i>Fund</i> | <i>Street Fund</i> |
| Total assets | \$ 14,903 | \$ 1,894 | \$ 3,401 |
| Net position | 8,844 | 1,377 | 3,370 |
| Change in net position | (1,930) | (293) | (133) |
| Return on ending net position | -21.8% | -21.3% | -3.9% |

River Bluff Nursing Home experienced a change in net position of \$1,930,000 due to a decrease in census as well as an unfavorable composition of private pay, Medicare and Medicaid residents.

General Fund Budgetary Highlights. The County made numerous revisions to the original appropriations approved by the County Board. Overall these changes resulted in a decrease from the original budget of 1.3% or \$637,748. The decrease resulted primarily from shifting expenditures to the 1% Public Safety Sales Tax Fund. The County expended 99.6% of the final amount appropriated in the General Fund during fiscal year 2016.

The revenue budget compared to actual ended with a negative variance of \$1.1 million. The overall net change to the fund balance of the General and Public Safety Sales Tax Funds was a negative \$1.5 million.

Economic Factors and Next Year's Budgets and Rates. The County's 2017 budget for the General Fund was developed based on a slight reduction in anticipated revenues from the revised 2016 projections. These revenues projected reductions include replacement tax and intergovernmental revenue. The following are major assumptions used in developing the budget for the 2017 fiscal year:

- Assessed valuation, which impacts property tax revenues, will increase by 1.25%
- Replacement tax revenues will decrease by 26% over the revised 2016 amount
- Quarter-cent sales tax revenues will increase by 1% over the revised 2016 amount
- State income tax revenue will increase by 3% over the revised 2016 amount
- Health insurance costs will increase by 5%

Requests for Information. This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the County's finances. If you have questions about this report contact Carla Paschal, Chief Financial and Budget Officer, by calling (815) 319-4278, or by writing the Winnebago County Board Office at 404 Elm Street, Room 533, Rockford, Illinois 61101.

Basic Financial Statements

County of Winnebago, Illinois
Statement of Net Position

September 30, 2016

| | <i>Governmental Activities</i> | <i>Business-Type Activities</i> | <i>Total</i> |
|--|------------------------------------|-------------------------------------|-----------------------|
| Assets | | | |
| Current assets | | | |
| Cash and cash equivalents | \$ 62,910,174 | \$ 1,721,291 | \$ 64,631,465 |
| Net receivables | 58,520,571 | 8,773,236 | 67,293,807 |
| Internal balances | 329,906 | (329,906) | - |
| Prepays | 271,497 | - | 271,497 |
| Inventory | - | 105,209 | 105,209 |
| Total current assets | 122,032,148 | 10,269,830 | 132,301,978 |
| Noncurrent assets | | | |
| Restricted investments | - | 72,710 | 72,710 |
| Other assets | 200,000 | - | 200,000 |
| Long-term receivables, net | 1,711,994 | - | 1,711,994 |
| Capital assets not being depreciated | 23,005,933 | 267,129 | 23,273,062 |
| Capital assets being depreciated, net | 263,079,843 | 9,257,759 | 272,337,602 |
| Total noncurrent assets | 287,997,770 | 9,597,598 | 297,595,368 |
| Total assets | 410,029,918 | 19,867,428 | 429,897,346 |
| Deferred outflows of resources | | | |
| Deferred charge on refunding | 4,044,027 | - | 4,044,027 |
| Pension items - IMRF | 28,777,504 | 4,277,037 | 33,054,541 |
| Total deferred outflows of resources | 32,821,531 | 4,277,037 | 37,098,568 |
| Total assets and deferred outflows of resources | 442,851,449 | 24,144,465 | 466,995,914 |
| Liabilities | | | |
| Current liabilities | | | |
| Accounts payable | 5,314,699 | 1,119,307 | 6,434,006 |
| Accrued salaries and benefits | 1,155,656 | 186,004 | 1,341,660 |
| Payable to other governments | - | 570,396 | 570,396 |
| Accrued interest payable | 1,237,576 | 8,710 | 1,246,286 |
| Contract retainage | 25,155 | - | 25,155 |
| Unearned revenue | 2,144,503 | - | 2,144,503 |
| Current portion of long-term liabilities | 13,054,364 | 416,911 | 13,471,275 |
| Total current liabilities | 22,931,953 | 2,301,328 | 25,233,281 |
| Noncurrent liabilities | | | |
| Bonds, capital leases, commitments, and notes payable | 141,582,110 | 1,038,154 | 142,620,264 |
| Claims and judgments | 6,551,967 | - | 6,551,967 |
| Compensated absences | 2,932,764 | 339,150 | 3,271,914 |
| Early retirement incentive | 730,864 | 279,906 | 1,010,770 |
| Net pension liability | 42,121,765 | 4,020,375 | 46,142,140 |
| Other post-employment benefit obligation | 1,559,360 | 268,933 | 1,828,293 |
| Total noncurrent liabilities | 195,478,830 | 5,946,518 | 201,425,348 |
| Total liabilities | 218,410,783 | 8,247,846 | 226,658,629 |
| Deferred inflows of resources | | | |
| Deferred revenue | 36,825,978 | 1,829,520 | 38,655,498 |
| Pension items - IMRF | 3,163,162 | 475,960 | 3,639,122 |
| Total deferred inflows of resources | 39,989,140 | 2,305,480 | 42,294,620 |
| Total liabilities and deferred inflows of resources | 258,399,923 | 10,553,326 | 268,953,249 |
| Net position | | | |
| Net investment in capital assets | 172,355,997 | 8,294,564 | 180,650,561 |
| Restricted for | | | |
| Economic development | 1,494,520 | - | 1,494,520 |
| Capital improvements | 115,822 | - | 115,822 |
| Highways and streets | 13,245,166 | - | 13,245,166 |
| Public safety | 17,803,579 | - | 17,803,579 |
| Health and welfare | 6,162,678 | - | 6,162,678 |
| Judicial purposes | 967,046 | - | 967,046 |
| Restricted for geographical information systems | 136,081 | - | 136,081 |
| Restricted for equipment replacement | 1,172,823 | - | 1,172,823 |
| Tort liability | 305,214 | - | 305,214 |
| Retirement | 4,069,473 | - | 4,069,473 |
| Recreation | 100,379 | - | 100,379 |
| Debt service | 9,892,981 | - | 9,892,981 |
| Nonexpendable working cash | 671,577 | - | 671,577 |
| Foreclosure remediation | 77,419 | - | 77,419 |
| Unrestricted | (44,119,229) | 5,296,575 | (38,822,654) |
| Total net position | \$ 184,451,526 | \$ 13,591,139 | \$ 198,042,665 |

See accompanying notes to financial statements.

County of Winnebago, Illinois
Statement of Activities

For The Year Ended September 30, 2016

| Functions and Programs | Expenses | Program Revenues | | | Net (Expense) Revenue and Changes in Net Position | | Total |
|---|----------------------|-------------------------|--|--|--|-----------------------------|-----------------------|
| | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Governmental Activities | Business-Type Activities | |
| Primary government | | | | | | | |
| Governmental activities: | | | | | | | |
| General government | \$ 22,515,804 | \$ 11,438,449 | \$ 373,197 | \$ - | \$ (10,704,158) | \$ - | \$ (10,704,158) |
| Public safety | 70,565,536 | 11,826,072 | 1,884,855 | - | (56,854,609) | - | (56,854,609) |
| Highway and streets | 16,796,430 | 982,229 | 5,482,325 | - | (10,331,876) | - | (10,331,876) |
| Health and welfare | 12,451,288 | 1,613,585 | 5,418,160 | - | (5,419,543) | - | (5,419,543) |
| Judicial | 22,225,126 | 7,353,812 | 2,369,100 | - | (12,502,214) | - | (12,502,214) |
| Interest on long-term liabilities | 4,309,092 | - | - | - | (4,309,092) | - | (4,309,092) |
| Contributions to other governments | 600,000 | - | - | - | (600,000) | - | (600,000) |
| Total governmental activities | 149,463,276 | 33,214,147 | 15,527,637 | - | (100,721,492) | - | (100,721,492) |
| Business-type activities: | | | | | | | |
| Nursing home | 18,622,977 | 14,607,011 | - | 153,800 | - | (3,862,166) | (3,862,166) |
| Animal services | 2,887,148 | 2,594,590 | - | - | - | (292,558) | (292,558) |
| Court Street activities | 479,100 | 608,475 | - | - | - | 129,375 | 129,375 |
| Total business-type activities | 21,989,225 | 17,810,076 | - | 153,800 | - | (4,025,349) | (4,025,349) |
| Total Primary Government | \$171,452,501 | \$ 51,024,223 | \$ 15,527,637 | \$ 153,800 | (100,721,492) | (4,025,349) | (104,746,841) |
| General revenues: | | | | | | | |
| Taxes: | | | | | | | |
| Property taxes | | | | | 36,824,470 | 1,929,971 | 38,754,441 |
| Sales taxes | | | | | 1,073,391 | - | 1,073,391 |
| Quarter-cent sales tax | | | | | 8,106,791 | - | 8,106,791 |
| Public safety sales tax | | | | | 27,235,947 | - | 27,235,947 |
| Use tax | | | | | 1,412,537 | - | 1,412,537 |
| Other taxes | | | | | 1,139,354 | - | 1,139,354 |
| Intergovernmental: | | | | | | | |
| Replacement taxes | | | | | 4,827,617 | - | 4,827,617 |
| Shared income taxes | | | | | 5,963,414 | - | 5,963,414 |
| Miscellaneous | | | | | 1,058,389 | - | 1,058,389 |
| Investment income | | | | | 115,115 | 2,574 | 117,689 |
| Transfers | | | | | 262,600 | (262,600) | - |
| Total general revenues and transfers | | | | | 88,019,625 | 1,669,945 | 89,689,570 |
| Change in net position | | | | | (12,701,867) | (2,355,404) | (15,057,271) |
| Net position, beginning, as previously stated | | | | | 199,619,946 | 13,479,990 | 213,099,936 |
| Prior period adjustment | | | | | (2,466,553) | 2,466,553 | - |
| Net position, beginning, as restated | | | | | 197,153,393 | 15,946,543 | 213,099,936 |
| Net position - ending | | | | | \$ 184,451,526 | \$ 13,591,139 | \$ 198,042,665 |

See accompanying notes to financial statements.

County of Winnebago, Illinois

Balance Sheet Governmental Funds

September 30, 2016

| | <i>General Fund</i> | <i>Public Safety Sales Tax Fund</i> | <i>Illinois Municipal Retirement Fund</i> |
|--|-------------------------|---|---|
| Assets | | | |
| Cash and investments | \$ 6,787,646 | \$ 8,038,284 | \$ 2,256,106 |
| Receivables, net | 18,604,208 | 9,268 | 6,593,064 |
| Receivables from other governments | 757,373 | 6,771,302 | 12,191 |
| Due from other funds | 2,443,722 | - | - |
| Long-term receivables | - | - | - |
| Prepaid items | 79,024 | - | - |
| Inventory | - | - | - |
| Other assets | 200,000 | - | - |
| Total assets | \$ 28,871,973 | \$ 14,818,854 | \$ 8,861,361 |
| Liabilities | | | |
| Accounts payable | \$ 2,239,775 | \$ 123,133 | \$ 154,876 |
| Accrued payroll | 564,288 | 342,801 | - |
| Due to other funds | - | - | - |
| Unearned revenue | 366,646 | - | - |
| Contract retainage | - | - | - |
| Total liabilities | 3,170,709 | 465,934 | 154,876 |
| Deferred inflows of resources | | | |
| Unavailable revenue | 12,986,926 | - | 6,392,551 |
| Total deferred inflows of resources | 12,986,926 | - | 6,392,551 |
| Total liabilities and deferred inflows of resources | 16,157,635 | 465,934 | 6,547,427 |
| Fund balances | | | |
| Nonspendable - prepaid | 79,024 | - | - |
| Nonspendable - inventory | - | - | - |
| Restricted for economic development | - | - | - |
| Restricted for capital improvements | - | - | - |
| Restricted for highways and streets | - | - | - |
| Restricted for public safety | - | 13,746,398 | - |
| Restricted for health and welfare | - | - | - |
| Restricted for judicial purposes | - | - | - |
| Restricted for geographical information systems | - | - | - |
| Restricted for equipment replacement | - | - | - |
| Restricted for retirement | - | - | 2,313,934 |
| Restricted for recreation | - | - | - |
| Restricted for tort liability | - | - | - |
| Restricted for debt service | - | - | - |
| Restricted for working cash | - | - | - |
| Restricted for foreclosure mediation | - | - | - |
| Assigned | | | |
| Public safety | - | 606,522 | - |
| Capital projects | 200,000 | - | - |
| Unassigned | 12,435,314 | - | - |
| Total fund balances | 12,714,338 | 14,352,920 | 2,313,934 |
| Total liabilities, deferred inflows of resources, and fund balances | \$ 28,871,973 | \$ 14,818,854 | \$ 8,861,361 |

| <i>Tort Liability Fund</i> | <i>Other Governmental Funds</i> | <i>Total Governmental Funds</i> |
|------------------------------------|---|---|
| \$ 458,882 | \$ 42,215,771 | \$ 59,756,689 |
| 4,121,209 | 16,404,327 | 45,732,076 |
| 7,375 | 4,476,847 | 12,025,088 |
| - | - | 2,443,722 |
| - | 1,711,994 | 1,711,994 |
| - | - | 79,024 |
| - | - | - |
| - | - | 200,000 |
| \$ 4,587,466 | \$ 64,808,939 | \$ 121,948,593 |
| | | |
| \$ 288,592 | \$ 2,328,117 | \$ 5,134,493 |
| - | 231,948 | 1,139,037 |
| - | 1,060,123 | 1,060,123 |
| - | 1,777,857 | 2,144,503 |
| - | 25,155 | 25,155 |
| 288,592 | 5,423,200 | 9,503,311 |
| | | |
| 3,993,660 | 15,292,816 | 38,665,953 |
| 3,993,660 | 15,292,816 | 38,665,953 |
| 4,282,252 | 20,716,016 | 48,169,264 |
| | | |
| - | - | 79,024 |
| - | - | - |
| - | 1,494,520 | 1,494,520 |
| - | 1,732,581 | 1,732,581 |
| - | 13,245,166 | 13,245,166 |
| - | 4,057,181 | 17,803,579 |
| - | 6,162,678 | 6,162,678 |
| - | 967,046 | 967,046 |
| - | 136,081 | 136,081 |
| - | 1,172,823 | 1,172,823 |
| - | 1,755,539 | 4,069,473 |
| - | 100,379 | 100,379 |
| 305,214 | - | 305,214 |
| - | 9,892,981 | 9,892,981 |
| - | 671,577 | 671,577 |
| - | 77,419 | 77,419 |
| | | |
| - | - | 606,522 |
| - | 3,283,359 | 3,483,359 |
| - | (656,407) | 11,778,907 |
| 305,214 | 44,092,923 | 73,779,329 |
| \$ 4,587,466 | \$ 64,808,939 | \$ 121,948,593 |

See accompanying notes to financial statements.

County of Winnebago, Illinois

Reconciliation of the Balance Sheet - Governmental Funds to the Statement of Net Position

September 30, 2016

Reconciliation to Government-Wide Statement of Net Position:

Total Governmental Fund Balances \$ 73,779,329

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. 286,085,776
 Less internal service funds (760,185)

Revenues in the statement of activities that do not provide current financial resources are deferred in the funds. 1,839,975

Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds. (163,604,978)
 Less internal service funds 2,723,332

Net pension liabilities for IMRF is shown as liability on the statement of net position (42,121,765)
 Less internal service funds 340,710

Differences between expected and actual experiences, assumptions changes, net differences between projected and actual earnings and contributions subsequent to the measurement date for IMRF are recognized as deferred outflows of resources on the statement of net position. 25,614,342
 Less internal service funds (322,125)

Internal service funds are used by management to charge the costs of health insurance and management information systems to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. 877,115

Net Position of Governmental Activities \$ 184,451,526

See accompanying notes to financial statements.

County of Winnebago, Illinois
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds

For The Year Ended September 30, 2016

| | <i>General Fund</i> | <i>Public Safety Sales Tax Fund</i> | <i>Illinois Municipal Retirement Fund</i> |
|---|-------------------------|---|---|
| Revenues | | | |
| Taxes | \$ 23,356,979 | \$ 27,235,947 | \$ 6,350,864 |
| Intergovernmental | 12,296,828 | 44,531 | 1,921,089 |
| Charges for services | 7,156,194 | 532,156 | - |
| Fines and forfeitures | 3,891,114 | - | - |
| Licenses and permits | 486,479 | - | - |
| Investment income | 77,629 | 8,135 | - |
| Miscellaneous | 1,313,607 | 36,921 | 4,981 |
| Total revenues | 48,578,830 | 27,857,690 | 8,276,934 |
| Expenditures | | | |
| Current: | | | |
| General government | 13,104,494 | - | 813,608 |
| Public safety | 23,002,429 | 23,011,119 | 5,126,489 |
| Highway and streets | - | - | 403,018 |
| Health and welfare | - | - | 630,189 |
| Judicial | 12,745,489 | - | 1,440,431 |
| Debt service: | | | |
| Principal | 384,412 | 14,295 | - |
| Interest | 2,117 | 998 | - |
| Capital outlay | 188,802 | 481,886 | - |
| Contributions to other governments | - | - | - |
| Total expenditures | 49,427,743 | 23,508,298 | 8,413,735 |
| Excess of revenues over (under) expenditures | (848,913) | 4,349,392 | (136,801) |
| Other financing sources (uses) | | | |
| Transfers in | 812,876 | 8,415 | - |
| Transfers (out) | (177,859) | (5,938,845) | - |
| Proceeds from capital lease obligation | - | 332,920 | - |
| Issuance of general obligation debt certificates | - | - | - |
| Premium on general obligation debt certificates | - | - | - |
| Payment to escrow agent | - | - | - |
| Issuance of commitments payable | - | - | - |
| Total other financing sources (uses) | 635,017 | (5,597,510) | - |
| Net change in fund balances | (213,896) | (1,248,118) | (136,801) |
| Fund balance, beginning | 12,928,234 | 15,601,038 | 2,450,735 |
| Fund balances, ending | \$ 12,714,338 | \$ 14,352,920 | \$ 2,313,934 |

| <i>Tort Liability Fund</i> | <i>Other Governmental Funds</i> | <i>Total Governmental Funds</i> |
|------------------------------------|---|---|
| \$ 4,039,972 | \$ 14,924,504 | \$ 75,908,266 |
| 7,106 | 18,537,365 | 32,806,919 |
| - | 12,276,147 | 19,964,497 |
| - | 659,700 | 4,550,814 |
| - | 781,385 | 1,267,864 |
| - | 29,351 | 115,115 |
| 65,447 | 324,809 | 1,745,765 |
| 4,112,525 | 47,533,261 | 136,359,240 |
| 627,917 | 5,525,530 | 20,071,549 |
| 1,156,689 | 8,856,879 | 61,153,605 |
| 165,241 | 6,863,176 | 7,431,435 |
| 826,206 | 10,007,544 | 11,463,939 |
| 598,516 | 4,704,290 | 19,488,726 |
| - | 14,086,101 | 14,484,808 |
| - | 5,065,514 | 5,068,629 |
| - | 6,025,419 | 6,696,107 |
| - | 600,000 | 600,000 |
| 3,374,569 | 61,734,453 | 146,458,798 |
| 737,956 | (14,201,192) | (10,099,558) |
| - | 12,081,752 | 12,903,043 |
| (1,010,395) | (5,513,344) | (12,640,443) |
| - | 1,048,894 | 1,381,814 |
| - | 2,485,000 | 2,485,000 |
| - | 122,734 | 122,734 |
| - | (2,541,538) | (2,541,538) |
| - | 600,000 | 600,000 |
| (1,010,395) | 8,283,498 | 2,310,610 |
| (272,439) | (5,917,694) | (7,788,948) |
| 577,653 | 50,010,617 | 81,568,277 |
| \$ 305,214 | \$ 44,092,923 | \$ 73,779,329 |

See accompanying notes to financial statements.

County of Winnebago, Illinois
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of
Governmental Funds to the Statement of Activities

For The Year Ended September 30, 2016

Reconciliation to Government-Wide Statement of Activities:

| | |
|---|-------------------------------|
| Net Change in Fund Balances - Total Governmental Funds | \$ (7,788,948) |
| Amounts reported for governmental activities in the statement of activities are different because: | |
| Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeds capital outlay: | |
| Capital outlays - Capitalized | 5,076,594 |
| Depreciation | <u>(15,375,577)</u> |
| | (10,298,983) |
| The gain/loss on disposal of capital assets is reported on the statement of activities as a reduction/increase of expense. | (154,514) |
| Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. | 139,569 |
| The change in deferred outflows of resources for IMRF is reported only in the statement of activities. | 13,821,559 |
| The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items. | 12,436,798 |
| Some expense reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. | 564,492 |
| The change in net pension liability for IMRF is reported only in the statement of activities. | (16,013,549) |
| The change in deferred inflows of resources for IMRF is reported only in the statement of activities. | (1,897,025) |
| Internal service funds are used by management to charge the costs of healthcare and management information systems to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities. | (2,361,702) |
| Changes in net other post-employment benefits and net pension obligations and early retirement incentives are reported only in the statement of activities | |
| Net other post-employment benefit obligation | (77,896) |
| Net of internal service funds | 1,304 |
| Early retirement incentive | <u>(1,072,972)</u> |
| Change in Net Position of Governmental Activities | <u>\$ (12,701,867)</u> |

See accompanying notes to financial statements.

County of Winnebago, Illinois

Balance Sheet
Proprietary Funds

September 30, 2016

| | Business-Type Activities | | | Total | Governmental |
|---|-------------------------------------|----------------------------|-----------------------------------|----------------------|------------------------------|
| | River Bluff Nursing Home Fund | Animal Services Fund | 555 North Court Street Fund | | Internal Service Funds |
| Assets and deferred outflows of resources | | | | | |
| Current assets | | | | | |
| Cash and investments | \$ 1,606,276 | \$ - | \$ 115,015 | \$ 1,721,291 | \$ 3,153,485 |
| Receivables, net | 7,871,364 | 898,477 | - | 8,769,841 | 413,741 |
| Receivable from other governments | 3,395 | - | - | 3,395 | 349,666 |
| Prepays | - | - | - | - | 192,473 |
| Inventory | 105,209 | - | - | 105,209 | - |
| Total current assets | 9,586,244 | 898,477 | 115,015 | 10,599,736 | 4,109,365 |
| Noncurrent assets | | | | | |
| Restricted investments | 72,710 | - | - | 72,710 | - |
| Capital assets not being depreciated | 265,269 | 1,860 | - | 267,129 | - |
| Capital assets being depreciated, net | 4,978,485 | 993,420 | 3,285,854 | 9,257,759 | 760,185 |
| Total noncurrent assets | 5,316,464 | 995,280 | 3,285,854 | 9,597,598 | 760,185 |
| Total assets | 14,902,708 | 1,893,757 | 3,400,869 | 20,197,334 | 4,869,550 |
| Deferred outflows of resources | | | | | |
| Pension items - IMRF | 3,708,836 | 568,201 | - | 4,277,037 | 362,461 |
| Total deferred outflows of resources | 3,708,836 | 568,201 | - | 4,277,037 | 362,461 |
| Total asset and deferred outflows of resources | \$ 18,611,544 | \$ 2,461,958 | \$ 3,400,869 | \$ 24,474,371 | \$ 5,232,011 |
| Liabilities, deferred inflows of resources, and net position | | | | | |
| Current liabilities | | | | | |
| Accounts payable | \$ 1,047,527 | \$ 41,376 | \$ 30,404 | \$ 1,119,307 | \$ 180,206 |
| Accrued salaries, wages, and benefits | 160,242 | 25,762 | - | 186,004 | 16,619 |
| Accrued interest payable | 8,710 | - | - | 8,710 | - |
| Payable to other governments | 570,396 | - | - | 570,396 | - |
| Due to other funds | - | 329,906 | - | 329,906 | 1,053,693 |
| Claims payable | - | - | - | - | 2,604,784 |
| Current portion of long-term liabilities | 405,532 | 11,379 | - | 416,911 | 38,093 |
| Total current liabilities | 2,192,407 | 408,423 | 30,404 | 2,631,234 | 3,893,395 |
| Noncurrent liabilities | | | | | |
| Compensated absences | 293,636 | 45,514 | - | 339,150 | 59,070 |
| Early retirement incentive | 279,906 | - | - | 279,906 | - |
| Net pension liability | 3,486,271 | 534,104 | - | 4,020,375 | 340,710 |
| Bonds payable | 1,038,154 | - | - | 1,038,154 | - |
| Post-employment healthcare benefits | 235,412 | 33,521 | - | 268,933 | 21,385 |
| Total noncurrent liabilities | 5,333,379 | 613,139 | - | 5,946,518 | 421,165 |
| Total liabilities | 7,525,786 | 1,021,562 | 30,404 | 8,577,752 | 4,314,560 |
| Deferred inflows of resources | | | | | |
| Deferred revenue | 1,829,520 | - | - | 1,829,520 | - |
| Pension items - IMRF | 412,729 | 63,231 | - | 475,960 | 40,336 |
| Total deferred inflows of resources | 2,242,249 | 63,231 | - | 2,305,480 | 40,336 |
| Total liabilities and deferred inflows of resources | 9,768,035 | 1,084,793 | 30,404 | 10,883,232 | 4,354,896 |
| Net position | | | | | |
| Net investment in capital assets | 4,013,430 | 995,280 | 3,285,854 | 8,294,564 | 760,185 |
| Unrestricted | 4,830,079 | 381,885 | 84,611 | 5,296,575 | 116,930 |
| Total net position | 8,843,509 | 1,377,165 | 3,370,465 | 13,591,139 | 877,115 |
| Total liabilities, deferred inflows of resources, and net position | \$ 18,611,544 | \$ 2,461,958 | \$ 3,400,869 | \$ 24,474,371 | \$ 5,232,011 |

See accompanying notes to financial statements.

County of Winnebago, Illinois
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds

For The Year Ended September 30, 2016

| | <i>Business-Type Activities</i> | | | <i>Total</i> | <i>Governmental</i> |
|---|--|-------------------------------------|--|----------------------|---------------------------------------|
| | <i>River Bluff Nursing Home Fund</i> | <i>Animal Services Fund</i> | <i>555 North Court Street Fund</i> | | <i>Internal Service Funds</i> |
| Operating revenues | | | | | |
| Charges for services | \$ 14,536,421 | \$ 1,151,287 | \$ 590,628 | \$ 16,278,336 | \$ 20,493,417 |
| Licenses and permits | - | 1,316,385 | - | 1,316,385 | - |
| Other | 70,590 | 126,918 | 17,847 | 215,355 | 86,279 |
| Total operating revenues | 14,607,011 | 2,594,590 | 608,475 | 17,810,076 | 20,579,696 |
| Operating expenses | | | | | |
| Personnel | 12,072,886 | 2,028,588 | - | 14,101,474 | 1,242,038 |
| Supplies and services | 6,045,109 | 774,611 | 249,695 | 7,069,415 | 21,478,431 |
| Depreciation | 469,459 | 83,949 | 229,405 | 782,813 | 220,929 |
| Total operating expenses | 18,587,454 | 2,887,148 | 479,100 | 21,953,702 | 22,941,398 |
| Operating income (loss) | (3,980,443) | (292,558) | 129,375 | (4,143,626) | (2,361,702) |
| Non-operating revenues (expenses) | | | | | |
| Property taxes | 1,929,971 | - | - | 1,929,971 | - |
| Investment income | 2,574 | - | - | 2,574 | - |
| Interest and fiscal expense | (35,523) | - | - | (35,523) | - |
| Net non-operating revenues (expenses) | 1,897,022 | - | - | 1,897,022 | - |
| Income (loss) before transfers and capital contributions | (2,083,421) | (292,558) | 129,375 | (2,246,604) | (2,361,702) |
| Transfers | | | | | |
| Transfers in | - | - | - | - | - |
| Transfers (out) | - | - | (262,600) | (262,600) | - |
| Total transfers | - | - | (262,600) | (262,600) | - |
| Capital Contributions | 153,800 | - | - | 153,800 | - |
| Net increase (decrease) in net position | (1,929,621) | (292,558) | (133,225) | (2,355,404) | (2,361,702) |
| Total net position, beginning | 8,617,104 | 1,359,196 | 3,503,690 | 13,479,990 | 3,026,339 |
| Prior period adjustment | 2,156,026 | 310,527 | - | 2,466,553 | 212,478 |
| Total net position, beginning, restated | 10,773,130 | 1,669,723 | 3,503,690 | 15,946,543 | 3,238,817 |
| Total net position, end of period | \$ 8,843,509 | \$ 1,377,165 | \$ 3,370,465 | \$ 13,591,139 | \$ 877,115 |

See accompanying notes to financial statements.

County of Winnebago, Illinois

Statement of Cash Flows

Proprietary Funds

For The Year Ended September 30, 2016

| | <i>Business-Type Activities</i> | | | <i>Total</i> | <i>Governmental</i> |
|---|--|------------------------------------|--|---------------------|---------------------------------------|
| | <i>River Bluff Nursing Home Fund</i> | <i>Animal Service Fund</i> | <i>555 North Court Street Fund</i> | | <i>Internal Service Funds</i> |
| Cash flows from operating activities | | | | | |
| Cash receipts from customers and users | \$ 14,193,741 | \$ 518,950 | \$ - | \$ 14,712,691 | \$ 4,288,520 |
| Receipts from interfund services | - | - | 590,628 | 590,628 | 16,084,729 |
| Cash receipts from licenses and permits | - | 1,316,385 | - | 1,316,385 | - |
| Cash receipts from other sources | - | 126,918 | 17,847 | 144,765 | 86,279 |
| Cash paid to employees | (11,367,570) | (1,961,759) | - | (13,329,329) | (1,181,513) |
| Cash paid to vendors | (5,821,745) | (797,187) | (253,566) | (6,872,498) | (21,055,901) |
| Payments to other funds | - | 329,906 | - | 329,906 | - |
| Net cash from operating activities | (2,995,574) | (466,787) | 354,909 | (3,107,452) | (1,777,886) |
| Cash flows from noncapital financing activities | | | | | |
| Property taxes | 1,922,928 | - | - | 1,922,928 | - |
| Proceeds from interfund loans | - | - | - | - | - |
| Transfers to other funds | - | - | (262,600) | (262,600) | - |
| Transfers from other funds | - | - | - | - | - |
| Interfund payable | - | - | - | - | 491,362 |
| Net cash from noncapital financing activities | 1,922,928 | - | (262,600) | 1,660,328 | 491,362 |
| Cash flows from capital and related financing activities | | | | | |
| Principal paid on long-term debt | (173,390) | - | - | (173,390) | - |
| Interest paid on long-term debt | (26,813) | - | - | (26,813) | - |
| Principal payments on capital lease | - | - | - | - | - |
| Capital acquisitions | (87,302) | (83,047) | - | (170,349) | (278,659) |
| Net cash from capital and related financing activities | (287,505) | (83,047) | - | (370,552) | (278,659) |
| Cash flows from investing activities | | | | | |
| Sales of investments | (2,058) | - | - | (2,058) | - |
| Interest and dividends | 2,574 | - | - | 2,574 | - |
| Net cash from investing activities | 516 | - | - | 516 | - |
| Net increase (decrease) in cash and cash equivalents | (1,359,635) | (549,834) | 92,309 | (1,817,160) | (1,565,183) |
| Cash and cash equivalents, beginning of period | 2,965,911 | 549,834 | 22,706 | 3,538,451 | 4,718,668 |
| Cash and cash equivalents, end of period | \$ 1,606,276 | \$ - | \$ 115,015 | \$ 1,721,291 | \$ 3,153,485 |

(This statement is continued on the following page.)

County of Winnebago, Illinois
Statement of Cash Flows (Continued)
Proprietary Funds

For The Year Ended September 30, 2016

| | <i>Business-Type Activities</i> | | | | <i>Governmental</i> |
|--|--|------------------------------------|--------------------------------------|-----------------------|---------------------------------------|
| | <i>River Bluff Nursing Home Fund</i> | <i>Animal Service Fund</i> | <i>555 Court Street Fund</i> | <i>Total</i> | <i>Internal Service Funds</i> |
| Reconciliation of operating income (loss) to net cash from operating activities | | | | | |
| Operating income (loss) | \$ (3,980,443) | \$ (292,558) | \$ 129,375 | \$ (4,143,626) | \$ (2,361,702) |
| Adjustments to reconcile operating income to net cash from operating activities: | | | | | |
| Depreciation and amortization | 469,459 | 83,949 | 229,405 | 782,813 | 220,929 |
| Changes in assets and liabilities: | | | | | |
| (Increase) decrease in due from other governmental units and agencies | (3,395) | - | - | (3,395) | (116,209) |
| (Increase) decrease in receivables, net | (578,528) | (632,337) | - | (1,210,865) | (44,564) |
| (Increase) in prepaids | - | - | - | - | (40,000) |
| (Increase) in inventory | 8,874 | - | - | 8,874 | - |
| Increase in deferred outflows of resources - pension items - IMRF | (1,777,983) | (290,105) | - | (2,068,088) | (172,174) |
| Increase (decrease) in accounts payable | 214,490 | (22,576) | (3,871) | 188,043 | (331,477) |
| Increase in accrued payroll | (444,025) | (67,219) | - | (511,244) | (42,167) |
| Increase in payables to other governments | 168,653 | - | - | 168,653 | - |
| Increase in payables to other funds | - | 329,906 | - | 329,906 | - |
| Increase in claims payable | - | - | - | - | 834,613 |
| Increase (decrease) in compensated absences payable | 13,020 | 8,953 | - | 21,973 | (4,939) |
| Increase in early retirement incentive | 279,906 | - | - | 279,906 | 23,325 |
| Increase (decrease) in net pension liability | 2,450,630 | 384,943 | - | 2,835,573 | 238,647 |
| Increase (decrease) in other post-employment benefit obligation | 12,615 | 1,820 | - | 14,435 | 1,304 |
| Increase in deferred inflows of resources - pension items - IMRF | 171,153 | 28,437 | - | 199,590 | 16,528 |
| Net cash from operating activities | \$ (2,995,574) | \$ (466,787) | \$ 354,909 | \$ (3,107,452) | \$ (1,777,886) |
| NONCASH TRANSACTIONS | | | | | |
| Contributions of Capital Assets | \$ 153,800 | \$ - | \$ - | \$ - | \$ - |

See accompanying notes to financial statements.

County of Winnebago, Illinois

Statement of Fiduciary Net Position

September 30, 2016

| | <i>Agency Funds</i> |
|---|----------------------|
| Assets | |
| Cash | \$ 14,037,291 |
| Investments | 1,934,765 |
| Accrued interest on investments | 937 |
| Other receivables | 120,011 |
| Total assets | \$ 16,093,004 |
| Liabilities | |
| Accounts payable | \$ 92,145 |
| Due to taxing districts | 5,587,927 |
| Due to other governmental units and agencies | 3,952,021 |
| Trust fund deposits | 4,925,389 |
| Due to others | 1,535,522 |
| Total liabilities | \$ 16,093,004 |

See accompanying notes to financial statements.

Notes to Financial Statements

County of Winnebago, Illinois

Notes to Financial Statements

September 30, 2016

Note 1 - Summary of Significant Accounting Policies

The accounting policies of the County of Winnebago, Illinois (the County) conform to accounting principles generally accepted in the United States of America as applicable to governmental units (herein referred to as generally accepted accounting principles (GAAP)).

A. Reporting Entity

This report includes all of the funds of the County. The reporting entity for the County consists of the County which is governed by a 20-member elected board.

A legally separate tax exempt organization should be reported as a component unit if the elected officials of the primary government are financially accountable for the organizations. In addition, the primary government may determine through exercise of management's professional judgment that the inclusion of an organization that does not meet the financial accountability criteria is necessary in order to prevent the County's financial statements from being misleading. In such instances, that organization should be included as a component unit.

The primary government is financially accountable if it appoints a voting majority of the organization's governing body and it is able to impose its will on that organization or there is potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. The primary government may also be financially accountable if an organization is fiscally dependent on the primary government regardless of whether the organization has a separately elected governing board if the primary government must approve the organization's budget, tax levies, rates and charges, or issuance of bonded debt and there is a financial benefit or burden to the County.

Blended component units, although legally separate entities, are, in substance, part of the government's operations and are reported with similar funds of the primary government. Discretely presented component units are reported in a separate column in the government-wide financial statements (see note below for description) to emphasize that they are legally separate from the government. The County has no blended or discretely presented component units.

The Winnebago County Regional Tourism Facility Board (WCRTFB) is a joint venture between the County and Rockford Park District, the City of Rockford, the City of Loves Park, the Village of Machesney Park, the Village of Cherry Valley, the Village of Rockton, the Village of Roscoe, the City of South Beloit, and the Rockford Area Convention & Visitors Bureau. The purpose of the WCRTFB is to direct the use of revenues collected pursuant to a hotel tax as well as any other revenue directed to the WCRTFB, specifically to fund the Reclaiming First initiatives of the Rockford Park District. The affairs of the WCRTFB are managed by a ten-person Board of Directors appointed by the Chief Executive of each member entity.

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 1 - Summary of Significant Accounting Policies (Continued)

B. Government-Wide and Fund Financial Statements

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

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

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

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

Measurement focus refers to what is being measured by a fund. Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements.

Government-Wide and Proprietary Fund Financial Statements

The government-wide and proprietary fund financial statements are accounted for using an economic resource measurement focus, whereby all assets and liabilities are included in the respective statements of net position (agency funds have no measurement focus). The increases and decreases in those net position are presented in the government-wide statement of activities and in the proprietary fund statements of revenues, expenses, and changes in net position. These statements use the accrual basis of accounting whereby revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 1 - Summary of Significant Accounting Policies (Continued)

**C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation
(Continued)**

Government-Wide and Proprietary Fund Financial Statements (Continued)

Interfund activity consists of transfers, services provided and/or used, reimbursements, advances, and loans. As a general rule the effect of interfund activity has been eliminated for the government-wide financial statements. Exceptions to the general rule include interfund services provided and/or used. Interfund services provided and/or used are accounted for as revenues and expenses since the elimination of such revenues and expenses would distort the direct costs and program revenues reported for the various functions.

Amounts reported as program revenues in the statement of activities include (1) licenses, permits, fines, fees, and charges for services; (2) operating grants and contributions; and (3) capital grants and contributions.

Grants not restricted are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes and interest revenues.

Proprietary funds distinguish *operating* revenues and expenses from *non-operating* items. Operating revenues and operating expenses are intermediate components within the proprietary fund statement of revenues, expenses, and changes in net position, and include only those transactions that constitute their principal, ongoing activities exclusive of investing or financing transactions. Significant operating revenues include charges for services and licenses and permits. Significant operating expenses include personnel, material and supplies, outside services, and depreciation. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Governmental Fund Financial Statements

The governmental fund financial statements are accounted for using a current financial resources measurement focus, whereby only current assets and current liabilities generally are included in the balance sheet, and the statement of revenues, expenditures, and changes in fund balances present increases and decreases in those net current assets. The funds use the modified accrual basis of accounting whereby revenues are recorded only when susceptible to accrual (both measurable and available). "Measurable" means that the amount of the transaction can be determined. "Available" is defined as being collectible within the current period or soon enough thereafter (60 days for property taxes and 90 days for all other amounts) to be used to liquidate liabilities of the current period. 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.

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 1 - Summary of Significant Accounting Policies (Continued)

**C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation
(Continued)**

Governmental Fund Financial Statements (Continued)

Expenditures, other than interest on noncurrent obligations, are recorded when the fund liability is incurred.

Governmental Funds

Governmental funds finance most governmental functions of the County including the collection and disbursement of restricted or committed monies (special revenue funds), the funds committed, restricted, or assigned for the acquisition or construction of capital assets (capital projects funds), the funds committed, restricted, or assigned for the servicing of long-term debt (debt service funds) and the management of funds held in trust where the interest earnings can be used for governmental services (permanent fund). The General Fund is used to account for all activities of the County government not accounted for in some other fund. The acquisition, use, and balances of the County's expendable financial resources and the related liabilities, excluding those accounted for in proprietary funds, are accounted for through governmental funds. The measurement focus is upon determination of changes in current financial resources, rather than upon net income determination. The following are the County's major governmental funds:

General Fund

The General Fund is the primary operating fund. It accounts for all financial resources of the general government, except those accounted for in other funds.

Public Safety Sales Tax Fund

The Public Safety Sales Tax Fund is used to account for the collection of the public safety sales tax, the use of which is restricted by County ordinance to proving public safety services.

Illinois Municipal Retirement Fund

The Illinois Municipal Retirement Fund is used to account for the County's contributions to the retirement plan administered by the Illinois Municipal Retirement Fund. Financing is provided by a specific property tax levy and state replacement taxes and the use is restricted by Illinois Compiled Statutes (ILCS).

Tort Liability Fund

The Tort Liability Fund is used to account for property tax levy and use of which is restricted to the County's tort expenditures. The County has elected to report this fund as major in the current year.

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 1 - Summary of Significant Accounting Policies (Continued)

**C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation
(Continued)**

Proprietary Funds

Proprietary Funds are used to account for the County's ongoing operations and activities, which are similar to those found in the private sector. The measurement focus is based upon the determination of net income. The following are the County's major proprietary funds:

River Bluff Nursing Home Fund

The River Bluff Nursing Home Fund is used to account for the operations of the skilled nursing facility. Revenues are provided by user charges and intergovernmental sources.

Animal Services Fund

The Animal Services Fund is used to account for the operations required to enforce state statutes and local ordinances on animal control. Revenues are provided by licenses, permits, fines, fees, and intergovernmental sources. The County has elected to report this fund as major in the current year.

555 North Court Operations Fund

The 555 North Court Operations Fund is used to account for the operations of the County's 555 North Court Street property. Revenues are provided primarily by rental of the property. The County has elected to report this fund as major in the current year.

Additionally, the County reports the following fund type:

Internal Service Funds

Internal Service Funds account for those activities and services furnished internally to other organizational units within the County on a cost reimbursement basis. Charges are made to various departments to support these activities. The County's internal service funds include data processing, central stores, public safety building maintenance, car pool, health insurance, and dental programs.

Other Governmental and Fiduciary Funds

Other governmental funds include all nonmajor special revenue, debt service, capital projects, and agency funds which account for various activities of the County. The County reports a variety of agency funds as fiduciary funds to account for assets held on behalf of others. See the fund divider pages for detailed activity descriptions.

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 1 - Summary of Significant Accounting Policies (Continued)

D. Assets, Liabilities, and Net Position or Equity

Cash and Cash Equivalents (Proprietary Fund Type)

For purposes of the statement of cash flows, the County's policy for determining cash and cash equivalents is defined as follows:

- (1) Cash includes currency on hand and demand deposits with banks and other financial institutions. Cash also includes money market accounts that have the general characteristics of demand deposits in that the County may deposit additional funds at any time and also effectively may withdraw funds at any time without prior notice or penalty.
- (2) Investments in the proprietary funds consist of certificates of deposit which are not cash equivalents in that those investments are not readily convertible to cash without prior notice or penalty and their maturities may exceed three months.

Investments

Investments consist of certificates of deposits and Illinois Funds which are stated at amortized cost. Interest income is recorded as earned.

Inventories

Inventories are stated at cost first-in/first-out (FIFO), which approximates net realizable value.

Capital Assets

Capital assets include land, right-of-way (included with land), buildings, improvements, equipment, and other tangible assets purchased or acquired with an original cost of \$12,000 or more and are reported at historical cost or estimated historical cost. Infrastructure capital assets are purchased or acquired with an original cost of \$50,000 or more and are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized and are expensed as incurred.

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 1 - Summary of Significant Accounting Policies (Continued)

D. Assets, Liabilities, and Net Position or Equity (Continued)

Capital Assets (Continued)

Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

| | |
|-------------------------------------|-------------|
| Buildings | 20-50 years |
| Building improvements | 20 years |
| Land improvements | 40 years |
| Machinery, equipment, and furniture | 3-10 years |
| Infrastructure | 10-50 years |

Revenues

A substantial amount of governmental fund revenues are accrued. Subsidies and grants to proprietary funds, which finance either capital or current operations, are reported as non-operating revenue based on GASB Statement No. 33. In applying GASB Statement No. 33 to grant revenues, the provider recognizes liabilities and expenses and the recipient recognizes receivables and revenue when the applicable eligibility requirements, including time requirements, are met. Resources transmitted before the eligibility requirements are met are reported as advances by the provider and unearned revenue by the recipient.

Compensated Absences

The liability for compensated absences reported in the government-wide and proprietary fund financial statements consists of unpaid accumulated vacation, and compensatory time balances for county employees. Vacation and compensatory time are recorded in governmental funds when due (upon employee retirement or termination). The General Fund is typically used to liquidate these liabilities. Vested or accumulated vacation leave and compensatory time of proprietary funds is recorded as an expense and liability of those funds as the benefits accrue to employees. No liability is recorded for non-vesting accumulating rights to receive sick pay benefits. However, an expenditure/expense is reported and a liability is recognized for that portion of accumulating sick leave benefits that is estimated will be taken as "terminal leave" at retirement.

Interfund Activity

Interfund activity is reported either as loans, services provided, reimbursements, or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses.

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 1 - Summary of Significant Accounting Policies (Continued)

D. Assets, Liabilities, and Net Position or Equity (Continued)

Interfund Activity (Continued)

Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund, and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

Long-Term Obligations

In the government-wide and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities. Bonds payable are reported net of applicable bond premium or discount. Bond issuance costs are expensed in the year of issuance.

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

Fund Equity

In the fund financial statements, governmental funds report non-spendable fund balance for amounts that are either not in spendable form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities, or from enabling legislation adopted by the County. Committed fund balance is constrained by formal actions of the County Board, which is considered the County's highest level of decision-making authority, and the constraint can only be removed by the same action adopted by the County Board. Formal actions include ordinances approved by the County Board. Assigned fund balance represents amounts internally constrained by the County's intent to use them for a specific purpose. The County Board has the authority to assign fund balance and has not delegated this authority. Any residual fund balance in the General Fund is reported as unassigned.

The County's flow of funds assumption prescribes that the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. Additionally, if different levels of unrestricted funds are available for spending the County considers committed funds to be expended first followed by assigned funds and then unassigned funds.

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 1 - Summary of Significant Accounting Policies (Continued)

D. Assets, Liabilities, and Net Position or Equity (Continued)

Net Position Classifications

Government-Wide and Proprietary Fund Statements

Net position is displayed in three components:

Net investment in capital assets - consists of capital assets, net of accumulated depreciation, and reduced by the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted net position - consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. None of the County's restricted net position and fund balances are restricted as a result of enabling legislation.

Unrestricted net position - all other net position that do not meet the definition of "restricted" or "net investment in capital assets."

Property Tax Revenue Recognition

Property taxes are assessed as of January 1 on real property and March 10 on mobile homes. The assessment date is also the lien date as the lien reverts back and takes all priority over other liens. The County normally files its property tax levies with the County Clerk in September. The County files its property tax levies in October. If the tax bills are mailed prior to May 1 of the subsequent year, the property taxes are due in two equal installments on June 1 and September 1 of that year. If tax bills are mailed after May 1, the first installment is due 30 days after the mailing date and the second installment is due September 1. Tax collections are normally distributed to the taxing districts within 30 days of collection.

Property taxes are recognized as receivable in the year that they attach as an enforceable lien and are levied. Funds utilizing the modified accrual basis of accounting treat property taxes receivable as unavailable revenue until the measurable and available criteria have been met (the year intended to finance and collected within 60 days after year end). On the accrual basis, property taxes are recognized as revenue in the year intended to finance, regardless of when collected.

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 1 - Summary of Significant Accounting Policies (Continued)

D. Assets, Liabilities, and Net Position or Equity (Continued)

Property Tax Revenue Recognition (Continued)

The Property Tax Extension Limitation Law imposes mandatory property tax limitations on the ability of taxing districts in Illinois to raise revenues through unlimited property tax increases. The increase in property tax extensions is limited to the lesser of 5% or the percentage increase in the Consumer Price Index for all Urban Consumers. Even taxes levied for tort immunity, fire prevention and safety, municipal retirement, and Social Security purposes are subject to the limitation provisions. The amount of the limitation may be adjusted for new property added or annexed to the tax base and for voter approved tax increases.

Replacement Tax Allotments

On January 1, 1979, the Corporate Personal Property Tax was abolished and on August 11, 1979, a new tax called the Personal Property Replacement Tax (Replacement Tax) was created. The state law mandates that the Replacement Tax is to be first applied toward payment of the proportionate amount of debt service previously paid from personal property tax levies. Next, the revenues are to be applied to payment of the proportionate share of pension or retirement obligations previously supported by personal property taxes. After debt service and retirement obligations are satisfied, any remaining moneys are to be distributed to other funds, which were previously supported by personal property taxes. The County recognizes revenue from the Replacement Tax when it becomes measurable and available in accordance with accounting principles generally accepted in the United States of America.

Grant Revenue Recognition

Grant revenue recorded in governmental funds is recognized as revenue in the accounting period when it becomes susceptible to accrual that is both measurable and available. Under the terms of the grants, expenditure is the prime factor for determining eligibility and resulting susceptibility to accrual. As such, revenue is recognized to the extent expenditures have been made. Grant revenues received prior to meeting the revenue recognition criteria have been recorded as unearned revenue. Resources not yet received when the eligibility criteria have been met have been recorded as a receivable.

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 1 - Summary of Significant Accounting Policies (Continued)

D. Assets, Liabilities, and Net Position or Equity (Continued)

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

Note 2 - Reconciliation of Government-Wide and Fund Financial Statements

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position

The governmental fund balance sheet includes a reconciliation between fund balance - total governmental funds and net position - governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains "long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds." The details of this \$160,881,646 difference are as follows:

| | |
|---|-------------------------------|
| Bonds and debt certificates payable | \$ 120,489,620 |
| Plus: Issue premium amortized against interest expense | 7,273,059 |
| Less: Deferred charge on refunding (to be amortized over life of debt) | (4,044,027) |
| Capital lease obligations | 1,696,062 |
| Accrued interest payable | 1,237,576 |
| Commitment - Rockford Park District | 700,000 |
| Commitment - Reclaiming First Initiative | 6,300,000 |
| Commitment - Rock Valley College | 850,000 |
| Commitment - City of Rockford | 4,600,000 |
| Commitment - Greater Rockford Airport Authority | 10,979,109 |
| Commitment - Rockford Public School District | 600,000 |
| Note payable - Village of Cherry Valley | 50,000 |
| Claims and judgments | 3,947,183 |
| Compensated absences | 3,592,117 |
| Early retirement incentive payable | 1,072,972 |
| Net other post-employment benefit obligation | <u>1,537,975</u> |
| Net adjustment to reduce fund balance - total governmental funds to arrive at net position - governmental activities | <u>\$ 160,881,646</u> |

County of Winnebago, Illinois

Notes to Financial Statements

September 30, 2016

Note 2 - Reconciliation of Government-Wide and Fund Financial Statements (Continued)

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities

The governmental fund statements of revenues, expenditures, and changes in fund balances include a reconciliation between net changes in fund balances - total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities.

