

Kankakee County, Illinois
Annual Financial Statements
For the year ended
November 30, 2005

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For The Year Ended November 30, 2005
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Independent Auditor's Report

Kankakee County Board
Kankakee County, Illinois
Kankakee, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Kankakee County, Illinois, as of and for the year ended November 30, 2005, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Kankakee County Public Building Commission, which represents 100 percent of the assets and revenues of the component unit column. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Kankakee County Public Building Commission, is based on the report of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the report of other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and aggregate remaining fund information of Kankakee County, Illinois, as of November 30, 2005, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated May 16, 2006 on our consideration of Kankakee County, Illinois's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in conjunction with this report in considering the results of our audit.

The management's discussion and analysis and the accompanying required supplementary information on pages 4 through 18 and 44 through 56, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.



Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Kankakee County, Illinois's basic financial statements. The other supplementary information is presented for purposes of additional analysis and is not a required part of the basic financial statements. The other supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Smith, Gidding, O'Hara & Son P.C.

May 16, 2006

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**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**

Kankakee County Board
Kankakee County, Illinois
Kankakee, Illinois

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Kankakee County, Illinois as of and for the year ended November 30, 2005, which collectively comprise Kankakee County, Illinois's basic financial statements and have issued our report thereon dated May 16, 2006. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Kankakee County, Illinois's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Kankakee County, Illinois's 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 no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of Kankakee County, Illinois, in a separate letter dated May 16, 2006.

This report is intended solely for the information and use of the audit committee, management, others within the organization, Kankakee County Board, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Smith, Koelling, Dykstra & Ohm P.C.

May 16, 2006



MANAGEMENT'S DISCUSSION AND ANALYSIS

The management of the County of Kankakee presents readers of the County's financial statement this narrative overview and analysis of the financial activities for the fiscal year ended November 30, 2005 and 2004.

The Management's Discussion and Analysis (MD&A) is an element of the new reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34 Basic Financial Statements -- and Management's Discussion and Analysis -- for State and Local Governments issued June 1999. This analysis will include comparative information to last year's financial statements.

FINANCIAL HIGHLIGHTS

- The assets of the County of Kankakee exceeded its liabilities at the close of the most recent fiscal year by \$68.98 million (*net assets*). Net assets invested in capital assets (net of depreciation and related debt) account for over 56 percent of this amount (\$38.9 million). Of the total, \$7.8 million (*unrestricted net assets*) may be used to meet the government's ongoing obligations to citizens and creditors.
- The government's total net assets increased by \$26.3 million (62 percent). The governmental net assets increased by \$26.4 million (69 percent) while the business-type net assets decreased by \$0.04 million (0.8 percent). These changes are after a one time special item revenue increase of \$24.7 million described in more detail later in this discussion and in Notes 8 and 15 to the financial statements.
- At the close of fiscal year 2005, the County of Kankakee's governmental funds reported combined ending fund balances of \$38.3 million. The majority of this amount, \$24.9 million is *available for spending* at the government's discretion (*unreserved fund balance*).
- At the end of the current fiscal year, unreserved fund balance for the General Fund was \$3.6 million, or 14.33 percent of total general fund expenditures.
- The County's financial status continues to be strong. Total net assets increased more than 62 percent over the course of the year.
- Overall revenues were \$46.2 million, and proceeds from long-term debt were 17.2 million, resulting in a \$5.9 million increase in fund balance for governmental funds.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of three parts -- **m**anagement's discussion and analysis (this section), the **b**asic financial statements, and **r**equired supplementary information. This discussion and analysis are intended to serve as an introduction to the County of Kankakee's basic financial statements. The basic financial statements comprise two types of statements that present different views of the County:

- The first two statements are **government-wide financial statements** that provide both **long-term** and **short-term** information about the County's overall financial status.
- The remaining statements are **fund financial statements** that focus on **individual parts** of the County government, reporting the County's operations in **more detail** than the government-wide statements.
 - The **governmental funds** statements tell how **general government** services such as public safety were financed in the **short-term** as well as what remains for future spending.
 - **Proprietary fund** statements offer **short- and long-term** financial information about the activities that the government operates **like a business**, such as the Emergency Telephone System (911).

- **Fiduciary fund** statements provide information about the financial relationships, like the drainage district funds, in which the County acts solely as a **trustee or agent** for the benefit of others, to whom the resources in question belong.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements.

Illustration A shows how the requisite parts of this annual report are arranged and related to one another.

