

CUMBERLAND COUNTY, ILLINOIS

FINANCIAL STATEMENTS  
For the Year Ended November 30, 2014

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# **GILBERT, METZGER & MADIGAN, LLP**

## **CERTIFIED PUBLIC ACCOUNTANTS**

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Cleve Karch, CPA, Principal

### **INDEPENDENT AUDITOR'S REPORT**

County Board Members  
Cumberland County  
Toledo, Illinois

#### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Cumberland County, Illinois as of and for the year ended November 30, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

#### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note A; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

#### **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 from material misstatement.

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

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

## **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position – modified cash basis of the governmental activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of Cumberland County, Illinois as of November 30, 2014, and the respective changes in financial position – modified cash basis and budgetary comparison – modified cash basis for the General Fund (General Fund, County Insurance Fund, Operations and Maintenance Fund, and Coroner’s Automation Fund), County Highway Fund (County Highway Fund and Supplemental Highway Fund), County Motor Fuel Tax Fund, Health Department Fund, and the Social Security/IMRF Fund for the year then ended in accordance with the modified cash basis of accounting described in Note A.

## **Change in Accounting Principle**

As discussed in Note A to the financial statements, in 2014 the County adopted new accounting guidance, GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, and GASB Statement No. 66, *Technical Corrections-2012-an Amendment of GASB Statements No. 10 and No. 62*. Our opinion is not modified with respect to this matter.

## **Basis of Accounting**

We draw attention to Note A of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

## **Report on Supplementary and Other Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Cumberland County, Illinois’ basic financial statements. The combining nonmajor fund financial statements, schedule of funding progress, and additional information listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements.

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

The schedule of funding progress and additional information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated July 13, 2015, on our consideration of Cumberland County, 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Cumberland County, Illinois' internal control over financial reporting and compliance.

*Gilbert, Metzger & Madigan, LLP*

July 13, 2015

# GILBERT, METZGER & MADIGAN, LLP

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### INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

County Board Members  
Cumberland County  
Toledo, Illinois

We have audited, 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, the financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Cumberland County, Illinois, as of and for the year ended November 30, 2014, and the related notes to the financial statements, which collectively comprise Cumberland County, Illinois' basic financial statements and have issued our report thereon dated July 13, 2015. Our report on the financial statements disclosed that, as described in Note A to the financial statements, the County prepares its financial statements on the modified cash basis, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

#### **Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Cumberland County, Illinois' internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Cumberland County, Illinois' internal control. Accordingly, we do not express an opinion on the effectiveness of Cumberland County, Illinois' internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider Finding 2014-001 described in the accompanying schedule of findings and questioned costs to be a material weakness.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Cumberland County, Illinois' financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as items 2014-002, 2014-003 and 2014-004.

## **Cumberland County, Illinois' Response to Findings**

Cumberland County, Illinois' response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. Cumberland County, Illinois' response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

## **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Gilbert, Metzger & Madigan, LLP*

July 13, 2015



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### **INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133**

County Board Members  
Cumberland County  
Toledo, Illinois

#### **Report on Compliance for Each Major Federal Program**

We have audited Cumberland County, Illinois' compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Cumberland County, Illinois' major federal programs for the year ended November 30, 2014. Cumberland County, Illinois' major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

#### **Management's Responsibility**

Management is responsible for compliance with the requirements of laws, regulations, contracts and grants applicable to its federal programs.

#### **Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of Cumberland County, Illinois' major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Cumberland County, Illinois' compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Cumberland County, Illinois' compliance.

#### **Opinion on Each Major Federal Program**

In our opinion, Cumberland County, Illinois complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended November 30, 2014.

## Report on Internal Control Over Compliance

Management of Cumberland County, Illinois is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Cumberland County, Illinois' internal control over compliance with the types of requirements that could have a direct and material effect on a major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Cumberland County, Illinois' internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

*Gilbert, Metzger & Madigan, LLP*

July 13, 2015

## GOVERNMENT-WIDE FINANCIAL STATEMENTS

CUMBERLAND COUNTY, ILLINOIS  
STATEMENT OF NET POSITION - MODIFIED CASH BASIS  
November 30, 2014

	Governmental Activities	Component Unit
<b>ASSETS</b>		
Cash and cash deposits	\$ 4,218,222.14	\$ 488,277.21
Capital assets, net of accumulated depreciation	<u>10,681,433.77</u>	<u>29,608.32</u>
Total assets	<u>14,899,655.91</u>	<u>517,885.53</u>
<b>LIABILITIES</b>		
Bonds payable:		
Due within one year	110,000.00	-
Due in more than one year	340,000.00	-
Notes payable and equipment leases:		
Due within one year	64,872.59	-
Due in more than one year	<u>136,663.08</u>	<u>-</u>
Total liabilities	<u>651,535.67</u>	<u>-</u>
<b>NET POSITION</b>		
Net investment in capital assets	10,479,898.10	29,608.32
Restricted for:		
General government	1,181,625.35	-
Public safety	134,542.89	462,941.25
Public works/transportation	370,537.72	-
Health and welfare	6,810.34	-
Unrestricted	<u>2,074,705.84</u>	<u>25,335.96</u>
Total Net Position	<u>\$ 14,248,120.24</u>	<u>\$ 517,885.53</u>

The accompanying notes are an integral part of these financial statements.

CUMBERLAND COUNTY, ILLINOIS  
STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS  
Year Ended November 30, 2014

		Program Revenues			Net (Expense)	
		Fees, Fines and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Position	
Program Activities:	Expenses				Governmental Activities	Component Units
Governmental Activities:						
General government	\$ 1,713,950.54	\$ 373,294.28	\$ 152,825.97	\$ -	\$ (1,187,830.29)	\$ -
Public safety	765,674.98	224,869.56	6,202.19	-	(534,603.23)	-
Judiciary	314,872.39	5,093.25	-	-	(309,779.14)	-
Public works/transportation	1,395,666.00	559,502.89	161,619.78	21,855.32	(652,688.01)	-
Health and welfare	474,398.30	83,375.23	174,200.60	38,430.19	(178,392.28)	-
Interest expense on long-term debt	25,535.44	-	-	-	(25,535.44)	-
Total Governmental Activities	<u>\$ 4,690,097.65</u>	<u>\$ 1,246,135.21</u>	<u>\$ 494,848.54</u>	<u>\$ 60,285.51</u>	<u>(2,888,828.39)</u>	<u>-</u>
Component Units:						
Emergency 911	<u>\$ 131,779.50</u>	<u>\$ 128,671.53</u>				<u>\$ (3,107.97)</u>
General Revenues:						
Property taxes					1,234,770.37	-
Personal property replacement tax					72,734.70	-
Video gaming tax					10,109.44	-
Sales tax					264,283.88	-
State income tax					614,480.27	-
Interest income					28,180.20	2,797.29
Gain on sale of capital assets					709.60	-
Miscellaneous					286,689.36	175.00
Total general revenues					<u>2,511,957.82</u>	<u>2,972.29</u>
Change in net position					<u>(376,870.57)</u>	<u>(135.68)</u>
Net position, beginning of year					14,646,352.10	518,021.21
Accounting change					(21,361.29)	-
Net position, beginning of year, as restated					<u>14,624,990.81</u>	<u>518,021.21</u>
Net Position, End of Year					<u>\$ 14,248,120.24</u>	<u>\$ 517,885.53</u>

The accompanying notes are an integral part of these financial statements.

## FUND FINANCIAL STATEMENTS

CUMBERLAND COUNTY, ILLINOIS  
STATEMENT OF ASSETS, LIABILITIES AND FUND EQUITY  
ARISING FROM CASH TRANSACTIONS - GOVERNMENTAL FUNDS  
MODIFIED CASH BASIS  
November 30, 2014

	General	County Highway	County MFT	Health Department	Social Security/IMRF	Other Governmental Funds	Total Governmental Funds	Component Unit
ASSETS								
Cash on hand	\$ 500.00	\$ -	\$ -	\$ 170.00	\$ -	\$ -	\$ 670.00	\$ -
Cash and deposits	<u>2,768,836.59</u>	<u>191,674.84</u>	<u>47,621.64</u>	<u>148,805.71</u>	<u>535,040.68</u>	<u>525,572.68</u>	<u>4,217,552.14</u>	<u>488,277.21</u>
Total Assets	<u>\$2,769,336.59</u>	<u>\$ 191,674.84</u>	<u>\$ 47,621.64</u>	<u>\$ 148,975.71</u>	<u>\$ 535,040.68</u>	<u>\$ 525,572.68</u>	<u>\$4,218,222.14</u>	<u>\$ 488,277.21</u>
LIABILITIES								
None	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
FUND EQUITY								
Restricted for:								
General government	602,313.31	-	-	-	518,769.95	347,760.15	1,468,843.41	-
Public safety	134,542.89	-	-	-	-	-	134,542.89	462,941.25
Public works/transportation	-	160,734.95	47,621.64	-	-	162,181.13	370,537.72	-
Health and welfare	6,810.34	-	-	-	-	-	6,810.34	-
Committed for:								
General government	131,277.96	-	-	-	-	-	131,277.96	-
Assigned for:								
General government	44,446.68	-	-	-	16,270.73	9,727.73	70,445.14	-
Public safety	11,821.20	-	-	-	-	-	11,821.20	25,335.96
Public works/transportation	-	30,939.89	-	-	-	5,903.67	36,843.56	-
Health and welfare	27.65	-	-	148,975.71	-	-	149,003.36	-
Unassigned	<u>1,838,096.56</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,838,096.56</u>	<u>-</u>
Total fund equity	<u>2,769,336.59</u>	<u>191,674.84</u>	<u>47,621.64</u>	<u>148,975.71</u>	<u>535,040.68</u>	<u>525,572.68</u>	<u>4,218,222.14</u>	<u>488,277.21</u>
Total Liabilities and Fund Equity	<u>\$2,769,336.59</u>	<u>\$ 191,674.84</u>	<u>\$ 47,621.64</u>	<u>\$ 148,975.71</u>	<u>\$ 535,040.68</u>	<u>\$ 525,572.68</u>	<u>\$4,218,222.14</u>	<u>\$ 488,277.21</u>

The accompanying notes are an integral part of these financial statements.

CUMBERLAND COUNTY, ILLINOIS  
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF ASSETS,  
LIABILITIES AND FUND EQUITY TO THE STATEMENT OF NET POSITION  
GOVERNMENTAL ACTIVITIES - MODIFIED CASH BASIS  
November 30, 2014

Total Governmental Fund Equity		\$ 4,218,222.14
Amounts reported in governmental activities in the statement of net position - modified cash basis are different because:		
Capital assets used in the governmental activities are not financial resources and, therefore, are not reported in the fund financial statements.		10,681,433.77
Long term liabilities are not due and payable in the current period and, therefore, they are not reported in the governmental funds statement of assets, liabilities and fund equity arising from cash transactions.		
Due within one year	\$ 174,872.59	
Due in more than one year	476,663.08	<u>(651,535.67)</u>
Net Position of Governmental Activities		<u>\$ 14,248,120.24</u>

The accompanying notes are an integral part of these financial statements.



CUMBERLAND COUNTY, ILLINOIS  
RECONCILIATION OF THE COMPONENT UNIT STATEMENT  
OF ASSETS, LIABILITIES AND FUND EQUITY TO THE  
STATEMENT OF NET POSITION - MODIFIED CASH BASIS  
November 30, 2014

Total Governmental Fund Equity - Component Unit	\$ 488,277.21
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Amounts reported in governmental activities in  
the statement of net position - modified cash basis are different because:

Capital assets used in the governmental activities are not financial resources and, therefore, are not reported in the fund financial statements.	<u>29,608.32</u>
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Net Position of Governmental Component Unit	<u><u>\$ 517,885.53</u></u>
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The accompanying notes are an integral part of these financial statements.

CUMBERLAND COUNTY, ILLINOIS  
STATEMENT OF REVENUES RECEIVED, EXPENDITURES DISBURSED  
AND CHANGES IN FUND EQUITY - ALL GOVERNMENTAL FUNDS  
MODIFIED CASH BASIS  
Year Ended November 30, 2014

	General	County Highway	County MFT	Health Department	Social Security/IMRF	Other Governmental Funds	Total Governmental Funds	Component Unit
Revenues Received:								
Property taxes	\$ 661,969.06	\$ 100,821.48	\$ -	\$ 70,700.48	\$ 292,202.22	\$ 109,077.13	\$ 1,234,770.37	\$ -
Sales tax	264,283.88	-	-	-	-	-	264,283.88	-
Intergovernmental Revenues:								
Reimbursement from Townships/Municipals	-	5,570.40	-	-	-	4,768.90	10,339.30	-
State sources:								
Income taxes	614,480.27	-	-	-	-	-	614,480.27	-
Replacement taxes	33,494.42	7,513.42	-	4,274.10	19,273.50	8,179.26	72,734.70	-
Video gaming taxes	10,109.44	-	-	-	-	-	10,109.44	-
Motor fuel taxes	-	-	340,497.04	-	-	-	340,497.04	-
Grants	7,868.00	-	-	64,031.73	-	-	71,899.73	-
Other state sources:								
Salary reimbursements	199,871.32	-	46,000.00	-	-	-	245,871.32	-
Miscellaneous	4,020.85	-	-	21,939.65	-	1,729.60	27,690.10	-
Federal sources	151,160.16	33,381.63	-	140,044.14	-	153,450.92	478,036.85	-
Licenses and permits	5,480.00	-	-	-	-	-	5,480.00	-
Fees, Fines and Forfeits:								
County Collector	33,786.45	-	-	-	-	-	33,786.45	-
County Clerk	77,284.95	-	-	-	-	-	77,284.95	-
Circuit Clerk	51,468.10	-	-	-	-	2,430.00	53,898.10	-
Sheriff	31,400.99	-	-	-	-	-	31,400.99	-
Traffic fines	90,992.60	-	-	-	-	-	90,992.60	-
Criminal fines	72,283.02	-	-	-	-	-	72,283.02	-
Other	158,727.17	-	-	36,183.51	-	77,863.36	272,774.04	126,751.53
Interest	18,721.33	1,327.21	611.32	1,501.34	3,463.91	2,555.09	28,180.20	2,797.29
Charges for services	446.25	138,485.40	-	-	-	-	138,931.65	-
Equipment rental	-	80,520.45	-	-	-	-	80,520.45	1,920.00
Miscellaneous receipts	17,513.43	6,474.91	-	879.50	-	-	24,867.84	175.00
Total revenues received	<u>2,505,361.69</u>	<u>374,094.90</u>	<u>387,108.36</u>	<u>339,554.45</u>	<u>314,939.63</u>	<u>360,054.26</u>	<u>4,281,113.29</u>	<u>131,643.82</u>
Expenditures Disbursed:								
General government	1,207,227.61	-	-	-	341,420.06	81,556.20	1,630,203.87	-
Public safety	675,720.75	-	-	-	-	-	675,720.75	129,761.59
Judiciary	313,029.53	-	-	-	-	-	313,029.53	-
Public works/transportation	-	376,635.84	438,203.19	-	-	176,220.37	991,059.40	-
Health and welfare	31,803.37	-	-	429,907.87	-	-	461,711.24	-
Debt service	115,485.00	45,977.44	-	52,501.37	-	-	213,963.81	-
Capital outlay	32,564.56	-	-	29,076.00	-	24,448.01	86,088.57	-
Total expenditures disbursed	<u>2,375,830.82</u>	<u>422,613.28</u>	<u>438,203.19</u>	<u>511,485.24</u>	<u>341,420.06</u>	<u>282,224.58</u>	<u>4,371,777.17</u>	<u>129,761.59</u>

