

ROCK ISLAND COUNTY, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Year Ended November 30, 2007

Prepared by:
Diana Robinson, County Auditor

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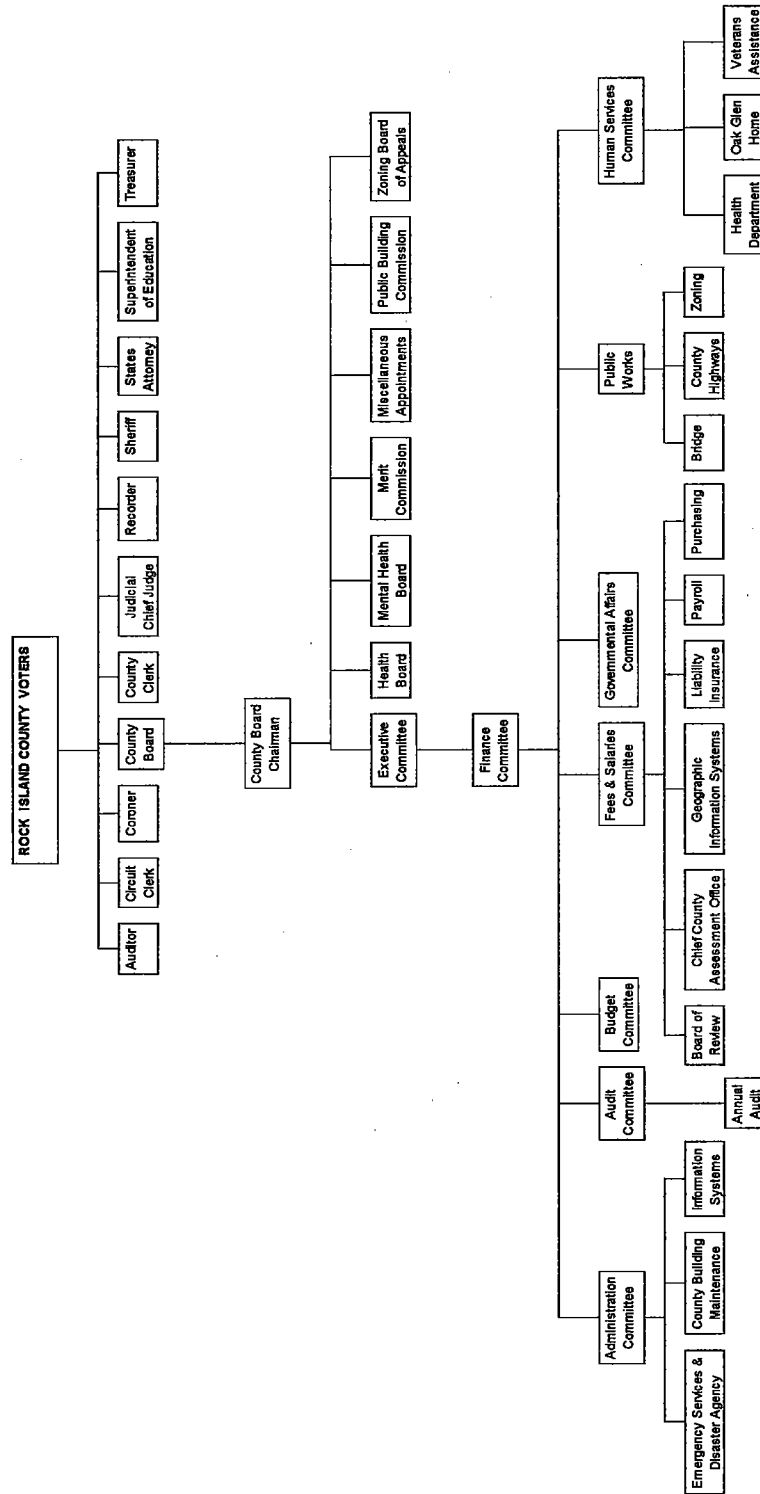
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ROCK ISLAND COUNTY - ORGANIZATIONAL CHART



Rock Island County, Illinois

List of Elected and Appointed Officials November 30, 2007

Elected Officials

County Board Members

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

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

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

Appointed Officials

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

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



**Rock
Island
County**

April 3, 2008

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

State law requires that every general-purpose local government publish within six months of the close of each fiscal year a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended November 30, 2007.

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

McGladrey & Pullen, LLP, Certified Public Accountants, have issued an unqualified ("clean") opinion on the Rock Island County's financial statements for the year ended November 30, 2007. The independent auditor's report is located at the front of the financial section of this report.

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

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

**DIANA L. ROBINSON
COUNTY AUDITOR**

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APRIL PALMER
CHIEF DEPUTY

SANDY STEPHENSON
INTERNAL AUDITOR

Profile of the Government

Rock Island County was incorporated in March 1831 with its Charter adopted in July 1833. It is located in the western part of Illinois and currently occupies a land area of 452 square miles and serves a population of 147,710 residents. Major cities within Rock Island County include the City of Rock Island, the City of Moline, the City of East Moline, the City of Silvis, the Village of Milan and 10 other smaller communities with populations less than 5,000 residents.

Rock Island County operates as a township form of government. Policy-making and legislative authority are vested in a County Board consisting of a County Board Chairman and twenty-four other members. The governing board is responsible for, among other things, passing resolutions, adopting the budget, and passing policies and procedures. The Chairman or specific committees of the County Board appoint board members to the Bi-State Regional Commission, the Rock Island County Emergency Telephone System Board, the Rock Island County Merit Commission, the Illini Hospital District and various fire protection, conservancy and sanitary districts within the County. Because these appointments do not include a majority of the County Board these organizations are not part of the financial statements of the County. Each County Board member is elected in 4 year staggered terms with one member elected per district, by district.

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

The financial statements of Rock Island County include as part of its primary government the Rock Island County Forest Preserve Commission and the Public Building Commission.

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

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

Formal budgetary integration is employed as a management control device during the year for the general fund and most special revenue funds. The annual budget serves as the foundation for Rock Island County's financial planning and control. The County follows these procedures in establishing the budgetary data reflected in the combined financial statements: 1.) At a regular or special called meeting of the County Board in November, the proposed budget for the fiscal year commencing on the following December 1 is submitted. The budget includes proposed expenditures and means of financing them. 2.) Prior to December 1, the budget is legally enacted through passage of an appropriation ordinance. 3.) Transfers of budgeted amounts among object classifications, or any budget increases by means of an emergency or supplemental appropriation, require approval by two-thirds of the County Board Members. 4.)

Budgets for the general and certain special revenue funds are adopted on a basis consistent with generally accepted accounting principles. 5.) Expenditures may not legally exceed the total amount of the revised budget appropriations of individual funds.

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

Factors Affecting Financial Condition

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

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

Because of its location in a region with a varied economic base, unemployment is relatively stable. During the past ten years, the unemployment rate declined from 5.1% in 1995 to 4.6% in 2007. Unemployment is expected to remain stable or decrease further in the near term with expected growth in jobs.

Long-term financial planning

Rock Island County has secured funding through the issuance of bonds to construct a new nursing home in the County and replace the existing facility. The opening of the new facility will be some time at the beginning of the new fiscal year. This should increase the number of patients, provide more services and improved efficiencies that the current facility can not offer. This in turn should improve the financial outlook in providing a much needed service to the community.

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

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

Major Initiatives

In January 2007, members of the County Board, Elected Officials and Department Heads met to determine goals for the County to work on in the future. The following are the top three goals and the planned strategies as a starting point for development of additional actions that might be taken to attain the goals.

1. New County Administrative Complex including courthouse/administration/juvenile center (addressing female needs)/superintendent of schools.
 - a. Improve: storage, hot water, lighting, possibly ceiling fans, security and metal detectors, handling of Moline and East Moline Traffic Court and utility (phone, heating/air conditioning) upgrades and improvements
 - b. Suggestion to begin meeting on Administrative Complex and related issues with elected officials and department heads on a quarterly basis
2. Improve information sharing between departments of the County and with residents and expand use of the internet
 - a. Use less paper in providing information and transfer paper files to electronic files
 - b. Encourage County Board Members to go paperless and use laptops
 - c. Use the internet/web to provide services
 - d. Reduce duplication of records/work between departments through electronic file system
3. Institute a management class for department heads and elected officials especially for those who are newly appointed

Since this planning session the County has accomplished some of the goals set in January. Among some of these has been the use of laptop computers at County Board meetings. The implementation of the new financial software package. The creation of the Human Resources Department and the consolidation of the payroll department within the Human Resources Department has improved efficiencies greatly. Website links to other agencies has been developed and enhancements are in the process of being completed one being giving access to employees to a site that has any announcements concerning employees.

Cash management policies and practices. Cash temporarily idle during the year was in the Black Hawk State Bank investment pool, State Treasurer's investment pool and invested in certificates of deposit. The maturities of the certificate of deposits are usually for a 6 month period. Earnings from these pooled investments are allocated monthly to the appropriate funds based on the average daily investment balance for each fund.

Risk Management. The County is self-insured for risk exposures related to health benefits, worker's compensation claims and general and automobile liability claims. The County is also self-insured in its Employee Health Benefit Plan. Claims settlement and loss expenses are accrued in the Employee Health Benefit Plan Fund for the estimated settlement value of claims reported and unreported arising from incidents during the period. All claims handling procedures are performed by an independent claims administrator. The County levies for a liability reserve property tax, recorded in the general fund to provide for claims settlement and loss expenses for the estimated settlement value of worker's compensation, general liability, and auto liability claims reported and unreported arising from incidents during the year. This liability reserve is in exception to the long term portion of such estimated claim settlements which are recorded until spendable resources become available to liquidate such liabilities.

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

Relevant Financial Policies

Awards and Acknowledgements. The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Rock Island County for its comprehensive annual financial report (CAFR) for the fiscal year ended November 30, 2006. In order to be awarded a Certificate of Achievement, the government had to publish an easily readable and efficiently organized CAFR that satisfied both accounting principles generally accepted in the United States of America and applicable legal requirements.

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

The preparation of this report would not have been possible without the efficient and dedicated service of the entire staffs of the Auditor's Office and the Treasurer's Office. We also wish to express our appreciation for the excellent assistance received from our independent auditors McGladrey & Pullen, LLP. Acknowledgement must also be given to the County Board for their support for maintaining the highest standards of professionalism in the management of Rock Island County finances.

Respectfully submitted,



Diana L. Robinson
County Auditor

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Rock Island County
Illinois

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
November 30, 2006

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



Charles S. Cox

President

Jeffrey R. Emer

Executive Director

McGladrey & Pullen

Certified Public Accountants

Independent Auditor's Report

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

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the County of Rock Island, Illinois as of and for the year ended November 30, 2007, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County of Rock Island, Illinois' management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the discretely presented component unit, the Rock Island Tri-County Consortium. We did not audit the blended component unit, the Forest Preserve Commission, a major governmental fund, which represents 6 percent and 5 percent of the assets and revenues, respectively, of the governmental activities. We did not audit the blended component unit, the Public Building Commission, which represents 8 percent and 5 percent of the assets and revenues, respectively, of the aggregate remaining fund information and 2 percent and 2 percent of the assets and revenues, respectively, of the governmental activities. Those financial statements were audited by other independent auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the component units, is based solely upon the reports of the other independent auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. The financial statements of the Public Building Commission and the Forest Preserve Commission were not audited in accordance with *Government Auditing Standards*. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the County of Rock Island, Illinois as of November 30, 2007, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated April 24, 2008, on our consideration of the County of Rock Island, Illinois' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County of Rock Island, Illinois' basic financial statements. The combining and individual nonmajor fund financial statements and other schedules, listed in the table of contents as supplementary information, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied by us and other auditors in the audit of the basic financial statements and, in our opinion, based on our audit and the reports of other auditors, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The accompanying introductory and statistical sections, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. This information has not been subjected to the auditing procedures applied by us and other auditors in the audit of the basic financial statements and, accordingly, we express no opinion on them.

McGladrey & Pullen, LLP

Davenport, Iowa
April 24, 2008

Rock Island County, Illinois

Management's Discussion and Analysis Year Ended November 30, 2007

As management of Rock Island County, we offer readers of Rock Island County's financial statements this narrative overview and analysis of the financial activities of Rock Island County for the fiscal year ended November 30, 2007. This discussion and analysis is designed to assist the reader in focusing on significant financial issues, identifying material deviations from the financial plan (approved budget), and identifying individual fund issues or concerns.

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

Financial Highlights

The assets of Rock Island County, Illinois (the County) exceeded its liabilities by \$81,518,596 and \$77,992,594 (net assets) at the close of fiscal years 2007 and 2006, respectively. Of this amount, \$17,406,020 may be used to meet the government's ongoing obligations to citizens and creditors.

The government's total net assets increased by \$3,526,002 and \$7,917,979 in fiscal years 2007 and 2006, respectively.

As of the close of this current fiscal year, the County's governmental funds reported combined ending fund balances of \$38,979,742, an increase of \$15,881,491 in comparison with the prior year. Approximately 95 percent of this total amount, \$37,148,285, is available for spending at the government's discretion (unreserved undesignated fund balance).

Unreserved undesignated fund balance for the General Fund was \$9,630,945 and \$7,559,063 or 43 percent and 34 percent of total General Fund expenditures for fiscal years ended 2007 and 2006, respectively.

The County's total long-term debt, excluding compensated absences and estimated claims settlements, increased by \$19,380,000 (184 percent) during fiscal year ended November 30, 2007. The increase was due to the County issuing General Obligation Bonds during the year of \$19,885,000.

Overview of the Financial Statements

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

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

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

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

Rock Island County, Illinois

Management's Discussion and Analysis Year Ended November 30, 2007

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

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

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

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

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

The County maintains 52 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, Forest Preserve Commission, Oak Glen Home Fund and Building Allocation Future Fund which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The County adopts an annual appropriated budget for most of its funds. A budgetary comparison schedule has been provided as required supplementary information for the General Fund, Forest Preserve Commission Fund and Oak Glen Home Fund to demonstrate compliance with this budget on pages 48 through 51.

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

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

The basic proprietary fund financial statements can be found on pages 22 through 24 of this report.

Rock Island County, Illinois

Management's Discussion and Analysis Year Ended November 30, 2007

Fiduciary funds: Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the County's own programs. The fiduciary funds of the County are considered agency funds. Total assets of the fiduciary funds were \$7,415,474 and \$6,536,417 for fiscal years ended 2007 and 2006, respectively.

The basic fiduciary fund financial statements can be found on page 25 of this report.

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

Other information: In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the County's General Fund budgetary comparison. This information can be found on pages 52 through 57 of this report.

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

Government-Wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. The County's total net assets have increased from a year ago. Table 1 reflects total net assets of \$81,518,596, which represents an increase from \$77,992,594 during 2006.

Of the County's net assets, 68 percent and 69 percent for fiscal years ended 2007 and 2006, respectively, reflects its investment in capital assets (e.g., land, construction-in-progress, buildings, improvements other than buildings, equipment and infrastructure), less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

Rock Island County, Illinois

Management's Discussion and Analysis Year Ended November 30, 2007

Table 1 - Rock Island County, Illinois' Net Assets

	Governmental Activities 2007	Governmental Activities 2006
Current and other assets	\$ 65,053,785	\$ 46,788,293
Capital assets, net	73,109,179	65,876,767
Other noncurrent assets	292,946	180,322
Total assets	138,455,910	112,845,382
Noncurrent liabilities outstanding	30,914,256	11,578,084
Other liabilities	26,023,058	23,274,704
Total liabilities	56,937,314	34,852,788
Net assets:		
Invested in capital assets, net of related debt	55,397,748	54,083,699
Restricted for:		
Employee benefits	1,724,848	1,602,099
Social services	1,156,589	1,643,710
Transportation and public works	4,232,554	4,639,322
Debt service	52,914	54,671
Tort liability	650,000	960,057
Capital improvements	872,600	2,079,454
Capital items	25,323	-
Unrestricted	17,406,020	12,929,582
Total net assets, as restated	\$ 81,518,596	\$ 77,992,594

A restricted portion of the County's net assets (11 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets, \$17,406,020, may be used to meet the government's ongoing obligations to citizens and creditors.

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

The County's total net assets increased by \$3,526,002 during the current fiscal year. This increase was mainly attributable to controlled spending, increased tax and grant revenues.

Table 2 highlights the County's revenues and expenses for the fiscal year ended November 30, 2007. These two main components are subtracted to yield the change in net assets. This table utilizes the full accrual method of accounting.

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

Rock Island County, Illinois

Management's Discussion and Analysis
Year Ended November 30, 2007

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

	Governmental Activities 2007	Governmental Activities 2006
Revenues:		
Program revenues:		
Charges for services	\$ 24,490,990	\$ 18,627,552
Operating grants and contributions	10,131,726	11,288,532
Capital grants and contributions	2,178,447	4,743,695
General revenues:		
Property taxes	17,200,641	16,598,792
Intergovernmental revenue	9,763,014	9,102,820
Investment earnings	2,012,831	1,219,509
Gain on disposal of capital assets	-	1,221
Miscellaneous	1,618,765	2,006,595
Total revenues	67,396,414	63,588,716
Expenses:		
General government	13,236,109	12,449,672
Public safety	7,714,258	6,912,721
Corrections	3,607,818	3,449,301
Judiciary and legal	6,989,607	6,910,035
Transportation and public works	3,945,958	3,908,958
Social services	21,681,369	17,521,780
Culture and recreation	2,961,912	2,773,705
Debt service, interest on long-term debt	3,733,381	1,744,565
Total expenses	63,870,412	55,670,737
Increase in net assets	3,526,002	7,917,979
Net assets, beginning, as restated	77,992,594	70,074,615
Net assets, ending	\$ 81,518,596	\$ 77,992,594

Rock Island County, Illinois

Management's Discussion and Analysis Year Ended November 30, 2007

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

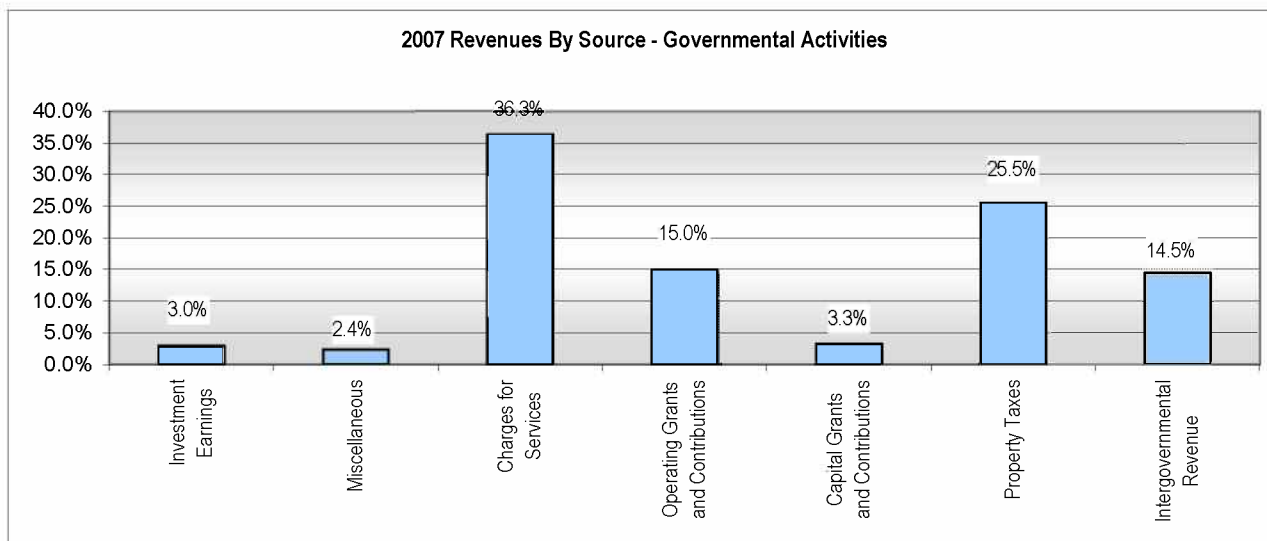
Table 3

Programs	Total Cost of Services 2007	Net Revenue (Expense) of Services 2007
General government	\$ 13,236,109	\$ (8,290,932)
Public safety	7,714,258	(5,696,347)
Corrections	3,607,818	(1,811,413)
Judiciary and legal	6,989,607	(3,226,121)
Transportation and public works	3,945,958	1,117,986
Social services	21,681,369	(4,218,250)
Culture and recreation	2,961,912	(1,210,791)
Debt service, interest on long-term debt	3,733,381	(3,733,381)
Total	\$ 63,870,412	\$ (27,069,249)

Net cost of services is 42 percent of total cost of services in 2007. This reflects a continued reliance on taxes and other general revenue sources to fund the cost of services.

Governmental Activities

The graph below shows the percentage of the total governmental activities revenues allocated by each revenue type for the year ended November 30, 2007.



Rock Island County, Illinois

Management's Discussion and Analysis Year Ended November 30, 2007

Financial Analysis of the Government's Funds

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

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

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$38,979,742, an increase of \$15,881,491 in comparison with the prior year. Approximately 95 percent of this total amount, \$37,148,285, constitutes unreserved fund balance, which is available for spending at the government's discretion. However, approximately 41 percent of this unreserved amount, \$15,067,774, is designated or reported in special revenue funds, less than 1 percent of this unreserved amount is reported in the Debt Service Fund and 33 percent of this unreserved amount is reported in the Capital Project Fund. The remainder of the fund balance is reserved to indicate it is not available for new spending because it has already been committed.

The General Fund is the chief operating fund of the County. At the end of the current fiscal year, the unreserved and undesignated fund balance of the General Fund was \$9,630,945 while total fund balance reached \$10,538,827. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved/undesignated fund balance and total fund balance to fund expenditures. Unreserved/undesignated fund balance represents 43 percent of total General Fund expenditures, while total fund balance also represents approximately 47 percent of that same amount.

The fund balance of the County's General Fund increased by \$1,832,357 during the current fiscal year. Key factors in this increase are:

- Increased grant funding
- Fee increases
- Increases in earned interest

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

General Fund Budgetary Highlights

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

- The total original revenue budget of \$23,092,993 was increased to \$23,263,642 (an increase of \$170,649) due to increased revenues in the Election Assistance for Individuals with Disabilities Grant for \$44,787, an increase in the Solid Waste Management Grant of \$19,466, \$138,404 Grant for the Sheriff's Department and \$15,846 for ESDA Grant. Additional fees were collected in the Recorder of Deeds Office for \$38,000 and the Sheriff's Office for \$1,132 and \$84,956 was received as a reimbursement for prior period expenses.
- Total original expenditure budget of \$23,263,748 was increased to \$23,642,008 (an increase of \$378,260) for the expected expenditures for the above revenues with the remaining increases due to salaries and wages, benefits and capital outlays.

Rock Island County, Illinois

Management's Discussion and Analysis Year Ended November 30, 2007

- The total final budget for transfers out of the General Fund was \$1,187,990 and of that amount actual transfers out were \$1,350,130, a difference of \$162,140 due to more money needed to be transferred to the Child Welfare Fund for placement of juveniles.

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

Capital Asset and Debt Administration

Capital assets: The County's investment in capital assets for its governmental activities amounted to \$73,109,179 and \$65,876,767 (net of accumulated depreciation) as of November 30, 2007 and 2006, respectively. This investment in capital assets includes land, construction-in-progress, buildings, improvements other than buildings, equipment and infrastructure.

Major capital asset events during the current fiscal year included construction work on highways and bridges, construction of the nursing home, and building improvements.

Table 4 - Rock Island County, Illinois' Capital Assets

	Governmental Activities	
	2007	2006
Land	\$ 4,457,309	\$ 4,190,567
Construction-in-progress	4,046,713	504,726
Buildings	34,614,501	33,544,973
Improvements other than buildings	13,000	-
Equipment	11,265,500	10,540,277
Infrastructure	55,711,557	51,489,849
Accumulated depreciation	(36,999,401)	(34,393,625)
Total	\$ 73,109,179	\$ 65,876,767

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

Debt: The County had revenue bonds outstanding totaling \$8,280,000 and \$8,750,000, and general obligation bonds outstanding totaling \$21,600,000 and \$1,750,000, as of November 30, 2007 and 2006, respectively. In the current year, the County issued \$19,855,000 in revenue bonds for the nursing home capital improvement. The County paid \$505,000 in principal and \$2,942,387 in interest on outstanding debt. Additional information about the County's long-term debt can be found in Note 7 to the financial statements.