An element of that reconciliation states that "the issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities." The details of this \$12,436,798 difference are as follows:

| | |
|--|----------------------|
| Debt issued or incurred | |
| Issuance of general obligation debt certificates | \$ (2,485,000) |
| Issuance of capital lease obligations | (1,381,814) |
| Issuance of commitment payable | (600,000) |
| Premium on general obligation debt certificates | (122,734) |
| Payment to escrow agent | 2,541,538 |
| Principal repayments | |
| Bond repayment | 11,476,610 |
| Lease obligations | 2,048,198 |
| Commitment - Reclaiming First | 350,000 |
| Commitment - Rock Valley College | 50,000 |
| Commitment - City of Rockford | 460,000 |
| Note payable - Village of Cherry Valley | 100,000 |
| Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities | <u>\$ 12,436,798</u> |

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 2 - Reconciliation of Government-Wide and Fund Financial Statements (Continued)

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities (Continued)

Another element of that reconciliation states "Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds." The details of this \$564,492 difference are as follows:

| | |
|--|---------------------------|
| Compensated absences | \$ (60,233) |
| Claims and judgments | (134,812) |
| Accrued interest | 87,490 |
| Amortization of deferred charge on refunding | (515,786) |
| Amortization of bond premium/discount | <u>1,187,833</u> |
| Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities | <u>\$ 564,492</u> |

Note 3 - Funds with Deficit Fund Balance

The following funds have deficit fund balance/net position as of September 30, 2016:

| | |
|---|-------------|
| Special Revenue Funds | |
| Court Automation Fund | \$ (24,129) |
| Court Security Fee Fund | (383) |
| Victim Impact Panel Fee Fund | (6,488) |
| Rental Housing Fee Fund | (46,200) |
| Coroner Fee Fund | (5,640) |
| Deferred Prosecution Program Fund | (112,196) |
| Sheriff's Department Grants Fund | (258,570) |
| FEMA Grant Fund | (143,100) |
| Law Library Fund | (43,368) |
| Debt Service Funds | |
| 2012A General Obligation Refunding Bonds Fund | (1,333) |
| 2013E Debt Certificates Fund | (264) |
| Capital Projects Funds | |
| 2013E Debt Certificates Project Fund | (14,736) |
| Central Services Fund | (178,082) |

The County plans to alleviate these fund deficits by future reimbursements from other governmental units, transfers from other funds, and reductions to future expenditures.

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds

A. Deposits and Investments

Interest Rate Risk

Interest rate risk is the risk that changes in the 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 the market interest rates. The County does not have a policy regarding interest rate risk.

Investment Pools

As a governmental sponsored investment pool, The Illinois Funds meets the criteria contained in GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*. This allows the County to measure all of its investment in Illinois Funds at amortized cost. The Criteria contained in GASB Statement No. 79 address (1) how the pool transacts with participants, (2) requirements for portfolio maturity, quality, diversification and liquidity, and (3) calculation and requirements of a shadow price.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The County does not have a policy regarding credit risk.

The County invests in the State Treasurer's investment pool (Illinois Funds) which was rated AAAM by Standard and Poor's as of September 30, 2016.

Concentration of Credit Risk

Concentration of credit risk is the risk that the County may be heavily invested in one security or institution which could result in significant fluctuation in values. The County does not have a policy that addresses concentration of credit risk.

Custodial Credit Risk

In the case of deposits, this is the risk that in the event of a bank failure, the government's deposits may not be returned to it.

The Treasurer's policy required all time deposits and other interest-bearing deposits to have collateral equal to at least 110% of the amount of the deposit not covered by Federal deposit insurance. Securities eligible to be pledged as collateral are U.S. Treasury and agency obligations, State of Illinois obligations, County of Winnebago obligations, obligations of municipalities located within the County (subject to acceptance by the Winnebago County Treasurer), and acceptable collateral as identified in the Illinois Compiled Statutes.

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

A. Deposits and Investments (Continued)

Custodial Credit Risk (Continued)

Obligations pledged to secure deposits must be delivered to the appointed custodian of the County. Prior to placing the deposit, and on a daily basis thereafter, the Treasurer determines that the collateral has a market value adequate to secure the deposit. During the year ended September 30, 2016, the County invested in certificates of deposits issued by various financial institutions, the Illinois Funds Investment Pool and money market funds.

The County's deposits with financial institutions are covered by either FDIC or collateral pledged to the County. At September 30, 2016, the District had \$51,589 exposed to custodial credit risk as deposits at one financial institution were uninsured and uncollateralized.

Cash and certificates of deposit are combined as deposits for the classification of the deposits' risk category and are carried at cost.

Fair Value Hierarchy

The County categorizes its fair value measurements within the fair value established by generally accepted accounting principles. The hierarchy of inputs are used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 are significant unobservable inputs.

The County did not have any investments to measure at fair value as of September 30, 2016.

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

B. Receivables/Unearned or Unavailable

Receivables

Receivables as of year-end for the government's individual major funds and nonmajor governmental and internal service funds, including the applicable allowances for uncollectible accounts, are as follows:

| | <i>General Fund</i> | <i>Public Safety Sales Tax Fund</i> | <i>Tort Liability Fund</i> | <i>Illinois Municipal Retirement Fund</i> | <i>Nonmajor Governmental Fund</i> |
|--------------------------------------|--------------------------------------|--|--|---|--|
| Receivables | | | | | |
| Real estate taxes | \$ 13,345,444 | \$ - | \$ 4,161,549 | \$ 6,657,635 | \$ 14,577,913 |
| Accounts and other | 5,391,764 | 9,268 | - | - | 1,960,482 |
| Due from other governments | 757,373 | 6,771,302 | 7,375 | 12,191 | 4,476,847 |
| Gross receivables | 19,494,581 | 6,780,570 | 4,168,924 | 6,669,826 | 21,015,242 |
| Allowance for uncollectible accounts | (133,000) | - | (40,340) | (64,571) | (134,068) |
| Net, total receivables | <u>\$ 19,361,581</u> | <u>\$ 6,780,570</u> | <u>\$ 4,128,584</u> | <u>\$ 6,605,255</u> | <u>\$ 20,881,174</u> |
| | | | | | |
| | <i>Internal Service Fund</i> | <i>Total Governmental Activities</i> | <i>River Bluff Nursing Home Fund</i> | <i>Animal Services Fund</i> | <i>Total Business- Type Activities</i> |
| Receivables (Continued) | | | | | |
| Real estate taxes | \$ - | \$ 38,742,541 | \$ 1,908,934 | \$ - | \$ 1,908,934 |
| Accounts and other | 413,741 | 7,775,255 | 7,302,504 | 898,477 | 8,200,981 |
| Due from other governments | 349,666 | 12,374,754 | 3,395 | - | 3,395 |
| Gross receivables | 763,407 | 58,892,550 | 9,214,833 | 898,477 | 10,113,310 |
| Allowance for uncollectible accounts | - | (371,979) | (1,340,074) | - | (1,340,074) |
| Net, total receivables | <u>\$ 763,407</u> | <u>\$ 58,520,571</u> | <u>\$ 7,874,759</u> | <u>\$ 898,477</u> | <u>\$ 8,773,236</u> |

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

B. Receivables/Unearned or Unavailable (Continued)

Unearned/Unavailable Revenues

The County reports unearned revenue and unavailable revenue on its financial statements. Unavailable revenues arise when a potential revenue does not meet both the measurable and available criteria for recognition in the current period, under the modified accrual basis of accounting. Unearned revenue arises when a revenue is measurable but not earned under the accrual basis of accounting. Unearned revenues also arise when resources are received by the County before it has a legal claim to them or prior to the provision of services, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the County has a legal claim to the resources, the liability and deferred inflows of resources for unearned and unavailable revenue are removed from the financial statements and revenue is recognized. At the end of the current fiscal year, the various components of unearned revenue and unavailable revenue reported in the governmental funds were as follows:

| <i>Fund by Type</i> | <i>Unavailable</i> | <i>Unearned</i> | <i>Total</i> |
|---|----------------------|---------------------|----------------------|
| Property taxes receivable | | | |
| General Fund | \$ 12,417,000 | \$ - | \$ 12,417,000 |
| Illinois Municipal Retirement Fund | 6,392,551 | - | 6,392,551 |
| Tort Liability Fund | 3,993,660 | - | 3,993,660 |
| Other governmental funds | 14,022,768 | - | 14,022,768 |
| Other governmental units | | | |
| General Fund | 569,926 | 366,646 | 936,572 |
| Other governmental funds | 1,270,048 | 1,777,857 | 3,047,905 |
| Total unearned/unavailable revenue | \$ 38,665,953 | \$ 2,144,503 | \$ 40,810,456 |

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

C. Notes Long-Term Receivables

The County has entered into several agreements with local corporations for the purpose of economic development. Under the agreements, the County has authorized five loans to several corporations ranging from \$30,000 to \$700,000 with interest from 2% to 6% per annum with maturities ranging from May 2015 through April 2024. The remaining amount due to the County under these agreements is \$911,994 at September 30, 2016. The maturity of these agreements is as follows:

| <i>September 30,</i> | <i>Principal</i> | <i>Interest</i> |
|----------------------|-------------------|-------------------|
| 2017 | \$ 74,279 | \$ 24,307 |
| 2018 | 80,874 | 21,804 |
| 2019 | 83,761 | 18,917 |
| 2020 | 86,723 | 15,955 |
| 2021 | 86,780 | 12,783 |
| 2022 | 50,924 | 10,447 |
| 2023 | 46,345 | 8,732 |
| 2024 | 402,308 | 3,941 |
| | <u>\$ 911,994</u> | <u>\$ 116,886</u> |

The County has a long-term receivable due from the City of Loves Park with an original amount due of \$400,000 that was pledged to provide funding for the construction of an MRO facility at the Chicago Rockford International Airport. This will be paid at the rate of \$20,000 per year for 20 years beginning December 1, 2016. The balance as of September 30, 2016 was \$400,000.

The County has a long-term receivable due from the Village of Machesney Park with an original amount due of \$400,000 that was pledged to provide funding for the construction of an MRO facility at the Chicago Rockford International Airport. This will be paid at the rate of \$20,000 per year for 20 years beginning on December 1, 2016. The balance as of September 30, 2016 was \$400,000.

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

D. Capital Assets

Capital asset activity for governmental activities at September 30, 2016 is as follows:

| | <i>Beginning Balances</i> | <i>Increases</i> | <i>Decreases</i> | <i>Transfers</i> | <i>Ending Balances</i> |
|--|-------------------------------|------------------|------------------|------------------|----------------------------|
| Governmental activities | | | | | |
| Capital assets, not being depreciated | | | | | |
| Land | \$ 20,804,782 | \$ - | \$ - | \$ - | \$ 20,804,782 |
| Construction in progress | 1,787,637 | 1,467,432 | (153,800) | (900,118) | 2,201,151 |
| Total capital assets, not being depreciated | 22,592,419 | 1,467,432 | (153,800) | (900,118) | 23,005,933 |
| Capital assets, being depreciated | | | | | |
| Buildings and improvements | 218,007,421 | 1,524,455 | - | 424,843 | 219,956,719 |
| Land improvements | 404,474 | 16,749 | - | - | 421,223 |
| Machinery, equipment, and furniture | 37,793,335 | 2,346,615 | (338,100) | 475,275 | 40,277,125 |
| Infrastructure | 197,965,082 | - | - | - | 197,965,082 |
| Total capital assets, being depreciated | 454,170,312 | 3,887,819 | (338,100) | 900,118 | 458,620,149 |
| Accumulated depreciation for | | | | | |
| Buildings and improvements | (73,482,682) | (5,763,327) | - | - | (79,246,009) |
| Land improvements | (130,179) | (13,007) | - | - | (143,186) |
| Machinery, equipment, and furniture | (23,414,958) | (3,207,530) | 337,386 | - | (26,285,102) |
| Infrastructure | (83,253,369) | (6,612,640) | - | - | (89,866,009) |
| Total accumulated depreciation | (180,281,188) | (15,596,504) | 337,386 | - | (195,540,306) |
| Total capital assets, being depreciated, net | 273,889,124 | (11,708,685) | (714) | 900,118 | 263,079,843 |
| Governmental activities capital assets, net | \$ 296,481,543 | \$ (10,241,253) | \$ (154,514) | \$ - | \$ 286,085,776 |

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

D. Capital Assets (Continued)

Capital asset activity for the business-type activities at September 30, 2016 is as follows:

| | <i>Beginning Balances</i> | <i>Increases</i> | <i>Decreases</i> | <i>Transfers</i> | <i>Ending Balances</i> |
|--|-------------------------------|---------------------|------------------|------------------|----------------------------|
| Business-type activities | | | | | |
| Capital assets, not being depreciated | | | | | |
| Land | \$ 267,129 | \$ - | \$ - | \$ - | \$ 267,129 |
| Construction in progress | 7,850 | 83,047 | - | (90,897) | - |
| Total capital assets, not being depreciated | 274,979 | 83,047 | - | (90,897) | 267,129 |
| Capital assets, being depreciated | | | | | |
| Buildings and improvements | 18,222,370 | 165,000 | - | 90,897 | 18,478,267 |
| Machinery, equipment, and furniture | 2,425,044 | 76,102 | - | - | 2,501,146 |
| Total capital assets, being depreciated | 20,647,414 | 241,102 | - | 90,897 | 20,979,413 |
| Accumulated depreciation for | | | | | |
| Buildings and improvements | (8,925,334) | (647,828) | - | - | (9,573,162) |
| Machinery, equipment, and furniture | (2,013,507) | (134,985) | - | - | (2,148,492) |
| Total accumulated depreciation | (10,938,841) | (782,813) | - | - | (11,721,654) |
| Total capital assets, being depreciated, net | 9,708,573 | (541,711) | - | 90,897 | 9,257,759 |
| Business-type activities capital assets, net | <u>\$ 9,983,552</u> | <u>\$ (458,664)</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 9,524,888</u> |

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

D. Capital Assets (Continued)

Depreciation expense was charged to functions/programs of the County for the year ended September 30, 2016 as follows:

| | <i>Expense</i> |
|--|----------------------|
| Governmental activities: | |
| General government | \$ 1,168,826 |
| Public safety | 5,646,149 |
| Highways and streets, including depreciation of general infrastructure assets | 7,379,035 |
| Health and welfare | 164,753 |
| Judicial | 1,016,814 |
| Capital assets held by government's internal service funds are charged to the various functions based on their usage of the assets | 220,927 |
| Total depreciation expense - governmental activities | \$ 15,596,504 |
| Business-type activities: | |
| Nursing home | \$ 469,459 |
| Animal services | 83,949 |
| Health Department Fund | 229,405 |
| Total depreciation expense - business-type activities | \$ 782,813 |

Construction Commitments

The County has active construction in process as of September 30, 2016. The projects included street construction, widening and reconstruction of existing streets and bridges, building renovations, and the construction of a water system. At year end, the County's commitments with contractors are as follows:

| <i>Project</i> | <i>Contract #</i> | <i>Commitment</i> |
|---|-------------------|---------------------|
| Bell School (Lucky Lane to Argus) | 04-00345-00-CH | \$ 535,144 |
| Perryville Railroad Bridge | 04-00359-00-BR | 27,786 |
| Perryville Railroad Bridge - Engineering | 04-00359-00-BR | 17,520 |
| Highway 11 Baxter Road improvements | 14-00563-00-WR | 2,516,102 |
| Forest Hills | 14-00571-00-RS | 13,050 |
| Cunningham Road Bridge | 12-00529-00-BR | 28,942 |
| Cunningham Road Bridge - Engineering | 12-00529-00-BR | 15,610 |
| Baxter and Lindenwood - Engineering | 61200 | 101,646 |
| Perryville and Spring Creek | 13-00555-00-PW | 57,463 |
| Willowbrook Road (Swanson Road to Belvidere Road) | 11-00503-00-PV | 8,689 |
| Water Supply Improvements | 11-00495-00-MG | 34,920 |
| Water Supply Improvements - Engineering | 11-00495-00-MG | 21,476 |
| Total | | \$ 3,378,348 |

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

E. Interfund Receivable, Payables, and Transfers

The composition of interfund balances as of September 30, 2016 is as follows:

| <i>Receivable Fund</i> | <i>Payable Fund</i> | <i>Detail</i> | <i>Amount</i> |
|------------------------|-----------------------------|-------------------------|---------------------|
| General Fund | Nonmajor governmental funds | Interfund cash advances | \$ 1,060,123 |
| | Animal Services Fund | Interfund cash advances | 329,906 |
| | Internal Service Funds | Interfund cash advances | <u>1,053,693</u> |
| | | | <u>\$ 2,443,722</u> |

Interfund transfers for the year ended September 30, 2016 are as follows:

| <i>Fund</i> | <i>Transfer In</i> | <i>Transfer Out</i> |
|------------------------------|----------------------|----------------------|
| General Fund | \$ 812,876 | \$ 177,859 |
| Public Safety Sales Tax Fund | 8,415 | 5,938,845 |
| Tort Liability Funds | - | 1,010,395 |
| Nonmajor governmental funds | 12,081,752 | 5,513,344 |
| 555 North Court Street Fund | - | <u>262,600</u> |
| Total | <u>\$ 12,903,043</u> | <u>\$ 12,903,043</u> |

The purposes of interfund transfers are as follows:

- \$812,876 transferred from other funds to the General Fund. This amount relates to:
 - a) \$190,000 from the Host Fee Fund (a nonmajor governmental fund) to be used for economic development.
 - b) Transfer of the excess collections from the Geographic Systems Information Fund (a nonmajor governmental fund) in the amount of \$228,975 used to support the General Fund.
 - c) \$370,904 transfer from the Court Security Fee Fund (a nonmajor governmental fund) to reimburse the General Fund for the cost of providing court security.
 - d) \$22,997 transfer from the 2006D Debt Certificates Fund representing residual fund balance.
- \$8,415 transfer to the Public Safety Sales Tax Fund from the 2005A Public Safety Sales Tax Bond Fund representing residual fund balance.

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

E. Interfund Receivable, Payables, and Transfers (Continued)

- \$12,081,752 transferred from other funds to nonmajor governmental funds. The amounts relates to:
 - a) Routine transfer of \$5,938,845 from the Public Safety Sales Tax Fund, \$1,010,395 from the Tort Liability Fund, \$1,408,450 from the Federal Aid Matching Fund (a nonmajor governmental fund), \$1,408,450 from the Motor Fuel Tax Fund, \$473,850 for the 9-1-1 Operations Fund (a nonmajor governmental fund), \$50,000 from the Document Storage Fee Fund (a nonmajor governmental fund), \$360,000 from the Court Automation Fee Fund (a nonmajor governmental fund), \$175,000 from the Host Fee Fund (a nonmajor governmental fund), and \$262,600 from the 555 North Court Operations Fund a nonmajor enterprise fund), to various nonmajor Debt Service Funds for the payment of debt service on certain general obligation and alternate revenue bonds.
 - b) \$50,000 operating subsidy to the Historical Museum Fund (a nonmajor governmental fund) from the Host Fee Fund (a nonmajor governmental fund) to be used for economic development.
 - c) \$115,080 transfer from the Geographic Information System Fund (a nonmajor governmental fund) to the Geographic Information System Operations Fund (a nonmajor governmental fund) for payment of the County share of the cost of operating the Winnebago County Geographic Information System.
 - d) \$177,859 operating subsidy from the General Fund in the amount of \$25,750 to the Circuit Court Grants Fund (a nonmajor governmental fund), and \$152,109 to the State's Attorney Grant Fund (a nonmajor governmental fund).
 - e) \$8,980 transfer from the 2012F Debt Certificate Fund and a \$3,492 transfer from the 2012G Debt Certificate Fund to the Baxter Road Special Tax Allocation Fund to establish the fund.
 - f) \$65,000 transfer from the Probation Service Fee Fund to the 2015A Project Fund representing contributions to a project.
 - g) \$146,500 transfer from the Host Fee Fund to the Historical Museum Fund to fund a project.
 - h) \$13,572 transfer from the 2006A Public Safety Sales Tax Fund to the 2016A Refunding Bond Fund representing residual fund balance.
 - i) \$74,453 transfer from the Motor Fuel Tax Fund to the Highway Fund to correct a prior year transaction between funds.

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

E. Interfund Receivable, Payables, and Transfers (Continued)

- j) \$211,934 transfer from the 2012G Alternate Revenue Bonds Fund to the General Fund and \$127,291 transfer from the 2012F Alternate Revenue Bond Fund to the Highway Fund to correct a prior year transaction between funds.

F. Long-Term Debt

General Obligation Bonds and Debt Certificates

The County issues general obligation debt certificates to provide funds for the acquisition of land and various capital projects. General obligation debt certificates have been issued for governmental and business-type activities.

General obligation debt certificates are direct obligations and pledge the full faith and credit of the County. General obligation bonds currently outstanding are as follows:

| <i>Purpose</i> | <i>Original Issue Amount</i> | <i>Interest Rates</i> | <i>Maturity Date</i> | <i>Amount</i> | <i>Current Position</i> |
|--|------------------------------|-----------------------|----------------------|----------------------|-------------------------|
| Governmental activities | | | | | |
| 2008 General Obligation Debt Certificates | \$ 2,675,000 | 2.80% - 3.85% | 12/30/2018 | \$ 1,265,000 | \$ 405,000 |
| 2012A General Obligation Debt Certificates | 500,000 | 3.0% | 12/30/2021 | 314,620 | 48,729 |
| 2012E General Obligation Debt Certificates | 2,800,000 | 2.0% - 3.0% | 12/30/2022 | 2,070,000 | 270,000 |
| 2013 General Obligation Debt Certificates | 6,325,000 | 3.0% - 5.0% | 12/30/2026 | 6,325,000 | - |
| 2013E General Obligation Debt Certificates | 4,000,000 | 3.25% | 12/30/2028 | 3,645,000 | 215,000 |
| 2015A General Obligation Debt Certificates | 3,085,000 | 4.0% | 12/30/2024 | 2,930,000 | 275,000 |
| Total general obligation debt certificates | | | | <u>\$ 16,549,620</u> | <u>\$ 1,213,729</u> |
| Business-type activities | | | | | |
| 2012A General Obligation Debt Certificates | \$1,860,000 | 3.0% | 12/30/2021 | \$ 1,170,380 | \$ 181,271 |

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

F. Long-Term Debt (Continued)

General Obligation Bonds and Debt Certificates (Continued)

Annual debt service requirements to maturity for general obligation bonds are as follows:

| <i>September 30,</i> | <i>Governmental Activities</i> | |
|----------------------|--------------------------------|---------------------|
| | <i>Principal</i> | <i>Interest</i> |
| 2017 | \$ 1,213,729 | \$ 553,110 |
| 2018 | 1,734,788 | 497,745 |
| 2019 | 1,801,907 | 437,487 |
| 2020 | 1,412,966 | 380,656 |
| 2021 | 1,465,085 | 332,329 |
| 2022 - 2026 | 6,511,145 | 898,880 |
| 2027 - 2029 | 2,410,000 | 72,581 |
| | <u>\$ 16,549,620</u> | <u>\$ 3,172,788</u> |

| <i>September 30,</i> | <i>Business-Type Activities</i> | |
|----------------------|---------------------------------|-------------------|
| | <i>Principal</i> | <i>Interest</i> |
| 2017 | \$ 181,271 | \$ 32,392 |
| 2018 | 185,212 | 26,895 |
| 2019 | 193,093 | 21,221 |
| 2020 | 197,034 | 15,369 |
| 2021 | 204,915 | 9,339 |
| 2022 | 208,855 | 3,133 |
| | <u>\$ 1,170,380</u> | <u>\$ 108,349</u> |

Alternate Revenue Bonds

The government also issues bonds where the government pledges income derived from the acquired or constructed asset or alternate revenue streams to pay debt service. Alternate revenue bonds have been issued for both governmental and business-type activities.

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

F. Long-Term Debt (Continued)

Alternate Revenue Bonds (Continued)

| <i>Purpose</i> | <i>Original Issue Amount</i> | <i>Interest Rates</i> | <i>Maturity Date</i> | <i>Amount</i> | <i>Current Position</i> |
|---|------------------------------|-----------------------|----------------------|-----------------------|-------------------------|
| Governmental activities | | | | | |
| 2006B Matching Aid and Motor Fuel Tax Alternative Revenue Sources | \$ 10,000,000 | 4.0% - 4.5% | 12/30/2013 | \$ 785,000 | \$ 785,000 |
| 2007A Matching tax and Motor Fuel Tax Alternative Revenue Sources | 8,000,000 | 4.0% - 5.0% | 12/30/2018 | 4,130,000 | 560,000 |
| 2009A Court Automation Alternative Revenue Sources | 5,100,000 | 3.0% - 4.0% | 12/30/2029 | 1,740,000 | 555,000 |
| 2010A Tort Funding Bonds Alternative Revenue Sources | 13,000,000 | 4.0% - 5.0% | 12/30/2029 | 10,880,000 | 585,000 |
| 2010C Quarter Cent Sales Recovery Zone Economic Development Bonds | 4,000,000 | 1.0% - 5.125% | 12/30/2029 | 3,145,000 | 185,000 |
| 2012F General Obligation Alternative Revenue Sources | 4,320,000 | 2.0% - 3.0% | 12/31/2031 | 4,320,000 | - |
| 2012G General Obligation Alternative Revenue Source | 1,680,000 | 3.0% | 12/30/2031 | 1,680,000 | - |
| Total alternate revenue bonds | | | | <u>26,680,000</u> | <u>2,670,000</u> |
| Governmental activities - refunding | | | | | |
| 2006E Public Safety Sales Tax Refunding Alternative Revenue | \$ 18,765,000 | 4.0% - 4.5% | 12/30/2022 | 18,285,000 | 70,000 |
| 2011B Public Safety Sales Tax Refunding Alternative Revenue | 5,955,000 | 2.0% - 3.0% | 12/30/2017 | 2,025,000 | 1,020,000 |
| 2012B 911 Surcharge Refunding Alternate Revenue Sources | 2,975,000 | 3.0% | 12/30/2019 | 1,770,000 | 420,000 |
| 2012C State Income Tax Alternate Revenue Sources | 3,285,000 | 3.0% | 12/30/2024 | 2,120,000 | 210,000 |
| 2012D Matching Tax and Motor Fuel Tax Alternate Revenue Source | 8,400,000 | 2.0% - 3.0% | 12/31/2011 | 6,715,000 | 860,000 |
| 2013A Public Safety Sales Tax Refunding Alternate Revenue Source | 38,500,000 | 3.0% - 5.0% | 12/30/2024 | 38,500,000 | 2,310,000 |
| 2013B Public Safety Sales Tax Refunding Alternate Revenue Source | 5,360,000 | 2.0% - 4.0% | 12/30/2022 | 5,360,000 | - |
| 2016A Public Safety Sales Tax Refunding Alternate Revenue Source | 2,485,000 | 4.0% | 12/30/2025 | 2,485,000 | - |
| Total alternate revenue bonds - refunding | | | | <u>77,260,000</u> | <u>4,890,000</u> |
| Total alternate revenue bonds | | | | <u>\$ 103,940,000</u> | <u>\$ 7,560,000</u> |

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

F. Long-Term Debt (Continued)

Alternate Revenue Bonds (Continued)

Alternate revenue bond debt service requirements to maturity are as follows:

| <i>September 30,</i> | <i>Governmental Activities</i> | |
|----------------------|--------------------------------|----------------------|
| | <i>Principal</i> | <i>Interest</i> |
| 2017 | \$ 7,560,000 | \$ 4,068,079 |
| 2018 | 10,465,000 | 3,737,534 |
| 2019 | 10,875,000 | 3,356,321 |
| 2020 | 10,530,000 | 2,957,896 |
| 2021 | 10,895,000 | 2,529,788 |
| 2022 - 2026 | 45,495,000 | 5,911,673 |
| 2027 - 2031 | 7,535,000 | 741,587 |
| 2032 | 585,000 | 8,775 |
| | \$ 103,940,000 | \$ 23,311,653 |

The County has outstanding bonds with remaining pledges of revenue outstanding. The schedule of pledged revenue is detailed below:

| <i>Debt Issue</i> | <i>Pledge Source</i> | <i>Pledge Remaining</i> | <i>Commitment End Date</i> | <i>Pledged Revenue</i> | <i>Principal and Interest Paid</i> | <i>Estimated % of Pledged Revenue</i> |
|-------------------|--|-------------------------|----------------------------|------------------------|------------------------------------|---------------------------------------|
| 2006B | Federal Aid Matching Property Taxes and Motor Fuel Tax | \$ 802,663 | 12/30/2022 | \$ 9,532,000 | \$ 811,475 | 8.5% |
| 2006E | Public Safety Sales Tax | 21,905,840 | 12/30/2022 | 27,983,000 | 847,045 | 3.0% |
| 2007A | Federal Aid Matching Property Taxes and Motor Fuel Tax | 4,838,950 | 12/30/2022 | 9,532,000 | 751,700 | 7.9% |
| 2009A | Court Automation, Document Storage Fees | 1,845,706 | 12/30/2018 | 1,680,000 | 612,575 | 36.5% |
| 2010A | Tort Property Tax Revenues | 14,306,708 | 12/30/2029 | 3,993,000 | 991,645 | 24.8% |
| 2010C | Sales Tax (Quarter Cent) | 4,244,607 | 12/30/2029 | 8,226,000 | 321,966 | 3.9% |
| 2011B | Public Safety Sales Tax | 2,085,525 | 12/30/2017 | 27,983,000 | 1,111,275 | 4.0% |
| 2012B | 9-1-1 Surcharges | 1,878,450 | 12/30/2019 | 2,200,000 | 464,175 | 21.1% |
| 2012C | State Income Tax | 2,419,700 | 12/30/2024 | 6,155,000 | 449,300 | 7.3% |
| 2012D | Federal Aid Matching Property Taxes and Motor Fuel Tax | 7,427,663 | 12/30/2022 | 9,532,000 | 1,027,175 | 10.8% |
| 2012F | Special Service Area Taxes | 5,631,141 | 12/30/2031 | 125,000 | 123,744 | 99.0% |
| 2012G | Host Fees | 2,202,000 | 12/30/2031 | 3,530,000 | 50,400 | 1.4% |
| 2013A | Public Safety Sales Tax | 48,032,100 | 12/30/2024 | 27,983,000 | 1,695,100 | 6.1% |
| 2013B | Public Safety Sales Tax | 6,178,450 | 12/30/2022 | 27,983,000 | 188,700 | 0.7% |
| 2016A | Public Safety Sales Tax | 3,454,150 | 12/30/2025 | 27,983,000 | - | 0.0% |

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

F. Long-Term Debt (Continued)

Capital Leases

During fiscal 2016, the County has various capital lease obligations for heating and air units and vehicles. The interest rates for the leases are between 1.015% and 4.91%.

The assets acquired through capital lease and included in governmental activities and business-type activities are as follows:

| | <i>Governmental Activities</i> |
|--------------------------------|------------------------------------|
| Asset: | |
| Equipment | \$ 2,293,251 |
| Less: accumulated depreciation | <u>(221,301)</u> |
| Total | <u>\$ 2,071,950</u> |

The following is a schedule of future minimum lease payments under these capital leases and the present value of the minimum lease payments:

| | <i>September 30,</i> | <i>Governmental Activities</i> |
|---|----------------------|------------------------------------|
| | 2017 | \$ 509,230 |
| | 2018 | 509,230 |
| | 2019 | 509,231 |
| | 2020 | <u>289,290</u> |
| Total minimum lease payments | | 1,816,981 |
| Amount representing interest | | <u>120,919</u> |
| Present value of minimum lease payments | | <u>\$ 1,696,062</u> |

Commitment - Rockford Park District

The County has committed to pay the Rockford Park District \$100,000 on or before December 31, 2011 and \$100,000 per year for seven years beginning on July 1, 2017 through 2023 to be used in the construction or repayment of funds borrowed to construct the Nicholas Conservatory and Gardens. These payments will be funded solely from Host Fee Funds and will be reduced should Host Fee collections not be adequate in any given year. Any reduction in these payments will be paid in the next succeeding year in which there are surplus collections.

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

F. Long-Term Debt (Continued)

Commitment - Reclaiming First

The County has committed to pay the Rockford Park District for the benefit of the Winnebago County Regional Tourism Facility Board \$350,000 on or before November 1, 2015 and \$350,000 per year for 19 years beginning on November 1, 2015 through November 1, 2033 to be used for the Sportscore II/Indoor Soccer Building expansion. These payments will be funded solely from Host Fee Funds and will be reduced should Host Fee collections not be adequate in any given year. Any reduction in these payments will be paid in the next succeeding year in which there are surplus collections.

Commitment - Rock Valley College

The County has committed to pay the Rock Valley College \$50,000 during the fiscal year 2014 and \$50,000 on an annual basis for the succeeding 19 years to support the debt services necessary for the building of a 40,000 square foot aviation maintenance training facility and related equipment. These payments will be funded solely from Host Fee Funds and will be reduced should Host Fee collections not be adequate in any given year. Any reduction in these payments will be paid in the next succeeding year in which there are surplus collections.

Commitment - City of Rockford

The County has committed to pay the City of Rockford \$250,000 during the calendar year 2007 and \$460,000 each calendar year for the succeeding 19 years to provide funds for improvements to the Rockford Metro Centre. These payments will be funded solely from Host Fee Funds and will be reduced should Host Fee collections not be adequate in any given year. Any reduction in these payments will be paid in the next succeeding year in which there are surplus collections.

Commitment - Greater Rockford Airport Authority

The County has committed to pay the Greater Rockford Airport Authority \$141,328 per quarter beginning February 1, 2017 through November 1, 2036 to fund a portion of the debt service for bonds issued by the Greater Rockford Airport Authority for the construction of the Maintenance, Repair and Overhaul (MRO) Facility at the Greater Rockford Airport Authority. These payments will be funded solely from Host Fee Funds and will be reduced should Host Fee collections not be adequate in any given year. Any reduction in these payments will be paid in the next succeeding year in which there are surplus collections.

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

F. Long-Term Debt (Continued)

Commitment - Rockford Public School District

The County has committed to pay the Rockford Public School District \$200,000 per year beginning June 30, 2017 through June 30, 2019 to fund a portion of the costs related to the demolition of the existing Kishwaukee School and subsequent construction of the new school. These payments will be funded solely from Host Fee Funds and will be reduced should Host Fee collections not be adequate in any given year. Any reduction in these payments will be paid in the next succeeding year in which there are surplus collections.

Note Payable - Village of Cherry Valley

The County has committed to pay the Village of Cherry Valley \$250,000 within 60 days of the issuance of the Series 2012F General Obligation Bonds (Alternative Revenue Source) and \$100,000 per year for four years beginning on April 15, 2013 through 2016 and \$50,000 on April 15, 2017 for the assets owned by the Village of Cherry Valley within the water service area.

Changes in Long-Term Liabilities

Long-term liabilities for the year ended September 30, 2016 were as follows:

| | <i>Beginning Balances</i> | <i>Additions</i> | <i>Reductions</i> | <i>Ending Balances</i> | <i>Due Within One Year</i> |
|---|-------------------------------|------------------|-------------------|----------------------------|--------------------------------|
| Governmental activities | | | | | |
| Bonds payable | | | | | |
| General obligation | \$ 18,061,230 | \$ - | \$ (1,511,610) | \$ 16,549,620 | \$ 1,213,729 |
| Alternate revenue | 113,925,000 | 2,485,000 | (12,470,000) | 103,940,000 | 7,560,000 |
| Add unamortized premium | 8,415,117 | 122,734 | (1,264,792) | 7,273,059 | 852,821 |
| Total bonds payable | 140,401,347 | 2,607,734 | (15,246,402) | 127,762,679 | 9,626,550 |
| Capital lease obligations | 2,362,446 | 1,381,814 | (2,048,198) | 1,696,062 | 457,020 |
| Claims and judgments | 5,636,403 | 22,492,265 | (21,576,701) | 6,551,967 | - |
| Commitment - Rockford Park District | 700,000 | - | - | 700,000 | 100,000 |
| Commitment - Reclaiming First Initiative | 6,650,000 | - | (350,000) | 6,300,000 | 350,000 |
| Commitment - Rock Valley College | 900,000 | - | (50,000) | 850,000 | 50,000 |
| Commitment - City of Rockford | 5,060,000 | - | (460,000) | 4,600,000 | 460,000 |
| Commitment - Greater Rockford Airport Authority | 10,979,109 | - | - | 10,979,109 | 662,170 |

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

F. Long-Term Debt (Continued)

Changes in Long-Term Liabilities (Continued)

| | <i>Beginning Balances</i> | <i>Additions</i> | <i>Reductions</i> | <i>Ending Balances</i> | <i>Due Within One Year</i> |
|---|-------------------------------|----------------------|------------------------|----------------------------|--------------------------------|
| Governmental activities (Continued) | | | | | |
| Commitment - Rockford Public School District | \$ - | \$ 600,000 | \$ - | \$ 600,000 | \$ 200,000 |
| Note payable - Village of Cherry Valley | 150,000 | - | (100,000) | 50,000 | 50,000 |
| Compensated absences* | 3,610,661 | 3,665,955 | (3,610,661) | 3,665,955 | 733,191 |
| Early retirement incentive* | - | 1,096,297 | - | 1,096,297 | 365,433 |
| Net other post-employment benefit obligations* | 1,481,464 | 77,896 | - | 1,559,360 | - |
| General activities long-term liabilities | \$ 177,931,430 | \$ 31,921,961 | \$ (43,441,962) | \$ 166,411,429 | \$ 13,054,364 |
| Business-type activities | | | | | |
| Bonds payable | | | | | |
| General obligation | \$ 1,343,770 | \$ - | \$ (173,390) | \$ 1,170,380 | \$ 181,271 |
| Add unamortized premium | 70,843 | - | (10,899) | 59,944 | 10,899 |
| Total bonds payable | 1,414,613 | - | (184,289) | 1,230,324 | 192,170 |
| Compensated absences** | 531,019 | 423,938 | (531,019) | 423,938 | 84,788 |
| Early retirement incentive*** | - | 419,859 | - | 419,859 | 139,953 |
| Net other post-employment benefit obligations** | 254,498 | 14,435 | - | 268,933 | - |
| General activities long-term liabilities | \$ 2,200,130 | \$ 858,232 | \$ (715,308) | \$ 2,343,054 | \$ 416,911 |

* The compensated absences, early retirement incentive, and net other post-employment benefit obligation are generally retired by the General Fund.

** The compensated absences and net other post-employment benefit obligation are generally retired by the River Bluff Nursing Home Fund and Animal Services Fund.

*** The early retirement incentive is generally retired by the River Bluff Nursing Home Fund.

Refunding Bonds

In prior years, the County defeased certain general obligation alternate revenue source bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on old bonds. Accordingly, the trust account assets and liability for the defeased bonds are not included in the County's financial statements. At September 30, 2016, \$72,015,000 of bonds outstanding are considered defeased.

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

F. Long-Term Debt (Continued)

Refunding Bonds (Continued)

On March 31, 2016, the County issued \$2,485,000 General Obligation Alternate Refunding Bonds, Series 2016A, to advance refund, through an in substance defeasance, \$2,505,000 of the 2006A Public Safety Sales Tax Alternate Revenue Bonds, which were all called and paid on May 2, 2016. As a result of the refunding, the County realized a cash flow savings of approximately \$221 and an economic gain of \$3,052.

G. Conduit Debt

The County has issued conduit debt for a number of years. The debt obligations have been issued primarily on behalf of 501(c)3 nonprofit organizations for which the County is allowed to issue debt in the name of the County for the express purpose of providing capital financing for the requesting organization. The County has no obligation for the debt issued. The total approximate amount of conduit debt outstanding as of September 30, 2016 is \$4,336,769.

H. Funds Initiated During Fiscal Year 2016

The following funds were initiated during the year ended September 30, 2016:

Special Revenue Funds

Circuit Clerk Operation and Administration Fund

Baxter Road Special Tax Allocation Fund

Debt Service Funds

2016A Series Refunding Bonds Fund

Capital Projects Funds

None

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

I. Risk Management

Claims and Judgments

The County is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; and errors or omissions. The County is self-insured for general and auto liability damage claims on the first \$250,000 of each occurrence and for the amount, if any, in excess of \$2,000,000. The County is also self-insured for property damage claims on the first \$25,000 of each occurrence. The County has purchased commercial insurance for amounts not otherwise self-insured. The County is also self-insured for property damage claims on the first \$25,000 of each occurrence. The County has purchased commercial insurance for amounts not otherwise self-insured. The County is also self-insured for workers' compensation claims on the first \$500,000 of each occurrence and for the amount, if any, in excess of \$2,000,000. The County carries excess workers' compensation insurance for statutory amounts not otherwise self-insured. Claims did not exceed coverage for the current or two prior years.

The insurance coverage is consistent with the prior year.

A liability for a claim has been recorded in the government-wide statement of net position if information indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss is reasonably estimable. This liability is the County's best estimate based on available information.

The revenues and expenditures relating to the County's claims and judgments are accounted for in the General Fund and the Tort Liability Fund.

The following represents changes in unpaid tort liability claims and judgments for the past two years:

| | <i>2016</i> | <i>2015</i> |
|-------------------------------------|--------------|--------------|
| Unpaid claims at, beginning of year | \$ 3,812,371 | \$ 4,342,342 |
| Incurred claims (including IBNRs) | 2,289,435 | 2,226,281 |
| Change in claims estimate | 558,591 | (313,933) |
| Claims paid | (2,713,214) | (2,442,319) |
| Unpaid claims at, end of year | \$ 3,947,183 | \$ 3,812,371 |

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

I. Risk Management (Continued)

Health Care Coverage

The County is self-insured for the majority of its group health and all of its dental insurance coverage. Specific stop-loss excess risk benefit coverage insurance was obtained in the amount of \$175,000, in addition to an administrative services contract to administer the plan. As the claim cycle has various stages, there may be situations where loss contingencies have occurred before the balance sheet date but the claims have not been asserted. These potential unasserted claims and existing claims have been recorded as a liability of the Health Insurance Internal Services Fund if the amounts can be reasonably estimated and it is probable that the claims will be asserted. This liability is the County's best estimate based on available information.

Premiums are charged to each department within the individual funds by the Health Insurance Internal Service Fund based on the number of single and family contracts in the respective departments. Expenses for medical claims, stop-loss insurance, and administrative fees are recorded in this fund. The specific and aggregate stop-loss insurance coverage is consistent with the prior year and the amounts of claim settlements during the past three years have not exceeded this coverage.

The following represents changes in the unpaid health insurance claims for the past two years:

| | <i>2016</i> | <i>2015</i> |
|-------------------------------------|--------------|--------------|
| Unpaid claims at, beginning of year | \$ 1,824,032 | \$ 707,275 |
| Incurred claims (including IBNRs) | 19,644,239 | 18,857,159 |
| Claims paid | (18,863,487) | (17,740,402) |
| Unpaid claims at, end of year | \$ 2,604,784 | \$ 1,824,032 |

J. Contingencies

Grantor Agencies

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the state and federal government. Any disallowed claims, including amounts already collected, could become a liability of the General Fund or other applicable funds.

Pending Litigation

There are various other lawsuits pending or threatened against the County. The outcome and eventual liability of the County, if any, in these cases is not known at this time.

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

K. Retirement Plans

The County contributes to three agent multiple-employer defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF - County), Illinois Municipal Retirement Fund Elected County Officials (IMRF - ECO), and the Sheriff's Law Enforcement Personnel (SLEP) (also administered by IMRF). The benefits, benefit levels, employee contributions, and employer contributions for all three plans are governed by ILCS and can only be amended by the Illinois General Assembly. IMRF issues a financial report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report can be obtained from IMRF online at www.imrf.org. The net pension liability for the governmental activities has been liquidated by the IMRF.

Plan Descriptions

Illinois Municipal Retirement Fund - County

Plan Administration

All employees (other than those covered by IMRF - ECO or SLEP) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members.

Plan Membership

At December 31, 2015 (most recent available), IMRF membership consisted of:

| | |
|---|-------|
| Inactive employees or their beneficiaries | |
| currently receiving benefits | 935 |
| Inactive employees entitled to but not yet receiving benefits | 1,711 |
| Active employees | 1,293 |
| Total | 3,939 |

Benefits Provided

IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011 are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years and 2% for each year thereafter. Employees hired on or after January 1, 2011 are eligible for Tier 2 benefits.

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

K. Retirement Plans (Continued)

Plan Descriptions (Continued)

Illinois Municipal Retirement Fund - County (Continued)

Benefits Provided (Continued)

For Tier 2 employees, pension benefits vest after ten years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years and 2% for each year thereafter. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute.

Contributions

Participating members are required to contribute 4.5% of their annual salary to IMRF. The County is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contribution rate for the calendar year ended 2015 was 9.87% of covered payroll.

Actuarial Assumptions

The County's net pension liability was measured as of December 31, 2015 (most recent available) and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

| | |
|----------------------------|---|
| Actuarial valuation date | December 31, 2015 |
| Actuarial cost method | Entry-age normal |
| Assumptions | |
| Inflation | 2.75% |
| Salary increases | 3.75% to 14.50%, including inflation |
| Interest rate | 7.50% |
| Cost of living adjustments | 3.00% |
| Asset valuation method | Market value |

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

K. Retirement Plans (Continued)

Plan Descriptions (Continued)

Illinois Municipal Retirement Fund - County (Continued)

Actuarial Assumptions (Continued)

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

Discount Rate

The discount rate used to measure the IMRF total pension liability was 7.49%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the employer's fiduciary net position was projected not to be available to make all projected future benefit payments of current plan members.

Therefore, the long-term expected rate of return on pension plan investments of 7.50% was blended with the index rate of 3.57% for tax exempt general obligation municipal bonds rated AA or better at December 31, 2015 to arrive at a discount rate of 7.49% used to determine the total pension liability.

The discount rate used to measure the total pension liability at January 1, 2015 was 7.50% and the index rate was 3.56%.

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

K. Retirement Plans (Continued)

Plan Descriptions (Continued)

Illinois Municipal Retirement Fund - County (Continued)

Changes in the Net Pension Liability

| | <i>(a)</i> <i>Total</i> <i>Pension</i> <i>Liability</i> | <i>(b)</i> <i>Plan Fiduciary</i> <i>Net</i> <i>Position</i> | <i>(a) - (b)</i> <i>Net Pension</i> <i>Liability</i> |
|--|--|--|--|
| BALANCES AT JANUARY 1, 2015 | \$ 241,572,204 | \$ 235,030,315 | \$ 6,541,889 |
| Changes for the period | | | |
| Service cost | 6,094,653 | - | 6,094,653 |
| Interest | 17,973,275 | - | 17,973,275 |
| Difference between expected and actual experience | (2,142,634) | - | (2,142,634) |
| Changes in assumptions | 325,059 | - | 325,059 |
| Employer contributions | - | 5,504,698 | (5,504,698) |
| Employee contributions | - | 2,560,006 | (2,560,006) |
| Net investment income | - | 1,179,527 | (1,179,527) |
| Benefit payments and refunds | (10,251,215) | (8,282,782) | (1,968,433) |
| Administrative/other (net transfer) | - | (3,936,072) | 3,936,072 |
| Net changes | 11,999,138 | (2,974,623) | 14,973,761 |
| BALANCES AT DECEMBER 31, 2015 | \$ 253,571,342 | \$ 232,055,692 | \$ 21,515,650 |

Changes in assumptions related to retirement age and mortality were made since the prior measurement date.

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

K. Retirement Plans (Continued)

Plan Descriptions (Continued)

Illinois Municipal Retirement Fund - County (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended September 30, 2016, the County recognized pension expense of \$10,802,617. At September 30, 2016, the County reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

| | <i>Deferred Outflows of Resources</i> | <i>Deferred Inflows of Resources</i> | <i>Net Deferred Outflow of Resources</i> |
|--|---|--|--|
| Difference between expected and actual experience | \$ - | \$ 2,547,175 | \$ (2,547,175) |
| Changes in assumption | 3,964,774 | - | 3,964,774 |
| Net difference between projected and actual earnings on pension plan investments | 14,968,371 | - | 14,968,371 |
| Contributions made after the measurement date | 3,956,073 | - | 3,956,073 |
| TOTAL | <u>\$ 22,889,218</u> | <u>\$ 2,547,175</u> | <u>\$ 20,342,043</u> |

\$3,956,073 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended September 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized in pension expense as follows:

| <u>Year Ending December 31,</u> | | |
|-------------------------------------|-----------|--------------------------|
| 2016 | \$ | 4,933,856 |
| 2017 | | 4,630,606 |
| 2018 | | 3,548,350 |
| 2019 | | 3,273,158 |
| Total | \$ | <u>16,385,970</u> |

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

K. Retirement Plans (Continued)

Plan Descriptions (Continued)

Illinois Municipal Retirement Fund - County (Continued)

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability (asset) to changes in the discount rate. The table below presents the pension liability (asset) of the County calculated using the discount rate of 7.49% as well as what the County's net pension liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (6.49%) or 1 percentage point higher (8.49%) than the current rate:

| | <i>1% Decrease (6.49%)</i> | <i>Current Discount Rate (7.49%)</i> | <i>1% Increase (8.49%)</i> |
|-------------------------------|--------------------------------|--|--------------------------------|
| Net pension liability (asset) | \$ 57,035,817 | \$ 21,515,650 | \$ (7,066,579) |

Illinois Municipal Retirement Fund - Elected County Officials

Plan Administration

All eligible elected county officials are enrolled in IMRF as participating members. IMRF - ECO provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service.

Plan Membership

At December 31, 2015 (most recent available), IMRF - ECO membership consisted of:

| | |
|---|----|
| Inactive employees or their beneficiaries | |
| currently receiving benefits | 22 |
| Inactive employees entitled to but not yet receiving benefits | 8 |
| Active employees | 6 |
| Total | 36 |

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

K. Retirement Plans (Continued)

Plan Descriptions (Continued)

Illinois Municipal Retirement Fund - Elected County Officials (Continued)

Benefits Provided

IMRF - ECO provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 3% of their final rate of earnings, for each year of credited service up to eight years, 4% for each year after eight years up to 12 years, and 5% for each year thereafter to a maximum of 80% at 20 years of service. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after eight or ten years of service. Participating members who retire at age 55 with eight years of Tier 1 service credit or after age 62 with ten years of Tier 2 service credit are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 3% of their final rate of earnings, for each year of credited service up to eight years, 4% for each year after eight years up to 12 years, and 5% for each year thereafter to a maximum of 80% at 20 years of service.