CUMBERLAND COUNTY, ILLINOIS  
STATEMENT OF REVENUES RECEIVED, EXPENDITURES DISBURSED  
AND CHANGES IN FUND EQUITY - ALL GOVERNMENTAL FUNDS  
MODIFIED CASH BASIS  
Year Ended November 30, 2014

	General	County Highway	County MFT	Health Department	Social Security/IMRF	Other Governmental Funds	Total Governmental Funds	Component Unit
Excess of revenues over (under) expenditures	129,530.87	(48,518.38)	(51,094.83)	(171,930.79)	(26,480.43)	77,829.68	(90,663.88)	1,882.23
Other Financing Sources (Uses):								
Sale of capital assets	<u>1,316.58</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,316.58</u>	<u>-</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	130,847.45	(48,518.38)	(51,094.83)	(171,930.79)	(26,480.43)	77,829.68	(89,347.30)	1,882.23
Fund equity, beginning of year	<u>2,638,489.14</u>	<u>240,193.22</u>	<u>98,716.47</u>	<u>320,906.50</u>	<u>561,521.11</u>	<u>447,743.00</u>	<u>4,307,569.44</u>	<u>486,394.98</u>
Fund Equity, End of Year	<u>\$ 2,769,336.59</u>	<u>\$ 191,674.84</u>	<u>\$ 47,621.64</u>	<u>\$ 148,975.71</u>	<u>\$ 535,040.68</u>	<u>\$ 525,572.68</u>	<u>\$ 4,218,222.14</u>	<u>\$ 488,277.21</u>

The accompanying notes are an integral part of these financial statements.

CUMBERLAND COUNTY, ILLINOIS  
RECONCILIATION OF THE STATEMENT OF REVENUES RECEIVED,  
EXPENDITURES DISBURSED AND CHANGES IN FUND EQUITY OF THE  
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS  
Year Ended November 30, 2014

Net Change in Governmental Fund Equity	\$ (89,347.30)
Amounts reported for the governmental activities in the statement of activities - modified cash basis are different because:	
Governmental funds report capital outlays as expenditures.	
However, in the statement of activities - modified cash basis, the cost of those assets is allocated over their estimated useful lives and and reported as depreciation expense.	117,492.76
The County disposed of capital assets during the fiscal year that had a remaining book value of \$606.98.	(606.98)
Principal paid on long-term payables are an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position - modified cash basis. This is the amount of principal payments.	188,428.37
Depreciation expense on capital assets is reported in statement of activities - modified cash basis, but they do not require the use of current financial resources. Therefore, depreciation expense is not reported as an expenditure in the governmental funds.	<u>(592,837.42)</u>
Change in Net Position of Governmental Activities	<u>\$ (376,870.57)</u>

The accompanying notes are an integral part of these financial statements.

CUMBERLAND COUNTY, ILLINOIS  
RECONCILIATION OF THE STATEMENT OF REVENUES RECEIVED,  
EXPENDITURES DISBURSED AND CHANGES IN FUND EQUITY OF THE  
COMPONENT UNIT TO THE STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS  
Year Ended November 30, 2014

Net Change in Governmental Component Unit Fund Equity	\$ 1,882.23
Amounts reported for the governmental activities in the statement of activities - modified cash basis are different because:	
Depreciation expense on capital assets is reported in statement of activities - modified cash basis, but they do not require the use of current financial resources. Therefore, depreciation expense is not reported as an expenditure in the governmental funds.	<u>(2,017.91)</u>
Change in Net Position of Governmental Component Unit	<u>\$ (135.68)</u>

The accompanying notes are an integral part of these financial statements.

CUMBERLAND COUNTY, ILLINOIS  
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND EQUITY  
COMPARED WITH BUDGET  
GENERAL FUND  
(Includes County General, County Insurance, Operations and Maintenance, and Coroner's Automation Funds)  
Year Ended November 30, 2014

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
County General Fund:				
Revenue Received:				
Property taxes	\$ 393,801.00	\$ 393,801.00	\$ 395,421.66	\$ 1,620.66
Sales tax	225,000.00	225,000.00	264,283.88	39,283.88
Intergovernmental Revenues:				
State sources:				
Income taxes	550,000.00	550,000.00	614,480.27	64,480.27
Replacement taxes	16,000.00	16,000.00	23,877.30	7,877.30
Video gaming taxes	10,000.00	10,000.00	10,109.44	109.44
Grants	-	-	7,868.00	7,868.00
Other state sources:				
Salary reimbursements	197,736.88	197,736.88	199,871.32	2,134.44
Miscellaneous	6,773.00	6,773.00	4,020.85	(2,752.15)
Federal sources	156,878.00	156,878.00	151,160.16	(5,717.84)
Licenses and permits	5,225.00	5,225.00	5,480.00	255.00
Fees, Fines and Forfeits:				
County Collector	25,000.00	25,000.00	33,786.45	8,786.45
County Clerk	83,000.00	83,000.00	77,284.95	(5,715.05)
Circuit Clerk	55,000.00	55,000.00	51,468.10	(3,531.90)
Sheriff	37,500.00	37,500.00	31,400.99	(6,099.01)
Traffic fines	156,000.00	156,000.00	90,992.60	(65,007.40)
Criminal fines	51,600.00	51,600.00	72,283.02	20,683.02
Other	181,950.00	181,950.00	158,127.17	(23,822.83)
Interest	10,675.00	10,675.00	14,678.28	4,003.28
Charges for services-prisoner transport	100.00	100.00	446.25	346.25
Miscellaneous receipts	<u>3,600.00</u>	<u>3,600.00</u>	<u>17,513.43</u>	<u>13,913.43</u>
Total revenues received	<u>2,165,838.88</u>	<u>2,165,838.88</u>	<u>2,224,554.12</u>	<u>58,715.24</u>
Expenditures Disbursed:				
General Government:				
Salaries:				
County Board	10,800.00	10,800.00	9,875.00	925.00
County Clerk's Office	111,480.00	111,479.00	111,880.99	(401.99)
Circuit Clerk's Office	102,927.00	102,927.00	107,237.05	(4,310.05)
Election Judges and Officials	22,500.00	22,500.00	18,231.83	4,268.17
Board of Review	6,300.00	6,300.00	6,300.00	-
Supervisor of Assessments	120,836.25	120,836.50	126,031.56	(5,195.06)
County Treasurer	68,772.00	68,772.00	64,468.80	4,303.20
County Coroner	15,500.00	15,500.00	15,375.00	125.00

CUMBERLAND COUNTY, ILLINOIS  
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND EQUITY  
COMPARED WITH BUDGET  
GENERAL FUND  
(Includes County General, County Insurance, Operations and Maintenance, and Coroner's Automation Funds)  
Year Ended November 30, 2014

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Operating expenses pertaining to:				
Board of Review	1,000.00	1,000.00	101.92	898.08
County Board	920.00	920.00	573.56	346.44
County Clerk	13,390.00	13,390.00	12,386.96	1,003.04
County Coroner	8,895.00	8,895.00	4,063.86	4,831.14
County Treasurer	44,200.00	44,200.00	49,858.68	(5,658.68)
Circuit Clerk	4,190.00	4,190.00	1,297.25	2,892.75
Supervisor of Assessments	94,350.00	94,350.00	66,277.68	28,072.32
Contingency	250.00	250.00	92.50	157.50
Courthouse maintenance	1,000.00	1,000.00	-	1,000.00
Election expense	33,015.00	33,015.00	30,164.01	2,850.99
Employee insurance	136,025.00	136,025.00	135,308.40	716.60
Professional fees	23,150.00	23,150.00	22,725.00	425.00
Regional Superintendent of Schools	16,800.00	16,800.00	18,220.76	(1,420.76)
Services, supplies and miscellaneous	<u>191,600.00</u>	<u>191,600.00</u>	<u>172,006.19</u>	<u>19,593.81</u>
Total general government	<u>1,027,900.25</u>	<u>1,027,899.50</u>	<u>972,477.00</u>	<u>55,422.50</u>
Health and Welfare:				
Salaries:				
Animal control	26,250.00	26,250.00	23,681.30	2,568.70
Operating expenses pertaining to:				
Animal control services	<u>13,745.00</u>	<u>13,745.00</u>	<u>8,122.07</u>	<u>5,622.93</u>
Total health and welfare	<u>39,995.00</u>	<u>39,995.00</u>	<u>31,803.37</u>	<u>8,191.63</u>
Judiciary:				
Salaries:				
Public Defender	84,000.00	84,000.00	90,242.10	(6,242.10)
State's Attorney's Office	164,459.00	164,459.00	163,239.64	1,219.36
Probation Officer	45,000.00	45,000.00	42,455.04	2,544.96
Operating expenses pertaining to:				
Public Defender	2,100.00	2,100.00	3,546.81	(1,446.81)
States Attorney	<u>20,750.00</u>	<u>20,750.00</u>	<u>13,545.94</u>	<u>7,204.06</u>
Total judiciary	<u>316,309.00</u>	<u>316,309.00</u>	<u>313,029.53</u>	<u>3,279.47</u>
Public Safety:				
Salaries:				
Detention Center	158,000.00	158,000.00	147,516.12	10,483.88
ESDA	8,000.00	8,000.00	7,868.01	131.99
Sheriff's Department	469,662.13	469,662.00	427,527.98	42,134.02

CUMBERLAND COUNTY, ILLINOIS  
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND EQUITY  
COMPARED WITH BUDGET  
GENERAL FUND  
(Includes County General, County Insurance, Operations and Maintenance, and Coroner's Automation Funds)  
Year Ended November 30, 2014

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Operating expenses pertaining to:				
ESDA	4,756.00	4,756.00	3,428.36	1,327.64
Detention Center	47,100.00	47,100.00	31,366.75	15,733.25
Drug Task Force	-	1,500.00	1,023.05	476.95
Sheriff's Department	<u>91,173.00</u>	<u>92,173.00</u>	<u>56,990.48</u>	<u>35,182.52</u>
Total public safety	<u>778,691.13</u>	<u>781,191.00</u>	<u>675,720.75</u>	<u>105,470.25</u>
Capital Outlay:				
Equipment - general government	<u>28,000.00</u>	<u>28,000.00</u>	<u>32,564.56</u>	<u>(4,564.56)</u>
Total expenditures disbursed	<u>2,190,895.38</u>	<u>2,193,394.50</u>	<u>2,025,595.21</u>	<u>167,799.29</u>
Excess of revenues over (under) expenditures	(25,056.50)	(27,555.62)	198,958.91	226,514.53
Other Financing Sources (Uses):				
Sale of capital assets	<u>-</u>	<u>-</u>	<u>1,316.58</u>	<u>1,316.58</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(25,056.50)</u>	<u>(27,555.62)</u>	<u>200,275.49</u>	<u>227,831.11</u>
County Insurance Fund:				
Revenue Received:				
Property taxes	264,271.00	264,271.00	266,547.40	2,276.40
Intergovernmental revenues:				
State sources:				
Replacement taxes	12,627.00	12,627.00	9,617.12	(3,009.88)
Interest	<u>300.00</u>	<u>300.00</u>	<u>1,227.13</u>	<u>927.13</u>
Total revenues received	<u>277,198.00</u>	<u>277,198.00</u>	<u>277,391.65</u>	<u>193.65</u>
Expenditures Disbursed:				
General Government:				
County insurance	<u>150,236.00</u>	<u>150,236.00</u>	<u>150,616.37</u>	<u>(380.37)</u>



CUMBERLAND COUNTY, ILLINOIS  
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND EQUITY  
COMPARED WITH BUDGET  
GENERAL FUND  
(Includes County General, County Insurance, Operations and Maintenance, and Coroner's Automation Funds)  
Year Ended November 30, 2014

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Debt Service:				
Bond principal	116,535.00	116,535.00	100,000.00	16,535.00
Bond interest	-	-	15,485.00	(15,485.00)
Total debt service	<u>116,535.00</u>	<u>116,535.00</u>	<u>115,485.00</u>	<u>1,050.00</u>
 Total expenditures disbursed	<u>266,771.00</u>	<u>266,771.00</u>	<u>266,101.37</u>	<u>669.63</u>
 Excess of revenues over (under) expenditures	<u>10,427.00</u>	<u>10,427.00</u>	<u>11,290.28</u>	<u>863.28</u>
Operations and Maintenance Fund:				
Revenue Received:				
Interest	<u>4,000.00</u>	<u>4,000.00</u>	<u>2,815.92</u>	<u>(1,184.08)</u>
Expenditures Disbursed:				
General Government:				
Salaries	5,000.00	5,000.00	4,230.82	769.18
Building maintenance	30,000.00	30,000.00	18,284.02	11,715.98
Lawn maintenance	2,000.00	2,000.00	1,579.13	420.87
Contractual services	15,000.00	15,000.00	12,480.00	2,520.00
Utilities	44,000.00	44,000.00	42,069.22	1,930.78
Garbage	2,000.00	2,000.00	1,440.00	560.00
Supplies	2,500.00	2,500.00	3,237.99	(737.99)
Miscellaneous	<u>3,400.00</u>	<u>3,400.00</u>	<u>813.06</u>	<u>2,586.94</u>
Total general government	<u>103,900.00</u>	<u>103,900.00</u>	<u>84,134.24</u>	<u>19,765.76</u>
 Excess of revenues over (under) expenditures	<u>(99,900.00)</u>	<u>(99,900.00)</u>	<u>(81,318.32)</u>	<u>18,581.68</u>

CUMBERLAND COUNTY, ILLINOIS  
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND EQUITY  
COMPARED WITH BUDGET  
GENERAL FUND  
(Includes County General, County Insurance, Operations and Maintenance, and Coroner's Automation Funds)  
Year Ended November 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Positive (Negative) Final Budget</u>
Coroner's Automation Fund:				
Revenue Received:				
Fees, fines and forfeits:				
Other	650.00	650.00	600.00	(50.00)
Expenditures Disbursed:				
General Government:				
None	-	-	-	-
Excess of revenues over (under) expenditures	<u>650.00</u>	<u>650.00</u>	<u>600.00</u>	<u>(50.00)</u>
Total excess of revenues over (under) expenditures	<u>\$ (113,879.50)</u>	<u>\$ (116,378.62)</u>	130,847.45	<u>\$ 247,226.07</u>
Fund equity, beginning of year			<u>2,638,489.14</u>	
Fund Equity, End of Year			<u>\$2,769,336.59</u>	

The accompanying notes are an integral part of these financial statements.