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

	2007	2006	Maturity
Governmental activities:			
General obligation bonds	\$ 21,600,000	\$ 1,750,000	2027
Revenue bonds	8,280,000	8,750,000	2019

Rock Island County, Illinois

Management's Discussion and Analysis Year Ended November 30, 2007

Economic Factors and Next Year's Budgets and Rates

The 2008 fiscal year budget is based on an increase in the Equalized Assessed Valuation of approximately 5 percent. Increases in intergovernmental revenues such as sales taxes, replacement taxes and income taxes are expected and increases in fees collected from various county offices.

The estimated assessed valuation should result in a tax rate of .7163 per \$100 of assessed valuation. This rate has remained consistent over the past five years and will result in a total certified to collect for the County's levy funds of approximately \$15,740,280.

Economic factors have a great impact on the financial condition of the County. The unemployment rate for 2006 was 4.5 percent, followed by 4.6 percent in 2007. These are the lowest the County has experienced since 1999. With these rates, the County has experienced increases in sales taxes and income taxes.

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

Total funds available for all funds is expected to be \$92,190,505. This represents an increase of \$17,196,488 over the previous year's funds available of \$74,994,017 or 22 percent. Budgeted expenditures are expected to be \$68,575,576 for the 2008 fiscal year, an increase of \$13,899,728 over the previous year's budgeted expenditures of \$54,674,848 or 25 percent. The increased revenue and expenditures include \$13,889,829 and \$12,500,000 for the nursing home project. This results in an unencumbered balance of \$20,636,766, an increase of \$3,293,520 or 18 percent. However, \$1.3 million represents the remaining money for the nursing home project which will be completed at the beginning of the new fiscal year.

Requests for Information

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

Rock Island County, Illinois

Statement of Net Assets

November 30, 2007

Assets	Primary Government Governmental Activities	Component Unit Rock Island Tri-County Consortium
Current assets:		
Cash and cash equivalents	\$ 40,337,653	\$ 54,227
Receivables:		
Property taxes	17,967,118	-
Accounts	650,328	-
Accrued interest	164,083	-
Due from other governments	4,748,761	192,378
Other assets	1,185,842	-
Total current assets	65,053,785	246,605
Noncurrent assets:		
Unamortized issuance costs	292,946	-
Capital assets:		
Nondepreciable:		
Land	4,457,309	-
Construction-in-progress	4,046,713	-
Depreciable:		
Buildings	34,614,501	-
Improvements other than building	13,000	-
Equipment	11,265,500	372,712
Infrastructure	55,711,557	-
Less accumulated depreciation	(36,999,401)	(230,754)
Total capital assets	73,109,179	141,958
Total noncurrent assets	73,402,125	141,958
Total assets	\$ 138,455,910	\$ 388,563

See Notes to Basic Financial Statements.

	Primary Government Governmental Activities	Component Unit Rock Island Tri-County Consortium
Liabilities and Net Assets		
Liabilities:		
Accounts payable	\$ 3,993,129	\$ 94,576
Current portion of estimated claims settlements	466,089	-
Accrued liabilities	2,270,830	28,436
Due to other governmental units	298,940	
Unearned revenue	16,477,796	142,416
Compensated absences	1,915,799	103,172
Bond premium	25,475	-
Current portion of general obligation bonds	85,000	-
Current portion of revenue bonds payable	490,000	-
Other liabilities	-	3,278
Total current liabilities	26,023,058	371,878
Noncurrent liabilities:		
Bond premium	265,642	-
Estimated claims settlements	184,300	-
General obligation bonds	21,515,000	-
Revenue bonds payable, net of deferred amount of \$1,159,314	8,949,314	-
Total noncurrent liabilities	30,914,256	-
Total liabilities	56,937,314	371,878
Net assets:		
Invested in capital assets, net of related debt	55,397,748	141,958
Restricted for:		
Employee benefits	1,724,848	-
Social services	1,156,589	-
Transportation and public works	4,232,554	-
Debt service	52,914	-
Tort liability	650,000	-
Capital improvements	872,600	-
Capital items	25,323	-
Unrestricted	17,406,020	(125,273)
Total net assets	81,518,596	16,685
Total liabilities and net assets	\$ 138,455,910	\$ 388,563

Rock Island County, Illinois

Statement of Activities
Year Ended November 30, 2007

Functions/ Programs	Expenses	Program Revenues		
		Charges for Sales and Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government				
Governmental activities:				
General government	\$ 13,236,109	\$ 4,648,948	\$ 296,229	\$ -
Public safety	7,714,258	1,553,925	328,690	135,296
Corrections	3,607,818	1,231,084	565,321	-
Judiciary and legal	6,989,607	3,599,036	164,450	-
Transportation and public works	3,945,958	232,006	2,936,109	1,895,829
Social services	21,681,369	11,757,305	5,705,814	-
Culture and recreation	2,961,912	1,468,686	135,113	147,322
Debt service, interest on long-term debt	3,733,381	-	-	-
Total governmental activities	\$ 63,870,412	\$ 24,490,990	\$ 10,131,726	\$ 2,178,447
Component Unit	\$ 2,182,935	\$ -	\$ 2,212,303	\$ -

General Revenues

Property taxes

Intergovernmental revenue:

Replacement tax

Sales and use taxes

Income tax

Hotel/Motel taxes

Other

Investment earnings

Miscellaneous

Total general revenues

Changes in net assets

Net assets, beginning of year, as restated

Net assets, end of year

See Notes to Basic Financial Statements.

Net (Expense) Revenue and Changes in Net Assets	
Primary Government	Component Unit
Governmental	Rock Island
Activities	Tri-County Consortium
<hr/>	
\$ (8,290,932)	\$ -
(5,696,347)	-
(1,811,413)	-
(3,226,121)	-
1,117,986	-
(4,218,250)	-
(1,210,791)	-
(3,733,381)	-
<hr/> (27,069,249)	<hr/> -
-	29,368
<hr/>	
17,200,641	-
2,906,481	-
4,673,128	-
1,735,783	-
107,051	-
340,571	-
2,012,831	-
1,618,765	-
<hr/> 30,595,251	<hr/> -
3,526,002	29,368
77,992,594	(12,683)
<hr/> \$ 81,518,596	<hr/> \$ 16,685

Rock Island County, Illinois

Balance Sheet
Governmental Funds
November 30, 2007

Assets	Primary Government		
	General	Forest Preserve Commission	Oak Glen Home
Cash and cash equivalents	\$ 7,927,899	\$ 2,414,370	\$ 1,778,481
Receivables:			
Property taxes receivable	6,711,559	987,966	-
Accounts receivable	458,510	26,563	67,125
Accrued interest receivable	47,526	8,708	7,556
Due from other funds	558,002	-	3,000
Due from other governmental units	2,221,055	36,344	1,334,247
Other assets	257,882	722	64
Total assets	\$ 18,182,433	\$ 3,474,673	\$ 3,190,473
Liabilities and Fund Balances			
Liabilities:			
Accounts payable	\$ 659,113	\$ 277,020	\$ 237,710
Accrued liabilities	547,446	124,029	208,762
Due to other funds	93,784	-	364,272
Due to other governmental units	-	-	298,940
Deferred revenues	6,343,263	685,515	-
Total liabilities	7,643,606	1,086,564	1,109,684
Fund balances:			
Reserved for:			
Tort liability	650,000	-	-
Other assets	257,882	722	64
Capital improvements	-	872,600	-
Unreserved, undesignated, reported in:			
General Fund	9,630,945	-	-
Special revenue funds	-	1,514,787	2,080,725
Debt service fund	-	-	-
Capital project fund	-	-	-
Total fund balances	10,538,827	2,388,109	2,080,789
Total liabilities and fund balances	\$ 18,182,433	\$ 3,474,673	\$ 3,190,473

See Notes to Basic Financial Statements.

Primary Government		
Capital Project Fund	Nonmajor Governmental	Total
\$ 13,619,940	\$ 11,988,957	\$ 37,729,647
-	10,267,593	17,967,118
-	97,286	649,484
53,700	41,032	158,522
-	848,784	1,409,786
-	1,047,756	4,639,402
-	50,189	308,857
<u>\$ 13,673,640</u>	<u>\$ 24,341,597</u>	<u>\$ 62,862,816</u>
\$ 963,622	\$ 1,675,664	\$ 3,813,129
-	483,347	1,363,584
313,366	674,941	1,446,363
-	-	298,940
-	9,932,280	16,961,058
<u>1,276,988</u>	<u>12,766,232</u>	<u>23,883,074</u>
-	-	650,000
-	50,189	308,857
-	-	872,600
-	-	9,630,945
-	11,472,262	15,067,774
-	52,914	52,914
12,396,652	-	12,396,652
<u>12,396,652</u>	<u>11,575,365</u>	<u>38,979,742</u>
<u>\$ 13,673,640</u>	<u>\$ 24,341,597</u>	<u>\$ 62,862,816</u>

Rock Island County, Illinois

Reconciliation of Governmental Funds Balance Sheet to the Statement of Net Assets November 30, 2007

Total governmental fund balances \$ 38,979,742

Amounts reported for governmental activities are not financial resources and, therefore, are not reported in the funds:

Land	\$ 4,277,309	
Construction-in-progress	4,046,713	
Buildings	34,614,501	
Equipment	11,249,717	
Infrastructure	55,711,557	
Accumulated depreciation	<u>(36,993,190)</u>	72,906,607

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

Deferred revenues	483,262
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The internal service funds are used by management to charge the costs of self-funding the County's health insurance benefit plans and costs associated with the Public Building Commission. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets:

Current assets	3,600,755	
Capital assets, net	202,572	
Internal balance	36,577	
Current liabilities	<u>(1,538,875)</u>	2,301,029

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

Estimated claims settlements	(198,300)	
Compensated absences	(1,915,799)	
Bond premium, net	(291,117)	
Bond issuance costs, net	292,946	
Accrued interest	(460)	
General obligation bonds	(21,600,000)	
Revenue bonds payable, net of deferred amount of \$1,159,314	<u>(9,439,314)</u>	(33,152,044)
Net assets of governmental activities		<u><u>\$ 81,518,596</u></u>

See Notes to Basic Financial Statements.

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Rock Island County, Illinois

Statement of Revenues, Expenditures and Changes in Fund Balances

Governmental Funds

Year Ended November 30, 2007

	Primary Government		
	General	Forest Preserve Commission	Oak Glen Home
Revenues:			
Fees	\$ 7,305,525	\$ 1,203,890	\$ 11,320,850
Property taxes	6,197,253	1,432,404	-
Intergovernmental	10,301,838	220,425	-
Investment earnings	517,286	135,516	86,390
Miscellaneous	75,308	363,552	32
Total revenues	24,397,210	3,355,787	11,407,272
Expenditures:			
Current:			
General government	7,039,724	-	-
Public safety	5,650,878	-	-
Corrections	3,599,217	-	-
Judiciary and legal	5,463,756	-	-
Transportation and public works	-	-	-
Social services	-	-	9,181,762
Culture and recreation	-	2,748,073	-
Capital outlay	772,940	1,518,390	135,258
Debt service:			
Principal	-	35,000	-
Interest	-	130,127	-
Bond issuance costs	-	-	-
Total expenditures	22,526,515	4,431,590	9,317,020
Excess (deficiency) of revenue over expenditures	1,870,695	(1,075,803)	2,090,252
Other financing sources (uses):			
Transfers in	1,305,727	-	1,847,296
Transfers out	(1,350,130)	-	(3,247,571)
Issuance of debt	-	-	-
Bond premium	-	-	-
Proceeds from sale of capital assets	6,065	3,141	-
Total other financing sources (uses)	(38,338)	3,141	(1,400,275)
Net change in fund balances	1,832,357	(1,072,662)	689,977
Fund balances, beginning of year	8,706,470	3,460,771	1,390,812
Fund balances, end of year	\$ 10,538,827	\$ 2,388,109	\$ 2,080,789

See Notes to Basic Financial Statements.

Primary Government			
Capital Project Fund	Nonmajor Governmental		Total
\$ -	\$ 2,630,379	\$	22,460,644
-	9,570,984		17,200,641
74,999	9,364,627		19,961,889
633,628	505,881		1,878,701
-	2,201,696		2,640,588
708,627	24,273,567		64,142,463
87,538	4,652,764		11,780,026
-	1,764,705		7,415,583
-	8,601		3,607,818
-	1,217,579		6,681,335
-	3,016,355		3,016,355
-	11,994,228		21,175,990
-	-		2,748,073
3,863,037	2,133,964		8,423,589
-	470,000		505,000
2,276,336	535,924		2,942,387
143,893	-		143,893
6,370,804	25,794,120		68,440,049
(5,662,177)	(1,520,553)		(4,297,586)
-	4,358,837		7,511,860
-	(2,914,159)		(7,511,860)
19,885,000	-		19,885,000
219,887	-		219,887
-	64,984		74,190
20,104,887	1,509,662		20,179,077
14,442,710	(10,891)		15,881,491
(2,046,058)	11,586,256		23,098,251
\$ 12,396,652	\$ 11,575,365	\$	38,979,742

Rock Island County, Illinois

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities Year Ended November 30, 2007

Net change in fund balances - governmental funds		\$	15,881,491
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Amounts reported for governmental activities in the statement of activities are different because:

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

Capital outlay			8,634,781
Depreciation:			
General government	\$	(355,392)	
Public safety		(937,691)	
Judiciary and legal		(108,494)	
Transportation and public works		(1,596,114)	
Social services		(108,227)	
Culture and recreation		(258,771)	(3,364,689)
Loss on disposal of capital assets		(61,891)	
Proceeds from sale of capital assets		(74,190)	
Capital contributions		1,895,829	1,759,748

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds		53,953
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The issuance of long-term debt (e.g., bonds and notes) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. In the statement of activities, interest is accrued on outstanding bonds, whereas in the governmental funds an interest expenditure is reported when due. The following is the detail of the net effect of these differences in the treatment of long-term debt and related items:

Repayment of debt principal	505,000
Bond premium amortization	25,475
Bond issuance amortization	(31,269)
Amortization of deferred liability associated with bond refunding	217,371
Issuance of debt	(19,885,000)

Internal service fund net change	(24,822)
----------------------------------	----------

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:

Bond premium	(219,887)
Bond issuance costs	143,893
Change in claims payable	(64,300)
Change in compensated absences	(105,743)

Change in net assets of governmental activities

\$ 3,526,002

See Notes to Basic Financial Statements.

Rock Island County, Illinois

Statement of Net Assets Governmental Activities - Internal Service Funds November 30, 2007

Assets

Current assets:

Cash and cash equivalents	\$	2,608,006
Receivables:		
Accounts		844
Interest		5,561
Due from other funds		36,577
Due from other governmental units		109,359
Other assets		876,985
Total current assets		<u>3,637,332</u>

Noncurrent assets:

Capital assets:

Nondepreciable, land		180,000
Depreciable:		
Equipment and fixtures		15,783
Improvements other than buildings		13,000
Less accumulated depreciation		(6,211)
Total capital assets		<u>202,572</u>
Total assets	\$	<u><u>3,839,904</u></u>

Liabilities and Net Assets

Liabilities:

Accounts payable	\$	180,000
Estimated claims settlement		452,089
Accrued liabilities		906,786
Total liabilities		<u>1,538,875</u>

Net assets, unrestricted		2,301,029
Total liabilities and net assets	\$	<u><u>3,839,904</u></u>

See Notes to Basic Financial Statements.

Rock Island County, Illinois

Statement of Revenues, Expenses and Changes in Net Assets
Governmental Activities - Internal Service Funds
Year Ended November 30, 2007

Operating revenues, charges for services	\$ 7,297,889
Operating expenses, other services and charges	6,454,270
Operating income	843,619
Nonoperating revenue:	
Investment earnings	134,130
Interest expense	(1,002,571)
	(868,441)
Change in net assets	(24,822)
Total net assets, beginning of year	2,325,851
Total net assets, end of year	\$ 2,301,029

See Notes to Basic Financial Statements.

Rock Island County, Illinois

Statement of Cash Flows
Governmental Activities - Internal Service Funds
Year Ended November 30, 2007

Cash flows from operating activities:	
Cash received from employee contributions and other charges	\$ 5,703,224
Cash payments for claims	(5,965,919)
Cash received for jail lease	1,512,722
Cash payments for jail operations	(335,816)
Net cash provided by operating activities	<u>914,211</u>
Cash flows from capital activities, acquisition of capital assets	<u>(208,783)</u>
Cash flows from noncapital financing activities:	
Interfund proceeds	6,388
Debt service payments on revenue bonds	(1,002,571)
Net cash used in noncapital financing activities	<u>(996,183)</u>
Cash flows from investing activities; interest received	<u>130,601</u>
Net decrease in cash	(160,154)
Cash:	
Beginning	2,768,160
Ending	<u><u>\$ 2,608,006</u></u>
Reconciliation of operating income to net cash from operating activities:	
Operating income	\$ 843,619
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation	6,211
(Increase) decrease in:	
Receivables	81
Due from other governmental units	(83,836)
Other assets	1,812
Increase (decrease) in:	
Accounts payable	150,176
Accrued liabilities	(3,852)
Net cash provided by operating activities	<u><u>\$ 914,211</u></u>

See Notes to Basic Financial Statements.

Rock Island County, Illinois

Statement of Assets and Liabilities

Agency Funds

November 30, 2007

Assets

Cash and cash equivalents	\$	6,682,004
Receivables:		
Accounts receivable		399,277
Accrued interest receivable		334,193
Total assets	\$	7,415,474

Liabilities

Due to other governmental units	\$	4,678,655
Due to individuals and private entities		2,736,819
Total liabilities	\$	7,415,474

See Notes to Basic Financial Statements.

Rock Island County, Illinois

Note to Basic Financial Statements Year Ended November 30, 2007

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

Nature of operations:

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

Reporting entity:

Rock Island County, Illinois ("the County") is a municipal entity governed by a 25-member board. As required by accounting principles generally accepted in the United States of America, these basic financial statements present Rock Island County, Illinois and its blended component units (the primary government) and its discretely presented component unit (the Rock Island Tri-County Consortium). The Rock Island Tri-County Consortium ("the Consortium") is presented in a separate column to emphasize that it is legally separate from the County. The Rock Island County board, acting on its own behalf and on behalf of the boards of Mercer County, Illinois and Henry County, Illinois, appoints the board of the Private Industry Council which governs the Consortium. In addition, the sole source of the Consortium's financial resources are Workforce Investment Act funds granted to the County by the Illinois Department of Commerce and Community Affairs and subgranted to the Consortium. The Consortium operates on a June 30 fiscal year. The basic financial statements of the County include the financial statements of the Consortium as of and for the year ended June 30, 2007. The financial statements of the Rock Island Tri-County Consortium can be obtained from its administrative office at 1504 Third Avenue, Rock Island, Illinois 61201.

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

Forest Preserve District, Rock Island County, Illinois ("the District"): The District provides a broad range of services to citizens of the County, including the operation of Niabi Zoo, Loud Thunder Park, Illiniwek Park and Indian Bluff Park and Golf Course. Although it is legally separate from the County, the District is reported as if it were part of the primary government because the members of the District's board are the same as the County's board. The District operates on a June 30 fiscal year. The basic financial statements of the County include the funds of the District in the special revenue fund type as of and for the year ended June 30, 2007. Complete financial statements of the District can be obtained from the District's administrative office at 1504 Third Avenue, Rock Island, Illinois 61201.

Public Building Commission, Rock Island County, Illinois ("PBC"): The PBC was formed for the purpose of providing a new jail for the use of the County. Although it is legally separate from the County, the PBC is reported as if it were part of the primary government because all of the PBC board members are appointed by the County board and the PBC's sole purpose is to finance and construct the County's jail. The PBC operates on a June 30 fiscal year. The basic financial statements of the County include the funds of the PBC in the corrections function and as an internal service fund type as of and for the year ended June 30, 2007. Complete financial statements of the PBC can be obtained from its administrative office at 1504 Third Avenue, Rock Island, Illinois 61201.

Rock Island County, Illinois

Note to Basic Financial Statements Year Ended November 30, 2007

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

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

Basis of presentation:

The County's basic financial statements consist of government-wide statements, including a statement of net assets and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

Government-wide and fund financial statements: The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the County. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities are normally supported by taxes and intergovernmental revenues.

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

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

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

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

Rock Island County, Illinois

Note to Basic Financial Statements
Year Ended November 30, 2007

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

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

Forest Preserve Commission Fund, a special revenue fund: To account for culture and recreation services provided to County citizens.

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

Rock Island County, Illinois

Note to Basic Financial Statements
Year Ended November 30, 2007

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

Rock Island County, Illinois

Note to Basic Financial Statements
Year Ended November 30, 2007

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

Rock Island County, Illinois

Note to Basic Financial Statements
Year Ended November 30, 2007

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

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

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

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

Internal Service Funds:

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

Public Building Commission Fund: a blended component unit accounting for the activity of the County jail.

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

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

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

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

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

Employee Indebtedness Fund: To account for wage garnishments.

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

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

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

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

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

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

Rock Island County, Illinois

Note to Basic Financial Statements Year Ended November 30, 2007

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

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

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

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

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

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

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

The County's property tax is levied each year on all taxable real property located in the County on or before November 30. Property taxes attach as an enforceable lien on property as of the preceding January 1, at which time they are recognized. These taxes are due in four installments on June 6, August 6, September 6 and November 6 of the following year. Since the 2007 tax levy is budgeted for fiscal year 2008, the revenue from this tax levy is deferred.

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

Rock Island County, Illinois

Note to Basic Financial Statements Year Ended November 30, 2007

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

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

Significant accounting policies:

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

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

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

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

Inventories are recognized only in those funds in which they are material to the extent of affecting operations. All inventories are carried at lower of cost or market (first-in, first-out). The consumption method of accounting is applied to the governmental fund type inventories.

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

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

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

Rock Island County, Illinois

Note to Basic Financial Statements Year Ended November 30, 2007

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

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

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

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

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

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

Deferred and unearned revenues: Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Property taxes for which there is an enforceable legal claim as of November 30, 2007, but which were levied to finance fiscal year 2008 operations, have been recorded as deferred revenue in governmental financial statements and as unearned revenue in the government-wide statements. In governmental fund financial statements, receivables that will not be collected within the available period have also been reported as deferred revenue.

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

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

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

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

Activity between funds that are representative of lending/borrowing arrangements at the end of the fiscal year are referred to as "due to/from other funds." Any residual balances outstanding between the governmental activities and the blended component units are reported in the government-wide financial statements as "internal balances."

Rock Island County, Illinois

Note to Basic Financial Statements Year Ended November 30, 2007

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

Compensated absences: County employees are granted vacation in varying amounts based upon length of employment by the County. Vacations are not cumulative and shall be forfeited if not used within one year of earning such vacation. Nonunion employees are allowed to carry over one week of vacation. Any employee who has completed one year of service will be paid for all or part of their accrued but unused vacation upon termination of employment depending on the anniversary year that termination of employment occurs.

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

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

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

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

Net assets: Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net assets invested in capital assets, net of related debt, excludes unspent debt proceeds. Unspent debt proceeds for the Capital Project Fund was \$13,619,000. Net assets are reported as restricted when there are limitations imposed on their use through enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Net assets restricted through enabling legislation consists of \$1,724,848 for employee benefits, \$1,156,589 for social services, \$4,232,554 for transportation and public works, and \$52,914 for debt service.

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

Use of estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates as assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the basic financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates.

Rock Island County, Illinois

Note to Basic Financial Statements Year Ended November 30, 2007

Note 2. Cash and Investments

As of November 30, 2007, the County's cash and cash equivalents and investments were as follows:

Cash and cash equivalents statement of net assets	\$ 40,337,653
Cash and cash equivalents fiduciary funds	6,682,004
Cash and cash equivalents component unit	54,227
	<u>\$ 47,073,884</u>

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

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

The PBC's investment policy states the highest interest rate available will always be the objective of the investment policy combined with safety of principal, which is left to the discretion of the Commission Treasurer.

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

Concentration of credit risk: The County's investment policy is to apply the prudent-person rule: Investments shall be made utilizing the judgment and care, under the circumstances then present, which persons of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation, but for investments, considering probable safety of their capital as well as the probable income to be derived. The investment policy further limits the County's investments to be less than 65 percent of the financial institutions' capital and surplus. As of November 30, 2007, the County held no investments.