Contributions

Participating members are required to contribute 7.50% of their annual salary to IMRF. The County is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contribution for the year ended December 31, 2015 was 74.05% of covered payroll which was equal to the annual required contribution rate of 74.05%.

Actuarial Assumptions

The County's net pension liability was measured as of December 31, 2015 (most recent available) and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

K. Retirement Plans (Continued)

Plan Descriptions (Continued)

Illinois Municipal Retirement Fund - Elected County Officials (Continued)

Actuarial Assumptions (Continued)

| | |
|----------------------------|-------------------|
| Actuarial valuation date | December 31, 2015 |
| Actuarial cost method | Entry-age normal |
| Assumptions | |
| Inflation | 2.75% |
| Salary increases | 3.75% to 14.50% |
| Interest rate | 7.50% |
| Cost of living adjustments | 3.00% |
| Asset valuation method | Market value |

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

Discount Rate

The discount rate used to measure the IMRF total pension liability was 7.40%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the employer's fiduciary net position was projected not to be available to make all projected future benefit payments of current plan members.

Therefore, the long-term expected rate of return on pension plan investments of 7.50% was blended with the index rate of 3.57% for tax exempt general obligation municipal bonds rated AA or better at December 31, 2015 to arrive at a discount rate of 7.40% used to determine the total pension liability.

The discount rate used to measure the total pension liability at January 1, 2015 was 7.38% and the index rate was 3.56%.

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

K. Retirement Plans (Continued)

Plan Descriptions (Continued)

Illinois Municipal Retirement Fund - Elected County Officials (Continued)

Changes in the Net Pension Liability

| | <i>(a)</i> <i>Total</i> <i>Pension</i> <i>Liability</i> | <i>(b)</i> <i>Plan</i> <i>Fiduciary</i> <i>Net Position</i> | <i>(a) - (b)</i> <i>Net</i> <i>Pension</i> <i>Liability</i> |
|--|--|--|--|
| BALANCES AT JANUARY 1, 2015 | \$ 11,290,693 | \$ 8,457,281 | \$ 2,833,412 |
| Changes for the period | | | |
| Service cost | 159,689 | - | 159,689 |
| Interest | 813,715 | - | 813,715 |
| Difference between expected and actual experience | 46,208 | - | 46,208 |
| Changes in assumptions | (21,803) | - | (21,803) |
| Employer contributions | - | 455,792 | (455,792) |
| Employee contributions | - | 48,156 | (48,156) |
| Net investment income | - | 38,290 | (38,290) |
| Benefit payments and refunds | (709,778) | (1,406,208) | 696,430 |
| Administrative/other (net transfer) | - | 543,857 | (543,857) |
| Net changes | 288,031 | (320,113) | 608,144 |
| BALANCES AT DECEMBER 31, 2015 | \$ 11,578,724 | \$ 8,137,168 | \$ 3,441,556 |

Changes in assumptions related to retirement age and mortality were made since the prior measurement date.

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

K. Retirement Plans (Continued)

Plan Descriptions (Continued)

Illinois Municipal Retirement Fund - Elected County Officials (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended September 30, 2016, the County recognized pension expense of \$637,604. At September 30, 2016, the County reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources | Net Deferred Outflow of Resources |
|--|--------------------------------------|-------------------------------------|--|
| Net difference between projected and actual earnings on pension plan investments | \$ 501,654 | \$ - | \$ 501,654 |
| Contributions made after the measurement date | 448,032 | - | 448,032 |
| TOTAL | \$ 949,686 | \$ - | \$ 949,686 |

\$448,032 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended September 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized in pension expense as follows:

| <u>Year Ending December 31,</u> | | |
|-------------------------------------|--|-------------------|
| 2016 | | \$ 130,121 |
| 2017 | | 130,121 |
| 2018 | | 130,122 |
| 2019 | | 111,290 |
| Total | | \$ 501,654 |

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

K. Retirement Plans (Continued)

Plan Descriptions (Continued)

Illinois Municipal Retirement Fund - Elected County Officials (Continued)

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the County calculated using the discount rate of 7.40% as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.40%) or 1 percentage point higher (8.40%) than the current rate:

| | <i>1% Decrease (6.40%)</i> | <i>Current Discount Rate (7.40%)</i> | <i>1% Increase (8.40%)</i> |
|-----------------------|--------------------------------|--|--------------------------------|
| Net pension liability | \$ 4,653,617 | \$ 3,441,556 | \$ 2,436,462 |

Sheriff's Law Enforcement Personnel

Plan Administration

The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

Plan Membership

At December 31, 2015 (most recent available), IMRF membership consisted of:

| | |
|---|-----|
| Inactive employees or their beneficiaries currently receiving benefits | 114 |
| Inactive employees entitled to but not yet receiving benefits | 21 |
| Active employees | 129 |
| Total | 264 |

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

K. Retirement Plans (Continued)

Plan Descriptions (Continued)

Sheriff's Law Enforcement Personnel (Continued)

Benefits Provided

Sheriff's Law Enforcement Personnel having accumulated at least 20 years of SLEP service and terminating IMRF participation or after January 1, 1988, may elect to retire at or after age 50 with no early retirement discount penalty. IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. SLEP members meeting the two qualifications described in the first sentence of this paragraph are entitled to an annual retirement benefit payable monthly for life, in an amount equal to 2 1/2% of their final rate of earnings for each year of credited. For SLEP members retiring with less than 20 years of SLEP service, the regular IMRF pension formula applies.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating members who retire at age 55 with ten years of Tier 2 service credit are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 2 1/2% of their final rate of earnings for each year of credited. The pension for participating members who retire between age 50 and 55 will be reduced by 1/2% for each month under age 55. SLEP also provides death and disability benefits. These benefit provisions and all other requirements are established by ILCS.

Contributions

Participating members are required to contribute 7.50% of their annual salary to SLEP. The County is required to contribute the remaining amounts necessary to fund the SLEP as specified by statute. The employer contribution for the year ended December 31, 2015 was 23.97% of covered payroll which was equal to the annual required contribution rate of 23.97%.

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

K. Retirement Plans (Continued)

Plan Descriptions (Continued)

Sheriff's Law Enforcement Personnel (Continued)

Actuarial Assumptions

The County's net pension liability was measured as of December 31, 2015 (most recent available) and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

| | |
|----------------------------|-------------------|
| Actuarial valuation date | December 31, 2015 |
| Actuarial cost method | Entry-age normal |
| Assumptions | |
| Inflation | 2.75% |
| Salary increases | 3.75% to 14.50% |
| Interest rate | 7.50% |
| Cost of living adjustments | 3.00% |
| Asset valuation method | Market value |

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

Discount Rate

The discount rate used to measure the IMRF total pension liability was 7.47%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the employer's fiduciary net position was projected not to be available to make all projected future benefit payments of current plan members.

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

K. Retirement Plans (Continued)

Plan Descriptions (Continued)

Sheriff's Law Enforcement Personnel (Continued)

Discount Rate (Continued)

Therefore, the long-term expected rate of return on pension plan investments of 7.50% was blended with the index rate of 3.57% for tax exempt general obligation municipal bonds rated AA or better at December 31, 2015 to arrive at a discount rate of 7.47% used to determine the total pension liability.

The discount rate used to measure the total pension liability at January 1, 2015 was 7.49% and the index rate was 3.56%.

Changes in the Net Pension Liability

| | <i>(a)</i> <i>Total</i> <i>Pension</i> <i>Liability</i> | <i>(b)</i> <i>Plan</i> <i>Fiduciary</i> <i>Net Position</i> | <i>(a) - (b)</i> <i>Net</i> <i>Pension</i> <i>Liability</i> |
|--|--|--|--|
| BALANCES AT JANUARY 1, 2015 | \$ 105,565,331 | \$ 87,886,261 | \$ 17,679,070 |
| Changes for the period | | | |
| Service cost | 2,270,883 | - | 2,270,883 |
| Interest | 7,808,717 | - | 7,808,717 |
| Difference between expected and actual experience | (1,307,973) | - | (1,307,973) |
| Changes in assumptions | 284,259 | - | 284,259 |
| Employer contributions | - | 2,705,055 | (2,705,055) |
| Employee contributions | - | 1,037,450 | (1,037,450) |
| Net investment income | - | 450,955 | (450,955) |
| Benefit payments and refunds | (5,038,889) | (2,085,989) | (2,952,900) |
| Administrative/other (net transfer) | - | (1,596,338) | 1,596,338 |
| Net changes | 4,016,997 | 511,133 | 3,505,864 |
| BALANCES AT DECEMBER 31, 2015 | \$ 109,582,328 | \$ 88,397,394 | \$ 21,184,934 |

Changes in assumptions related to retirement age and mortality were made since the prior measurement date.

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

K. Retirement Plans (Continued)

Plan Descriptions (Continued)

Sheriff's Law Enforcement Personnel (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended September 30, 2016, the County recognized pension expense of \$2,514,318. At September 30, 2016, the County reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources | Net Deferred Outflow of Resources |
|--|--------------------------------------|-------------------------------------|--|
| Difference between expected and actual experience | \$ 122,983 | \$ 1,091,947 | \$ (968,964) |
| Changes in assumption | 1,326,117 | - | 1,326,117 |
| Net difference between projected and actual earnings on pension plan investments | 5,740,077 | - | 5,740,077 |
| Contributions made after the measurement date | 2,026,461 | - | 2,026,461 |
| TOTAL | \$ 9,215,638 | \$ 1,091,947 | \$ 8,123,691 |

\$2,026,461 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended September 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized in pension expense as follows:

| <u>Year Ending December 31,</u> | |
|-------------------------------------|---------------------|
| 2016 | \$ 1,621,590 |
| 2017 | 1,621,590 |
| 2018 | 1,621,592 |
| 2019 | 1,375,833 |
| 2020 | (134,129) |
| Thereafter | <u>(9,246)</u> |
| TOTAL | \$ 6,097,230 |

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

K. Retirement Plans (Continued)

Plan Descriptions (Continued)

Sheriff's Law Enforcement Personnel (Continued)

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the County calculated using the discount rate of 7.47% as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.47%) or 1 percentage point higher (8.47%) than the current rate:

| | <i>1% Decrease (6.47%)</i> | <i>Current Discount Rate (7.47%)</i> | <i>1% Increase (8.47%)</i> |
|-----------------------|--------------------------------|--|--------------------------------|
| Net pension liability | \$ 36,682,538 | \$ 21,184,934 | \$ 8,545,169 |

L. Other Post-Employment Benefits

Benefits Provided

The County provides continued health insurance coverage at the blended employee rate to all eligible retirees in accordance with ILCS, which creates an implicit subsidy of retiree health insurance. To be eligible for benefits, an employee must qualify for retirement under the County's retirement plan. Upon a retiree reaching age 65 years of age, Medicare becomes the primary insurer and the retiree is no longer eligible to participate in the plan, but can purchase a Medicare supplement plan from the County's insurance provider.

Membership

At September 30, 2016, membership consisted of:

| | |
|--|--------------|
| Retirees and beneficiaries currently receiving benefits | 69 |
| Terminated employees entitled to benefits but not yet receiving them | - |
| Active employees | 1,366 |
| Total | 1,435 |
| Participating employers | 1 |

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

L. Other Post-Employment Benefits (Continued)

Funding Policy

The County is not required to and currently does not advance fund the cost of benefits that will become due and payable in the future. Active employees do not contribute to the plan until retirement.

Annual OPEB Costs and Net OPEB Obligation

The County's annual OPEB cost (expense) was \$561,305 for the year ended September 30, 2016.

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2016 was as follows:

| <i>Fiscal Year Ended</i> | <i>Annual OPEB Cost</i> | <i>Employer Contributions</i> | <i>Percentage of Annual OPEB Cost Contributed</i> | <i>Net OPEB Obligation</i> |
|--------------------------|-------------------------|-------------------------------|---|----------------------------|
| 2016 | \$ 561,305 | \$ 468,973 | 83.55% | \$ 1,828,293 |
| 2015 | 151,814 | - | 0.00% | 1,735,961 |
| 2014 | 151,521 | 107,634 | 71.00% | 1,584,147 |

The net OPEB obligation as of September 30, 2016, was calculated as follows:

| | |
|--|---------------------|
| Annual required contribution | \$ 549,732 |
| Interest on net OPEB obligation | 69,438 |
| Adjustment to annual required contribution | <u>(57,865)</u> |
| Annual OPEB cost | 561,305 |
| Contributions made | <u>(468,973)</u> |
| Increase in net OPEB obligation | 92,332 |
| Net OPEB obligation, beginning of year | <u>1,735,961</u> |
| Net OPEB obligation, end of year | <u>\$ 1,828,293</u> |

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

L. Other Post-Employment Benefits (Continued)

Annual OPEB Costs and Net OPEB Obligation (Continued)

Funded Status and Funding Progress - The funded status of the plan as of September 30, 2016 was as follows:

| | |
|---|---------------|
| Actuarial accrued liability (AAL) | \$ 6,252,573 |
| Actuarial value of plan assets | - |
| Unfunded actuarial accrued liability (UAAL) | 6,252,573 |
| Funded ratio (actuarial value of plan assets/AAL) | 0.00% |
| Covered payroll (active plan members) | \$ 66,704,583 |
| UAAL as a percentage of covered payroll | 9.37% |

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to financial statements, presents multi-year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

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

In the September 30, 2016 actuarial valuation, the entry-age actuarial cost method was used. The actuarial assumptions included a discount rate of 4% and an initial healthcare cost trend rate of 7% with an ultimate healthcare inflation rate of 5%. Both rates include a 3% inflation assumption. The actuarial value of assets was not determined as the County has not advanced funded its obligation. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at September 30, 2016 was 30 years.

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

M. Early termination benefits

In addition to the pension and post-employment benefits previously disclosed, the County provided an early retirement incentive during 2016. On June 9, 2016, the County adopted a voluntary early retirement incentive program. Eligible employees were required to enter into an irrevocable pledge to retire by July 26, 2016 and must have retired by December 31, 2016. For an employee to be eligible to retire under this plan, the employee must be participating in IMRF, must have attained age 55 and have at least eight years of creditable service by his or her retirement date and eight years on full-time consecutive employment with the County or the employee must be participating in SLEP, must have attained age 50 and have at least 20 years of creditable service by his or her retirement date and eight years on full-time consecutive employment with the County. Sixty-five employees of the County accepted the early retirement agreement. Under the agreement, the County will make total payments of \$23,325 per retiree over three years at a rate of \$7,775 per year per retiree. The three payments will be made in January 2017, January 2018, and January 2019. No payments were made during the year ended September 30, 2016. The total liability under this plan as of September 30, 2016 was \$1,516,156.

N. Restatements

The County recorded the following prior period adjustments during the year ended September 30, 2016:

| | Increase (Decrease) |
|--|------------------------|
| Prior Period Adjustments - Governmental Activities/Internal Service Funds | |
| Correction of error | |
| To reallocate GASB Statement No. 68 pension items - Government-wide adjustment | \$ (2,679,031) |
| To reallocate GASB Statement No. 68 pension items - Internal Service Fund | 212,478 |
| | \$ (2,466,553) |
| Prior Period Adjustments - Business-Type Activities/Enterprise Funds | |
| Correction of error | |
| To reallocate GASB Statement No. 68 pension items - River Bluff Nursing Home Fund | \$ 2,156,026 |
| To reallocate GASB Statement No. 68 pension items - Animal Services Fund | 310,527 |
| | \$ 2,466,553 |

County of Winnebago, Illinois
Notes to Financial Statements
September 30, 2016

Note 4 - Detailed Notes on All Funds (Continued)

O. Subsequent Events

On November 10, 2016, the County issued \$5,420,000 General Obligation Alternate Refunding Bonds (Public Safety Sales Tax and Quarter Cent Sales Tax Alternate Revenue Sources), Series 2016D to currently refund outstanding General Obligation Alternate Bonds (Public Safety Sales Tax Alternate Revenue Source) Series 2013A and to pay costs of issuing the bonds. The County also issued \$18,515,000 General Obligation Alternate Refunding Bonds (Public Safety Sales Tax and Quarter-Cent Sales Tax Alternate Revenue Sources), Series 2016E to currently refund outstanding General Obligation Alternate Bonds (Public Safety Sales Tax Alternate Revenue Source) Series 2006E and to pay costs of issuing the bonds.

On March 14, 2017, the County issued \$1,635,000 General Obligation Debt Certificates, Series 2017A to acquire and equip 33 motor vehicles and to pay costs of issuing the bonds. The County also issued \$3,180,000 General Obligation Alternate Refunding Bonds (Matching Tax and Motor Fuel Tax Alternate Revenue Sources) Series 2017B for the purpose of advance refunding a portion of the outstanding General Obligation Alternate Bonds (Matching Tax and Motor Fuel Tax Alternate Revenue Source), Series 2007A.

P. Corporate Personal Property Replacement Tax Overpayment

During the fiscal year ended September 30, 2015, the Illinois Department of Revenue discovered it had made incorrect distributions or overpayments of corporate personal property replacement tax to local taxing districts. These overpayments will be recovered by the Illinois Department of Revenue through reduced payments to these taxing districts in the future. The details of this repayment are currently not known. The County was overpaid \$626,388 in corporate personal property replacement tax which will be repaid in future periods. This amounts is reported as accounts payable in the General Fund.

Q. Economic Incentive Agreements

The County has an agreement with a developer based upon tax increment generated. The County will remit up to 50% of the increment from each parcel proposed for development. As of and for the year ended September 30, 2016, a liability of \$118,332 has been accrued. No payments have been made as of September 30, 2016. As of September 30, 2016, the County has incurred total incentives of \$118,332.

Required Supplementary Information

County of Winnebago, Illinois
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
General Fund

For The Year Ended September 30, 2016

| | <i>Budget</i> | | <i>Actual</i> | <i>Variance with Final Budget Over (Under)</i> |
|--------------------------------|----------------------|----------------------|----------------------|--|
| | <i>Original</i> | <i>Final</i> | | |
| Revenues | | | | |
| Taxes | | | | |
| Property, net | \$ 12,363,000 | \$ 12,363,000 | \$ 12,380,696 | \$ 17,696 |
| Sales tax | 1,061,000 | 1,061,000 | 1,073,391 | 12,391 |
| Quarter-cent sales tax | 8,176,000 | 8,176,000 | 8,106,791 | (69,209) |
| Use tax | 1,322,000 | 1,322,000 | 1,528,312 | 206,312 |
| Other | 210,000 | 210,000 | 267,789 | 57,789 |
| Total taxes | 23,132,000 | 23,132,000 | 23,356,979 | 224,979 |
| Intergovernmental | | | | |
| State income tax allotments | 3,918,000 | 3,918,000 | 4,071,352 | 153,352 |
| Replacement tax allotments | 2,585,000 | 2,585,000 | 1,814,670 | (770,330) |
| Other | 6,619,000 | 6,619,000 | 6,410,806 | (208,194) |
| Total intergovernmental | 13,122,000 | 13,122,000 | 12,296,828 | (825,172) |
| Other | | | | |
| Charges for services | 7,082,000 | 7,082,000 | 7,156,194 | 74,194 |
| Fines and forfeitures | 4,358,000 | 4,358,000 | 3,891,114 | (466,886) |
| Licenses and permits | 479,000 | 479,000 | 486,479 | 7,479 |
| Investment income | 35,000 | 35,000 | 77,629 | 42,629 |
| Other | 1,422,000 | 1,422,000 | 1,313,607 | (108,393) |
| Total other | 13,376,000 | 13,376,000 | 12,925,023 | (450,977) |
| Total revenues | \$ 49,630,000 | \$ 49,630,000 | \$ 48,578,830 | \$ (1,051,170) |

(This schedule is continued on the following page.)

County of Winnebago, Illinois
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual (Continued)
General Fund

For The Year Ended, September 30, 2016

| | <i>Budget</i> | | <i>Actual</i> | <i>Variance with Final Budget Over (Under)</i> |
|---|--------------------|-------------------|----------------------|--|
| | <i>Original</i> | <i>Final</i> | | |
| Expenditures, current | | | | |
| General government | \$ 13,018,247 | \$ 13,120,247 | \$ 13,104,494 | \$ (15,753) |
| Public safety | 24,740,844 | 23,069,601 | 23,002,429 | (67,172) |
| Judicial | 12,037,556 | 12,850,156 | 12,745,489 | (104,667) |
| Total expenditures, current | 49,796,647 | 49,040,004 | 48,852,412 | (187,592) |
| Debt Service | | | | |
| Principal | 386,532 | 386,532 | 384,412 | (2,120) |
| Interest | - | - | 2,117 | 2,117 |
| Capital outlay | 146,516 | 265,411 | 188,802 | (76,609) |
| Total expenditures | 50,329,695 | 49,691,947 | 49,427,743 | (264,204) |
| Excess of revenues over (under) expenditures | (699,695) | (61,947) | (848,913) | (786,966) |
| Other financing sources (uses) | | | | |
| Transfers in | 822,000 | 822,000 | 812,876 | (9,124) |
| Transfers (out) | (171,912) | (203,312) | (177,859) | 25,453 |
| Total other financing sources (uses) | 650,088 | 618,688 | 635,017 | 16,329 |
| Net change in fund balance | \$ (49,607) | \$ 556,741 | (213,896) | \$ (770,637) |
| Fund balance, beginning of period | | | 12,928,234 | |
| Fund balance, end of period | | | \$ 12,714,338 | |

(See independent auditor's report.)

County of Winnebago, Illinois
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
Public Safety Sales Tax Fund

For The Year Ended September 30, 2016

| | <i>Budget</i> | | <i>Actual</i> | <i>Variance with Final Budget Over (Under)</i> |
|---|---------------------|-----------------------|----------------------|--|
| | <i>Original</i> | <i>Final</i> | | |
| Revenues | | | | |
| Taxes | \$ 27,987,000 | \$ 27,987,000 | \$ 27,235,947 | \$ (751,053) |
| Intergovernmental revenues | 35,000 | 35,000 | 44,531 | 9,531 |
| Charges for services | 526,000 | 526,000 | 532,156 | 6,156 |
| Investment income | 2,000 | 2,000 | 8,135 | 6,135 |
| Other | 34,000 | 34,000 | 36,921 | 2,921 |
| Total revenues | 28,584,000 | 28,584,000 | 27,857,690 | (726,310) |
| Expenditures | | | | |
| Public safety | | | | |
| Personnel | 18,559,320 | 21,116,556 | 21,092,833 | (23,723) |
| Supplies and services | 2,046,520 | 2,040,520 | 1,918,286 | (122,234) |
| Total expenditures, current | 20,605,840 | 23,157,076 | 23,011,119 | (145,957) |
| Debt service | | | | |
| Principal | - | 15,300 | 14,295 | (1,005) |
| Interest and fiscal charges | - | - | 998 | 998 |
| Total debt service | - | 15,300 | 15,293 | (7) |
| Capital outlay | 330,000 | 371,448 | 481,886 | 110,438 |
| Total expenditures | 20,935,840 | 23,543,824 | 23,508,298 | (35,526) |
| Excess of revenues over (under) expenditures | 7,648,160 | 5,040,176 | 4,349,392 | (690,784) |
| Other financing sources (uses) | | | | |
| Transfers in | - | - | 8,415 | 8,415 |
| Transfers (out) | (8,626,160) | (8,626,160) | (5,938,845) | 2,687,315 |
| Proceeds from capital lease | - | - | 332,920 | 332,920 |
| Total other financing sources (uses) | (8,626,160) | (8,626,160) | (5,597,510) | 3,028,650 |
| Net change in fund balance | \$ (978,000) | \$ (3,585,984) | (1,248,118) | \$ 2,337,866 |
| Fund balance, beginning of period | | | 15,601,038 | |
| Fund balance, end of period | | | \$ 14,352,920 | |

(See independent auditor's report.)

County of Winnebago, Illinois
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
Illinois Municipal Retirement Fund

For The Year Ended September 30, 2016

| | <i>Budget</i> | | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|------------------|---------------------|---------------------|--|
| | <i>Original</i> | <i>Final</i> | | |
| Revenues | | | | |
| Property taxes, net | \$ 6,334,000 | \$ 6,334,000 | \$ 6,350,864 | \$ 16,864 |
| Intergovernmental | 1,861,000 | 1,861,000 | 1,921,089 | 60,089 |
| Other | 5,000 | 5,000 | 4,981 | (19) |
| Total revenues | 8,200,000 | 8,200,000 | 8,276,934 | 76,934 |
| Expenditures, current | | | | |
| General government | | | | |
| Personnel | 796,872 | 808,476 | 813,608 | 5,132 |
| Public safety | | | | |
| Personnel | 5,021,033 | 5,094,149 | 5,126,489 | 32,340 |
| Highways and streets | | | | |
| Personnel | 394,727 | 400,475 | 403,018 | 2,543 |
| Health and welfare | | | | |
| Personnel | 617,225 | 626,213 | 630,189 | 3,976 |
| Judicial | | | | |
| Personnel | 1,410,800 | 1,431,344 | 1,440,431 | 9,087 |
| Total expenditures, current | 8,240,657 | 8,360,657 | 8,413,735 | 53,078 |
| Excess of revenue over (under) expenditures | (40,657) | (160,657) | (136,801) | 23,856 |
| Other financing sources (uses) | | | | |
| Transfers in | 41,000 | 41,000 | - | (41,000) |
| Total other financing sources (uses) | 41,000 | 41,000 | - | (41,000) |
| Net change in fund balance | \$ 343 | \$ (119,657) | (136,801) | \$ (17,144) |
| Fund balance, beginning of period | | | 2,450,735 | |
| Fund balance, end of period | | | \$ 2,313,934 | |

(See independent auditor's report.)

County of Winnebago, Illinois
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
Tort Liability Fund

For The Year Ended September 30, 2016

| | <i>Budget</i> | | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|---------------------|---------------------|--------------------|--|
| | <i>Original</i> | <i>Final</i> | | |
| Revenues | | | | |
| Property taxes, net | \$ 4,026,000 | \$ 4,026,000 | \$ 4,039,972 | \$ 13,972 |
| Intergovernmental revenue | - | - | 7,106 | 7,106 |
| Other | - | - | 65,447 | 65,447 |
| Total revenues | 4,026,000 | 4,026,000 | 4,112,525 | 86,525 |
| Expenditures, current | | | | |
| General government | | | | |
| Supplies and services | 609,710 | 625,290 | 627,917 | 2,627 |
| Public safety | | | | |
| Supplies and services | 1,123,150 | 1,151,850 | 1,156,689 | 4,839 |
| Highways and streets | | | | |
| Supplies and services | 160,450 | 164,550 | 165,241 | 691 |
| Health and welfare | | | | |
| Supplies and services | 802,250 | 822,750 | 826,206 | 3,456 |
| Judicial | | | | |
| Personnel | 70,000 | 70,000 | 69,744 | (256) |
| Supplies and services | 513,440 | 526,560 | 528,772 | 2,212 |
| Total expenditures, current | 3,279,000 | 3,361,000 | 3,374,569 | 13,569 |
| Excess of revenue over (under) expenditures | 747,000 | 665,000 | 737,956 | 72,956 |
| Other financing sources (uses) | | | | |
| Transfers (out) | (1,010,000) | (1,010,000) | (1,010,395) | (395) |
| Total other financing sources (uses) | (1,010,000) | (1,010,000) | (1,010,395) | (395) |
| Net change in fund balance | \$ (263,000) | \$ (345,000) | (272,439) | \$ 72,561 |
| Fund balance, beginning of period | | | 577,653 | |
| Fund balance, end of period | | | \$ 305,214 | |

(See independent auditor's report.)

County of Winnebago, Illinois
Schedule of Employer Contributions
Illinois Municipal Retirement Fund

September 30, 2016

| <u>County - ECO</u> | <u>2016</u> | <u>2015</u> |
|--|-----------------|-----------------|
| Actuarially determined contribution | \$ 564,878 | \$ 433,034 |
| Contributions in relation to the actuarially determined contribution | 564,878 | 433,034 |
| CONTRIBUTION DEFICIENCY (Excess) | \$ - | \$ - |
| Covered-employee payroll | \$ 615,520 | \$ 605,408 |
| Contributions as a percentage of covered-employee payroll | 91.77% | 71.53% |
| <u>County - Regular</u> | <u>2016</u> | <u>2015</u> |
| Actuarially determined contribution | \$ 5,500,153 | \$ 5,484,469 |
| Contributions in relation to the actuarially determined contribution | \$ 5,500,153 | \$ 5,484,469 |
| CONTRIBUTION DEFICIENCY (Excess) | \$ - | \$ - |
| Covered-employee payroll | \$ 55,163,792 | \$ 53,619,604 |
| Contributions as a percentage of covered-employee payroll | 9.97% | 10.23% |
| <u>Sheriff's Law Enforcement Personnel Plan (SLEP)</u> | <u>2016</u> | <u>2015</u> |
| Actuarially determined contribution | \$ 2,750,419 | \$ 2,638,446 |
| Contributions in relation to the actuarially determined contribution | 2,750,419 | 2,638,446 |
| CONTRIBUTION DEFICIENCY (Excess) | \$ - | \$ - |
| Covered-employee payroll | \$ 10,925,271 | \$ 10,993,630 |
| Contributions as a percentage of covered-employee payroll | 25.17% | 24.00% |

The information presented was determined as part of the actuarial valuations as of January 1 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed, and the amortization period was 29 years; the asset valuation method was five-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.50% annually, projected salary increases assumption of 4.40% to 16.00% compounded annually, and postretirement benefit increases of 3.00% compounded annually.

(See independent auditor's report.)

County of Winnebago, Illinois
Schedule of Changes in the Employer's
Net Pension Liability and Related Ratios
Illinois Municipal Retirement Fund

September 30, 2016

| <i>December 31,*</i> | <i>2015</i> | | |
|---|----------------------|-----------------------|--|
| | <i>County - ECO</i> | <i>County Regular</i> | <i>Sheriff's Law Enforcement Personnel Plan (SLEP)</i> |
| TOTAL PENSION LIABILITY | | | |
| Service cost | \$ 159,689 | \$ 6,094,653 | \$ 2,270,883 |
| Interest | 813,715 | 17,973,275 | 7,808,717 |
| Changes of benefit terms | - | - | - |
| Differences between expected and actual experience | 46,208 | (2,142,634) | (1,307,973) |
| Changes of assumptions | (21,803) | 325,059 | 284,259 |
| Benefit payments, including refunds of member contributions | (709,778) | (10,251,215) | (5,038,889) |
| | <hr/> | <hr/> | <hr/> |
| Net change in total pension liability | 288,031 | 11,999,138 | 4,016,997 |
| Total pension liability - beginning | 11,290,693 | 241,572,204 | 105,565,331 |
| | <hr/> | <hr/> | <hr/> |
| TOTAL PENSION LIABILITY - ENDING | \$ 11,578,724 | \$ 253,571,342 | \$ 109,582,328 |
| | <hr/> | <hr/> | <hr/> |
| PLAN FIDUCIARY NET POSITION | | | |
| Contributions - employer | \$ 455,792 | \$ 5,504,698 | \$ 2,705,055 |
| Contributions - member | 48,156 | 2,560,006 | 1,037,450 |
| Net investment income | 38,290 | 1,179,527 | 450,955 |
| Benefit payments, including refunds of member contributions | (1,406,208) | (8,282,782) | (2,085,989) |
| Administrative expense | 543,857 | (3,936,072) | (1,596,338) |
| | <hr/> | <hr/> | <hr/> |
| Net change in plan fiduciary net position | (320,113) | (2,974,623) | 511,133 |
| Plan fiduciary net position - beginning | 8,457,281 | 235,030,315 | 87,886,261 |
| | <hr/> | <hr/> | <hr/> |
| PLAN FIDUCIARY NET POSITION - ENDING | \$ 8,137,168 | \$ 232,055,692 | \$ 88,397,394 |
| | <hr/> | <hr/> | <hr/> |
| EMPLOYER'S NET PENSION LIABILITY | \$ 3,441,556 | \$ 21,515,650 | \$ 21,184,934 |
| | <hr/> | <hr/> | <hr/> |
| Plan fiduciary net position as a percentage of the total pension liability | 70.28% | 91.51% | 80.67% |
| Covered-employee payroll | \$ 615,520 | \$ 55,163,792 | \$ 10,925,271 |
| Employer's net pension liability as a percentage of covered-employee payroll | 559.13% | 39.00% | 193.91% |

Notes to Schedule

Changes in assumptions related to retirement age and mortality were made since the prior measurement date.

*IMRF's measurement date is December 31; therefore, information above is presented for the calendar year ended December 31.

2014

| <i>County - ECO</i> | <i>County Regular</i> | <i>Sheriff's Law Enforcement Personnel Plan (SLEP)</i> |
|---------------------|-----------------------|--|
| \$ 168,849 | \$ 6,115,519 | \$ 2,098,164 |
| 791,138 | 16,579,321 | 7,326,490 |
| - | - | - |
| (382,836) | (2,070,756) | 182,701 |
| 502,866 | 7,866,006 | 1,617,508 |
| (656,328) | (9,535,998) | (4,706,982) |
| 423,689 | 18,954,092 | 6,517,881 |
| 10,867,004 | 222,618,112 | 99,047,450 |
| \$ 11,290,693 | \$ 241,572,204 | \$ 105,565,331 |
| \$ 377,655 | \$ 5,823,575 | \$ 2,870,084 |
| 49,465 | 2,703,460 | 904,051 |
| 450,671 | 12,953,849 | 4,919,187 |
| (656,328) | (9,535,998) | (4,706,982) |
| 391,820 | 326,179 | (959,815) |
| 613,283 | 12,271,065 | 3,026,525 |
| 7,843,998 | 222,759,250 | 84,859,736 |
| \$ 8,457,281 | \$ 235,030,315 | \$ 87,886,261 |
| \$ 2,833,412 | \$ 6,541,889 | \$ 17,679,070 |
| 74.90% | 97.29% | 83.25% |
| \$ 605,408 | \$ 53,619,604 | \$ 10,993,630 |
| 468.02% | 12.20% | 160.81% |

(See independent auditor's report.)

County of Winnebago, Illinois
Schedule of Funding Progress
Other Post-Employment Benefit Plan

September 30, 2016

| <i>Actuarial Valuation Date</i> | <i>Actuarial Value of Assets (a)</i> | <i>Actuarial Accrued Liability (AAL) ---Entry Age (b)*</i> | <i>Unfunded AAL (UAAL) (b-a)</i> | <i>Funded Ratio (a/b)</i> | <i>Covered Payroll (c)</i> | <i>UAAL as a Percentage of Covered Payroll ((b-a)/c)</i> |
|---------------------------------|--------------------------------------|--|----------------------------------|---------------------------|----------------------------|--|
| 9/30/16 | \$ - | \$ 6,252,573 | \$ 6,252,573 | 0.00% | \$ 66,704,583 | 9.37% |
| 9/30/15 | N/A | N/A | N/A | N/A | N/A | N/A |
| 9/30/14 | \$ - | \$ 1,586,888 | \$ 1,586,888 | 0.00% | \$ 63,129,024 | 2.51% |
| 9/30/13 | N/A | N/A | N/A | N/A | N/A | N/A |
| 9/30/12 | \$ - | \$ 1,375,491 | \$ 1,375,491 | 0.00% | \$ 59,400,504 | 2.32% |
| 9/30/11 | N/A | N/A | N/A | N/A | N/A | N/A |

Note: Actuarial valuations were not performed in fiscal year 2015, 2013 and 2011.

*There was a change in assumption related to starting per capita costs in fiscal year 2016.

County of Winnebago, Illinois
Schedule of Employer Contributions
Other Post-employment Benefit Plan

September 30, 2016

| <i>Fiscal Year Ended</i> | <i>Employer Contributions</i> | <i>Annual Required Contribution (ARC)</i> | <i>Percentage of ARC Contributed</i> |
|----------------------------------|-----------------------------------|---|--|
| 2016 | \$ 468,973 | \$ 549,732 | 85.31% |
| 2015 | - | 141,253 | 0.00% |
| 2014 | 107,634 | 141,253 | 76.20% |
| 2013 | 115,096 | 141,253 | 81.48% |
| 2012 | 115,096 | 418,698 | 27.49% |
| 2011 | 139,768 | 433,623 | 32.23% |

(See independent auditor's report.)

County of Winnebago, Illinois

Notes to Required Supplementary Information

September 30, 2016

Note 1 - Budgetary Basis of Accounting

Budgets are prepared using the modified-accrual accounting basis which is consistent with the accounting principles used for financial reporting (accounting principles generally accepted in the United States of America). Formal budgets are established and approved by passage of the County's Annual Budget and Appropriation Ordinance for all governmental and proprietary funds, except the following funds:

- Rental Housing Fee Fund,
- Drug Enforcement Fund,
- Working Cash (Permanent) Fund,
- Court Services Grants Fund,
- Community Development Grants Fund,
- City Election Fund,
- Hotel/Motel Tax Fund,
- Water - Baxter Street Fund,
- Baxter Road Special Tax Allocation Fund,
- FEMA Grant Fund, and
- Circuit Court Operations and Administration Fund

Transfers from one appropriation within a fund to another of the same fund, not affecting the total amount appropriated, may only be made by the County Board. Also, only the County Board may make appropriations in excess of those authorized by the budget in order to meet an immediate emergency. Budget information presented represents the budget as amended. Budgetary control over expenditures is established at the object class level, and each department is limited by the amount appropriated for each object classification. The object classifications used are: Personnel, Supplies and Services, Debt Service, and Capital Outlay.

Appropriations lapse 30 days after the end of the fiscal year. The expenditures incurred under these appropriations have been included in the fiscal year where the goods or services were received prior to the end of the fiscal year.

Budgeted revenues are based on estimates approved annually by the County Board.

County of Winnebago, Illinois

Notes to Required Supplementary Information

September 30, 2016

Note 2 - Expenditures over Appropriations

The following funds over expended appropriations in fiscal year 2016:

| | <i>Appropriations</i> | <i>Expenditures/ Expenses</i> | <i>Excess</i> |
|---|-----------------------|-----------------------------------|---------------|
| General Fund | | | |
| General Government Function | | | |
| Building maintenance | | | |
| Personnel | \$ 678,523 | \$ 763,776 | \$ (85,253) |
| Capital outlay | - | 1,199 | (1,199) |
| Human Resources | | | |
| Personnel | 373,012 | 383,645 | (10,633) |
| Miscellaneous County | | | |
| Supplies and services | 2,963,039 | 3,075,135 | (112,096) |
| Purchasing | | | |
| Supplies and services | 3,699 | 4,159 | (460) |
| Public Safety Function | | | |
| Civil Defense | | | |
| Supplies and services | 30,293 | 31,344 | (1,051) |
| Sheriff's Office | | | |
| Supplies and services | 1,044,066 | 1,144,395 | (100,329) |
| Installment Note Related Activities - | | | |
| Interest | | | |
| Debt service | - | 2,117 | (2,117) |
| Judicial Function | | | |
| Coroner | | | |
| Personnel | 761,690 | 780,909 | (19,219) |
| Supplies and services | 419,485 | 436,617 | (17,132) |
| Capital outlay | - | 255 | (255) |
| Circuit Court | | | |
| Supplies and services | 804,472 | 810,577 | (6,105) |
| Public Defender | | | |
| Supplies and services | 80,433 | 80,685 | (252) |
| State's Attorney | | | |
| Capital outlay | - | 5,027 | (5,027) |
| Illinois Municipal Retirement Fund | | | |
| General Government Function | | | |
| Personnel | 808,476 | 813,608 | (5,132) |
| Public Safety Function | | | |
| Personnel | 5,094,149 | 5,126,489 | (32,340) |
| Highways and Streets Function | | | |
| Personnel | 400,475 | 403,018 | (2,543) |
| Health and Welfare Function | | | |
| Personnel | 626,213 | 630,189 | (3,976) |
| Judicial Function | | | |
| Personnel | 1,431,344 | 1,440,431 | (9,087) |

County of Winnebago, Illinois
Notes to Required Supplementary Information

September 30, 2016

| | <i>Appropriations</i> | <i>Expenditures/ Expenses</i> | <i>Excess</i> |
|--|-----------------------|-----------------------------------|---------------|
| Tort Liability Fund | | | |
| General Government Function | | | |
| Supplies and services | \$ 625,290 | \$ 627,917 | \$ (2,627) |
| Public Safety Function | | | |
| Supplies and services | 1,151,850 | 1,156,689 | (4,839) |
| Highways and Streets Function | | | |
| Supplies and services | 164,550 | 165,241 | (691) |
| Health and Welfare Function | | | |
| Supplies and services | 822,750 | 826,206 | (3,456) |
| Judicial Function | | | |
| Supplies and services | 526,560 | 528,772 | (2,212) |
| 9-1-1 Operations Fund | | | |
| Public Safety | | | |
| Supplies and services | 1,737,200 | 1,738,210 | (1,010) |
| Geographic Information System Operations Fund | | | |
| General Government | | | |
| Personnel | 322,733 | 323,805 | (1,072) |
| County Highway Fund | | | |
| Capital outlay | 728,750 | 1,440,361 | (711,611) |
| Sheriff's Department Grants Fund | | | |
| Public Safety | | | |
| Supplies and services | - | 2,787 | (2,787) |
| State's Attorney Grants Fund | | | |
| Public Safety | | | |
| Personnel | 331,486 | 335,057 | (3,571) |
| Probation Grants Fund | | | |
| Public Safety | | | |
| Supplies and services | - | 78,086 | (78,086) |
| 2007A Federal Aid Matching Bond Fund | | | |
| Debt Service | | | |
| Interest and fiscal charges | 106,200 | 106,225 | (25) |
| 2007B Federal Aid Matching Bond Fund | | | |
| Debt Service | | | |
| Interest and fiscal charges | 106,200 | 106,225 | (25) |
| 2008A Debt Certificates | | | |
| Debt Service | | | |
| Interest and fiscal charges | 54,898 | 55,647 | (749) |
| 2013B Series Refunding Bonds Fund | | | |
| Debt Service | | | |
| Interest and fiscal charges | 189,450 | 189,556 | (106) |
| 2013C Series Refunding Bonds Fund | | | |
| Debt Service | | | |
| Interest and fiscal charges | 238,050 | 238,478 | (428) |

County of Winnebago, Illinois
Notes to Required Supplementary Information

September 30, 2016

| | <i>Appropriations</i> | <i>Expenditures/ Expenses</i> | <i>Excess</i> |
|---|-----------------------|-----------------------------------|---------------|
| 2016A Series Refunding Bonds Fund | | | |
| Debt Service | | | |
| Interest and fiscal charges | \$ - | \$ 66,196 | \$ (66,196) |
| Host Fee Fund | | | |
| Supplies and services | 1,891,000 | 1,487,807 | (403,193) |
| Contributions to other governments | - | 600,000 | (600,000) |
| 2012F Alternate Revenue Bonds Fund | | | |
| Personnel | - | 25,864 | (25,864) |
| Supplies and services | - | 76,467 | (76,467) |
| 2012G Alternate Revenue Bonds Fund | | | |
| Supplies and services | - | 767 | (767) |
| 2013E Debt Certificates Project Fund | | | |
| Capital outlay | - | 7,048 | (7,048) |
| 2015A Project Fund | | | |
| Supplies and services | - | 12,037 | (12,037) |
| River Bluff Nursing Home Fund | | | |
| Personnel | 11,364,236 | 12,072,886 | (708,650) |
| Supplies and services | 5,232,731 | 6,286,211 | (1,053,480) |
| Animal Services Fund | | | |
| Personnel | 1,958,647 | 2,028,588 | (69,941) |
| Supplies and services | 798,259 | 857,658 | (59,399) |
| Health Insurance Fund | | | |
| Supplies and services | 17,860,321 | 18,877,709 | (1,017,388) |

Other Supplementary Information

County of Winnebago, Illinois
Schedule of Appropriations and Expenditures By Function and Object Class
Budget and Actual
General Fund

For The Year Ended September 30, 2016

| | <i>Personnel</i> | | | <i>Variance with Final Budget Over (Under)</i> |
|---|----------------------|----------------------|----------------------|--|
| | <i>Budget</i> | | <i>Actual</i> | |
| | <i>Original</i> | <i>Final</i> | | |
| General Government | | | | |
| Building Maintenance | \$ 670,523 | \$ 678,523 | \$ 763,776 | \$ 85,253 |
| City Election | 138,911 | 138,911 | 125,898 | (13,013) |
| County Auditor | 249,498 | 249,498 | 195,518 | (53,980) |
| County Board | 560,125 | 560,125 | 559,793 | (332) |
| County Clerk | 538,278 | 538,278 | 523,754 | (14,524) |
| Finance | 270,123 | 270,123 | 256,945 | (13,178) |
| Miscellaneous County | - | - | - | - |
| Human Resources | 363,012 | 373,012 | 383,645 | 10,633 |
| Purchasing | 144,543 | 144,543 | 144,127 | (416) |
| Planning | 689,151 | 716,751 | 716,742 | (9) |
| Recorder of Deeds | 598,641 | 598,641 | 598,469 | (172) |
| Superintendent of Education | 287,965 | 317,965 | 317,835 | (130) |
| Supervisor of Assessment | 832,239 | 834,739 | 834,722 | (17) |
| Treasurer | 384,063 | 384,063 | 383,149 | (914) |
| Total General Government | 5,727,072 | 5,805,172 | 5,804,373 | (799) |
| Public Safety | | | | |
| 911 Center | 1,590,784 | 1,574,784 | 1,567,769 | (7,015) |
| County Jail | 1,181,316 | 1,756,252 | 1,755,341 | (911) |
| Chief Probation Office | 4,075,257 | 4,118,257 | 4,118,257 | - |
| Civil Defense | 76,633 | 89,680 | 85,014 | (4,666) |
| Dependent Children | - | - | - | - |
| Sheriff's Office | 12,841,255 | 10,598,029 | 10,585,712 | (12,317) |
| Public Safety Building Costs | - | - | - | - |
| Installment note related activities - principal | - | - | - | - |
| Installment note related activities - interest | - | - | - | - |
| Total Public Safety | 19,765,245 | 18,137,002 | 18,112,093 | (24,909) |
| Judicial | | | | |
| State's Attorney | 3,390,621 | 3,850,021 | 3,849,182 | (839) |
| Clerk of the Circuit Court | 2,553,440 | 2,553,440 | 2,552,726 | (714) |
| Circuit Court | 1,367,158 | 1,347,158 | 1,347,158 | - |
| Coroner | 669,690 | 761,690 | 780,909 | 19,219 |
| Jury Commission | 145,832 | 145,832 | 117,299 | (28,533) |
| Public Defender | 1,679,286 | 1,749,286 | 1,745,891 | (3,395) |
| Total Judicial | 9,806,027 | 10,407,427 | 10,393,165 | (14,262) |
| Total Expenditures | \$ 35,298,344 | \$ 34,349,601 | \$ 34,309,631 | \$ (39,970) |

| <i>Supplies and Services</i> | | | <i>Variance with</i> | <i>Total Expenditures, Current</i> | | | <i>Variance with</i> |
|------------------------------|---------------|---------------|--|------------------------------------|---------------|---------------|--|
| <i>Budget</i> | | <i>Actual</i> | <i>Final Budget Over (Under)</i> | <i>Budget</i> | | <i>Actual</i> | <i>Final Budget Over (Under)</i> |
| <i>Original</i> | <i>Final</i> | | | <i>Original</i> | <i>Final</i> | | |
| \$ 3,345,803 | \$ 3,389,803 | \$ 3,371,426 | \$ (18,377) | \$ 4,016,326 | \$ 4,068,326 | \$ 4,135,202 | \$ 66,876 |
| - | - | - | - | 138,911 | 138,911 | 125,898 | (13,013) |
| 5,915 | 5,915 | 5,281 | (634) | 255,413 | 255,413 | 200,799 | (54,614) |
| 17,989 | 17,989 | 14,111 | (3,878) | 578,114 | 578,114 | 573,904 | (4,210) |
| 345,276 | 345,276 | 343,845 | (1,431) | 883,554 | 883,554 | 867,599 | (15,955) |
| 34,481 | 34,481 | 34,161 | (320) | 304,604 | 304,604 | 291,106 | (13,498) |
| 2,943,039 | 2,963,039 | 3,075,135 | 112,096 | 2,943,039 | 2,963,039 | 3,075,135 | 112,096 |
| 30,621 | 30,621 | 29,312 | (1,309) | 393,633 | 403,633 | 412,957 | 9,324 |
| 3,699 | 3,699 | 4,159 | 460 | 148,242 | 148,242 | 148,286 | 44 |
| 106,040 | 98,440 | 91,956 | (6,484) | 795,191 | 815,191 | 808,698 | (6,493) |
| 18,834 | 18,834 | 12,966 | (5,868) | 617,475 | 617,475 | 611,435 | (6,040) |
| 144,602 | 114,602 | 108,642 | (5,960) | 432,567 | 432,567 | 426,477 | (6,090) |
| 165,711 | 163,211 | 80,526 | (82,685) | 997,950 | 997,950 | 915,248 | (82,702) |
| 129,165 | 129,165 | 128,601 | (564) | 513,228 | 513,228 | 511,750 | (1,478) |
| 7,291,175 | 7,315,075 | 7,300,121 | (14,954) | 13,018,247 | 13,120,247 | 13,104,494 | (15,753) |
| 616,375 | 616,375 | 609,887 | (6,488) | 2,207,159 | 2,191,159 | 2,177,656 | (13,503) |
| 2,978,567 | 2,978,567 | 2,922,275 | (56,292) | 4,159,883 | 4,734,819 | 4,677,616 | (57,203) |
| - | - | - | - | 4,075,257 | 4,118,257 | 4,118,257 | - |
| 30,293 | 30,293 | 31,344 | 1,051 | 106,926 | 119,973 | 116,358 | (3,615) |
| 170,935 | 127,935 | 59,688 | (68,247) | 170,935 | 127,935 | 59,688 | (68,247) |
| 1,044,066 | 1,044,066 | 1,144,395 | 100,329 | 13,885,321 | 11,642,095 | 11,730,107 | 88,012 |
| 135,363 | 135,363 | 122,747 | (12,616) | 135,363 | 135,363 | 122,747 | (12,616) |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| 4,975,599 | 4,932,599 | 4,890,336 | (42,263) | 24,740,844 | 23,069,601 | 23,002,429 | (67,172) |
| 404,068 | 456,168 | 439,185 | (16,983) | 3,794,689 | 4,306,189 | 4,288,367 | (17,822) |
| 193,509 | 193,509 | 193,496 | (13) | 2,746,949 | 2,746,949 | 2,746,222 | (727) |
| 714,472 | 804,472 | 810,577 | 6,105 | 2,081,630 | 2,151,630 | 2,157,735 | 6,105 |
| 354,485 | 419,485 | 436,617 | 17,132 | 1,024,175 | 1,181,175 | 1,217,526 | 36,351 |
| 488,662 | 488,662 | 391,764 | (96,898) | 634,494 | 634,494 | 509,063 | (125,431) |
| 76,333 | 80,433 | 80,685 | 252 | 1,755,619 | 1,829,719 | 1,826,576 | (3,143) |
| 2,231,529 | 2,442,729 | 2,352,324 | (90,405) | 12,037,556 | 12,850,156 | 12,745,489 | (104,667) |
| \$ 14,498,303 | \$ 14,690,403 | \$ 14,542,781 | \$ (147,622) | \$ 49,796,647 | \$ 49,040,004 | \$ 48,852,412 | \$ (187,592) |

(This schedule is continued on the following pages.)