CUMBERLAND COUNTY, ILLINOIS  
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND EQUITY  
COMPARED WITH BUDGET  
COUNTY HIGHWAY FUND  
(Includes County Highway and Supplemental Highway Funds)  
Year Ended November 30, 2014

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
County Highway Fund:				
Revenue Received:				
Property taxes	\$ 100,400.00	\$ 100,400.00	\$ 100,821.48	\$ 421.48
Intergovernmental revenues:				
Reimbursement from townships/municipals	4,750.00	5,570.00	5,570.40	0.40
State sources:				
Replacement taxes	6,775.00	7,513.00	7,513.42	0.42
Federal sources	40,000.00	33,381.00	33,381.63	0.63
Interest	700.00	1,055.00	1,324.78	269.78
Charges for services	80,200.00	138,484.00	138,485.40	1.40
Equipment rental	81,000.00	80,519.00	80,520.45	1.45
Miscellaneous receipts	5,500.00	6,474.00	6,474.91	0.91
Total revenues received	319,325.00	373,396.00	374,092.47	696.47
Expenditures Disbursed:				
Public works/transportation:				
Salaries	178,960.00	178,960.00	161,068.30	17,891.70
Mileage and expense	600.00	1,145.00	1,042.18	102.82
Association dues	700.00	700.00	572.99	127.01
Maintenance of roads	71,400.00	72,851.00	69,893.85	2,957.15
Office supplies	3,950.00	3,960.00	2,985.49	974.51
Office equipment	2,000.00	1,300.00	787.00	513.00
Maintenance equipment and supplies	52,100.00	81,185.00	41,152.60	40,032.40
Highway utilities	10,825.00	11,755.00	10,179.06	1,575.94
Telephone	2,800.00	4,500.00	4,491.33	8.67
Administrative fees	37,000.00	37,000.00	37,000.00	-
Maintenance of equipment	20,190.00	30,190.00	27,443.92	2,746.08
Miscellaneous	9,300.00	20,350.00	20,019.12	330.88
Total public works/transportation	389,825.00	443,896.00	376,635.84	67,260.16
Capital Outlay:				
Equipment	20,000.00	20,000.00	-	20,000.00
Debt Service:				
Principal	-	-	38,428.37	(38,428.37)
Interest	-	-	7,549.07	(7,549.07)
Total debt service	-	-	45,977.44	(45,977.44)
Total expenditures disbursed	409,825.00	463,896.00	422,613.28	41,282.72

CUMBERLAND COUNTY, ILLINOIS  
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND EQUITY  
COMPARED WITH BUDGET  
COUNTY HIGHWAY FUND  
(Includes County Highway and Supplemental Highway Funds)  
Year Ended November 30, 2014

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Excess of revenues over (under) expenditures	<u>(90,500.00)</u>	<u>(90,500.00)</u>	<u>(48,520.81)</u>	<u>41,979.19</u>
Supplemental Highway Fund:				
Revenue Received:				
Interest	2.40	2.40	2.43	0.03
Expenditures Disbursed:				
Public works/transportation:				
Maintenance of equipment	<u>1,297.40</u>	<u>1,297.40</u>	<u>-</u>	<u>1,297.40</u>
Excess of revenues over (under) expenditures	<u>(1,295.00)</u>	<u>(1,295.00)</u>	<u>2.43</u>	<u>1,297.43</u>
Total excess of revenues over (under) expenditures	<u>\$ (91,795.00)</u>	<u>\$ (91,795.00)</u>	<u>(48,518.38)</u>	<u>\$ 43,276.62</u>
Fund equity, beginning of year			<u>240,193.22</u>	
Fund Equity, End of Year			<u>\$ 191,674.84</u>	

The accompanying notes are an integral part of these financial statements.

CUMBERLAND COUNTY, ILLINOIS  
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND EQUITY  
COMPARED WITH BUDGET  
COUNTY MFT FUND  
Year Ended November 30, 2014

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenue Received:				
Intergovernmental Revenues:				
State sources:				
Motor fuel taxes	\$ -	\$ -	\$ 340,497.04	\$ 340,497.04
County engineer salary assistance	-	-	46,000.00	46,000.00
Interest	-	-	611.32	611.32
Total revenues received	-	-	387,108.36	387,108.36
Expenditures Disbursed:				
Public works/transportation:				
Salaries	-	-	92,000.00	(92,000.00)
Payroll taxes and benefits	-	-	21,061.63	(21,061.63)
Equipment rental	-	-	87,914.08	(87,914.08)
Maintenance of roads and bridges	-	-	237,227.48	(237,227.48)
Total public works/transportation	-	-	438,203.19	(438,203.19)
Excess of revenues over (under) expenditures	\$ -	\$ -	(51,094.83)	\$ (51,094.83)
Fund equity, beginning of year			98,716.47	
Fund Equity, End of Year			\$ 47,621.64	

The accompanying notes are an integral part of these financial statements.

CUMBERLAND COUNTY, ILLINOIS  
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND EQUITY  
COMPARED WITH BUDGET  
HEALTH DEPARTMENT FUND  
Year Ended November 30, 2014

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenue Received:				
Property taxes	\$ 70,400.00	\$ 70,400.00	\$ 70,700.48	\$ 300.48
Intergovernmental Revenues:				
State sources:				
Replacement taxes	4,500.00	4,500.00	4,274.10	(225.90)
Grants	125,712.00	135,712.00	64,031.73	(71,680.27)
Other state sources:				
Miscellaneous	35,000.00	35,000.00	21,939.65	(13,060.35)
Federal sources	100,721.28	127,905.28	140,044.14	12,138.86
Fees, Fines and Forfeits:				
Other	48,700.00	48,700.00	36,183.51	(12,516.49)
Interest	3,500.00	3,500.00	1,501.34	(1,998.66)
Miscellaneous receipts	<u>2,500.00</u>	<u>3,501.50</u>	<u>879.50</u>	<u>(2,622.00)</u>
Total revenues received	<u>391,033.28</u>	<u>429,218.78</u>	<u>339,554.45</u>	<u>(89,664.33)</u>
Expenditures Disbursed:				
General Operations:				
Salaries and benefits	108,600.00	110,101.50	93,662.61	16,438.89
Office expense	3,000.00	7,700.00	4,788.36	2,911.64
Utilities	14,120.00	14,120.00	12,094.79	2,025.21
Insurance	34,600.00	34,600.00	34,554.94	45.06
Grant expenses	-	10,000.00	2,973.91	7,026.09
Administrative fees	6,000.00	6,000.00	5,500.00	500.00
Services, supplies and miscellaneous	<u>70,750.00</u>	<u>112,430.00</u>	<u>35,135.67</u>	<u>77,294.33</u>
Total general operations	<u>237,070.00</u>	<u>294,951.50</u>	<u>188,710.28</u>	<u>106,241.22</u>
Environmental:				
Salaries	34,000.00	35,005.64	33,742.80	1,262.84
Services, supplies and miscellaneous	<u>4,080.00</u>	<u>14,572.86</u>	<u>12,157.06</u>	<u>2,415.80</u>
Total environmental	<u>38,080.00</u>	<u>49,578.50</u>	<u>45,899.86</u>	<u>3,678.64</u>
WIC/MCH:				
Salaries	91,200.00	91,200.00	88,639.95	2,560.05
Services, supplies and miscellaneous	<u>554.28</u>	<u>2,555.78</u>	<u>2,215.61</u>	<u>340.17</u>
Total WIC/MCH	<u>91,754.28</u>	<u>93,755.78</u>	<u>90,855.56</u>	<u>2,900.22</u>

CUMBERLAND COUNTY, ILLINOIS  
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND EQUITY  
COMPARED WITH BUDGET  
HEALTH DEPARTMENT FUND  
Year Ended November 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Positive (Negative) Final Budget</u>
Public Health:				
Salaries	79,703.00	79,703.00	79,485.12	217.88
Vaccines	8,000.00	8,000.00	11,915.90	(3,915.90)
Services, supplies and miscellaneous	<u>14,192.00</u>	<u>14,192.00</u>	<u>13,041.15</u>	<u>1,150.85</u>
Total public health	<u>101,895.00</u>	<u>101,895.00</u>	<u>104,442.17</u>	<u>(2,547.17)</u>
Capital Outlay:				
Building improvements	-	-	19,300.00	(19,300.00)
Equipment	<u>-</u>	<u>-</u>	<u>9,776.00</u>	<u>(9,776.00)</u>
Total capital outlay	<u>-</u>	<u>-</u>	<u>29,076.00</u>	<u>(29,076.00)</u>
Debt Service:				
Principal	-	-	50,000.00	(50,000.00)
Interest	<u>-</u>	<u>-</u>	<u>2,501.37</u>	<u>(2,501.37)</u>
Total debt service	<u>-</u>	<u>-</u>	<u>52,501.37</u>	<u>(52,501.37)</u>
Total expenditures disbursed	<u>468,799.28</u>	<u>540,180.78</u>	<u>511,485.24</u>	<u>28,695.54</u>
Excess of revenues over (under) expenditures	<u>\$ (77,766.00)</u>	<u>\$ (110,962.00)</u>	(171,930.79)	<u>\$ (60,968.79)</u>
Fund equity, beginning of year			<u>320,906.50</u>	
Fund Equity, End of Year			<u>\$ 148,975.71</u>	

The accompanying notes are an integral part of these financial statements.

CUMBERLAND COUNTY, ILLINOIS  
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND EQUITY  
COMPARED WITH BUDGET  
SOCIAL SECURITY AND IMRF FUND  
Year Ended November 30, 2014

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenue Received:				
Property taxes	\$ 291,000.00	\$ 291,000.00	\$ 292,202.22	\$ 1,202.22
Intergovernmental revenues:				
State sources:				
Replacement taxes	16,000.00	16,000.00	19,273.50	3,273.50
Interest	<u>-</u>	<u>-</u>	<u>3,463.91</u>	<u>3,463.91</u>
Total revenues received	<u>307,000.00</u>	<u>307,000.00</u>	<u>314,939.63</u>	<u>7,939.63</u>
Expenditures Disbursed:				
General Government:				
County share - social security/medicare	102,000.00	117,000.00	112,551.44	4,448.56
County share - IMRF	<u>189,000.00</u>	<u>209,000.00</u>	<u>228,868.62</u>	<u>(19,868.62)</u>
Total general government	<u>291,000.00</u>	<u>326,000.00</u>	<u>341,420.06</u>	<u>(15,420.06)</u>
Excess of revenues over (under) expenditures	<u>\$ 16,000.00</u>	<u>\$ (19,000.00)</u>	(26,480.43)	<u>\$ (7,480.43)</u>
Fund equity, beginning of year			<u>561,521.11</u>	
Fund Equity, End of Year			<u><u>\$ 535,040.68</u></u>	

The accompanying notes are an integral part of these financial statements.



CUMBERLAND COUNTY, ILLINOIS  
STATEMENT OF FIDUCIARY NET POSITION - MODIFIED CASH BASIS  
FIDUCIARY FUNDS  
November 30, 2014

	<u>Agency Funds</u>
<b>ASSETS</b>	
Cash on hand	\$ 1,481.25
Cash and deposits	820,416.01
Tax stamp inventory	11,531.00
Restricted assets:	
Cash	<u>28.19</u>
Total Assets	<u>\$ 833,456.45</u>
<b>LIABILITIES</b>	
Due to other governments and agencies	<u>\$ 833,456.45</u>
<b>NET POSITION</b>	
None	<u>-</u>
Total Liabilities and Net Position	<u>\$ 833,456.45</u>

The accompanying notes are an integral part of these financial statements.

CUMBERLAND COUNTY, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Cumberland County, Illinois, have been prepared in conformity with the modified cash basis of accounting.

The following is a summary of the more significant policies:

- a) **Financial Reporting Entity** -The accompanying financial statements present the County's primary government and component units over which the County exercises significant influence. Component units are legally separate organizations for which Cumberland County is financially accountable. Cumberland County would be considered financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will (significantly influence the programs, projects, activities, or level of services performed or provided by the organization) on the organization or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on Cumberland County (i.e., entitled to or can access the organization's resources, is legally obligated or has otherwise assumed the obligation to finance deficits of, or provide financial support to the organization, or is obligated in some manner for the debt of the organization). If an organization is fiscally dependent on Cumberland County and has a financial benefit/burden relationship, the County is considered financially accountable regardless of whether the organization has (1) a separately elected governing board, (2) a governing board appointed by a higher level of government, or (3) a jointly appointed board.

Based on the foregoing criteria, the following organizations meet the criteria of a discretely reported component unit of Cumberland County.

Emergency 911 Fund - Provides 911 services to the citizens of Cumberland County. Members of the 911 Board are appointed by the County Board. The County Board reviews the 911 budget. The County Treasurer's office maintains the accounting records and collects the telephone surcharge used to fund the system. Payroll is included with the County's payroll in reporting to various federal and state agencies. Separate financial statements are not issued.

- b) **Basis of Presentation** - The accounts of the County are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balances, revenues and expenditures, or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The County's basic financial statements include both government-wide and fund financial statements. Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The County's general and special revenue funds are classified as governmental activities. The County has no business-type activities. The County's fiduciary funds are not incorporated into the government-wide statements since by definition these assets are being held for the benefit of a third party and cannot be used to address activities or obligations of the government.

**Government-Wide Financial Statements:**

The government-wide financial statements include the statement of net position and the statement of activities. These statements report information on all of the nonfiduciary activities of the primary government. The effect of interfund activity, within the governmental and business-type activities columns, has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

## CUMBERLAND COUNTY, ILLINOIS NOTES TO FINANCIAL STATEMENTS

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

### Fund Financial Statements:

Separate statements are presented for governmental funds and fiduciary funds. These statements present each major fund as a separate column on the fund financial statements. All non-major funds are aggregated and presented in a single column. The following fund types are used by the County:

### Governmental Funds:

Governmental funds are those funds through which most governmental functions typically are financed. The acquisition, use and balances of the County's expendable financial resources and the related current liabilities are accounted for through governmental funds. The measurement focus is on determination of "financial flow" (sources, use and balances of financial resources). The County presented the following major governmental funds:

**General Fund** - The general fund is the general operating fund of the County. It is used to account for all financial resources except those required to be accounted for in another fund. The County Insurance Fund, Operations and Maintenance Fund, and Coroner's Automation Fund are combined with the General Fund for financial statement purposes.