The PBC's investment policy states, the "Commission Treasurer will have the sole responsibility to select which financial institutions will be depositories for the commission funds. The Commission Treasurer will take into consideration security, size, location, condition, service, fees and the community relations involvement of the financial institutions when choosing a financial institution."

Rock Island County, Illinois

Note to Basic Financial Statements Year Ended November 30, 2007

Note 2. Cash and Investments (Continued)

The District's investment policy is to apply the prudent-person rule: "Investments shall be made utilizing the judgment and care, under the circumstances then present, which persons of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation, but for investments, considering probable safety of their capital as well as the probable income to be derived." As of June 30, 2007, the District held no investments.

The Consortium has no formal investment policy.

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

As of November 30, 2007, none of the County's bank balance was exposed to custodial credit risk.

The carrying amount and bank balance of the Consortium's deposits as of June 30, 2007 was \$54,227. The bank balance was covered by federal depository insurance or collateralized by securities held by pledging financial institution's trust department or agent in the Consortium's name.

Note 3. Individual Fund Disclosures

The following is a summary of deficit fund balances of individual funds as of November 30, 2007:

Fund	Deficit Fund Balance
Special Revenue Funds:	
Animal Control Fund	\$ 137,698
COPS Grant Fund	23,575
Covemaker Buy-Out Fund	10,416

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

Rock Island County, Illinois

Note to Basic Financial Statements Year Ended November 30, 2007

Note 4. Interfund Account Balances

The individual fund interfund receivable and payable balances as of November 30, 2007 are as follows:

	Due From Other Funds	Due To Other Funds
General	\$ 558,002	\$ 93,784
Oak Glen Home	3,000	364,272
Capital Project Fund	-	313,366
Nonmajor governmental funds	848,784	674,941
Internal service	36,577	-
Total	\$ 1,446,363	\$ 1,446,363

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

Note 5. Interfund Transfers

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

	Transfers In	Transfers Out
General	\$ 1,305,727	\$ 1,350,130
Oak Glen Home	1,847,296	3,247,571
Nonmajor governmental funds	4,358,837	2,914,159
Total	\$ 7,511,860	\$ 7,511,860

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

Rock Island County, Illinois

Note to Basic Financial Statements Year Ended November 30, 2007

Note 6. Capital Assets

The following is a summary of changes in capital assets for the year ended November 30, 2007:

	2006 Balance	Additions	Deletions	2007 Balance
Governmental Activities:				
Capital assets not depreciated:				
Land	\$ 4,190,567	\$ 266,742	\$ -	\$ 4,457,309
Construction-in-progress	504,726	3,932,283	390,296	4,046,713
Total capital assets not being depreciated	4,695,293	4,199,025	390,296	8,504,022
Capital assets being depreciated:				
Buildings	33,544,973	1,233,922	164,394	34,614,501
Improvements other than buildings	-	13,000	-	13,000
Equipment	10,540,277	1,231,321	506,098	11,265,500
Infrastructure	51,489,849	4,452,421	230,713	55,711,557
Total capital assets being depreciated	95,575,099	6,930,664	901,205	101,604,558
Less accumulated depreciation for:				
Buildings	12,390,155	896,324	160,244	13,126,235
Improvements other than buildings	-	27	-	27
Equipment	6,801,491	1,060,211	464,331	7,397,371
Infrastructure	15,201,979	1,414,338	140,549	16,475,768
Total accumulated depreciation	34,393,625	3,370,900	765,124	36,999,401
Total capital assets being depreciated, net	61,181,474	3,559,764	136,081	64,605,157
Governmental activities capital assets, net	\$ 65,876,767	\$ 7,758,789	\$ 526,377	\$ 73,109,179

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

	2006 Balance	Additions	Deletions	2007 Balance
Discretely Presented Component Unit:				
Capital assets being depreciated, equipment	\$ 344,307	\$ 78,807	\$ 50,402	\$ 372,712
Less accumulated depreciation for equipment	239,063	41,678	49,987	230,754
Component unit capital assets, net	\$ 105,244	\$ 37,129	\$ 415	\$ 141,958

Rock Island County, Illinois

Note to Basic Financial Statements Year Ended November 30, 2007

Note 6. Capital Assets (Continued)

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

General government	\$ 355,392
Public safety	937,691
Judiciary and legal	108,494
Transportation and public works	1,596,114
Social services	108,227
Culture and recreation	258,771
Internal service fund	6,211
Total depreciation expense, governmental activities	\$ 3,370,900

Note 7. Long-Term Debt

The following is a summary of changes in long-term debt for the year ended November 30, 2007:

	Balance November 30, 2006	Additions	Deletions	Balance November 30, 2007	Due Within One Year
Governmental Activities:					
General obligation bonds	\$ 1,750,000	\$ 19,885,000	\$ 35,000	\$ 21,600,000	\$ 85,000
Revenue bonds payable	10,126,685	-	687,371	9,439,314	490,000
Compensated absences	1,810,056	1,915,799	1,810,056	1,915,799	1,915,799
Estimated claims settlements	615,000	5,517,223	5,481,834	650,389	466,089
	\$ 14,301,741	\$ 27,318,022	\$ 8,014,261	\$ 33,605,502	\$ 2,956,888
	Balance November 30, 2006	Additions	Retirements	Balance November 30, 2007	Due Within One Year
Discretely Presented Component					
Unit, compensated absences	\$ 100,537	\$ 103,172	\$ 100,537	\$ 103,172	\$ 103,172

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

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

Rock Island County, Illinois

Note to Basic Financial Statements Year Ended November 30, 2007

Note 7. Long-Term Debt (Continued)

Revenue bonds: On April 1, 2005, Rock Island County (Public Building Commission) issued \$9,020,000 in Justice Center Refunding Revenue Bonds, Series 2005 with interest rates ranging from 3.7 percent to 4.35 percent to advance refund \$7,850,000 of outstanding Local Government Program Revenue Bonds, Series 1998 with interest rates from 4.0 percent to 5.0 percent and \$2,810,000 of Justice Center Revenue Bonds, Series 1999 with interest rates from 5.0 percent to 8.9 percent. The advance refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of \$1,738,970. This difference, a deferred asset, is reported in the accompanying financial statements as a deduction from bonds payable and is being amortized through 2012. The balance of the deferred asset as of November 30, 2007 was \$1,159,314.

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

As of November 30, 2007, the County's future cash flow requirements for the retirement of the general obligation bonds is as follows:

<u>Year ending November 30:</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2008	\$ 85,000	\$ 911,188	\$ 996,188
2009	490,000	906,026	1,396,026
2010	505,000	886,168	1,391,168
2011	525,000	865,656	1,390,656
2012	950,000	844,215	1,794,215
2013-2017	5,390,000	3,601,381	8,991,381
2018-2022	6,445,000	2,384,130	8,829,130
2023-2027	7,210,000	933,728	8,143,728
Total	\$ 21,600,000	\$ 11,332,492	\$ 32,932,492

As of November 30, 2007, the County's future cash flow requirements for the retirement of the revenue bonds is as follows:

<u>Year ending November 30:</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2008	\$ 490,000	\$ 337,270	\$ 827,270
2009	510,000	315,955	825,955
2010	530,000	293,770	823,770
2011	550,000	270,980	820,980
2012	575,000	247,330	822,330
2013-2017	3,800,000	835,900	4,635,900
2018-2019	1,825,000	115,355	1,940,355
Total	\$ 8,280,000	\$ 2,416,560	\$ 10,696,560

Rock Island County, Illinois

Note to Basic Financial Statements Year Ended November 30, 2007

Note 7. Long-Term Debt (Continued)

As of November 30, 2007, the County did not exceed its legal debt margin:

Assessed value	<u>\$ 2,231,350,979</u>
Debt limit, 2.875% of assessed value	\$ 64,151,341
Debt applicable to debt limit	<u>29,880,000</u>
Legal debt margin	<u>\$ 34,271,341</u>

Prior Year Defeasance: In the prior year, the County defeased certain revenue bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the County's financial statements. As of November 30, 2007, \$2,615,000 of bonds outstanding are considered defeased.

Note 8. Retirement System

Plan Descriptions and Provisions:

Illinois Municipal Retirement Fund

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

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

Funding Policy – Employees participating in IMRF, other than Sheriff's Law Enforcement personnel ("SLEP") and Elected County Officials ("ECO"), are required to contribute 4.50 percent of their annual covered salary. SLEP and ECO employees participating in IMRF are required to contribute 7.50 percent of their covered salary. The member rate is established by state statute. The County is required to contribute at an actuarially determined rate. The employer rate for calendar year 2007 was 20.34 of covered payroll for SLEP participants, 36.89 percent of covered payroll for ECO participants, 9.6 percent of covered payroll for the District participants, 12.41 percent of covered payroll for the Consortium participants and 9.42 percent of covered payroll for all other participants. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis (overfunded liability amortized on open basis). The amortization period as of December 31, 2007 was 25 years.

Rock Island County, Illinois

Note to Basic Financial Statements Year Ended November 30, 2007

Note 8. Retirement System (Continued)

Annual Pension Cost – For the 12 months ended December 31, 2007, the County's annual pension cost, including all component units, of \$3,098,868 was equal to the County's required and actual contributions. The required contribution was determined as part of the December 31, 2005 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50 percent investment rate of return (net of administrative expenses), (b) projected salary increases of 4.0 percent a year, attributable to inflation, (c) additional projected salary increases ranging from .40 percent to 10 percent per year depending on age and service, attributable to seniority/merit and (d) postretirement benefit increases of 3 percent annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 15 percent corridor. The assumptions used for the 2007 actuarial valuation were based on the 2002 – 2004 experience study.

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

Three-Year Trend Information			
Actuarial Valuation Date	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/2007	\$ 3,098,868	100%	- %
12/31/2006	2,978,916	100	-
12/31/2005	2,544,020	100	-

Note 9. Deferred Compensation Plan

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

Note 10. Risk Management and Insurance

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

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

Rock Island County, Illinois

Note to Basic Financial Statements Year Ended November 30, 2007

Note 10. Risk Management and Insurance (Continued)

The County records all other risk management activities, including those relating to worker's compensation, general and automobile liability claims in its General Fund. The fund receives actuarially determined premiums from other County funds and covered employees which are recorded as revenues (and expenditures of the payor funds for the County portion). Claims settlement and loss expenses are accrued in the government-wide statements, for the estimated settlement value of worker's compensation, general liability and auto liability claims reported and unreported arising from incidents during the year. The County levies a liability reserve property tax, recorded in the General Fund, to provide funds to satisfy such claims. These claims are administered by the County.

As of November 30, 2007, the amount of liabilities recorded for estimated claim settlements for health benefits, worker's compensation, general and auto liability claims was \$650,389 of which \$452,089 was recorded in the Internal Service Fund and \$198,300 was recorded in the government-wide statements.

Changes in reported liabilities during fiscal 2007 and 2006 were:

	Self-Insurance	
	2007	2006
Claims payable, beginning of year	\$ 615,000	\$ 924,001
Claims expense and changes in estimates	5,517,223	3,977,497
Claims payments	(5,481,834)	(4,286,498)
Claims payable, end of year	<u>\$ 650,389</u>	<u>\$ 615,000</u>

As of November 30, 2007, \$650,000 of assets in the General Fund were held for the purposes of funding the County's future worker's compensation, general and auto claims. As a result, \$650,000 of the General Fund balance is reserved for payment of future claims liability.

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

Note 11. Other Postretirement Benefits

The County, as approved by the County Board, provides postretirement health care benefits to all employees who (1) retire from the County on or after attaining age 60 with at least 12 years of service, (2) retire from the County on or after attaining age 55 with at least 35 years of credited service under the Illinois Municipal Retirement Fund ("IMRF"), (3) retired from the County between June 1, 1997 and June 1, 1998 after attaining age 50 with at least 20 years of service, or (4) retired from the County after January 1, 2001 after participating in the group health insurance plan for at least eight years, eligible for immediate receipt of pension from IMRF or SLEP, and insurance coverage was in effect the day before retirement begins. Currently, 59 retirees meet one of those eligibility requirements. The County pays approximately 87 percent of the pre-Medicare retirees' health insurance premiums for single coverage or 83 percent of the premium for family coverage for all retirees qualifying under (1) or (2) above. The County pays 50 percent of the pre-Medicare retirees' health insurance premiums for all retirees qualifying under (3) above. The County pays between 2 percent and 50 percent, depending on the length of employee's service, for all retirees qualifying under (4) above. Expenditures for postretirement health care benefits are recognized as premiums are paid. During the year ended November 30, 2007, expenditures of \$176,808 were recognized for postretirement health care.

Rock Island County, Illinois

Note to Basic Financial Statements Year Ended November 30, 2007

Note 12. Commitments and Contingencies

The County is a defendant in a number of lawsuits, including complaints involving worker's compensation, personal injury and other matters, arising from the normal conduct of the County's operations. A liability has been recorded by the County as of November 30, 2007 for the lawsuits which, in the opinion of the County's officials and the County's legal counsel, are probable to result in a loss to the County and for which the loss can be reasonably estimated. Generally, the County may levy a tax for judgments entered against it.

Note 13. Pending Governmental Accounting Standards Board Statements

The Governmental Accounting Standard Board (GASB) has issued several statements not yet implemented by the County. The statements which might impact the County are as follows:

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

GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, issued June 2004, will be effective for the County beginning with its year ending November 30, 2009. This Statement establishes standards for the measurement, recognition and display of other postemployment benefits expenses and related liabilities or assets, note disclosures and, if applicable, required supplementary information in the financial reports.

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

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

GASB Statement No. 50, *Pension Disclosures*, an amendment of GASB Statement Nos. 25 and 27, issued May 2007, will be effective for the County beginning with its year ending November 30, 2008. This Statement more closely aligns the financial reporting requirements for pensions with those for other postemployment benefits (OPEB) and, in doing so, enhances information disclosed in notes to the financial statements or presented as required supplementary information (RSI) by pension plans and by employers that provide pension benefits.

Rock Island County, Illinois

Note to Basic Financial Statements Year Ended November 30, 2007

Note 13. Pending Governmental Accounting Standards Board Statements (Continued)

GASB Statement No. 51, *Accounting and Financial Reporting for Intangible Assets*, issued July 2007, will be effective for the County beginning with its year ending November 30, 2010. This Statement provides guidance regarding how to identify, account for and report intangible assets. The new standard characterizes an intangible asset as an asset that lacks physical substance, is nonfinancial in nature and has an initial useful life extending beyond a single reporting period.

The County's management has not yet determined the effect these Statements will have on the County's financial statements.

Note 14. Conduit Debt Obligations

In fiscal year 2005, the County Board amended the original resolution to authorize, but not issue, an amount not to exceed \$500,000,000 in mortgage revenue bonds as a part of a state-wide program for the purpose of financing mortgage loans to low and moderate income persons for one to four family residences in the County of Rock Island, Illinois. These bonds will be payable solely from the repayment of the mortgage loans. These bonds and interest thereon will not be considered as obligations of the County and do not constitute an indebtedness, liability, general or moral obligation or pledge of the faith or loan of credit of the County.

Rock Island County, Illinois

Required Supplementary Information Illinois Municipal Retirement Fund

Schedule of Funding Progress

Actuarial Valuation Date	Fair Value of Net Assets (a)	Actuarial Accrued Liability (AAL) * (b)	Unfunded (Over- funded) AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
12/31/2007	\$ 67,960,501	\$ 76,414,334	\$ 8,453,833	88.9%	\$ 26,439,379	32.0%
12/31/2006	64,872,674	73,920,719	9,048,045	87.8	25,457,276	35.5
12/31/2005	58,055,095	66,486,380	8,431,285	87.3	24,065,475	35.0
12/31/2004	53,496,569	59,544,356	6,047,787	89.8	19,822,176	30.5
12/31/2003	55,754,639	59,538,133	3,783,494	93.6	19,274,213	19.6
12/31/2002	55,009,056	56,019,526	1,010,470	98.2	20,822,354	4.9

Schedule of Employer Contributions

Actuarial Valuation Date	Annual Required Contributions (ARC) (a)	Total Contributions (b)	Percentage of ARC Contributed (b/a)
12/31/2007	\$ 3,098,868	\$ 3,098,868	100%
12/31/2006	2,978,916	2,978,916	100
12/31/2005	2,544,020	2,544,020	100
12/31/2004	1,498,973	1,498,973	100
12/31/2003	985,652	985,652	100
12/31/2002	1,296,295	1,296,295	100

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

On a market value basis, the actuarial value of assets as of December 31, 2007 is \$73,058,229. On a market basis, the funded ratio would be 95.61%.

The information presented in the required supplementary schedules was determined as part of the actuarial valuation as of December 31, 2007. Additional information follows:

1. The cost method used to determine the required contribution is the entry age method.
2. The assets are shown at fair market value.
3. Economic assumptions are as follows: investment return rate of 7.5%, salary increase of 4.0% a year, attributable to inflation, salary increase of 0.4% to 10.0% a year and post retirement benefit increases of 3.0% annually.
4. The amortization method is a closed period, level percentage of payroll.

Digest of changes: The actuarial assumptions used to determine the actuarial accrued liability for 2007 are based on the 2002-2004 experience study.

The principal changes were:

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

Rock Island County, Illinois

Required Supplementary Information
Budgetary Comparison Schedule
General Fund
Year Ended November 30, 2007

	Budget		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues:				
Fees	\$ 6,330,490	\$ 6,367,500	\$ 7,305,525	\$ 938,025
Property taxes	6,210,090	6,210,090	6,197,253	(12,837)
Intergovernmental	10,083,263	10,213,902	10,301,838	87,936
Investment earnings	389,000	389,000	517,286	128,286
Miscellaneous	80,150	83,150	75,308	(7,842)
Total revenues	23,092,993	23,263,642	24,397,210	1,133,568
Expenditures:				
Current:				
Salaries and wages	15,222,951	15,298,878	14,884,643	414,235
Personal benefits	2,518,474	2,517,800	2,420,287	97,513
Supplies	694,196	792,241	703,277	88,964
Other services and charges	3,716,849	4,196,353	3,745,368	450,985
Capital outlay	1,111,278	836,735	772,940	63,795
Total expenditures	23,263,748	23,642,008	22,526,515	1,115,493
Excess (deficiency) of revenues over expenditures	(170,755)	(378,366)	1,870,695	2,249,061
Other financing sources (uses):				
Transfers in	821,765	799,704	1,305,727	506,023
Transfers out	(1,198,274)	(1,187,990)	(1,350,130)	(162,140)
Proceeds from sale of capital asset	-	-	6,065	6,065
Total other financing sources (uses)	(376,509)	(388,286)	(38,338)	349,948
Net change in fund balance	\$ (547,264)	\$ (766,652)	1,832,357	\$ 2,599,009
Fund balances, beginning of year			8,706,470	
Fund balances, end of year			<u>\$ 10,538,827</u>	

See Note to Required Supplementary Information.

Rock Island County, Illinois

Required Supplementary Information
Budgetary Comparison Schedule
Forest Preserve Commission
Year Ended November 30, 2007

	Budget		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues:				
Fees	\$ 1,149,000	\$ 1,149,000	\$ 1,203,890	\$ 54,890
Property taxes	1,378,621	1,378,621	1,432,404	53,783
Intergovernmental	148,870	173,870	220,425	46,555
Investment earnings	19,800	19,800	135,516	115,716
Miscellaneous	165,159	215,159	363,552	148,393
Total revenues	2,861,450	2,936,450	3,355,787	419,337
Expenditures:				
Current:				
Salaries and wages	1,227,000	1,386,697	1,386,645	52
Personal benefits	366,050	408,071	407,440	631
Supplies	371,665	448,887	436,540	12,347
Other services and charges	443,970	541,313	517,448	23,865
Capital outlay	142,500	105,177	1,518,390	(1,413,213)
Debt service:				
Principal retirement	-	35,000	35,000	-
Interest and fiscal charges	-	130,127	130,127	-
Total expenditures	2,551,185	3,055,272	4,431,590	(1,376,318)
Excess (deficiency) of revenues over expenditures	310,265	(118,822)	(1,075,803)	(956,981)
Other financing sources, proceeds from sale of capital assets	-	-	3,141	3,141
Total other financing sources	-	-	3,141	3,141
Net change in fund balance	\$ 310,265	\$ (118,822)	(1,072,662)	\$ (953,840)
Fund balance, beginning of year			3,460,771	
Fund balance, end of year			<u>\$ 2,388,109</u>	

See Note to Required Supplementary Information.

Rock Island County, Illinois

Required Supplementary Information
Budgetary Comparison Schedule
Oak Glen Home Fund
Year Ended November 30, 2007

	Budget		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues:				
Fees	\$ 7,158,782	\$ 10,599,188	\$ 11,320,850	\$ 721,662
Investment earnings	40,000	40,000	86,390	46,390
Miscellaneous	500	500	32	(468)
Total revenues	7,199,282	10,639,688	11,407,272	767,584
Expenditures:				
Current:				
Salaries and wages	5,438,882	5,434,991	5,388,659	46,332
Personal benefits	1,985,582	1,911,324	1,892,232	19,092
Supplies	808,143	952,560	938,470	14,090
Other services and charges	821,184	990,970	962,401	28,569
Capital outlay	113,267	151,064	135,258	15,806
Total expenditures	9,167,058	9,440,909	9,317,020	123,889
Excess (deficiency) of revenue over expenditures	(1,967,776)	1,198,779	2,090,252	891,473
Other financing sources (uses):				
Transfers in	1,850,000	1,850,000	1,847,296	(2,704)
Transfers out	(268,893)	(3,349,268)	(3,247,571)	101,697
Total other financing sources (uses)	1,581,107	(1,499,268)	(1,400,275)	98,993
Net change in fund balance	\$ (386,669)	\$ (300,489)	689,977	\$ 990,466
Fund balance, beginning of year			1,390,812	
Fund balance, end of year			<u>\$ 2,080,789</u>	

See Note to Required Supplementary Information.

Rock Island County, Illinois

Note to Required Supplementary Information Year Ended November 30, 2007

Budgetary Comparison Schedules

The budgetary comparison schedules are presented for the General Fund and the major special revenue funds, Forest Preserve Commission Fund and Oak Glen Home Fund. These schedules are presented on the modified accrual basis of accounting and are, therefore, presented in accordance with accounting principles generally accepted in the United States of America.

There were several budget amendments during the year.

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

The County follows these procedures in establishing their operational budget:

1. At a regular or special call meeting of the County Board in October or November, the proposed budget for the fiscal year commencing on the following December 1 is submitted. The budget includes proposed expenditures and the means of financing them.
2. Prior to December 1, the budget is legally enacted through passage or an appropriation ordinance.
3. Transfers of budgeted amounts among object classifications, or any budget increases by means of an emergency or supplemental appropriations, require approval by two-thirds of the County Board members. Adjustments made during the year are reflected in the budget information included in the basic financial statements. The original budget was increased by \$1,580,487, primarily due to the availability of revenues during the year from grants and unexpected changes in various costs.
4. Budgets for the General and certain special revenue funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America.
5. Expenditures may not legally exceed the total amount of the revised budget appropriations of individual funds.

However, actual expenditures exceeded budgetary amounts for the following fund for the year ended November 30, 2007:

	Final Budget	Actual	Amount Over Final Budget
Special Revenue Funds:			
Forest Preserve Commission	\$ 3,055,272	\$ 4,431,590	\$ 1,376,318
Community Mental Health Fund	69,428	1,432,957	1,363,529
Debt Service Fund	1,004,029	1,005,924	1,895
Capital Project Fund	3,993,295	6,370,804	2,377,509

Formal budgetary integration is employed as a management control device during the year for the General Fund and most special revenue funds. The Workforce Investment Act, FEMA GPS Grant Fund, Metropolitan Enforcement Group, Sheriff Foreclosure Sale, Oak Glen Home Activities, Oak Glen Home Grandparents, Oak Glen Home Memorial, County Indemnity and Circuit Clerk Administration Cost Special Revenue Funds were not budgeted for the year ended November 30, 2007 and are not included in the Budgetary Comparison Schedules.