County of Winnebago, Illinois
Schedule of Appropriations and Expenditures By Function and Object Class
Budget and Actual
General Fund (Continued)

For The Year Ended September 30, 2016

| | <i>Debt Service</i> | | | <i>Variance with Final Budget Over (Under)</i> |
|---|---------------------|--------------|---------------|--|
| | <i>Budget</i> | | <i>Actual</i> | |
| | <i>Original</i> | <i>Final</i> | | |
| General Government | | | | |
| Building Maintenance | \$ - | \$ - | \$ - | \$ - |
| City Election | - | - | - | - |
| County Auditor | - | - | - | - |
| County Board | - | - | - | - |
| County Clerk | - | - | - | - |
| Finance | - | - | - | - |
| Miscellaneous County | - | - | - | - |
| Human Resources | - | - | - | - |
| Purchasing | - | - | - | - |
| Planning | - | - | - | - |
| Recorder of Deeds | - | - | - | - |
| Superintendent of Education | - | - | - | - |
| Supervisor of Assessment | - | - | - | - |
| Treasurer | - | - | - | - |
| Total General Government | - | - | - | - |
| Public Safety | | | | |
| 911 Center | - | - | - | - |
| County Jail | - | - | - | - |
| Chief Probation Office | - | - | - | - |
| Civil Defense | - | - | - | - |
| Dependent Children | - | - | - | - |
| Sheriff's Office | - | - | - | - |
| Public Safety Building Costs | - | - | - | - |
| Installment note related activities - principal | 386,532 | 386,532 | 384,412 | (2,120) |
| Installment note related activities - interest | - | - | 2,117 | 2,117 |
| Total Public Safety | 386,532 | 386,532 | 386,529 | (3) |
| Judicial | | | | |
| State's Attorney | - | - | - | - |
| Clerk of the Circuit Court | - | - | - | - |
| Circuit Court | - | - | - | - |
| Coroner | - | - | - | - |
| Jury Commission | - | - | - | - |
| Public Defender | - | - | - | - |
| Total Judicial | - | - | - | - |
| Total Expenditures | \$ 386,532 | \$ 386,532 | \$ 386,529 | \$ (3) |

| <i>Capital Outlay</i> | | | <i>Variance with Final Budget Over (Under)</i> |
|-----------------------|--------------|---------------|--|
| <i>Budget</i> | | <i>Actual</i> | |
| <i>Original</i> | <i>Final</i> | | |
| \$ - | \$ - | \$ 1,199 | \$ 1,199 |
| - | - | - | - |
| - | - | - | - |
| - | - | - | - |
| - | - | - | - |
| 146,516 | 126,516 | 43,456 | (83,060) |
| - | - | - | - |
| - | - | - | - |
| - | - | - | - |
| - | - | - | - |
| - | - | - | - |
| 146,516 | 126,516 | 44,655 | (81,861) |
| - | - | - | - |
| - | - | - | - |
| - | - | - | - |
| - | - | - | - |
| - | 138,895 | 138,865 | (30) |
| - | - | - | - |
| - | - | - | - |
| - | - | - | - |
| - | 138,895 | 138,865 | (30) |
| - | - | 5,027 | 5,027 |
| - | - | - | - |
| - | - | - | - |
| - | - | 255 | 255 |
| - | - | - | - |
| - | - | - | - |
| - | - | 5,282 | 5,282 |
| \$ 146,516 | \$ 265,411 | \$ 188,802 | \$ (76,609) |

(This schedule is continued on the following page.)

County of Winnebago, Illinois
Schedule of Appropriations and Expenditures By Function and Object Class
Budget and Actual
General Fund (Continued)

For The Year Ended September 30, 2016

| | <i>Total Expenditures</i> | | | <i>Variance with Final Budget Over (Under)</i> |
|---|---------------------------|----------------------|----------------------|--|
| | <i>Budget</i> | | <i>Actual</i> | |
| | <i>Original</i> | <i>Final</i> | | |
| General Government | | | | |
| Building Maintenance | \$ 4,016,326 | \$ 4,068,326 | \$ 4,136,401 | \$ 68,075 |
| City Election | 138,911 | 138,911 | 125,898 | (13,013) |
| County Auditor | 255,413 | 255,413 | 200,799 | (54,614) |
| County Board | 578,114 | 578,114 | 573,904 | (4,210) |
| County Clerk | 883,554 | 883,554 | 867,599 | (15,955) |
| Finance | 304,604 | 304,604 | 291,106 | (13,498) |
| Miscellaneous County | 3,089,555 | 3,089,555 | 3,118,591 | 29,036 |
| Human Resources | 393,633 | 403,633 | 412,957 | 9,324 |
| Purchasing | 148,242 | 148,242 | 148,286 | 44 |
| Planning | 795,191 | 815,191 | 808,698 | (6,493) |
| Recorder of Deeds | 617,475 | 617,475 | 611,435 | (6,040) |
| Superintendent of Education | 432,567 | 432,567 | 426,477 | (6,090) |
| Supervisor of Assessment | 997,950 | 997,950 | 915,248 | (82,702) |
| Treasurer | 513,228 | 513,228 | 511,750 | (1,478) |
| Total General Government | 13,164,763 | 13,246,763 | 13,149,149 | (97,614) |
| Public Safety | | | | |
| 911 Center | 2,207,159 | 2,191,159 | 2,177,656 | (13,503) |
| County Jail | 4,159,883 | 4,734,819 | 4,677,616 | (57,203) |
| Chief Probation Office | 4,075,257 | 4,118,257 | 4,118,257 | - |
| Civil Defense | 106,926 | 119,973 | 116,358 | (3,615) |
| Dependent Children | 170,935 | 127,935 | 59,688 | (68,247) |
| Sheriff's Office | 13,885,321 | 11,780,990 | 11,868,972 | 87,982 |
| Public Safety Building Costs | 135,363 | 135,363 | 122,747 | (12,616) |
| Installment note related activities - principal | 386,532 | 386,532 | 384,412 | (2,120) |
| Installment note related activities - interest | - | - | 2,117 | 2,117 |
| Total Public Safety | 25,127,376 | 23,595,028 | 23,527,823 | (67,205) |
| Judicial | | | | |
| State's Attorney | 3,794,689 | 4,306,189 | 4,293,394 | (12,795) |
| Clerk of the Circuit Court | 2,746,949 | 2,746,949 | 2,746,222 | (727) |
| Circuit Court | 2,081,630 | 2,151,630 | 2,157,735 | 6,105 |
| Coroner | 1,024,175 | 1,181,175 | 1,217,781 | 36,606 |
| Jury Commission | 634,494 | 634,494 | 509,063 | (125,431) |
| Public Defender | 1,755,619 | 1,829,719 | 1,826,576 | (3,143) |
| Total Judicial | 12,037,556 | 12,850,156 | 12,750,771 | (99,385) |
| Total Expenditures | \$ 50,329,695 | \$ 49,691,947 | \$ 49,427,743 | \$ (264,204) |

(See independent auditor's report.)

Combining and Individual Fund Financial Statements and Schedules

Nonmajor Governmental Funds
Combining Statements and Schedules

County of Winnebago, Illinois
 Combining Balance Sheet
 Nonmajor Governmental Funds

September 30, 2016

| | <i>Special Revenue Funds</i> | <i>Debt Service Funds</i> | <i>Capital Project Funds</i> | <i>Permanent Fund</i> | <i>Total</i> |
|--|--------------------------------------|-----------------------------------|--------------------------------------|---------------------------|----------------------|
| Assets | | | | | |
| Cash and investments | \$ 27,311,161 | \$ 9,892,981 | \$ 4,339,046 | \$ 672,583 | \$ 42,215,771 |
| Property taxes receivable, net | 14,443,845 | - | - | - | 14,443,845 |
| Other receivables | 1,960,482 | - | - | - | 1,960,482 |
| Due from other governmental units and agencies | 3,578,160 | - | 898,687 | - | 4,476,847 |
| Notes receivable, net | 911,994 | - | - | - | 911,994 |
| Long-term receivable | - | - | 800,000 | - | 800,000 |
| Total assets | \$ 48,205,642 | \$ 9,892,981 | \$ 6,037,733 | \$ 672,583 | \$ 64,808,939 |
| Liabilities, deferred inflows of resources, and fund balances | | | | | |
| Liabilities | | | | | |
| Accounts payable | \$ 2,105,318 | \$ - | \$ 221,793 | \$ 1,006 | \$ 2,328,117 |
| Accrued payroll | 231,948 | - | - | - | 231,948 |
| Due to other funds | 1,043,790 | 1,597 | 14,736 | - | 1,060,123 |
| Unearned revenue | 977,857 | - | 800,000 | - | 1,777,857 |
| Contract retainage | 25,155 | - | - | - | 25,155 |
| Total liabilities | 4,384,068 | 1,597 | 1,036,529 | 1,006 | 5,423,200 |
| Deferred inflows of resources | | | | | |
| Unavailable revenue | 15,292,816 | - | - | - | 15,292,816 |
| Total deferred inflows of resources | 15,292,816 | - | - | - | 15,292,816 |
| Total liabilities and deferred inflows of resources | 19,676,884 | 1,597 | 1,036,529 | 1,006 | 20,716,016 |
| Fund balances | | | | | |
| Restricted for economic development | 1,494,520 | - | - | - | 1,494,520 |
| Restricted for capital improvements | - | - | 1,732,581 | - | 1,732,581 |
| Restricted for highways and streets | 13,245,166 | - | - | - | 13,245,166 |
| Restricted for public safety | 4,057,181 | - | - | - | 4,057,181 |
| Restricted for health and welfare | 6,162,678 | - | - | - | 6,162,678 |
| Restricted for judicial purposes | 967,046 | - | - | - | 967,046 |
| Restricted for geographical information systems | 136,081 | - | - | - | 136,081 |
| Restricted for equipment replacement | 1,172,823 | - | - | - | 1,172,823 |
| Restricted for retirement | 1,755,539 | - | - | - | 1,755,539 |
| Restricted for recreation | 100,379 | - | - | - | 100,379 |
| Restricted for debt service | - | 9,892,981 | - | - | 9,892,981 |
| Restricted for working cash | - | - | - | 671,577 | 671,577 |
| Restricted for foreclosure mediation | 77,419 | - | - | - | 77,419 |
| Unrestricted | | | | | |
| Assigned for capital projects | - | - | 3,283,359 | - | 3,283,359 |
| Unassigned | (640,074) | (1,597) | (14,736) | - | (656,407) |
| Total fund balances | 28,528,758 | 9,891,384 | 5,001,204 | 671,577 | 44,092,923 |
| Total liabilities, deferred inflows of resources, and fund balances | \$ 48,205,642 | \$ 9,892,981 | \$ 6,037,733 | \$ 672,583 | \$ 64,808,939 |

(See independent auditor's report.)

County of Winnebago, Illinois
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds

For The Year Ended September 30, 2016

| | <i>Special Revenue Funds</i> | <i>Debt Service Funds</i> | <i>Capital Project Funds</i> | <i>Permanent Fund</i> | <i>Total</i> |
|---|--------------------------------------|-----------------------------------|--------------------------------------|---------------------------|----------------------|
| Revenues | | | | | |
| Taxes | \$ 14,924,504 | \$ - | \$ - | \$ - | \$ 14,924,504 |
| Intergovernmental | 16,587,861 | 1,949,504 | - | - | 18,537,365 |
| Charges for services | 9,015,298 | - | 3,260,849 | - | 12,276,147 |
| Licenses and permits | 781,385 | - | - | - | 781,385 |
| Investment income | 29,351 | - | - | - | 29,351 |
| Fines and forfeitures | - | 659,700 | - | - | 659,700 |
| Miscellaneous | 324,809 | - | - | - | 324,809 |
| Total revenues | 41,663,208 | 2,609,204 | 3,260,849 | - | 47,533,261 |
| Expenditures, current | | | | | |
| General government | 3,922,588 | - | 1,602,942 | - | 5,525,530 |
| Public safety | 8,856,879 | - | - | - | 8,856,879 |
| Highways and streets | 6,863,176 | - | - | - | 6,863,176 |
| Health and welfare | 10,007,544 | - | - | - | 10,007,544 |
| Judicial | 4,704,290 | - | - | - | 4,704,290 |
| Total expenditures, current | 34,354,477 | - | 1,602,942 | - | 35,957,419 |
| Debt service | | | | | |
| Principal | 1,649,491 | 11,476,610 | 960,000 | - | 14,086,101 |
| Interest and fiscal charges | 70,718 | 4,994,796 | - | - | 5,065,514 |
| Capital outlay | 3,802,941 | - | 2,222,478 | - | 6,025,419 |
| Contributions to other governments | - | - | 600,000 | - | 600,000 |
| Total expenditures | 39,877,627 | 16,471,406 | 5,385,420 | - | 61,734,453 |
| Excess of revenues over (under) expenditures | 1,785,581 | (13,862,202) | (2,124,571) | - | (14,201,192) |
| Other financing sources (uses) | | | | | |
| Transfers in | 915,590 | 11,101,162 | 65,000 | - | 12,081,752 |
| Transfers (out) | (4,555,162) | (57,456) | (900,726) | - | (5,513,344) |
| Proceeds from capital lease obligation | 1,048,894 | - | - | - | 1,048,894 |
| Issuance of general obligation debt certificates | - | 2,485,000 | - | - | 2,485,000 |
| Premium on general obligation debt certificates | - | 122,734 | - | - | 122,734 |
| Payment to escrow agent | - | (2,541,538) | - | - | (2,541,538) |
| Issuance of commitments payable | - | - | 600,000 | - | 600,000 |
| Total other financing sources (uses) | (2,590,678) | 11,109,902 | (235,726) | - | 8,283,498 |
| Net change in fund balance | (805,097) | (2,752,300) | (2,360,297) | - | (5,917,694) |
| Fund balance, beginning of period | 29,333,855 | 12,643,684 | 7,361,501 | 671,577 | 50,010,617 |
| Fund balance, end of period | \$ 28,528,758 | \$ 9,891,384 | \$ 5,001,204 | \$ 671,577 | \$ 44,092,923 |

(See independent auditor's report.)

Special Revenue Funds

Special Revenue Funds are established to account for the proceeds of specific revenue sources (other than special assessments or for major capital projects) that are legally restricted or committed to expenditure for specified purposes. The nature and purpose of each Special Revenue Fund is explained in the following individual fund descriptions:

Motor Fuel Tax Fund - The Motor Fuel Tax Fund is used to account for the revenues and expenditures related to the County Motor Fuel Tax and related highway projects. The primary revenues from motor fuel taxes are restricted to highway improvements.

Document Storage Fee Fund - Used to account for the revenues the use of which is restricted by (state statute or county ordinance) to expenditures for the storage of documents, taxes, and the court system.

Treasurer's Delinquent Tax Fee Fund - Used to account for the revenues collected on delinquent taxes the use of which is restricted by state statute to expenditure for the automation of the Treasurer's office.

Vital Records Fee Fund - Used to account for the revenues the use of which is restricted by state statute to expenditures for processing and providing vital records to the public.

Recorder's Document Fee Fund - Used to account for the Recorder's Document Storage Fee, which was imposed by Resolution of the County Board in 1984 and restricted to cover expenditures for implementing micrographic documents and maintaining a computerized records system by the County Recorder.

Court Automation Fee Fund - Used to account for the revenues and expenditures related to the filing fee assessed against first pleading in all traffic, quasi-criminal, and civil cases. This fee can be only used for establishing and maintaining an automated record keeping system in the office of the Clerk of the Circuit Court.

Court Security Fee Fund - Used to account for the Court Security Fee which is imposed by the Chief Judge and restricted to cover costs of the Sheriff in attending all courts in session.

Victim Impact Panel Fee Fund - Used to account for the revenues and expenditures of the Victim Impact Panel. The fee is imposed by the County on drunk driving convictions and is restricted to cover the cost of drunk driving education.

Special Revenue Funds (Continued)

Maintenance and Child Support Collection Fund - Used to account for the revenues and expenditures of Child Support and Collection Fee assessed against individuals ordered to pay child support through the Circuit Clerk's Office. These fees are restricted to offset the costs of collecting child support by the Clerk's office.

Children's Waiting Room Fund - Used to account for the fee the use of which is restricted to the operation of a drop-off center for children between the ages of 3 and 12 whose parents have to be in court for whatever purpose.

Rental Housing Fee Fund - Used to account for the fees collected for each recorded real estate related document the use of which is restricted by the State.

Drug Enforcement Fund - Used to account for the revenues collected by the State of Illinois and remitted to the County on seized assets during drug raids, the use of which is restricted by the State.

9-1-1 Operations Fund - Used to account for the 911 Fees the use of which is restricted by the State for the operations of the 911 system.

Probation Services Fee Fund - Used to account for the fees collected pursuant to the Unified Code of Corrections. These fees are restricted for the purchase of services for probationers with special needs and for the purchase of equipment for use of the County's probation department.

Neutral Site Custody Exchange Fund - Used to account for the revenues restricted for expenditures related to the operations of a neutral site for parents in a strained relationship to exchange custody of their children.

Coroner Fee Fund - Used to account for the revenues as a result of the Coroner's Fund Legislature restricted for expenditures relating to personnel in the Coroner's office.

Deferred Prosecution Program Fund - Used to account for the revenue and expenditures associated with the State's Attorney's deferred prosecution program.

County Detention Home Fund - Used to account for the property taxes and other revenues that are restricted for operating the Juvenile Detention Home.

Geographic Information System Operations Fund - Used to account for expenditures of the WinGIS Agency Budget. The WinGIS Agency is composed of eight governmental agencies that have combined resources through an Intergovernmental Agreement to create a single entity dedicated to creating a single data base geographic information system. The Intergovernmental Agreement restricts the use of the fees to the GIS system.

Special Revenue Funds (Continued)

Geographic Information System Fund - Used to account for the County's share of the WinGIS Agency expenditures.

Historical Museum Fund - Used to account for the property tax levy which is restricted for the maintaining Memorial Hall, a facility which provides a meeting place for Veteran's organizations and a museum for war memorabilia.

Children's Advocacy Project Fund - Used to account for the property taxes restricted for coordinating the county-wide response to child sexual abuse cases among appropriate agencies and to create stronger cases for prosecution.

Health Fund - Used to account for the revenues and expenditures related to the preservation of health from various revenue sources. The primary revenues from property taxes are restricted to providing public health services.

County Highway Fund - Used to account for the property tax and other revenues restricted for road improvements throughout the County.

County Bridge and Improvement Fund - Used to account for property tax levy the use of which is restricted for bridge improvements throughout the County.

Federal Matching Aid Fund - Used to account for revenues and expenditures related to a property tax imposed the use of which is restricted to primarily to match federal grant funds for construction of right of ways.

Veterans' Assistance Fund - Used to account for the property tax levy the use of which is restricted to provide basic needs of a welfare nature to veterans.

Employer Social Security Fund - Used to account for the property tax levy the use of which is restricted to the County's portion of Social Security.

Sheriff's Department Grants Fund - Used to account for revenues and expenditures related to various grants received by the Sheriff's Department restricted for the preservation of public safety.

State's Attorney Grants Fund - Used to account for a grant received from the Department of Children and Family Services restricted for an Assistant State's Attorney's position in Juvenile Court.

Probation Grants Fund - Used to account for grants administered by the Probation Office.

Court Services Grants Fund - Used to account for grant money restricted for family violence and the Drug Court.

Special Revenue Funds (Continued)

Community Development Grants Fund - Used to account for the revenues and expenditures related to various grants restricted to upgrade the physical deficiencies in public services and housing in certain areas.

FEMA Grant Fund - Use to account for the revenue and expenditures associated with purchasing distressed flood properties with federal grant dollars.

Circuit Court Grants Fund - Used to account for grant money received by the Circuit Court restricted for court related operations.

City Election Fund - Used to account for the property tax revenues and expenditures related to city elections.

Law Library Fund - Used to account for the fees restricted by state statute to providing a complete reference library to meet the legal needs of the County Bar Association, the Judicial System, and the general public.

Marriage and Civil Union Fund - Used to account for the marriage and civil union fees the use of which are restricted to the administration of justice.

Hotel/Motel Tax Fund - Used to account for the 2% hotel/motel tax the use of which is restricted for the Reclaiming First Project.

Foreclosure Mediation Fund - Used to account for the fees restricted for assisting those in foreclosure proceedings.

Water - Baxter Street Fund - Used to account for the fees charged for water services in the special services area.

Baxter Road Special Tax Allocation Fund - Used to account for special services area taxes and incremental tax revenue pledged by municipalities, which have entered into an intergovernmental agreement with the County, to be used to repay principal and interest on the 2012F General Obligation Alternate Revenue Source Bonds, reimburse the County and municipalities, which have entered into an intergovernmental agreement with the County, for reimbursable costs as defined in the IJRL statues and costs of the formation of the IJRL, incentives to developers, and other capital improvements to infrastructure as allowed by statute.

Circuit Clerk Operation and Administration Fund - Used to account for Circuit Clerk Operations and Administration fees, the use of which is restricted to pay costs of operation I the Circuit Clerk Office.

County of Winnebago, Illinois
Combining Balance Sheet
Nonmajor Special Revenue Funds

September 30, 2016

| | <i>Motor Fuel Tax Fund</i> | <i>Document Storage Fee Fund</i> | <i>Treasurer's Delinquent Tax Fee Fund</i> | <i>Vital Records Fee Fund</i> |
|--|--|--|--|---------------------------------------|
| Assets | | | | |
| Cash and investments | \$ 5,233,228 | \$ 470,109 | \$ 27,029 | \$ 231,156 |
| Property taxes receivable | - | - | - | - |
| Allowance for uncollectible taxes | - | - | - | - |
| Other receivables | 625,767 | 95,284 | - | - |
| Due from other governmental units and agencies | 830,063 | - | - | - |
| Notes receivable, net | - | - | - | - |
| Total assets | \$ 6,689,058 | \$ 565,393 | \$ 27,029 | \$ 231,156 |
| Liabilities, deferred inflows of resources, and fund balances (deficit) | | | | |
| Liabilities | | | | |
| Accounts payable | \$ 587,208 | \$ 15,787 | \$ - | \$ 375 |
| Accrued payroll | - | 5,957 | 892 | - |
| Due to other funds | - | - | - | - |
| Unearned revenue | - | - | - | - |
| Contract retainage | 3,682 | - | - | - |
| Total liabilities | 590,890 | 21,744 | 892 | 375 |
| Deferred inflows of resources | | | | |
| Unavailable revenue | - | - | - | - |
| Total deferred inflows of resources | - | - | - | - |
| Total liabilities and deferred inflows of resources | 590,890 | 21,744 | 892 | 375 |
| Fund balances | | | | |
| Restricted for economic development | - | - | - | - |
| Restricted for highways and streets | 6,098,168 | - | - | - |
| Restricted for public safety | - | - | - | - |
| Restricted for health and welfare | - | - | - | - |
| Restricted for judicial purposes | - | 543,649 | - | 230,781 |
| Restricted for geographical information systems | - | - | - | - |
| Restricted for equipment replacement | - | - | 26,137 | - |
| Restricted for retirement | - | - | - | - |
| Restricted for recreation | - | - | - | - |
| Restricted for foreclosure mediation | - | - | - | - |
| Unrestricted | - | - | - | - |
| Unassigned | - | - | - | - |
| Total fund balances (deficit) | 6,098,168 | 543,649 | 26,137 | 230,781 |
| Total liabilities, deferred inflows of resources, and fund balances | \$ 6,689,058 | \$ 565,393 | \$ 27,029 | \$ 231,156 |

| <i>Recorder's Document Fee Fund</i> | <i>Court Automation Fee Fund</i> | <i>Court Security Fee Fund</i> | <i>Victim Impact Panel Fee Fund</i> | <i>Maintenance and Child Support Collection Fund</i> | <i>Children's Waiting Room Fund</i> | <i>Rental Housing Fee Fund</i> | <i>Drug Enforcement Fund</i> | <i>9-1-1 Operations Fund</i> |
|-------------------------------------|----------------------------------|--------------------------------|-------------------------------------|--|-------------------------------------|--------------------------------|------------------------------|------------------------------|
| \$ 1,164,184 | \$ - | \$ - | \$ - | \$ 5,673 | \$ 62,039 | \$ - | \$ 457,843 | \$ 2,381,930 |
| - | - | - | - | - | - | - | - | - |
| - | 44,757 | 26,363 | 496 | 5,564 | 7,930 | - | - | - |
| - | - | - | - | - | - | - | - | 653,398 |
| - | - | - | - | - | - | - | - | - |
| \$ 1,164,184 | \$ 44,757 | \$ 26,363 | \$ 496 | \$ 11,237 | \$ 69,969 | \$ - | \$ 457,843 | \$ 3,035,328 |
| \$ 16,351 | \$ - | \$ - | \$ - | \$ - | \$ 11,579 | \$ 31,878 | \$ - | \$ 54,798 |
| 1,147 | 4,261 | - | - | 1,204 | - | - | - | - |
| - | 64,625 | 26,746 | 6,984 | - | - | 14,322 | - | - |
| - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - |
| 17,498 | 68,886 | 26,746 | 6,984 | 1,204 | 11,579 | 46,200 | - | 54,798 |
| - | - | - | - | - | - | - | - | 320,864 |
| - | - | - | - | - | - | - | - | 320,864 |
| 17,498 | 68,886 | 26,746 | 6,984 | 1,204 | 11,579 | 46,200 | - | 375,662 |
| - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | 457,843 | 2,659,666 |
| - | - | - | - | 10,033 | 58,390 | - | - | - |
| - | - | - | - | - | - | - | - | - |
| 1,146,686 | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - |
| - | (24,129) | (383) | (6,488) | - | - | (46,200) | - | - |
| 1,146,686 | (24,129) | (383) | (6,488) | 10,033 | 58,390 | (46,200) | 457,843 | 2,659,666 |
| \$ 1,164,184 | \$ 44,757 | \$ 26,363 | \$ 496 | \$ 11,237 | \$ 69,969 | \$ - | \$ 457,843 | \$ 3,035,328 |

(This statement is continued on the following pages.)

County of Winnebago, Illinois
Combining Balance Sheet
Nonmajor Special Revenue Funds (Continued)

September 30, 2016

| | <i>Probation Services Fee Fund</i> | <i>Neutral Site Custody Exchange Fund</i> | <i>Coroner Fee Fund</i> | <i>Deferred Prosecution Program Fund</i> |
|--|--|---|---------------------------------|--|
| Assets | | | | |
| Cash and cash equivalents | \$ 639,303 | \$ 21,726 | \$ - | \$ - |
| Property taxes receivable | - | - | - | - |
| Allowance for uncollectible taxes | - | - | - | - |
| Other receivables | 28,949 | 6,590 | - | - |
| Due from other governmental units and agencies | - | - | - | - |
| Notes receivable, net | - | - | - | - |
| Total assets | \$ 668,252 | \$ 28,316 | \$ - | \$ - |
| Liabilities, deferred inflows of resources, and fund balances (deficit) | | | | |
| Liabilities | | | | |
| Accounts payable | \$ 15,984 | \$ 22,777 | \$ - | \$ - |
| Accrued payroll | - | - | - | 768 |
| Due to other funds | - | - | 5,640 | 111,428 |
| Unearned revenue | - | - | - | - |
| Contract retainage | - | - | - | - |
| Total liabilities | 15,984 | 22,777 | 5,640 | 112,196 |
| Deferred inflows of resources | | | | |
| Unavailable revenue | - | - | - | - |
| Total deferred inflows of resources | - | - | - | - |
| Total liabilities and deferred inflows of resources | 15,984 | 22,777 | 5,640 | 112,196 |
| Fund balances | | | | |
| Restricted for economic development | - | - | - | - |
| Restricted for highways and streets | - | - | - | - |
| Restricted for public safety | 652,268 | - | - | - |
| Restricted for health and welfare | - | - | - | - |
| Restricted for judicial purposes | - | 5,539 | - | - |
| Restricted for geographical information systems | - | - | - | - |
| Restricted for equipment replacement | - | - | - | - |
| Restricted for retirement | - | - | - | - |
| Restricted for recreation | - | - | - | - |
| Restricted for foreclosure mediation | - | - | - | - |
| Unrestricted | | | | |
| Unassigned | - | - | (5,640) | (112,196) |
| Total fund balances (deficit) | 652,268 | 5,539 | (5,640) | (112,196) |
| Total liabilities, deferred inflows of resources, and fund balances | \$ 668,252 | \$ 28,316 | \$ - | \$ - |

| <i>County Detention Home Fund</i> | <i>Geographic Information System Operations Fund</i> | <i>Geographic Information System Fund</i> | <i>Historical Museum Fund</i> | <i>Children's Advocacy Project Fund</i> | <i>Health Fund</i> | <i>County Highway Fund</i> | <i>County Bridge and Improvement Fund</i> | <i>Federal Matching Aid Fund</i> |
|-----------------------------------|--|---|-------------------------------|---|----------------------|----------------------------|---|----------------------------------|
| \$ 303,552 | \$ 141,164 | \$ - | \$ 145,555 | \$ - | \$ 6,090,767 | \$ 3,795,476 | \$ 1,156,264 | \$ 2,088,260 |
| 1,510,784 | - | - | 74,214 | 148,428 | 2,696,878 | 2,617,426 | 388,808 | 1,835,698 |
| (14,650) | - | - | (720) | (1,440) | (26,099) | (25,380) | (3,770) | (17,800) |
| - | - | - | - | 1,785 | - | 105,825 | 1,094 | 133,232 |
| 349,465 | - | - | 102,359 | 105,956 | 1,451,641 | 4,425 | 658 | 3,103 |
| - | - | - | - | - | - | - | - | - |
| \$ 2,149,151 | \$ 141,164 | \$ - | \$ 321,408 | \$ 254,729 | \$ 10,213,187 | \$ 6,497,772 | \$ 1,543,054 | \$ 4,042,493 |
| \$ 27,914 | \$ 1,903 | \$ - | \$ 46,035 | \$ 2,510 | \$ 309,849 | \$ 176,194 | \$ 55,202 | \$ 54,172 |
| 36,568 | 3,180 | - | 1,493 | 8,154 | 92,670 | 61,943 | - | - |
| - | - | - | - | 54,905 | - | - | - | - |
| 346,915 | - | - | - | 41,838 | 392,488 | - | - | - |
| - | - | - | - | - | - | - | 21,473 | - |
| 411,397 | 5,083 | - | 47,528 | 107,407 | 795,007 | 238,137 | 76,675 | 54,172 |
| 1,450,350 | - | - | 173,501 | 142,532 | 3,430,729 | 2,512,620 | 373,230 | 1,762,200 |
| 1,450,350 | - | - | 173,501 | 142,532 | 3,430,729 | 2,512,620 | 373,230 | 1,762,200 |
| 1,861,747 | 5,083 | - | 221,029 | 249,939 | 4,225,736 | 2,750,757 | 449,905 | 1,816,372 |
| - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | 3,747,015 | 1,093,149 | 2,226,121 |
| 287,404 | - | - | - | - | - | - | - | - |
| - | - | - | - | - | 5,987,451 | - | - | - |
| - | - | - | - | 4,790 | - | - | - | - |
| - | 136,081 | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - |
| - | - | - | 100,379 | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - |
| 287,404 | 136,081 | - | 100,379 | 4,790 | 5,987,451 | 3,747,015 | 1,093,149 | 2,226,121 |
| \$ 2,149,151 | \$ 141,164 | \$ - | \$ 321,408 | \$ 254,729 | \$ 10,213,187 | \$ 6,497,772 | \$ 1,543,054 | \$ 4,042,493 |

(This statement is continued on the following pages.)

County of Winnebago, Illinois
Combining Balance Sheet
Nonmajor Special Revenue Funds (Continued)

September 30, 2016

| | <i>Veterans' Assistance Fund</i> | <i>Employer Social Security Fund</i> | <i>Sheriff's Department Grants Fund</i> | <i>State's Attorney Grants Fund</i> | <i>Probation Grants Fund</i> |
|--|--|--|---|---|--------------------------------------|
| Assets | | | | | |
| Cash and cash equivalents | \$ 166,027 | \$ 1,722,111 | \$ - | \$ 349 | \$ 8,802 |
| Property taxes receivable | 586,709 | 3,968,969 | - | - | - |
| Allowance for uncollectible taxes | (5,700) | (38,510) | - | - | - |
| Other receivables | - | - | - | - | - |
| Due from other governmental units and agencies | 931 | 7,394 | 39,639 | 26,098 | - |
| Notes receivable, net | - | - | - | - | - |
| Total assets | \$ 747,967 | \$ 5,659,964 | \$ 39,639 | \$ 26,447 | \$ 8,802 |
| Liabilities, deferred inflows of resources, and fund balances (deficit) | | | | | |
| Liabilities | | | | | |
| Accounts payable | \$ 8,440 | \$ 91,935 | \$ - | \$ - | \$ - |
| Accrued payroll | - | - | - | 6,152 | - |
| Due to other funds | - | - | 258,570 | - | - |
| Unearned revenue | - | - | 39,639 | - | - |
| Contract retainage | - | - | - | - | - |
| Total liabilities | 8,440 | 91,935 | 298,209 | 6,152 | - |
| Deferred inflows of resources | | | | | |
| Unavailable revenue | 564,300 | 3,812,490 | - | - | - |
| Total deferred inflows of resources | 564,300 | 3,812,490 | - | - | - |
| Total liabilities and deferred inflows of resources | 572,740 | 3,904,425 | 298,209 | 6,152 | - |
| Fund balances | | | | | |
| Restricted for economic development | - | - | - | - | - |
| Restricted for highways and streets | - | - | - | - | - |
| Restricted for public safety | - | - | - | - | - |
| Restricted for health and welfare | 175,227 | - | - | - | - |
| Restricted for judicial purposes | - | - | - | 20,295 | 8,802 |
| Restricted for geographical information systems | - | - | - | - | - |
| Restricted for equipment replacement | - | - | - | - | - |
| Restricted for retirement | - | 1,755,539 | - | - | - |
| Restricted for recreation | - | - | - | - | - |
| Restricted for foreclosure mediation | - | - | - | - | - |
| Unrestricted | - | - | - | - | - |
| Unassigned | - | - | (258,570) | - | - |
| Total fund balances (deficit) | 175,227 | 1,755,539 | (258,570) | 20,295 | 8,802 |
| Total liabilities, deferred inflows of resources, and fund balances | \$ 747,967 | \$ 5,659,964 | \$ 39,639 | \$ 26,447 | \$ 8,802 |

| <i>Court Services Grants Fund</i> | <i>Community Development Grants Fund</i> | <i>FEMA Grant Fund</i> | <i>Circuit Court Grants Fund</i> | <i>City Election Fund</i> | <i>Law Library Fund</i> | <i>Marriage and Civil Union Fund</i> | <i>Hotel/Motel Tax Fund</i> | <i>Foreclosure Mediation Fund</i> |
|-----------------------------------|--|------------------------|----------------------------------|---------------------------|-------------------------|--------------------------------------|-----------------------------|-----------------------------------|
| \$ 10,858 | \$ 445,136 | \$ - | \$ - | \$ - | \$ - | \$ 11,836 | \$ 92,766 | \$ 72,154 |
| - | - | - | - | 750,000 | - | - | - | - |
| - | - | 343,100 | 390,923 | - | 16,653 | 580 | 116,987 | 5,265 |
| - | - | - | - | - | - | - | - | - |
| - | 911,994 | - | - | - | - | - | - | - |
| \$ 10,858 | \$ 1,357,130 | \$ 343,100 | \$ 390,923 | \$ 750,000 | \$ 16,653 | \$ 12,416 | \$ 209,753 | \$ 77,419 |
| \$ - | \$ - | \$ 37,301 | \$ 192,764 | \$ - | \$ 16,277 | \$ - | \$ 209,753 | \$ - |
| - | - | - | 6,044 | - | 1,515 | - | - | - |
| - | - | 305,799 | 152,542 | - | 42,229 | - | - | - |
| - | - | 143,100 | 13,877 | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - |
| - | - | 486,200 | 365,227 | - | 60,021 | - | 209,753 | - |
| - | - | - | - | 750,000 | - | - | - | - |
| - | - | - | - | 750,000 | - | - | - | - |
| - | - | 486,200 | 365,227 | 750,000 | 60,021 | - | 209,753 | - |
| - | 1,357,130 | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - |
| 10,858 | - | - | 25,696 | - | - | 12,416 | - | - |
| - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | 77,419 |
| - | - | (143,100) | - | - | (43,368) | - | - | - |
| 10,858 | 1,357,130 | (143,100) | 25,696 | - | (43,368) | 12,416 | - | 77,419 |
| \$ 10,858 | \$ 1,357,130 | \$ 343,100 | \$ 390,923 | \$ 750,000 | \$ 16,653 | \$ 12,416 | \$ 209,753 | \$ 77,419 |

(This statement is continued on the following page.)

County of Winnebago, Illinois
Combining Balance Sheet
Nonmajor Special Revenue Funds (Continued)

September 30, 2016

| | <i>Water - Baxter Street Fund</i> | <i>Baxter Road Special Tax Allocation Fund</i> | <i>Circuit Clerk Operation and Administration Fund</i> | <i>Total</i> |
|--|---|--|--|----------------------|
| Assets | | | | |
| Cash and cash equivalents | \$ 77,375 | \$ 255,722 | \$ 32,767 | \$ 27,311,161 |
| Property taxes receivable | - | - | - | 14,577,914 |
| Allowance for uncollectible taxes | - | - | - | (134,069) |
| Other receivables | 3,338 | - | - | 1,960,482 |
| Due from other governmental units and agencies | - | - | 3,030 | 3,578,160 |
| Notes receivable, net | - | - | - | 911,994 |
| Total assets | \$ 80,713 | \$ 255,722 | \$ 35,797 | \$ 48,205,642 |
| Liabilities, deferred inflows of resources, and fund balances | | | | |
| Liabilities | | | | |
| Accounts payable | \$ - | \$ 118,332 | \$ - | \$ 2,105,318 |
| Accrued payroll | - | - | - | 231,948 |
| Due to other funds | - | - | - | 1,043,790 |
| Unearned revenue | - | - | - | 977,857 |
| Contract retainage | - | - | - | 25,155 |
| Total liabilities | - | 118,332 | - | 4,384,068 |
| Deferred inflows of resources | | | | |
| Unavailable revenue | - | - | - | 15,292,816 |
| Total deferred inflows of resources | - | - | - | 15,292,816 |
| Total liabilities and deferred inflows of resources | - | 118,332 | - | 19,676,884 |
| Fund balances | | | | |
| Restricted for economic development | - | 137,390 | - | 1,494,520 |
| Restricted for highways and streets | 80,713 | - | - | 13,245,166 |
| Restricted for public safety | - | - | - | 4,057,181 |
| Restricted for health and welfare | - | - | - | 6,162,678 |
| Restricted for judicial purposes | - | - | 35,797 | 967,046 |
| Restricted for geographical information systems | - | - | - | 136,081 |
| Restricted for equipment replacement | - | - | - | 1,172,823 |
| Restricted for retirement | - | - | - | 1,755,539 |
| Restricted for recreation | - | - | - | 100,379 |
| Restricted for foreclosure mediation | - | - | - | 77,419 |
| Unrestricted | - | - | - | - |
| Unassigned | - | - | - | (640,074) |
| Total fund balances (deficit) | 80,713 | 137,390 | 35,797 | 28,528,758 |
| Total liabilities, deferred inflows of resources, and fund balances | \$ 80,713 | \$ 255,722 | \$ 35,797 | \$ 48,205,642 |

(See independent auditor's report.)

County of Winnebago, Illinois
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
Nonmajor Special Revenue Funds

For The Year Ended September 30, 2016

| | <i>Motor Fuel Tax Fund</i> | <i>Document Storage Fee Fund</i> | <i>Treasurer's Delinquent Tax Fee Fund</i> | <i>Vital Records Fee Fund</i> |
|---|--|--|--|---------------------------------------|
| Revenues | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Intergovernmental | 4,228,819 | - | - | - |
| Charges for services | 612,739 | 1,038,245 | 41,595 | 46,580 |
| Licenses and permits | - | - | - | - |
| Investment income | 3,434 | - | - | - |
| Other | - | - | - | - |
| Total revenues | 4,844,992 | 1,038,245 | 41,595 | 46,580 |
| Expenditures, current | | | | |
| General government | - | - | 45,448 | 17,046 |
| Public safety | - | - | - | - |
| Highways and streets | 3,348,469 | - | - | - |
| Health and welfare | - | - | - | - |
| Judicial | - | 669,949 | - | - |
| Total expenditures, current | 3,348,469 | 669,949 | 45,448 | 17,046 |
| Debt Service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| Total Debt Service | - | - | - | - |
| Capital outlay | 1,109,946 | 90,261 | - | - |
| Total expenditures | 4,458,415 | 760,210 | 45,448 | 17,046 |
| Excess of revenues over (under) expenditures | 386,577 | 278,035 | (3,853) | 29,534 |
| Other financing sources (uses) | | | | |
| Transfers in | - | - | - | - |
| Transfers (out) | (1,482,903) | (50,000) | - | - |
| Proceeds from capital lease obligation | - | - | - | - |
| Total other financing sources (uses) | (1,482,903) | (50,000) | - | - |
| Net change in fund balance | (1,096,326) | 228,035 | (3,853) | 29,534 |
| Fund balances (deficit), beginning of period | 7,194,494 | 315,614 | 29,990 | 201,247 |
| Fund balance (deficit), end of period | \$ 6,098,168 | \$ 543,649 | \$ 26,137 | \$ 230,781 |

| <i>Recorder's Document Fee Fund</i> | <i>Court Automation Fee Fund</i> | <i>Court Security Fee Fund</i> | <i>Victim Impact Panel Fee Fund</i> | <i>Maintenance and Child Support Collection Fund</i> | <i>Children's Waiting Room Fund</i> | <i>Rental Housing Fee Fund</i> | <i>Drug Enforcement Fund</i> | <i>9-1-1 Operations Fund</i> |
|---|--|--|---|--|---|--|--------------------------------------|--------------------------------------|
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | - | - | - | - | - | 412,457 | 63,280 |
| 592,349 | 614,928 | 369,150 | 6,414 | 109,321 | 105,810 | 357,687 | - | 2,163,747 |
| - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | 17 | - |
| - | - | - | - | - | - | - | - | - |
| 592,349 | 614,928 | 369,150 | 6,414 | 109,321 | 105,810 | 357,687 | 412,474 | 2,227,027 |
| 280,655 | - | - | - | - | - | 357,246 | - | - |
| - | - | - | - | - | - | - | 293,281 | 1,738,210 |
| - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - |
| - | 276,546 | - | 6,000 | 77,214 | 141,699 | - | - | - |
| 280,655 | 276,546 | - | 6,000 | 77,214 | 141,699 | 357,246 | 293,281 | 1,738,210 |
| - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | 158,200 |
| 280,655 | 276,546 | - | 6,000 | 77,214 | 141,699 | 357,246 | 293,281 | 1,896,410 |
| 311,694 | 338,382 | 369,150 | 414 | 32,107 | (35,889) | 441 | 119,193 | 330,617 |
| - | - | - | - | - | - | - | - | - |
| - | (360,000) | (370,904) | - | - | - | - | - | (473,850) |
| - | - | - | - | - | - | - | - | - |
| - | (360,000) | (370,904) | - | - | - | - | - | (473,850) |
| 311,694 | (21,618) | (1,754) | 414 | 32,107 | (35,889) | 441 | 119,193 | (143,233) |
| 834,992 | (2,511) | 1,371 | (6,902) | (22,074) | 94,279 | (46,641) | 338,650 | 2,802,899 |
| \$ 1,146,686 | \$ (24,129) | \$ (383) | \$ (6,488) | \$ 10,033 | \$ 58,390 | \$ (46,200) | \$ 457,843 | \$ 2,659,666 |

(This statement is continued on the following pages.)

County of Winnebago, Illinois
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
Nonmajor Special Revenue Funds (Continued)

For The Year Ended September 30, 2016

| | <i>Probation Services Fee Fund</i> | <i>Neutral Site Custody Exchange Fund</i> | <i>Coroner Fee Fund</i> | <i>Deferred Prosecution Program Fund</i> |
|---|--|---|---------------------------------|--|
| Revenues | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Intergovernmental | - | - | - | - |
| Charges for services | 417,019 | 90,981 | 99,892 | 38,112 |
| Licenses and permits | - | - | - | - |
| Investment income | - | - | - | - |
| Other | - | - | - | - |
| Total revenues | 417,019 | 90,981 | 99,892 | 38,112 |
| Expenditures, current | | | | |
| General government | - | - | - | - |
| Public safety | 228,675 | 91,396 | 150,275 | - |
| Highways and streets | - | - | - | - |
| Health and welfare | - | - | - | - |
| Judicial | - | - | - | 44,738 |
| Total expenditures, current | 228,675 | 91,396 | 150,275 | 44,738 |
| Debt Service | | | | |
| Principal | - | - | 8,816 | - |
| Interest | - | - | 615 | - |
| Total Debt Service | - | - | 9,431 | - |
| Capital outlay | 125,015 | - | 82,341 | - |
| Total expenditures | 353,690 | 91,396 | 242,047 | 44,738 |
| Excess of revenues over (under) expenditures | 63,329 | (415) | (142,155) | (6,626) |
| Other financing sources (uses) | | | | |
| Transfers in | - | - | - | - |
| Transfers (out) | (65,000) | - | - | - |
| Proceeds from capital lease obligation | - | - | 72,728 | - |
| Total other financing sources (uses) | (65,000) | - | 72,728 | - |
| Net change in fund balances | (1,671) | (415) | (69,427) | (6,626) |
| Fund balances (deficit), beginning of period | 653,939 | 5,954 | 63,787 | (105,570) |
| Fund balances (deficit), end of period | \$ 652,268 | \$ 5,539 | \$ (5,640) | \$ (112,196) |

| <i>County Detention Home Fund</i> | <i>Geographic Information System Operations Fund</i> | <i>Geographic Information System Fund</i> | <i>Historical Museum Fund</i> | <i>Children's Advocacy Project Fund</i> | <i>Health Fund</i> | <i>County Highway Fund</i> | <i>County Bridge and Improvement Fund</i> | <i>Federal Matching Aid Fund</i> |
|---|--|---|---------------------------------------|---|------------------------|------------------------------------|---|--|
| \$ 1,450,178 | \$ - | \$ - | \$ 70,573 | \$ 141,145 | \$ 2,755,557 | \$ 2,515,667 | \$ 373,979 | \$ 1,764,150 |
| 1,210,755 | - | - | 124 | 218,406 | 5,385,852 | 1,109,703 | 15,654 | 6,549 |
| - | 291,361 | 344,055 | - | - | 832,200 | 371,221 | 566 | 129,785 |
| - | - | - | - | - | 781,385 | - | - | - |
| - | - | - | - | - | 86 | - | - | - |
| 1,581 | - | - | 56,110 | 98,733 | 161,355 | 3,053 | - | - |
| 2,662,514 | 291,361 | 344,055 | 126,807 | 458,284 | 9,916,435 | 3,999,644 | 390,199 | 1,900,484 |
| - | 371,506 | - | 145,470 | - | - | - | - | - |
| 2,928,915 | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | 3,135,132 | 146,821 | - |
| - | - | - | - | - | 9,129,966 | - | - | - |
| - | - | - | - | 534,396 | - | - | - | - |
| 2,928,915 | 371,506 | - | 145,470 | 534,396 | 9,129,966 | 3,135,132 | 146,821 | - |
| - | - | - | - | - | - | 1,640,675 | - | - |
| - | - | - | - | - | - | 70,103 | - | - |
| - | - | - | - | - | - | 1,710,778 | - | - |
| 25,102 | 30,013 | - | 46,119 | - | 30,390 | 1,440,361 | 637,430 | 27,763 |
| 2,954,017 | 401,519 | - | 191,589 | 534,396 | 9,160,356 | 6,286,271 | 784,251 | 27,763 |
| (291,503) | (110,158) | 344,055 | (64,782) | (76,112) | 756,079 | (2,286,627) | (394,052) | 1,872,721 |
| - | 115,080 | - | 196,500 | - | - | 413,678 | - | - |
| - | - | (344,055) | - | - | - | - | - | (1,408,450) |
| - | - | - | - | - | - | 976,166 | - | - |
| - | 115,080 | (344,055) | 196,500 | - | - | 1,389,844 | - | (1,408,450) |
| (291,503) | 4,922 | - | 131,718 | (76,112) | 756,079 | (896,783) | (394,052) | 464,271 |
| 578,907 | 131,159 | - | (31,339) | 80,902 | 5,231,372 | 4,643,798 | 1,487,201 | 1,761,850 |
| \$ 287,404 | \$ 136,081 | \$ - | \$ 100,379 | \$ 4,790 | \$ 5,987,451 | \$ 3,747,015 | \$ 1,093,149 | \$ 2,226,121 |

(This statement is continued on the following pages.)