**Special Revenue Funds** - Special revenue funds are used to account for the proceeds of specific revenue sources (other than special assessments, expendable trusts, or major capital projects) that are restricted or committed to expenditures for special purposes. The County's major special revenue funds are County Highway, County MFT, Health Department, and Social Security/IMRF. The purpose and substantial restricted resources for each major special revenue fund are listed below:

**County Highway Fund** - To account for revenues and expenditures related to operating and improving public roads and highways. The major sources of revenue are a property tax levy and charges for services paid from restricted monies of governments. The Supplemental Highway Fund is combined with the County Highway Fund for financial statement purposes because this fund no longer receives substantial restricted or committed inflows.

**County Motor Fuel Tax Fund** - To account for revenues and expenditures related to operating, constructing, and improving public roads and highways. The major source of revenue is the state motor fuel (gasoline) tax which is collected and distributed by the State of Illinois.

**Health Department Fund** - To account for revenues and expenditures to provide health services to residents of Cumberland County. The major sources of revenue include a property tax levy and grant funding provided by federal and state sources.

**Social Security and Illinois Municipal Retirement Fund** - To account for revenues and expenditures related to the County's participation in Social Security/Medicare and the IMRF defined benefit pension plan. The major sources of revenue include the County's dedicated property tax levy and personal property replacement tax.

CUMBERLAND COUNTY, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

Fiduciary Funds:

Fiduciary funds include agency funds. Agency funds are purely custodial (assets equal liabilities) and thus, do not involve measurement of results of operations.

Agency Funds - Agency funds are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. The County has fourteen agency funds.

- c) Measurement Focus and Basis of Accounting - Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. Measurement focus is used to describe which transactions are recorded within the various financial statements.

The County maintains its accounting records for all funds on the modified cash basis of accounting. Accordingly, revenues are recognized and recorded in the accounts when cash is received. In the same manner, expenditures are recognized and recorded upon the disbursement of cash. Assets of a fund are only recorded when a right to receive cash exists, which arises from a previous cash transaction. Liabilities of a fund, similarly, result from previous cash transactions.

The government-wide financial statements and the fund financial statements are reported using the modified cash basis of accounting. This basis recognizes assets, deferred outflows of resources, liabilities, deferred inflows of resources, net position/fund balance, revenues and expenses when they result from cash transactions with a provision for depreciation in the government-wide statements. This basis is a comprehensive basis of accounting other than generally accepted accounting principles. The government-wide financial statements use the economic resources measurement focus. Accordingly, all assets and liabilities, including capital assets and long-term liabilities, are included. The accounting objectives of this measurement focus are the determination of operating income, changes in net position, financial position and cash flows.

The governmental fund financial statements are accounted for using the current financial resources management focus. Only current financial assets, deferred outflows of resources, liabilities, and deferred inflows of resources are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period.

If the County utilized generally accepted accounting principles, the fund financial statements for governmental funds would use the modified accrual basis of accounting while the government-wide financial statements would be presented on the accrual basis of accounting. Under 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 within sixty days after year-end. Expenditures generally are recorded when a liability is incurred. An exception to this general rule is principal and interest on general long-term debt which is recognized when due and payable. Under the accrual basis of accounting, all assets, deferred outflows of resources, liabilities, and deferred inflows of resources (whether current or non-current) are included on the statement of net position and the operating statements present increases (revenues) and decreases (expenses) in total net position. Revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

CUMBERLAND COUNTY, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

- d) Budgets and Budgetary Accounting – Cumberland County follows these procedures in establishing the budgetary data reflected in these financial statements:
1. Prior to December 1, a proposed operating budget is prepared for all governmental funds except for the County Motor Fuel Tax Fund.
  2. Public hearings are conducted in November to obtain taxpayer comments.
  3. By November 30, the budget is legally adopted by a majority vote of the County Board.
  4. Budgets are adopted on the cash basis.
  5. Budgets lapse at year end. Cumberland County reappropriates the following year any unperformed contracts, commitments or any other encumbrances.
  6. The County Board determines any amendments that may be made to the budget. Evaluation and financial control is also determined at the County Board level.

For each fund, total fund expenditures disbursed may not legally exceed the budgeted amounts.

- e) Inventories – The County does not maintain inventories of supplies and materials with the exception of the value of the real estate tax stamps as held by the County Clerk's office. The tax stamp inventory is reported at cost.
- f) Capital Assets, Depreciation and Amortization – General capital assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements. The County defines capital assets as assets with an initial individual cost of at least \$2,500 for equipment, \$10,000 for buildings and improvements, and \$50,000 for infrastructure assets. All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are stated at their fair market value on the date donated. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. The County reports all major general infrastructure assets constructed or acquired after December 1, 2003, or that received major renovations, restorations, or improvements during that period. When capital assets are disposed, the costs and applicable accumulated depreciation are removed from the respective accounts, and the resulting gain or loss is recorded in operations. Depreciation has been calculated on each class of depreciable property using the straight-line method. Estimated useful lives, in years, for depreciable assets are as follows:

	<u>Years</u>
Appliances	5
Tools	5
Vehicles under 13,000 gross vehicle weight	5
Equipment	7
Vehicles over 13,000 gross vehicle weight	7
Road improvements	10
Other improvements	20
Buildings	40
New infrastructure	40

CUMBERLAND COUNTY, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

- g) Interfund Activity – Interfund activity is reported as either loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures or expenses. Reimbursements are when a fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers 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, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in a fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. Transfers between governmental funds are netted as part of the reconciliation to the government-wide financial statements.
- h) Deferred Outflows and Inflows of Resources – The County reports a decrease in net position/fund equity that applies to a future period as deferred outflows of resources in a separate section of its government-wide statement of net position and the governmental funds statement of assets, liabilities, and fund equity arising from cash transactions. The County had no deferred outflows of resources in the current year.

The County reports an increase in net position/fund equity that applies to a future period as deferred inflows of resources in a separate section of its government-wide statement of net position and the governmental funds statement of assets, liabilities, and fund equity arising from cash transactions. The County had no deferred inflows of resources in the current year.

- i) Net Position - Government-wide net position is divided into three components:
1. Net investment in capital assets - consists of the historical cost of capital assets less accumulated depreciation and less any debt that remains outstanding that was used to finance those assets.
  2. Restricted - consists of net position that is restricted by the County's creditors (for example, through debt covenants), by the state enabling legislation (through restrictions on shared revenues), by both federal and state grantors and by other contributors.
  3. Unrestricted - all other net position is reported in this category.
- j) Fund Balance - The following classifications describe the constraints placed on the purposes for which resources can be used:
1. Nonspendable fund balance – consists of amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact.
  2. Restricted fund balance – consists of amounts that are subject to outside restrictions, such as those imposed by creditors, grantors, contributors, or laws and regulations of other governments, or by law through constitutional provisions or enabling legislation.
  3. Committed fund balance – consists of amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision making authority (the County Board Members). Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of formal action it employed to previously commit those amounts.
  4. Assigned fund balance – consists of amounts that are constrained by the government's intent to be used for a specific purpose, but are neither restricted or committed. The intent can be expressed by the County Board Members or by an official or body which the Board delegates authority.

CUMBERLAND COUNTY, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

5. Unassigned fund balance - consists of amounts available for any purpose and positive amounts are reported only in the General Fund.

Unless specifically identified, expenditures act to reduce restricted balances first, then committed balances, next assigned balances, and finally act to reduce unassigned balances. Expenditures for a specifically identified purpose will act to reduce the specific classification of fund balance that is identified.

- k) Use of Estimates - The preparation of financial statements in conformity with the modified cash basis of accounting requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.
- l) Recently Issued and Adopted Accounting Pronouncements – In 2014, the County implemented GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*. This statement redefines certain financial elements previously reported as assets and liabilities as deferred outflows of resources and deferred inflows of resources. In addition, this statement changes the method of reporting debt issuance costs. Prior to GASB Statement No. 65, debt issuance costs were capitalized and amortized over the life of the related debt. Under GASB Statement No. 65, debt issuance costs, except any portion related to prepaid insurance costs, are recognized as an expense in the period incurred. Prepaid insurance costs are reported as an asset and recognized as an expense in a systematic and rational manner over the duration of the related debt. See Note M for the restatement of previously reported net position due to the implementation of GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*.

In 2014, the County implemented GASB Statement No. 66, *Technical Corrections-2012-an Amendment of GASB Statements No. 10 and No. 62*, which resolves conflicting guidance that resulted from the issuance of two pronouncements, Statements No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, and No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. The adoption of this statement does not have any impact on the County's financial statements.

#### NOTE B - CASH AND CASH DEPOSITS

The County is allowed to invest in one or more of the following: (a) interest bearing certificates of deposit, interest bearing time deposits or interest bearing savings accounts constituting direct obligations of any bank selected and designated pursuant to law; (b) shares or other forms of securities legally issuable by savings and loan associations incorporated under the laws of Illinois or any other State of the United States, provided such shares are insured by the Federal Savings and Loan Insurance Corporation; (c) bonds, notes, certificates of indebtedness, treasury bills or other securities now or hereafter issued, which are guaranteed by the full faith and credit of the United States of America as to principal and interest.

At November 30, 2014, the County had the following cash deposits:

Governmental Activities:

Cash on hand	\$ 670.00
Cash deposits	<u>4,217,552.14</u>
	<u>\$ 4,218,222.14</u>

CUMBERLAND COUNTY, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

Fiduciary Funds:	
Cash on hand	\$ 1,481.25
Cash deposits	816,870.59
Certificates of deposit	<u>3,573.61</u>
	<u>\$ 821,925.45</u>
Component Units:	
Cash Deposits	<u>\$ 488,277.21</u>

Disclosures Relating to Interest Rate Risk:

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates. The County minimizes its exposure to interest rate risk by limiting its purchases of long term investments and by structuring investments to mature to meet cash requirements. At November 30, 2014, the County had no investments.

Disclosures Relating to 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's cash and investments held with local financial institutions are not subject to credit risk rating.

Concentration of Credit Risk:

The County's investment policy does not place limitations on the amount that can be invested in any one issuer. Cash and investments held with local financial institutions are exempt from the 5% investment in any one issuer disclosure.

Custodial Credit Risk:

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 the possession of an outside party. Deposits in federally insured banks and savings and loans are insured up to \$250,000 per custodian (County Treasurer, County Clerk, Circuit Clerk, Emergency 911, and Sheriff's Department). The County's investment policy requires that all amounts deposited or invested with financial institutions in excess of any insurance limit be collateralized by securities held by the County in the County's name. As of November 30, 2014, all cash deposits and investments were insured or covered by collateral.

Foreign Currency Risk:

Foreign currency risk is the risk that changes in foreign exchange rates will adversely affect the fair values of deposits or investments. None of the County's deposits or investments are directly subject to foreign currency risk.



CUMBERLAND COUNTY, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

NOTE C - PROPERTY TAXES

Property tax revenues are recognized when they are received on the modified cash basis of accounting. Taxes levied and uncollected are not carried as an asset of the related fund.

Property is assessed on January 1 each year. Taxes for the year 2013 were levied and collected during 2014. The 2013 levy was adopted by the County on December 10, 2013. Property taxes were due from property owners in two installments in July and September. The property tax receipts for the year ending November 30, 2014, as shown in the combined financial statements, consist of three distributions from the 2013 levy. Property taxes are distributed from July through November.

The following are the assessed valuations and tax rates applicable to the various levies per \$100 of assessed valuation for the property tax collections included in these financial statements.

	<u>2013 Levy</u>
Assessed Valuation	<u>\$ 129,693,808</u>
Property Tax Rates:	
County	.30364
Bond and Interest	.09076
IMRF	.14573
County Highway	.07742
County Bridge	.03802
Federal Aid Matching	.03802
County Health	.05429
Liability Insurance	.07468
Social Security	.07865
Unemployment Insurance	.00772
Workers Compensation	<u>.03924</u>
Total County Rate	<u>.94817</u>

NOTE D - CAPITAL ASSETS

A summary of changes in capital assets follows:

	<u>Balance</u> <u>11/30/2013</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>11/30/2014</u>
Primary Government:				
Buildings and improvements	\$ 9,034,158.32	\$ 19,300.00	\$ -	\$ 9,053,458.32
Accumulated depreciation	<u>(3,329,241.15)</u>	<u>(228,400.24)</u>	<u>-</u>	<u>(3,557,641.39)</u>
Buildings and improvements, net	<u>5,704,917.17</u>	<u>(209,100.24)</u>	<u>-</u>	<u>5,495,816.93</u>
Infrastructure	5,713,679.96	-	-	5,713,679.96
Accumulated depreciation	<u>(694,824.76)</u>	<u>(233,832.94)</u>	<u>-</u>	<u>(928,657.70)</u>
Infrastructure, net	<u>5,018,855.20</u>	<u>(233,832.94)</u>	<u>-</u>	<u>4,785,022.26</u>

CUMBERLAND COUNTY, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

	Balance 11/30/2013	Additions	Retirements	Balance 11/30/2014
Equipment	769,735.80	9,776.00	(8,635.00)	770,876.80
Accumulated depreciation	(668,908.64)	(34,406.54)	8,028.02	(695,287.16)
Equipment, net	<u>100,827.16</u>	<u>(24,630.54)</u>	<u>(606.98)</u>	<u>75,589.64</u>
Vehicle	960,482.30	32,564.56	(20,050.00)	972,996.86
Accumulated depreciation	(662,469.15)	(96,197.70)	20,050.00	(738,616.85)
Vehicle, net	<u>298,013.15</u>	<u>(63,633.14)</u>	<u>-</u>	<u>234,380.01</u>
Construction in progress	<u>34,772.73</u>	<u>55,852.20</u>	<u>-</u>	<u>90,624.93</u>
Total, Governmental Activities Net Capital Assets	<u>\$ 11,157,385.41</u>	<u>\$ (475,344.66)</u>	<u>\$ (606.98)</u>	<u>\$ 10,681,433.77</u>
Component Unit:				
Buildings and improvements	\$ 36,145.00	\$ -	\$ -	\$ 36,145.00
Accumulated depreciation	(6,375.87)	(903.62)	-	(7,279.49)
Buildings and improvements, net	<u>29,769.13</u>	<u>(903.62)</u>	<u>-</u>	<u>28,865.51</u>
Equipment	282,244.76	-	-	282,244.76
Accumulated depreciation	(280,387.66)	(1,114.29)	-	(281,501.95)
Equipment, net	<u>1,857.10</u>	<u>(1,114.29)</u>	<u>-</u>	<u>742.81</u>
Total, Component Unit, Net Capital Assets	<u>\$ 31,626.23</u>	<u>\$ (2,017.91)</u>	<u>\$ -</u>	<u>\$ 29,608.32</u>

Depreciation expense was charged to functions/programs as follows:

Primary Government:	
General government	\$ 83,746.67
Public safety	89,954.23
Health and welfare	12,687.06
Judiciary	1,842.86
Public works/transportation	<u>404,606.60</u>
Total Depreciation Expense, Primary Government	<u>\$ 592,837.42</u>

The County has the following active construction in progress projects.