Rock Island County, Illinois

Schedule of Revenues and Other Financing Sources - Budget and Actual

General Fund

Year Ended November 30, 2007

	Budget		Actual	Variance With Final Budget
	Original	Final		
Revenues:				
Fees:				
Circuit clerk fees	\$ 2,825,000	\$ 2,825,000	\$ 3,060,406	\$ 235,406
County recorder fees	1,100,000	1,138,000	1,313,537	175,537
States attorney fees	40,000	40,000	41,800	1,800
County sheriff fees	400,000	400,000	523,407	123,407
Other	1,965,490	1,964,500	2,366,375	401,875
Total fees	6,330,490	6,367,500	7,305,525	938,025
Property taxes:				
Property taxes	5,610,090	5,610,090	5,596,852	(13,238)
Penalties and interest	600,000	600,000	600,401	401
Total property taxes	6,210,090	6,210,090	6,197,253	(12,837)
Intergovernmental:				
Salary reimbursements	787,000	787,000	762,242	(24,758)
Sales and use tax	4,214,000	4,214,000	4,420,387	206,387
State income tax	1,800,000	1,800,000	1,735,783	(64,217)
Tax replacement revenue	2,800,000	2,800,000	2,711,056	(88,944)
Other	482,263	612,902	672,370	59,468
Total intergovernmental	10,083,263	10,213,902	10,301,838	87,936
Investment earnings	389,000	389,000	517,286	128,286
Miscellaneous	80,150	83,150	75,308	(7,842)
Total revenues	23,092,993	23,263,642	24,397,210	1,133,568
Other financing sources:				
Transfers from other funds	821,765	799,704	1,305,727	506,023
Proceeds from sale of fixed asset	-	-	6,065	6,065
Total other financing sources	821,765	799,704	1,311,792	512,088
Total revenues and other financing sources	\$ 23,914,758	\$ 24,063,346	\$ 25,709,002	\$ 1,645,656

Rock Island County, Illinois

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

General Fund

Year Ended November 30, 2007

	Budget		Actual	Variance with Final Budget
	Original	Final		
Expenditures:				
Assessment Map:				
Salaries and wages	\$ 179,277	\$ 182,813	\$ 182,813	\$ -
Personal benefits	2,800	2,800	1,465	1,335
Supplies	11,576	11,791	8,301	3,490
Other services and charges	89,343	87,928	77,694	10,234
Capital outlay	10,365	11,565	11,477	88
Total	293,361	296,897	281,750	15,147
Auditor:				
Salaries and wages	180,054	179,988	174,936	5,052
Personal benefits	1,305	1,133	1,132	1
Supplies	1,350	1,381	1,370	11
Other services and charges	3,494	3,701	3,682	19
Total	186,203	186,203	181,120	5,083
County Board:				
Salaries and wages	297,202	302,801	302,776	25
Personal benefits	3,200	2,817	2,749	68
Supplies	2,350	1,811	1,783	28
Other services and charges	24,852	27,344	21,454	5,890
Capital outlay	1,072	1,072	1,072	-
Total	328,676	335,845	329,834	6,011
Circuit Clerk:				
Salaries and wages	1,102,532	1,101,928	1,041,959	59,969
Supplies	16,460	19,555	13,116	6,439
Other services and charges	45,002	52,379	47,884	4,495
Total	1,163,994	1,173,862	1,102,959	70,903
Circuit Court:				
Salaries and wages	124,150	131,276	131,276	-
Personal benefits	600	1,144	1,142	2
Supplies	5,051	8,138	7,780	358
Other services and charges	301,044	368,590	344,485	24,105
Capital outlay	5,345	3,786	2,680	1,106
Total	436,190	512,934	487,363	25,571
Civil Defense:				
Salaries and wages	45,768	45,768	45,096	672
Personal benefits	1,675	1,743	1,291	452
Supplies	9,322	12,439	10,733	1,706
Other services and charges	17,323	20,491	20,098	393
Capital outlay	4,000	4,000	4,000	-
Total	78,088	84,441	81,218	3,223

(Continued)

Rock Island County, Illinois

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

General Fund

Year Ended November 30, 2007

	Budget		Actual	Variance with Final Budget
	Original	Final		
County Clerk:				
Salaries and wages	\$ 488,407	\$ 482,004	\$ 454,444	\$ 27,560
Supplies	39,119	61,513	60,391	1,122
Other services and charges	117,265	152,229	131,470	20,759
Capital outlay	-	21,318	21,237	81
Total	644,791	717,064	667,542	49,522
Coroner:				
Salaries and wages	157,803	159,145	159,145	-
Personal benefits	1,800	702	702	-
Supplies	3,600	4,109	3,877	232
Other services and charges	71,400	79,441	79,077	364
Capital outlay	281,329	213,175	226,884	(13,709)
Total	515,932	456,572	469,685	(13,113)
Information Systems:				
Salaries and wages	430,098	430,793	420,716	10,077
Personal benefits	4,000	2,129	570	1,559
Supplies	21,304	25,306	24,808	498
Other services and charges	35,432	32,442	44,739	(12,297)
Capital outlay	70,390	70,554	61,598	8,956
Total	561,224	561,224	552,431	8,793
Liquor Commission, other services and charges	100	100	63	37
Building Maintenance:				
Salaries and wages	141,736	151,155	151,155	-
Personal benefits	1,917	2,016	2,015	1
Supplies	21,520	19,889	18,434	1,455
Other services and charges, principally utilities	267,400	684,641	673,514	11,127
Capital outlay	17,663	12,482	8,700	3,782
Total	450,236	870,183	853,818	16,365
County Zoning:				
Salaries and wages	234,468	235,189	235,189	-
Personal benefits	4,000	4,312	4,810	(498)
Supplies	4,938	5,083	4,809	274
Other services and charges	15,595	19,022	17,933	1,089
Capital outlay	89,941	102,954	105,681	(2,727)
Total	348,942	366,560	368,422	(1,862)

(Continued)

Rock Island County, Illinois

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

General Fund

Year Ended November 30, 2007

	Budget		Actual	Variance with Final Budget
	Original	Final		
General County Services:				
Salaries and wages	\$ 900	\$ 900	\$ 720	\$ 180
Personal benefits	2,245,000	2,245,000	2,170,982	74,018
Supplies	19,466	19,466	20,041	(575)
Other services and charges	339,362	445,832	371,829	74,003
Capital outlay	-	1,093	1,093	-
Total	2,604,728	2,712,291	2,564,665	147,626
Court Services:				
Salaries and wages	1,651,297	1,650,886	1,597,264	53,622
Supplies	21,315	22,090	16,270	5,820
Other services and charges	106,919	106,459	100,725	5,734
Capital outlay	20,362	20,462	18,438	2,024
Total	1,799,893	1,799,897	1,732,697	67,200
Recorder:				
Salaries and wages	356,350	356,350	350,844	5,506
Supplies	15,588	15,197	2,126	13,071
Other services and charges	2,944	3,335	3,333	2
Total	374,882	374,882	356,303	18,579
Sheriff:				
Salaries and wages	6,888,881	6,877,680	6,665,598	212,082
Personal benefits	137,440	133,160	121,292	11,868
Supplies	449,787	477,822	434,004	43,818
Other services and charges	1,716,926	1,555,472	1,446,378	109,094
Capital outlay	585,772	348,142	287,641	60,501
Total	9,778,806	9,392,276	8,954,913	437,363
States Attorney:				
Salaries and wages	1,446,499	1,481,595	1,480,802	793
Personal benefits	5,200	5,200	2,229	2,971
Supplies	25,501	26,159	25,076	1,083
Other services and charges	98,171	97,513	81,859	15,654
Capital outlay	20,631	20,631	18,443	2,188
Total	1,596,002	1,631,098	1,608,409	22,689
Superintendent of Educational Services Region:				
Salaries and wages	38,440	39,563	39,448	115
Supplies	1,490	1,461	1,453	8
Other services and charges	27,510	28,520	28,236	284
Total	67,440	69,544	69,137	407

(Continued)

Rock Island County, Illinois

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

General Fund

Year Ended November 30, 2007

	Budget			Variance with
	Original	Final	Actual	Final Budget
Treasurer:				
Salaries and wages	\$ 301,241	\$ 301,241	\$ 296,175	\$ 5,066
Supplies	10,400	10,400	8,770	1,630
Other services and charges	45,700	45,700	40,629	5,071
Total	357,341	357,341	345,574	11,767
Board of Review:				
Salaries and wages	47,625	47,808	47,808	-
Personal benefits	1,680	1,680	295	1,385
Supplies	1,200	1,200	822	378
Other services and charges	5,025	5,025	3,222	1,803
Total	55,530	55,713	52,147	3,566
Public Defender:				
Salaries and wages	561,289	561,289	542,188	19,101
Personal benefits	2,000	2,102	2,102	-
Supplies	5,250	5,801	4,824	977
Other services and charges	19,500	30,847	23,768	7,079
Capital outlay	1,600	1,600	1,486	114
Total	589,639	601,639	574,368	27,271
Central Services:				
Salaries and wages	107,379	105,115	105,086	29
Supplies	1,505	35,434	29,087	6,347
Other services and charges	9,442	(2,487)	(2,496)	9
Total	118,326	138,062	131,677	6,385
Liability Insurance:				
Salaries and wages	315,880	346,914	332,528	14,386
Personal benefits	104,107	110,112	106,044	4,068
Supplies	5,754	5,214	4,773	441
Other services and charges	356,550	351,311	185,385	165,926
Capital outlay	2,808	3,901	2,510	1,391
Total	785,099	817,452	631,240	186,212
Human Resources:				
Salaries and wages	125,675	126,677	126,677	-
Personal benefits	1,750	1,750	1,467	283
Supplies	350	982	629	353
Other services and charges	550	518	407	111
Total	128,325	129,927	129,180	747

(Continued)

Rock Island County, Illinois

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

General Fund

Year Ended November 30, 2007

	Budget		Actual	Variance with Final Budget
	Original	Final		
Total General Fund:				
Salaries and wages	\$ 15,222,951	\$ 15,298,878	\$ 14,884,643	\$ 414,235
Personal benefits	2,518,474	2,517,800	2,420,287	97,513
Supplies	694,196	792,241	703,277	88,964
Other services and charges	3,716,849	4,196,353	3,745,368	450,985
Capital outlay	1,111,278	836,735	772,940	63,795
Total expenditures	23,263,748	23,642,007	22,526,515	1,115,493
Other financing uses, transfers to other funds	1,198,274	1,187,990	1,350,130	(162,140)
Total expenditures and other financing uses	\$ 24,462,022	\$ 24,829,997	\$ 23,876,645	\$ 953,353

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Rock Island County, Illinois

Combining Balance Sheet
Nonmajor Governmental Funds
November 30, 2007

	Total	Special Revenue		
		Animal Control Fund	Arrestee Medical Costs Fund	Child Advocacy Fund
Assets				
Cash and cash equivalents	\$ 11,988,957	\$ 20,415	\$ 130,447	\$ -
Receivables:				
Property taxes receivable	10,267,593	-	-	72,542
Accounts receivable	97,286	6,066	-	-
Accrued interest receivable	41,032	11	492	24
Due from other funds	848,784	-	-	-
Due from other governmental units	1,047,756	-	1,694	-
Other assets	50,189	575	-	-
Total assets	\$ 24,341,597	\$ 27,067	\$ 132,633	\$ 72,566
Liabilities and Fund Balances (Deficits)				
Liabilities:				
Accounts payable	\$ 1,675,664	\$ 33,775	\$ -	\$ -
Accrued liabilities	483,347	92,987	-	-
Due to other funds	674,941	38,003	-	-
Deferred revenues	9,932,280	-	-	70,000
Total liabilities	12,766,232	164,765	-	70,000
Fund balances (deficits):				
Reserved for other assets	50,189	575	-	-
Unreserved (deficits), undesignated, reported in:				
Special revenue funds	11,472,262	(138,273)	132,633	2,566
Debt Service Fund	52,914	-	-	-
Total fund balances (deficits)	11,575,365	(137,698)	132,633	2,566
Total liabilities and fund balances (deficits)	\$ 24,341,597	\$ 27,067	\$ 132,633	\$ 72,566

(Continued)

Special Revenue						
Child Welfare Fund	Collector Tax Fee Fund	Community Mental Health Fund	COPS Grant Fund	County Bridge Fund	County Clerk Document Fund	
\$ 118	\$ 223,148	\$ 657,294	\$ 4,362	\$ 104,607	\$ 135,893	
-	-	1,386,655	-	102,944	-	
-	-	-	-	-	222	
-	850	2,691	-	562	512	
81,130	-	-	-	-	-	
-	88,710	-	18,417	108,334	-	
-	-	6,076	-	-	-	
<u>\$ 81,248</u>	<u>\$ 312,708</u>	<u>\$ 2,052,716</u>	<u>\$ 22,779</u>	<u>\$ 316,447</u>	<u>\$ 136,627</u>	
\$ 81,117	\$ -	\$ 300,037	\$ 22,000	\$ 1,111	\$ 3,964	
-	-	1,568	12,061	-	-	
-	90,000	656	12,293	171,161	-	
-	-	1,340,000	-	101,000	-	
<u>81,117</u>	<u>90,000</u>	<u>1,642,261</u>	<u>46,354</u>	<u>273,272</u>	<u>3,964</u>	
-	-	6,076	-	-	-	
131	222,708	404,379	(23,575)	43,175	132,663	
-	-	-	-	-	-	
<u>131</u>	<u>222,708</u>	<u>410,455</u>	<u>(23,575)</u>	<u>43,175</u>	<u>132,663</u>	
<u>\$ 81,248</u>	<u>\$ 312,708</u>	<u>\$ 2,052,716</u>	<u>\$ 22,779</u>	<u>\$ 316,447</u>	<u>\$ 136,627</u>	

Rock Island County, Illinois

Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
November 30, 2007

	Special Revenue			
	County Extension Education Fund	County Health Fund	County Highway Fund	County Law Library Fund
Assets				
Cash and cash equivalents	\$ -	\$ 605,498	\$ 1,216,535	\$ 155,066
Receivables:				
Property taxes receivable	227,776	537,944	868,216	-
Accounts receivable	-	39,507	2,009	-
Accrued interest receivable	73	2,708	3,847	592
Due from other funds	-	-	95,218	-
Due from other governmental units	-	260,507	828	-
Other assets	-	7,285	4,515	-
Total assets	\$ 227,849	\$ 1,453,449	\$ 2,191,168	\$ 155,658
Liabilities and Fund Balances (Deficits)				
Liabilities:				
Accounts payable	\$ -	\$ 147,716	\$ 90,426	\$ 8,803
Accrued liabilities	-	115,599	20,888	-
Due to other funds	-	93,477	33,692	138
Deferred revenues	220,000	529,000	841,000	-
Total liabilities	220,000	885,792	986,006	8,941
Fund balances (deficits):				
Reserved for other assets	-	7,285	4,515	-
Unreserved (deficits), undesignated, reported in:				
Special revenue funds	7,849	560,372	1,200,647	146,717
Debt Service Fund	-	-	-	-
Total fund balances (deficits)	7,849	567,657	1,205,162	146,717
Total liabilities and fund balances (deficits)	\$ 227,849	\$ 1,453,449	\$ 2,191,168	\$ 155,658

(Continued)

Special Revenue						
Court Automation Fund	Court Document Storage Fund	Court Security Fund	Federal Social Security Fund	FEMA GPS Grant Fund	GIS 2005 Fund	
\$ 901,788	\$ 623,259	\$ 88,698	\$ 680,342	\$ 4,122	\$ 170,839	
-	-	-	1,206,374	-	-	
-	-	-	256	-	-	
3,414	2,349	361	2,149	-	658	
-	-	-	104,202	-	1,990	
27,076	27,346	26,580	569	-	6,318	
-	-	1,150	-	-	21,523	
<u>\$ 932,278</u>	<u>\$ 652,954</u>	<u>\$ 116,789</u>	<u>\$ 1,993,892</u>	<u>\$ 4,122</u>	<u>\$ 201,328</u>	
\$ 2,523	\$ 2,284	\$ 1,150	\$ -	\$ -	\$ 7,369	
-	1,523	8,080	57,722	-	3,788	
-	1,989	4,134	-	-	3,133	
-	-	-	1,166,000	-	-	
<u>2,523</u>	<u>5,796</u>	<u>13,364</u>	<u>1,223,722</u>	<u>-</u>	<u>14,290</u>	
-	-	1,150	-	-	21,523	
929,755	647,158	102,275	770,170	4,122	165,515	
-	-	-	-	-	-	
<u>929,755</u>	<u>647,158</u>	<u>103,425</u>	<u>770,170</u>	<u>4,122</u>	<u>187,038</u>	
<u>\$ 932,278</u>	<u>\$ 652,954</u>	<u>\$ 116,789</u>	<u>\$ 1,993,892</u>	<u>\$ 4,122</u>	<u>\$ 201,328</u>	

Rock Island County, Illinois

Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
November 30, 2007

	Special Revenue			
	Hillsdale Special Service Area Fund	Illinois Municipal Retirement Fund	Maintenance and Child Support Collection Fund	Evening Reporting Center Grant Fund
Assets				
Cash and cash equivalents	\$ 76,655	\$ 1,146,319	\$ 38,567	\$ 45
Receivables:				
Property taxes receivable	8,976	2,007,188	-	-
Accounts receivable	-	36,005	-	-
Accrued interest receivable	292	3,584	-	-
Due from other funds	-	129,706	-	-
Due from other governmental units	-	-	4,125	-
Other assets	-	-	-	-
Total assets	\$ 85,923	\$ 3,322,802	\$ 42,692	\$ 45
Liabilities and Fund Balances (Deficits)				
Liabilities:				
Accounts payable	\$ 27	\$ 330,736	\$ 2,798	\$ -
Accrued liabilities	-	98,389	2,267	-
Due to other funds	-	-	3,304	-
Deferred revenues	8,000	1,939,000	-	-
Total liabilities	8,027	2,368,125	8,369	-
Fund balances (deficits):				
Reserved for other assets	-	-	-	-
Unreserved (deficits), undesignated, reported in:				
Special revenue funds	77,896	954,677	34,323	45
Debt Service Fund	-	-	-	-
Total fund balances (deficits)	77,896	954,677	34,323	45
Total liabilities and fund balances (deficits)	\$ 85,923	\$ 3,322,802	\$ 42,692	\$ 45

(Continued)

Special Revenue						
Motor Fuel Fund	Nursing Home Tax Levy Fund	Peer Justice Program Fund	Probation Services Fee Fund	Quad City Bomb Squad Fund	Oak Glen Home Activities Fund	
\$ 2,784,479	\$ 739	\$ 2,862	\$ 968,587	\$ 8,395	\$ 1,082	
-	1,990,244	-	-	-	-	
-	-	-	-	-	-	
11,519	622	2	-	-	-	
-	263,751	-	-	-	-	
370,242	-	-	28,755	-	-	
-	-	-	573	-	-	
<u>\$ 3,166,240</u>	<u>\$ 2,255,356</u>	<u>\$ 2,864</u>	<u>\$ 997,915</u>	<u>\$ 8,395</u>	<u>\$ 1,082</u>	
\$ 278,314	\$ 263,751	\$ -	\$ 33,519	\$ 126	\$ -	
13,388	-	-	-	-	-	
94,693	3,000	-	122,704	-	-	
-	1,924,000	-	-	-	-	
<u>386,395</u>	<u>2,190,751</u>	<u>-</u>	<u>156,223</u>	<u>126</u>	<u>-</u>	
-	-	-	573	-	-	
2,779,845	64,605	2,864	841,119	8,269	1,082	
-	-	-	-	-	-	
<u>2,779,845</u>	<u>64,605</u>	<u>2,864</u>	<u>841,692</u>	<u>8,269</u>	<u>1,082</u>	
<u>\$ 3,166,240</u>	<u>\$ 2,255,356</u>	<u>\$ 2,864</u>	<u>\$ 997,915</u>	<u>\$ 8,395</u>	<u>\$ 1,082</u>	

Rock Island County, Illinois

Combining Balance Sheet (Continued)

Nonmajor Governmental Funds

November 30, 2007

	Special Revenue			
	Oak Glen Home Grandparents Fund	Oak Glen Home Memorial Fund	County Indemnity Fund	Working Cash Fund
Assets				
Cash and cash equivalents	\$ 3,993	\$ 40,010	\$ 152	\$ 326,501
Receivables:				
Property taxes receivable	-	-	-	-
Accounts receivable	-	-	-	-
Accrued interest receivable	-	-	-	1,243
Due from other funds	-	-	-	171,000
Due from other governmental units	-	-	48,659	-
Other assets	-	-	-	-
Total assets	\$ 3,993	\$ 40,010	\$ 48,811	\$ 498,744
Liabilities and Fund Balances (Deficits)				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	-	48,808	-
Due to other funds	-	-	-	-
Deferred revenues	-	-	-	-
Total liabilities	-	-	48,808	-
Fund balances (deficits):				
Reserved for other assets	-	-	-	-
Unreserved (deficits), undesignated, reported in:				
Special revenue funds	3,993	40,010	3	498,744
Debt Service Fund	-	-	-	-
Total fund balances (deficits)	3,993	40,010	3	498,744
Total liabilities and fund balances (deficits)	\$ 3,993	\$ 40,010	\$ 48,811	\$ 498,744

(Continued)

Special Revenue						
Recorders Document Fund	States Attorney Drug Enforcement Fund	Treasurer's Automation Fund	Veterans Assistance Fund	Zuma-Canoe Creek Special Service Area Fund	Sheriff Foreclosure Sale Fund	
\$ 124,321	\$ 84,790	\$ 98,693	\$ 112,959	\$ 127,244	\$ 191,231	
-	-	-	274,121	36,500	-	
-	-	4	-	-	-	
416	-	395	393	441	-	
1,787	-	-	-	-	-	
-	-	19,180	-	-	-	
2,391	-	1,461	4,640	-	-	
<u>\$ 128,915</u>	<u>\$ 84,790</u>	<u>\$ 119,733</u>	<u>\$ 392,113</u>	<u>\$ 164,185</u>	<u>\$ 191,231</u>	
\$ 19,642	\$ 1,628	\$ 506	\$ 18,802	\$ 794	\$ -	
865	-	-	3,499	1,915	-	
1,211	-	-	1,353	-	-	
-	-	-	265,000	35,000	-	
<u>21,718</u>	<u>1,628</u>	<u>506</u>	<u>288,654</u>	<u>37,709</u>	<u>-</u>	
2,391	-	1,461	4,640	-	-	
104,806	83,162	117,766	98,819	126,476	191,231	
-	-	-	-	-	-	
<u>107,197</u>	<u>83,162</u>	<u>119,227</u>	<u>103,459</u>	<u>126,476</u>	<u>191,231</u>	
<u>\$ 128,915</u>	<u>\$ 84,790</u>	<u>\$ 119,733</u>	<u>\$ 392,113</u>	<u>\$ 164,185</u>	<u>\$ 191,231</u>	

Rock Island County, Illinois

Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
November 30, 2007

	Special Revenue			
	Local Law Enforcement Grant Fund	Homeland Security Fund	Covemakers Buy-Out Fund	Circuit Clerk Administration Cost Fund
Assets				
Cash and cash equivalents	\$ 16	\$ 14,522	\$ -	\$ 17,585
Receivables:				
Property taxes receivable	-	-	-	-
Accounts receivable	-	-	-	1,699
Accrued interest receivable	-	-	-	63
Due from other funds	-	-	-	-
Due from other governmental units	-	-	10,416	-
Other assets	-	-	-	-
Total assets	\$ 16	\$ 14,522	\$ 10,416	\$ 19,347
Liabilities and Fund Balances (Deficits)				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 20,832	\$ -
Accrued liabilities	-	-	-	-
Due to other funds	-	-	-	-
Deferred revenues	-	-	-	-
Total liabilities	-	-	20,832	-
Fund balances (deficits):				
Reserved for other assets	-	-	-	-
Unreserved (deficits), undesignated, reported in:				
Special revenue funds	16	14,522	(10,416)	19,347
Debt Service Fund	-	-	-	-
Total fund balances (deficits)	16	14,522	(10,416)	19,347
Total liabilities and fund balances (deficits)	\$ 16	\$ 14,522	\$ 10,416	\$ 19,347

Special Revenue		
Hotel/Motel Tax Fund	Drug Court Grant Fund	Debt Service Fund
\$ 68,919	\$ 27,390	\$ 470
-	-	1,548,113
8,594	2,924	-
171	92	506
-	-	-
-	-	-
-	-	-
<u>\$ 77,684</u>	<u>\$ 30,406</u>	<u>\$ 1,549,089</u>
\$ -	\$ 19	\$ 1,895
-	-	-
-	-	-
-	-	1,494,280
<u>-</u>	<u>19</u>	<u>1,496,175</u>
-	-	-
77,684	30,387	-
-	-	52,914
<u>77,684</u>	<u>30,387</u>	<u>52,914</u>
<u>\$ 77,684</u>	<u>\$ 30,406</u>	<u>\$ 1,549,089</u>