County of Winnebago, Illinois
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
Nonmajor Special Revenue Funds (Continued)

For The Year Ended September 30, 2016

| | <i>Veterans'</i> <i>Assistance</i> <i>Fund</i> | <i>Employer</i> <i>Social</i> <i>Security</i> <i>Fund</i> | <i>Sheriff's</i> <i>Department</i> <i>Grants</i> <i>Fund</i> | <i>State's</i> <i>Attorney</i> <i>Grants</i> <i>Fund</i> |
|---|--|--|---|---|
| Revenues | | | | |
| Taxes | \$ 529,133 | \$ 3,736,383 | \$ - | \$ - |
| Intergovernmental | 930 | 1,109,602 | - | 203,506 |
| Charges for services | - | - | - | - |
| Licenses and permits | - | - | - | - |
| Investment income | - | - | - | - |
| Other | - | 3,977 | - | - |
| Total revenues | 530,063 | 4,849,962 | - | 203,506 |
| Expenditures, current | | | | |
| General government | - | 469,879 | - | - |
| Public safety | - | 2,960,687 | 42,426 | 335,057 |
| Highways and streets | - | 232,754 | - | - |
| Health and welfare | 513,627 | 363,951 | - | - |
| Judicial | - | 831,889 | - | - |
| Total expenditures, current | 513,627 | 4,859,160 | 42,426 | 335,057 |
| Debt Service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| Total Debt Service | - | - | - | - |
| Capital outlay | | | | |
| Total expenditures | 513,627 | 4,859,160 | 42,426 | 335,057 |
| Excess of revenues over (under) expenditures | 16,436 | (9,198) | (42,426) | (131,551) |
| Other financing sources (uses) | | | | |
| Transfers in | - | - | - | 152,109 |
| Transfers (out) | - | - | - | - |
| Proceeds from capital lease obligation | - | - | - | - |
| Total other financing sources (uses) | - | - | - | 152,109 |
| Net change in fund balances | 16,436 | (9,198) | (42,426) | 20,558 |
| Fund balances (deficit) | 158,791 | 1,764,737 | (216,144) | (263) |
| Fund balances (deficit), end of period | \$ 175,227 | \$ 1,755,539 | \$ (258,570) | \$ 20,295 |

| <i>Probation Grants Fund</i> | <i>Court Services Grants Fund</i> | <i>Community Development Grants Fund</i> | <i>FEMA Grant Fund</i> | <i>Circuit Court Grants Fund</i> | <i>City Election Fund</i> | <i>Law Library Fund</i> | <i>Marriage and Civil Union Fund</i> | <i>Hotel/Motel Tax Fund</i> |
|--------------------------------------|---|--|--------------------------------|--|-----------------------------------|---------------------------------|--|-------------------------------------|
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ 716,174 | \$ - | \$ - | \$ 871,565 |
| 78,086 | - | - | 371,474 | 1,929,415 | - | - | - | - |
| - | 435 | - | - | - | - | 223,856 | 6,820 | - |
| - | - | - | - | - | - | - | - | - |
| - | - | 25,813 | - | - | - | - | 1 | - |
| - | - | - | - | - | - | - | - | - |
| 78,086 | 435 | 25,813 | 371,474 | 1,929,415 | 716,174 | 223,856 | 6,821 | 871,565 |
| - | - | 1,001 | 491,474 | - | 716,174 | - | - | 871,565 |
| 78,086 | 9,871 | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - |
| - | - | - | - | 1,849,643 | - | 268,212 | 4,004 | - |
| 78,086 | 9,871 | 1,001 | 491,474 | 1,849,643 | 716,174 | 268,212 | 4,004 | 871,565 |
| - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - |
| 78,086 | 9,871 | 1,001 | 491,474 | 1,849,643 | 716,174 | 268,212 | 4,004 | 871,565 |
| - | (9,436) | 24,812 | (120,000) | 79,772 | - | (44,356) | 2,817 | - |
| - | - | - | - | 25,750 | - | - | - | - |
| - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - |
| - | - | - | - | 25,750 | - | - | - | - |
| - | (9,436) | 24,812 | (120,000) | 105,522 | - | (44,356) | 2,817 | - |
| 8,802 | 20,294 | 1,332,318 | (23,100) | (79,826) | - | 988 | 9,599 | - |
| \$ 8,802 | \$ 10,858 | \$ 1,357,130 | \$ (143,100) | \$ 25,696 | \$ - | \$ (43,368) | \$ 12,416 | \$ - |

(This statement is continued on the following page.)

County of Winnebago, Illinois
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
Nonmajor Special Revenue Funds (Continued)

For The Year Ended September 30, 2016

| | <i>Foreclosure Mediation Fund</i> | <i>Water - Baxter Street Fund</i> | <i>Baxter Road Special Tax Allocation Fund</i> | <i>Circuit Clerk Operation and Administration Fund</i> | <i>Total</i> |
|---|---|---|--|--|----------------------|
| Revenues | | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - | \$ 14,924,504 |
| Intergovernmental | - | - | 243,249 | - | 16,587,861 |
| Charges for services | 61,490 | 13,143 | - | 35,797 | 9,015,298 |
| Licenses and permits | - | - | - | - | 781,385 |
| Investment income | - | - | - | - | 29,351 |
| Other | - | - | - | - | 324,809 |
| Total revenues | 61,490 | 13,143 | 243,249 | 35,797 | 41,663,208 |
| Expenditures, current | | | | | |
| General government | 36,792 | - | 118,332 | - | 3,922,588 |
| Public safety | - | - | - | - | 8,856,879 |
| Highways and streets | - | - | - | - | 6,863,176 |
| Health and welfare | - | - | - | - | 10,007,544 |
| Judicial | - | - | - | - | 4,704,290 |
| Total expenditures, current | 36,792 | - | 118,332 | - | 34,354,477 |
| Debt Service | | | | | |
| Principal | - | - | - | - | 1,649,491 |
| Interest | - | - | - | - | 70,718 |
| Total Debt Service | - | - | - | - | 1,720,209 |
| Capital outlay | - | - | - | - | 3,802,941 |
| Total expenditures | 36,792 | - | 118,332 | - | 39,877,627 |
| Excess of revenues over (under) expenditures | 24,698 | 13,143 | 124,917 | 35,797 | 1,785,581 |
| Other financing sources (uses) | | | | | |
| Transfers in | - | - | 12,473 | - | 915,590 |
| Transfers (out) | - | - | - | - | (4,555,162) |
| Proceeds from capital lease obligation | - | - | - | - | 1,048,894 |
| Total other financing sources (uses) | - | - | 12,473 | - | (2,590,678) |
| Net change in fund balances | 24,698 | 13,143 | 137,390 | 35,797 | (805,097) |
| Fund balances (deficit) | 52,721 | 67,570 | - | - | 29,333,855 |
| Fund balances (deficit), end of period | \$ 77,419 | \$ 80,713 | \$ 137,390 | \$ 35,797 | \$ 28,528,758 |

(See independent auditor's report.)

County of Winnebago, Illinois
Motor Fuel Tax Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original Budget</i> | <i>Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|----------------------------|-------------------------|---------------------|--|
| Revenues | | | | |
| Intergovernmental | | | | |
| Motor fuel tax allotments | \$ 4,400,000 | \$ 4,400,000 | \$ 4,205,653 | \$ (194,347) |
| Reimbursements | 3,020,000 | 3,020,000 | 23,166 | \$ (2,996,834) |
| Charges for services | - | - | 612,739 | 612,739 |
| Investment income | 2,000 | 2,000 | 3,434 | 1,434 |
| Total revenues | 7,422,000 | 7,422,000 | 4,844,992 | (2,577,008) |
| Expenditures, current | | | | |
| Highways and streets | | | | |
| Personnel | 978,150 | 1,042,610 | 1,042,599 | (11) |
| Supplies and services | 2,595,400 | 2,595,400 | 2,305,870 | (289,530) |
| Total expenditures, current | 3,573,550 | 3,638,010 | 3,348,469 | (289,541) |
| Capital outlay | 3,098,820 | 3,098,820 | 1,109,946 | (1,988,874) |
| Total expenditures | 6,672,370 | 6,736,830 | 4,458,415 | (2,278,415) |
| Excess of revenues over (under) expenditures | 749,630 | 685,170 | 386,577 | (298,593) |
| Other financing sources (uses) | | | | |
| Transfers (out) | (1,409,000) | (1,409,000) | (1,482,903) | (73,903) |
| Total other financing sources (uses) | (1,409,000) | (1,409,000) | (1,482,903) | (73,903) |
| Net change in fund balance | \$ (659,370) | \$ (723,830) | (1,096,326) | \$ (372,496) |
| Fund balance, beginning of period | | | 7,194,494 | |
| Fund balance, end of period | | | \$ 6,098,168 | |

(See independent auditor's report.)

County of Winnebago, Illinois
Document Storage Fee Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original Budget</i> | <i>Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|----------------------------|-------------------------|-------------------|--|
| Revenues | | | | |
| Charges for services | \$ 1,051,000 | \$ 1,051,000 | \$1,038,245 | \$ (12,755) |
| Total revenues | 1,051,000 | 1,051,000 | 1,038,245 | (12,755) |
| Expenditures, current | | | | |
| Judicial | | | | |
| Personnel | 398,000 | 428,000 | 427,315 | (685) |
| Supplies and services | 477,000 | 447,000 | 242,634 | (204,366) |
| Total expenditures, current | 875,000 | 875,000 | 669,949 | (205,051) |
| Capital outlay | 100,000 | 158,259 | 90,261 | (67,998) |
| Total expenditures | 975,000 | 1,033,259 | 760,210 | (273,049) |
| Excess of revenues over (under) expenditures | 76,000 | 17,741 | 278,035 | 260,294 |
| Other financing sources (uses) | | | | |
| Transfers (out) | (50,000) | (50,000) | (50,000) | - |
| Total other financing sources (uses) | (50,000) | (50,000) | (50,000) | - |
| Net change in fund balance | <u>\$ 26,000</u> | <u>\$ (32,259)</u> | 228,035 | <u>\$ 260,294</u> |
| Fund balance, beginning of period | | | 315,614 | |
| Fund balance, end of period | | | <u>\$ 543,649</u> | |

(See independent auditor's report.)

County of Winnebago, Illinois
Treasurer's Delinquent Tax Fee Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|--|------------------|--|
| Revenues | | | |
| Charges for services | \$ 43,000 | \$ 41,595 | \$ (1,405) |
| Total revenues | 43,000 | 41,595 | (1,405) |
| Expenditures, current | | | |
| General government | | | |
| Personnel | 45,912 | 45,448 | (464) |
| Total expenditures, current | 45,912 | 45,448 | (464) |
| Net change in fund balance | \$ (2,912) | (3,853) | \$ (941) |
| Fund balance, beginning of period | | 29,990 | |
| Fund balance, end of period | | \$ 26,137 | |

(See independent auditor's report.)

County of Winnebago, Illinois
Vital Records Fee Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|--|-------------------|--|
| Revenues | | | |
| Charges for services | \$ 45,000 | \$ 46,580 | \$ 1,580 |
| Total revenues | 45,000 | 46,580 | 1,580 |
| Expenditures, current | | | |
| General government | | | |
| Supplies and services | 46,000 | 17,046 | (28,954) |
| Total expenditures, current | 46,000 | 17,046 | (28,954) |
| Capital outlay | 5,000 | - | (5,000) |
| Total expenditures | 51,000 | 17,046 | (33,954) |
| Net change in fund balance | <u>\$ (6,000)</u> | <u>\$ 29,534</u> | <u>\$ 35,534</u> |
| Fund balance, beginning of period | | 201,247 | |
| Fund balance, end of period | | <u>\$ 230,781</u> | |

(See independent auditor's report.)

County of Winnebago, Illinois
Recorder's Document Fee Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|--|---------------------|--|
| Revenues | | | |
| Charges for services | \$ 540,000 | \$ 592,349 | \$ 52,349 |
| Total revenues | 540,000 | 592,349 | 52,349 |
| Expenditures, current | | | |
| General government | | | |
| Personnel | 113,366 | 78,721 | (34,645) |
| Supplies and services | 385,800 | 201,934 | (183,866) |
| Total expenditures, current | 499,166 | 280,655 | (218,511) |
| Net change in fund balance | \$ 40,834 | 311,694 | \$ 270,860 |
| Fund balance, beginning of period | | 834,992 | |
| Fund balance, end of period | | \$ 1,146,686 | |

(See independent auditor's report.)

County of Winnebago, Illinois
Court Automation Fee Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|--|--------------------|--|
| Revenues | | | |
| Charges for services | \$ 665,000 | \$ 614,928 | \$ (50,072) |
| Total revenues | 665,000 | 614,928 | (50,072) |
| Expenditures, current | | | |
| Judicial | | | |
| Personnel | 277,000 | 276,546 | (454) |
| Total expenditures, current | 277,000 | 276,546 | (454) |
| Excess of revenues over (under) expenditures | 388,000 | 338,382 | (49,618) |
| Other financing sources (uses) | | | |
| Transfers (out) | (360,000) | (360,000) | - |
| Total other financing sources (uses) | (360,000) | (360,000) | - |
| Net change in fund balance | \$ 28,000 | (21,618) | \$ (49,618) |
| Fund balance (deficit), beginning of period | | (2,511) | |
| Fund balance (deficit), end of period | | \$ (24,129) | |

(See independent auditor's report.)

County of Winnebago, Illinois
Court Security Fee Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|--|------------------|--|
| Revenues | | | |
| Charges for services | \$ 400,000 | \$ 369,150 | \$ (30,850) |
| Total revenues | 400,000 | 369,150 | (30,850) |
| Expenditures | | | |
| None | - | - | - |
| Excess of revenues over (under) expenditures | 400,000 | 369,150 | (30,850) |
| Other financing sources (uses) | | | |
| Transfers (out) | (400,000) | (370,904) | 29,096 |
| Total other financing sources (uses) | (400,000) | (370,904) | 29,096 |
| Net change in fund balance | \$ - | (1,754) | \$ (1,754) |
| Fund balance, beginning of period | | 1,371 | |
| Fund balance (deficit), end of period | | \$ (383) | |

(See independent auditor's report.)

County of Winnebago, Illinois

Victim Impact Panel Fee Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|--|-------------------|--|
| Revenues | | | |
| Charges for services | \$ 6,000 | \$ 6,414 | \$ 414 |
| Total revenues | 6,000 | 6,414 | 414 |
| Expenditures, current | | | |
| Judicial | | | |
| Supplies and services | 7,200 | 6,000 | (1,200) |
| Total expenditures, current | 7,200 | 6,000 | (1,200) |
| Net change in fund balance | \$ (1,200) | 414 | \$ 1,614 |
| Fund balance (deficit), beginning of period | | (6,902) | |
| Fund balance (deficit), end of period | | \$ (6,488) | |

(See independent auditor's report.)

County of Winnebago, Illinois
Maintenance and Child Support Collection Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|--|------------------|--|
| Revenues | | | |
| Charges for services | \$ 114,000 | \$ 109,321 | \$ (4,679) |
| Total revenues | 114,000 | 109,321 | (4,679) |
| Expenditures, current | | | |
| Judicial | | | |
| Personnel | 90,000 | 77,214 | (12,786) |
| Total expenditures, current | 90,000 | 77,214 | (12,786) |
| Net change in fund balance | \$ 24,000 | 32,107 | \$ 8,107 |
| Fund balance (deficit), beginning of period | | (22,074) | |
| Fund balance, end of period | | \$ 10,033 | |

(See independent auditor's report.)

County of Winnebago, Illinois
Children's Waiting Room Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|--|------------------|--|
| Revenues | | | |
| Charges for services | \$ 114,000 | \$ 105,810 | \$ (8,190) |
| Total revenues | 114,000 | 105,810 | (8,190) |
| Expenditures, current | | | |
| Judicial | | | |
| Supplies and services | 145,272 | 141,699 | (3,573) |
| Total expenditures, current | 145,272 | 141,699 | (3,573) |
| Net change in fund balance | \$ (31,272) | (35,889) | \$ (4,617) |
| Fund balance, beginning of period | | 94,279 | |
| Fund balance, end of period | | \$ 58,390 | |

(See independent auditor's report.)

County of Winnebago, Illinois
9-1-1 Operations Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original Budget</i> | <i>Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|----------------------------|-------------------------|---------------------|--|
| Revenues | | | | |
| Intergovernmental revenue | \$ - | \$ - | \$ 63,280 | \$ 63,280 |
| Charges for services | 2,185,000 | 2,185,000 | 2,163,747 | (21,253) |
| Total revenues | 2,185,000 | 2,185,000 | 2,227,027 | 42,027 |
| Expenditures, current | | | | |
| Public safety | | | | |
| Supplies and services | 1,629,200 | 1,737,200 | 1,738,210 | 1,010 |
| Total expenditures, current | 1,629,200 | 1,737,200 | 1,738,210 | 1,010 |
| Capital outlay | 235,000 | 167,000 | 158,200 | (8,800) |
| Total expenditures | 1,864,200 | 1,904,200 | 1,896,410 | (7,790) |
| Excess of revenues over (under) expenditures | 320,800 | 280,800 | 330,617 | 49,817 |
| Other financing sources (uses) | | | | |
| Transfers (out) | (472,000) | (472,000) | (473,850) | (1,850) |
| Total other financing sources (uses) | (472,000) | (472,000) | (473,850) | (1,850) |
| Net change in fund balance | \$ (151,200) | \$ (191,200) | (143,233) | \$ 47,967 |
| Fund balance, beginning of period | | | 2,802,899 | |
| Fund balance, end of period | | | \$ 2,659,666 | |

(See independent auditor's report.)

County of Winnebago, Illinois
Probation Services Fee Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|--|-------------------|--|
| Revenues | | | |
| Charges for services | \$ 400,000 | \$ 417,019 | \$ 17,019 |
| Total revenues | 400,000 | 417,019 | 17,019 |
| Expenditures, current | | | |
| Public safety | | | |
| Supplies and services | 321,625 | 228,675 | (92,950) |
| Total expenditures, current | 321,625 | 228,675 | (92,950) |
| Capital outlay | 205,000 | 125,015 | (79,985) |
| Total expenditures | 526,625 | 353,690 | (172,935) |
| Excess of revenues over (under) expenditures | (126,625) | 63,329 | 189,954 |
| Other financing sources (uses) | | | |
| Transfers (out) | - | (65,000) | (65,000) |
| Total other financing sources (uses) | - | (65,000) | (65,000) |
| Net change in fund balance | \$ (126,625) | (1,671) | \$ 124,954 |
| Fund balance, beginning of period | | 653,939 | |
| Fund balance, end of period | | \$ 652,268 | |

(See independent auditor's report.)

County of Winnebago, Illinois
Neutral Site Custody Exchange Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|--|-----------------|--|
| Revenues | | | |
| Charges for services | \$ 102,000 | \$ 90,981 | \$ (11,019) |
| Total revenues | 102,000 | 90,981 | (11,019) |
| Expenditures, current | | | |
| Public Safety | | | |
| Supplies and services | 102,000 | 91,396 | (10,604) |
| Total expenditures, current | 102,000 | 91,396 | (10,604) |
| Net change in fund balance | \$ - | (415) | \$ (415) |
| Fund balance, beginning of period | | 5,954 | |
| Fund balance, end of period | | \$ 5,539 | |

(See independent auditor's report.)

County of Winnebago, Illinois
Coroner Fee Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original Budget</i> | <i>Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|----------------------------|-------------------------|-------------------|--|
| Revenues | | | | |
| Charges for services | \$ 115,000 | \$ 115,000 | \$ 99,892 | \$ (15,108) |
| Total revenues | 115,000 | 115,000 | 99,892 | (15,108) |
| Expenditures, current | | | | |
| Public Safety | | | | |
| Personnel | 79,525 | 79,525 | 79,525 | - |
| Supplies and services | 70,750 | 70,750 | 70,750 | - |
| Debt Service | | | | |
| Bond principal | (615) | 8,817 | 8,816 | (1) |
| Interest and fiscal charges | 615 | 615 | 615 | - |
| Total expenditures, current | 150,275 | 159,707 | 159,706 | (1) |
| Capital outlay | 20,000 | 83,296 | 82,341 | (955) |
| Total expenditures | 170,275 | 243,003 | 242,047 | (956) |
| Excess of revenues over (under) expenditures | (55,275) | (128,003) | (142,155) | (14,152) |
| Other financing sources (uses) | | | | |
| Proceeds from capital lease obligation | - | - | 72,728 | 72,728 |
| Total other financing sources (uses) | - | - | 72,728 | 72,728 |
| Net change in fund balance | \$ (55,275) | \$ (128,003) | (69,427) | \$ 58,576 |
| Fund balance, beginning of period | | | 63,787 | |
| Fund balance (deficit), end of period | | | \$ (5,640) | |

(See independent auditor's report.)

County of Winnebago, Illinois
Deferred Prosecution Program Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|--|---------------------|--|
| Revenues | | | |
| Charges for services | \$ 35,000 | \$ 38,112 | \$ 3,112 |
| Total revenues | 35,000 | 38,112 | 3,112 |
| Expenditures, current | | | |
| Judicial Personnel | 46,624 | 44,738 | (1,886) |
| Total expenditures, current | 46,624 | 44,738 | (1,886) |
| Net change in fund balance | \$ (11,624) | (6,626) | \$ 4,998 |
| Fund balance (deficit), beginning of period | | (105,570) | |
| Fund balance (deficit), end of period | | \$ (112,196) | |

(See independent auditor's report.)

County of Winnebago, Illinois
County Detention Home Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original Budget</i> | <i>Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|----------------------------|-------------------------|-------------------|--|
| Revenues | | | | |
| Property taxes, net | \$ 1,446,000 | \$ 1,446,000 | \$ 1,450,178 | \$ 4,178 |
| Intergovernmental | 1,389,000 | 1,389,000 | 1,210,755 | (178,245) |
| Other | - | - | 1,581 | 1,581 |
| Total revenues | 2,835,000 | 2,835,000 | 2,662,514 | (172,486) |
| Expenditures, current | | | | |
| Public safety | | | | |
| Personnel | 2,365,378 | 2,397,378 | 2,384,943 | (12,435) |
| Supplies and services | 562,000 | 565,000 | 543,972 | (21,028) |
| Total expenditures, current | 2,927,378 | 2,962,378 | 2,928,915 | (33,463) |
| Capital outlay | - | - | 25,102 | 25,102 |
| Total expenditures | 2,927,378 | 2,962,378 | 2,954,017 | (8,361) |
| Net change in fund balance | \$ (92,378) | \$ (127,378) | (291,503) | \$ (164,125) |
| Fund balance, beginning of period | | | 578,907 | |
| Fund balance, end of period | | | \$ 287,404 | |

(See independent auditor's report.)

County of Winnebago, Illinois
Geographic Information System Operations Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|--|-------------------|--|
| Revenues | | | |
| Charges for services | \$ 288,000 | \$ 291,361 | \$ 3,361 |
| Total revenues | 288,000 | 291,361 | 3,361 |
| Expenditures, current | | | |
| General government | | | |
| Personnel | 322,733 | 323,805 | 1,072 |
| Supplies and services | 80,322 | 47,701 | (32,621) |
| Total expenditures, current | 403,055 | 371,506 | (31,549) |
| Capital outlay | 39,465 | 30,013 | (9,452) |
| Total expenditures | 442,520 | 401,519 | (41,001) |
| Excess of revenues over (under) expenditures | (154,520) | (110,158) | 44,362 |
| Other financing sources (uses) | | | |
| Transfers in | 115,000 | 115,080 | 80 |
| Total other financing sources (uses) | 115,000 | 115,080 | 80 |
| Net change in fund balance | <u>\$ (39,520)</u> | 4,922 | <u>\$ 44,442</u> |
| Fund balance, beginning of period | | <u>131,159</u> | |
| Fund balance, end of period | | <u>\$ 136,081</u> | |

(See independent auditor's report.)

County of Winnebago, Illinois
Geographic Information System Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|--|------------------|--|
| Revenues | | | |
| Charges for services | \$ 366,000 | \$ 344,055 | \$ (21,945) |
| Total revenues | 366,000 | 344,055 | (21,945) |
| Expenditures | | | |
| None | - | - | - |
| Excess of revenues over (under) expenditures | 366,000 | 344,055 | (21,945) |
| Other financing sources (uses) | | | |
| Transfers (out) | (366,000) | (344,055) | 21,945 |
| Total other financing sources (uses) | (366,000) | (344,055) | 21,945 |
| Net change in fund balance | \$ - | - | \$ - |
| Fund balance, beginning of period | | - | |
| Fund balance, end of period | | \$ - | |

(See independent auditor's report.)

County of Winnebago, Illinois
Historical Museum Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|--|-------------------|--|
| Revenues | | | |
| Property taxes, net | \$ 71,000 | \$ 70,573 | \$ (427) |
| Intergovernmental | 290,000 | 124 | (289,876) |
| Other | 17,000 | 56,110 | 39,110 |
| Total revenues | 378,000 | 126,807 | (251,193) |
| Expenditures, current | | | |
| General government | | | |
| Personnel | 92,834 | 86,241 | (6,593) |
| Supplies and services | 66,155 | 59,229 | (6,926) |
| Total expenditures, current | 158,989 | 145,470 | (13,519) |
| Capital outlay | 194,000 | 46,119 | (147,881) |
| Total expenditures | 352,989 | 191,589 | (161,400) |
| Excess of revenues over (under) expenditures | 25,011 | (64,782) | (89,793) |
| Other financing sources (uses) | | | |
| Transfers in | 50,000 | 196,500 | 146,500 |
| Total other financing sources (uses) | 50,000 | 196,500 | 146,500 |
| Net change in fund balance | \$ 75,011 | 131,718 | \$ 56,707 |
| Fund balance (deficit), beginning of period | | (31,339) | |
| Fund balance, end of period | | \$ 100,379 | |

(See independent auditor's report.)

County of Winnebago, Illinois
Children's Advocacy Project Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|--|-----------------|--|
| Revenues | | | |
| Property taxes, net | \$ 141,000 | \$ 141,145 | \$ 145 |
| Intergovernmental | 278,000 | 218,406 | (59,594) |
| Other | 123,000 | 98,733 | (24,267) |
| Total revenues | 542,000 | 458,284 | (83,716) |
| Expenditures, current | | | |
| Judicial | | | |
| Personnel | 475,300 | 471,338 | (3,962) |
| Supplies and services | 66,100 | 63,058 | (3,042) |
| Total expenditures, current | 541,400 | 534,396 | (7,004) |
| Net change in fund balance | \$ 600 | (76,112) | \$ (76,712) |
| Fund balance, beginning of period | | 80,902 | |
| Fund balance, end of period | | \$ 4,790 | |

(See independent auditor's report.)

County of Winnebago, Illinois

Health Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|--|---------------------|--|
| Revenues | | | |
| Property taxes, net | \$ 2,747,000 | \$ 2,755,557 | \$ 8,557 |
| Intergovernmental revenues | 8,555,864 | 5,385,852 | (3,170,012) |
| Charges for services | 862,336 | 832,200 | (30,136) |
| Licenses and permits | 783,176 | 781,385 | (1,791) |
| Investment income | - | 86 | 86 |
| Miscellaneous | 359,045 | 161,355 | (197,690) |
| Total revenues | 13,307,421 | 9,916,435 | (3,390,986) |
| Expenditures, current | | | |
| Health and welfare | | | |
| Personnel | 8,609,049 | 5,612,699 | (2,996,350) |
| Supplies and services | 4,546,196 | 3,517,267 | (1,028,929) |
| Total expenditures, current | 13,155,245 | 9,129,966 | (4,025,279) |
| Capital outlay | 140,000 | 30,390 | (109,610) |
| Total expenditures | 13,295,245 | 9,160,356 | (4,134,889) |
| Net change in fund balance | \$ 12,176 | 756,079 | \$ 743,903 |
| Fund balance, beginning of period | | 5,231,372 | |
| Fund balance, end of period | | \$ 5,987,451 | |

(See independent auditor's report.)

County of Winnebago, Illinois
County Highway Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original Budget</i> | <i>Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|----------------------------|-------------------------|---------------------|--|
| Revenues | | | | |
| Taxes | \$ 2,509,000 | \$ 2,509,000 | \$ 2,515,667 | \$ 6,667 |
| Intergovernmental revenues | - | - | 1,109,703 | 1,109,703 |
| Charges for services | 3,735,000 | 3,735,000 | 371,221 | (3,363,779) |
| Other | - | - | 3,053 | 3,053 |
| Total revenues | 6,244,000 | 6,244,000 | 3,999,644 | (2,244,356) |
| Expenditures, current | | | | |
| Highway and streets | | | | |
| Personnel | 2,568,987 | 2,504,527 | 2,146,235 | (358,292) |
| Supplies and services | 1,945,083 | 1,945,083 | 988,897 | (956,186) |
| Total expenditures, current | 4,514,070 | 4,449,610 | 3,135,132 | (1,314,478) |
| Debt Service | | | | |
| Principal | 1,640,675 | 1,640,675 | 1,640,675 | - |
| Interest | 70,103 | 70,103 | 70,103 | - |
| Total debt service | 1,710,778 | 1,710,778 | 1,710,778 | - |
| Capital outlay | 728,750 | 728,750 | 1,440,361 | 711,611 |
| Total expenditures | 6,953,598 | 6,889,138 | 6,286,271 | (602,867) |
| Excess of revenues over (under) expenditures | (709,598) | (645,138) | (2,286,627) | (1,641,489) |
| Other financing sources (uses) | | | | |
| Proceeds from capital lease obligation | - | - | 976,166 | 976,166 |
| Transfers in | - | - | 413,678 | 413,678 |
| Total other financing sources (uses) | - | - | 1,389,844 | 1,389,844 |
| Net change in fund balance | \$ (709,598) | \$ (645,138) | (896,783) | \$ (251,645) |
| Fund balance, beginning of period | | | 4,643,798 | |
| Fund balance, end of period | | | \$ 3,747,015 | |

(See independent auditor's report.)

County of Winnebago, Illinois
County Bridge and Improvement Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|--|---------------------|--|
| Revenues | | | |
| Property taxes, net | \$ 371,000 | \$ 373,979 | \$ 2,979 |
| Intergovernmental | 323,000 | 15,654 | (307,346) |
| Charges for services | - | 566 | 566 |
| Total revenues | 694,000 | 390,199 | (303,801) |
| Expenditures, current | | | |
| Highways and streets | | | |
| Personnel | 140,000 | 85,493 | (54,507) |
| Supplies and services | 140,000 | 61,328 | (78,672) |
| Total expenditures, current | 280,000 | 146,821 | (133,179) |
| Capital outlay | 1,177,400 | 637,430 | (539,970) |
| Total expenditures | 1,457,400 | 784,251 | (673,149) |
| Net change in fund balance | \$ (763,400) | (394,052) | \$ 236,169 |
| Fund balance, beginning of period | | 1,487,201 | |
| Fund balance, end of period | | \$ 1,093,149 | |

(See independent auditor's report.)

County of Winnebago, Illinois
Federal Matching Aid Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|--|---------------------|--|
| Revenues | | | |
| Property taxes, net | \$ 1,771,000 | \$ 1,764,150 | \$ (6,850) |
| Intergovernmental | 40,000 | 6,549 | (33,451) |
| Charges for services | - | 129,785 | 129,785 |
| Total revenues | 1,811,000 | 1,900,484 | 89,484 |
| Expenditures, current | | | |
| None | - | - | - |
| Total expenditures, current | - | - | - |
| Capital outlay | 459,500 | 27,763 | (431,737) |
| Total expenditures | 459,500 | 27,763 | (431,737) |
| Excess of revenues over (under) expenditures | 1,351,500 | 1,872,721 | 521,221 |
| Other financing sources (uses) | | | |
| Transfers (out) | (1,409,000) | (1,408,450) | 550 |
| Total other financing sources (uses) | (1,409,000) | (1,408,450) | 550 |
| Net change in fund balance | \$ (57,500) | 464,271 | \$ 521,771 |
| Fund balance, beginning of period | | 1,761,850 | |
| Fund balance, end of period | | \$ 2,226,121 | |

(See independent auditor's report.)

County of Winnebago, Illinois
Veterans' Assistance Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|--|-------------------|--|
| Revenues | | | |
| Property taxes, net | \$ 525,000 | \$ 529,133 | \$ 4,133 |
| Intergovernmental revenue | - | 930 | 930 |
| Total revenues | 525,000 | 530,063 | 5,063 |
| Expenditures, current | | | |
| Health and welfare | | | |
| Supplies and services | 529,988 | 513,627 | (16,361) |
| Total expenditures, current | 529,988 | 513,627 | (16,361) |
| Net change in fund balance | <u>\$ (4,988)</u> | 16,436 | <u>\$ 21,424</u> |
| Fund balance, beginning of period | | 158,791 | |
| Fund balance, end of period | | <u>\$ 175,227</u> | |

(See independent auditor's report.)

County of Winnebago, Illinois
Employer Social Security Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original Budget</i> | <i>Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|----------------------------|-------------------------|---------------------|--|
| Revenues | | | | |
| Property taxes, net | \$ 3,725,000 | \$ 3,725,000 | \$ 3,736,383 | \$ 11,383 |
| Intergovernmental | 1,095,000 | 1,095,000 | 1,109,602 | 14,602 |
| Miscellaneous | 36,000 | 36,000 | 3,977 | (32,023) |
| Total revenues | 4,856,000 | 4,856,000 | 4,849,962 | (6,038) |
| Expenditures, current | | | | |
| General government | | | | |
| Personnel | 469,526 | 472,909 | 469,879 | (3,030) |
| Public safety | | | | |
| Personnel | 2,958,458 | 2,979,784 | 2,960,687 | (19,097) |
| Highways and streets | | | | |
| Personnel | 232,579 | 234,256 | 232,754 | (1,502) |
| Health and welfare | | | | |
| Personnel | 363,677 | 366,299 | 363,951 | (2,348) |
| Judicial | | | | |
| Personnel | 831,263 | 837,255 | 831,889 | (5,366) |
| Total expenditures, current | 4,855,503 | 4,890,503 | 4,859,160 | (31,343) |
| Net change in fund balance | \$ 497 | \$ (34,503) | (9,198) | \$ 25,305 |
| Fund balance, beginning of period | | | 1,764,737 | |
| Fund balance, end of period | | | \$ 1,755,539 | |

(See independent auditor's report.)

County of Winnebago, Illinois
Sheriff's Department Grants Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original Budget</i> | <i>Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|----------------------------|-------------------------|---------------|--|
| Revenues | | | | |
| None | \$ - | \$ - | \$ - | \$ - |
| Expenditures, current | | | | |
| Public safety | | | | |
| Supplies and services | - | - | 2,787 | 2,787 |
| Capital outlay | 64,166 | 64,266 | 39,639 | (24,627) |
| Total expenditures, current | 64,166 | 64,266 | 42,426 | (21,840) |
| Net change in fund balance | \$ (64,166) | \$ (64,266) | (42,426) | \$ 21,840 |
| Fund balance (deficit), beginning of period | | | (216,144) | |
| Fund balance (deficit), end of period | | | \$ (258,570) | |

(See independent auditor's report.)

County of Winnebago, Illinois
State's Attorney Grants Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|--|------------------|--|
| Revenues | | | |
| Intergovernmental | \$ - | \$ 203,506 | \$ 203,506 |
| Total revenues | - | 203,506 | 203,506 |
| Expenditures, current | | | |
| Public safety | | | |
| Personnel | 331,486 | 335,057 | 3,571 |
| Total expenditures, current | 331,486 | 335,057 | 3,571 |
| Excess of revenues over (under) expenditures | (331,486) | (131,551) | 199,935 |
| Other financing sources (uses) | | | |
| Transfers in | - | 152,109 | 152,109 |
| Total other financing sources (uses) | - | 152,109 | 152,109 |
| Net change in fund balance | <u>\$ (331,486)</u> | 20,558 | <u>\$ 352,044</u> |
| Fund balance (deficit), beginning of period | | (263) | |
| Fund balance, end of period | | <u>\$ 20,295</u> | |

(See independent auditor's report.)

County of Winnebago, Illinois

Probation Grants Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|--|-----------------|--|
| Revenues | | | |
| Intergovernmental | \$ - | \$ 78,086 | \$ 78,086 |
| Total revenues | - | 78,086 | 78,086 |
| Expenditures, current | | | |
| Public safety | | | |
| Supplies and services | - | 78,086 | 78,086 |
| Total expenditures, current | - | 78,086 | 78,086 |
| Net change in fund balance | <u>\$ -</u> | <u>-</u> | <u>\$ -</u> |
| Fund balance, beginning of period | | 8,802 | |
| Fund balance, end of period | | <u>\$ 8,802</u> | |

(See independent auditor's report.)

County of Winnebago, Illinois
Circuit Court Grants Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original Budget</i> | <i>Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|----------------------------|-------------------------|------------------|--|
| Revenues | | | | |
| Intergovernmental | \$ - | \$ - | \$ 1,929,415 | \$ 1,929,415 |
| Total revenues | - | - | 1,929,415 | 1,929,415 |
| Expenditures, current | | | | |
| Judicial | | | | |
| Personnel | 368,460 | 478,287 | 395,878 | (82,409) |
| Supplies and services | 1,298,509 | 1,969,050 | 1,453,765 | (515,285) |
| Total expenditures, current | 1,666,969 | 2,447,337 | 1,849,643 | (597,694) |
| Capital outlay | 21,903 | 21,903 | - | (21,903) |
| Total expenditures | 1,688,872 | 2,469,240 | 1,849,643 | (619,597) |
| Excess of revenues over (under) expenditures | (1,688,872) | (2,469,240) | 79,772 | 2,549,012 |
| Other financing sources (uses) | | | | |
| Transfers in | - | - | 25,750 | 25,750 |
| Total other financing sources (uses) | - | - | 25,750 | 25,750 |
| Net change in fund balance | <u>\$ (1,688,872)</u> | <u>\$ (2,469,240)</u> | 105,522 | <u>\$ 2,574,762</u> |
| Fund balance (deficit), beginning of period | | | (79,826) | |
| Fund balance, end of period | | | <u>\$ 25,696</u> | |

(See independent auditor's report.)

County of Winnebago, Illinois
Law Library Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original Budget</i> | <i>Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|----------------------------|-------------------------|--------------------|--|
| Revenues | | | | |
| Charges for services | \$ 240,000 | \$ 240,000 | \$ 223,856 | \$ (16,144) |
| Total revenues | 240,000 | 240,000 | 223,856 | (16,144) |
| Expenditures, current | | | | |
| Judicial | | | | |
| Personnel | 99,050 | 99,050 | 98,813 | (237) |
| Supplies and services | 140,920 | 172,320 | 169,399 | (2,921) |
| Total expenditures, current | 239,970 | 271,370 | 268,212 | (3,158) |
| Net change in fund balance | \$ 30 | \$ (31,370) | (44,356) | \$ (12,986) |
| Fund balance, beginning of period | | | 988 | |
| Fund balance (deficit), end of period | | | \$ (43,368) | |

(See independent auditor's report.)

County of Winnebago, Illinois
Marriage and Civil Union Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|--|------------------|--|
| Revenues | | | |
| Charges for services | \$ 8,000 | \$ 6,820 | \$ (1,180) |
| Investment income | - | 1 | 1 |
| Total revenues | 8,000 | 6,821 | (1,179) |
| Expenditures, current | | | |
| Judicial | | | |
| Supplies and services | 8,000 | 4,004 | (3,996) |
| Total expenditures, current | 8,000 | 4,004 | (3,996) |
| Net change in fund balance | \$ - | 2,817 | \$ 2,817 |
| Fund balance, beginning of period | | 9,599 | |
| Fund balance, end of period | | \$ 12,416 | |

(See independent auditor's report.)

County of Winnebago, Illinois
Foreclosure Mediation Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original Budget</i> | <i>Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|----------------------------|-------------------------|------------------|--|
| Revenues | | | | |
| Charges for services | \$ - | \$ - | \$ 61,490 | \$ 61,490 |
| Total revenues | - | - | 61,490 | 61,490 |
| Expenditures, current | | | | |
| General Government | | | | |
| Supplies and services | 40,000 | 44,000 | 36,792 | (7,208) |
| Total expenditures, current | 40,000 | 44,000 | 36,792 | (7,208) |
| Net change in fund balance | \$ (40,000) | \$ (44,000) | 24,698 | \$ 68,698 |
| Fund balance, beginning of period | | | 52,721 | |
| Fund balance, end of period | | | \$ 77,419 | |

(See independent auditor's report.)

Debt Service Funds

Debt Service Fund is established to account for restricted, committed, or assigned resources required for the payment of principal and interest on the County's general obligation debt.

2005A 1% Public Safety Sales Tax Bond Fund - Used to account for the expenditures related to the principal, interest, and administration payments for the 2005A Alternative Revenue Bonds (1% Public Safety Sales Tax) issued to pay for the Criminal Justice Center.

2006A Public Safety Sales Tax Bond Fund - Used to account for the expenditures related to the principal, interest and administration payments for the 2006A Alternative Revenue Bonds (1% Public Safety Sales Tax) issued to pay for the new Criminal Justice Center.

2006B Federal Aid Matching Tax Bond Fund - Used to account for expenditures related to the principal, interest, and administrative payment for the 2006B Federal Aid Matching Tax Alternate Revenue Bonds issued for payment of road projects as outlined in the Capital Improvement Program.

2006B Motor Fuel Tax Bond Fund - Used to account for the expenditures related to the principal, interest, and administrative payments for the 2006B Motor Fuel Tax Alternate Revenue Bonds issued for payment of road projects as outlined in the Capital Improvement Program.

2007A Federal Aid Matching Bond Fund - Used to account for expenditures related to the principal, interest, and administrative payment for the 2007A Federal Aid Matching Tax Alternate Revenue Bonds issued for payment of road projects.

2007B Motor Fuel Tax Bond Fund - Used to account for the expenditures related to the principal, interest, and administrative payments for the 2007B Motor Fuel Tax Alternate Revenue Bonds issued for payment of road projects.

2006D Debt Certificates Bond Fund - Used to account for the principal and interest payments on the 2006D Debt Certificates issued in 2006.

2006E Refunding Alternate Revenue Bond Fund - Used to account for the principal and interest payments on the 2006E Refunding Alternate Bonds.

Court and Case Management Debt Service Fund - Used to account for expenditures related to the principal, interest, and administrative payment for the 2009A Court Automation Alternate Revenue Bonds issued for payment of court and case management software.

Debt Service Funds (Continued)

2008A Debt Certificates - Used to account for the principal and interest payments on the 2008 Debt Certificates issued in 2008.

2010A Tort Bond Fund - Used to account for expenditures related to the principal, interest, and administrative payment for the 2010 Tort Funding Alternate Revenue Bonds issued for payment of a settlement.

2010 Debt Certificate Fund - Used to account for expenditures related to the principal, interest, and administrative payment for the 2010 Debt Certificates issued in 2011.

2011B General Obligation Refunding Bonds Fund - Used to account for expenditures related to the principal and interest payments on General Obligation Refunding Bonds, Series 2011B issued for the purpose of refunding in advance of their maturity a portion of the outstanding General Obligation Bonds, Series 2003E.

2012A General Obligation Refunding Bonds Fund - Used to account for expenditures related to the principal and interest payments on General Obligation Refunding Bonds, Series 2012A issued to pay the costs of construction of two parking lots located adjacent to the downtown County Government Campus.

2012B General Obligation Refunding Bonds Fund - Used to account for expenditures related to the principal and interest payments on General Obligation Refunding Bonds, Series 2012B issued for the purpose of refunding in advance of their maturity a portion of the outstanding General Obligation Bonds, Series 2004B.

2012C General Obligation Refunding Bonds Fund - Used to account for expenditures related to the principal and interest payments on General Obligation Refunding Bonds, Series 2012C issued for the purpose of currently refund a portion of the general obligation bonds series 2003D and refunding in advance of their maturity a portion of the outstanding General Obligation Bonds, Series 2006C.

2012D General Obligation Refunding Bonds Fund - Used to account for expenditures related to the principal and interest payments on General Obligation Refunding Bonds, Series 2012D issued for the purpose of refunding in advance of their maturity a portion of the outstanding General Obligation Bonds, Series 2004A.

2012E Debt Certificate Fund - Used to account for expenditures related to the principal, interest, and administrative payment for the 2012E Debt Certificates issued in 2012.

Debt Service Funds (Continued)

2012F Debt Certificate Fund - Used to account for expenditures related to the principal, interest, and administrative payment for the 2012F Debt Certificates issued in 2012.

2012G Debt Certificate Fund - Used to account for expenditures related to the principal, interest, and administrative payment for the 2012G Debt Certificates issued in 2012.

2013A Series Refunding Bonds Fund - Used to account for expenditures related to the principal, and interest payments on Refunding Bonds, Series 2013A issued for the purpose of refunding in advance of their maturity a portion of the outstanding Public Safety Sales Tax Alternate Revenue Source Bonds, Series 2005A and a portion of the outstanding Public Safety Sales Tax Alternate Revenue Source Bonds, Series 2006A.

2013B Series Refunding Bonds Fund - Used to account for expenditures related to the principal and interest payments on Refunding Bonds, Series 2013B issued for the purpose of refunding in advance of their maturity a portion of the outstanding Matching Tax and Motor Fuel Tax Alternate Revenue Source Bonds, Series 2006B.

2013C Series Refunding Certificates Fund - Used to account for expenditures related to the principal and interest payments on General Obligation Refunding Certificates, Series 2013C issued for the purpose of refunding in advance of their maturity a portion of the outstanding General Obligation Debt Certificates, Series 2006D.

2013E Debt Certificates Fund - Used to account for expenditures related to the principal, interest, and administrative payment for the 2013E Debt Certificates issued in 2013.

2015A Debt Certificates Fund - Used to account for expenditures related to the principal, interest, and administrative payment for the 2015A Debt Certificates issued in 2015.

2016A Series Refunding Bonds Fund - Used to account for expenditures related to the principal and interest payments on General Obligation Refunding Bonds, Series 2016A issued for the purpose of refunding in advance of their maturity a portion of the outstanding Public Safety Sales Tax Alternate Revenue Source Bonds, Series 2006A.

County of Winnebago, Illinois
 Combining Balance Sheet
 Nonmajor Debt Service Funds

September 30, 2016

| | <i>2005A</i> | <i>2006A</i> | <i>2006B</i> | <i>2006B</i> | <i>2007A</i> | <i>2007B</i> |
|--|---------------------|---------------------|---------------------|-------------------|---------------------|-------------------|
| | <i>1% Public</i> | <i>Public</i> | <i>Federal</i> | <i>Motor Fuel</i> | <i>Federal</i> | <i>Motor Fuel</i> |
| | <i>Safety Sales</i> | <i>Safety Sales</i> | <i>Aid Matching</i> | <i>Tax</i> | <i>Aid Matching</i> | <i>Tax</i> |
| | <i>Tax Bond</i> | <i>Tax Bond</i> | <i>Tax Bond</i> | <i>Bond</i> | <i>Bond</i> | <i>Bond</i> |
| | <i>Fund</i> | <i>Fund</i> | <i>Fund</i> | <i>Fund</i> | <i>Fund</i> | <i>Fund</i> |
| Assets | | | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ 443,797 | \$ 446,633 | \$ 348,112 | \$ 346,617 |
| Total assets | \$ - | \$ - | \$ 443,797 | \$ 446,633 | \$ 348,112 | \$ 346,617 |
| Liabilities and fund balances | | | | | | |
| Liabilities | | | | | | |
| Due to other funds | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Total liabilities | - | - | - | - | - | - |
| Fund balances (deficit) | | | | | | |
| Restricted for debt service | - | - | 443,797 | 446,633 | 348,112 | 346,617 |
| Unassigned | - | - | - | - | - | - |
| Total fund balances (deficit) | - | - | 443,797 | 446,633 | 348,112 | 346,617 |
| Total liabilities and fund balances (deficit) | \$ - | \$ - | \$ 443,797 | \$ 446,633 | \$ 348,112 | \$ 346,617 |

| <i>2006D Debt Certificates Bond Fund</i> | <i>2006E Refunding Alternate Revenue Bond Fund</i> | <i>Court and Case Management Debt Service Fund</i> | <i>2008A Debt Certificates</i> | <i>2010A Tort Bond Fund</i> | <i>2010 Debt Certificate Fund</i> | <i>2011B General Obligation Refunding Bonds Fund</i> | <i>2012A General Obligation Refunding Bonds Fund</i> | <i>2012B General Obligation Refunding Bonds Fund</i> | <i>2012C General Obligation Refunding Bonds Fund</i> |
|--|--|--|--|---|---|--|--|--|--|
| \$ - | \$ 481,307 | \$ 588,960 | \$ 1,895 | \$ 809,168 | \$ 307,079 | \$ 1,058,291 | \$ - | \$ 454,190 | \$ 246,179 |
| \$ - | \$ 481,307 | \$ 588,960 | \$ 1,895 | \$ 809,168 | \$ 307,079 | \$ 1,058,291 | \$ - | \$ 454,190 | \$ 246,179 |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 1,333 | \$ - | \$ - |
| - | - | - | - | - | - | - | 1,333 | - | - |
| - | 481,307 | 588,960 | 1,895 | 809,168 | 307,079 | 1,058,291 | - | 454,190 | 246,179 |
| - | - | - | - | - | - | - | (1,333) | - | - |
| - | 481,307 | 588,960 | 1,895 | 809,168 | 307,079 | 1,058,291 | (1,333) | 454,190 | 246,179 |
| \$ - | \$ 481,307 | \$ 588,960 | \$ 1,895 | \$ 809,168 | \$ 307,079 | \$ 1,058,291 | \$ - | \$ 454,190 | \$ 246,179 |

(This statement is continued on the following pages.)

County of Winnebago, Illinois
 Combining Balance Sheet (Continued)
 Nonmajor Debt Service Funds

September 30, 2016

| | <i>2012D</i> | | <i>2012E</i> | | <i>2012F</i> | | <i>2012G</i> | | <i>2013A</i> | | <i>2013B</i> |
|--|-------------------|-----------|--------------------|-----------|--------------------|-----------|--------------------|-----------|-------------------|-----------|-------------------|
| | <i>General</i> | | <i>Debt</i> | | <i>Debt</i> | | <i>Debt</i> | | <i>Series</i> | | <i>Series</i> |
| | <i>Obligation</i> | | <i>Certificate</i> | | <i>Certificate</i> | | <i>Certificate</i> | | <i>Refunding</i> | | <i>Refunding</i> |
| | <i>Bonds Fund</i> | | <i>Fund</i> | | <i>Fund</i> | | <i>Fund</i> | | <i>Bonds Fund</i> | | <i>Bonds Fund</i> |
| Assets | | | | | | | | | | | |
| Cash and cash equivalents | \$ 996,514 | \$ | 351 | \$ | 60,132 | \$ | 29,095 | \$ | 3,163,512 | \$ | 96,538 |
| Total assets | \$ 996,514 | \$ | 351 | \$ | 60,132 | \$ | 29,095 | \$ | 3,163,512 | \$ | 96,538 |
| Liabilities and fund balance | | | | | | | | | | | |
| Liabilities | | | | | | | | | | | |
| Due to other funds | \$ - | \$ | - | \$ | - | \$ | - | \$ | - | \$ | - |
| Total liabilities | - | - | - | - | - | - | - | - | - | - | - |
| Fund balances (deficit) | | | | | | | | | | | |
| Restricted for debt service | 996,514 | | 351 | | 60,132 | | 29,095 | | 3,163,512 | | 96,538 |
| Unassigned | - | | - | | - | | - | | - | | - |
| Total fund balances (deficit) | 996,514 | | 351 | | 60,132 | | 29,095 | | 3,163,512 | | 96,538 |
| Total liabilities and fund balances (deficit) | \$ 996,514 | \$ | 351 | \$ | 60,132 | \$ | 29,095 | \$ | 3,163,512 | \$ | 96,538 |

| <i>2013C</i> | | | | | |
|---------------------|---------------------|---------------------|-------------------|--------------|--------------|
| <i>Series</i> | <i>2013E</i> | <i>2015A</i> | <i>2016A</i> | | |
| <i>Refunding</i> | <i>Debt</i> | <i>Debt</i> | <i>Series</i> | | |
| <i>Certificates</i> | <i>Certificates</i> | <i>Certificates</i> | <i>Refunding</i> | | |
| <i>Fund</i> | <i>Fund</i> | <i>Fund</i> | <i>Bonds Fund</i> | | <i>Total</i> |
| \$ 1,039 | \$ - | \$ - | \$ 13,572 | \$ 9,892,981 | |
| \$ 1,039 | \$ - | \$ - | \$ 13,572 | \$ 9,892,981 | |
| \$ - | \$ 264 | \$ - | \$ - | \$ 1,597 | |
| - | 264 | - | - | 1,597 | |
| 1,039 | - | - | 13,572 | 9,892,981 | |
| - | (264) | - | - | (1,597) | |
| 1,039 | (264) | - | 13,572 | 9,891,384 | |
| \$ 1,039 | \$ - | \$ - | \$ 13,572 | \$ 9,892,981 | |

(See independent auditor's report.)