Construction in progress for governmental activities includes a project for a road connecting U.S. Route 40 to the Evapco, Inc. plant expansion. The estimated cost of the project is \$632,907.00. It will be funded by the Economic Development Program, Truck Access Route Program, jurisdictional transfer, and local funds. As of November 30, 2014, \$14,509.48 has been disbursed for surveying costs.

Construction in progress includes a project to construct the Embarras River overflow bridge. The estimated cost of the project is \$450,000.00. The project will be funded by the federal Bridge Replacement Program and federal soft match funds. As of November 30, 2014, \$44,711.26 has been disbursed for preliminary engineering costs.

CUMBERLAND COUNTY, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

Construction in progress also includes improvements to the animal shelter. The total estimated cost of the project is \$45,312.08. The total project costs are funded by donation from a non-profit organization. The project was completed in January 2015. As of November 30, 2014, \$31,404.19 has been disbursed for building improvements.

NOTE E - DEFINED BENEFIT PENSION PLAN

a) Illinois Municipal Retirement Fund – Sheriff’s Law Enforcement Personnel

Plan Description

The County’s defined benefit pension plan for Sheriff’s Law Enforcement Personnel employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The plan is affiliated with the Illinois Municipal Retirement Fund (IMRF) an agent-multiple employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information (RSI). The report may be obtained on-line at [www.imrf.org](http://www.imrf.org).

Funding Policy

As set by statute, the County Sheriff’s Law Enforcement Personnel plan members are required to contribute 7.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer annual required contribution rate for calendar year 2013 was 17.11 percent. The employer annual required contribution rate for calendar year 2014 was 16.42 percent. The County also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost

For the fiscal year ending November 30, 2014, the County’s annual pension cost of \$41,158 for the Sheriff’s Law Enforcement Personnel plan was equal to the County’s required and actual contributions.

THREE-YEAR TREND INFORMATION FOR THE  
SHERIFF’S LAW ENFORCEMENT PERSONNEL PLAN

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
11/30/14	\$ 41,158	100%	\$ -
11/30/13	41,477	100%	-
11/30/12	42,137	100%	-

The required contribution for 2013 was determined as part of the December 31, 2011, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2011, included (a) 7.50 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post-

CUMBERLAND COUNTY, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

retirement benefit increases of 3% annually. The actuarial value of the County Sheriff's Law Enforcement Personnel plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The County Sheriff's Law Enforcement Personnel plan's unfunded actuarial accrued liability at December 31, 2011 is being amortized as a level percentage of projected payroll on an open 30 year basis.

**Funded Status and Funding Progress**

As of December 31, 2013, the most recent actual valuation date, the Sheriff's Law Enforcement Personnel plan was 96.48 percent funded. The actuarial accrued liability for benefits was \$1,096,991 and the actuarial value of assets was \$1,058,347, resulting in an underfunded actuarial accrued liability (UAAL) of \$38,644. The covered payroll for calendar year 2013 (annual payroll of active employees covered by the plan) was \$244,232 and the ratio of the UAAL to the covered payroll was 16 percent.

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

**b) Illinois Municipal Retirement Fund – All Other Employees**

**Plan Description**

The County's defined benefit pension plan for regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The plan is affiliated with the Illinois Municipal Retirement Fund (IMRF) an agent-multiple employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information (RSI). The report may be obtained on-line at [www.imrf.org](http://www.imrf.org).

**Funding Policy**

As set by statute, the County regular plan members are required to contribute 4.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer annual required contribution rate for calendar year 2013 was 15.78 percent. The employer annual required contribution rate for calendar year 2014 was 14.15 percent. The County also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

**Annual Pension Cost**

For the fiscal year ending November 30, 2014, the County's annual pension cost of \$206,833 for the regular plan was equal to the County's required and actual contributions.

CUMBERLAND COUNTY, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

THREE-YEAR TREND INFORMATION FOR THE  
REGULAR PLAN

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
11/30/14	\$ 206,833	100%	\$ -
11/30/13	223,526	100%	-
11/30/12	211,807	100%	-

The required contribution for 2013 was determined as part of the December 31, 2011, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2011, included (a) 7.50 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of the County regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The County regular plan's unfunded actuarial accrued liability at December 31, 2011 is being amortized as a level percentage of projected payroll on an open 30 year basis.

Funded Status and Funding Progress

As of December 31, 2013, the most recent actual valuation date, the regular plan was 72.84 percent funded. The actuarial accrued liability for benefits was \$4,925,036 and the actuarial value of assets was \$3,587,564, resulting in an underfunded actuarial accrued liability (UAAL) of \$1,337,472. The covered payroll for calendar year 2013 (annual payroll of active employees covered by the plan) was \$1,415,367 and the ratio of the UAAL to the covered payroll was 94 percent.

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

NOTE F - LONG-TERM DEBT

- a) The long-term debt of the County consists of bonds payable, equipment leases and notes payable. A summary of the County's debt as of November 30, 2014, and transactions for the year then ended follows:

	<u>Balance December 1, 2013</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance November 30, 2014</u>	<u>Amount Due Within One Year</u>
Primary Government:					
Self-Insurance Bonds,					
Series 2010	\$ 550,000.00	\$ -	\$ 100,000.00	\$ 450,000.00	\$ 110,000.00
Equipment leases	214,964.04	-	38,428.37	176,535.67	39,872.59
Notes payable	<u>75,000.00</u>	<u>-</u>	<u>50,000.00</u>	<u>25,000.00</u>	<u>25,000.00</u>
Total – Primary Government	<u>\$ 839,964.04</u>	<u>\$ -</u>	<u>\$ 188,428.37</u>	<u>\$ 651,535.67</u>	<u>\$ 174,872.59</u>

CUMBERLAND COUNTY, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

b) Bonded Debt

Self-Insurance Bonds Series 2010 - On January 15, 2001 the Cumberland County Board issued \$880,000 in General Obligation Self-Insurance Bonds to supplement its initial contribution to the Initial Contribution Fund of the Illinois Counties Insurance Trust. On February 9, 2010 the Cumberland County Board authorized the issuance of \$775,000 in General Obligation Self-Insurance Refunding Bonds to provide funds for the advance refunding of the Series 2001 Self-Insurance Bonds, and related costs and expenses. Interest is payable semiannually on June 15 and December 15 with rates ranging from 1.30% to 3.70%. Bond proceeds minus expenses were deposited with an escrow agent on February 23, 2010 and scheduled interest payments were made on the defeased debt. The final principal payment to defease the Series 2001 Self-Insurance Bonds was made on December 15, 2010 from the Series 2010 Self-Insurance Bond proceeds held in an escrow account and from County monies in the County Insurance Fund.

At November 30, 2014 the annual cash flow requirements of principal and interest were as follows:

Fiscal Year Ending November 30	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$ 110,000.00	\$ 13,005.00	\$ 123,005.00
2016	110,000.00	9,870.00	119,870.00
2017	115,000.00	6,210.00	121,210.00
2018	<u>115,000.00</u>	<u>2,128.00</u>	<u>117,128.00</u>
	<u>\$ 450,000.00</u>	<u>\$ 31,213.00</u>	<u>\$ 481,213.00</u>

c) Equipment Lease Agreements

The County entered into a lease agreement with Caterpillar Financial Services on August 27, 2009 for the lease of a motor grader. The lease agreement was modified on October 10, 2012. The agreement calls for two annual payments of \$19,636.59, four annual payments of \$18,784.32 and one final payment of \$98,340.58 with the first payment due January 8, 2011. The interest rate is 4.40% for the first two payments and 3.20% for the remaining payments.

The County entered into a lease agreement with Agricredit Acceptance LLC on December 1, 2011 for the lease of a wheel loader. The agreement calls for one \$50,000.00 payment due on the lease date and four annual payments of \$27,193.12 due December 1. The interest rate is 4.09%.

At November 30, 2014 the annual cash flow requirements of principal and interest were as follows:

Fiscal Year Ending November 30	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$ 39,872.59	\$ 6,104.85	\$ 45,977.44
2016	41,371.82	4,605.62	45,977.44
2017	<u>95,291.26</u>	<u>3,049.32</u>	<u>98,340.58</u>
	<u>\$ 176,535.67</u>	<u>\$ 13,759.79</u>	<u>\$ 190,295.46</u>

CUMBERLAND COUNTY, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

d) Notes Payable

The County entered into a loan agreement with Gateway Community Bank on November 7, 2012 to finance the purchase of a building for the Cumberland County Health Department. The loan amount is \$125,000.00 at an interest rate of 4.00%. The loan will be repaid in five semiannual payments due February 1 and August 1.

At November 30, 2014 the annual cash flow requirements of principal and interest were as follows:

<u>Fiscal Year Ending November 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	<u>\$ 25,000.00</u>	<u>\$ 501.37</u>	<u>\$ 25,501.37</u>

NOTE G - RISK MANAGEMENT

The County is exposed to various risks of loss including but not limited to, general liability, property casualty, auto liability, workers compensation and public official liability. To limit exposure to these risks, the County participates in the Illinois Counties Risk Management Trust. The County is not aware of any liabilities associated with the risk management program at November 30, 2014. There has not been a significant reduction in the County's insurance coverage as of November 30, 2014 and settlements have not exceeded insurance coverage.

NOTE H - OTHER POST EMPLOYMENT BENEFITS

Plan Description

In addition to providing the pension benefits described, the County will provide post-employment health care insurance benefits (OPEB) for retired employees through a cost sharing, multiple-employer health care plan. The County participates in the Health Options for Public Entities (HOPE Trust), a joint self-insurance risk pool association. The benefits, benefit levels, employee contributions and employer contributions are governed by the County and can be amended by adopting a County Ordinance. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report.

Funding Policy

The contribution requirements of plan members and the County are established and may be amended by the County Board. The required contribution is based on projected pay-as-you-go financing requirements in the form of insurance premiums paid to the insurance company. The County does not provide any additional amount to prefund benefits nor does the plan have an actuarial valuation. The County requires retirees to contribute 100 percent of a premium amount established by the insurance company and approved by the County Board for all employees and retirees of \$661 per month for individual-only coverage and \$1,653 per month for family coverage. Although, with regard to retirees, this amount contains an implied subsidy by the County through a reduced blended premium covering all current employees and retirees, there is no actuarial valuation performed to determine the amount of each subsidy.

CUMBERLAND COUNTY, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

Contributions Made

Because the retiree insurance premium established is paid entirely by retiree contributions, there is no net cash outflow by the County related to these benefits when paid. Therefore, there are no modified cash basis expenditures or expenses reported for the County in regard to the plan benefits for retirees. For the fiscal year ended November 30, 2014, no retirees participated in the plan.

NOTE I - DEFERRED COMPENSATION PLAN

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

The plan is administered by independent plan administrator, Nationwide Retirement Solutions, Inc. Plan assets are invested in mutual funds and annuities.

Amendments to the laws governing Section 457 deferred compensation plans substantially became effective January 1, 1997. The County approved plan amendments such that plan assets are held in trust, with the County serving as trustee, for the exclusive benefit of the plan participants and their beneficiaries. The assets will not be diverted to any other purpose. The County's beneficial ownership of plan assets will be held for the further exclusive benefit of the plan for the exclusive benefit of participants and beneficiaries.

It is the opinion of the County's legal counsel that the County, as trustee, has no liability for plan losses but does have the duty of due care that would be required of an ordinary prudent investor.

Total plan assets as of November 30, 2014 are:

Nationwide Retirement Solutions	\$ <u>203,774.58</u>
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NOTE J - FEDERAL GRANTS

The County has received various federal grants subject to audit under the requirement of the Single Audit Act. Reporting requirements of the Single Audit Act are included in this report on pages 54-62. The grant programs are subject to audit by agents of the granting authority, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. Any liability for reimbursement which may arise as the result of these audits is not believed to be material.

NOTE K - EXCESS OF EXPENDITURES OVER APPROPRIATIONS IN INDIVIDUAL FUNDS

Expenditures exceeded appropriations in the following funds:

	<u>Appropriation</u>	<u>Actual Expenditures</u>
Social Security/IMRF Fund	\$ <u>326,000.00</u>	\$ <u>341,420.06</u>



CUMBERLAND COUNTY, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

NOTE L - INTERFUND RECEIVABLES AND PAYABLES

The following is a summary of amounts due from and due to other funds:

<u>Due To</u>	<u>Due From</u>	<u>Balance 11-30-13</u>	<u>Additions</u>	<u>Payments</u>	<u>Balance 11-30-14</u>
Personal Property Replacement Tax Fund	General Fund	\$ 1,506.28	\$ -	\$ 1,506.28	\$ -
General Fund	Revolving Account Fund	<u>-</u>	<u>1,000.00</u>	<u>1,000.00</u>	<u>-</u>
		<u>\$ 1,506.28</u>	<u>\$ 1,000.00</u>	<u>\$ 2,506.28</u>	<u>\$ -</u>

A personal property replacement tax distribution from the State of Illinois in the amount of \$1,506.28 was incorrectly deposited into the General Fund during the year ended November 30, 2013. This amount was distributed from the General Fund to the Personal Property Replacement Tax Agency Fund during the year ended November 30, 2014.

The General Fund loaned the Revolving Account Fund \$1,000.00 to open a new bank account and establish the fund. The Revolving Account Fund repaid the General Fund the full amount during the year ending November 30, 2014.

NOTE M - ACCOUNTING CHANGE

In 2014, the County implemented GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*. The adoption of this accounting policy requires retroactive application by restating financial statements for all periods presented. As a result, the County has restated beginning net position as of December 1, 2013 to remove debt issuance costs which were previously reported as assets and subject to amortization. Under GASB Statement No. 65, debt issuance costs are to be expensed when incurred. The beginning net positions were restated as follows:

	<u>Governmental Activities</u>
Net position, beginning of year	\$ 14,646,352.10
Accounting change	<u>(21,361.29)</u>
Net Position, Beginning of Year, as Restated	<u>\$ 14,624,990.81</u>

## OTHER SUPPLEMENTARY INFORMATION

CUMBERLAND COUNTY, ILLINOIS  
IMRF SCHEDULE OF FUNDING PROGRESS  
November 30, 2014

The following information was provided by the Illinois Municipal Retirement Fund as it pertains to the County's retirement plan:

SLEP Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) -- Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll (b-a)/c)
12/31/13	\$ 1,058,347	\$ 1,096,991	\$ 38,644	96.48%	\$ 244,232	15.82%
12/31/12	972,543	1,079,648	107,105	90.08%	235,468	45.49%
12/31/11	849,900	989,459	139,559	85.90%	220,943	63.17%

On a market value basis, the actuarial value of assets as of December 31, 2013 is \$1,232,483. On a market basis, the funded ratio would be 112.35%.