Rock Island County, Illinois

**Combining Statement of Revenues, Expenditures and Changes in
Fund Balances (Deficits)
Nonmajor Governmental Funds
Year Ended November 30, 2007**

	Total	Special Revenue		
		Animal Control Fund	Arrestee Medical Costs Fund	Child Advocacy Fund
Revenues:				
Fees	\$ 2,630,379	\$ 501,409	\$ 26,838	\$ -
Property taxes	9,570,984	-	-	70,902
Intergovernmental	9,364,627	5,000	-	25,000
Investment earnings	505,881	749	5,911	136
Miscellaneous	2,201,696	11,849	-	-
Total revenues	24,273,567	519,007	32,749	96,038
Expenditures:				
Current:				
General government	4,652,764	-	-	-
Public safety	1,764,705	644,888	-	-
Corrections	8,601	-	-	-
Judiciary and legal	1,217,579	-	-	-
Transportation and public works	3,016,355	-	-	-
Social services	11,994,228	-	-	96,074
Capital outlay	2,133,964	-	-	-
Debt service:				
Principal retirement	470,000	-	-	-
Interest and fiscal charges	535,924	-	-	-
Total expenditures	25,794,120	644,888	-	96,074
Excess (deficiency) of revenues over expenditures	(1,520,553)	(125,881)	32,749	(36)
Other financing sources (uses):				
Transfers in	4,358,837	23,000	-	-
Transfers out	(2,914,159)	-	-	-
Proceeds from sale of capital assets	64,984	-	-	-
Total other financing sources (uses)	1,509,662	23,000	-	-
Net change in fund balances	(10,891)	(102,881)	32,749	(36)
Fund balances (deficits), beginning of year	11,586,256	(34,817)	99,884	2,602
Fund balances (deficits), end of year	<u>\$ 11,575,365</u>	<u>\$ (137,698)</u>	<u>\$ 132,633</u>	<u>\$ 2,566</u>

(Continued)

Special Revenue											
Child Welfare Fund		Collector Tax Fee Fund		Community Mental Health Fund		COPS Grant Fund		County Bridge Fund		County Clerk Document Fund	
\$	-	\$	88,710	\$	-	\$	-	\$	2,799	\$	36,250
	-		-		1,301,089		-		54,212		-
	-		-		-		393,799		175,181		-
	-		10,567		24,246		-		9,082		7,054
	-		-		-		-		-		-
	-		99,277		1,325,335		393,799		241,274		43,304
	-		1,457		-		-		-		31,068
	-		-		-		623,877		-		-
	-		-		-		-		-		-
503,251	-		-		-		-		-		-
	-		-		-		-		37,178		-
	-		-		1,432,957		-		-		-
	-		-		-		-		395,561		17,969
	-		-		-		-		-		-
	-		-		-		-		-		-
503,251	-		1,457		1,432,957		623,877		432,739		49,037
(503,251)	-		97,820		(107,622)		(230,078)		(191,465)		(5,733)
503,184	-		-		-		240,000		-		-
	-		(90,000)		(23,837)		-		(4,455)		(1,417)
	-		-		-		-		-		-
503,184	-		(90,000)		(23,837)		240,000		(4,455)		(1,417)
(67)	-		7,820		(131,459)		9,922		(195,920)		(7,150)
198	-		214,888		541,914		(33,497)		239,095		139,813
\$	131	\$	222,708	\$	410,455	\$	(23,575)	\$	43,175	\$	132,663

Rock Island County, Illinois

**Combining Statement of Revenues, Expenditures and Changes in
Fund Balances (Deficits) (Continued)
Nonmajor Governmental Funds
Year Ended November 30, 2007**

	Special Revenue			
	County Extension Education Fund	County Health Fund	County Highway Fund	County Law Library Fund
Revenues:				
Fees	\$ -	\$ 393,049	\$ 43,406	\$ 91,286
Property taxes	216,850	500,412	758,973	-
Intergovernmental	-	3,388,784	-	-
Investment earnings	418	33,781	45,316	6,914
Miscellaneous	-	44,175	613,660	-
Total revenues	217,268	4,360,201	1,461,355	98,200
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Corrections	-	-	-	-
Judiciary and legal	-	-	-	53,272
Transportation and public works	-	-	969,851	-
Social services	217,080	4,708,216	-	-
Capital outlay	-	20,148	263,940	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	217,080	4,728,364	1,233,791	53,272
Excess (deficiency) of revenues over expenditures	188	(368,163)	227,564	44,928
Other financing sources (uses):				
Transfers in	-	11,805	-	-
Transfers out	-	-	(125,996)	(8,884)
Proceeds from sale of capital assets	-	186	64,798	-
Total other financing sources (uses)	-	11,991	(61,198)	(8,884)
Net change in fund balances	188	(356,172)	166,366	36,044
Fund balances (deficits), beginning of year	7,661	923,829	1,038,796	110,673
Fund balances (deficits), end of year	<u>\$ 7,849</u>	<u>\$ 567,657</u>	<u>\$ 1,205,162</u>	<u>\$ 146,717</u>

(Continued)

Special Revenue					
Court Automation Fund	Court Document Storage Fund	Court Security Fund	Federal Social Security Fund	FEMA GPS Grant Fund	GIS 2005 Fund
\$ 348,713	\$ 228	\$ 353,054	\$ -	\$ -	\$ 37,782
-	-	-	1,125,932	-	-
-	-	6,293	-	-	-
38,501	25,728	4,585	20,451	-	7,995
1,357	351,971	-	-	-	-
388,571	377,927	363,932	1,146,383	-	45,777
-	-	-	1,112,651	-	286,500
-	-	326,453	-	-	1,177
-	-	-	-	-	-
83,873	128,865	10,496	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
30,856	20,658	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
114,729	149,523	336,949	1,112,651	-	287,677
273,842	228,404	26,983	33,732	-	(241,900)
-	-	-	-	-	287,152
(4,000)	(6,136)	(13,072)	-	-	(18,299)
-	-	-	-	-	-
(4,000)	(6,136)	(13,072)	-	-	268,853
269,842	222,268	13,911	33,732	-	26,953
659,913	424,890	89,514	736,438	4,122	160,085
\$ 929,755	\$ 647,158	\$ 103,425	\$ 770,170	\$ 4,122	\$ 187,038

Rock Island County, Illinois

**Combining Statement of Revenues, Expenditures and Changes in
Fund Balances (Deficits) (Continued)
Nonmajor Governmental Funds
Year Ended November 30, 2007**

	Special Revenue			
	Hillsdale Special Service Area Fund	Illinois Municipal Retirement Fund	Workforce Investment Act Fund	Maintenance and Child Support Collection Fund
Revenues:				
Fees	\$ -	\$ -	\$ -	\$ 84,354
Property taxes	8,062	1,901,570	-	-
Intergovernmental	-	-	2,275,793	50,685
Investment earnings	3,622	32,592	-	-
Miscellaneous	-	-	-	-
Total revenues	11,684	1,934,162	2,275,793	135,039
Expenditures:				
Current:				
General government	-	1,845,146	-	-
Public safety	-	-	-	-
Corrections	-	-	-	-
Judiciary and legal	-	-	-	170,125
Transportation and public works	1,330	-	-	-
Social services	-	-	2,275,793	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	1,330	1,845,146	2,275,793	170,125
Excess (deficiency) of revenues over expenditures	10,354	89,016	-	(35,086)
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	10,354	89,016	-	(35,086)
Fund balances (deficits), beginning of year	67,542	865,661	-	69,409
Fund balances (deficits), end of year	<u>\$ 77,896</u>	<u>\$ 954,677</u>	<u>\$ -</u>	<u>\$ 34,323</u>

(Continued)

Special Revenue						
Evening Reporting Center Grant Fund	Metropolitan Enforcement Group Fund	Motor Fuel Fund	Nursing Home Tax Levy Fund	Peer Justice Program Fund	Probation Services Fee Fund	
\$ -	\$ -	\$ 238	\$ -	\$ -	\$ 455,492	
-	-	-	1,847,354	-	-	
-	51,895	2,760,928	-	-	19,720	
132	-	179,292	3,565	97	-	
-	-	-	-	-	1,910	
132	51,895	2,940,458	1,850,919	97	477,122	
24,027	-	-	-	-	-	
-	51,895	-	-	-	-	
-	-	-	-	-	-	
-	-	-	-	-	242,983	
-	-	1,994,801	-	-	-	
-	-	-	2,978,677	-	-	
-	-	1,352,044	-	-	19,820	
-	-	-	-	-	-	
-	-	-	-	-	-	
24,027	51,895	3,346,845	2,978,677	-	262,803	
(23,895)	-	(406,387)	(1,127,758)	97	214,319	
18,224	-	-	2,978,677	-	-	
-	-	-	(1,847,296)	-	(265,437)	
-	-	-	-	-	-	
18,224	-	-	1,131,381	-	(265,437)	
(5,671)	-	(406,387)	3,623	97	(51,118)	
5,716	-	3,186,232	60,982	2,767	892,810	
\$ 45	\$ -	\$ 2,779,845	\$ 64,605	\$ 2,864	\$ 841,692	

Rock Island County, Illinois

**Combining Statement of Revenues, Expenditures and Changes in
Fund Balances (Deficits) (Continued)
Nonmajor Governmental Funds
Year Ended November 30, 2007**

	Special Revenue			
	Quad City Bomb Squad Fund	Oak Glen Home Activities Fund	Oak Glen Home Grandparents Fund	Oak Glen Home Memorial Fund
Revenues:				
Fees	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
Intergovernmental	-	-	-	-
Investment earnings	-	-	-	437
Miscellaneous	1,000	3,935	14,858	1,696
Total revenues	1,000	3,935	14,858	2,133
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	1,130	-	-	-
Corrections	-	-	-	-
Judiciary and legal	-	-	-	-
Transportation and public works	-	-	-	-
Social services	-	3,558	15,776	2,556
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	1,130	3,558	15,776	2,556
Excess (deficiency) of revenues over expenditures	(130)	377	(918)	(423)
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	(130)	377	(918)	(423)
Fund balances (deficits), beginning of year	8,399	705	4,911	40,433
Fund balances (deficits), end of year	<u>\$ 8,269</u>	<u>\$ 1,082</u>	<u>\$ 3,993</u>	<u>\$ 40,010</u>

(Continued)

Special Revenue					
County Indemnity Fund	Working Cash Fund	Recorders Document Fund	States Attorney Drug Enforcement Fund	Treasurer's Automation Fund	Veterans Assistance Fund
\$ -	\$ -	\$ -	\$ 84,917	\$ 24,286	\$ -
-	-	-	-	-	254,373
-	-	-	-	-	-
-	22,925	3,463	-	5,102	3,300
-	-	-	-	-	2,605
-	22,925	3,463	84,917	29,388	260,278
-	-	193,129	-	9,372	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	24,714	-	-
-	-	-	-	-	-
-	-	-	-	-	263,541
-	-	-	2,794	6,951	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	193,129	27,508	16,323	263,541
-	22,925	(189,666)	57,409	13,065	(3,263)
-	-	296,795	-	-	-
-	-	(5,330)	-	-	-
-	-	-	-	-	-
-	-	291,465	-	-	-
-	22,925	101,799	57,409	13,065	(3,263)
3	475,819	5,398	25,753	106,162	106,722
\$ 3	\$ 498,744	\$ 107,197	\$ 83,162	\$ 119,227	\$ 103,459

Rock Island County, Illinois

**Combining Statement of Revenues, Expenditures and Changes in
Fund Balances (Deficits) (Continued)
Nonmajor Governmental Funds
Year Ended November 30, 2007**

	Special Revenue			
	Zuma-Canoe Creek Special Service Area Fund	Sheriff Foreclosure Sale Fund	Local Law Enforcement Grant Fund	Homeland Security Fund
Revenues:				
Fees	\$ -	\$ -	\$ -	\$ -
Property taxes	29,985	-	-	-
Intergovernmental	-	-	-	-
Investment earnings	5,623	-	-	-
Miscellaneous	-	1,152,680	-	-
Total revenues	35,608	1,152,680	-	-
Expenditures:				
Current:				
General government	-	1,119,414	-	-
Public safety	371	-	-	-
Corrections	-	-	-	-
Judiciary and legal	-	-	-	-
Transportation and public works	13,195	-	-	-
Social services	-	-	-	-
Capital outlay	3,223	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	16,789	1,119,414	-	-
Excess (deficiency) of revenues over expenditures	18,819	33,266	-	-
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	18,819	33,266	-	-
Fund balances (deficits), beginning of year	107,657	157,965	16	14,522
Fund balances (deficits), end of year	<u>\$ 126,476</u>	<u>\$ 191,231</u>	<u>\$ 16</u>	<u>\$ 14,522</u>

Special Revenue					
Covemakers Buy-Out Fund	Circuit Clerk Administration Costs Fund	Hotel/Motel Tax Fund	Drug Court Grant Fund	Debt Service Fund	
\$ -	\$ 19,050	\$ -	\$ 38,518	\$ -	
-	-	-	-	1,501,270	
104,498	-	107,051	-	-	
-	297	633	470	2,897	
-	-	-	-	-	
104,498	19,347	107,684	38,988	1,504,167	
-	-	30,000	-	-	
114,914	-	-	-	-	
-	-	-	8,601	-	
-	-	-	-	-	
-	-	-	-	-	
-	-	-	-	-	
-	-	-	-	-	
-	-	-	-	470,000	
-	-	-	-	535,924	
114,914	-	30,000	8,601	1,005,924	
(10,416)	19,347	77,684	30,387	498,243	
-	-	-	-	-	
-	-	-	-	(500,000)	
-	-	-	-	-	
-	-	-	-	(500,000)	
(10,416)	19,347	77,684	30,387	(1,757)	
-	-	-	-	54,671	
\$ (10,416)	\$ 19,347	\$ 77,684	\$ 30,387	\$ 52,914	

Rock Island County, Illinois

**Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Deficits) -
Budget and Actual - Nonmajor Governmental Funds
Year Ended November 30, 2007**

	Special Revenue			
	Animal Control Fund		Arrestee Medical Costs Fund	
	Budget	Actual	Budget	Actual
Revenues:				
Fees	\$ 686,800	\$ 501,409	\$ 10,000	\$ 26,838
Property taxes	-	-	-	-
Intergovernmental	-	5,000	-	-
Investment earnings	-	749	3,000	5,911
Miscellaneous	5,814	11,849	-	-
Total revenues	692,614	519,007	13,000	32,749
Expenditures:				
Current operating:				
Salaries and wages	259,925	259,835	-	-
Personal benefits	84,491	82,047	-	-
Supplies	61,157	59,612	-	-
Other services and charges	255,539	243,394	-	-
Capital outlay	-	-	10,000	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	661,112	644,888	10,000	-
Excess (deficiency) of revenues over expenditures	31,502	(125,881)	3,000	32,749
Other financing sources (uses):				
Transfers in	23,000	23,000	-	-
Transfers out	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
Total other financing sources (uses)	23,000	23,000	-	-
Net change in fund balances	\$ 54,502	(102,881)	\$ 3,000	32,749
Fund balances (deficits), beginning of year		(34,817)		99,884
Fund balances (deficits), end of year		<u>\$ (137,698)</u>		<u>\$ 132,633</u>

(Continued)

Special Revenue					
Child Advocacy Fund		Child Welfare Fund		Collector Tax Fee Fund	
Budget	Actual	Budget	Actual	Budget	Actual
\$ -	\$ -	\$ 25,000	\$ -	\$ 90,000	\$ 88,710
70,000	70,902	-	-	-	-
25,000	25,000	55,000	-	-	-
90	136	-	-	12,000	10,567
-	-	-	-	-	-
95,090	96,038	80,000	-	102,000	99,277
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
96,074	96,074	685,000	503,251	10,000	1,457
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
96,074	96,074	685,000	503,251	10,000	1,457
(984)	(36)	(605,000)	(503,251)	92,000	97,820
-	-	650,000	503,184	-	-
-	-	-	-	(90,000)	(90,000)
-	-	-	-	-	-
-	-	650,000	503,184	(90,000)	(90,000)
<u>\$ (984)</u>	<u>(36)</u>	<u>\$ 45,000</u>	<u>(67)</u>	<u>\$ 2,000</u>	<u>7,820</u>
	2,602		198		214,888
<u>\$ 2,566</u>		<u>\$ 131</u>		<u>\$ 222,708</u>	

Rock Island County, Illinois

**Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Deficits) -
Budget and Actual - Nonmajor Governmental Funds (Continued)
Year Ended November 30, 2007**

	Special Revenue			
	Community Mental Health Fund		COPS Grant Fund	
	Budget	Actual	Budget	Actual
Revenues:				
Fees	\$ -	\$ -	\$ -	\$ -
Property taxes	1,301,000	1,301,089	-	-
Intergovernmental	-	-	372,728	393,799
Investment earnings	20,000	24,246	-	-
Miscellaneous	-	-	-	-
Total revenues	1,321,000	1,325,335	372,728	393,799
Expenditures:				
Current operating:				
Salaries and wages	35,449	35,449	472,110	438,198
Personal benefits	11,545	10,496	190,478	185,679
Supplies	670	334	-	-
Other services and charges	21,764	1,386,678	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	69,428	1,432,957	662,588	623,877
Excess (deficiency) of revenues over expenditures	1,251,572	(107,622)	(289,860)	(230,078)
Other financing sources (uses):				
Transfers in	-	-	240,000	240,000
Transfers out	(23,837)	(23,837)	-	-
Proceeds from sale of capital assets	-	-	-	-
Total other financing sources (uses)	(23,837)	(23,837)	240,000	240,000
Net change in fund balances	\$ 1,227,735	(131,459)	\$ (49,860)	9,922
Fund balances (deficits), beginning of year		541,914		(33,497)
Fund balances (deficits), end of year		<u>\$ 410,455</u>		<u>\$ (23,575)</u>

(Continued)

Special Revenue					
County Bridge Fund		County Clerk Document Fund		County Extension Education Fund	
Budget	Actual	Budget	Actual	Budget	Actual
\$ -	\$ 2,799	\$ 30,000	\$ 36,250	\$ -	\$ -
52,500	54,212	-	-	215,000	216,850
-	175,181	-	-	-	-
1,500	9,082	3,300	7,054	200	418
-	-	-	-	-	-
54,000	241,274	33,300	43,304	215,200	217,268
20,050	11,778	-	-	-	-
1,560	-	-	-	-	-
-	-	229	229	-	-
54,290	25,400	31,714	30,839	217,080	217,080
406,864	395,561	23,932	17,969	-	-
-	-	-	-	-	-
-	-	-	-	-	-
482,764	432,739	55,875	49,037	217,080	217,080
(428,764)	(191,465)	(22,575)	(5,733)	(1,880)	188
-	-	-	-	-	-
(4,455)	(4,455)	(1,417)	(1,417)	-	-
-	-	-	-	-	-
(4,455)	(4,455)	(1,417)	(1,417)	-	-
<u>\$ (433,219)</u>	<u>(195,920)</u>	<u>\$ (23,992)</u>	<u>(7,150)</u>	<u>\$ (1,880)</u>	<u>188</u>
	239,095		139,813		7,661
<u>\$ 43,175</u>		<u>\$ 132,663</u>		<u>\$ 7,849</u>	

Rock Island County, Illinois

**Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Deficits) -
Budget and Actual - Nonmajor Governmental Funds (Continued)
Year Ended November 30, 2007**

	Special Revenue			
	County Health Fund		County Highway Fund	
	Budget	Actual	Budget	Actual
Revenues:				
Fees	\$ 420,580	\$ 393,049	\$ 17,234	\$ 43,406
Property taxes	500,100	500,412	760,000	758,973
Intergovernmental	3,461,308	3,388,784	-	-
Investment earnings	15,200	33,781	10,000	45,316
Miscellaneous	41,700	44,175	785,748	613,660
Total revenues	4,438,888	4,360,201	1,572,982	1,461,355
Expenditures:				
Current operating:				
Salaries and wages	3,662,927	3,632,415	608,825	531,081
Personal benefits	(7,363)	18,944	278,906	87,063
Supplies	289,118	285,735	278,508	259,511
Other services and charges	771,919	771,122	109,400	92,196
Capital outlay	21,549	20,148	266,008	263,940
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	4,738,150	4,728,364	1,541,647	1,233,791
Excess (deficiency) of revenues over expenditures	(299,262)	(368,163)	31,335	227,564
Other financing sources (uses):				
Transfers in	19,500	11,805	-	-
Transfers out	-	-	(125,996)	(125,996)
Proceeds from sale of capital assets	100	186	63,358	64,798
Total other financing sources (uses)	19,600	11,991	(62,638)	(61,198)
Net change in fund balances	\$ (279,662)	(356,172)	\$ (31,303)	166,366
Fund balances (deficits), beginning of year		923,829		1,038,796
Fund balances (deficits), end of year		<u>\$ 567,657</u>		<u>\$ 1,205,162</u>

(Continued)

Special Revenue					
County Law Library Fund		Court Automation Fund		Court Document Storage Fund	
Budget	Actual	Budget	Actual	Budget	Actual
\$ 92,570	\$ 91,286	\$ 240,000	\$ 348,713	\$ 1,200	\$ 228
-	-	-	-	-	-
-	-	1,500	-	-	-
1,100	6,914	15,000	38,501	12,000	25,728
-	-	-	1,357	240,000	351,971
93,670	98,200	256,500	388,571	253,200	377,927
7,000	-	-	-	96,800	73,684
1,205	1,201	9,659	-	42,671	27,105
55,090	49,733	50,650	22,342	12,250	3,600
10,100	2,338	71,691	61,531	63,600	24,476
-	-	38,000	30,856	65,500	20,658
-	-	-	-	-	-
-	-	-	-	-	-
73,395	53,272	170,000	114,729	280,821	149,523
20,275	44,928	86,500	273,842	(27,621)	228,404
-	-	-	-	-	-
(8,884)	(8,884)	(4,000)	(4,000)	(6,136)	(6,136)
-	-	1,500	-	-	-
(8,884)	(8,884)	(2,500)	(4,000)	(6,136)	(6,136)
<u>\$ 11,391</u>	<u>36,044</u>	<u>\$ 84,000</u>	<u>269,842</u>	<u>\$ (33,757)</u>	<u>222,268</u>
	110,673		659,913		424,890
	<u>\$ 146,717</u>		<u>\$ 929,755</u>		<u>\$ 647,158</u>

Rock Island County, Illinois

**Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Deficits) -
Budget and Actual - Nonmajor Governmental Funds (Continued)
Year Ended November 30, 2007**

	Special Revenue			
	Court Security Fund		Federal Social Security Fund	
	Budget	Actual	Budget	Actual
Revenues:				
Fees	\$ 320,900	\$ 353,054	\$ -	\$ -
Property taxes	-	-	1,125,975	1,125,932
Intergovernmental	-	6,293	-	-
Investment earnings	2,600	4,585	14,000	20,451
Miscellaneous	-	-	-	-
Total revenues	323,500	363,932	1,139,975	1,146,383
Expenditures:				
Current operating:				
Salaries and wages	341,879	265,080	-	-
Personal benefits	67,529	58,937	1,131,962	1,112,651
Supplies	1,500	407	-	-
Other services and charges	15,850	12,525	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	426,758	336,949	1,131,962	1,112,651
Excess (deficiency) of revenues over expenditures	(103,258)	26,983	8,013	33,732
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	(13,072)	(13,072)	-	-
Proceeds from sale of capital assets	-	-	-	-
Total other financing sources (uses)	(13,072)	(13,072)	-	-
Net change in fund balances	\$ (116,330)	13,911	\$ 8,013	33,732
Fund balances, beginning of year		89,514		736,438
Fund balances, end of year		<u>\$ 103,425</u>		<u>\$ 770,170</u>

(Continued)