County of Winnebago, Illinois
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Nonmajor Debt Service Funds

For The Year Ended September 30, 2016

| | 2005A 1% Public Safety Sales Tax Bond Fund | 2006A Public Safety Sales Tax Bond Fund | 2006B Federal Aid Matching Tax Bond Fund | 2006B Motor Fuel Tax Bond Fund | 2007A Federal Aid Matching Bond Fund | 2007B Motor Fuel Tax Bond Fund |
|---|--|---|--|--|--|--|
| Revenues | | | | | | |
| Intergovernmental | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Fines and forfeitures | - | - | - | - | - | - |
| Total revenues | - | - | - | - | - | - |
| Expenditures, current | | | | | | |
| None | - | - | - | - | - | - |
| Total expenditures, current | - | - | - | - | - | - |
| Expenditures, debt service | | | | | | |
| Bond principal | 2,185,000 | 2,480,000 | 380,000 | 380,000 | 270,000 | 270,000 |
| Interest | 54,625 | 109,796 | 26,113 | 26,112 | 106,225 | 106,225 |
| Total expenditures, debt service | 2,239,625 | 2,589,796 | 406,113 | 406,112 | 376,225 | 376,225 |
| Total expenditures | 2,239,625 | 2,589,796 | 406,113 | 406,112 | 376,225 | 376,225 |
| Excess of revenues over (under) expenditures | (2,239,625) | (2,589,796) | (406,113) | (406,112) | (376,225) | (376,225) |
| Other financing sources (uses) | | | | | | |
| Transfers in | - | - | 410,600 | 410,600 | 380,825 | 380,825 |
| Transfers (out) | (8,415) | (13,572) | - | - | - | - |
| Issuance of general obligation debt certificates | - | - | - | - | - | - |
| Premium on general obligation debt certificates | - | - | - | - | - | - |
| Payment to escrow agent | - | - | - | - | - | - |
| Total other financing sources (uses) | (8,415) | (13,572) | 410,600 | 410,600 | 380,825 | 380,825 |
| Net change in fund balances | (2,248,040) | (2,603,368) | 4,487 | 4,488 | 4,600 | 4,600 |
| Fund balances (deficit), beginning of period | 2,248,040 | 2,603,368 | 439,310 | 442,145 | 343,512 | 342,017 |
| Fund balances (deficit), end of period | \$ - | \$ - | \$ 443,797 | \$ 446,633 | \$ 348,112 | \$ 346,617 |

| <i>2006D Debt Certificates Bond Fund</i> | <i>2006E Refunding Alternate Revenue Bond Fund</i> | <i>Court and Case Management Debt Service Fund</i> | <i>2008A Debt Certificates</i> | <i>2010A Tort Bond Fund</i> | <i>2010 Debt Certificate Fund</i> | <i>2011B General Obligation Refunding Bonds Fund</i> | <i>2012A General Obligation Refunding Bonds Fund</i> | <i>2012B General Obligation Refunding Bonds Fund</i> | <i>2012C General Obligation Refunding Bonds Fund</i> |
|--|--|--|--|---|---|--|--|--|--|
| \$ 474,000 | \$ - | \$ - | \$ - | \$ - | \$ 57,442 | \$ - | \$ 56,400 | \$ - | \$ 274,350 |
| - | - | 214,000 | 445,700 | - | - | - | - | - | - |
| 474,000 | - | 214,000 | 445,700 | - | 57,442 | - | 56,400 | - | 274,350 |
| - | - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - | - |
| 455,000 | 65,000 | 535,000 | 390,000 | 560,000 | 185,000 | 1,035,000 | 46,610 | 405,000 | 380,000 |
| 9,100 | 782,795 | 78,325 | 55,647 | 432,395 | 137,716 | 77,025 | 10,566 | 59,603 | 69,727 |
| 464,100 | 847,795 | 613,325 | 445,647 | 992,395 | 322,716 | 1,112,025 | 57,176 | 464,603 | 449,727 |
| 464,100 | 847,795 | 613,325 | 445,647 | 992,395 | 322,716 | 1,112,025 | 57,176 | 464,603 | 449,727 |
| 9,900 | (847,795) | (399,325) | 53 | (992,395) | (265,274) | (1,112,025) | (776) | (464,603) | (175,377) |
| - | 851,495 | 410,000 | - | 1,010,395 | 262,600 | 1,081,500 | - | 473,850 | - |
| (22,997) | - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - | - |
| (22,997) | 851,495 | 410,000 | - | 1,010,395 | 262,600 | 1,081,500 | - | 473,850 | - |
| (13,097) | 3,700 | 10,675 | 53 | 18,000 | (2,674) | (30,525) | (776) | 9,247 | (175,377) |
| 13,097 | 477,607 | 578,285 | 1,842 | 791,168 | 309,753 | 1,088,816 | (557) | 444,943 | 421,556 |
| \$ - | \$ 481,307 | \$ 588,960 | \$ 1,895 | \$ 809,168 | \$ 307,079 | \$ 1,058,291 | \$ (1,333) | \$ 454,190 | \$ 246,179 |

(This statement is continued on the following pages.)

County of Winnebago, Illinois
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance (Continued)
Nonmajor Debt Service Funds

For The Year Ended September 30, 2016

| | <i>2012D</i> | | <i>2012E</i> | | <i>2012F</i> | | <i>2012G</i> | | <i>2013A</i> | | <i>2013B</i> |
|---|-------------------|------------|--------------------|-----------|--------------------|-----------|--------------------|------|-------------------|------|-------------------|
| | <i>General</i> | | <i>Debt</i> | | <i>Debt</i> | | <i>Debt</i> | | <i>Series</i> | | <i>Series</i> |
| | <i>Obligation</i> | | <i>Debt</i> | | <i>Debt</i> | | <i>Debt</i> | | <i>Refunding</i> | | <i>Refunding</i> |
| | <i>Refunding</i> | | <i>Certificate</i> | | <i>Certificate</i> | | <i>Certificate</i> | | <i>Bonds Fund</i> | | <i>Bonds Fund</i> |
| | <i>Bonds Fund</i> | | <i>Fund</i> | | <i>Fund</i> | | <i>Fund</i> | | | | |
| Revenues | | | | | | | | | | | |
| Intergovernmental | \$ - | \$ 312,575 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Fines and forfeitures | - | - | - | - | - | - | - | - | - | - | - |
| Total revenues | - | 312,575 | - | - | - | - | - | - | - | - | - |
| Expenditures, current | | | | | | | | | | | |
| None | - | - | - | - | - | - | - | - | - | - | - |
| Total expenditures, current | - | - | - | - | - | - | - | - | - | - | - |
| Expenditures, debt service | | | | | | | | | | | |
| Bond principal | 835,000 | 260,000 | - | - | - | - | - | - | - | - | - |
| Interest | 192,603 | 52,253 | 124,172 | 50,829 | 1,695,100 | 189,556 | | | | | |
| Total expenditures, current | 1,027,603 | 312,253 | 124,172 | 50,829 | 1,695,100 | 189,556 | | | | | |
| Total expenditures | 1,027,603 | 312,253 | 124,172 | 50,829 | 1,695,100 | 189,556 | | | | | |
| Excess of revenues over (under) expenditures | (1,027,603) | 322 | (124,172) | (50,829) | (1,695,100) | (189,556) | | | | | |
| Other financing sources (uses) | | | | | | | | | | | |
| Transfers in | 1,044,600 | - | 124,000 | 51,000 | 4,005,850 | 189,450 | | | | | |
| Transfers (out) | - | - | (8,980) | (3,492) | - | - | | | | | |
| Issuance of general obligation debt certificates | - | - | - | - | - | - | | | | | |
| Premium on general obligation debt certificates | - | - | - | - | - | - | | | | | |
| Payment to escrow agent | - | - | - | - | - | - | | | | | |
| Total other financing sources (uses) | 1,044,600 | - | 115,020 | 47,508 | 4,005,850 | 189,450 | | | | | |
| Net change in fund balances | 16,997 | 322 | (9,152) | (3,321) | 2,310,750 | (106) | | | | | |
| Fund balances (deficit), beginning of period | 979,517 | 29 | 69,284 | 32,416 | 852,762 | 96,644 | | | | | |
| Fund balances (deficit), end of period | \$ 996,514 | \$ 351 | \$ 60,132 | \$ 29,095 | \$ 3,163,512 | \$ 96,538 | | | | | |

| <i>2013C</i> | | | | | |
|---------------------|---------------------|---------------------|-------------------|--------------|--------------|
| <i>Series</i> | <i>2013E</i> | <i>2015A</i> | <i>2016A</i> | | |
| <i>Refunding</i> | <i>Debt</i> | <i>Debt</i> | <i>Series</i> | | |
| <i>Certificates</i> | <i>Certificates</i> | <i>Certificates</i> | <i>Refunding</i> | | |
| <i>Fund</i> | <i>Fund</i> | <i>Fund</i> | <i>Bonds Fund</i> | | <i>Total</i> |
| \$ 238,800 | \$ 259,544 | \$ 276,393 | \$ - | \$ 1,949,504 | |
| - | - | - | - | 659,700 | |
| 238,800 | 259,544 | 276,393 | - | 2,609,204 | |
| - | - | - | - | - | |
| - | - | - | - | - | |
| - | 205,000 | 155,000 | - | 11,476,610 | |
| 238,478 | 122,221 | 121,393 | 66,196 | 4,994,796 | |
| 238,478 | 327,221 | 276,393 | 66,196 | 16,471,406 | |
| 238,478 | 327,221 | 276,393 | 66,196 | 16,471,406 | |
| 322 | (67,677) | - | (66,196) | (13,862,202) | |
| - | - | - | 13,572 | 11,101,162 | |
| - | - | - | - | (57,456) | |
| - | - | - | 2,485,000 | 2,485,000 | |
| - | - | - | 122,734 | 122,734 | |
| - | - | - | (2,541,538) | (2,541,538) | |
| - | - | - | 79,768 | 11,109,902 | |
| 322 | (67,677) | - | 13,572 | (2,752,300) | |
| 717 | 67,413 | - | - | 12,643,684 | |
| \$ 1,039 | \$ (264) | \$ - | \$ 13,572 | \$ 9,891,384 | |

(See independent auditor's report.)

County of Winnebago, Illinois
2005A 1% Public Safety Sales Tax Bond Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original Budget</i> | <i>Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|----------------------------|-------------------------|--------------------|--|
| Revenues | | | | |
| None | \$ - | \$ - | \$ - | \$ - |
| Expenditures, debt service | | | | |
| Bond principal | 2,185,000 | 2,185,000 | 2,185,000 | - |
| Interest and fiscal charges | 55,375 | 55,375 | 54,625 | (750) |
| Total expenditures, debt service | 2,240,375 | 2,240,375 | 2,239,625 | (750) |
| Excess of revenues over (under) expenditures | (2,240,375) | (2,240,375) | (2,239,625) | 750 |
| Other financing sources (uses) | | | | |
| Transfers (out) | - | (8,415) | (8,415) | - |
| Total other financing sources (uses) | - | (8,415) | (8,415) | - |
| Net change in fund balance | \$ (2,240,375) | \$ (2,248,790) | (2,248,040) | \$ 750 |
| Fund balance, beginning of period | | | 2,248,040 | |
| Fund balance, end of period | | | \$ - | |

(See independent auditor's report.)

County of Winnebago, Illinois
2006A Public Safety Sales Tax Bond Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original Budget</i> | <i>Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|----------------------------|-------------------------|---------------|--|
| Revenues | | | | |
| None | \$ - | \$ - | \$ - | \$ - |
| Expenditures, debt service | | | | |
| Bond principal | 2,480,000 | 2,480,000 | 2,480,000 | - |
| Interest and fiscal charges | 164,594 | 164,594 | 109,796 | (54,798) |
| Total expenditures, debt service | 2,644,594 | 2,644,594 | 2,589,796 | (54,798) |
| Excess of revenues over (under) expenditures | (2,644,594) | (2,644,594) | (2,589,796) | 54,798 |
| Other financing sources (uses) | | | | |
| Transfers in | 2,615,000 | 2,615,000 | - | (2,615,000) |
| Transfers (out) | - | (13,572) | (13,572) | - |
| Total other financing sources (uses) | 2,615,000 | 2,601,428 | (13,572) | (2,615,000) |
| Net change in fund balance | <u>\$ (29,594)</u> | <u>\$ (43,166)</u> | (2,603,368) | <u>\$ (2,560,202)</u> |
| Fund balance, beginning of period | | | 2,603,368 | |
| Fund balance, end of period | | | <u>\$ -</u> | |

(See independent auditor's report.)

County of Winnebago, Illinois
2006B Federal Aid Matching Tax Bond Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|--|-------------------|--|
| Revenues | | | |
| None | \$ - | \$ - | \$ - |
| Expenditures, debt service | | | |
| Bond principal | 380,000 | 380,000 | - |
| Interest and fiscal charges | 26,113 | 26,113 | - |
| Total expenditures, debt service | 406,113 | 406,113 | - |
| Excess of revenues over (under) expenditures | (406,113) | (406,113) | - |
| Other financing sources (uses) | | | |
| Transfers in | 411,000 | 410,600 | (400) |
| Total other financing sources (uses) | 411,000 | 410,600 | (400) |
| Net change in fund balance | <u>\$ 4,887</u> | <u>4,487</u> | <u>\$ (400)</u> |
| Fund balance, beginning of period | | <u>439,310</u> | |
| Fund balance, end of period | | <u>\$ 443,797</u> | |

(See independent auditor's report.)

County of Winnebago, Illinois
2006B Motor Fuel Tax Bond Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original Budget</i> | <i>Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|----------------------------|-------------------------|-------------------|--|
| Revenues | | | | |
| None | \$ - | \$ - | \$ - | \$ - |
| Expenditures, debt service | | | | |
| Bond principal | 380,000 | 380,000 | 380,000 | - |
| Interest and fiscal charges | 26,113 | 26,113 | 26,112 | (1) |
| Total expenditures, debt service | 406,113 | 406,113 | 406,112 | (1) |
| Excess of revenues over (under) expenditures | (406,113) | (406,113) | (406,112) | 1 |
| Other financing sources (uses) | | | | |
| Transfers in | 411,000 | 411,000 | 410,600 | (400) |
| Transfers (out) | - | (22,998) | - | 22,998 |
| Total other financing sources (uses) | 411,000 | 388,002 | 410,600 | 22,598 |
| Net change in fund balance | <u>\$ 4,887</u> | <u>\$ (18,111)</u> | 4,488 | <u>\$ 22,599</u> |
| Fund balance, beginning of period | | | 442,145 | |
| Fund balance, end of period | | | <u>\$ 446,633</u> | |

(See independent auditor's report.)

County of Winnebago, Illinois
2007A Federal Aid Matching Bond Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|--|-------------------|--|
| Revenues | | | |
| None | \$ - | \$ - | \$ - |
| Expenditures, debt service | | | |
| Bond principal | 270,000 | 270,000 | - |
| Interest and fiscal charges | 106,200 | 106,225 | 25 |
| Total expenditures, debt service | 376,200 | 376,225 | 25 |
| Excess of revenues over (under) expenditures | (376,200) | (376,225) | (25) |
| Other financing sources (uses) | | | |
| Transfers in | 381,000 | 380,825 | (175) |
| Total other financing sources (uses) | 381,000 | 380,825 | (175) |
| Net change in fund balance | <u>\$ 4,800</u> | <u>4,600</u> | <u>\$ (200)</u> |
| Fund balance, beginning of period | | <u>343,512</u> | |
| Fund balance, end of period | | <u>\$ 348,112</u> | |

(See independent auditor's report.)

County of Winnebago, Illinois
2007B Motor Fuel Tax Bond Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|--|-------------------|--|
| Revenues | | | |
| None | \$ - | \$ - | \$ - |
| Expenditures, debt service | | | |
| Bond principal | 270,000 | 270,000 | - |
| Interest and fiscal charges | 106,200 | 106,225 | 25 |
| Total expenditures, debt service | 376,200 | 376,225 | 25 |
| Excess of revenues over (under) expenditures | (376,200) | (376,225) | (25) |
| Other financing sources (uses) | | | |
| Transfers in | 381,000 | 380,825 | (175) |
| Total other financing sources (uses) | 381,000 | 380,825 | (175) |
| Net change in fund balance | <u>\$ 4,800</u> | <u>4,600</u> | <u>\$ (200)</u> |
| Fund balance, beginning of period | | <u>342,017</u> | |
| Fund balance, end of period | | <u>\$ 346,617</u> | |

(See independent auditor's report.)

County of Winnebago, Illinois
2006D Debt Certificates Bond Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|--|-----------------|--|
| Revenues | | | |
| Intergovernmental revenue | \$ 474,000 | \$ 474,000 | \$ - |
| Expenditures, debt service | | | |
| Bond principal | 455,000 | 455,000 | - |
| Interest and fiscal charges | 9,850 | 9,100 | (750) |
| Total expenditures, debt service | 464,850 | 464,100 | (750) |
| Excess of revenues over (under) expenditures | 9,150 | 9,900 | 750 |
| Other financing sources (uses) | | | |
| Transfers (out) | - | (22,997) | (22,997) |
| Total other financing sources (uses) | - | (22,997) | (22,997) |
| Net change in fund balance | \$ 9,150 | (13,097) | \$ (22,247) |
| Fund balance, beginning of period | | 13,097 | |
| Fund balance, end of period | | \$ - | |

(See independent auditor's report.)

County of Winnebago, Illinois
2006E Refunding Alternate Revenue Bond Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|--|-------------------|--|
| Revenues | | | |
| None | \$ - | \$ - | \$ - |
| Expenditures, debt service | | | |
| Bond principal | 65,000 | 65,000 | - |
| Interest and fiscal charges | 782,795 | 782,795 | - |
| Total expenditures, debt service | 847,795 | 847,795 | - |
| Excess of revenues over (under) expenditures | (847,795) | (847,795) | - |
| Other financing sources (uses) | | | |
| Transfers in | 851,000 | 851,495 | 495 |
| Total other financing sources (uses) | 851,000 | 851,495 | 495 |
| Net change in fund balance | <u>\$ 3,205</u> | <u>3,700</u> | <u>\$ 495</u> |
| Fund balance, beginning of period | | 477,607 | |
| Fund balance, end of period | | <u>\$ 481,307</u> | |

(See independent auditor's report.)

County of Winnebago, Illinois
Court and Case Management Debt Services Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|--|-------------------|--|
| Revenues | | | |
| Fines and forfeitures | \$ 213,000 | \$ 214,000 | \$ 1,000 |
| Expenditures, debt service | | | |
| Bond principal | 535,000 | 535,000 | - |
| Interest and fiscal charges | 78,325 | 78,325 | - |
| Total expenditures, debt service | 613,325 | 613,325 | - |
| Excess of revenues over (under) expenditures | (400,325) | (399,325) | 1,000 |
| Other financing sources (uses) | | | |
| Transfers in | 410,000 | 410,000 | - |
| Total other financing sources (uses) | 410,000 | 410,000 | - |
| Net change in fund balance | \$ 9,675 | 10,675 | \$ 1,000 |
| Fund balance, beginning of period | | 578,285 | |
| Fund balance, end of period | | \$ 588,960 | |

(See independent auditor's report.)

County of Winnebago, Illinois
2008A Debt Certificates
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|--|-----------------|--|
| Revenues | | | |
| Fines and forfeitures | \$ 446,000 | \$ 445,700 | \$ (300) |
| Expenditures, debt service | | | |
| Bond principal | 390,000 | 390,000 | - |
| Interest and fiscal charges | 54,898 | 55,647 | 749 |
| Total expenditures, debt service | 444,898 | 445,647 | 749 |
| Net change in fund balance | \$ 1,102 | 53 | \$ (1,049) |
| Fund balance, beginning of period | | 1,842 | |
| Fund balance, end of period | | \$ 1,895 | |

(See independent auditor's report.)

County of Winnebago, Illinois
2010A Tort Bond Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|--|-------------------|--|
| Revenues | | | |
| None | \$ - | \$ - | \$ - |
| Expenditures, debt service | | | |
| Principal | 560,000 | 560,000 | - |
| Interest and fiscal charges | 432,395 | 432,395 | - |
| Total expenditures, debt service | 992,395 | 992,395 | - |
| Excess of revenues over (under) expenditures | (992,395) | (992,395) | - |
| Other financing sources (uses) | | | |
| Transfers in | 1,010,000 | 1,010,395 | 395 |
| Total other financing sources (uses) | 1,010,000 | 1,010,395 | 395 |
| Net change in fund balance | <u>\$ 17,605</u> | 18,000 | <u>\$ 395</u> |
| Fund balance, beginning of period | | 791,168 | |
| Fund balance, end of period | | <u>\$ 809,168</u> | |

(See independent auditor's report.)

County of Winnebago, Illinois
2010 Debt Certificate Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|--|-------------------|--|
| Revenues | | | |
| Fines and forfeitures | \$ 56,000 | \$ 57,442 | \$ 1,442 |
| Expenditures, debt service | | | |
| Bond principal | 185,000 | 185,000 | - |
| Interest and fiscal charges | 137,716 | 137,716 | - |
| Total expenditures, debt service | 322,716 | 322,716 | - |
| Excess of revenues over (under) expenditures | (266,716) | (265,274) | 1,442 |
| Other financing sources (uses) | | | |
| Transfers in | 263,000 | 262,600 | (400) |
| Total other financing sources (uses) | 263,000 | 262,600 | (400) |
| Net change in fund balance | \$ (3,716) | (2,674) | \$ 1,042 |
| Fund balance, beginning of period | | 309,753 | |
| Fund balance, end of period | | \$ 307,079 | |

(See independent auditor's report.)

County of Winnebago, Illinois
2011B General Obligation Refunding Bonds Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|--|---------------------|--|
| Revenues | | | |
| None | \$ - | \$ - | \$ - |
| Expenditures, debt service | | | |
| Bond principal | 1,035,000 | 1,035,000 | - |
| Interest and fiscal charges | 77,025 | 77,025 | - |
| Total expenditures, debt service | 1,112,025 | 1,112,025 | - |
| Excess of revenues over (under) expenditures | (1,112,025) | (1,112,025) | - |
| Other financing sources (uses) | | | |
| Transfers in | 1,083,000 | 1,081,500 | (1,500) |
| Total other financing sources (uses) | 1,083,000 | 1,081,500 | (1,500) |
| Net change in fund balance | <u>\$ (29,025)</u> | <u>(30,525)</u> | <u>\$ (1,500)</u> |
| Fund balance, beginning of period | | 1,088,816 | |
| Fund balance, end of period | | <u>\$ 1,058,291</u> | |

(See independent auditor's report.)

County of Winnebago, Illinois
2012A General Obligation Refunding Bonds Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|--|-------------------|--|
| Revenues | | | |
| Intergovernmental | \$ 56,000 | \$ 56,400 | \$ 400 |
| Expenditures, debt service | | | |
| Bond principal | 220,000 | 46,610 | (173,390) |
| Interest and fiscal charges | 48,600 | 10,566 | (38,034) |
| Total expenditures, debt service | 268,600 | 57,176 | (211,424) |
| Net change in fund balance | \$ (212,600) | (776) | \$ 211,824 |
| Fund balance (deficit), beginning of period | | (557) | |
| Fund balance (deficit), end of period | | \$ (1,333) | |

(See independent auditor's report.)

County of Winnebago, Illinois
2012B General Obligation Refunding Bonds Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|--|-------------------|--|
| Revenues | | | |
| None | \$ - | \$ - | \$ - |
| Expenditures, debt service | | | |
| Bond principal | 405,000 | 405,000 | - |
| Interest and fiscal charges | 59,925 | 59,603 | (322) |
| Total expenditures, debt service | 464,925 | 464,603 | (322) |
| Excess of revenues over (under) expenditures | (464,925) | (464,603) | 322 |
| Other financing sources (uses) | | | |
| Transfers in | 472,000 | 473,850 | 1,850 |
| Total other financing sources (uses) | 472,000 | 473,850 | 1,850 |
| Net change in fund balance | <u>\$ 7,075</u> | <u>9,247</u> | <u>\$ 2,172</u> |
| Fund balance, beginning of period | | 444,943 | |
| Fund balance, end of period | | <u>\$ 454,190</u> | |

(See independent auditor's report.)

County of Winnebago, Illinois
2012C General Obligation Refunding Bonds Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|--|-------------------|--|
| Revenues | | | |
| Intergovernmental | \$ 274,000 | \$ 274,350 | \$ 350 |
| Total revenues | 274,000 | 274,350 | 350 |
| Expenditures, debt service | | | |
| Bond principal | 380,000 | 380,000 | - |
| Interest and fiscal charges | 70,050 | 69,727 | (323) |
| Total expenditures, debt service | 450,050 | 449,727 | (323) |
| Net change in fund balance | \$ (176,050) | (175,377) | \$ 673 |
| Fund balance, beginning of period | | 421,556 | |
| Fund balance, end of period | | \$ 246,179 | |

(See independent auditor's report.)

County of Winnebago, Illinois
2012D General Obligation Refunding Bonds Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|--|-------------------|--|
| Revenues | | | |
| None | \$ - | \$ - | \$ - |
| Expenditures, debt service | | | |
| Principal | 835,000 | 835,000 | - |
| Interest and fiscal charges | 192,925 | 192,603 | (322) |
| Total expenditures, debt service | 1,027,925 | 1,027,603 | (322) |
| Excess of revenues (under) expenditures | (1,027,925) | (1,027,603) | 322 |
| Other financing sources (uses) | | | |
| Transfers in | 1,044,000 | 1,044,600 | 600 |
| Total other financing sources (uses) | 1,044,000 | 1,044,600 | 600 |
| Net change in fund balance | <u>\$ 16,075</u> | <u>16,997</u> | <u>\$ 922</u> |
| Fund balance, beginning of period | | 979,517 | |
| Fund balance, end of period | | <u>\$ 996,514</u> | |

(See independent auditor's report.)

County of Winnebago, Illinois
2012E Debt Certificate Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|--|----------------|--|
| Revenues | | | |
| Intergovernmental | \$ 313,000 | \$ 312,575 | \$ (425) |
| Total revenues | 313,000 | 312,575 | (425) |
| Expenditures, debt service | | | |
| Bond principal | 260,000 | 260,000 | - |
| Interest and fiscal charges | 52,575 | 52,253 | (322) |
| Total expenditures, debt service | 312,575 | 312,253 | (322) |
| Net change in fund balance | \$ 425 | 322 | \$ (103) |
| Fund balance, beginning of period | | 29 | |
| Fund balance, end of period | | \$ 351 | |

(See independent auditor's report.)

County of Winnebago, Illinois
2012F Debt Certificate Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|--|------------------|--|
| Revenues | | | |
| None | \$ - | \$ - | \$ - |
| Total revenues | - | - | - |
| Expenditures, debt service | | | |
| Interest and fiscal charges | 124,494 | 124,172 | (322) |
| Total expenditures, debt service | 124,494 | 124,172 | (322) |
| Excess of revenues over (under) expenditures | (124,494) | (124,172) | 322 |
| Other financing sources (uses) | | | |
| Transfers in | 124,000 | 124,000 | - |
| Transfers (out) | - | (8,980) | (8,980) |
| Total other financing sources (uses) | 124,000 | 115,020 | (8,980) |
| Net change in fund balance | <u>\$ (494)</u> | <u>(9,152)</u> | <u>\$ (8,658)</u> |
| Fund balance, beginning of period | | <u>69,284</u> | |
| Fund balance, end of period | | <u>\$ 60,132</u> | |

(See independent auditor's report.)

County of Winnebago, Illinois
2012G Debt Certificate Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|--|------------------|--|
| Revenues | | | |
| None | \$ - | \$ - | \$ - |
| Total revenues | - | - | - |
| Expenditures, debt service | | | |
| Interest and fiscal charges | 51,150 | 50,829 | (321) |
| Total expenditures, debt service | 51,150 | 50,829 | (321) |
| Excess of revenues over (under) expenditures | (51,150) | (50,829) | 321 |
| Other financing sources (uses) | | | |
| Transfers in | 51,000 | 51,000 | - |
| Transfers (out) | - | (3,492) | (3,492) |
| Total other financing sources (uses) | 51,000 | 47,508 | (3,492) |
| Net change in fund balance | <u>\$ (150)</u> | <u>(3,321)</u> | <u>\$ (3,171)</u> |
| Fund balance, beginning of period | | <u>32,416</u> | |
| Fund balance, end of period | | <u>\$ 29,095</u> | |

(See independent auditor's report.)

County of Winnebago, Illinois
2013A Series Refunding Bonds Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|--|---------------------|--|
| Revenues | | | |
| None | \$ - | \$ - | \$ - |
| Expenditures, debt service | | | |
| Interest and fiscal charges | 1,695,100 | 1,695,100 | - |
| Total expenditures, debt service | 1,695,100 | 1,695,100 | - |
| Excess of revenues (under) expenditures | (1,695,100) | (1,695,100) | - |
| Other financing sources (uses) | | | |
| Transfers in | 4,006,000 | 4,005,850 | (150) |
| Total other financing sources (uses) | 4,006,000 | 4,005,850 | (150) |
| Net change in fund balance | <u>\$ 2,310,900</u> | <u>2,310,750</u> | <u>\$ (150)</u> |
| Fund balance, beginning of period | | 852,762 | |
| Fund balance, end of period | | <u>\$ 3,163,512</u> | |

(See independent auditor's report.)

County of Winnebago, Illinois
2013B Series Refunding Bonds Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|--|------------------|--|
| Revenues | | | |
| None | \$ - | \$ - | \$ - |
| Expenditures, debt service | | | |
| Interest and fiscal charges | 189,450 | 189,556 | 106 |
| Total expenditures, debt service | 189,450 | 189,556 | 106 |
| Excess of revenues over (under) expenditures | (189,450) | (189,556) | (106) |
| Other financing sources (uses) | | | |
| Transfers in | 189,000 | 189,450 | 450 |
| Total other financing sources (uses) | 189,000 | 189,450 | 450 |
| Net change in fund balance | <u>\$ (450)</u> | <u>(106)</u> | <u>\$ 344</u> |
| Fund balance, beginning of period | | <u>96,644</u> | |
| Fund balance, end of period | | <u>\$ 96,538</u> | |

(See independent auditor's report.)

County of Winnebago, Illinois
2013C Series Refunding Bonds Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|--|-----------------|--|
| Revenues | | | |
| Intergovernmental | \$ 239,000 | \$ 238,800 | \$ (200) |
| Total revenues | 239,000 | 238,800 | (200) |
| Expenditures, debt service | | | |
| Interest and fiscal charges | 238,050 | 238,478 | 428 |
| Total expenditures, debt service | 238,050 | 238,478 | 428 |
| Net change in fund balance | \$ 950 | 322 | \$ (628) |
| Fund balance, beginning of period | | 717 | |
| Fund balance, end of period | | \$ 1,039 | |

(See independent auditor's report.)

County of Winnebago, Illinois
2013E Debt Certificates Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|--|-----------------|--|
| Revenues | | | |
| Intergovernmental | \$ 260,000 | \$ 259,544 | \$ (456) |
| Total revenues | 260,000 | 259,544 | (456) |
| Expenditures, debt service | | | |
| Principal | 205,000 | 205,000 | - |
| Interest and fiscal charges | 122,544 | 122,221 | (323) |
| Total expenditures, debt service | 327,544 | 327,221 | (323) |
| Net change in fund balance | \$ (67,544) | (67,677) | \$ (133) |
| Fund balance, beginning of period | | 67,413 | |
| Fund balance (deficit), end of period | | \$ (264) | |

(See independent auditor's report.)

County of Winnebago, Illinois
2015A Debt Certificates
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|--|----------------|--|
| Revenues | | | |
| Intergovernmental revenue | \$ 275,643 | \$ 276,393 | \$ 750 |
| Expenditures, debt service | | | |
| Bond principal | 155,000 | 155,000 | - |
| Interest and fiscal charges | 121,393 | 121,393 | - |
| Total expenditures, debt service | 276,393 | 276,393 | - |
| Net change in fund balance | \$ (750) | - | \$ 750 |
| Fund balance, beginning of period | | - | |
| Fund balance, end of period | | \$ - | |

(See independent auditor's report.)

Capital Projects Funds

Capital projects funds are used to account for financial resources that are restricted, committed, or assigned for the acquisition or construction of capital assets.

Host Fee Fund - Used to account for monies received from the Host Fee, which are assigned for capital improvements that foster economic development.

Juvenile Justice Center Remodel Fund - Used to account for a portion of the proceeds of the 2012E debt certificates bond issue. The proceeds will be used for the remodeling of the Juvenile Justice Center.

2012F Alternate Revenue Bonds Fund - Used to account for proceeds of the 2012F bond issue. The proceeds will be used to pay for the cost of constructing a water system and associated improvements within the I-39/Baxter Road Special Service Area.

2012G Alternate Revenue Bonds Fund - Used to account for proceeds of the 2012G bond issue. The proceeds will be used to acquire a water system and to pay the costs of constructing an intersection.

2013E Debt Certificates Project Fund - Used to account for proceeds of the 2013E Debt Certificate issue. The proceeds will be used to acquire and renovate land and buildings as well as construct a parking lot.

2015A Project Fund - Used to account for the proceeds of the 2015A Debt Certificate issues. The proceeds will be used to pay the costs of certain capital improvements to various County buildings.

County of Winnebago, Illinois
Combining Balance Sheet
Nonmajor Capital Projects Funds

September 30, 2016

| | <i>Host Fee Fund</i> | <i>Juvenile Justice Center Remodel Fund</i> | <i>2012F Alternate Revenue Bonds Fund</i> |
|---|------------------------------|---|---|
| Assets | | | |
| Cash and investments | \$ 2,448,309 | \$ 115,002 | \$ 733,072 |
| Due from other government units and agencies | 898,687 | - | - |
| Long-term receivable | 800,000 | - | - |
| Total assets | \$ 4,146,996 | \$ 115,002 | \$ 733,072 |
| Liabilities and fund balances | | | |
| Liabilities | | | |
| Accounts payable | \$ 63,637 | \$ - | \$ 133,918 |
| Due to other funds | - | - | - |
| Unearned revenue | 800,000 | - | - |
| Total liabilities | 863,637 | - | 133,918 |
| Fund balances (deficit) | | | |
| Restricted for capital projects | - | 115,002 | 599,154 |
| Assigned for capital projects | 3,283,359 | - | - |
| Unassigned | - | - | - |
| Total fund balances (deficit) | 3,283,359 | 115,002 | 599,154 |
| Total liabilities and fund balances | \$ 4,146,996 | \$ 115,002 | \$ 733,072 |

| <i>2012G</i> | | <i>2013E</i> | | <i>2015A</i> | | <i>Total</i> | |
|----------------------|---------|---------------------|----------|----------------|---------|--------------|-----------|
| <i>Alternate</i> | | <i>Debt</i> | | <i>Project</i> | | | |
| <i>Revenue Bonds</i> | | <i>Certificates</i> | | <i>Project</i> | | | |
| <i>Fund</i> | | <i>Project Fund</i> | | <i>Fund</i> | | | |
| \$ | 754,665 | \$ | - | \$ | 287,998 | \$ | 4,339,046 |
| | - | | - | | - | | 898,687 |
| | - | | - | | - | | 800,000 |
| \$ | 754,665 | \$ | - | \$ | 287,998 | \$ | 6,037,733 |
| \$ | 9,015 | \$ | - | \$ | 15,223 | \$ | 221,793 |
| | - | | 14,736 | | - | | 14,736 |
| | - | | - | | - | | 800,000 |
| | 9,015 | | 14,736 | | 15,223 | | 1,036,529 |
| | 745,650 | | - | | 272,775 | | 1,732,581 |
| | - | | - | | - | | 3,283,359 |
| | - | | (14,736) | | - | | (14,736) |
| | 745,650 | | (14,736) | | 272,775 | | 5,001,204 |
| \$ | 754,665 | \$ | - | \$ | 287,998 | \$ | 6,037,733 |

(See independent auditor's report.)

County of Winnebago, Illinois
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Capital Projects Funds

For The Year Ended September 30, 2016

| | <i>Host Fee Fund</i> | <i>Juvenile Justice Center Remodel Fund</i> | <i>2012F Alternate Revenue Bonds Fund</i> |
|---|------------------------------|---|---|
| Revenues | | | |
| Charges for services | \$ 3,260,849 | \$ - | \$ - |
| Total revenues | 3,260,849 | - | - |
| Expenditures, current | | | |
| General government | 1,487,807 | - | 102,331 |
| Total expenditures, current | 1,487,807 | - | 102,331 |
| Debt Service | | | |
| Principal | 860,000 | - | - |
| Capital outlay | - | - | 440,574 |
| Contributions to other governments | 600,000 | - | - |
| Total expenditures | 2,947,807 | - | 542,905 |
| Excess of revenues over (under) expenditures | 313,042 | - | (542,905) |
| Other financing sources (uses) | | | |
| Issuance of commitment payable | 600,000 | - | - |
| Transfers in | - | - | - |
| Transfers (out) | (561,500) | - | (127,292) |
| Total other financing sources (uses) | 38,500 | - | (127,292) |
| Net change in fund balances | 351,542 | - | (670,197) |
| Fund balances (deficit), beginning of period | 2,931,817 | 115,002 | 1,269,351 |
| Fund balances (deficit), end of period | \$ 3,283,359 | \$ 115,002 | \$ 599,154 |

| <i>2012G Alternate Revenue Bonds Fund</i> | <i>2013E Debt Certificates Project Fund</i> | <i>2015A Project Fund</i> | <i>Total</i> |
|---|---|-----------------------------------|--------------|
| \$ - | \$ - | \$ - | \$ 3,260,849 |
| - | - | - | 3,260,849 |
| 767 | - | 12,037 | 1,602,942 |
| 767 | - | 12,037 | 1,602,942 |
| 100,000 | - | - | 960,000 |
| 30,799 | 7,048 | 1,744,057 | 2,222,478 |
| - | - | - | 600,000 |
| 131,566 | 7,048 | 1,756,094 | 5,385,420 |
| (131,566) | (7,048) | (1,756,094) | (2,124,571) |
| - | - | - | 600,000 |
| - | - | 65,000 | 65,000 |
| (211,934) | - | - | (900,726) |
| (211,934) | - | 65,000 | (235,726) |
| (343,500) | (7,048) | (1,691,094) | (2,360,297) |
| 1,089,150 | (7,688) | 1,963,869 | 7,361,501 |
| \$ 745,650 | \$ (14,736) | \$ 272,775 | \$ 5,001,204 |

(See independent auditor's report.)

County of Winnebago, Illinois
Host Fee Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For the Year Ended September 30, 2016

| | <i>Original Budget</i> | <i>Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|----------------------------|-------------------------|---------------------|--|
| Revenues | | | | |
| Charges for services | \$ 2,724,000 | \$ 2,724,000 | \$ 3,260,849 | \$ 536,849 |
| Total revenues | 2,724,000 | 2,724,000 | 3,260,849 | 536,849 |
| Expenditures, current | | | | |
| General government | | | | |
| Supplies and services | 1,714,000 | 1,891,000 | 1,487,807 | (403,193) |
| Total expenditures, current | 1,714,000 | 1,891,000 | 1,487,807 | (403,193) |
| Expenditures, debt service | | | | |
| Principal | 860,000 | 860,000 | 860,000 | - |
| Contributions to other governments | - | - | 600,000 | 600,000 |
| Total expenditures | 2,574,000 | 2,751,000 | 2,947,807 | 196,807 |
| Excess of revenues over (under) expenditures | 150,000 | (27,000) | 313,042 | 340,042 |
| Other financing sources (uses) | | | | |
| Issuance of commitment payable | - | - | 600,000 | 600,000 |
| Transfers (out) | (397,000) | (397,000) | (561,500) | (164,500) |
| Total other financing sources (uses) | (397,000) | (397,000) | 38,500 | 435,500 |
| Net change in fund balance | \$ (247,000) | \$ (424,000) | 351,542 | \$ 775,542 |
| Fund balance, beginning of period | | | 2,931,817 | |
| Fund balance, end of period | | | \$ 3,283,359 | |

(See independent auditor's report.)

County of Winnebago, Illinois
Juvenile Justice Center Remodel Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For the Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|--|-------------------|--|
| Revenues | | | |
| None | \$ - | \$ - | \$ - |
| Expenditures | | | |
| Capital outlay | 115,002 | - | (115,002) |
| Total expenditures | 115,002 | - | (115,002) |
| Net change in fund balance | <u>\$ (115,002)</u> | - | <u>\$ 115,002</u> |
| Fund balance, beginning of period | | 115,002 | |
| Fund balance, end of period | | <u>\$ 115,002</u> | |

(See independent auditor's report.)

County of Winnebago, Illinois
2012F Alternate Revenue Bond Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For the Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|--|-------------------|--|
| Revenues | | | |
| None | \$ - | \$ - | \$ - |
| Expenditures, current | | | |
| Personnel | - | 25,864 | 25,864 |
| Supplies and Services | - | 76,467 | 76,467 |
| Total expenditures, current | - | 102,331 | 102,331 |
| Capital outlay | 1,216,000 | 440,574 | (775,426) |
| Total expenditures | 1,216,000 | 542,905 | (673,095) |
| Excess of revenues over (under) expenditures | (1,216,000) | (542,905) | 673,095 |
| Other financing sources (uses) | | | |
| Transfers (out) | - | (127,292) | (127,292) |
| Total other financing sources (uses) | - | (127,292) | (127,292) |
| Net change in fund balance | <u>\$ (1,216,000)</u> | <u>(670,197)</u> | <u>\$ 545,803</u> |
| Fund balance, beginning of period | | <u>1,269,351</u> | |
| Fund balance, end of period | | <u>\$ 599,154</u> | |

(See independent auditor's report.)

County of Winnebago, Illinois
2012G Alternate Revenue Bond Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For the Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|--|-------------------|--|
| Revenues | | | |
| None | \$ - | \$ - | \$ - |
| Expenditures, current | | | |
| Supplies and services | - | 767 | 767 |
| Total expenditures, current | - | 767 | 767 |
| Debt Service | | | |
| Principal | - | 100,000 | 100,000 |
| Capital outlay | 1,089,000 | 30,799 | (1,058,201) |
| Total expenditures | 1,089,000 | 131,566 | (957,434) |
| Excess of revenues over (under) expenditures | (1,089,000) | (131,566) | 957,434 |
| Other financing sources (uses) | | | |
| Transfers (out) | - | (211,934) | (211,934) |
| Total other financing sources (uses) | - | (211,934) | (211,934) |
| Net change in fund balance | <u>\$ (1,089,000)</u> | <u>(343,500)</u> | <u>\$ 745,500</u> |
| Fund balance, beginning of period | | <u>1,089,150</u> | |
| Fund balance, end of period | | <u>\$ 745,650</u> | |

(See independent auditor's report.)

County of Winnebago, Illinois
2013E Debt Certificates Project Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For the Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | | <i>Variance with Final Budget - Over (Under)</i> | |
|--|--|---|--|------------|
| | | | <i>Actual</i> | |
| Revenues | | | | |
| None | \$ | - | \$ | - |
| Expenditures, current | | | | |
| None | | - | - | - |
| Total expenditures, current | | - | - | - |
| Capital outlay | | - | 7,048 | 7,048 |
| Total expenditures | | - | 7,048 | 7,048 |
| Net change in fund balance | \$ | - | (7,048) | \$ (7,048) |
| Fund balance (deficit), beginning of period | | | (7,688) | |
| Fund balance (deficit), end of period | | | \$ (14,736) | |

(See independent auditor's report.)

County of Winnebago, Illinois

2015A Project Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual

For the Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|---|--|--------------------|--|
| Revenues | | | |
| None | \$ - | \$ - | \$ - |
| Expenditures, current | | | |
| General government | | | |
| Supplies and services | - | 12,037 | 12,037 |
| Total expenditures, current | - | 12,037 | - |
| Capital outlay | 2,128,000 | 1,744,057 | (383,943) |
| Total expenditures | 2,128,000 | 1,756,094 | (383,943) |
| Excess of revenues over (under) expenditures | 2,128,000 | 1,756,094 | (383,943) |
| Other financing sources (uses) | | | |
| Transfers in | 65,000 | 65,000 | - |
| Total other financing sources (uses) | 65,000 | 65,000 | - |
| Net change in fund balance | <u>\$ (2,063,000)</u> | <u>(1,691,094)</u> | <u>\$ 371,906</u> |
| Fund balance, beginning of period | | <u>1,963,869</u> | |
| Fund balance, end of period | | <u>\$ 272,775</u> | |

(See independent auditor's report.)

Enterprise Funds

County of Winnebago, Illinois
River Bluff Nursing Home Fund
Schedule of Revenues, Expenses, and Changes in Net Position
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|--|---------------------|--|
| Operating revenues | | | |
| Charges for services | \$ 15,076,000 | \$ 14,536,421 | \$ (539,579) |
| Other | - | 70,590 | 70,590 |
| Total operating revenues | 15,076,000 | 14,607,011 | (468,989) |
| Operating expenses | | | |
| Personnel | 11,364,236 | 12,072,886 | 708,650 |
| Supplies and services | 5,232,731 | 6,286,211 | 1,053,480 |
| Total operating expenses | 16,596,967 | 18,359,097 | 1,762,130 |
| Operating income (loss) | (1,520,967) | (3,752,086) | (2,231,119) |
| Non-operating revenues (expenses) | | | |
| Property taxes | 1,923,000 | 1,929,971 | 6,971 |
| Interest expense | - | (35,523) | (35,523) |
| Investment income | - | 2,574 | 2,574 |
| Total non-operating revenues (expenses) | 1,923,000 | 1,897,022 | (25,978) |
| Income (loss) before transfers and capital contributions | 402,033 | (1,855,064) | (2,257,097) |
| Other financing sources (uses) | | | |
| Transfers in | - | - | - |
| Transfers (out) | (45,000) | - | 45,000 |
| Capital contributions | - | 153,800 | 153,800 |
| Total other financing sources (uses) | (45,000) | 153,800 | 198,800 |
| Net income (loss) - budgetary basis | \$ 357,033 | (1,701,264) | \$ (2,058,297) |
| Adjustments to GAAP basis | | | |
| Depreciation | | (469,459) | |
| Capital assets capitalized | | 241,102 | |
| Total adjustments to GAAP basis | | (228,357) | |
| Net income (loss) - GAAP basis | | (1,929,621) | |
| Total net position, beginning of period, as previously stated | | 8,617,104 | |
| Prior period adjustment | | 2,156,026 | |
| Total net position, beginning of period, as restated | | 10,773,130 | |
| Total net position, end of period | | \$ 8,843,509 | |

(See independent auditor's report.)

County of Winnebago, Illinois
Animal Services Fund
Schedule of Revenues, Expenses, and Changes in Net Position
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original Budget</i> | <i>Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|----------------------------|-------------------------|---------------------|--|
| Operating revenues | | | | |
| Charges for services | \$ 1,173,000 | \$ 1,173,000 | \$ 1,151,287 | \$ (21,713) |
| Licenses and permits | 1,450,000 | 1,450,000 | 1,316,385 | (133,615) |
| Other | 29,000 | 29,000 | 126,918 | 97,918 |
| Total operating revenues | 2,652,000 | 2,652,000 | 2,594,590 | (57,410) |
| Operating expenses | | | | |
| Personnel | 1,958,647 | 1,958,647 | 2,028,588 | 69,941 |
| Supplies and services | 756,259 | 798,259 | 857,658 | 59,399 |
| Total operating expenses | 2,714,906 | 2,756,906 | 2,886,246 | 129,340 |
| Net income (loss) - budgetary basis | \$ (62,906) | \$ (104,906) | (291,656) | \$ (186,750) |
| Adjustments to GAAP basis | | | | |
| Depreciation | | | (83,949) | |
| Capital assets capitalized | | | 83,047 | |
| Total adjustments to GAAP basis | | | (902) | |
| Net income (loss) - GAAP basis | | | (292,558) | |
| Total net position, beginning of period, as previously stated | | | 1,359,196 | |
| Prior period adjustment | | | 310,527 | |
| Total net position, beginning of period, as restated | | | 1,669,723 | |
| Total net position, end of period | | | \$ 1,377,165 | |

(See independent auditor's report.)

County of Winnebago, Illinois
555 North Court Operations Fund
Schedule of Revenues, Expenses, and Changes in Fund Net Position
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Original and Final Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|--|---------------|--|
| Operating revenues | | | |
| Charges for services | \$ 633,000 | \$ 590,628 | \$ (42,372) |
| Other | - | 17,847 | 17,847 |
| Total operating revenues | 633,000 | 608,475 | (24,525) |
| Operating expenses | | | |
| Supplies and services | 278,100 | 249,695 | (28,405) |
| Total operating expenses | 278,100 | 249,695 | (28,405) |
| Operating income | 354,900 | 358,780 | 3,880 |
| Non-operating revenues (expenses) | | | |
| None | - | - | - |
| Total non-operating revenues (expenses) | - | - | - |
| Income before transfers | 354,900 | 358,780 | 3,880 |
| Transfers | | | |
| Transfers (out) | (266,000) | (262,600) | 3,400 |
| Total transfers | (266,000) | (262,600) | - |
| Net income - budgetary basis | \$ 88,900 | 96,180 | \$ 7,280 |
| Adjustments to GAAP basis | | | |
| Depreciation | | (229,405) | |
| Total adjustments to GAAP basis | | (229,405) | |
| Net income (loss) - GAAP basis | | (133,225) | |
| Total net position, beginning of period | | 3,503,690 | |
| Total net position, end of period | | \$ 3,370,465 | |

(See independent auditor's report.)