Illustration A
Organization of the County of Kankakee's Annual Financial Report

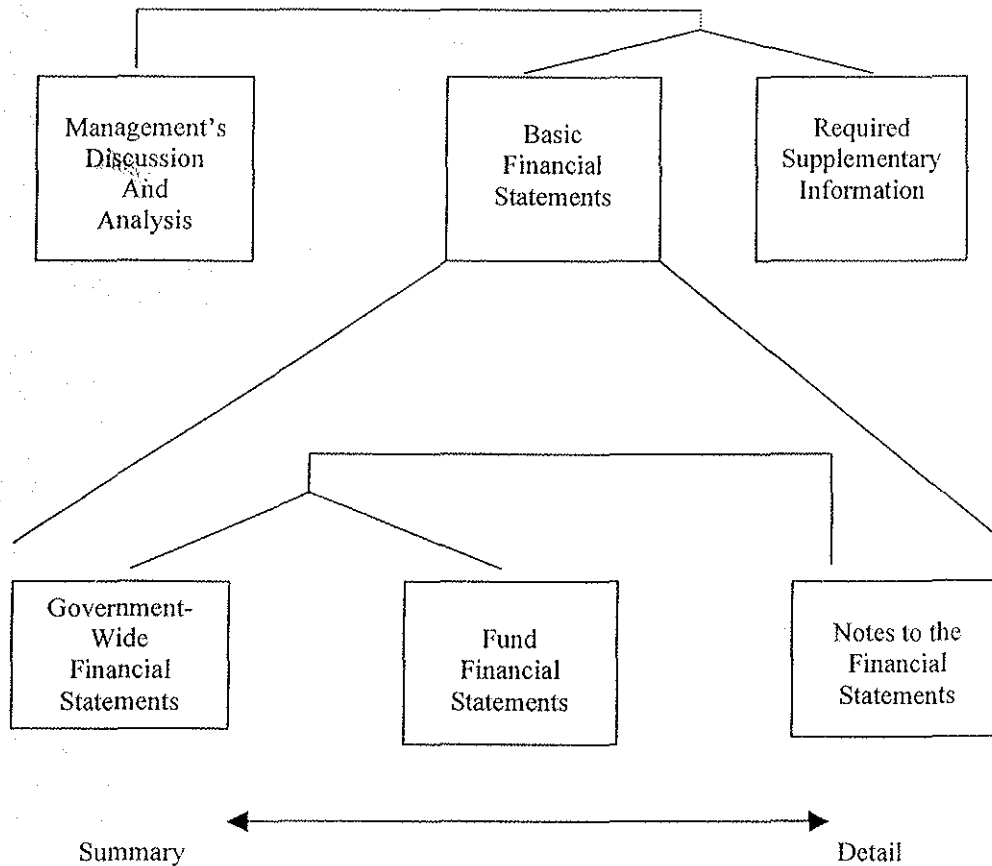


Illustration B summarizes the major features of the County's financial statements, including the portion of the County government they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis explains the structure and contents of each of the statements.

Illustration B

Major Features of Kankakee County's Government-wide and Fund Financial Statements

	Government-wide Statements	Fund Financial Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire County (except fiduciary funds) and the County's component units	The activities of the County that are not proprietary or fiduciary, such as administrative and public safety	Activities the County operates similar to private businesses: the Emergency Telephone (911) system, and Animal Control	Instances in which the County is the trustee or agent for someone else's resources, such as the drainage district funds
Required financial statements	<ul style="list-style-type: none"> Statement of net assets Statement of activities 	<ul style="list-style-type: none"> Balance sheet Statement of revenues, expenditures, and changes in fund balances 	<ul style="list-style-type: none"> Statement of net assets Statement of revenues, expenses, and changes in net assets Statement of cash flows 	<ul style="list-style-type: none"> Statement of fiduciary net assets Statement of changes in fiduciary net assets
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and payment is due during the year or soon thereafter	All revenues and expenses during year, regardless of when cash is received or paid	All revenues and expenses during year, regardless of when cash is received or paid

Government-wide Statements

The government-wide statements report information about the County as a whole using accounting methods similar to those used by private-sector companies. The statement of net assets includes all of the County's assets and liabilities. The difference between the two is net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the County is improving or deteriorating. The statement of activities presents information showing how the government's net assets changed during the most recent fiscal year. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the County's net assets and how they have changed. Net assets, the difference between the County's assets and liabilities, are one way to measure the County's financial health. Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities).

The government-wide financial statements of the County are divided into three categories:

1. **Governmental activities** – Most of the County's basic services are included here, such as the Sheriff's Department, State's Attorney Office, Highway Department, Health Department, and General Administration. Property taxes and state and federal grants finance most of these activities.
2. **Business-type activities** – The County charges fees to customers to help cover the costs of certain services it provides. The County's Emergency Telephone (911) System and Animal Control are included here.
3. **Component units** – The County includes another entity, the Kankakee County Public Building Commission, in its report. Although legally separate, this component unit is important because the County is financially accountable for it. The Public Building Commission is a discretely-presented component unit of the County of Kankakee. The Commission issues separate financial statements which are on file at the Office of Finance Director, Kankakee County, 189 E. Court St., Suite 300, Kankakee, Illinois 60901.