Special Revenue					
GIS 2005 Fund		Hillsdale Special Service Area Fund		Illinois Municipal Retirement Fund	
Budget	Actual	Budget	Actual	Budget	Actual
\$ 34,000	\$ 37,782	\$ -	\$ -	\$ -	\$ -
-	-	8,000	8,062	1,904,000	1,901,570
-	-	-	-	-	-
5,600	7,995	500	3,622	24,000	32,592
-	-	-	-	-	-
39,600	45,777	8,500	11,684	1,928,000	1,934,162
197,637	197,637	2,500	116	-	-
60,713	59,332	-	-	1,910,277	1,845,146
2,446	2,442	-	-	-	-
30,376	28,266	33,000	1,214	-	-
2,080	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
293,252	287,677	35,500	1,330	1,910,277	1,845,146
(253,652)	(241,900)	(27,000)	10,354	17,723	89,016
280,000	287,152	-	-	-	-
(18,299)	(18,299)	-	-	-	-
-	-	-	-	-	-
261,701	268,853	-	-	-	-
<u>\$ 8,049</u>	26,953	<u>\$ (27,000)</u>	10,354	<u>\$ 17,723</u>	89,016
	160,085		67,542		865,661
<u>\$ 187,038</u>		<u>\$ 77,896</u>		<u>\$ 954,677</u>	

Rock Island County, Illinois

**Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Deficits) -
Budget and Actual - Nonmajor Governmental Funds (Continued)
Year Ended November 30, 2007**

	Special Revenue			
	Maintenance and Child Support Collection Fund		Evening Reporting Center Grant Fund	
	Budget	Actual	Budget	Actual
Revenues:				
Fees	\$ 134,000	\$ 84,354	\$ -	\$ -
Property taxes	-	-	-	-
Intergovernmental	50,684	50,685	-	-
Investment earnings	-	-	-	132
Miscellaneous	-	-	-	-
Total revenues	184,684	135,039	-	132
Expenditures:				
Current operating:				
Salaries and wages	118,051	118,051	-	-
Personal benefits	50,033	48,374	-	-
Supplies	6,250	313	-	-
Other services and charges	6,250	3,387	24,028	24,027
Capital outlay	10,000	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	190,584	170,125	24,028	24,027
Excess (deficiency) of revenues over expenditures	(5,900)	(35,086)	(24,028)	(23,895)
Other financing sources (uses):				
Transfers in	-	-	24,028	18,224
Transfers out	-	-	(45)	-
Proceeds from sale of capital assets	-	-	-	-
Total other financing sources (uses)	-	-	23,983	18,224
Net change in fund balances	\$ (5,900)	(35,086)	\$ (45)	(5,671)
Fund balances (deficits), beginning of year		69,409		5,716
Fund balances (deficits), end of year		<u>\$ 34,323</u>		<u>\$ 45</u>

(Continued)

Special Revenue					
Motor Fuel Fund		Nursing Home Tax Levy Fund		Peer Justice Program Fund	
Budget	Actual	Budget	Actual	Budget	Actual
\$ -	\$ 238	\$ -	\$ -	\$ -	\$ -
-	-	1,850,000	1,847,354	-	-
2,666,000	2,760,928	-	-	-	-
75,000	179,292	-	3,565	-	97
-	-	-	-	-	-
2,741,000	2,940,458	1,850,000	1,850,919	-	97
686,135	608,826	-	-	-	-
310,968	282,638	-	-	-	-
451,108	448,746	-	-	-	-
678,290	654,591	6,858,229	2,978,677	-	-
2,144,442	1,352,044	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
4,270,943	3,346,845	6,858,229	2,978,677	-	-
(1,529,943)	(406,387)	(5,008,229)	(1,127,758)	-	97
-	-	6,858,229	2,978,677	-	-
-	-	(1,850,000)	(1,847,296)	(2,865)	-
-	-	-	-	-	-
-	-	5,008,229	1,131,381	(2,865)	-
<u>\$ (1,529,943)</u>	<u>(406,387)</u>	<u>\$ -</u>	<u>3,623</u>	<u>\$ (2,865)</u>	<u>97</u>
	3,186,232		60,982		2,767
	<u>\$ 2,779,845</u>		<u>\$ 64,605</u>		<u>\$ 2,864</u>

Rock Island County, Illinois

**Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Deficits) -
Budget and Actual - Nonmajor Governmental Funds (Continued)
Year Ended November 30, 2007**

	Special Revenue			
	Probation Services Fee Fund		Quad City Bomb Squad Fund	
	Budget	Actual	Budget	Actual
Revenues:				
Fees	\$ 391,392	\$ 455,492	\$ -	\$ -
Property taxes	-	-	-	-
Intergovernmental revenues	19,420	19,720	-	-
Investment earnings	-	-	-	-
Miscellaneous	1,760	1,910	-	1,000
Total revenues	412,572	477,122	-	1,000
Expenditures:				
Current operating:				
Salaries and wages	-	-	-	-
Personal benefits	4,630	665	586	278
Supplies	62,970	47,514	479	479
Other services and charges	268,141	194,804	2,535	373
Capital outlay	26,627	19,820	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	362,368	262,803	3,600	1,130
Excess (deficiency) of revenues over expenditures	50,204	214,319	(3,600)	(130)
Other financing sources (uses):				
Transfers in	150	-	-	-
Transfers out	(263,633)	(265,437)	-	-
Proceeds from sale of capital assets	-	-	-	-
Total other financing sources (uses)	(263,483)	(265,437)	-	-
Net change in fund balances	\$ (213,279)	(51,118)	\$ (3,600)	(130)
Fund balances (deficits), beginning of year		892,810		8,399
Fund balances (deficits), end of year		<u>\$ 841,692</u>		<u>\$ 8,269</u>

(Continued)

Special Revenue									
Working Cash Fund			Recorders Document Fund			States Attorney Drug Enforcement Fund			
Budget		Actual	Budget		Actual	Budget		Actual	
\$	-	\$	-	\$	270,274	\$	-	\$	7,000
	-		-		-		-		84,917
	-		-		-		-		-
	-		-		-		-		-
	-	22,925		2,200	3,463		-		-
	-			-	-		-		-
	-	22,925		272,474	3,463		7,000		84,917
	-								
	-			48,101	45,006		-		-
	-			27,526	25,750		2,749		2,403
	-			6,000	2,825		15,981		13,902
	-			160,964	119,548		10,489		8,409
	-			-	-		4,272		2,794
	-			-	-		-		-
	-			-	-		-		-
	-			242,591	193,129		33,491		27,508
	-								
	-	22,925		29,883	(189,666)		(26,491)		57,409
	-								
	-			-	296,795		-		-
	-			(5,330)	(5,330)		-		-
	-			-	-		-		-
	-			(5,330)	291,465		-		-
<u>\$</u>	<u>-</u>	<u>22,925</u>	<u>\$</u>	<u>24,553</u>	<u>101,799</u>	<u>\$</u>	<u>(26,491)</u>		<u>57,409</u>
		475,819			5,398				25,753
	<u>\$</u>	<u>498,744</u>		<u>\$</u>	<u>107,197</u>		<u>\$</u>		<u>83,162</u>

Rock Island County, Illinois

**Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Deficits) -
Budget and Actual - Nonmajor Governmental Funds (Continued)
Year Ended November 30, 2007**

	Special Revenue			
	Treasurer's Automation Fund		Veterans Assistance Fund	
	Budget	Actual	Budget	Actual
Revenues:				
Fees	\$ 30,000	\$ 24,286	\$ -	\$ -
Property taxes	-	-	252,000	254,373
Intergovernmental	-	-	-	-
Investment earnings	1,900	5,102	1,500	3,300
Miscellaneous	-	-	-	2,605
Total revenues	31,900	29,388	253,500	260,278
Expenditures:				
Current operating:				
Salaries and wages	-	-	82,412	82,412
Personal benefits	2,000	1,269	41,093	38,511
Supplies	4,915	698	2,381	2,288
Other services and charges	11,597	7,405	146,049	140,330
Capital outlay	6,951	6,951	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	25,463	16,323	271,935	263,541
Excess (deficiency) of revenues over expenditures	6,437	13,065	(18,435)	(3,263)
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	\$ 6,437	13,065	\$ (18,435)	(3,263)
Fund balances (deficits), beginning of year		106,162		106,722
Fund balances (deficits), end of year		<u>\$ 119,227</u>		<u>\$ 103,459</u>

(Continued)

Special Revenue											
Zuma-Canoe Creek Special Service Area Fund				Local Law Enforcement Grant Fund				Homeland Security Fund			
Budget		Actual		Budget		Actual		Budget		Actual	
\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
	30,000		29,985		-		-		-		-
	-		-		-		-		-		-
	1,000		5,623		-		-		-		-
	-		-		-		-		-		-
	31,000		35,608		-		-		-		-
	9,000		5,031		-		-		-		-
	-		-		-		-		-		-
	4,525		3,751		-		-		-		-
	29,402		4,784		-		-		-		-
	3,223		3,223		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	46,150		16,789		-		-		-		-
	(15,150)		18,819		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
\$	(15,150)		18,819	\$	-		-	\$	-		-
			107,657				16				14,522
	\$		126,476		\$		16		\$		14,522

Rock Island County, Illinois

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Deficits) -
Budget and Actual - Nonmajor Governmental Funds (Continued)
Year Ended November 30, 2007

	Special Revenue			
	Covemakers Buy-Out Fund		Hotel/Motel Tax Fund	
	Budget	Actual	Budget	Actual
Revenues:				
Fees	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
Intergovernmental	303,082	104,498	75,000	107,051
Investment earnings	-	-	-	633
Miscellaneous	-	-	-	-
Total revenues	303,082	104,498	75,000	107,684
Expenditures:				
Current operating:				
Salaries and wages	-	-	-	-
Personal benefits	-	-	-	-
Supplies	-	-	-	-
Other services and charges	303,082	114,914	80,000	30,000
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	303,082	114,914	80,000	30,000
Excess (deficiency) of revenues over expenditures	-	(10,416)	(5,000)	77,684
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	\$ -	(10,416)	\$ (5,000)	77,684
Fund balances (deficits), beginning of year		-		-
Fund balances (deficits), end of year		<u><u>\$ (10,416)</u></u>		<u><u>\$ 77,684</u></u>

(Continued)

Drug Court Grant Fund				Debt Service Fund			
Budget		Actual		Budget		Actual	
\$	26,500	\$	38,518	\$	-	\$	-
	-		-		1,503,404		1,501,270
	-		-		-		-
	700		470		-		2,897
	-		-		-		-
	27,200		38,988		1,503,404		1,504,167
	-		-		-		-
	5,450		5,450		-		-
	-		-		-		-
	18,136		3,151		-		-
	-		-		-		-
	-		-		470,000		470,000
	-		-		534,029		535,924
	23,586		8,601		1,004,029		1,005,924
	3,614		30,387		499,375		498,243
	-		-		-		-
	-		-		(500,000)		(500,000)
	-		-		-		-
	-		-		(500,000)		(500,000)
\$	3,614		30,387	\$	(625)		(1,757)
			-				54,671
	\$		30,387			\$	52,914

Rock Island County, Illinois

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - Capital Project Fund
Year Ended November 30, 2007**

	Budget		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues:				
Intergovernmental	\$ 25,000	\$ 25,000	\$ 74,999	\$ 49,999
Investment earnings	-	-	633,628	633,628
Total revenues	<u>25,000</u>	<u>25,000</u>	<u>708,627</u>	<u>683,627</u>
Expenditures:				
Current:				
Supplies	1,535	1,535	1,620	(85)
Other services and charges	15,425	15,425	85,918	(70,493)
Capital outlay	2,126,335	3,976,335	3,863,037	113,298
Debt service, interest	-	-	2,276,336	(2,276,336)
Bond issuance costs	-	-	143,893	(143,893)
Total expenditures	<u>2,143,295</u>	<u>3,993,295</u>	<u>6,370,804</u>	<u>(2,377,509)</u>
Excess (deficiency) of revenue over expenditures	<u>(2,118,295)</u>	<u>(3,968,295)</u>	<u>(5,662,177)</u>	<u>(1,693,882)</u>
Other financing sources:				
Issuance of debt	-	-	19,885,000	19,885,000
Bond premium	-	-	219,887	219,887
Total other financing sources	<u>-</u>	<u>-</u>	<u>20,104,887</u>	<u>20,104,887</u>
Net change in fund balance	<u>\$ (2,118,295)</u>	<u>\$ (3,968,295)</u>	<u>14,442,710</u>	<u>\$ 18,411,005</u>
Fund balance, beginning of year			(2,046,058)	
Fund balance, end of year			<u>\$ 12,396,652</u>	

See Note to Required Supplementary Information.

Rock Island County, Illinois

Combining Statement of Net Assets

Internal Service Funds

November 30, 2007

	Public Building Commission	Employee Health Benefits	Total
Assets			
Current assets:			
Cash and cash equivalents	\$ 1,761,951	\$ 846,055	\$ 2,608,006
Receivables:			
Accounts	-	844	844
Interest	-	5,561	5,561
Due from other funds	-	36,577	36,577
Due from other governmental units	-	109,359	109,359
Other assets	876,985	-	876,985
Total current assets	2,638,936	998,396	3,637,332
Noncurrent assets:			
Capital assets:			
Nondepreciable, land	180,000	-	180,000
Depreciable:			-
Equipment and fixtures	15,783	-	15,783
Improvements other than buildings	13,000	-	13,000
Less accumulated depreciation	(6,211)	-	(6,211)
Total capital assets	202,572	-	202,572
Total assets	\$ 2,841,508	\$ 998,396	\$ 3,839,904
Liabilities and Net Assets			
Current liabilities:			
Accounts payable	\$ 180,000	\$ -	\$ 180,000
Estimated claims settlement	-	452,089	452,089
Accrued liabilities	906,786	-	906,786
Total liabilities	1,086,786	452,089	1,538,875
Net assets, unrestricted	1,754,722	546,307	2,301,029
Total liabilities and net assets	\$ 2,841,508	\$ 998,396	\$ 3,839,904

Rock Island County, Illinois

Combining Statement of Revenues, Expenses and Changes in Net Assets
Governmental Activities - Internal Service Funds
Year Ended November 30, 2007

	Public Building Commission	Employee Health Benefits	Total
Operating revenue, charges for services	\$ 1,510,910	\$ 5,786,979	\$ 7,297,889
Operating expenses, other services and charges	517,262	5,937,008	6,454,270
Operating income (loss)	993,648	(150,029)	843,619
Nonoperating revenue:			
Investment earnings	74,780	59,350	134,130
Debt service agreement	(1,002,571)	-	(1,002,571)
Total nonoperating revenue (expenses)	(927,791)	59,350	(868,441)
Change in net assets	65,857	(90,679)	(24,822)
Total net assets, beginning of year	1,688,865	636,986	2,325,851
Total net assets, end of year	<u>\$ 1,754,722</u>	<u>\$ 546,307</u>	<u>\$ 2,301,029</u>

Rock Island County, Illinois

Combining Statement of Cash Flows Governmental Activities - Internal Service Funds Year Ended November 30, 2007

	Public Building Commission	Employee Health Benefits	Total
Cash flows from operating activities:			
Cash received from employee contributions and other charges	\$ -	\$ 5,703,224	\$ 5,703,224
Cash payments for claims	-	(5,965,919)	(5,965,919)
Cash received for jail lease	1,512,722	-	1,512,722
Cash payments for jail operations	(335,816)	-	(335,816)
Net cash provided by (used in) operating activities	1,176,906	(262,695)	914,211
Cash flows from capital financing activities, acquisition of capital assets	(208,783)	-	(208,783)
Cash flows from noncapital financing activities:			
Interfund proceeds	-	6,388	6,388
Debt service payments on revenue bonds	(1,002,571)	-	(1,002,571)
Net cash provided by (used in) noncapital financing activities	(1,002,571)	6,388	(996,183)
Cash flows from investing activities, interest received	74,780	55,821	130,601
Net increase (decrease) in cash	40,332	(200,486)	(160,154)
Cash:			
Beginning	1,721,619	1,046,541	2,768,160
Ending	<u>\$ 1,761,951</u>	<u>\$ 846,055</u>	<u>\$ 2,608,006</u>
Reconciliation of operating income (loss) to net cash from operating activities:			
Operating income (loss)	\$ 993,648	\$ (150,029)	\$ 843,619
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
Depreciation expense	6,211	-	6,211
(Increase) decrease in:			
Receivables	-	81	81
Due from other governmental units	-	(83,836)	(83,836)
Other assets	1,812	-	1,812
Increase (decrease) in:			
Accounts payable	179,087	(28,911)	150,176
Accrued liabilities	(3,852)	-	(3,852)
Net cash provided by (used in) operating activities	\$ 1,176,906	\$ (262,695)	\$ 914,211

Rock Island County, Illinois

Combining Balance Sheet - Agency Funds
November 30, 2007

	Total	Circuit Clerk Fund	Circuit Clerk Probation Fund	County Clerk Redemption Fund
Assets				
Cash and cash equivalents	\$ 6,682,004	\$ 2,702,353	\$ 2,767	\$ 413,130
Receivables:				
Accounts receivable	399,277	-	-	-
Accrued interest receivable	334,193	-	-	-
Total assets	\$ 7,415,474	\$ 2,702,353	\$ 2,767	\$ 413,130
Liabilities				
Due to other governmental units	\$ 4,678,655	\$ 644,090	\$ -	\$ -
Due to individuals and private entities	2,736,819	2,058,263	2,767	413,130
Total liabilities	\$ 7,415,474	\$ 2,702,353	\$ 2,767	\$ 413,130

(Continued)

County Collector's Fund	Emergency Telephone Service Fund	Employee Indebtedness Fund	Inheritance Tax Fund	Jail Inmate Deposit Fund	Rock Island County Waste Management Agency Fund	Treasurer's Fund
\$ 1,643,982	\$ 1,137,286	\$ 191	\$ 31	\$ 2,465	\$ 241,440	\$ 80,879
-	275,950	-	8,641	(100)	72,833	-
327,400	4,310	-	-	-	994	-
<u>\$ 1,971,382</u>	<u>\$ 1,417,546</u>	<u>\$ 191</u>	<u>\$ 8,672</u>	<u>\$ 2,365</u>	<u>\$ 315,267</u>	<u>\$ 80,879</u>
\$ 1,971,382	\$ 1,417,546	\$ -	\$ 8,672	\$ -	\$ 315,267	\$ -
-	-	191	-	2,365	-	80,879
<u>\$ 1,971,382</u>	<u>\$ 1,417,546</u>	<u>\$ 191</u>	<u>\$ 8,672</u>	<u>\$ 2,365</u>	<u>\$ 315,267</u>	<u>\$ 80,879</u>

Rock Island County, Illinois

Combining Balance Sheet - Agency Funds (Continued)
November 30, 2007

	Oak Glen Home		Township		Township
	Patient's	Jail Commissary	TBA	Bridge	Motor
	Fund	Fund	Fund	Fund	Fuel Tax
					Fund
Assets					
Cash and cash equivalents	\$ 17,325	\$ 36,504	\$ 124,922	\$ 27,582	\$ 251,147
Receivables:					
Accounts receivable	-	-	-	-	41,953
Accrued interest receivable	-	-	473	102	914
Total assets	\$ 17,325	\$ 36,504	\$ 125,395	\$ 27,684	\$ 294,014
Liabilities					
Due to other governmental units	\$ -	\$ -	\$ -	\$ 27,684	\$ 294,014
Due to individuals and private entities	17,325	36,504	125,395	-	-
Total liabilities	\$ 17,325	\$ 36,504	\$ 125,395	\$ 27,684	\$ 294,014

Rock Island County, Illinois

Combining Statement of Changes in Assets and Liabilities -
Agency Funds
Year Ended November 30, 2007

	Balance November 30, 2006	Additions	Deletions	Balance November 30, 2007
Circuit Clerk Fund				
Assets , cash and cash equivalents	\$ 2,293,355	\$ 25,933,127	\$ 25,524,129	\$ 2,702,353
Liabilities				
Due to other governmental units	\$ 632,863	\$ 8,870,374	\$ 8,859,147	\$ 644,090
Due to individuals and private entities	1,660,492	16,360,237	15,962,466	2,058,263
Maintenance/child support deposits	-	315,476	315,476	-
Total liabilities	\$ 2,293,355	\$ 25,546,087	\$ 25,137,089	\$ 2,702,353
Circuit Clerk Probation Fund				
Assets , cash and cash equivalents	\$ 25	\$ 16,224	\$ 13,482	\$ 2,767
Liabilities , due to individuals and private entities	\$ 25	\$ 16,224	\$ 13,482	\$ 2,767
County Clerk Redemption Fund				
Assets , cash and cash equivalents	\$ 245,429	\$ 4,214,977	\$ 4,047,276	\$ 413,130
Liabilities , due to individuals and private entities	\$ 245,429	\$ 4,214,977	\$ 4,047,276	\$ 413,130
County Collector's Fund				
Assets				
Cash and cash equivalents	\$ 1,322,014	\$ 643,075,198	\$ 642,753,230	\$ 1,643,982
Accrued interest receivable	311,131	327,400	311,131	327,400
Total assets	\$ 1,633,145	\$ 643,402,598	\$ 643,064,361	\$ 1,971,382
Liabilities				
Due to other governmental units	\$ 1,632,807	\$ 643,402,598	\$ 643,064,023	\$ 1,971,382
Protested tax deposits	338	-	338	-
Total liabilities	\$ 1,633,145	\$ 643,402,598	\$ 643,064,361	\$ 1,971,382

(Continued)

Rock Island County, Illinois

Combining Statement of Changes in Assets and Liabilities -
Agency Funds (Continued)
Year Ended November 30, 2007

	Balance November 30, 2006	Additions	Deletions	Balance November 30, 2007
Emergency Telephone Service Fund				
Assets				
Cash and cash equivalents	\$ 914,106	\$ 2,563,399	\$ 2,340,219	\$ 1,137,286
Accounts receivable	160,492	304,312	188,854	275,950
Accrued interest receivable	3,902	4,310	3,902	4,310
Total assets	\$ 1,078,500	\$ 2,872,021	\$ 2,532,975	\$ 1,417,546
Liabilities , due to other governmental units	\$ 1,078,500	\$ 2,872,021	\$ 2,532,975	\$ 1,417,546
Employee Indebtedness Fund				
Assets , cash and cash equivalents	\$ -	\$ 47,157	\$ 46,966	\$ 191
Liabilities , due to individuals and private entities	\$ -	\$ 47,157	\$ 46,966	\$ 191
Inheritance Tax Fund				
Assets				
Cash and cash equivalents	\$ 31	\$ 7,264,963	\$ 7,264,963	\$ 31
Accounts receivable	8,641	-	-	8,641
Total assets	\$ 8,672	\$ 7,264,963	\$ 7,264,963	\$ 8,672
Liabilities , due to other governmental units	\$ 8,672	\$ 7,264,963	\$ 7,264,963	\$ 8,672
Jail Inmate Deposit Fund				
Assets				
Cash and cash equivalents	\$ 4,229	\$ 873,727	\$ 875,491	\$ 2,465
Accounts receivable	1,416	-	1,516	(100)
Total assets	\$ 5,645	\$ 873,727	\$ 877,007	\$ 2,365
Liabilities , due to individuals and private entities	\$ 5,645	\$ 873,727	\$ 877,007	\$ 2,365

(Continued)

Rock Island County, Illinois

Combining Statement of Changes in Assets and Liabilities -
Agency Funds (Continued)
Year Ended November 30, 2007

	Balance November 30, 2006	Additions	Deletions	Balance November 30, 2007
Rock Island County Waste Management Agency Fund				
Assets				
Cash and cash equivalents	\$ 268,064	\$ 1,265,341	\$ 1,291,965	\$ 241,440
Accounts receivable	68,591	141,426	137,184	72,833
Accrued interest receivable	1,236	994	1,236	994
Total assets	\$ 337,891	\$ 1,407,761	\$ 1,430,385	\$ 315,267
Liabilities , due to other governmental units	\$ 337,891	\$ 1,407,761	\$ 1,430,385	\$ 315,267
Treasurer's Fund				
Assets , cash and cash equivalents	\$ 208,057	\$ 132,176	\$ 259,354	\$ 80,879
Liabilities , due to individuals and private entities	\$ 208,057	\$ 132,176	\$ 259,354	\$ 80,879
Oak Glen Home Patient's Fund				
Assets , cash and cash equivalents	\$ 13,654	\$ 164,528	\$ 160,857	\$ 17,325
Liabilities , due to individuals and private entities	\$ 13,654	\$ 164,528	\$ 160,857	\$ 17,325
Jail Commissary Fund				
Assets , cash and cash equivalents	\$ 54,743	\$ 237,968	\$ 256,207	\$ 36,504
Liabilities , due to individuals and private entities	\$ 54,743	\$ 237,968	\$ 256,207	\$ 36,504