Internal Service Funds

Used to account for the financing of goods or services provided by one department to other departments of the County or to other governmental units, on a cost-reimbursement basis.

Central Services Fund - Used to account for the financing of goods or services provided by the Central Stores, Public Safety Building Maintenance, Car Pool, Information Technology, and Copier departments to other departments of the County or to other governmental units, on a cost-reimbursement basis.

Health Insurance Fund - Used to account for the revenues and expenses of the self-insured health, dental, and prescription programs.

County of Winnebago, Illinois
Combining Balance Sheet
Internal Service Funds

September 30, 2016

| | <i>Central Services Fund</i> | <i>Health Insurance Fund</i> | <i>Total</i> |
|---|--------------------------------------|--------------------------------------|---------------------|
| Assets and deferred outflows of resources | | | |
| Current assets | | | |
| Cash and cash equivalents | \$ - | \$ 3,153,485 | \$ 3,153,485 |
| Receivables, net | 5,857 | 407,884 | 413,741 |
| Due from other governmental units and agencies | 349,666 | - | 349,666 |
| Prepays | 40,000 | 152,473 | 192,473 |
| Total current assets | 395,523 | 3,713,842 | 4,109,365 |
| Noncurrent assets | | | |
| Capital assets being depreciated, net of accumulated depreciation | 760,185 | - | 760,185 |
| Total noncurrent assets | 760,185 | - | 760,185 |
| Total assets | 1,155,708 | 3,713,842 | 4,869,550 |
| Deferred outflows of resources | | | |
| Pension items - IMRF | 362,461 | - | 362,461 |
| Total deferred outflows of resources | 362,461 | - | 362,461 |
| Total asset and deferred outflows of resources | \$ 1,518,169 | \$ 3,713,842 | \$ 5,232,011 |
| Liabilities, deferred inflows of resources, and net position | | | |
| Current liabilities | | | |
| Accounts payable | \$ 126,345 | \$ 53,861 | \$ 180,206 |
| Accrued payroll and benefits | 16,619 | - | 16,619 |
| Claims payable | - | 2,604,784 | 2,604,784 |
| Current maturities of long-term liabilities | 38,093 | - | 38,093 |
| Due to other funds | 1,053,693 | - | 1,053,693 |
| Total current liabilities | 1,234,750 | 2,658,645 | 3,893,395 |
| Noncurrent liabilities | | | |
| Compensated absences payable | 59,070 | - | 59,070 |
| Net pension liability | 340,710 | - | 340,710 |
| Other post-employment benefit obligation | 21,385 | - | 21,385 |
| Total noncurrent liabilities | 421,165 | - | 421,165 |
| Total liabilities | 1,655,915 | 2,658,645 | 4,314,560 |
| Deferred inflows of resources | | | |
| Pension items - IMRF | 40,336 | - | 40,336 |
| Total deferred inflows of resources | 40,336 | - | 40,336 |
| Total liabilities and deferred inflows of resources | 1,696,251 | 2,658,645 | 4,354,896 |
| Net position (deficit) | | | |
| Net investment in capital assets | 760,185 | - | 760,185 |
| Unrestricted | (938,267) | 1,055,197 | 116,930 |
| Total net position (deficit) | (178,082) | 1,055,197 | 877,115 |
| Total liabilities, deferred inflows of resources, and net position | \$ 1,518,169 | \$ 3,713,842 | \$ 5,232,011 |

(See independent auditor's report.)

County of Winnebago, Illinois
Combining Statement of Revenues, Expenses, and Changes in Net Position
Internal Service Funds

For The Year Ended September 30, 2016

| | <i>Central Services Fund</i> | <i>Health Insurance Fund</i> | <i>Total</i> |
|--|--------------------------------------|--------------------------------------|--------------------|
| Operating revenues | | | |
| Charges for services | \$ 3,856,758 | \$ 16,636,659 | \$ 20,493,417 |
| Other | 4 | 86,275 | 86,279 |
| Total operating revenues | 3,856,762 | 16,722,934 | 20,579,696 |
| Operating expenses | | | |
| Personnel | 1,242,038 | - | 1,242,038 |
| Supplies and services | 2,600,722 | 18,877,709 | 21,478,431 |
| Depreciation and amortization | 220,929 | - | 220,929 |
| Total operating expenses | 4,063,689 | 18,877,709 | 22,941,398 |
| Increase (decrease) in net position | (206,927) | (2,154,775) | (2,361,702) |
| Total net position, beginning of period, | | | |
| as previously stated | (183,633) | 3,209,972 | 3,026,339 |
| Prior period adjustment | 212,478 | - | 212,478 |
| Total net position, beginning of period, | | | |
| as restated | 28,845 | 3,209,972 | 3,238,817 |
| Total net position (deficit), end of period | \$ (178,082) | \$ 1,055,197 | \$ 877,115 |

(See independent auditor's report.)

County of Winnebago, Illinois
Combining Statement of Cash Flows
Internal Service Funds

For The Year Ended September 30, 2016

| | <i>Central Services Fund</i> | <i>Health Insurance Fund</i> | <i>Total</i> |
|--|--------------------------------------|--------------------------------------|----------------|
| Cash flows from operating activities | | | |
| Cash receipts from users | \$ 163,186 | \$ 4,125,334 | \$ 4,288,520 |
| Receipts from interfund services | 3,573,404 | 12,511,325 | 16,084,729 |
| Cash receipts from others | 4 | 86,275 | 86,279 |
| Cash paid to employees | (1,181,513) | - | (1,181,513) |
| Cash paid to vendors | (2,767,784) | (18,288,117) | (21,055,901) |
| Net cash from operating activities | (212,703) | (1,565,183) | (1,777,886) |
| Cash flows from noncapital financing activities | | | |
| Interfund payable | 491,362 | - | 491,362 |
| Net cash from noncapital financing activities | 491,362 | - | 491,362 |
| Cash flows from capital and related financing activities | | | |
| Purchase of capital assets | (278,659) | - | (278,659) |
| Net cash from capital and related financing activities | (278,659) | - | (278,659) |
| Net (decrease) in cash and cash equivalents | - | (1,565,183) | (1,565,183) |
| Cash and cash equivalents, beginning of period | - | 4,718,668 | 4,718,668 |
| Cash and cash equivalents, end of period | \$ - | \$ 3,153,485 | \$ 3,153,485 |
| Reconciliation of operating income (loss) to net cash from operating activities | | | |
| Operating income (loss) | \$ (206,927) | \$ (2,154,775) | \$ (2,361,702) |
| Adjustments to reconcile operating income (loss) to net cash provided by operating activities | | | |
| Depreciation and amortization | 220,929 | - | 220,929 |
| Changes in assets and liabilities | | | |
| Increase in due from other governmental units and agencies | (116,209) | - | (116,209) |
| (Increase) in receivables, net | (3,958) | (40,606) | (44,564) |
| (Increase) in prepaids | (40,000) | - | (40,000) |
| (Increase) in deferred outflows of resources | (172,174) | - | (172,174) |
| (Decrease) in accounts payable | (127,062) | (204,415) | (331,477) |
| (Decrease) in accrued payroll | (42,167) | - | (42,167) |
| Increase in claims payable | - | 834,613 | 834,613 |
| (Decrease) in compensated absences payable | (4,939) | - | (4,939) |
| Increase in early retirement incentive | 23,325 | - | 23,325 |
| Increase in deferred inflows of resources | 16,528 | - | 16,528 |
| Increase in net pension liability | 238,647 | - | 238,647 |
| Increase in post-employment health benefits payable | 1,304 | - | 1,304 |
| Total adjustments | (5,776) | 589,592 | 583,816 |
| Net cash from operating activities | \$ (212,703) | \$ (1,565,183) | \$ (1,777,886) |

(See independent auditor's report.)

County of Winnebago, Illinois
Central Services Fund
Schedule of Revenues, Expenses, and Changes in Net Position
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Central Stores Department</i> | | <i>Public Safety Building Maintenance Department</i> | | <i>Car Pool Department</i> | |
|--|----------------------------------|-------------------|--|--------------------|----------------------------|-----------------|
| | <i>Budget</i> | <i>Actual</i> | <i>Budget</i> | <i>Actual</i> | <i>Budget</i> | <i>Actual</i> |
| Operating revenues | | | | | | |
| Charges for services | \$ 623,000 | \$ 552,375 | \$ 1,120,000 | \$ 1,011,639 | \$ 85,000 | \$ 73,045 |
| Other | - | 4 | - | - | - | - |
| Total operating revenues | 623,000 | 552,379 | 1,120,000 | 1,011,639 | 85,000 | 73,045 |
| Operating expenses | | | | | | |
| Personnel | 246,695 | 168,908 | 246,230 | 247,176 | - | - |
| Supplies and services | 296,455 | 273,486 | 851,700 | 779,523 | 41,900 | 25,183 |
| Depreciation and amortization | - | - | - | 39,681 | - | 45,379 |
| Total operating expenses | 543,150 | 442,394 | 1,097,930 | 1,066,380 | 41,900 | 70,562 |
| Net increase (decrease) in net position | \$ 79,850 | \$ 109,985 | \$ 22,070 | \$ (54,741) | \$ 43,100 | \$ 2,483 |

| <i>Information Technology</i> | | <i>Copiers</i> | | <i>Total</i> | | <i>Variance with Final Budget - Over (Under)</i> |
|---|---------------|----------------|---------------|---------------|---------------|--|
| <i>Budget</i> | <i>Actual</i> | <i>Budget</i> | <i>Actual</i> | <i>Budget</i> | <i>Actual</i> | |
| \$ 1,932,000 | \$ 1,982,410 | \$ 243,000 | \$ 237,289 | \$ 4,003,000 | \$ 3,856,758 | \$ (146,242) |
| - | - | - | - | - | 4 | 4 |
| 1,932,000 | 1,982,410 | 243,000 | 237,289 | 4,003,000 | 3,856,762 | (146,238) |
| 796,094 | 825,954 | - | - | 1,289,019 | 1,242,038 | (46,981) |
| 1,716,806 | 1,326,185 | 195,268 | 196,345 | 3,102,129 | 2,600,722 | (501,407) |
| - | 135,869 | - | - | - | 220,929 | 220,929 |
| 2,512,900 | 2,288,008 | 195,268 | 196,345 | 4,391,148 | 4,063,689 | (327,459) |
| \$ (580,900) | \$ (305,598) | \$ 47,732 | \$ 40,944 | \$ (388,148) | (206,927) | \$ 181,221 |
| Total net position (deficit), beginning of period, | | | | | | |
| as previously stated | | | | | | (183,633) |
| Prior period adjustment | | | | | | 212,478 |
| Total net position, beginning of period, | | | | | | |
| as restated | | | | | | 28,845 |
| Total net position (deficit), end of period | | | | | | \$ (178,082) |

(See independent auditor's report.)

County of Winnebago, Illinois
Health Insurance Fund
Schedule of Revenues, Expenses, and Changes in Net Position
Budget and Actual

For The Year Ended September 30, 2016

| | <i>Budget</i> | <i>Actual</i> | <i>Variance with Final Budget - Over (Under)</i> |
|--|-----------------------|---------------------|--|
| Operating revenues | | | |
| Charges for services | \$ 16,680,000 | \$ 16,636,659 | \$ (43,341) |
| Other | - | 86,275 | 86,275 |
| Total operating revenues | 16,680,000 | 16,722,934 | 42,934 |
| Operating expenses | | | |
| Supplies and services | 17,860,321 | 18,877,709 | 1,017,388 |
| Total operating expenses | 17,860,321 | 18,877,709 | 1,017,388 |
| Net increase (decrease) in net position | <u>\$ (1,180,321)</u> | <u>(2,154,775)</u> | <u>\$ (974,454)</u> |
| Total net position, beginning of period | | <u>3,209,972</u> | |
| Total net position, end of period | | <u>\$ 1,055,197</u> | |

(See independent auditor's report.)

Fiduciary Funds

Combining statements for all fiduciary funds are reported here.

County Treasurer Trust Fund - Used to account for the collection of miscellaneous taxes for the County and fees from the tax sale which are held in trust until remitted to other local government units.

Treasurer Trustee Escrow - Used to account for the monies collected from tax redemptions for taxes purchased by the Winnebago County Trustee.

Bankruptcy Trust Fund - Used to account for the collection of unsold real estate taxes from bankruptcy.

Sheriff's Commissary Fund - Used to account for the funds held for the benefit of prisoners in the county jail.

County Clerk Trust Fund - Used to account for the collection and disbursement of delinquent taxes, liquor licenses, raffle licenses, theater licenses, motel licenses, and vending machine permits.

County Collector Trust Fund - Used to account for tax funds collected and payable to other local taxing districts.

Clerk of Circuit Court Trust Fund - Used to account for the payment of bonds which will be remitted back to the person when the case is adjudicated.

Township Motor Fuel Tax Fund - Used to account for motor fuel tax allotments received and used for maintenance work on township roads.

Highway Department Caps - Used to account for funds collected and payable to other municipalities using the Centralized Agency Permitting System.

Inmate Trust Account - Used to account for inmate funds held in trust.

Township Bridge Fund - Used to account for motor fuel tax allotments and other revenues received and used for construction and maintenance work on township bridges.

County of Winnebago, Illinois
Combining Schedule of Changes In Assets and Liabilities
Agency Funds

For The Year Ended September 30, 2016

| Total | Balances | | Balances | |
|---|---------------------------|-----------------------|-----------------------|---------------------------|
| | September 30, 2015 | Additions | Deductions | September 30, 2016 |
| Assets | | | | |
| Cash | \$ 11,529,769 | \$ 562,653,544 | \$ 560,146,022 | \$ 14,037,291 |
| Investments | 1,602,458 | 1,597,998 | 1,265,691 | 1,934,765 |
| Accrued interest on investments | 17,707 | 5,659 | 22,429 | 937 |
| Other receivables | 228,539 | 120,011 | 228,539 | 120,011 |
| Total assets | \$ 13,378,473 | \$ 564,377,212 | \$ 561,662,681 | \$ 16,093,004 |
| Liabilities | | | | |
| Accounts payable | \$ 55,341 | \$ 901,752 | \$ 864,948 | \$ 92,145 |
| Due to taxing districts | 2,925,092 | 531,977,162 | 529,314,327 | 5,587,927 |
| Due to other governmental units and agencies | 4,270,612 | 7,939,357 | 8,257,948 | 3,952,021 |
| Trust deposits | 4,405,157 | 1,673,766 | 1,153,534 | 4,925,389 |
| Due to others | 1,722,271 | 21,885,175 | 22,071,924 | 1,535,522 |
| Total liabilities | \$ 13,378,473 | \$ 564,377,212 | \$ 561,662,681 | \$ 16,093,004 |
| County Treasurer Trust Fund | | | | |
| Assets | | | | |
| Cash | \$ 1,419,825 | \$ 1,130,260 | \$ 1,825,718 | \$ 724,367 |
| Total assets | \$ 1,419,825 | \$ 1,130,260 | \$ 1,825,718 | \$ 724,367 |
| Liabilities | | | | |
| Due to other governmental units and agencies | \$ 1,419,825 | \$ 1,130,260 | \$ 1,825,718 | \$ 724,367 |
| Total liabilities | \$ 1,419,825 | \$ 1,130,260 | \$ 1,825,718 | \$ 724,367 |
| Treasurer Trustee Escrow | | | | |
| Assets | | | | |
| Cash | \$ 314,744 | \$ 679,332 | \$ 456,614 | \$ 537,462 |
| Total assets | \$ 314,744 | \$ 679,332 | \$ 456,614 | \$ 537,462 |
| Liabilities | | | | |
| Due to other governmental units and agencies | \$ 314,744 | \$ 679,332 | \$ 456,614 | \$ 537,462 |
| Total liabilities | \$ 314,744 | \$ 679,332 | \$ 456,614 | \$ 537,462 |

(This schedule is continued on the following pages.)

County of Winnebago, Illinois
Combining Schedule of Changes In Assets and Liabilities (Continued)
Agency Funds

For The Year Ended September 30, 2016

| | Balances | | | Balances | | |
|------------------------------------|---------------------|-----------------------|-----------------------|---------------------|--|--|
| Bankruptcy Trust Fund | September 30, 2015 | Additions | Deductions | September 30, 2016 | | |
| Assets | | | | | | |
| Cash | \$ 52,055 | \$ 34,921 | \$ 20,306 | \$ 66,670 | | |
| Total assets | \$ 52,055 | \$ 34,921 | \$ 20,306 | \$ 66,670 | | |
| Liabilities | | | | | | |
| Due to others | \$ 52,055 | \$ 34,921 | \$ 20,306 | \$ 66,670 | | |
| Total liabilities | \$ 52,055 | \$ 34,921 | \$ 20,306 | \$ 66,670 | | |
| Sheriff's Commissary Fund | | | | | | |
| Assets | | | | | | |
| Cash | \$ 83,249 | \$ 385,425 | \$ 366,949 | \$ 101,725 | | |
| Total assets | \$ 83,249 | \$ 385,425 | \$ 366,949 | \$ 101,725 | | |
| Liabilities | | | | | | |
| Due to others | \$ 83,249 | \$ 385,425 | \$ 366,949 | \$ 101,725 | | |
| Total liabilities | \$ 83,249 | \$ 385,425 | \$ 366,949 | \$ 101,725 | | |
| County Clerk Trust Fund | | | | | | |
| Assets | | | | | | |
| Cash | \$ 826,951 | \$ 7,126,900 | \$ 7,520,155 | \$ 433,696 | | |
| Total assets | \$ 826,951 | \$ 7,126,900 | \$ 7,520,155 | \$ 433,696 | | |
| Liabilities | | | | | | |
| Due to others | \$ 826,951 | \$ 7,126,900 | \$ 7,520,155 | \$ 433,696 | | |
| Total liabilities | \$ 826,951 | \$ 7,126,900 | \$ 7,520,155 | \$ 433,696 | | |
| County Collector Trust Fund | | | | | | |
| Assets | | | | | | |
| Cash | \$ 2,425,092 | \$ 531,477,162 | \$ 528,814,327 | \$ 5,087,927 | | |
| Investments | 500,000 | 500,000 | 500,000 | 500,000 | | |
| Total assets | \$ 2,925,092 | \$ 531,977,162 | \$ 529,314,327 | \$ 5,587,927 | | |
| Liabilities | | | | | | |
| Due to taxing districts | \$ 2,925,092 | \$ 531,977,162 | \$ 529,314,327 | \$ 5,587,927 | | |
| Total liabilities | \$ 2,925,092 | \$ 531,977,162 | \$ 529,314,327 | \$ 5,587,927 | | |

(This schedule is continued on the following pages.)

County of Winnebago, Illinois
Combining Schedule of Changes In Assets and Liabilities (Continued)
Agency Funds

For The Year Ended September 30, 2016

| | Balances | | | Balances | | |
|---|---------------------|----------------------|----------------------|---------------------|--|--|
| Clerk of Circuit Court Trust Fund | September 30, 2015 | Additions | Deductions | September 30, 2016 | | |
| Assets | | | | | | |
| Cash | \$ 6,112,817 | \$ 16,540,638 | \$ 16,080,812 | \$ 6,572,643 | | |
| Accrued interest on investments | 17,707 | 5,659 | 22,429 | 937 | | |
| Total assets | \$ 6,130,524 | \$ 16,546,297 | \$ 16,103,241 | \$ 6,573,580 | | |
| Liabilities | | | | | | |
| Due to other governmental units and agencies | \$ 1,019,823 | \$ 5,561,913 | \$ 5,586,311 | \$ 995,425 | | |
| Due to others | 705,544 | 9,310,618 | 9,363,396 | 652,766 | | |
| Trust deposits | 4,405,157 | 1,673,766 | 1,153,534 | 4,925,389 | | |
| Total liabilities | \$ 6,130,524 | \$ 16,546,297 | \$ 16,103,241 | \$ 6,573,580 | | |
| Township Motor Fuel Tax Fund | | | | | | |
| Assets | | | | | | |
| Investments | \$ 1,102,458 | \$ 1,097,998 | \$ 765,691 | \$ 1,434,765 | | |
| Other receivables | 228,539 | 120,011 | 228,539 | 120,011 | | |
| Total assets | \$ 1,330,997 | \$ 1,218,009 | \$ 994,230 | \$ 1,554,776 | | |
| Liabilities | | | | | | |
| Accounts payable | \$ 48,229 | \$ 901,752 | \$ 857,836 | \$ 92,145 | | |
| Due to other governmental units and agencies | 1,282,768 | 316,257 | 136,394 | 1,462,631 | | |
| Total liabilities | \$ 1,330,997 | \$ 1,218,009 | \$ 994,230 | \$ 1,554,776 | | |
| Highway Department Caps | | | | | | |
| Assets | | | | | | |
| Cash | \$ 28,350 | \$ 251,574 | \$ 252,911 | \$ 27,013 | | |
| Total assets | \$ 28,350 | \$ 251,574 | \$ 252,911 | \$ 27,013 | | |
| Liabilities | | | | | | |
| Due to other governmental units and agencies | \$ 28,350 | \$ 251,574 | \$ 252,911 | \$ 27,013 | | |
| Total liabilities | \$ 28,350 | \$ 251,574 | \$ 274,044 | \$ 27,013 | | |

(This schedule is continued on the following page.)

County of Winnebago, Illinois
 Combining Schedule of Changes In Assets and Liabilities (Continued)
 Agency Funds

For The Year Ended September 30, 2016

| Inmate Trust Account | Balances | | | Balances | |
|---|--------------------|---------------------|---------------------|--------------------|----------------|
| | September 30, 2015 | Additions | Deductions | September 30, 2016 | |
| Assets | | | | | |
| Cash | \$ 54,472 | \$ 5,027,311 | \$ 4,801,118 | \$ | 280,665 |
| Total assets | \$ 54,472 | \$ 5,027,311 | \$ 4,801,118 | \$ | 280,665 |
| Liabilities | | | | | |
| Due to others | \$ 54,472 | \$ 5,027,311 | \$ 4,801,118 | \$ | 280,665 |
| Total liabilities | \$ 54,472 | \$ 5,027,311 | \$ 4,801,118 | \$ | 280,665 |
| Township Bridge Fund | | | | | |
| Assets | | | | | |
| Cash | \$ 212,214 | \$ 21 | \$ 7,112 | \$ | 205,123 |
| Total assets | \$ 212,214 | \$ 21 | \$ 7,112 | \$ | 205,123 |
| Liabilities | | | | | |
| Accounts payable | \$ 7,112 | \$ - | \$ 7,112 | \$ | - |
| Due to other governmental units and agencies | 205,102 | 21 | - | \$ | 205,123 |
| Total liabilities | \$ 212,214 | \$ 21 | \$ 7,112 | \$ | 205,123 |

(See independent auditor's report.)

Capital Assets

County of Winnebago, Illinois

Capital Assets Used in the Operation of Governmental Funds

Schedule of Capital Assets By Source

September 30, 2016

Capital Assets

| | | |
|--|----|-------------|
| Land | \$ | 20,804,782 |
| Land improvements | | 421,223 |
| Buildings | | 177,205,672 |
| Building improvements | | 39,139,596 |
| Leasehold improvements | | 3,274,796 |
| Machinery and equipment and office furniture | | 37,911,420 |
| Infrastructure | | 197,965,082 |
| Construction in progress | | 2,201,151 |
| | | <hr/> |
| | \$ | 478,923,722 |

Note: This schedule includes only capital assets used in the operation of governmental funds. Capital assets of \$2,702,360 reported in the Internal Service Fund are not included.

County of Winnebago, Illinois
Capital Assets Used in the Operation of Governmental Funds
Schedule by Function and Activity and Changes by Function and Activity

For The Year Ended September 30, 2016

| <i>Function and Activity</i> | <i>Land</i> | <i>Land Improvements</i> | <i>Buildings</i> | <i>Building Improvements</i> | <i>Leasehold Improvements</i> | <i>Machinery and Equipment Office Furniture</i> | <i>Infrastructure</i> | <i>Construction in Progress</i> | <i>Total</i> |
|-------------------------------------|----------------------|--------------------------|-----------------------|------------------------------|-------------------------------|---|-----------------------|---------------------------------|-----------------------|
| General Government | | | | | | | | | |
| Balance, beginning of period | \$ 1,535,235 | \$ 263,025 | \$ 5,340,137 | \$ 14,994,041 | \$ - | \$ 8,964,689 | \$ 491,204 | \$ 109,333 | \$ 31,697,664 |
| Additions | - | 16,749 | - | - | - | 90,668 | - | 46,119 | 153,536 |
| Balance, end of period | 1,535,235 | 279,774 | 5,340,137 | 14,994,041 | - | 9,055,357 | 491,204 | 155,452 | 31,851,200 |
| Public Safety | | | | | | | | | |
| Balance, beginning of period | 4,845,781 | 101,050 | 167,652,974 | 11,263,706 | 3,274,796 | 10,041,940 | - | 889,143 | 198,069,390 |
| Additions | - | - | - | 1,027,526 | - | 682,439 | - | - | 1,709,965 |
| Disposals | - | - | - | - | - | (121,344) | - | - | (121,344) |
| Transfers | - | - | - | 413,868 | - | 475,275 | - | (889,143) | - |
| Balance, end of period | 4,845,781 | 101,050 | 167,652,974 | 12,705,100 | 3,274,796 | 11,078,310 | - | - | 199,658,011 |
| Highways and Streets | | | | | | | | | |
| Balance, beginning of period | 14,422,900 | - | 835,747 | 1,418,960 | - | 9,734,430 | 197,473,878 | 778,187 | 224,664,102 |
| Additions | - | - | - | - | - | 1,245,371 | - | 1,267,512 | 2,512,883 |
| Disposals | - | - | - | - | - | (191,756) | - | - | (191,756) |
| Balance, end of period | 14,422,900 | - | 835,747 | 1,418,960 | - | 10,788,045 | 197,473,878 | 2,045,699 | 226,985,229 |
| Health and Welfare | | | | | | | | | |
| Balance, beginning of period | 866 | 40,399 | 468,513 | 1,599,589 | - | 1,081,081 | - | - | 3,190,448 |
| Additions | - | - | - | - | - | - | - | 153,800 | 153,800 |
| Disposals | - | - | - | - | - | - | - | (153,800) | (153,800) |
| Balance, end of period | 866 | 40,399 | 468,513 | 1,599,589 | - | 1,081,081 | - | - | 3,190,448 |
| Judicial | | | | | | | | | |
| Balance, beginning of period | - | - | 2,908,301 | 7,914,002 | - | 5,884,146 | - | 10,975 | 16,717,424 |
| Additions | - | - | - | 496,929 | - | 49,481 | - | - | 546,410 |
| Transfers | - | - | - | - | - | (25,000) | - | - | (25,000) |
| Retirements | - | - | - | 10,975 | - | - | - | (10,975) | - |
| Balance, end of period | - | - | 2,908,301 | 8,421,906 | - | 5,908,627 | - | - | 17,238,834 |
| Total balance, end of period | \$ 20,804,782 | \$ 421,223 | \$ 177,205,672 | \$ 39,139,596 | \$ 3,274,796 | \$ 37,911,420 | \$ 197,965,082 | \$ 2,201,151 | \$ 478,923,722 |

(See independent auditor's report.)

Statistical Section

This part of the County of Winnebago Illinois' comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

Financial Trends - These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time. (Pages 197-206)

Revenue Capacity - These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax. (Pages 207-210)

Debt Capacity - These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and County's ability to issue additional debt in the future. (Pages 211-212)

Demographic and Economic Information - These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place. (Pages 213-214)

Operating Information - These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs. (Pages 215-221)

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

County of Winnebago, Illinois
Net Position by Component
Last Ten Fiscal Years

(accrual basis of accounting)

| | <i>2007</i> | <i>2008</i> | <i>2009</i> | <i>2010</i> |
|--|-----------------------|-----------------------|-----------------------|-----------------------|
| Governmental activities | | | | |
| Net investment in capital assets | \$ 178,679,304 | \$ 182,232,470 | \$ 184,195,898 | \$ 182,415,473 |
| Restricted | 75,925,208 | 72,569,170 | 71,817,662 | 71,903,079 |
| Unrestricted | 14,886,533 | 8,785,161 | (7,307,356) | (6,670,556) |
| Total governmental activities net position | 269,491,045 | 263,586,801 | 248,706,204 | 247,647,996 |
| Business-type activities | | | | |
| Net investment in capital assets | 7,756,628 | 7,532,255 | 7,247,979 | 7,474,881 |
| Restricted | 53,575 | 51,200 | - | - |
| Unrestricted | 8,657,226 | 8,329,439 | 8,525,601 | 6,984,335 |
| Total business-type activities net position | 16,467,429 | 15,912,894 | 15,773,580 | 14,459,216 |
| Total primary government net position | \$ 285,958,474 | \$ 279,499,695 | \$ 264,479,784 | \$ 262,107,212 |
| Primary Government | | | | |
| Net investment in capital assets | \$ 186,435,932 | \$ 189,764,725 | \$ 191,443,877 | \$ 189,890,354 |
| Restricted | 75,978,783 | 72,620,370 | 71,817,662 | 71,903,079 |
| Unrestricted | 23,543,759 | 17,114,600 | 1,218,245 | 313,779 |
| Total primary government net position | \$ 285,958,474 | \$ 279,499,695 | \$ 264,479,784 | \$ 262,107,212 |

Note 1: The Winnebago County Forest Preserve District is not included in the County's reporting entity as a blended component unit for fiscal year 2011.

Note 2: GASB Statement No. 68 was implemented for the fiscal year ended September 30, 2015.

| | <i>2011</i> | <i>2012</i> | <i>2013</i> | <i>2014</i> | <i>2015</i> | <i>2016</i> |
|----|--------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| \$ | 157,029,706 | \$ 165,171,068 | \$ 170,415,570 | \$ 170,841,745 | \$ 173,725,916 | \$ 172,355,997 |
| | 55,071,335 | 55,556,298 | 61,435,224 | 61,063,583 | 61,305,443 | 56,214,758 |
| | 5,384,291 | 5,163,283 | (3,163,256) | (16,500,620) | (35,411,413) | (44,119,229) |
| | <u>217,485,332</u> | <u>225,890,649</u> | <u>228,687,538</u> | <u>215,404,708</u> | <u>199,619,946</u> | <u>184,451,526</u> |
| | 7,655,052 | 5,862,922 | 8,975,812 | 8,726,385 | 8,568,939 | 8,294,564 |
| | - | - | - | - | - | - |
| | <u>11,488,532</u> | <u>13,069,665</u> | <u>8,355,973</u> | <u>6,516,461</u> | <u>4,911,051</u> | <u>5,296,575</u> |
| | <u>19,143,584</u> | <u>18,932,587</u> | <u>17,331,785</u> | <u>15,242,846</u> | <u>13,479,990</u> | <u>13,591,139</u> |
| \$ | <u>236,628,916</u> | <u>\$ 244,823,236</u> | <u>\$ 246,019,323</u> | <u>\$ 230,647,554</u> | <u>\$ 213,099,936</u> | <u>\$ 198,042,665</u> |
| \$ | 164,684,758 | \$ 171,977,420 | \$ 179,391,382 | \$ 179,568,130 | \$ 182,294,855 | \$ 180,650,561 |
| | 55,071,335 | 55,556,298 | 61,435,224 | 61,063,583 | 61,305,443 | 56,214,758 |
| | 16,872,823 | 17,289,518 | 5,192,717 | (9,984,159) | (30,500,362) | (38,822,654) |
| \$ | <u>236,628,916</u> | <u>\$ 244,823,236</u> | <u>\$ 246,019,323</u> | <u>\$ 230,647,554</u> | <u>\$ 213,099,936</u> | <u>\$ 198,042,665</u> |

County of Winnebago, Illinois
Changes in Net Position
Last Ten Fiscal Years

(accrual basis of accounting)

| | <i>2007</i> | <i>2008</i> | <i>2009</i> | <i>2010</i> |
|--|-----------------------|-----------------------|-----------------------|-----------------------|
| Expenses | | | | |
| Governmental activities | | | | |
| General government | \$ 17,453,405 | \$ 18,739,470 | \$ 16,303,780 | \$ 18,455,578 |
| Public safety | 57,533,271 | 68,179,352 | 68,142,980 | 62,513,492 |
| Highway and streets | 14,073,413 | 17,835,594 | 19,850,536 | 17,385,697 |
| Health and welfare | 16,908,841 | 18,738,702 | 21,706,141 | 19,416,340 |
| Judicial | 13,784,888 | 15,155,921 | 17,888,697 | 15,507,345 |
| Culture and recreation | 4,338,552 | 4,808,203 | 5,426,727 | 4,846,811 |
| Interest on long-term liabilities | 7,747,506 | 7,467,358 | 7,077,628 | 6,996,504 |
| Contributions to other governments | - | - | - | - |
| Total governmental activities expenses | 131,839,876 | 150,924,600 | 156,396,489 | 145,121,767 |
| Business-type activities | | | | |
| Nursing home | 14,099,265 | 15,073,563 | 15,761,864 | 15,765,513 |
| Animal services | 2,054,740 | 2,064,387 | 2,250,079 | 2,289,646 |
| Golf course | 2,043,140 | 2,128,895 | 1,927,535 | 1,950,875 |
| Court Street activities | - | - | - | 182,196 |
| Total business-type activities | 18,197,145 | 19,266,845 | 19,939,478 | 20,188,230 |
| Total primary government expenses | \$ 150,037,021 | \$ 170,191,445 | \$ 176,335,967 | \$ 165,309,997 |
| Program Revenues | | | | |
| Governmental activities | | | | |
| Charges for services | | | | |
| General government | \$ 14,132,318 | \$ 13,194,444 | \$ 13,127,463 | \$ 12,189,358 |
| Public safety | 4,317,596 | 5,117,128 | 5,614,364 | 6,345,288 |
| Highway and streets | 8,885,951 | 7,177,437 | 6,018,281 | 7,682,994 |
| Health and welfare | 1,568,764 | 1,552,157 | 1,512,599 | 1,590,773 |
| Judicial | 2,870,683 | 2,717,961 | 2,799,692 | 2,642,332 |
| Culture and recreation | 386,678 | 643,057 | 519,134 | 330,159 |
| Operating grants and contributions | 11,032,653 | 12,241,196 | 12,353,528 | 16,232,991 |
| Capital grants and contributions | 594,066 | 2,309,171 | 6,431,481 | 2,419,112 |
| Total governmental activities program revenues | 43,788,709 | 44,952,551 | 48,376,542 | 49,433,007 |
| Business-type activities | | | | |
| Charges for services | | | | |
| Nursing home | 11,997,437 | 11,599,296 | 12,379,735 | 10,835,227 |
| Animal services | 1,880,469 | 2,166,162 | 2,524,155 | 2,466,527 |
| Golf course | 1,854,000 | 1,765,917 | 1,733,708 | 1,690,706 |
| Court Street activities | - | - | - | 303,591 |
| Capital grants and contributions | - | - | - | - |
| Total business-type activities program revenues | 15,731,906 | 15,531,375 | 16,637,598 | 15,296,051 |
| Total primary government revenues | \$ 59,520,615 | \$ 60,483,926 | \$ 65,014,140 | \$ 64,729,058 |

| | <i>2011</i> | <i>2012</i> | <i>2013</i> | <i>2014</i> | <i>2015</i> | <i>2016</i> |
|----|-------------|----------------|----------------|----------------|----------------|----------------|
| \$ | 14,033,139 | \$ 15,292,112 | \$ 14,890,195 | \$ 17,353,462 | \$ 18,134,635 | \$ 22,515,804 |
| | 61,782,384 | 60,627,022 | 65,526,720 | 67,902,424 | 69,306,301 | 70,565,536 |
| | 17,274,364 | 17,717,274 | 20,477,224 | 18,628,115 | 17,599,874 | 16,796,430 |
| | 19,215,046 | 17,376,532 | 16,399,020 | 15,119,515 | 14,785,714 | 12,451,288 |
| | 14,952,052 | 18,105,499 | 18,814,931 | 21,221,309 | 20,606,511 | 22,225,126 |
| | 800,000 | - | - | - | - | - |
| | 7,037,691 | 6,422,273 | 5,313,690 | 5,038,861 | 4,787,727 | 4,309,092 |
| | - | - | - | 8,000,000 | 10,979,109 | 600,000 |
| | 135,094,676 | 135,540,712 | 141,421,780 | 153,263,686 | 156,199,871 | 149,463,276 |
| | 15,587,911 | 15,312,315 | 15,377,184 | 16,016,816 | 16,590,570 | 18,622,977 |
| | 2,255,708 | 2,372,936 | 2,529,754 | 2,627,869 | 2,653,802 | 2,887,148 |
| | - | - | - | - | - | - |
| | 350,375 | 437,708 | 431,387 | 469,660 | 421,767 | 479,100 |
| | 18,193,994 | 18,122,959 | 18,338,325 | 19,114,345 | 19,666,139 | 21,989,225 |
| \$ | 153,288,670 | \$ 153,663,671 | \$ 159,760,105 | \$ 172,378,031 | \$ 175,866,010 | \$ 171,452,501 |
| \$ | 11,171,293 | \$ 13,029,206 | \$ 6,953,395 | \$ 6,943,608 | \$ 11,048,309 | \$ 11,438,449 |
| | 6,372,497 | 7,039,712 | 7,581,484 | 11,537,564 | 11,814,828 | 11,826,072 |
| | 7,868,427 | 6,757,927 | 7,332,593 | 1,894,003 | 1,512,117 | 982,229 |
| | 1,556,136 | 1,570,501 | 982,902 | 1,886,486 | 1,766,846 | 1,613,585 |
| | 2,471,557 | 2,615,379 | 8,160,165 | 9,558,611 | 7,967,916 | 7,353,812 |
| | - | - | - | - | - | - |
| | 13,820,134 | 13,989,009 | 15,722,165 | 23,162,711 | 20,810,501 | 15,527,637 |
| | 5,333,161 | 8,568,290 | 7,562,912 | 2,894,455 | 5,378,199 | - |
| | 48,593,205 | 53,570,024 | 54,295,616 | 57,877,438 | 60,298,716 | 48,741,784 |
| | 16,827,249 | 12,443,315 | 11,192,915 | 12,227,451 | 14,510,272 | 14,607,011 |
| | 2,364,015 | 2,311,337 | 2,355,311 | 2,457,293 | 2,513,129 | 2,594,590 |
| | - | - | - | - | - | - |
| | 554,405 | 583,215 | 558,868 | 569,302 | 594,645 | 608,475 |
| | - | - | - | - | - | 153,800 |
| | 19,745,669 | 15,337,867 | 14,107,094 | 15,254,046 | 17,618,046 | 17,963,876 |
| \$ | 68,338,874 | \$ 68,907,891 | \$ 68,402,710 | \$ 73,131,484 | \$ 77,916,762 | \$ 66,705,660 |

County of Winnebago, Illinois
Changes in Net Position (Continued)
Last Ten Fiscal Years

(accrual basis of accounting)

| | <i>2007</i> | <i>2008</i> | <i>2009</i> | <i>2010</i> |
|---|------------------------|-------------------------|-------------------------|-------------------------|
| Net Revenues (Expenses) | | | | |
| Governmental activities | \$ (88,051,167) | \$ (105,972,049) | \$ (108,019,947) | \$ (95,688,760) |
| Business-type activities | (2,465,239) | (3,735,470) | (3,301,880) | (4,892,179) |
| Total primary government net expense | \$ (90,516,406) | \$ (109,707,519) | \$ (111,321,827) | \$ (100,580,939) |
| General Revenues and Other Changes in Net Position | | | | |
| Governmental activities | | | | |
| Taxes | | | | |
| Property taxes | \$ 36,205,099 | \$ 38,238,078 | \$ 40,094,867 | \$ 40,668,693 |
| Sales taxes | 1,234,410 | 1,127,725 | 987,676 | 979,387 |
| Quarter-cent sales tax | 8,526,460 | 8,242,841 | 6,836,561 | 7,265,948 |
| Public safety sales tax | 29,319,986 | 28,813,102 | 25,248,665 | 25,880,590 |
| Use tax | 808,433 | 986,901 | 788,214 | 755,828 |
| Other taxes | 6,208,919 | 6,611,323 | 6,369,042 | 6,304,179 |
| Intergovernmental: | | | | |
| Replacement taxes | 6,192,961 | 6,399,990 | 5,337,172 | 4,923,413 |
| Shared income taxes | 5,407,065 | 5,868,899 | 4,894,822 | 4,119,207 |
| Miscellaneous | 2,680,190 | 4,785,300 | 4,160,561 | 6,839,346 |
| Investment income | 6,940,443 | 2,912,436 | 1,430,769 | 306,961 |
| Transfers | (3,091,625) | (3,060,000) | (5,504,182) | (3,413,000) |
| Total governmental activities | 100,432,341 | 100,926,595 | 90,644,167 | 94,630,552 |
| Business-type activities | | | | |
| Property taxes | - | - | - | - |
| Miscellaneous | 168,269 | 61,448 | 105,142 | 164,779 |
| Investment income | 114,504 | 59,487 | 23,424 | 36 |
| Transfers | 3,091,625 | 3,060,000 | 3,034,000 | 3,413,000 |
| Total business-type activities | 3,374,398 | 3,180,935 | 3,162,566 | 3,577,815 |
| Total primary government | \$ 103,806,739 | \$ 104,107,530 | \$ 93,806,733 | \$ 98,208,367 |
| Change in Net Position | | | | |
| Governmental activities | \$ 12,381,174 | \$ (5,045,454) | \$ (17,375,780) | \$ (1,058,208) |
| Business-type activities | 909,159 | (554,535) | (139,314) | (1,314,364) |
| Total primary government | \$ 13,290,333 | \$ (5,599,989) | \$ (17,515,094) | \$ (2,372,572) |

Note 1: The Winnebago County Forest Preserve District is not included in the County's reporting entity as a blended component unit for fiscal year 2011.

| | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 |
|----|--------------|-----------------|-----------------|-----------------|-----------------|------------------|
| \$ | (86,501,471) | \$ (81,970,688) | \$ (87,126,164) | \$ (95,386,248) | \$ (95,901,155) | \$ (100,721,492) |
| | 1,551,675 | (2,785,092) | (4,231,231) | (3,860,299) | (2,048,093) | (4,025,349) |
| \$ | (84,949,796) | \$ (84,755,780) | \$ (91,357,395) | \$ (99,246,547) | \$ (97,949,248) | \$ (104,746,841) |

| | | | | | | |
|----|------------|---------------|---------------|---------------|---------------|---------------|
| \$ | 34,184,743 | \$ 34,336,135 | \$ 35,436,964 | \$ 36,782,848 | \$ 36,787,191 | \$ 36,824,470 |
| | 1,076,078 | 1,057,424 | 1,086,823 | 1,174,436 | 1,046,654 | 1,073,391 |
| | 7,556,066 | 7,781,995 | 7,883,257 | 8,098,374 | 8,119,132 | 8,106,791 |
| | 26,532,122 | 26,969,212 | 27,016,241 | 27,607,304 | 27,405,051 | 27,235,947 |
| | 895,589 | 918,351 | 994,437 | 1,116,959 | 1,300,210 | 1,412,537 |
| | 5,863,087 | 6,342,020 | 5,921,754 | 849,986 | 1,099,618 | 1,139,354 |
| | 5,254,065 | 4,374,012 | 4,963,335 | 5,137,302 | 4,826,579 | 4,827,617 |
| | 5,114,164 | 5,165,611 | 5,657,755 | 5,725,297 | 6,280,469 | 5,963,414 |
| | 2,386,360 | 2,483,083 | 1,973,864 | 1,268,302 | 757,857 | 1,058,389 |
| | 143,371 | 134,463 | 93,527 | 59,610 | 66,396 | 115,115 |
| | 280,857 | 257,000 | 42,826 | 263,000 | 291,040 | 262,600 |
| | 89,286,502 | 89,819,306 | 91,070,783 | 88,083,418 | 87,980,197 | 88,019,625 |

| | | | | | | |
|----|------------|---------------|---------------|---------------|---------------|---------------|
| | 2,932,359 | 2,830,353 | 2,672,499 | 2,033,085 | 1,927,539 | 1,929,971 |
| | 149,907 | - | - | - | - | - |
| | 8 | 742 | 756 | 1,275 | 140 | 2,574 |
| | (280,857) | (257,000) | (42,826) | (263,000) | (291,040) | (262,600) |
| | 2,801,417 | 2,574,095 | 2,630,429 | 1,771,360 | 1,636,639 | 1,669,945 |
| \$ | 92,087,919 | \$ 92,393,401 | \$ 93,701,212 | \$ 89,854,778 | \$ 89,616,836 | \$ 89,689,570 |

| | | | | | | |
|----|-----------|--------------|--------------|----------------|----------------|-----------------|
| \$ | 2,785,031 | \$ 7,848,618 | \$ 3,944,619 | \$ (7,302,830) | \$ (7,920,958) | \$ (12,701,867) |
| | 4,353,092 | (210,997) | (1,600,802) | (2,088,939) | (411,454) | (2,355,404) |
| \$ | 7,138,123 | \$ 7,637,621 | \$ 2,343,817 | \$ (9,391,769) | \$ (8,332,412) | \$ (15,057,271) |

County of Winnebago, Illinois
Fund Balances, Governmental Funds
Last Ten Fiscal Years

(modified accrual basis of accounting)

| | <i>2007</i> | <i>2008</i> | <i>2009</i> | <i>2010</i> |
|---|-----------------------|----------------------|----------------------|----------------------|
| General Fund | | | | |
| Nonspendable in form - prepaids | \$ - | \$ - | \$ - | \$ - |
| Nonspendable in form - inventory | - | - | - | - |
| Reserved/restricted | 447,550 | 186,599 | 101,869 | 151,589 |
| Assigned | - | - | - | - |
| Unreserved/unassigned | 15,325,630 | 14,449,681 | 7,096,792 | 10,209,791 |
| Total General Fund | \$ 15,773,180 | \$ 14,636,280 | \$ 7,198,661 | \$ 10,361,380 |
| All Other Governmental Funds | | | | |
| Nonspendable in form - prepaid expenditures | \$ - | \$ - | \$ - | \$ - |
| Reserved/restricted | 37,322,223 | 33,559,508 | 28,534,511 | 35,076,197 |
| Unreserved/unrestricted reported in | | | | |
| Special revenue funds | 43,168,182 | 42,097,752 | 38,120,173 | 37,918,895 |
| Debt service funds | - | - | (65,208) | - |
| Capital project funds | 19,553,740 | 12,187,087 | (514,118) | - |
| Assigned | | | | |
| Public safety | - | - | - | - |
| Capital projects | - | - | - | - |
| Public health | - | - | - | - |
| Highways and streets | - | - | - | - |
| Unassigned | - | - | - | - |
| Total all other governmental funds | \$ 100,044,145 | \$ 87,844,347 | \$ 66,075,358 | \$ 72,995,092 |

Note 1: The County implemented GASB Statement No. 54 in fiscal year 2011.

| | <i>2011</i> | <i>2012</i> | <i>2013</i> | <i>2014</i> | <i>2015</i> | <i>2016</i> |
|----|---------------|---------------|---------------|---------------|---------------|---------------|
| \$ | - | \$ - | \$ - | \$ - | \$ 26,461 | \$ 79,024 |
| | 70,911 | 160,149 | 146,284 | 84,895 | 113,122 | - |
| | - | - | - | - | - | - |
| | - | - | - | - | 249,000 | 200,000 |
| | 11,855,772 | 13,111,073 | 12,870,465 | 13,119,243 | 12,539,651 | 12,435,314 |
| \$ | \$ 11,926,683 | \$ 13,271,222 | \$ 13,016,749 | \$ 13,204,138 | \$ 12,928,234 | \$ 12,714,338 |
| \$ | - | \$ - | \$ - | \$ 29,227 | \$ 49,658 | \$ - |
| | 55,071,335 | 55,556,298 | 64,715,086 | 64,648,773 | 65,594,661 | 57,831,517 |
| | - | - | - | - | - | - |
| | - | - | - | - | - | - |
| | - | - | - | - | - | - |
| | 4,443,563 | 4,926,095 | 328,013 | - | 606,522 | 606,522 |
| | 2,468,017 | 2,212,888 | 3,054,378 | 3,177,871 | 2,931,817 | 3,283,359 |
| | 1,654,327 | - | - | - | - | - |
| | 4,253,772 | 8,288,071 | 297,716 | - | - | - |
| | (450,670) | (191,552) | (267,144) | (375,406) | (542,615) | (656,407) |
| \$ | \$ 67,440,344 | \$ 70,791,800 | \$ 68,128,049 | \$ 67,480,465 | \$ 68,640,043 | \$ 61,064,991 |

County of Winnebago, Illinois
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years

(modified accrual basis of accounting)

| | <i>2007</i> | <i>2008</i> | <i>2009</i> | <i>2010</i> |
|--|------------------------|------------------------|------------------------|------------------------|
| Revenues | | | | |
| Taxes | \$ 75,783,888 | \$ 77,098,147 | \$ 73,955,983 | \$ 73,955,983 |
| Intergovernmental | 35,678,286 | 36,210,313 | 40,056,706 | 40,056,706 |
| Charges for services | 24,962,050 | 22,971,935 | 22,239,473 | 22,239,473 |
| Fines and forfeitures | 1,226,659 | 1,277,407 | 1,364,338 | 1,364,338 |
| Licenses and permits | 1,326,945 | 1,547,087 | 1,244,095 | 1,244,095 |
| Investment income | 6,940,442 | 2,912,436 | 1,430,769 | 1,430,769 |
| Miscellaneous | 3,044,892 | 4,784,679 | 4,250,560 | 4,250,560 |
| Total revenues | \$ 148,963,162 | \$ 146,802,004 | \$ 144,541,924 | \$ 144,541,924 |
| Expenditures | | | | |
| Current | | | | |
| General government | \$ 15,078,745 | \$ 17,054,879 | \$ 18,458,779 | \$ 18,458,779 |
| Public safety | 54,696,874 | 62,720,274 | 58,226,550 | 58,226,550 |
| Highway and streets | 9,025,979 | 9,970,104 | 9,750,329 | 9,750,329 |
| Health and welfare | 16,955,963 | 18,516,135 | 18,131,987 | 18,131,987 |
| Judicial | 13,783,781 | 14,724,540 | 14,955,689 | 14,955,689 |
| Culture and recreation | 3,915,369 | 4,347,735 | 4,443,103 | 4,443,103 |
| Debt service | | | | |
| Principal | 7,019,345 | 7,799,671 | 7,920,000 | 7,920,000 |
| Interest | 6,173,058 | 7,381,026 | 7,037,247 | 7,037,247 |
| Capital outlay | 49,688,239 | 18,298,245 | 19,004,874 | 19,004,874 |
| Contributions to other governments | - | - | - | - |
| Total expenditures | \$ 176,337,353 | \$ 160,812,609 | \$ 157,928,558 | \$ 157,928,558 |
| Excess of revenues over (under) expenditures | \$ (27,374,191) | \$ (14,010,605) | \$ (13,386,634) | \$ (13,386,634) |
| Other financing sources (uses) | | | | |
| Transfers in | \$ 22,661,999 | \$ 17,268,841 | \$ 15,815,781 | \$ 15,815,781 |
| Transfers (out) | (25,839,624) | (20,378,841) | (18,899,781) | (18,899,781) |
| Proceeds from capital lease obligation | - | - | 1,138,929 | 1,138,929 |
| Issuance of general obligation bond | 18,000,000 | 2,675,000 | 5,100,000 | 5,100,000 |
| Premium (discount) on bond issue | 311,021 | 784 | 131,729 | 131,729 |
| Issuance of general obligation debt certificates | - | - | - | - |
| Issuance of commitments payable | - | - | - | - |
| Proceeds from refunding bond | 18,765,000 | - | - | - |
| Premium on general obligation debt issues | 48,042 | - | - | - |
| Payment to escrow agent | (18,559,440) | - | (2,761,547) | (2,761,547) |
| Total other financing sources (uses) | \$ 15,386,998 | \$ (434,216) | \$ 525,111 | \$ 525,111 |
| Net change in fund balances | \$ (11,987,193) | \$ (14,444,821) | \$ (12,861,523) | \$ (12,861,523) |
| Debt service as a percentage of noncapital expenditures | 10.30% | 10.38% | 10.45% | 10.31% |