The actuarial value of assets and accrued liability cover active and inactive members who have service credit with Cumberland County. They do not include amounts for retirees. The actuarial accrued liability for retirees is 100% funded.

Other County Employees' Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll (b-a)/c)
12/31/13	\$ 3,587,564	\$ 4,925,036	\$ 1,337,472	72.84%	\$ 1,415,367	94.50%
12/31/12	3,049,067	4,635,618	1,586,551	65.77%	1,393,543	113.85%
12/31/11	2,635,656	4,435,343	1,799,687	59.42%	1,332,979	135.01%

On a market value basis, the actuarial value of assets as of December 31, 2013 is \$4,358,064. On a market basis, the funded ratio would be 88.49%.

The actuarial value of assets and accrued liability cover active and inactive members who have service credit with Cumberland County. They do not include amounts for retirees. The actuarial accrued liability for retirees is 100% funded.

## COMBINING STATEMENTS

CUMBERLAND COUNTY, ILLINOIS  
COMBINING STATEMENT OF ASSETS, LIABILITIES AND FUND EQUITY  
ARISING FROM CASH TRANSACTIONS - NON-MAJOR GOVERNMENTAL FUNDS  
MODIFIED CASH BASIS  
November 30, 2014

	Probation	Medical Reimbursement	Coroner's Grant	County Bridge Matching	State's Attorney Automation	State and Federal Matching	Circuit Clerk Automation	Circuit Clerk Operation & Administration	Court Systems
ASSETS									
Cash and deposits	<u>\$ 63,662.49</u>	<u>\$ 23,117.92</u>	<u>\$ 231.40</u>	<u>\$ 89,695.09</u>	<u>\$ 1,664.00</u>	<u>\$ 78,389.71</u>	<u>\$ 35,380.42</u>	<u>\$ 8,348.60</u>	<u>\$ 31,568.19</u>
LIABILITIES									
None	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
FUND EQUITY									
Restricted for:									
General government	60,820.30	22,446.71	231.40	-	1,664.00	-	34,580.70	8,348.60	30,697.38
Public works/transportation	-	-	-	86,426.97	-	75,754.16	-	-	-
Assigned for:									
General government	2,842.19	671.21	-	-	-	-	799.72	-	870.81
Public works/transportation	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,268.12</u>	<u>-</u>	<u>2,635.55</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Equity	<u>\$ 63,662.49</u>	<u>\$ 23,117.92</u>	<u>\$ 231.40</u>	<u>\$ 89,695.09</u>	<u>\$ 1,664.00</u>	<u>\$ 78,389.71</u>	<u>\$ 35,380.42</u>	<u>\$ 8,348.60</u>	<u>\$ 31,568.19</u>

CUMBERLAND COUNTY, ILLINOIS  
COMBINING STATEMENT OF ASSETS, LIABILITIES AND FUND EQUITY  
ARISING FROM CASH TRANSACTIONS - NON-MAJOR GOVERNMENTAL FUNDS  
MODIFIED CASH BASIS  
November 30, 2014

	Recorder's Computer	County Treasurer's Automation	Court Document Storage	Sale in Error	Marriage	Unemployment Insurance	Sheriff E Citation	Revolving Account	Total Other Governmental Funds
ASSETS									
Cash and deposits	<u>\$ 47,987.68</u>	<u>\$ 41,564.38</u>	<u>\$ 24,951.30</u>	<u>\$ 19,721.13</u>	<u>\$ 160.00</u>	<u>\$ 57,918.25</u>	<u>\$ 114.26</u>	<u>\$ 1,097.86</u>	<u>\$ 525,572.68</u>
LIABILITIES									
None	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
FUND EQUITY									
Restricted for:									
General government	47,287.60	40,406.13	24,274.26	18,946.78	160.00	56,684.43	114.00	1,097.86	347,760.15
Public works/transportation	-	-	-	-	-	-	-	-	162,181.13
Assigned for:									
General government	700.08	1,158.25	677.04	774.35	-	1,233.82	0.26	-	9,727.73
Public works/transportation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,903.67</u>
Total Liabilities and Fund Equity	<u>\$ 47,987.68</u>	<u>\$ 41,564.38</u>	<u>\$ 24,951.30</u>	<u>\$ 19,721.13</u>	<u>\$ 160.00</u>	<u>\$ 57,918.25</u>	<u>\$ 114.26</u>	<u>\$ 1,097.86</u>	<u>\$ 525,572.68</u>

CUMBERLAND COUNTY, ILLINOIS  
COMBINING STATEMENT OF REVENUES RECEIVED, EXPENDITURES DISBURSED  
AND CHANGES IN FUND EQUITY - NON-MAJOR GOVERNMENTAL FUNDS  
MODIFIED CASH BASIS  
Year Ended November 30, 2014

	Probation	Medical Reimbursement	Coroner's Grant	County Bridge Matching	State's Attorney Automation	State and Federal Matching	Circuit Clerk Automation	Circuit Clerk Operation & Administration	Court Systems
Revenues Received:									
Property taxes	\$ -	\$ -	\$ -	\$ 49,511.82	\$ -	\$ 49,511.82	\$ -	\$ -	\$ -
Intergovernmental revenues:									
Reimbursement from townships/municipals	-	-	-	-	-	4,768.90	-	-	-
State sources:									
Replacement taxes	-	-	-	3,756.71	-	3,756.71	-	-	-
Other State Sources:									
Miscellaneous	-	-	-	-	-	-	1,729.60	-	-
Federal sources	-	-	-	-	-	50,982.30	3,357.45	-	-
Fees, fines and forfeits:									
Circuit Clerk	-	2,430.00	-	-	-	-	-	-	-
Other	18,017.70	-	-	-	771.00	-	11,402.91	1,885.50	9,422.99
Interest	411.87	155.13	-	476.11	-	253.69	166.54	-	155.99
Total revenues received	<u>18,429.57</u>	<u>2,585.13</u>	<u>-</u>	<u>53,744.64</u>	<u>771.00</u>	<u>109,273.42</u>	<u>16,656.50</u>	<u>1,885.50</u>	<u>9,578.98</u>
Expenditures Disbursed:									
General government	33,391.89	-	732.29	-	-	-	15,731.97	-	11,150.45
Public works/transportation	-	-	-	45,970.41	-	31,138.79	-	-	-
Capital outlay	-	-	-	-	-	24,448.01	-	-	-
Total expenditures disbursed	<u>33,391.89</u>	<u>-</u>	<u>732.29</u>	<u>45,970.41</u>	<u>-</u>	<u>55,586.80</u>	<u>15,731.97</u>	<u>-</u>	<u>11,150.45</u>
Excess of revenues over (under) expenditures	(14,962.32)	2,585.13	(732.29)	7,774.23	771.00	53,686.62	924.53	1,885.50	(1,571.47)
Fund equity, beginning of year	<u>78,624.81</u>	<u>20,532.79</u>	<u>963.69</u>	<u>81,920.86</u>	<u>893.00</u>	<u>24,703.09</u>	<u>34,455.89</u>	<u>6,463.10</u>	<u>33,139.66</u>
Fund Equity, End of Year	<u>\$ 63,662.49</u>	<u>\$ 23,117.92</u>	<u>\$ 231.40</u>	<u>\$ 89,695.09</u>	<u>\$ 1,664.00</u>	<u>\$ 78,389.71</u>	<u>\$ 35,380.42</u>	<u>\$ 8,348.60</u>	<u>\$ 31,568.19</u>

CUMBERLAND COUNTY, ILLINOIS  
COMBINING STATEMENT OF REVENUES RECEIVED, EXPENDITURES DISBURSED  
AND CHANGES IN FUND EQUITY - NON-MAJOR GOVERNMENTAL FUNDS  
MODIFIED CASH BASIS  
Year Ended November 30, 2014

	Recorder's Computer	County Treasurer's Automation	Court Document Storage	Sale in Error	Marriage	Unemployment Insurance	EJ Water	Sheriff E Citation	Revolving Account	Total Other Govenmental Funds
Revenues Received:										
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,053.49	\$ -	\$ -	\$ -	\$ 109,077.13
Intergovernmental revenues:										
Reimbursement from townships/municipals	-	-	-	-	-	-	-	-	-	4,768.90
State sources:										
Replacement taxes	-	-	-	-	-	665.84	-	-	-	8,179.26
Other state sources:										
Miscellaneous	-	-	-	-	-	-	-	-	-	1,729.60
Federal sources	-	-	-	-	-	-	99,111.17	-	-	153,450.92
Fees, fines and forfeits:										
Circuit Clerk	-	-	-	-	-	-	-	-	-	2,430.00
Other	15,138.30	5,903.50	11,417.00	2,200.00	90.00	-	-	114.00	1,500.46	77,863.36
Interest	105.17	242.46	92.57	125.59	-	369.71	-	0.26	-	2,555.09
Total revenues received	<u>15,243.47</u>	<u>6,145.96</u>	<u>11,509.57</u>	<u>2,325.59</u>	<u>90.00</u>	<u>11,089.04</u>	<u>99,111.17</u>	<u>114.26</u>	<u>1,500.46</u>	<u>360,054.26</u>
Expenditures Disbursed:										
General government	5,961.17	1,618.00	7,834.83	-	-	4,733.00	-	-	402.60	81,556.20
Public works/transportation	-	-	-	-	-	-	99,111.17	-	-	176,220.37
Capital outlay	-	-	-	-	-	-	-	-	-	24,448.01
Total expenditures disbursed	<u>5,961.17</u>	<u>1,618.00</u>	<u>7,834.83</u>	<u>-</u>	<u>-</u>	<u>4,733.00</u>	<u>99,111.17</u>	<u>-</u>	<u>402.60</u>	<u>282,224.58</u>
Excess of revenues over (under) expenditures	9,282.30	4,527.96	3,674.74	2,325.59	90.00	6,356.04	-	114.26	1,097.86	77,829.68
Fund equity, beginning of year	<u>38,705.38</u>	<u>37,036.42</u>	<u>21,276.56</u>	<u>17,395.54</u>	<u>70.00</u>	<u>51,562.21</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>447,743.00</u>
Fund Equity, End of Year	<u>\$ 47,987.68</u>	<u>\$ 41,564.38</u>	<u>\$ 24,951.30</u>	<u>\$ 19,721.13</u>	<u>\$ 160.00</u>	<u>\$ 57,918.25</u>	<u>\$ -</u>	<u>\$ 114.26</u>	<u>\$ 1,097.86</u>	<u>\$ 525,572.68</u>



CUMBERLAND COUNTY, ILLINOIS  
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 MODIFIED CASH BASIS  
 ALL AGENCY FUNDS  
 Year Ended November 30, 2014

	Balance December 1, 2013	Additions	Deductions	Balance November 30, 2014
Clearing Account:				
Assets:				
Cash and Deposits	\$ -	\$ 2,188,845.84	\$ 2,188,845.84	\$ -
Liabilities:				
Due to Other County Funds	\$ -	\$ 2,188,845.84	\$ 2,188,845.84	\$ -
Personal Property Replacement Tax:				
Assets:				
Cash and deposits	\$ 69,605.68	\$ 77,654.57	\$ 73,477.95	\$ 73,782.30
Due from the General Fund	1,506.28	-	1,506.28	-
Total Assets	<u>\$ 71,111.96</u>	<u>\$ 77,654.57</u>	<u>\$ 74,984.23</u>	<u>\$ 73,782.30</u>
Liabilities:				
Replacement Taxes and Interest to be Disbursed	<u>\$ 71,111.96</u>	<u>\$ 77,654.57</u>	<u>\$ 74,984.23</u>	<u>\$ 73,782.30</u>
Township MFT:				
Assets:				
Cash and Deposits	<u>\$ 168,930.09</u>	<u>\$ 1,161,752.22</u>	<u>\$ 1,039,075.05</u>	<u>\$ 291,607.26</u>
Liabilities:				
Due to Townships	<u>\$ 168,930.09</u>	<u>\$ 1,161,752.22</u>	<u>\$ 1,039,075.05</u>	<u>\$ 291,607.26</u>
Township Bridge:				
Assets:				
Cash and Deposits	<u>\$ 4,767.62</u>	<u>\$ 172,864.15</u>	<u>\$ 4,713.23</u>	<u>\$ 172,918.54</u>
Liabilities:				
Due to Townships	<u>\$ 4,767.62</u>	<u>\$ 172,864.15</u>	<u>\$ 4,713.23</u>	<u>\$ 172,918.54</u>
County Collector:				
Assets:				
Cash and Deposits	<u>\$ 5,498.19</u>	<u>\$ 10,184,382.38</u>	<u>\$ 10,166,149.48</u>	<u>\$ 23,731.09</u>
Liabilities:				
Due to Taxing Bodies	<u>\$ 5,498.19</u>	<u>\$ 10,184,382.38</u>	<u>\$ 10,166,149.48</u>	<u>\$ 23,731.09</u>

CUMBERLAND COUNTY, ILLINOIS  
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 MODIFIED CASH BASIS  
 ALL AGENCY FUNDS  
 Year Ended November 30, 2014

	Balance December 1, 2013	Additions	Deductions	Balance November 30, 2014
Tax Sales Certificate:				
Assets:				
Cash and Deposits	\$ 55,284.08	\$ 2,569.74	\$ -	\$ 57,853.82
Liabilities:				
Due to Certificate Holders	\$ 55,284.08	\$ 2,569.74	\$ -	\$ 57,853.82
Cottonwood Drainage District:				
Assets:				
Cash and Deposits	\$ 7,802.38	\$ 1,674.44	\$ 2,568.80	\$ 6,908.02
Liabilities:				
Due to Drainage District	\$ 7,802.38	\$ 1,674.44	\$ 2,568.80	\$ 6,908.02
Neoga Drainage District #1:				
Assets:				
Cash and Deposits	\$ 8,920.42	\$ 834.32	\$ 189.99	\$ 9,564.75
Liabilities:				
Due to Drainage District	\$ 8,920.42	\$ 834.32	\$ 189.99	\$ 9,564.75
Neoga Drainage District #3:				
Assets:				
Cash and Deposits	\$ 4,660.01	\$ 654.15	\$ 73.45	\$ 5,240.71
Liabilities:				
Due to Drainage District	\$ 4,660.01	\$ 654.15	\$ 73.45	\$ 5,240.71
County Clerk:				
Assets:				
Cash on hand	\$ 2,440.50	\$ -	\$ 1,209.25	\$ 1,231.25
Cash and deposits	3,763.15	399,934.71	399,938.06	3,759.80
Tax stamp inventory	7,218.50	36,568.50	32,256.00	11,531.00
Total Assets	\$ 13,422.15	\$ 436,503.21	\$ 433,403.31	\$ 16,522.05
Liabilities:				
Due to County Funds	\$ 13,422.15	\$ 436,503.21	\$ 433,403.31	\$ 16,522.05