(Continued)

Rock Island County, Illinois

Combining Statement of Changes in Assets and Liabilities -
Agency Funds (Continued)
Year Ended November 30, 2007

	Balance November 30, 2006	Additions	Deletions	Balance November 30, 2007
TBA Fund				
Assets				
Cash and cash equivalents	\$ 118,480	\$ 37,627	\$ 31,185	\$ 124,922
Accrued interest receivable	508	473	508	473
Total assets	\$ 118,988	\$ 38,100	\$ 31,693	\$ 125,395
Liabilities, due to individuals and private entities				
	\$ 118,988	\$ 38,100	\$ 31,693	\$ 125,395
Township Bridge Fund				
Assets				
Cash and cash equivalents	\$ 26,791	\$ 694,081	\$ 693,290	\$ 27,582
Accrued interest receivable	126	103	127	102
Total assets	\$ 26,917	\$ 694,184	\$ 693,417	\$ 27,684
Liabilities, due to other governmental units				
	\$ 26,917	\$ 694,184	\$ 693,417	\$ 27,684
Township Motor Fuel Tax Fund				
Assets				
Cash and cash equivalents	\$ 460,738	\$ 2,097,553	\$ 2,307,144	\$ 251,147
Accounts receivable	48,312	42,356	48,715	41,953
Accrued interest receivable	2,346	934	2,366	914
Total assets	\$ 511,396	\$ 2,140,843	\$ 2,358,225	\$ 294,014
Liabilities, due to other governmental units				
	\$ 511,396	\$ 2,132,386	\$ 2,349,768	\$ 294,014
Totals - All Agency Funds				
Assets				
Cash and cash equivalents	\$ 5,929,716	\$ 688,618,046	\$ 687,865,758	\$ 6,682,004
Accounts receivable	287,452	488,094	376,269	399,277
Accrued interest receivable	319,249	334,214	319,270	334,193
Total assets	\$ 6,536,417	\$ 689,440,354	\$ 688,561,297	\$ 7,415,474
Liabilities				
Due to other governmental units	\$ 4,229,046	\$ 666,644,287	\$ 666,194,678	\$ 4,678,655
Due to individuals and private entities	2,307,033	22,085,094	21,655,308	2,736,819
Maintenance/child support deposits	-	315,476	315,476	-
Protested tax deposits	338	-	338	-
Total liabilities	\$ 6,536,417	\$ 689,044,857	\$ 688,165,800	\$ 7,415,474

Rock Island County, Illinois

Statistical Section

Contents

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

Contents	Page
Financial Trends	
These schedules contain trend information to help the reader understand how the County's financial performance and well being have changed over time.	106 - 115
Revenue Capacity	
These schedules contain information to help the reader assess the County's most significant local revenue sources, the property tax (or sales tax).	116 - 122
Debt Capacity	
These schedules present information to help the reader assess the affordability of the County's current level of outstanding debt and the County's ability to issue additional debt in the future.	123 - 127
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.	128 - 133
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.	134 - 141

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

Rock Island County, Illinois

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

	Fiscal Year		
	2003	2004	2005
Governmental activities:			
Invested in capital assets, net of related debt	\$ 41,436,253	\$ 42,261,065	\$ 48,006,622
Restricted for:			
Employee benefits	-	-	3,160,016
Social services	-	-	1,686,470
Transportation and public works	-	-	4,944,061
Debt service	-	-	(110,512)
Tort liability	825,609	1,371,658	1,262,103
Capital improvements	-	-	256,465
Capital items	-	-	-
Unrestricted	19,727,475	21,385,100	10,869,390
Total governmental activities net assets	\$ 61,989,337	\$ 65,017,823	\$ 70,074,615

GASB Statement No. 34 implemented in fiscal year 2003.

Source: County records.

Fiscal Year			
2006		2007	
\$	54,083,699	\$	55,397,748
	1,602,099		1,724,848
	1,643,710		1,156,589
	4,639,322		4,232,554
	54,671		52,914
	960,057		650,000
	2,079,454		872,600
	-		25,323
	12,929,582		17,406,020
<hr/>			
\$	77,992,594	\$	81,518,596

Rock Island County, Illinois

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

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

GASB Statement No. 34 implemented in fiscal year 2003.

Source: County records.

Fiscal Year			
2006		2007	
\$	12,449,672	\$	13,236,109
	6,912,721		7,714,258
	3,449,301		3,607,818
	6,910,035		6,989,607
	3,908,958		3,945,958
	17,521,780		21,681,369
	2,773,705		2,961,912
	1,744,565		3,733,381
	55,670,737		63,870,412
	18,627,552		24,490,990
	11,288,532		10,131,726
	4,743,695		2,178,447
	34,659,779		36,801,163
	(21,010,958)		(27,069,249)
	16,598,792		17,200,641
	-		-
	2,470,733		2,906,481
	4,564,481		4,673,128
	1,605,688		1,735,783
	461,918		107,051
	1,219,509		340,571
	1,221		2,012,831
	-		-
	-		-
	-		-
	-		-
	2,006,595		1,618,765
	28,928,937		30,595,251
\$	7,917,979	\$	3,526,002

Rock Island County, Illinois

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

	Fiscal Year			
	1998	1999*	2000	2001
General Fund:				
Reserved:				
Tort liability	\$ -	\$ -	\$ 414,235	\$ 469,064
Advances	-	-	-	-
Other assets	-	-	-	-
Capital improvements	-	-	-	-
Employee health claims	-	-	-	859,052
Unreserved, undesignated	4,411,025	4,063,707	3,156,268	3,514,943
Total general fund	4,411,025	4,063,707	3,570,503	4,843,059
All other governmental funds:				
Reserved for:				
Advances	-	-	-	-
Other assets	-	-	-	-
Capital projects/improvements	9,139,247	9,755,743	2,073,187	426,668
Contributed capital	-	-	-	-
Employee health claims	-	-	-	-
Special revenue funds	7,850,979	8,298,453	10,604,860	12,298,346
Debt service fund	629,942	1,511,202	1,657,147	1,214,900
Capital project fund	-	-	-	-
Total all other governmental funds	17,620,168	19,565,398	14,335,194	13,939,914
Total fund balances	\$ 22,031,193	\$ 23,629,105	\$ 17,905,697	\$ 18,782,973

Source: County records.

Fiscal Year					
2002	2003	2004	2005	2006	2007
\$ 239,697	\$ 825,609	\$ 1,371,658	\$ 1,262,103	\$ 960,057	\$ 650,000
-	76,675	-	-	-	-
-	-	-	215,136	187,350	257,882
-	-	-	-	-	-
-	-	-	-	-	-
3,259,848	4,497,139	4,938,930	5,357,539	7,559,063	9,630,945
3,499,545	5,399,423	6,310,588	6,834,778	8,706,470	10,538,827
-	1,000	1,000	1,000	-	-
-	-	-	59,311	64,412	50,975
-	-	-	256,465	2,079,454	872,600
700,654	-	-	-	-	-
(190,606)	-	-	-	-	-
15,553,763	15,545,354	16,606,382	15,137,179	12,193,244	15,067,774
94,742	-	65,654	(110,512)	54,671	52,914
-	-	-	-	-	12,396,652
16,158,553	15,546,354	16,673,036	15,343,443	14,391,781	28,440,915
\$ 19,658,098	\$ 20,945,777	\$ 22,983,624	\$ 22,178,221	\$ 23,098,251	\$ 38,979,742

Rock Island County, Illinois

Changes in Fund Balances, Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

(Unaudited)

	Fiscal Year			
	1998	1999*	2000	2001
Revenues:				
Fees	\$ 12,410,884	\$ 12,033,898	\$ 11,796,168	\$ 15,784,959
Property taxes	9,866,851	9,694,638	11,318,235	12,396,471
Intergovernmental	15,925,952	16,778,326	19,374,924	17,465,956
Investment earnings	885,574	1,181,981	1,357,871	935,077
Miscellaneous	995,728	861,066	1,143,380	1,296,720
Total revenues	40,084,989	40,549,909	44,990,578	47,879,183
Expenditures:				
General government	6,346,498	6,825,789	7,607,821	10,924,582
Social services	11,186,319	11,859,071	11,984,413	11,913,029
Public safety and corrections	6,824,902	9,911,025	16,625,230	9,607,304
Transportation and public works	2,996,873	3,228,635	3,489,605	3,330,189
Judiciary and legal/legislative	5,135,303	5,762,209	6,080,328	6,494,127
Debt service	2,146,618	433,214	1,045,778	1,257,248
Culture and recreation	1,783,893	1,808,703	2,129,367	2,043,844
Capital projects	-	-	-	-
Total expenditures	36,420,406	39,828,646	48,962,542	45,570,323
Excess of revenues over (under) expenditures	3,664,583	721,263	(3,971,964)	2,308,860
Other financing sources (uses):				
Proceeds from installment purchase	-	-	288,079	-
Transfers in	2,666,024	1,881,715	4,171,557	2,593,283
Transfers out	(2,683,864)	(1,866,455)	(4,179,957)	(2,593,283)
Transfers to component units	(2,288,420)	(2,138,611)	(2,031,123)	(2,355,186)
Issuance of debt	9,641,610	3,000,000	-	-
Proceeds from refunded bond escrow agent	-	-	-	-
Bond premiums	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
Total other financing sources (uses)	7,335,350	876,649	(1,751,444)	(2,355,186)
Net change in fund balances	10,999,933	1,597,912	(5,723,408)	(46,326)
Fund balances, beginning of year	11,031,260	22,031,193	23,629,105	18,099,552
Residual equity transfer in	-	-	1,634	729,747
Residual equity transfer (out)	-	-	(1,634)	-
Fund balances, end of year	\$ 22,031,193	\$ 23,629,105	\$ 17,905,697	\$ 18,782,973
Debt service as a percentage of noncapital expenditures				

Source: County records.

Fiscal Year					
2002	2003	2004	2005	2006	2007
\$ 13,874,943	\$ 14,674,377	\$ 15,268,162	\$ 16,456,235	\$ 17,759,888	\$ 22,460,644
14,104,210	14,772,177	15,559,590	15,934,655	16,598,792	17,200,641
19,159,055	17,590,909	18,088,989	20,281,552	21,170,873	19,961,889
432,234	377,797	424,026	667,079	1,121,574	1,878,701
1,013,244	1,320,233	2,490,276	2,965,727	2,937,621	2,640,588
48,583,686	48,735,493	51,831,043	56,305,248	59,588,748	64,142,463
8,391,854	7,694,734	9,991,659	12,740,846	11,808,995	11,780,026
11,981,807	12,652,077	13,402,015	17,201,590	17,636,693	21,175,990
11,090,967	9,065,904	9,641,845	10,772,145	10,052,132	11,023,401
3,941,077	4,887,316	3,518,467	5,686,085	3,164,291	3,016,355
6,766,339	6,805,634	6,828,921	7,086,828	6,911,813	6,681,335
-	997,992	998,302	1,393,787	841,195	3,591,280
2,198,022	2,138,622	2,248,809	2,590,083	2,605,220	2,748,073
-	-	-	-	7,091,323	8,423,589
44,370,066	44,242,279	46,630,018	57,471,364	60,111,662	68,440,049
4,213,620	4,493,214	5,201,025	(1,166,116)	(522,914)	(4,297,586)
-	-	-	-	-	-
4,884,129	3,715,314	3,707,463	5,340,737	4,506,909	7,511,860
(4,578,578)	(3,765,704)	(3,727,720)	(5,340,737)	(4,906,909)	(7,511,860)
(3,359,158)	(2,922,651)	(3,214,377)	-	-	-
-	-	-	9,020,000	1,750,000	19,885,000
-	-	-	(8,921,030)	-	-
-	-	-	114,462	-	219,887.00
-	-	71,456	48,080	92,944	74,190
(3,053,607)	(2,973,041)	(3,163,178)	261,512	1,442,944	20,179,077
1,160,013	1,520,173	2,037,847	(904,604)	920,030	15,881,491
18,783,488	19,425,603	20,945,777	23,082,825	22,178,221	23,098,251
1,585,472	-	-	-	-	-
(2,380,923)	-	-	-	-	-
\$ 19,148,050	\$ 20,945,776	\$ 22,983,624	\$ 22,178,221	\$ 23,098,251	\$ 38,979,742

Rock Island County, Illinois

Program Revenues by Function/Program
Last Five Fiscal Years*
(accrual basis of accounting)
(Unaudited)

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

GASB Statement No. 34 implemented in fiscal year 2003.

Source: County records.

Fiscal Year			
2006		2007	
\$	3,532,475	\$	4,945,177
	3,230,077		2,017,911
	1,940,339		1,796,405
	3,515,927		3,763,486
	6,914,858		5,063,944
	13,152,652		17,463,119
	2,373,451		1,751,121
	-		-
	34,659,779		36,801,163
	2,537,255		2,212,303
\$	37,197,034	\$	39,013,466

Rock Island County, Illinois

Tax Revenues by Source, Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

(Unaudited)

Fiscal Year	Property Taxes	Replacement Tax	Sales and Use Taxes	Income Taxes	Other Taxes	Total
1998	\$ 8,997,905	\$ 1,440,762	\$ 3,895,569	\$ 1,404,548	\$ 591,905	\$ 16,330,689
1999	7,652,952	1,225,011	3,965,545	1,466,870	219,054	14,529,432
2000	8,877,254	1,578,402	4,144,849	1,573,168	264,766	16,438,439
2001	10,122,243	1,435,339	4,080,353	1,489,857	184,916	17,312,708
2002	11,504,102	1,140,636	3,941,073	1,285,503	144,886	18,016,200
2003	14,772,177	1,193,968	3,854,654	1,215,283	183,411	21,219,493
2004	15,559,590	1,553,641	4,255,799	1,246,329	304,349	22,919,708
2005	15,934,655	2,296,670	4,141,767	1,463,456	1,120,773	24,957,321
2006	16,598,792	2,470,733	4,564,481	1,605,688	461,918	25,701,612
2007	17,200,641	2,906,481	4,673,128	1,735,783	447,622	26,963,655

Source: County records.

Rock Island County, Illinois

Assessed Value and Actual Value of Taxable Property

Last Ten Fiscal Years

(in thousands of dollars)

(Unaudited)

Fiscal Year	Real Property		Railroad Property	
	Taxable Value	Assessed Value (1)	Taxable Value	Assessed Value (1)
1997-98	\$ 1,452,201,942	\$ 4,356,605,826	\$ 2,411,490	\$ 7,234,470
1998-99	1,502,410,488	4,507,231,464	3,072,156	9,216,468
1999-00	1,825,794,261	5,477,382,783	3,513,743	10,541,229
2000-01	1,681,147,034	5,043,441,102	3,661,274	10,983,822
2001-02	1,781,634,789	5,344,904,367	3,849,928	11,549,784
2002-03	1,901,430,958	5,704,292,874	3,463,741	10,391,223
2003-04	2,011,203,439	6,034,213,738	3,463,739	10,391,217
2004-05	2,015,104,855	6,045,919,157	3,457,295	10,371,885
2005-06	2,136,061,643	6,408,825,812	3,183,529	9,550,587
2006-07	2,231,350,979	6,694,722,409	3,557,759	10,674,344

Fiscal Year	Total		Ratio of Taxable to Assessed Value	Tax Increment Financing District Values
	Taxable Value	Assessed Value (1)		
1997-98	\$ 1,454,613,432	\$ 4,363,840,296	0.3%	\$ 33,498,314
1998-99	1,505,482,644	4,516,447,932	0.3	42,816,631
1999-00	1,829,308,004	5,487,924,012	0.3	47,100,898
2000-01	1,684,808,308	5,054,424,924	0.3	60,073,619
2001-02	1,785,484,717	5,356,454,151	0.3	74,227,817
2002-03	1,904,894,699	5,714,684,097	0.3	86,336,808
2003-04	2,014,667,178	6,044,604,955	0.3	90,239,180
2004-05	2,018,562,150	6,056,291,042	0.3	111,397,463
2005-06	2,139,245,172	6,418,376,399	0.3	129,144,903
2005-06	2,234,908,738	6,705,396,753	0.3	136,763,705

(1) Assessed value equals estimate actual value

Source: County Assessor and County Clerk Records

Rock Island County, Illinois

Principal Property Taxpayers Current Year and Nine Years Ago (in thousands of dollars) (Unaudited)

Taxpayer	2007		
	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value
Commonwealth Edison	\$ 100,000,000	1	4.48%
Deere & Co.	28,201,538	2	1.26
Sdg Macerich/South Park Mall	20,898,790	3	0.94
Modern Woodmen	8,910,669	4	0.40
Geneva Management Service	6,168,892	5	0.28
PFG Thoms Proestler Co	5,370,572	6	0.24
Cordova Energy	4,431,430	7	0.20
Tyson Foods Inc	4,185,500	8	0.19
Lighthouse At Silvis	4,080,022	9	0.18
United Health Care	3,916,237	10	0.18
2007 Total	\$ 186,163,650		8.35%
Taxpayer	1998		
	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value
Commonwealth Edison	\$ 66,141,357	1	4.92%
Deere & Co.	27,507,002	2	2.04
SDG Macerich Property	19,780,758	3	1.47
JI Case Co.	5,675,137	4	0.42
PFG Thoms-Proestler Co.	4,746,119	5	0.35
IBP	4,283,526	6	0.32
3M	3,161,207	7	0.23
Eagle Food Centers, Inc	2,996,245	8	0.22
Heritage Place Inc.	2,824,310	9	0.21
Moline Hotel Inc	2,799,684	10	0.21
1998 Total	\$ 139,915,345		10.39%

Source: County Assessor

Rock Island County, Illinois

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

Fiscal Year Ended June 30	Total Tax Levy (Extended)	Current Tax Collections	Percentage of Levy to Collections	Delinquent Tax Collections (Forfeitures Paid)	Total Tax Collections	Collections as Percentage of Current Levy	Delinquent Taxes (Forfeited)	As Percentage of Current Levy
1997-98	\$ 117,804,753	\$ 117,550,986	99.78%	\$ 51,057	\$ 117,602,043	99.83%	\$ 180,210	0.13%
1998-99	122,825,747	122,436,078	99.68	45,694	122,481,772	99.72	194,142	0.16
1999-00	129,943,813	129,453,960	99.62	87,090	129,541,050	99.69	192,627	0.15
2000-01	135,346,854	135,707,481	100.27	51,736	135,759,217	100.30	245,017	0.18
2001-02	146,536,668	146,122,785	99.72	175,026	146,297,811	99.84	585,345	0.40
2002-03	156,226,647	155,477,670	99.52	125,050	155,602,720	99.60	638,194	0.41
2003-04	165,180,140	164,601,896	99.65	651,723	165,253,619	100.04	249,101	0.15
2004-05	168,591,240	167,968,745	99.63	331,766	168,300,511	99.83	197,702	0.12
2005-06	178,173,536	177,161,043	99.43	156,833	177,317,876	99.52	185,441	0.10
2006-07	15,159,697	15,142,051	99.88	5,925	15,147,976	99.92	19,878	0.13

Source:

Tax Settlement Book Treasurer's Office

Total Levy Sheet Treasurer's Office

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

Rock Island County, Illinois

Direct and Overlapping Property Tax Rates

Last Ten Years

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

(Unaudited)

	Rock Island	Moline	East Moline		Silvis		Milan
	Rock Island	Moline	East Moline	UTHS	Silvis	UTHS	Rock Island
2006-07:							
City	2.36520	1.96460	1.88700	1.88700	1.81160	1.81160	0.87100
Black Hawk College	0.45790	0.45790	0.45790	0.45790	0.45790	0.45790	0.45790
School District	5.11920	5.11520	3.77540	1.94280	3.43360	1.94280	5.11920
Forest Preserve	0.06960	0.06960	0.06960	0.06960	0.06960	0.06960	0.06960
County	0.72600	0.72600	0.72600	0.72600	0.72600	0.72600	0.72600
Total levy	8.73790	8.33330	6.91590	5.08330	6.49870	5.00790	7.24370
Ratio of County to totals	0.08309	0.08712	0.10498	0.14282	0.11171	0.14497	0.10023
2005-06:							
City	2.43820	1.95940	1.88220	1.88220	1.92200	1.92200	0.89660
Black Hawk College	0.41450	0.41450	0.41450	0.41450	0.41450	0.41450	0.41450
School District	5.14520	5.15080	3.74760	1.99060	3.53340	1.99060	5.14520
Forest Preserve	0.06920	0.06920	0.06920	0.06920	0.06920	0.06920	0.06920
County	0.72840	0.72840	0.72840	0.72840	0.72840	0.72840	0.72840
Total levy	8.79550	8.32230	6.84190	5.08490	6.66750	5.12470	7.25390
Ratio of County to totals	0.08282	0.08752	0.10646	0.14325	0.10925	0.14214	0.10041
2004-05:							
City	2.57300	1.91160	1.86460	1.86460	1.88600	1.88600	0.88960
Black Hawk College	0.40210	0.40210	0.40210	0.40210	0.40210	0.40210	0.40210
School District	5.17140	5.11080	3.71500	2.01640	3.53900	2.01640	5.17140
Forest Preserve	0.06980	0.06980	0.06980	0.06980	0.06980	0.06980	0.06980
County	0.73420	0.73420	0.73420	0.73420	0.73420	0.73420	0.73420
Total levy	8.95050	8.22850	6.78570	5.08710	6.63110	5.10850	7.26710
Ratio of County to totals	0.08203	0.08923	0.10820	0.14433	0.11072	0.14372	0.10103
2003-04:							
City	2.49320	1.89880	1.75560	1.75560	1.71720	1.75560	0.84080
Black Hawk College	0.37400	0.37400	0.37400	0.37400	0.37400	0.37400	0.37400
School District	5.11360	5.26120	3.64660	1.99200	3.47120	1.99200	5.11360
Forest Preserve	0.06640	0.06640	0.06640	0.06640	0.06640	0.06640	0.06640
County	0.70820	0.70820	0.70820	0.70820	0.70820	0.70820	0.70820
Total levy	8.75540	8.30860	6.55080	4.89620	6.33700	4.89620	7.10300
Ratio of County to totals	0.08089	0.08524	0.10811	0.14464	0.11176	0.14464	0.09970

(Continued)

Rock Island County, Illinois

Direct and Overlapping Property Tax Rates (Continued)

Last Ten Years

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

(Unaudited)

	Rock Island	Moline	East Moline		Silvis		Milan
	Rock Island	Moline	East Moline	UTHS	Silvis	UTHS	Rock Island
2002-03:							
City	2.51180	1.89300	1.76620	1.76620	1.73740	1.73740	0.82420
Black Hawk College	0.36710	0.36710	0.36710	0.36710	0.36710	0.36710	0.36710
School District	5.11660	5.25360	3.60580	1.97860	3.37240	1.97860	5.11660
Forest Preserve	0.06660	0.06660	0.06660	0.06660	0.06660	0.06660	0.06660
County	0.71840	0.71840	0.71840	0.71840	0.71840	0.71840	0.71840
Total levy	8.78050	8.29870	6.52410	4.89690	6.26190	4.86810	7.09290
Ratio of County to totals	0.08182	0.08657	0.11011	0.14671	0.11473	0.14757	0.10128
2001-02:							
City	2.54200	1.90040	1.77940	1.77940	1.56120	1.56120	0.82600
Black Hawk College	0.36630	0.36630	0.36630	0.36630	0.36630	0.36630	0.36630
School District	5.06720	5.30900	3.58580	1.94600	3.35780	1.94600	5.06720
Forest Preserve	0.06720	0.06720	0.06720	0.06720	0.06720	0.06720	0.06720
County	0.73280	0.73280	0.73280	0.73280	0.73280	0.73280	0.73280
Total levy	8.77550	8.37570	6.53150	4.89170	6.08530	4.67350	7.05950
Ratio of County to totals	0.08351	0.08749	0.11219	0.14980	0.12042	0.15680	0.10380
2000-01:							
City	2.60840	1.88640	1.73760	1.73760	1.58580	1.58580	0.84480
Black Hawk College	0.33810	0.33810	0.33810	0.33810	0.33810	0.33810	0.33810
School District	5.07400	5.29960	3.59860	1.92140	3.09580	1.92140	5.07400
Forest Preserve	0.06500	0.06500	0.06500	0.06500	0.06500	0.06500	0.06500
County	0.67600	0.67600	0.67600	0.67600	0.67600	0.67600	0.67600
Total levy	8.76150	8.26510	6.41530	4.73810	5.76070	4.58630	6.99790
Ratio of County to totals	0.07716	0.08179	0.10537	0.14267	0.11735	0.14740	0.09660
1999-00:							
City	2.77060	1.93720	1.80020	1.80020	1.62760	1.62760	0.86800
Black Hawk College	0.34070	0.34070	0.34070	0.37040	0.34070	0.34070	0.34070
School District	5.09920	5.33180	3.66420	1.97680	3.44200	1.97680	5.09920
Forest Preserve	0.05720	0.05720	0.05720	0.05720	0.05720	0.05720	0.05720
County	0.65280	0.65280	0.65280	0.65280	0.65280	0.65280	0.65280
Total levy	8.92050	8.31970	6.51510	4.85740	6.12030	4.65510	7.01790
Ratio of County to totals	0.07318	0.07846	0.10020	0.13439	0.10666	0.14023	0.09302