Note 1: The Winnebago County Forest Preserve District is not included in the County's reporting entity as a blended component unit for fiscal year 2011.

| | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 |
|----|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| \$ | 69,975,097 | \$ 70,862,114 | \$ 72,417,612 | \$ 75,444,498 | \$ 75,410,756 | \$ 75,908,266 |
| | 35,797,876 | 35,817,794 | 36,907,522 | 41,122,907 | 38,986,366 | 32,806,919 |
| | 18,364,562 | 19,922,309 | 19,174,240 | 16,711,334 | 18,223,190 | 19,964,497 |
| | 4,063,815 | 4,562,522 | 5,283,893 | 4,841,227 | 5,308,134 | 4,550,814 |
| | 1,369,830 | 1,292,518 | 1,156,328 | 1,220,867 | 1,146,026 | 1,267,864 |
| | 143,371 | 134,464 | 93,527 | 59,610 | 66,395 | 115,115 |
| | 3,139,907 | 3,198,670 | 3,235,378 | 3,657,519 | 2,914,921 | 1,745,765 |
| | <u>\$ 132,854,458</u> | <u>\$ 135,790,391</u> | <u>\$ 138,268,500</u> | <u>\$ 143,057,962</u> | <u>\$ 142,055,788</u> | <u>\$ 136,359,240</u> |
| \$ | 13,668,349 | \$ 15,607,535 | \$ 16,554,104 | \$ 16,503,188 | \$ 16,697,613 | \$ 20,071,549 |
| | 55,058,505 | 56,396,803 | 61,012,119 | 63,171,618 | 61,959,493 | 61,153,605 |
| | 9,071,694 | 9,121,707 | 9,190,738 | 9,882,071 | 8,257,882 | 7,431,435 |
| | 16,901,253 | 16,814,070 | 15,905,375 | 15,212,852 | 14,576,168 | 11,463,939 |
| | 14,485,897 | 16,678,131 | 17,807,618 | 18,925,239 | 19,244,637 | 19,488,726 |
| | - | - | - | - | - | - |
| | 9,142,537 | 9,396,952 | 10,646,761 | 11,108,574 | 13,001,054 | 14,484,808 |
| | 7,286,462 | 6,255,194 | 5,859,179 | 5,641,954 | 5,343,227 | 5,068,629 |
| | 8,347,378 | 5,054,815 | 13,563,260 | 7,826,008 | 6,994,555 | 6,696,107 |
| | - | - | - | - | 10,979,109 | 600,000 |
| | <u>\$ 133,962,075</u> | <u>\$ 135,325,207</u> | <u>\$ 150,539,154</u> | <u>\$ 148,271,504</u> | <u>\$ 157,053,738</u> | <u>\$ 146,458,798</u> |
| \$ | (1,107,617) | \$ 465,184 | \$ (12,270,654) | \$ (5,213,542) | \$ (14,997,950) | \$ (10,099,558) |
| \$ | 16,062,800 | \$ 15,824,447 | \$ 17,057,923 | \$ 15,136,152 | \$ 14,804,792 | \$ 12,903,043 |
| | (15,831,943) | (15,617,447) | (17,065,097) | (14,873,152) | (14,513,752) | (12,640,443) |
| | - | - | 2,089,438 | 818,360 | 911,437 | 1,381,814 |
| | 5,955,000 | 3,300,000 | 6,000,000 | 4,000,000 | 287,025 | 122,734 |
| | 269,580 | 786,377 | 8,667,861 | - | - | - |
| | - | - | 700,000 | - | 14,064,109 | 2,485,000 |
| | - | - | - | - | - | 600,000 |
| | - | 14,660,000 | 50,185,000 | - | - | - |
| | - | - | - | - | - | - |
| | (6,126,387) | (15,279,265) | (58,282,695) | - | - | (2,541,538) |
| | <u>\$ 329,050</u> | <u>\$ 3,674,112</u> | <u>\$ 9,352,430</u> | <u>\$ 5,081,360</u> | <u>\$ 15,553,611</u> | <u>\$ 2,310,610</u> |
| \$ | (778,567) | \$ 4,139,296 | \$ (2,918,224) | \$ (132,182) | \$ 555,661 | \$ (7,788,948) |
| | 12.61% | 11.89% | 11.91% | 11.85% | 12.07% | 13.83% |

County of Winnebago, Illinois
Assessed and Estimated Actual Value of Taxable Property
Last Ten Levy Years

| <i>Levy Year</i> | <i>Real Property</i> | | <i>Railroad Property</i> | | <i>Total</i> | | <i>Total Direct Tax Rate</i> |
|----------------------|---------------------------|---------------------------------------|---------------------------|---------------------------------------|---------------------------|---------------------------------------|--------------------------------------|
| | <i>Assessed Value</i> | <i>Estimated Actual Value</i> | <i>Assessed Value</i> | <i>Estimated Actual Value</i> | <i>Assessed Value</i> | <i>Estimated Actual Value</i> | |
| 2006 | \$ 4,285,628,594 | \$ 12,856,885,782 | \$ 3,129,842 | \$ 9,389,526 | \$ 4,288,758,436 | \$ 12,866,275,308 | 0.7829 |
| 2007 | 4,600,846,259 | 13,802,538,777 | 3,899,203 | 11,697,609 | 4,604,745,462 | 13,814,236,386 | 0.7704 |
| 2008 | 4,823,871,476 | 14,471,614,428 | 5,136,495 | 15,409,485 | 4,829,007,971 | 14,487,023,913 | 0.7835 |
| 2009 | 4,842,094,287 | 14,526,282,861 | 5,113,750 | 15,341,250 | 4,847,208,037 | 14,541,624,111 | 0.7934 |
| 2010 | 4,690,998,067 | 14,072,994,201 | 6,065,071 | 18,195,213 | 4,697,063,138 | 14,091,189,414 | 0.8799 |
| 2011 | 4,486,916,092 | 13,460,748,276 | 6,161,628 | 18,484,884 | 4,493,077,720 | 13,479,233,160 | 0.8676 |
| 2012 | 4,126,707,051 | 12,380,121,153 | 6,932,248 | 20,796,744 | 4,133,639,299 | 12,400,917,897 | 0.9423 |
| 2013 | 3,824,740,274 | 11,474,220,822 | 7,383,675 | 22,151,025 | 3,832,123,949 | 11,496,371,847 | 1.0329 |
| 2014 | 3,636,331,451 | 10,908,994,353 | 8,690,956 | 26,072,868 | 3,645,022,407 | 10,935,067,221 | 1.0845 |
| 2015 | 3,545,618,725 | 10,636,856,175 | 9,235,785 | 27,707,355 | 3,554,854,510 | 10,664,563,530 | 1.0984 |

Source: Winnebago County Supervisor of Assessments Office

Notes: Property in Winnebago County is reassessed on an annual basis. The County assesses property at approximately 33.33% of actual value for all property types. Estimated actual taxable value is calculated by dividing taxable assessed value by those percentages. Tax rates are per \$1,000 of assessed value. The above tables relate to the years when the taxes were levied.

County of Winnebago, Illinois
Direct and Overlapping Property Tax Rates
Last Ten Levy Years

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

| <i>Year taxes are payable</i> | <i>2007</i> | <i>2008</i> | <i>2009</i> | <i>2010</i> | <i>2011</i> | <i>2012</i> | <i>2013</i> | <i>2014</i> | <i>2015</i> | <i>2016</i> |
|--------------------------------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|---------------|---------------|
| County of Winnebago | | | | | | | | | | |
| General | 0.2473 | 0.2500 | 0.3203 | 0.3274 | 0.3520 | 0.3292 | 0.3554 | 0.4306 | 0.4436 | 0.4493 |
| Special Revenue | 0.5358 | 0.5204 | 0.4632 | 0.4660 | 0.4779 | 0.5384 | 0.5869 | 0.6023 | 0.6409 | 0.6491 |
| City Rates | | | | | | | | | | |
| City of Rockford | 2.2527 | 2.2026 | 2.2085 | 2.2297 | 2.3595 | 2.5191 | 2.8178 | 3.0811 | 3.2931 | 3.3595 |
| City of South Beloit | 0.9358 | 0.8745 | 0.8554 | 0.8616 | 0.9222 | 0.9796 | 1.0656 | 1.1395 | 1.1891 | 1.1922 |
| Community College Rates | .4660 - .5422 | .4410 - .5484 | .4578 - .5454 | .4583 - 5624 | .4503 - 5587 | .4541 - .5745 | .4477 - .6434 | .4630 - .7236 | .4823-.7119 | .4893-.6939 |
| Village Rates | .2274 - .8124 | .2268 - .7895 | .2239 - .7928 | .2302 - .8728 | .2342 - .7386 | .2522 - .7492 | .2882 - .8376 | .2954 - .8805 | .3196-.8953 | .3920-.9391 |
| Forest Preserve Rate | 0.0951 | 0.0905 | 0.0859 | 0.0859 | 0.0898 | 0.0956 | 0.1072 | 0.1165 | 0.1199 | 0.1203 |
| Fire District Rates | .2806 - .7239 | .0547 - .7210 | .0556 - .7306 | .0562 - .6930 | .0599 - .7260 | .0639 - .7342 | .0723 - .8214 | .0812 - .9166 | .0869-.9765 | .0915-.9999 |
| Grade School Rates | 2.7334 - 3.3725 | 2.6899 - 3.4077 | 2.7060 - 3.4022 | 2.7563 - 3.4292 | 2.9138 - 3.6328 | 3.0293 - 3.8020 | 3.2985 - 4.1837 | 3.5108 - 4.4356 | 3.6812-4.5689 | 3.8877-4.5344 |
| High School Rate | 2.3711 | 2.2614 | 2.2378 | 2.2624 | 2.4029 | 2.5025 | 2.3729 | 2.5241 | 2.6168 | 2.6083 |
| Library District Rates | .1501 - .3156 | .1488 - .3147 | .1491 - .3233 | .1451 - .3309 | .1538 - .3564 | .1602 - .3860 | .1790 - .4422 | .1878 - .4724 | .5042-.1956 | .1967-.5196 |
| Multi-Township District Rates | .0366 - .0529 | .0360 - .0497 | .0311 - .0462 | .0312 - .0447 | .0307 - .0456 | .0321 - .0448 | .0358 - .0487 | .0381 - .0518 | .0540-.0401 | .0403-.0544 |
| Park District Rates | .1107 - .7360 | .1082 - .7198 | .1088 - .7319 | .1076 - .7455 | .1092 - .7869 | .1003 - .8432 | .1133 - .9522 | .1237 - 1.0577 | .1263-.1571 | .1326-1.1629 |
| Road District Rates | .0358 - .3163 | .0346 - .3136 | .0344 - .3079 | .0344 - .3998 | .0367 - .4146 | .0377 - .4252 | .0417 - .4496 | .0457 - .4546 | .0486-.4576 | .0487-.4519 |
| Sanitary District Rates | .0365 - .1237 | .0359 - .1221 | .0339 - .1243 | .0344 - .1268 | .0340 - .1362 | .0360 - .1469 | .0398 - .1665 | .0402 - .1856 | .0429-.2008 | .0437-.2075 |
| Special District Rate | 0.0411 | 0.0323 | 0.0306 | 0.0302 | 0.0305 | 0.0315 | 0.0341 | 0.0380 | 0.0408 | N/A |
| Street Light District Rate | 0.4766 | 0.5103 | 0.5063 | 0.5195 | 0.5560 | 0.5889 | 0.6582 | 0.7524 | 0.8129 | 0.8725 |
| Township Rates | .0824 - .4521 | .0810 - .4424 | .0788 - .4302 | .0793 - .3998 | .0806 - .4303 | .0859 - .4400 | .0978 - .4579 | .1072 - .4630 | .1138-.4660 | .1140-.4623 |
| School District Rates | 4.9116 - 6.4822 | 4.7104 - 6.4206 | 4.9369 - 6.4252 | 4.9664 - 6.3136 | 5.0762 - 6.5777 | 5.1937 - 6.7230 | 5.2607 - 7.1627 | 5.2865 - 7.9019 | 5.9886-8.3197 | 6.0720-8.3864 |
| Greater Rockford Airport | 0.0893 | .0884 | .0890 | 0.0901 | 0.0954 | 0.0937 | 0.1024 | 0.1043 | 0.1063 | 0.1073 |

Source: Winnebago County Clerk's Office

N/A - Not applicable

County of Winnebago, Illinois
Principal Property Tax Payers
Current Year and Nine Years Ago

| <i>Taxpayer</i> | <i>2016 Assessed Valuation</i> | <i>Rank</i> | <i>Percentage of Total Assessed Valuation</i> | <i>2007 Assessed Valuation</i> | <i>Rank</i> | <i>Percentage of Total Assessed Valuation</i> |
|------------------------------------|--|-------------|---|--|-------------|---|
| Lowes Home Center, Inc. | \$ 11,297,754 | 1 | 0.32% | \$ - | | |
| Beloit Memorial Hospital | 10,852,054 | 2 | 0.31% | | | |
| CBL/Cherryvale | 8,313,965 | 3 | 0.23% | 15,053,262 | 1 | 0.35% |
| Woodward, Inc | 7,650,394 | 4 | 0.22% | | | |
| Meijer Stores Limited Partnership | 6,767,405 | 5 | 0.19% | | | |
| Forest Plaza, LLC | 6,637,698 | 6 | 0.19% | | | |
| Greater Rockford Airport Authority | 5,970,284 | 7 | 0.17% | 12,933,498 | 2 | 0.30% |
| Petry Family Trust | 4,348,496 | 8 | 0.12% | 4,819,228 | 7 | 0.11% |
| Anderson Rockford Properties, LLC | 4,319,594 | 9 | 0.12% | | | |
| Edward Rose Associates, Inc. | 4,183,694 | 10 | 0.12% | | | |
| Hamilton Sundstrand Corp. | | | | 7,154,469 | 3 | 0.17% |
| Two Star Property Co., Inc. | | | | 5,674,339 | 4 | 0.13% |
| Menards, Inc. | | | | 5,200,987 | 5 | 0.12% |
| Simon American Hospital | | | | 5,099,661 | 6 | 0.12% |
| Swedish American Hospital | | | | 4,762,654 | 8 | 0.11% |
| Commonwealth Edison | | | | 4,495,184 | 9 | 0.10% |
| MB Rockford State, LLC | | | | 4,489,448 | 10 | 0.10% |
| | \$ 70,341,338 | | 1.99% | \$ 69,682,730 | | 1.61% |

Source: Winnebago County Clerk's Office

Note: The above figures for 2016 represent the Assessed Valuation related to the 2015 tax levy paid in 2016.

County of Winnebago, Illinois
Property Tax Levies and Collections
Last Ten Fiscal Years

| <i>Fiscal Year</i> | <i>Taxes Levied for the Fiscal Year</i> | | | <i>Collected within the Fiscal Year of the Levy</i> | | <i>Collections in Subsequent Years</i> | <i>Total Collections to Date</i> | |
|--------------------|---|--------------------|----------------------------|---|------------------------------------|--|----------------------------------|------------------------------------|
| | <i>(Original Levy)</i> | <i>Adjustments</i> | <i>Total Adjusted Levy</i> | <i>Amount</i> | <i>Percentage of Original Levy</i> | | <i>Amount</i> | <i>Percentage of Adjusted Levy</i> |
| 2007 | \$ 37,255,200 | \$ 27,742 | \$ 37,282,942 | \$ 35,343,048 | 94.87% | \$ 1,844,511 | \$ 37,187,559 | 99.74% |
| 2008 | 39,201,600 | (88,393) | 39,113,207 | 36,885,213 | 94.09% | 2,016,828 | 38,902,041 | 99.46% |
| 2009 | 41,359,666 | (200,309) | 41,159,357 | 39,412,737 | 95.29% | 1,688,258 | 41,100,995 | 99.86% |
| 2010 | 41,934,614 | (201,261) | 41,733,353 | 39,803,691 | 94.92% | 1,848,821 | 41,652,512 | 99.81% |
| 2011 | 42,514,171 | (253,671) | 42,260,500 | 39,837,175 | 93.70% | 2,331,162 | 42,168,337 | 99.78% |
| 2012 | 42,627,933 | (208,805) | 42,419,128 | 40,818,992 | 95.76% | 1,502,225 | 42,321,217 | 99.77% |
| 2013 | 42,789,629 | (202,327) | 42,587,302 | 41,058,169 | 96.41% | 1,431,416 | 42,489,585 | 99.77% |
| 2014 | 43,439,900 | (150,799) | 43,289,101 | 41,796,847 | 96.55% | 1,369,110 | 43,165,957 | 99.72% |
| 2015 | 39,044,521 | (192,644) | 38,851,877 | 37,610,646 | 96.33% | 1,093,140 | 38,703,786 | 99.62% |
| 2016 | 39,047,094 | (166,790) | 38,880,304 | 37,500,729 | 96.04% | 1,223,756 | 38,724,485 | 99.60% |

Source: Winnebago County Clerk's Office and Winnebago County Treasurer's Office

Note: Property taxes are assessed as of January 1 on real property and March 10 on mobile homes. The assessment date is also the lien date as the lien reverts back and takes all priority over other liens. The County normally files its property tax levies with the County Clerk in September. The County files its property tax levies in October. If the tax bills are mailed prior to May 1 of the subsequent year, the property taxes are due in two equal installments on June 1 and September 1 of that year. If tax bills are mailed after May 1, the first installment is due 30 days after the mailing date and the second installment is due September 1. Tax collections are normally distributed to the taxing districts within 30 days of collection.

Property taxes levied in the current year are measurable but not intended to finance current operations and, therefore, are recorded as unavailable property tax revenue. Property tax revenues (net of allowances for uncollectible amounts) are recognized in the year following the levy.

The information in the schedule relates to the County's own property tax levies and does not include those it collects on behalf of other governments.

County of Winnebago, Illinois
Ratios of Outstanding Debt By Type
Last Ten Fiscal Years

| Fiscal Year | Governmental Activities | | | | | | Business-Type | | | | Total Primary Government | Percentage of Personal Income* | Total Debt Per Capita * | General Bonded Debt Per Capita * | Percentage of General Bonded Debt to Estimated Actual Value |
|-------------|---|------------------------|---------------------|------------------|-------------------------|-----------|---------------------|------------------------|---------------------|---------|--------------------------|--------------------------------|-------------------------|----------------------------------|---|
| | General Bonded Debt and Debt Certificates | Alternate Revenue Debt | Unamortized Premium | Installment Note | Short-Term Debt Payable | Leases | General Bonded Debt | Alternate Revenue Debt | Unamortized Premium | Leases | | | | | |
| 2007 | \$ 17,457,061 | \$ 154,153,348 | \$ 4,310,197 | \$ 393,485 | \$ - | \$ - | \$ - | \$ 335,000 | | \$ - | \$ 176,649,091 | 1.896% | \$ 634.47 | \$ 62.70 | 0.14% |
| 2008 | 19,474,063 | 147,201,291 | 4,042,789 | 61,688 | - | - | - | 50,000 | | - | 170,829,831 | 1.723% | 613.57 | 69.95 | 0.14% |
| 2009 | 15,927,428 | 145,289,091 | 3,902,387 | - | - | 971,940 | - | - | - | - | 166,090,846 | 1.725% | 596.55 | 57.21 | 0.11% |
| 2010 | 15,370,579 | 154,026,347 | 3,535,055 | - | - | 669,204 | - | - | - | 393,127 | 173,994,312 | 1.778% | 589.28 | 52.06 | 0.11% |
| 2011 | 17,130,000 | 139,567,643 | 3,518,715 | 800,000 | - | 357,325 | - | - | - | 310,060 | 161,683,743 | 1.600% | 547.59 | 58.02 | 0.12% |
| 2012 | 14,035,000 | 136,907,693 | 3,924,106 | 700,000 | - | 85,373 | 1,860,000 | - | 138,289 | 237,979 | 157,888,440 | 1.482% | 534.73 | 47.53 | 0.10% |
| 2013 | 13,281,272 | 131,925,000 | 10,015,370 | 1,050,000 | - | 1,796,778 | 1,678,728 | - | 117,546 | 156,243 | 160,020,937 | 1.472% | 541.96 | 44.98 | 0.10% |
| 2014 | 16,241,752 | 123,290,000 | 8,967,509 | 14,420,000 | - | 1,791,267 | 1,513,248 | - | 112,097 | 71,413 | 166,407,286 | 1.517% | 563.58 | 55.01 | 0.13% |
| 2015 | 18,061,230 | 113,925,000 | 8,415,117 | 24,439,109 | - | 2,362,446 | 1,343,770 | - | 70,843 | - | 168,617,515 | 1.492% | 571.07 | 61.17 | 0.16% |
| 2016 | 16,549,620 | 103,940,000 | 7,273,059 | 24,079,109 | - | 1,696,062 | 1,170,380 | - | 59,944 | - | 154,768,174 | *** | 524.17 | 56.05 | 0.15% |

* See Demographic Statistics schedule at page 214 for personal income and population data.

*** Personal income not available.

Note: The Winnebago County Forest Preserve District is not included in the County's reporting entity as a blended component unit beginning in fiscal year 2011.

County of Winnebago, Illinois
Legal Debt Margin Information
Last Ten Fiscal Years

| <i>Fiscal Year</i> | <i>2007</i> | <i>2008</i> | <i>2009</i> | <i>2010</i> | <i>2011</i> | <i>2012</i> | <i>2013</i> | <i>2014</i> | <i>2015</i> | <i>2016</i> |
|--|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|----------------------|----------------------|----------------------|
| Debt Limit | \$ 214,437,922 | \$ 227,161,442 | \$ 137,007,204 | \$ 137,105,204 | \$ 132,894,403 | \$ 127,190,917 | \$ 117,185,506 | \$ 108,626,657 | \$ 103,505,125 | \$ 102,202,067 |
| Total Net Debt Applicable to Limit | 17,457,061 | 19,474,063 | 15,927,428 | 15,370,579 | 17,130,000 | 1,680,741 | 14,960,000 | 18,604,198 | 21,767,446 | 19,416,062 |
| Legal Debt Margin | <u>\$ 196,980,861</u> | <u>\$ 207,687,379</u> | <u>\$ 121,079,776</u> | <u>\$ 121,734,625</u> | <u>\$ 115,764,403</u> | <u>\$ 125,510,176</u> | <u>\$ 102,225,506</u> | <u>\$ 90,022,459</u> | <u>\$ 81,737,679</u> | <u>\$ 82,786,005</u> |
| Total Net Debt Applicable to the Limit as a Percentage of Debt Limit | 8.14% | 8.57% | 11.63% | 11.21% | 12.89% | 1.32% | 12.77% | 12.77% | 21.03% | 19.00% |

| | |
|---|-------------------------|
| Legal Debt Margin Calculation for Fiscal 2016 | 2.875% |
| Equalized Assessed Value | <u>\$ 3,554,854,510</u> |
| Debt Limit | \$ 102,202,067 |
| Debt Applicable to Limit | |
| General Obligation Bonds | 123,356,062 |
| Bonded debt excluded from long-term debt | <u>(103,940,000)</u> |
| Total net debt applicable to debt limit | <u>19,416,062</u> |
| LEGAL DEBT MARGIN | <u>\$ 82,786,005</u> |

Note: The Winnebago County Forest Preserve District is not included in the County's reporting entity as a blended component unit beginning in fiscal year 2011.

County of Winnebago, Illinois
Demographic Statistics
Last Ten Calendar Years

| <i>Year</i> | (1) Population | (2) Personal Income <i>(thousands of dollars)</i> | Per Capita Personal Income | (3) Unemployment Rate |
|-------------|-------------------|--|-------------------------------------|-----------------------------|
| 2007 | 278,418 | \$ 9,316,178 | \$ 33,461 | 5.7 |
| 2008 | 278,418 | 9,913,625 | 35,607 | 8.9 |
| 2009 | 278,418 | 9,629,833 | 34,588 | 15.5 |
| 2010 | 295,266 | 9,784,220 | 33,137 | 14.5 |
| 2011 | 295,266 | 10,106,551 | 34,229 | 13.3 |
| 2012 | 295,266 | 10,655,275 | 36,087 | 11.1 |
| 2013 | 295,266 | 10,872,551 | 36,823 | 10.7 |
| 2014 | 295,266 | 10,970,413 | 38,020 | 8.6 |
| 2015 | 295,266 | 11,298,474 | 39,357 | 6.4 |
| 2016 | 295,266 | * | * | 6.6 |

(1) The Official 2000 Census figure was used for 2007 - 2009.
The Official 2010 Census figure was used for 2010 - 2016.

(2) Bureau of Economic Analysis an agency of the U.S. Department of Commerce.
* Information not yet available.

(3) Bureau of Labor Statistics. Rate is the average annual rate.

County of Winnebago, Illinois
Principal Employers
Current Year and Nine Years Ago

| <i>Employer</i> | <i>2016 Employees</i> | <i>Rank</i> | <i>Percentage of Total County Employment</i> | <i>2007 Employees (1)</i> | <i>Rank</i> | <i>Percentage of Total County Employment</i> |
|---------------------------------------|---------------------------|-------------|--|-------------------------------|-------------|--|
| Chrysler, Inc. | 4,887 | 1 | 3.80% | | | |
| Rockford School District 205 | 4,700 | 2 | 3.66% | 4,800 | 1 | 3.17% |
| Swedish American Health System | 2,600 | 3 | 2.02% | 2,600 | 2 | 1.72% |
| Rockford Memorial Hospital | 2,500 | 4 | 1.95% | 2,600 | 2 | 1.72% |
| Cherryvale Mall | 2,500 | 4 | 1.95% | | | |
| OSF Saint Anthony Medical Center | 2,000 | 5 | 1.56% | 2,000 | 5 | 1.32% |
| United Technologies Aerospace Systems | 2,000 | 5 | 1.56% | | | |
| Rockford Park District | 1,839 | 6 | 1.43% | 1,525 | 9 | 1.01% |
| Wal-Mart Stores | 1,611 | 7 | 1.25% | | | |
| Harris Bank N.A. | 1,600 | 8 | 1.25% | | | |
| County of Winnebago | 1,539 | 9 | 1.20% | 1,772 | 7 | 1.17% |
| FNH Memorial Hospital | 1,490 | 10 | 1.16% | | | |
| Hamilton Sunstrand | | | | 2,200 | 4 | 1.45% |
| United Parcel Service | | | | 2,000 | 5 | 1.32% |
| Amcore Financial | | | | 1,600 | 8 | 1.06% |
| City of Rockford | | | | 1,000 | 10 | 0.66% |
| | 29,266 | | 22.79% | 22,097 | | 14.60% |

Source: 2015 Illinois Manufacture's Directory, 2015 Illinois Services Directory, the Rockford Area Council of 100 and the Illinois Department of Commerce and Economic Activity

(1) Includes full and part-time employees

County of Winnebago, Illinois
Full-time Equivalent County Government Employees by Function
Last Ten Years

| <i>Function/Program</i> | <i>Full-time Equivalent Employees at September 30</i> | | | | | | | | | |
|-------------------------|---|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| | <i>2007</i> | <i>2008</i> | <i>2009</i> | <i>2010</i> | <i>2011</i> | <i>2012</i> | <i>2013</i> | <i>2014</i> | <i>2015</i> | <i>2016</i> |
| General Government | 188.0 | 180.0 | 157.5 | 148.5 | 151.5 | 151.5 | 141.0 | 142.0 | 140.0 | 123.0 |
| Public Safety | 625.0 | 640.5 | 617.0 | 588.0 | 562.0 | 550.0 | 561.5 | 565.0 | 580.0 | 615.0 |
| Highways and Streets | 61.0 | 63.0 | 62.0 | 58.0 | 59.0 | 58.5 | 53.0 | 54.5 | 49.5 | 50.0 |
| Health and Welfare | 505.0 | 459.0 | 435.5 | 419.5 | 407.5 | 414.0 | 414.0 | 394.0 | 315.5 | 290.0 |
| Judicial | 303.0 | 304.0 | 298.5 | 265.5 | 278.5 | 266.0 | 293.0 | 293.5 | 282.0 | 214.0 |
| Culture and Recreation | 90.0 | 80.5 | 78.5 | 78.5 | * | * | * | * | * | * |
| Total | 1,772.0 | 1,727.0 | 1,649.0 | 1,558.0 | 1,458.5 | 1,440.0 | 1,462.5 | 1,449.0 | 1,367.0 | 1,292.0 |

Source: Winnebago County Finance Office

Note: A full-time employee is scheduled to work 261 days per year (365 minus two days off per week).
 At eight hours per day, 2,088 hours are scheduled per year (including vacation and sick leave).
 Full-time equivalent employment is calculated by dividing total labor hours by 2,088.

* Not applicable after 2010

County of Winnebago, Illinois
Operating Indicators by Function
Last Ten Years

| <i>Function/Program</i> | <i>2007</i> | <i>2008</i> | <i>2009</i> | <i>2010</i> | <i>2011</i> | <i>2012</i> | <i>2013</i> | <i>2014</i> | <i>2015</i> | <i>2016</i> |
|---|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| General Government | | | | | | | | | | |
| Supervisor of Assessments | | | | | | | | | | |
| Number of Assessment Notices | 124,553 | 29,774 | 37,647 | 28,910 | 122,147 | 26,482 | 30,810 | 15,332 | 121,495 | 5,379 |
| Number of Appeals | 1,996 | 2,716 | 5,414 | 5,318 | 7,856 | 6,319 | 5,976 | 4,089 | 4,737 | 2,574 |
| Real Estate Transfer Declarations Processed | 8,496 | 5,361 | 3,952 | 3,591 | 2,778 | 6,309 | 4,469 | 5,414 | 5,812 | 5,564 |
| Total Exemptions (All Types) | 126,827 | 128,563 | 129,279 | 126,780 | 122,695 | 122,987 | 125,979 | 126,573 | 122,425 | 123,142 |
| County Clerk's Office | | | | | | | | | | |
| Birth Certificates Issued | 5,179 | 5,219 | 4,999 | 4,823 | 4,638 | 4,602 | 5,048 | 4,567 | 4,515 | N/A |
| Death Certificates Issued | 2,728 | 2,831 | 2,705 | 2,818 | 2,930 | 2,881 | 3,251 | 3,064 | 3,256 | 1,678 |
| Marriage Licenses Issued | 2,085 | 1,928 | 1,755 | 1,820 | 1,121 | 1,846 | 1,743 | 2,085 | 2,064 | 1,748 |
| Civil Union Certificates Issued | * | * | * | * | 52 | 51 | *9/874 | 8 | 3 | 60 |
| Raffle Licenses Issued | 300 | 318 | 280 | 286 | 178 | 224 | 297 | 302 | 316 | 336 |
| County Treasurer | | | | | | | | | | |
| Number of Real Estate Parcels Billed | 144,803 | 146,798 | 147,902 | 148,115 | 148,285 | 126,315 | 126,224 | 126,210 | 126,134 | 121,456 |
| Number of Certified Mailed | 7,065 | 7,078 | 6,399 | 7,904 | 7,504 | 7,863 | 7,630 | 7,020 | 6,716 | 6,958 |
| Recorder of Deeds | | | | | | | | | | |
| Total Documents Recorded | 77,374 | 58,539 | 64,039 | 52,085 | 48,830 | 51,465 | 53,120 | 41,933 | 41,810 | 40,433 |
| Total Mortgages Recorded | 18,858 | 14,266 | 16,388 | 12,715 | 11,118 | 11,845 | 11,372 | 7,711 | 7,968 | 8,121 |
| Total Deeds Recorded | 12,166 | 9,396 | 8,641 | 8,073 | 7,553 | 8,476 | 9,890 | 9,658 | 10,191 | 9,599 |
| Total Foreclosures Recorded | 459 | 566 | 656 | 783 | 670 | 879 | 703 | 425 | 386 | 360 |
| Regional Planning & Economic Development | | | | | | | | | | |
| Number of Building Permits Issued | 3,926 | 3,131 | 2,475 | 2,605 | 3,759 | 3,701 | 3,259 | 4,422 | 3,574 | 3,179 |
| Public Safety | | | | | | | | | | |
| Sheriff's Departments | | | | | | | | | | |
| Bookings | 20,815 | 20,968 | 19,153 | 16,839 | 15,341 | 16,046 | 15,629 | 15,044 | 13,156 | N/A |
| Release/Bond Out | 20,612 | 20,769 | 19,128 | 16,632 | 15,285 | 16,083 | 15,701 | 15,191 | 13,158 | N/A |
| 911 Calls Handled | 112,920 | 121,619 | 113,134 | 110,106 | 113,755 | 113,300 | 103,227 | 100,678 | 107,360 | N/A |
| Accident Reports | 1,512 | 1,241 | 1,163 | 903 | 865 | 835 | 875 | 1,137 | 1,067 | N/A |
| Traffic Citations Issued | 9,353 | 11,250 | 10,412 | 8,441 | 8,763 | 10,670 | 10,871 | N/A | N/A | N/A |
| Average Jail Population | 665 | 758 | 801 | 856 | 761 | 1,019 | 953 | 837 | 690 | N/A |
| Vehicles Impounded | 1,778 | 1,975 | 1,588 | 1,558 | 1,320 | 1,783 | 1,649 | 1,795 | N/A | N/A |
| Meals Provided to Inmates and Staff | 799,000 | 990,773 | 1,067,850 | 991,044 | 1,635,589 | 1,210,762 | 1,124,827 | 1,124,827 | 759,073 | N/A |

County of Winnebago, Illinois
 Operating Indicators by Function (Continued)
 Last Ten Years

| <i>Function/Program</i> | <i>2007</i> | <i>2008</i> | <i>2009</i> | <i>2010</i> | <i>2011</i> | <i>2012</i> | <i>2013</i> | <i>2014</i> | <i>2015</i> | <i>2016</i> |
|---|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| <i>Public Safety (Continued)</i> | | | | | | | | | | |
| Animal Services | | | | | | | | | | |
| Number of Dogs Adopted | 700 | 950 | 800 | 750 | 659 | 694 | 561 | 511 | 554 | 530 |
| Number of Cats Adopted | 950 | 900 | 900 | 650 | 654 | 701 | 769 | 681 | 700 | 761 |
| <i>Highways and Streets</i> | | | | | | | | | | |
| Miles of Maintained County Roads | 295 | 306 | 306 | 303 | 303 | 303 | 311 | 303 | 299 | 303 |
| <i>Health and Welfare</i> | | | | | | | | | | |
| County Health Department | | | | | | | | | | |
| Family Case Management | | | | | | | | | | |
| Number Served | 8,702 | 8,199 | 8,552 | 7,904 | 6,658 | 6,721 | 6,175 | 2,558 | 2,776 | 2,776 |
| Women, Infants & Children | | | | | | | | | | |
| Total Case Load | 7,522 | 8,122 | 8,415 | 7,655 | 7,315 | 7,382 | 7,343 | 7,054 | 8,039 | 8,039 |
| Clients | 13,282 | 13,473 | 14,799 | 13,775 | 12,945 | 12,825 | 9,610 | N/A | N/A | N/A |
| Total Visits | 33,879 | 36,950 | 40,612 | 34,308 | 33,137 | 34,054 | 32,462 | N/A | N/A | N/A |
| KidCare - State Health Ins. Program | | | | | | | | | | |
| Children Enrolled | 349 | 395 | 410 | 430 | 354 | 287 | 286 | 293 | 305 | N/A |
| Lead Screening and Testing | | | | | | | | | | |
| Tests Performed | 1,384 | 1,420 | 647 | 919 | 689 | 606 | 280 | 276 | 257 | N/A |
| Social Work/Mental Health | | | | | | | | | | |
| Number Served | 486 | 391 | 461 | 450 | 354 | 1,660 | 1,603 | N/A | N/A | N/A |
| Health Works - Foster Children Health Care | | | | | | | | | | |
| Number Served | 1,180 | 1,201 | 1,439 | 1,632 | 1,471 | 1,235 | 622 | 389 | 497 | 497 |
| Sexually Transmitted Diseases | | | | | | | | | | |
| Total Clinic Visits | 6,801 | 5,012 | 5,602 | 5,491 | 4,907 | 3,996 | 3,813 | 3,220 | 1,309 | 1,309 |
| Ryan White Programs | | | | | | | | | | |
| Number Served | 273 | 320 | 411 | 426 | 435 | 441 | 473 | 467 | 436 | 436 |
| Health Promotion/Awareness | | | | | | | | | | |
| Screenings/Immunizations | 16,227 | 17,600 | 18,001 | 11,530 | 11,805 | 10,539 | 10,074 | 24,067 | 16,217 | 4,607 |
| Women's Health | | | | | | | | | | |
| Women's Health Clients | 5,602 | 4,990 | 4,236 | 7,410 | 7,073 | 6,781 | 5,738 | 4,599 | 2,799 | 2,799 |
| Breast & Cervical Screenings | 1,599 | 1,035 | 1,272 | 1,100 | 1,200 | 1,306 | 1,603 | 732 | 489 | 489 |
| Stand Against Cancer Clients | N/A | 88 | 75 | 79 | 66 | 39 | 32 | N/A | N/A | N/A |
| Neighborhood Environmental | | | | | | | | | | |
| Hotel & Motel Inspections | 40 | 31 | 35 | 11 | 25 | 58 | 35 | - | 106 | 106 |
| Total of All Inspections Types Completed | 12,517 | 11,151 | 11,870 | 10,133 | 9,801 | 8,072 | 7,869 | 9,879 | 6,908 | 6,908 |

County of Winnebago, Illinois
 Operating Indicators by Function (Continued)
 Last Ten Years

| <i>Function/Program</i> | <i>2007</i> | <i>2008</i> | <i>2009</i> | <i>2010</i> | <i>2011</i> | <i>2012</i> | <i>2013</i> | <i>2014</i> | <i>2015</i> | <i>2016</i> |
|--|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Health and Welfare (Continued) | | | | | | | | | | |
| County Health Department (Continued) | | | | | | | | | | |
| Pollution Control | | | | | | | | | | |
| Number of Inspections | 1,989 | 1,428 | 1,240 | 1,407 | 1,679 | 1,693 | 1,725 | 1,994 | 2,057 | N/A |
| Public Facilities Sanitation | | | | | | | | | | |
| Facilities Inspections | 3,625 | 3,833 | 5,109 | 3,298 | 5,503 | 4,871 | 4,524 | 4,672 | 4,187 | N/A |
| Laboratory - Water & Pollen Tests | | | | | | | | | | |
| Number of Environmental Tests | 19,787 | 24,206 | 8,622 | 8,892 | 12,252 | 8,203 | 11,076 | N/A | N/A | N/A |
| RPR (STD) Tests | 3,276 | 3,561 | 4,100 | 2,690 | - | - | - | 3,799 | 3,891 | N/A |
| County Nursing Home - River Bluff | | | | | | | | | | |
| Nursing Home Inpatient Days | 87,535 | 84,890 | 86,302 | 81,551 | 87,554 | 76,868 | 74,039 | 74,386 | 80,731 | 83,314 |
| Veteran's Assistance Commission | | | | | | | | | | |
| Monthly Average Case Load | N/A | 28 | 30 | 34 | 49 | 50 | 50 | 59 | 58 | 66 |
| Total Veterans Assisted | N/A | 826 | 945 | 1,040 | 1,269 | 1,334 | 1,321 | 1,410 | 988 | 1,210 |
| Total Monetary Assistance Provided | N/A | 72,856 | 77,931 | 94,350 | 132,950 | 139,676 | 149,566 | 178,422 | 191,744 | 241,854 |
| Culture and Recreation | | | | | | | | | | |
| Veteran's Memorial Hall - Museum & Reception Hall | | | | | | | | | | |
| Total Number of Visits | N/A | N/A | N/A | N/A | 16,280 | 19,018 | 19,163 | 17,507 | 31,538 | 17,272 |
| Total Number of Events | N/A | N/A | N/A | N/A | 248 | 324 | 324 | 302 | 264 | 317 |
| Judicial | | | | | | | | | | |
| Court Services | | | | | | | | | | |
| Total Adult Probation Cases | 3,323 | 3,215 | 3,141 | 3,204 | 4,072 | 6,153 | 6,352 | 6,640 | 7,003 | 6,970 |
| Total Juvenile Probation Cases | 315 | 339 | 495 | 388 | 942 | 1,263 | 1,151 | 989 | 886 | 694 |
| Population | 12 | 14 | 22 | 24 | 44 | 49 | 45 | 41 | 45 | 40 |
| Juveniles Admitted to Detention Home During the Year | 945 | 972 | 766 | 738 | 672 | 580 | 616 | 540 | 500 | 514 |
| Circuit Clerk's Office - 17th Judicial Circuit | | | | | | | | | | |
| Total Cases Filed | 106,186 | 103,534 | 98,596 | 88,780 | 82,092 | 80,465 | 77,143 | 73,089 | 64,582 | 62,566 |
| Juvenile Cases Filed | 743 | 1,011 | 974 | 940 | 732 | 1,076 | 1,012 | 828 | 877 | 901 |
| Criminal Felony Cases Filed | 4,931 | 5,164 | 4,082 | 3,911 | 3,634 | 3,748 | 3,462 | 3,147 | 2,992 | 3,332 |
| Criminal Misdemeanor Cases Filed | 9,245 | 9,770 | 6,358 | 5,092 | 4,285 | 4,516 | 4,294 | 4,469 | 3,899 | 3,771 |
| DUI Cases Filed | 1,743 | 1,893 | 1,802 | 1,722 | 1,577 | 1,630 | 1,504 | 1,370 | 1,326 | 1,278 |
| Traffic Cases Filed | 70,944 | 67,154 | 66,007 | 58,150 | 54,362 | 51,492 | 50,098 | 47,038 | 39,933 | 37,999 |
| Other Cases Filed | 18,580 | 18,542 | 19,373 | 18,965 | 17,502 | 18,003 | 16,773 | 16,237 | 15,555 | 15,285 |

County of Winnebago, Illinois
 Operating Indicators by Function (Continued)
 Last Ten Years

| <i>Function/Program</i> | <i>2007</i> | <i>2008</i> | <i>2009</i> | <i>2010</i> | <i>2011</i> | <i>2012</i> | <i>2013</i> | <i>2014</i> | <i>2015</i> | <i>2016</i> |
|---|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Judicial (Continued) | | | | | | | | | | |
| Child's Advocacy Center - Abuse Agency | | | | | | | | | | |
| Number of Referrals | N/A | 695 | 593 | 593 | 578 | 576 | 560 | 568 | 599 | 635 |
| Interviews Conducted | N/A | 426 | 386 | 376 | 338 | 374 | 300 | 356 | 364 | 398 |
| People Who Received Support Services | N/A | 2,057 | 1,167 | 1,262 | 1,317 | 1,444 | 1,163 | 1,075 | 1,135 | 1,129 |
| Number of Cases Closed | N/A | 99 | 176 | 276 | 246 | 272 | 264 | 323 | 259 | 321 |
| Number of Arrests | N/A | 34 | 62 | 44 | 60 | 61 | 56 | 61 | 67 | 67 |
| Number of People Charged | N/A | 57 | 32 | 41 | 36 | 59 | 39 | 28 | 32 | 43 |
| Circuit Court | | | | | | | | | | |
| Law Library Legal Self Help Center Visitor Totals | N/A | 4,168 | 4,609 | 5,299 | 6,443 | 6,386 | 6,664 | 6,229 | 6,881 | N/A |
| Coroner's Office | | | | | | | | | | |
| Total Number of Calls | N/A | 2,605 | 2,588 | 2,564 | 2,835 | 2,614 | 2,802 | 2,871 | 2,999 | 3,176 |
| Total Number Transported | N/A | 389 | 380 | 384 | 378 | 393 | 407 | 406 | 453 | 499 |
| Total Number of Autopsies | N/A | 352 | 288 | 274 | 283 | 281 | 330 | 317 | 316 | 373 |

Source: Respective County Departments

N/A - Numbers were not readily available or no records were maintained.

During fiscal year 2011, the Health Department consolidated a number of operations thus eliminating the need for three facilities.

County of Winnebago, Illinois
Capital Indicators by Function
Last Ten Years

| <i>Function/Program</i> | <i>2007</i> | <i>2008</i> | <i>2009</i> | <i>2010</i> | <i>2011</i> | <i>2012</i> | <i>2013</i> | <i>2014</i> | <i>2015</i> | <i>2016</i> |
|--|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| General Government | | | | | | | | | | |
| County Purchasing Department | | | | | | | | | | |
| Vehicle Pool | N/A | N/A | N/A | 19 | 18 | 17 | 19 | 19 | 19 | 18 |
| Public Safety | | | | | | | | | | |
| Sheriff's Department | | | | | | | | | | |
| Number of County Jail Beds (Capacity) | 1212 | 1,212 | 1,212 | 1,212 | 1,212 | 1,212 | 1,212 | 1,212 | 1,212 | 1,318 |
| Number of Patrol Boats | 3 | 3 | 3 | 3 | 3 | 3 | 2 | 3 | 3 | 2 |
| Number of Fleet Vehicles | N/A | N/A | N/A | 160 | 150 | 131 | 150 | 150 | 150 | 150 |
| Animal Services | | | | | | | | | | |
| Vehicle Pool | N/A | N/A | 12 | 12 | 9 | 12 | 13 | 12 | 11 | 11 |
| Highways and Streets | | | | | | | | | | |
| Miles of Maintained County Roads | 295 | 306 | 306 | 303 | 303 | 303 | 311 | 303 | 299 | 303 |
| Number of County Road Traffic Signals | 47 | 51 | 55 | 65 | 58 | 58 | 59 | 63 | 64 | 64 |
| Number of County Road Bridges | 98 | 94 | 87 | 85 | 85 | 85 | 83 | 86 | 89 | 90 |
| Number of Vehicles and Light Equipment | N/A | N/A | N/A | N/A | 112 | 112 | 153 | 209 | 209 | 213 |
| Number of Heavy Equipment Items | N/A | N/A | N/A | N/A | 232 | 232 | 80 | 109 | 109 | 95 |
| Health and Welfare | | | | | | | | | | |
| County Health Department | | | | | | | | | | |
| Number of Health Department Facilities | 6 | 6 | 6 | 6 | 3 | 3 | 3 | 3 | 3 | 2 |
| County Nursing Home - River Bluff | | | | | | | | | | |
| Number of Nursing Home Beds | 304 | 304 | 304 | 304 | 304 | 304 | 304 | 304 | 304 | 304 |
| Licensed Bed Days During Fiscal Year | 110960 | 111,264 | 110,960 | 110,960 | 110,960 | 110,960 | 110,960 | 110,960 | 110,960 | 110,960 |
| Judicial | | | | | | | | | | |
| Court Services | | | | | | | | | | |
| Juvenile Detention Facility Capacity | 48 | 48 | 48 | 48 | 48 | 48 | 48 | 48 | 48 | 48 |
| Juvenile Detention Vehicles | 3 | 3 | 2 | 2 | 2 | 2 | 3 | 3 | 3 | 5 |
| Circuit Court | | | | | | | | | | |
| Law Library Holdings/Books (estimate) | N/A | N/A | N/A | N/A | N/A | N/A | 16,000 | 16,000 | 16,000 | 16,000 |

Source: Respective County Departments

N/A - Numbers were not readily available or no records were maintained.

During fiscal year 2011, the Health Department consolidated a number of operations thus eliminating the need for three facilities.

County of Winnebago, Illinois

Miscellaneous Statistics

| | |
|---|---|
| Geographic Location: | Winnebago County was formed out of Jo Daviess and LaSalle counties. Winnebago County is situated in the north-central part of Illinois and is bounded by the southern border of Wisconsin and the Illinois counties of Boone, Ogle, and Stephenson. Boone and Stephenson Counties were created from land that used to belong to Winnebago County. |
| County Size/Make-up: | 520 sq. mi. (1,344.9 km ²) of which 514 sq. mi. (1,330.6 Km ²) is land, about 98.87% and 6 sq. mi. (14.3 Km ²) is water, about 1.13%. |
| Population: | 2010 census: 295,266 |
| Density: | 541/sq. mi. (209/km ²) |
| County Seat: | Rockford, Illinois |
| Year of Incorporation: | 1837 |
| Form of Government: | Township Form of Government Act was adopted by the County's voters in 1849 and the provisions are presently in effect. Governance is administered by a 20 member elected board which is headed by a chairperson who is elected to a four-year term. The Board is comprised of one such member being elected from each of 20 districts within the County. Board members serve either a two-year or four-year term. |
| Statutory Elected Positions: | There are ten elected officials who fill statutory positions as mandated by the State of Illinois. These statutory positions are: State's Attorney, County Auditor, Circuit Clerk, Chief Judge of the Circuit Court, County Clerk, County Coroner, Recorder of Deeds, County Sheriff, Superintendent of Education Service Region, and County Treasurer. |
| Employment Distribution: | |
| Top Five Employment Sectors | |
| Educational Services & Human Services: | 24.5% |
| Manufacturing: | 20.7% |
| Retail Trade: | 11.1% |
| Arts, Entertainment, and Hospitality: | 8.2% |
| Professional, Scientific, & Administrative: | 8.0% |

Source: U.S. Census Bureau, 2011 American Community Survey