CUMBERLAND COUNTY, ILLINOIS  
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
MODIFIED CASH BASIS  
ALL AGENCY FUNDS  
Year Ended November 30, 2014

	Balance December 1, 2013	Additions	Deductions	Balance November 30, 2014
County Sheriff:				
Assets:				
Cash and deposits	\$ 6,904.43	\$ 36,718.41	\$ 35,738.98	\$ 7,883.86
Restricted assets:				
Cash	28.19	-	-	28.19
Total Assets	<u>\$ 6,932.62</u>	<u>\$ 36,718.41</u>	<u>\$ 35,738.98</u>	<u>\$ 7,912.05</u>
Liabilities:				
Due to County Funds	<u>\$ 6,932.62</u>	<u>\$ 36,718.41</u>	<u>\$ 35,738.98</u>	<u>\$ 7,912.05</u>
Inmate Fund:				
Assets:				
Cash and Deposits	<u>\$ 2,108.25</u>	<u>\$ 21,654.52</u>	<u>\$ 16,544.11</u>	<u>\$ 7,218.66</u>
Liabilities:				
Due to Inmates	<u>\$ 2,108.25</u>	<u>\$ 21,654.52</u>	<u>\$ 16,544.11</u>	<u>\$ 7,218.66</u>
Circuit Clerk:				
Assets:				
Cash on hand	\$ 250.00	\$ -	\$ -	\$ 250.00
Cash and deposits	187,798.46	536,806.27	581,811.37	142,793.36
Total Assets	<u>\$ 188,048.46</u>	<u>\$ 536,806.27</u>	<u>\$ 581,811.37</u>	<u>\$ 143,043.36</u>
Liabilities:				
Due to Other Governments	<u>\$ 188,048.46</u>	<u>\$ 536,806.27</u>	<u>\$ 581,811.37</u>	<u>\$ 143,043.36</u>
Short Mutual Drainage District:				
Assets:				
Cash and Deposits	<u>\$ 13,145.75</u>	<u>\$ 4,472.72</u>	<u>\$ 464.63</u>	<u>\$ 17,153.84</u>
Liabilities:				
Due to Drainage District	<u>\$ 13,145.75</u>	<u>\$ 4,472.72</u>	<u>\$ 464.63</u>	<u>\$ 17,153.84</u>

CUMBERLAND COUNTY, ILLINOIS  
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
MODIFIED CASH BASIS  
ALL AGENCY FUNDS  
Year Ended November 30, 2014

	Balance December 1, 2013	Additions	Deductions	Balance November 30, 2014
Total Agency Funds:				
Assets:				
Cash on hand	\$ 2,690.50	\$ -	\$ 1,209.25	\$ 1,481.25
Cash and deposits	539,188.51	14,790,818.44	14,509,590.94	820,416.01
Tax stamp inventory	7,218.50	36,568.50	32,256.00	11,531.00
Due from the General Fund	1,506.28	-	1,506.28	-
Restricted assets:				
Cash	28.19	-	-	28.19
Total Assets	<u>\$ 550,631.98</u>	<u>\$ 14,827,386.94</u>	<u>\$ 14,544,562.47</u>	<u>\$ 833,456.45</u>
Liabilities:				
Replacement taxes to be disbursed	\$ 71,111.96	\$ 77,654.57	\$ 74,984.23	\$ 73,782.30
Due to townships	173,697.71	1,334,616.37	1,043,788.28	464,525.80
Due to taxing bodies	5,498.19	10,184,382.38	10,166,149.48	23,731.09
Due to certificate holders	55,284.08	2,569.74	-	57,853.82
Due to drainage district	34,528.56	7,635.63	3,296.87	38,867.32
Due to county funds	20,354.77	2,662,067.46	2,657,988.13	24,434.10
Due to other governments	188,048.46	536,806.27	581,811.37	143,043.36
Due to inmates	2,108.25	21,654.52	16,544.11	7,218.66
Total Liabilities	<u>\$ 550,631.98</u>	<u>\$ 14,827,386.94</u>	<u>\$ 14,544,562.47</u>	<u>\$ 833,456.45</u>

**FEDERAL FINANCIAL COMPLIANCE SECTION**

CUMBERLAND COUNTY, ILLINOIS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
Year Ended November 30, 2014

Federal Grantor/Pass-Through Grantor	Program Title	Pass-Through Grantor Number	CFDA Number	Federal Expenditures	
U.S. Department of Agriculture passed through Illinois Department of Human Services	Special Supplemental Nutrition Program for Women, Infants, and Children WIC Vouchers (Non-Cash)	FCSSQ00839	10.557	\$ 32,230.33	
		FCSTQ00839	10.557	23,073.14	
		N/A	10.557	120,309.71	
				<u>175,613.18</u>	(M)
U.S. Department of Housing and Urban Development passed through Illinois Department of Commerce and Economic Opportunity	Community Development Block Grants Community Development Block Grants Community Development Block Grants	12-242024	14.228	99,111.17	
		08-355055	14.228	10,679.00	
		08-302009	14.228	143,679.13	
				<u>253,469.30</u>	(M)
U.S. Department of Transportation passed through Illinois Department of Transportation	Highway Planning and Construction	N/A	20.205	<u>53,360.94</u>	
U.S. Environmental Protection Agency passed through Illinois Department of Public Health	State Public Water System Supervision	45382019B	66.432	<u>100.00</u>	
U.S. Election Assistance Commission passed through Illinois State Board of Elections	Help America Vote Act Requirements Payments	N/A	90.401	<u>582.84</u>	
U.S. Department of Health and Human Services passed through National Association of County and City Health Officials	Medical Reserve Corps Small Grant Program	5MRCSG101005-04	93.008	<u>3,500.00</u>	
U.S. Department of Health and Human Services passed through Illinois Department of Public Health	Public Health Emergency Preparedness	47180018B	93.069	<u>17,178.00</u>	
U.S. Department of Health and Human Services passed through Illinois Department of Public Health	Hospital Preparedness Program and Public Health Emergency Preparedness	57180018C	93.074	<u>13,024.18</u>	
U.S. Department of Health and Human Services passed through Association of Food and Drug Officials	Food and Drug Administration Research	G-SP-1402-00952	93.103	<u>3,000.00</u>	
U.S. Department of Health and Human Services passed through Illinois Department of Public Health	Immunization Cooperative Agreements (Non-Cash)	N/A	93.268	<u>36,915.41</u>	
U.S. Department of Health and Human Services passed through Illinois Public Health Association	State Planning and Establishment Grants for the ACA Exchanges	IP-14-149-014	93.525	<u>14,190.40</u>	

CUMBERLAND COUNTY, ILLINOIS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
Year Ended November 30, 2014

Federal Grantor/Pass-Through Grantor	Program Title	Pass-Through Grantor Number	CFDA Number	Federal Expenditures
U.S. Department of Health and Human Services passed through Illinois Department of Healthcare and Family Services	Child Support Enforcement	N/A	93.563	<u>3,357.45</u>
U.S. Department of Health and Human Services passed through Illinois State Board of Elections	Voting Access for Individuals with Disabilities Grants to States	N/A	93.617	<u>696.00</u>
U.S. Department of Health and Human Services passed through Illinois Department of Healthcare and Family Services	Medical Assistance Program	N/A	93.778	<u>16,409.73</u>
U.S. Department of Homeland Security passed through Illinois Emergency Management Agency	Emergency Management Performance Grants	N/A	97.042	<u>5,606.01</u>
U.S. Department of Homeland Security passed through Illinois Emergency Management Agency	Homeland Security Grant Program	N/A	97.067	<u>9,999.53</u>
Totals				<u>\$ 607,002.97</u>

(M) Program audited as a major program defined by OMB Circular A-133

The accompanying notes to the schedule of expenditures of federal awards are an integral part of these financial statements.

CUMBERLAND COUNTY, ILLINOIS  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
Year Ended November 30, 2014

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedule of expenditures of federal awards is a summary of the activity of the County's federal award programs presented on the modified cash basis of accounting.

NOTE B - FEDERAL LOANS

Cumberland County had no federal loans or loan guarantees outstanding at year end.

NOTE C - SUBRECIPIENTS

Cumberland County provided federal awards to subrecipient EJ Water Corporation. The program was the Community Development Block Grants, Federal CFDA number 14.228 in the amount of \$99,111.17.

Cumberland County provided federal awards to subrecipients Village of Greenup, Union Township, Sumpter Township, Springpoint Township, Greenup Township, and Cottonwood Township. The program was the Community Development Block Grants, Federal CFDA number 14.228 in the total amount of \$10,679.00.

NOTE D - NON-CASH ASSISTANCE

The Public Health Women-Infants-Children (WIC) program received \$120,309.71 of non-cash assistance in the form of food vouchers for the period from October 1, 2013 through September 30, 2014. This is the latest information available and is reported on the schedule of expenditures of federal awards on page 54 and 55.

The Cumberland County Health Department also received \$36,915.41 of non-cash assistance in the form of vaccines for the year ended November 30, 2014.

NOTE E - INSURANCE IN FORCE

The County had the following insurance policies in force at November 30, 2014, all insurance coverage provided by the Illinois Counties Risk Management Trust, policy #ICRMT2014349 for the period 12/1/13 – 12/1/14:

Workers Compensation	
Workers Compensation Limit	Statutory
Employers Liability Limit	\$ 2,500,000 each accident
	\$ 2,500,000 each employee for disease
General Liability	
Deductible:	
General Liability	\$ 1,000
Law Enforcement	\$ 2,500



CUMBERLAND COUNTY, ILLINOIS  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
Year Ended November 30, 2014

Coverage/Limit:	
Each Occurrence	\$ 1,000,000
Annual Aggregate	\$ 3,000,000
Products/Completed Operations Annual Aggregate	\$ 1,000,000
Premises Medical Payments	\$ 1,000 per person
	\$ 50,000 per occurrence
Law Enforcement:	
Each Occurrence	\$ 1,000,000
Annual Aggregate	\$ 3,000,000
Sanitary Sewer Backup Limitation:	
Each Occurrence	\$ 100,000
Annual Aggregate	\$ 250,000
Auto Liability	
Automobile Physical Damage Deductible:	
Per Loss Comprehensive Deductible	\$ 2,500
Per Loss Collision Deductible	\$ 2,500
Coverage/Limit:	
Auto Liability	\$ 1,000,000 each occurrence
Underinsured/Uninsured Motorist	\$ 40,000 each occurrence
Auto Medical Payments	\$ 5,000 each person
	\$ 25,000 each accident
Coverage Extensions:	
Newly Acquired Automobiles	\$ 500,000
Garage Keepers Legal Liability	\$ 100,000
Crime	
Deductible	\$ 1,000
Coverage/Limit:	
Employee Dishonesty and Faithful Performance of Duty	\$ 500,000
Loss Inside the Premises – Money and Securities	\$ 500,000
Loss Outside the Premises	\$ 500,000
Money Orders and Counterfeit Paper Currency	\$ 500,000
Depositors Forgery or Alteration	\$ 500,000
Computer Fraud	\$ 500,000
Funds Transfer Fraud	\$ 500,000
Excess Liability	
General Liability	\$ 3,000,000 excess of \$1,000,000 per occurrence
Law Enforcement Liability	\$ 3,000,000 excess of \$1,000,000 per occurrence
Auto Liability	\$ 3,000,000 excess of \$1,000,000 each accident for bodily injury and/or property damage
Public Officials Liability	\$ 3,000,000 excess of \$1,000,000 per occurrence

CUMBERLAND COUNTY, ILLINOIS  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
Year Ended November 30, 2014

Public Officials Liability	
Deductible	\$ 2,500
Coverage/Limit:	
Each Occurrence	\$ 1,000,000
Annual Aggregate	\$ 1,000,000
Physical and Sexual Abuse:	
Each Occurrence	\$ 250,000
Annual Aggregate	\$ 500,000
Coverage Extensions:	
Employee Benefits Program	\$ 500,000
Employee Wage Reimbursement:	
Each Occurrence	\$ 10,000
Annual Aggregate	\$ 20,000
Non-Monetary Legal Defense:	
Each Occurrence	\$ 25,000
Annual Aggregate	\$ 50,000
Property	
Deductibles:	
Earth Movement, Volcanic Eruption, Landslide and	
Mine Subsidence, in any one occurrence	\$ 50,000 or 2% of damage
Flood	\$ 50,000
Any Other Covered Loss, in any one occurrence	\$ 2,500
Business Income/Extra Expense	\$ 2,500
Mobile Equipment and Miscellaneous Articles	\$ 1,000
Coverage to Include:	
Buildings, in any one occurrence	\$ 11,084,800
Business Personal Property, in any one occurrence	\$ 1,217,420
Personal Property of Others, in any one occurrence	\$ 100,000
Newly Constructed or Acquired Property, at any one	
building, in any one occurrence	\$ 1,000,000
Footbridges and Appurtenant Structures	\$ 100,000
Earth Movement, Volcanic Eruption, Landslide	\$ 5,000,000
(annual Trust aggregate of \$300,000,000 in policy period)	
Collapse	Per Building Limit
Flood	\$ 5,000,000
(annual Trust aggregate of \$300,000,000 in policy period)	
Debris Removal	\$ 50,000
Pollutant Cleanup and Removal (aggregate in policy year)	\$ 25,000
Fire Department Service Charge	\$ 5,000
Fire Protection Equipment Discharge	\$ 5,000
Ordinance or Law	\$ 1,000,000
Preservation of Property	\$ 25,000
Protection of Property	\$ 25,000
Extra Expense and Business Income	\$ 250,000
Fine Arts, in any one occurrence	\$ 250,000
Accounts Receivable, in any one occurrence	\$ 250,000

CUMBERLAND COUNTY, ILLINOIS  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
Year Ended November 30, 2014

Valuable Papers, in any one occurrence	\$ 250,000
Communication Towers	\$ 25,000
Outdoor Property Including Debris Removal, in any one occurrence	\$ 100,000
Trees, Shrubs, and Plants, maximum per item	\$ 1,000
Golf Course Tees and Greens, maximum per item	\$ 5,000
Contractors Equipment, per item	\$ 100,000
Contractors Equipment, per occurrence	\$ 250,000
Interruption of Computer Operations, per occurrence	\$ 50,000
Interruption of Computer Operations, annual aggregate	\$ 100,000
Personal Effects, per location	\$ 10,000
Retaining Walls and Other Outdoor Walls	\$ 10,000
Underground Sprinkler System	\$ 10,000
Unintentional Errors and Omissions	\$ 100,000
Utility Services – Direct Damage	\$ 25,000
Utility Services – Time Element	\$ 25,000
Limited Fungus/Fungi, Wet Rot and Dry Rot Coverage:	
Direct Damage, in any one occurrence	\$ 15,000
Aggregate, in any one policy year	\$ 100,000
Extra Expense, number of days	30
Equipment Breakdown Protection	
Deductible	\$ 2,500
Coverage/Limit:	
Total Building and Contents Values	\$ 12,302,220
Fungus, Wet Rot, and Dry Rot Coverage Extension	\$ 15,000
Newly Acquired Locations Coverage Extension	\$ 1,000,000
Debris Removal	\$ 500,000 or 25%, whichever is greater

CUMBERLAND COUNTY, ILLINOIS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended November 30, 2014

SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unmodified opinion on the financial statements of Cumberland County, Illinois.
2. A significant deficiency relating to the audit of the financial statements is reported in the Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*. Finding 2014-001 is a significant deficiency identified as a material weakness.
3. Instances of noncompliance material to the financial statements of Cumberland County, Illinois were disclosed in the Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*.
4. No significant deficiencies relating to the audit of the major federal award programs are reported in the Independent Auditor's Report on Compliance for Each Major Program and on Internal Control over Compliance Required by OMB Circular A-133.
5. The auditor's report on compliance for the major federal award programs for Cumberland County, Illinois expresses an unmodified opinion on all major federal programs.
6. Audit findings that are required to be reported in accordance with Section 510(a) of OMB Circular A-133 are reported in this schedule.
7. The programs tested as major programs were the Community Development Block Grants, CFDA #14.228 and the Special Supplemental Nutrition Program for Women, Infants and Children, CFDA #10.557.
8. The threshold for distinguishing Types A and B programs was \$300,000.
9. Cumberland County, Illinois did not qualify as a low-risk auditee.