(Continued)

Rock Island County, Illinois

Direct and Overlapping Property Tax Rates (Continued)

Last Ten Years

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

(Unaudited)

	Rock Island	Moline	East Moline		Silvis		Milan
	Rock Island	Moline	East Moline	UTHS	Silvis	UTHS	Rock Island
1998-99:							
City	2.81060	1.80140	1.76520	1.76520	1.63160	1.63160	0.88760
Black Hawk College	0.35970	0.35970	0.35970	0.35970	0.35970	0.35970	0.35970
School District	5.11320	5.35340	3.65700	2.06820	3.51040	2.06820	5.11320
Forest Preserve	0.05200	0.05200	0.05200	0.05200	0.05200	0.05200	0.05200
County	0.58720	0.58720	0.58720	0.58720	0.58720	0.58720	0.58720
Total levy	8.92270	8.15370	6.42110	4.83230	6.14090	4.69870	6.99970
Ratio of County to totals	0.06581	0.07202	0.09145	0.12152	0.09562	0.12497	0.08389
1997-98							
City	2.91820	1.80980	1.79400	1.79440	1.60840	1.60840	0.91280
Black Hawk College	0.37460	0.37460	0.37460	0.37460	0.37460	0.37460	0.37460
School District	5.14840	5.35380	3.67000	2.10320	3.69960	2.10320	5.14840
Forest Preserve	0.04720	0.04720	0.04720	0.04720	0.04720	0.04720	0.04720
County	0.64240	0.64240	0.64240	0.64240	0.64240	0.64240	0.64240
Total levy	9.13080	8.22780	6.52820	4.96180	6.37220	4.77580	7.12540
Ratio of County to totals	0.07036	0.07808	0.09840	0.12947	0.10081	0.13451	0.09016

Source: County Clerk Current Tax Extensions

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

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

Not shown:

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

Rock Island County, Illinois

Ratios of Outstanding Debt by Type

Last Ten Fiscal Years

(dollars in thousands, except per capita)

(Unaudited)

	General Obligation Bonds	Revenue Bonds Payable	Capital Leases	Installment Purchase	Total Primary Government	Percentage of Personal Income	Per Capita
1998	\$ -	\$ 10,000,000	\$ -	\$ -	\$ 10,000,000	0.2500%	\$ 66.65
1999	-	13,000,000	-	-	13,000,000	0.2000	86.68
2000	-	12,675,000	-	279,740	12,954,740	0.2000	86.87
2001	-	12,340,000	-	228,009	12,568,009	0.2110	84.48
2002	-	11,950,000	-	173,244	12,123,244	0.2200	81.64
2003	-	11,540,000	-	115,267	11,655,267	0.2300	78.79
2004	-	11,110,000	-	53,889	11,163,889	0.2500	75.57
2005	-	8,815,000	-	-	8,815,000	0.3400	59.67
2006	1,750,000	8,750,000	-	-	10,500,000	N/A	61.12
2007	21,600,000	8,280,000	-	-	29,800,000	N/A	202.28

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

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

Rock Island County, Illinois

Ratios of General Bonded Debt Outstanding

Last Ten Fiscal Years

(dollars in thousands, except per capita)

(Unaudited)

Fiscal Year	General Obligation Bonded Debt Outstanding (1)	Assessed Value	Percent of Debt to Assessed Value	Estimated Population	Debt Per Capita
1995-96	\$ 2,830,000	\$ 1,236,508,746	0.00229%	\$ 148,462	\$ 19.06
1996-97	1,955,000	1,345,444,269	0.00145	147,916	13.22
1997-98	1,000,000	1,452,201,942	0.00069	147,642	6.77
1998-99	1,300,000	1,459,593,857	0.00089	147,522	8.81
1999-00	12,675,000	1,825,794,261	0.00694	149,125	85.00
2000-01	12,340,000	1,681,147,034	0.00734	148,671	83.00
2001-02	11,950,000	1,781,634,789	0.00671	148,171	80.65
2002-03	11,540,000	1,815,094,150	0.00636	147,912	78.02
2003-04	11,110,000	2,011,203,439	0.00552	147,912	75.11
2004-05	9,020,000	2,015,104,855	0.00448	147,715	61.06
2005-06	10,500,000	2,136,061,643	0.00492	143,140	61.58
2006-07	29,880,000	2,231,350,979	0.01330	147,710	202.28

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

Source: County records

Rock Island County, Illinois

Direct and Overlapping Governmental Activities Debt

As of November 30, 2007

(dollars in thousands)

(Unaudited)

Governmental Unit	Gross Debt	Percentage of Debt to County	County Share of Debt
Building commission	\$ 9,940,000	100.00%	\$ 9,940,000
Rock Island Nursing Home	19,885,000	100.00%	19,885,000
School Districts:			
#1 Erie	3,400,000	72.88	2,477,920
#29 Hampton	500,000	100.00	500,000
#30 UTHS	1,155,000	92.06	1,063,293
#36 Carbon Cliff	1,785,000	100.00	1,785,000
#37 East Moline	7,883,264	100.00	7,883,264
#40 Moline	12,400,000	100.00	12,400,000
#41 Rock Island	21,300,000	100.00	21,300,000
#100 Riverdale	570,000	100.00	570,000
#190 Colona	1,400,000	0.13	1,807
#200 Sherrard	5,835,264	30.04	1,752,913
#203 Westmer	500,000	4.76	23,800
#223 Orion	5,607,023	7.60	426,134
#300 Rockridge	2,130,000	98.24	2,092,512
#503 Black Hawk College	8,600,000	67.83	5,833,380
Cities and Villages:			
Carbon Cliff	10,000	100.00	10,000
Coal Valley	50,000	98.98	49,490
Cordova	184,098	100.00	184,098
East Moline	26,645,000	100.00	26,645,000
Village of Hampton	180,000	100.00	180,000
Moline	95,080,000	100.00	95,080,000
Rock Island	19,880,000	100.00	19,880,000
Silvis	4,020,000	100.00	4,020,000
Special Districts:			
Carbon Cliff Spec. Svc. 3	345,000	100.00	345,000
Illini Hospital (Ambulance)	11,990,000	86.64	10,388,136
Metropolitan Airport	18,500,000	100.00	18,500,000
Moline Special Svc. 3	970,000	100.00	970,000
Silvis Special Svc. 1	2,005,000	100.00	2,005,000
Coal Valley FPD	730,000	85.20	621,960
Totals	\$ 283,479,649		\$ 266,813,707
Total underlying long-term debt	\$ 283,479,649		
Total direct and underlying long-term debt	\$ 266,813,707		

Source:

Rock Island County Clerk's Office
Current Tax Extension Book

Rock Island County, Illinois

Legal Debt Margin Information

As of November 30, 2007

(dollars in thousands)

(Unaudited)

	1998	1999*	2000	2001
Assessed value	\$ 1,452,201,942	\$ 1,502,410,488	\$ 1,825,794,261	\$ 1,681,147,034
Debt limit	\$ 41,750,806	\$ 43,194,302	\$ 52,491,585	\$ 48,332,977
Debt applicable to debt limit	10,000,000	13,000,000	12,992,798	12,594,430
Legal debt margin	\$ 31,750,806	\$ 30,194,302	\$ 39,498,787	\$ 35,738,547
Total net debt applicable to the limit as a percentage of debt limit	23.95%	30.10%	24.75%	26.06%

Source: County records

Legal Debt Margin Calculation for Fiscal Year 2007

Assessed value	\$ 2,231,350,979
Debt limit (2.875% of assessed value)	\$ 64,151,341
Debt applicable to limit:	
General obligation bonds	29,880,000
General obligation bonds	-
Capital leases	-
Total net applicable to limit	29,880,000
Legal debt margin	\$ 34,271,341

2002	2003	2004	2005	2006	2007
\$ 1,781,634,789	\$ 1,901,430,958	\$ 2,011,203,439	\$ 2,015,104,855	\$ 2,136,061,643	\$ 2,231,350,979
\$ 51,222,000	\$ 54,666,140	\$ 57,822,099	\$ 57,934,265	\$ 61,411,772	\$ 64,151,341
11,950,000	11,540,000	11,110,000	8,815,000	10,500,000	29,880,000
\$ 39,272,000	\$ 43,126,140	\$ 46,712,099	\$ 49,119,265	\$ 50,911,772	\$ 34,271,341
23.33%	21.11%	19.21%	15.22%	17.10%	46.58%

Rock Island County, Illinois

Demographic and Economic Statistics Last Ten Calendar Years (Unaudited)

Year	Population ¹	Per Capita Income ²	Median Age ³	Unemployment Rate ⁴	School Enrollment ⁵
1995-96	149,856	\$ 23,217	\$ 37	4.6%	25,522
1996-97	149,937	24,630	37	4.1	25,734
1997-98	150,027	25,678	37	4.0	25,176
1998-99	149,961	317	38	5.7	24,942
1999-00	149,116	26,716	38	4.6	24,800
2000-01	148,753	26,668	38	4.8	24,753
2001-02	148,487	26,958	38	5.7	24,519
2002-03	147,912	27,695	38	6.1	24,381
2003-04	147,715	28,553	38	5.6	24,071
2004-05	147,715	30,141	38	4.5	23,719
2005-06	143,140	N/A	39	4.6	23,415
2006-07	147,710	N/A	39	4.0	23,505

Source: Bi-State Regional Commission

^(2,4) Illinois Department of Employment Security

^(1,3) Woods & Poole Projections

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

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

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

Rock Island County, Illinois

Principal Employers Current Year and Nine Years Ago (Unaudited)

Employer	1998	
	Employees	Rank
US Department of Defense	5,000+	1
Deere & Company	5,000+	2
IBP	2,500+	3
Trinity Medical Center	1,000+	4
Case IH	n/a	5
Eagle Foods Center	n/a	6
Moline-Coal Valley Community Schools	500+	7
Rock Island-Milan Community Schools	500+	8
Common Wealth Edison	n/a	9
Illini Hospital	n/a	10

Source: Individual Responses

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

Source: Bi-State Regional Commission

Rock Island County, Illinois

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

Function / Program	Fiscal Year			
	1998	1999	2000	2001
Social service:				
Oak Glen Home	196.0	197.0	169.0	163.5
Veteran's administration	2.0	2.0	2.0	2.0
Health department	85.5	80.5	77.5	73.5
LIC	-	-	-	-
Mental health	1.5	0.5	1.0	0.5
Mental health grants	0.5	4.5	-	-
Total social service	285.5	284.5	249.5	239.5
General government:				
Auditor	3.0	3.0	3.0	3.0
County board	14.5	14.5	14.5	14.5
County clerk	17.5	11.0	11.0	11.0
Recorder	10.0	10.0	9.0	10.0
Superintendent of Education	2.0	2.0	1.0	1.0
Treasurer	7.0	7.0	8.0	7.0
Assessment map	5.0	5.0	5.0	5.0
Board of review	1.5	1.5	1.5	1.5
Info system	8.5	10.0	11.0	11.0
County building	4.0	4.0	4.0	4.5
County general	-	-	-	-
Human resources	-	-	-	-
HR/liability	4.0	4.0	4.0	4.0
GIS	1.0	2.0	2.0	3.0
Document storage	5.0	5.0	5.5	5.5
Recorder document	1.5	1.0	1.0	2.0
Central services	3.5	3.5	3.5	1.0
Total general government	88.0	83.5	84.0	84.0

(Continued)

Fiscal Year					
2002	2003	2004	2005	2006	2007
168.0	172.0	172.5	172.0	168.0	174.0
2.0	2.0	2.0	2.0	2.0	2.0
67.5	68.5	69.0	70.5	70.0	72.5
-	-	-	-	-	-
0.5	0.5	1.0	1.5	1.0	1.0
-	-	-	-	-	-
238.0	243.0	244.5	246.0	241.0	249.5
3.0	3.0	3.0	3.0	3.0	3.5
14.5	14.5	15.5	15.5	13.5	14.0
11.0	12.0	11.5	11.0	13.0	11.0
9.0	10.0	10.0	10.0	10.0	9.0
1.0	1.0	2.0	2.0	2.0	1.0
7.0	7.0	7.0	7.0	8.0	7.0
4.0	4.0	4.0	4.0	4.0	4.0
1.5	1.5	1.5	1.5	1.5	1.5
11.0	10.0	10.0	10.0	10.0	10.0
5.5	4.5	4.5	4.5	4.5	4.5
-	-	-	-	-	-
-	-	-	-	3.0	2.0
4.0	4.0	7.0	6.0	6.0	6.0
4.0	4.0	4.0	4.0	4.0	4.0
5.0	3.5	4.0	3.0	2.0	2.0
2.0	2.0	2.0	2.0	2.0	2.0
2.0	3.0	3.0	3.0	3.0	2.0
84.5	84.0	89.0	86.5	89.5	83.5

Rock Island County, Illinois

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

Function / Program	Fiscal Year			
	1998	1999	2000	2001
Public safety & corrections:				
Coroner	3.0	3.0	3.0	4.0
Sheriff	114.5	116.5	123.0	133.5
ESDA	2.0	2.0	2.0	2.0
Zoning	5.0	6.0	6.5	6.0
Animal control	2.0	2.0	2.0	2.0
Court security	12.0	12.0	12.0	12.0
COPS	3.0	5.0	5.0	2.0
FEMA GPS Grant	0.5	-	-	-
Total public safety & corrections	142.0	146.5	153.5	161.5
Public works & transportation:				
Highway	22.0	21.0	22.0	20.5
Bridge	-	-	-	-
Motor fuel tax	-	-	-	-
Total public works & transportation	22.0	21.0	22.0	20.5
Judiciary & legal/legislative:				
Circuit clerk	30.0	32.5	31.5	32.5
Circuit court	3.5	3.5	2.5	3.5
States attorney	27.5	28.5	28.5	27.5
Court services	36.0	37.0	37.0	42.0
Ostrom maintenance	0.5	0.5	0.5	0.5
Public defender	7.5	8.5	8.5	8.5
Drug enforcement	1.0	-	-	-
Law library	1.0	1.0	1.0	1.0
Child support	4.0	3.0	4.0	4.0
Courthouse maintenance	12.0	12.0	13.0	14.0
Seized and forfeited	-	-	-	-
Total judiciary & legal/legislative	123.0	126.5	126.5	133.5
Total	660.5	662.0	635.5	639.0

Source: County year-end payroll report

Fiscal Year					
2002	2003	2004	2005	2006	2007
3.0	3.0	3.0	3.0	3.0	3.0
131.0	139.0	139.5	131.5	110.5	133.0
2.0	2.0	2.0	1.0	1.0	1.0
5.0	5.0	6.0	7.5	7.5	7.0
2.0	2.0	2.0	3.5	8.0	8.0
13.5	11.5	13.5	13.0	15.0	15.0
1.0	1.0	-	9.0	8.0	9.0
-	-	-	-	-	-
157.5	163.5	166.0	168.5	153.0	176.0
22.0	20.5	23.0	20.5	19.5	20.0
-	-	-	-	-	-
-	-	-	2.0	2.0	2.0
22.0	20.5	23.0	22.5	21.5	22.0
32.5	33.5	34.5	32.5	30.5	32.5
3.5	3.5	3.5	3.5	3.5	3.5
26.5	28.5	23.5	24.5	26.5	25.5
40.0	40.0	38.5	37.5	38.5	38.0
0.5	0.5	-	-	-	0.5
8.5	8.5	8.5	8.5	7.5	7.5
-	-	-	-	-	-
1.0	1.0	1.0	-	-	-
4.0	4.0	4.0	4.0	4.0	4.0
14.0	14.0	12.0	12.0	13.0	11.0
-	-	-	-	-	-
130.5	133.5	125.5	122.5	123.5	122.5
632.5	644.5	648.0	646.0	298.0	653.5

Rock Island County, Illinois

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

Function / Program	Fiscal Year			
	1998	1999	2000	2001
Public safety and legal services:				
Public defender:				
# of individuals defended-felony	859	869	850	914
# of individuals defended-misd/tr	1,213	1,374	1,295	1,485
# of individuals defended-prt	212	245	262	305
# of individuals defended-other	31	27	12	38
# of individuals defended-juvenile	258	274	239	256
State Attorney:				
# of felonies filed	1,194	1,096	1,057	1,109
Sheriff:				
# of civil papers served	-	-	-	5,776
# of jail bookings	-	-	8,699	10,437
# of traffic citations written	-	-	3,339	3,217
# of 911 calls	-	5,202	6,235	5,800
# prisoner days per year	75,936	71,932	64,257	77,455
average daily count	208	197	176	212
Social services:				
Veteran's assistance:				
# of veterans assisted	554	405	385	525
# of cases	431	392	299	427
value of assistance	70,729	58,122	56,112	78,418
# of claims	-	-	-	-
# of referrals	-	-	-	-
# of med equipment	-	-	-	-
Health Department:				
# of common disease requiring investigation	835	736	1,123	717
# of environ health inspections conducted	2,836	2,794	2,708	2,779
# of grants	29	26	29	32
Coroner:				
# of coroner cases in Rock Island County	1,107	1,177	1,166	1,085
# of autopsies held	60/*44	71/*60	50/*40	52/*43
# of inquests held	64	75	51	80
# of cremation permits issued	239	289	258	265
* County paid				

(Continued)

Fiscal Year					
2002	2003	2004	2005	2006	2007
964	995	962	947	994	1,042
1,678	1,675	1,379	934	940	1,987
356	369	307	350	333	337
63	46	45	32	15	18
305	336	309	302	312	259
1,182	1,177	1,165	1,104	1,216	1,251
6,377	6,185	5,665	5,259	5,614	7,135
10,829	11,371	10,683	10,359	10,944	11,944
3,958	3,650	3,261	2,811	3,339	3,210
5,562	5,207	6,924	6,724	5,610	20,534
93,112	83,887	95,565	90,286	97,852	118,598
255	230	262	2,547	268	269
606	689	819	745	815	910
426	595	665	610	652	734
103,326	115,008	138,151	127,710	130,886	138,709
-	-	60	149	188	226
-	-	60	68	70	162
-	-	26	26	38	75
272	355	220	251	289	438
2,661	2,848	2,649	3,083	2,927	3,112
31	28	30	28	29	34
1,183	1,133	1,147	1,101	1,101	1,101
43/*42	35/*35	25/*25	43/*43	28/*28	45/*44
59	55	62	56	61	84
318	311	312	355	384	395

Rock Island County, Illinois

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

Function / Program	Fiscal Year			
	1998	1999	2000	2001
County recreation & culture:				
Forest preserve:				
# of boat launch ramps	4	2	2	4
# of ball diamonds	5	5	5	5
# of forest preserves	4	4	5	5
# of zoos 287.3 acres	1	1	1	1
# of campgrounds	2	2	2	2
# of playgrounds	8	8	8	8
# manmade lakes 167 acres	1	1	1	1
# of golf courses	1	1	1	1
Planning and development, zoning:				
# of building permits issued	1,275	1,216	1,062	1,207
Value of issued permits	26,415,939	29,269,819	25,927,959	26,480,416
Transportation & public works:				
Highway:				
# of miles of road state, co, city, township	1,390.43	1,390.48	1,393.22	1,393.48
# of miles of road paved-concrete & bituminous	1,156.44	1,156.41	1,160.37	1,161.00
# of miles of road improved-rock & oiled	233.99	233.15	232.85	232.69
# of bridges repaired/replaced	-	2	1	-
Governmental services to residents:				
County clerk elections:				
# of elections	2	2	2	2
# of registered voters	107,293	107,293	103,667	103,667
# of votes cast in general election	48,714	48,714	66,677	66,677
% of registered voters cast ballots	45.00%	45.00%	64.32%	64.32%
County clerk:				
# of births	2,192	2,240	2,183	2,207
# of deaths	1,442	1,557	1,575	1,441
# of marriages	1,308	1,311	1,235	1,256
Recorder:				
# of real estate transactions recorded	37,485	37,100	32,865	38,606
# of discharged service men/women	107	85	56	55

(Continued)

Fiscal Year					
2002	2003	2004	2005	2006	2007
4	4	4	4	4	4
5	6	5	5	5	5
5	5	5	5	5	5
1	1	1	1	1	1
2	2	2	2	2	2
8	8	8	8	8	8
1	1	1	1	1	1
1	1	1	1	1	1
1,121	948	986	875	787	762
23,276,710	21,508,793	23,801,637	23,094,238	15,236,682	23,680,059
1,388.97	1,392.63	1,392.63	1,392.56	1,392.56	1,394.36
1,177.34	1,177.34	1,177.37	1,177.27	1,177.27	1,179.07
207.38	209.51	209.51	209.51	209.51	209.51
2	1	-	1	-	2
2	2	2	2	2	2
96,573	96,573	104,030	104,030	117,626	95,314
43,682	43,682	70,308	70,308	47,130	8,360
45.23%	45.23%	67.58%	67.58%	40.07%	8.77%
2,207	2,085	2,261	2,245	2,191	2,173
1,560	1,486	1,415	1,458	1,336	1,361
1,141	1,202	1,179	1,113	1,082	1,137
42,126	49,224	37,220	33,205	31,014	30,859
59	52	42	39	58	44

Rock Island County, Illinois

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

Function / Program	Fiscal Year			
	1998	1999	2000	2001
Administration:				
Auditor:				
# of vouchers processed	-	-	-	-
Information technology:				
# of network users	-	-	-	-
Treasurer:				
# of tax bills mailed	-	-	-	-
# mobile home tax bills	-	-	-	-
Human resources:				
Payroll checks	-	20,732	19,954	19,735
Superintendent of Education:				
Schools within the County:				
Public schools:				
# of elementary schools	44	44	44	44
# of junior high schools	11	11	11	11
# of senior high schools	6	6	6	6
# of alternative high schools	5	5	5	5
# of total students	25,734	25,176	24,942	24,771
Nonpublic schools:				
# of K-8 schools	8	7	7	7
# of high schools	3	3	3	3
# of total students	2,887	2,960	3,029	3,197
Higher education:				
# of universities	1	1	1	1
# of colleges	1	1	1	1
# of junior colleges	1	1	1	1
Other:				
# of industrial land parcels	549	549	559	560
# of farming acres	199,415	199,283	199,188	198,672
# of farms	4,043	4,075	4,111	4,137

Fiscal Year					
2002	2003	2004	2005	2006	2007
-	21,022	22,037	19,403	20,824	20,759
-	-	-	-	-	553.00
-	62,496	62,802	62,631	63,010	58,143
-	2,176	2,046	2,195	2,007	1,720
19,716	19,656	19,873	19,879	20,331	20,108
43	43	43	42	42	42
10	10	10	10	10	10
6	6	6	6	6	6
5	5	5	5	5	5
24,524	24,389	24,316	23,973	23,718	23,569
9	9	9	9	7	9
4	3	3	3	3	3
3,090	3,018	2,857	2,542	2,232	2,723
1	1	1	1	1	1
1	1	1	1	1	1
1	1	1	1	1	1
561	564	564	558	561	558
198,540	198,394	198,394	198,109	196,442	196,006
4,154	4,173	4,173	4,164	4,180	4,201

Rock Island County, Illinois

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

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

Fiscal Year				
2003	2004	2005	2006	2007
16	18	22	19	19
10	9	8	8	8
3	2	2	2	2
1	1	1	1	1
43	42	39	49	49
48	57	53	51	55
6	6	7	8	8
26	27	27	28	31
6	6	7	7	7
2,776.9	2,776.9	2,776.9	2,776.9	2,489.0
23	23	26	24	28
51	50	48	51	60

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