FINDINGS - FINANCIAL STATEMENT AUDIT

Finding 2014-001 Financial Statement Preparation

Condition: The County is required to maintain a system of controls over the preparation of financial statements, including the related notes.

Criteria: Internal controls should be in place that provide reasonable assurance that the financial statements are free of material misstatement and include all disclosures required by the Government Accounting Standards Board.

Cause: Management and employees lack adequate training, knowledge and expertise to thoroughly prepare and/or thoroughly review the financial statements prepared in accordance with the modified cash basis of accounting to ensure they are free of material misstatement and include all required disclosures.

CUMBERLAND COUNTY, ILLINOIS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended November 30, 2014

Effect: Although management reviews the financial statements prior to their issuance, management does not possess adequate expertise. The potential exists that a material misstatement of the financial statements or disclosure omissions could occur and not be presented or detected by the County.

Recommendation: Management has chosen to accept that degree of risk because of cost and other considerations for a governmental unit of their size and structure.

Views of Responsible Officials and Planned Corrective Actions: Cumberland County is aware of the potential risk with reporting financial statements, however, it is not possible to hire a qualified person due to budgetary constraints.

Finding 2014-002 Circuit Clerk Reporting:

Condition: During our review of Report J, Annual Financial Report of the Clerk of the Circuit Court, we found several instances where revenues and disbursements were incorrectly reported.

Criteria: Report J is to be prepared in accordance with the guidelines of the Administrative Office of the Illinois Courts.

Cause: A new Circuit Clerk took office in December 2014 and had no prior experience preparing Report J. The proper training needed to prepare Report J was not obtained by the Circuit Clerk prior to submission of Report J.

Effect: Improper reporting of revenues and disbursements to the Administrative Office of the Illinois Courts.

Recommendation: The Circuit Clerk should obtain the proper training needed to prepare an accurate and complete Report J. An amended Report J should be filed.

Views of Responsible Officials and Planned Corrective Actions: Cumberland County agrees with the finding. An amended Report J was filed. The Circuit Clerk will receive the proper training from the Administrative Office of the Illinois Courts.

Finding 2014-003 Circuit Clerk Fee Assessment:

Condition: During our compliance testing of the assessment of fees on cases, we noted several instances of errors in the calculation of fees. Certain fees were not assessed on some cases or the amount was incorrectly calculated.

Criteria: Fees should be assessed on each case in accordance with Illinois statutes and County resolutions.

Cause: The computer system was not properly set up to calculate certain fees and Circuit Clerk staff was not properly trained to calculate the proper fees. The Court was also not properly assessing fees in accordance with Illinois Statutes.

Effect: Improper calculation of fees resulted in an overpayment or underpayment by the litigant and the disbursement of the collections to other agencies would have been incorrect.

Recommendation: A review of the computer system should be performed to determine if it is properly set up to allocate fees correctly. Staff should also be trained to review and recognize an incorrect calculation of fees.

CUMBERLAND COUNTY, ILLINOIS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended November 30, 2014

Views of Responsible Officials and Planned Corrective Actions: Cumberland County agrees with the finding. A review should be completed of the computer systems “pre-calculated” tables for accuracy. In addition, in order to ensure accuracy, the staff should have additional training to assist in reviewing fines and fees and returning them for further review if warranted.

Finding 2014-004 Expenditures Over Appropriations (Budget):

Condition: Expenditures exceeded the appropriations for the Social Security/IMRF Fund.

Criteria: Illinois statutes require the approval of an appropriations ordinance and expenditures are not to exceed appropriations for any individual fund.

Cause: A budget to actual comparison was not properly reviewed at year-end to determine the correct amount of the budget amendment to increase the budget. Audit adjustments were not considered in the budget to actual comparison.

Effect: The County is not following Illinois statutes for the appropriation of funds.

Recommendation: A budget to actual comparison should be made at year-end to determine if the budget should be amended. The budget to actual comparison should be reviewed by the Treasurer and all audit adjustments must be considered.

Views of Responsible Officials and Planned Corrective Actions: Cumberland County agrees with the finding, and a review of actual expenditures for each fund will be compared to budgeted amounts and any necessary budget amendments will be approved. The County Treasurer will perform the budget to actual review and take into consideration any audit adjustments.

FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAM AUDIT

There were no federal awards findings for the year ended November 30, 2014.

PRIOR YEAR AUDIT FINDINGS

DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

Finding 2013-2 Approval of Grant Disbursements:

Condition: The finding was a significant deficiency stating that there was one disbursement of a pass through grant to a subrecipient for the major program that was not reviewed and approved by the County Board.

Recommendation: The auditor recommended that the Treasurer should review the invoice distribution report prior to the Board meeting to verify that all grant disbursements are properly listed for the Board to review and approve.

Current Status: The recommendation was adopted in January 2014. No similar findings were noted in the audit for the year ended November 30, 2014.

## ADDITIONAL INFORMATION

CUMBERLAND COUNTY, ILLINOIS  
SCHEDULE OF ASSETS, LIABILITIES AND FUND EQUITY  
ARISING FROM CASH TRANSACTIONS - MODIFIED CASH BASIS  
COUNTY GENERAL FUNDS  
November 30, 2014

	General	County Insurance	Operations and Maintenance	Coroner's Automation	Total County General
<b>ASSETS</b>					
Cash on hand	\$ 500.00	\$ -	\$ -	\$ -	\$ 500.00
Cash and deposits	<u>2,104,677.63</u>	<u>293,221.52</u>	<u>367,337.44</u>	<u>3,600.00</u>	<u>2,768,836.59</u>
Total Assets	<u>\$2,105,177.63</u>	<u>\$ 293,221.52</u>	<u>\$ 367,337.44</u>	<u>\$ 3,600.00</u>	<u>\$2,769,336.59</u>
<b>LIABILITIES</b>					
None	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>FUND EQUITY</b>					
Restricted for:					
General government	101,847.93	287,218.06	213,247.32	-	602,313.31
Public safety	134,542.89	-	-	-	134,542.89
Health and welfare	6,810.34	-	-	-	6,810.34
Committed for:					
General government	-	-	131,277.96	-	131,277.96
Assigned for:					
General government	12,031.06	6,003.46	22,812.16	3,600.00	44,446.68
Public safety	11,821.20	-	-	-	11,821.20
Health and welfare	27.65	-	-	-	27.65
Unassigned	<u>1,838,096.56</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,838,096.56</u>
Total fund equity	<u>2,105,177.63</u>	<u>293,221.52</u>	<u>367,337.44</u>	<u>3,600.00</u>	<u>2,769,336.59</u>
Total Liabilities and Fund Equity	<u>\$2,105,177.63</u>	<u>\$ 293,221.52</u>	<u>\$ 367,337.44</u>	<u>\$ 3,600.00</u>	<u>\$2,769,336.59</u>



CUMBERLAND COUNTY, ILLINOIS  
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED  
AND CHANGES IN FUND EQUITY - MODIFIED CASH BASIS  
COUNTY GENERAL FUNDS  
Year Ended November 30, 2014

	General	County Insurance	Operations and Maintenance	Coroner's Automation	Total County General
Revenues Received:					
Property taxes	\$ 395,421.66	\$ 266,547.40	\$ -	\$ -	\$ 661,969.06
Sales tax	264,283.88	-	-	-	264,283.88
Intergovernmental Revenues:					
State sources:					
Income taxes	614,480.27	-	-	-	614,480.27
Replacement taxes	23,877.30	9,617.12	-	-	33,494.42
Video gaming taxes	10,109.44	-	-	-	10,109.44
Grants	7,868.00	-	-	-	7,868.00
Other state sources:					
Salary reimbursements	199,871.32	-	-	-	199,871.32
Miscellaneous	4,020.85	-	-	-	4,020.85
Federal sources	151,160.16	-	-	-	151,160.16
Licenses and permits	5,480.00	-	-	-	5,480.00
Fees, Fines and Forfeits:					
County Collector	33,786.45	-	-	-	33,786.45
County Clerk	77,284.95	-	-	-	77,284.95
Circuit Clerk	51,468.10	-	-	-	51,468.10
Sheriff	31,400.99	-	-	-	31,400.99
Traffic fines	90,992.60	-	-	-	90,992.60
Criminal fines	72,283.02	-	-	-	72,283.02
Other	158,127.17	-	-	600.00	158,727.17
Interest	14,678.28	1,227.13	2,815.92	-	18,721.33
Charges for services	446.25	-	-	-	446.25
Miscellaneous receipts	17,513.43	-	-	-	17,513.43
Total revenues received	<u>2,224,554.12</u>	<u>277,391.65</u>	<u>2,815.92</u>	<u>600.00</u>	<u>2,505,361.69</u>
Expenditures Disbursed:					
General government	972,477.00	150,616.37	84,134.24	-	1,207,227.61
Public safety	675,720.75	-	-	-	675,720.75
Judiciary	313,029.53	-	-	-	313,029.53
Health and welfare	31,803.37	-	-	-	31,803.37
Debt service	-	115,485.00	-	-	115,485.00
Capital outlay	32,564.56	-	-	-	32,564.56
Total expenditures disbursed	<u>2,025,595.21</u>	<u>266,101.37</u>	<u>84,134.24</u>	<u>-</u>	<u>2,375,830.82</u>
Excess of revenues over (under) expenditures	<u>198,958.91</u>	<u>11,290.28</u>	<u>(81,318.32)</u>	<u>600.00</u>	<u>129,530.87</u>

CUMBERLAND COUNTY, ILLINOIS  
 SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED  
 AND CHANGES IN FUND EQUITY - MODIFIED CASH BASIS  
 COUNTY GENERAL FUNDS  
 Year Ended November 30, 2014

	General	County Insurance	Operations and Maintenance	Coroner's Automation	Total County General
Other Financing Sources (Uses):					
Sale of capital assets	1,316.58	-	-	-	1,316.58
Excess of revenues and other financing sources over (under) expenditures and other financing uses	200,275.49	11,290.28	(81,318.32)	600.00	130,847.45
Fund equity, beginning of year	1,904,902.14	281,931.24	448,655.76	3,000.00	2,638,489.14
Fund Equity, End of Year	\$ 2,105,177.63	\$ 293,221.52	\$ 367,337.44	\$ 3,600.00	\$2,769,336.59

CUMBERLAND COUNTY, ILLINOIS  
SCHEDULE OF ASSETS, LIABILITIES AND FUND EQUITY  
ARISING FROM CASH TRANSACTIONS - MODIFIED CASH BASIS  
COUNTY HIGHWAY FUNDS  
November 30, 2014

	<u>County Highway</u>	<u>Supplemental Highway</u>	<u>Total County Highway</u>
<b>ASSETS</b>			
Cash and deposits	<u>\$ 190,377.59</u>	<u>\$ 1,297.25</u>	<u>\$ 191,674.84</u>
<b>LIABILITIES</b>			
None	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>FUND EQUITY</b>			
Restricted for:			
Public works/transportation	160,734.95	-	160,734.95
Assigned for:			
Public works/transportation	<u>29,642.64</u>	<u>1,297.25</u>	<u>30,939.89</u>
Total fund equity	<u>190,377.59</u>	<u>1,297.25</u>	<u>191,674.84</u>
Total Liabilities and Fund Equity	<u>\$ 190,377.59</u>	<u>\$ 1,297.25</u>	<u>\$ 191,674.84</u>

CUMBERLAND COUNTY, ILLINOIS  
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED  
AND CHANGES IN FUND EQUITY - MODIFIED CASH BASIS  
COUNTY HIGHWAY FUNDS  
Year Ended November 30, 2014

	County Highway	Supplemental Highway	Total County Highway
Revenues Received:			
Property taxes	\$ 100,821.48	\$ -	\$ 100,821.48
Intergovernmental Revenues:			
Reimbursement from townships/municipals	5,570.40	-	5,570.40
State sources:			
Replacement taxes	7,513.42	-	7,513.42
Federal sources	33,381.63	-	33,381.63
Interest	1,324.78	2.43	1,327.21
Charges for services	138,485.40	-	138,485.40
Equipment rental	80,520.45	-	80,520.45
Miscellaneous receipts	6,474.91	-	6,474.91
Total revenues received	<u>374,092.47</u>	<u>2.43</u>	<u>374,094.90</u>
Expenditures Disbursed:			
Public works/transportation	376,635.84	-	376,635.84
Debt service	45,977.44	-	45,977.44
Total expenditures disbursed	<u>422,613.28</u>	<u>-</u>	<u>422,613.28</u>
Excess of revenues over (under) expenditures	(48,520.81)	2.43	(48,518.38)
Fund equity, beginning of year	<u>238,898.40</u>	<u>1,294.82</u>	<u>240,193.22</u>
Fund Equity, End of Year	<u>\$ 190,377.59</u>	<u>\$ 1,297.25</u>	<u>\$ 191,674.84</u>