Additionally, the Kankakee County Health Department, the Veterans Assistance Commission, and the Kankakee County Emergency Telephone System Board are blended component units of the County of Kankakee. These entities financial statements are blended with those of the County due to a degree of control that the County has over these functions. However, both the Health Department and the Emergency Telephone System Board have issued separate financial statements which are also on file at the County.

The government-wide financial statements can be found on pages 19-20 of this report.

Fund Financial Statements

Kankakee County's fund financial statements provide more detailed information about the County's most significant funds, as opposed to the County as a whole. Funds are accounting devices that the County uses to keep track of specific sources of funding and spending for particular purposes. Some funds are required by State law and by bond covenants. The County Board establishes other funds to control and manage money for particular purposes or to show that it is properly using certain taxes and grants.

The County has three categories of funds:

1. **Governmental funds:** Most of the County's basic services are included in governmental funds, which focus on both how cash and other financial assets that can readily be converted to cash flow in and out, and the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the County's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, additional information at the bottom of the governmental funds statement explains the relationship, or differences, between them.

Kankakee County maintains thirty-one individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, the tort fund, and the pension fund. These three funds are considered to be major funds. Data from the other twenty-eight governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

Kankakee County adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget. This schedule is found in the Required Supplementary Information section.

The basic governmental fund financial statements can be found on pages 21-23 of this report.

2. **Proprietary funds:** Services for which the County charges customers a fee are generally reported in proprietary funds. Proprietary funds, like the government-wide statements, provide both long- and short-term financial information. In fact, the County's enterprise funds (one type of proprietary fund) are the same as its business-type activities, but provide more detail and additional information, such as cash flows. Kankakee County uses enterprise funds to account for its Emergency Telephone Services (911) system and for its Animal Control operation.

The basic proprietary fund financial statements can be found on pages 24-26 of this report.

3. **Fiduciary funds:** The County is a trustee, or fiduciary for other assets that, because of a trust arrangement, can be used only for the trust beneficiaries. The County is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. All of the County's fiduciary activities are reported in a separate statement of fiduciary net assets and a statement of changes in fiduciary net assets. Kankakee County excludes these activities from the county's government-wide financial statements because the County cannot use these assets to finance its operations.

The basic fiduciary fund financial statements can be found on page 27-28 of this report.

Notes to the Financial Statements

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

The notes to the financial statements can be found on pages 29-42 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the County's progress in funding its obligation to provide pension benefits to its employees.

Required supplementary information can be found on page 44-56 of this report.

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 59-69 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

This is the third year that the County has presented its financial statements under the new reporting model required by the Governmental Accounting Standards Board Statement No. 34 (GASB 34), *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*. The new reporting model significantly changes the recording and presentation of financial data and comparative data is provided.

Exhibit 1 is a condensed version of the statement of net assets for the County of Kankakee. At the close of the current fiscal year the County's net assets exceeded liabilities by \$68.9 million. Net assets for governmental activities increased \$26.4 million from FY 2004. However, for business-type activities, net assets decreased by \$0.04 million.

Exhibit 1

Condensed Statement of Net Assets (In Thousands)

	Governmental Activities		Business-Type Activities		Total	
	2005	2004	2005	2004	2005	2004
Current and other assets	\$ 56,977	\$ 48,205	\$ 3,477	\$ 3,335	\$ 60,455	\$ 51,540
Capital assets	55,739	17,872	3,967	4,419	59,707	22,292
Total assets	112,717	66,078	7,445	7,754	120,162	73,832
Current and other liabilities	20,494	16,446	387	461	20,881	16,908
Long-term debt	27,726	11,519	2,578	2,776	30,304	14,295
Total liabilities	48,220	27,966	2,965	3,237	51,185	31,203
Net assets invested in capital assets, net of related debt	37,750	11,533	1,191	1,415	38,941	12,949
Restricted	21,982	22,922	233	202	22,215	23,124
Unrestricted	4,765	3,657	3,055	2,899	7,820	6,556
Total net assets	\$ 64,497	\$ 38,112	\$ 4,479	\$ 4,516	\$ 68,976	\$ 42,629

A significant portion of the County's net assets (56.5 percent) reflects investment of \$38.9 million in capital assets such as land, buildings, and equipment, less any related outstanding debt used to acquire those assets. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, the resources needed to repay the debt must be provided from other sources, as capital assets cannot be used to liquidate these liabilities.

An additional portion of the County's net assets \$22.2 million (32.2 percent), represents resources that are subject to external restrictions on how they may be used. Of this amount, \$0.04 million of governmental activities and all of the business-type activities restricted net assets are restricted for debt service. The remainder is restricted for other purposes.

The remaining portion of the County's net assets (11.3 percent) is located in unrestricted net assets. Kankakee County's unrestricted net assets of \$7.8 million may be used to meet the County's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the County of Kankakee is able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate governmental and business-type activities. The same situation held true for the prior fiscal year.

The following table, Exhibit 2, illustrates changes in net assets resulting from changes in revenues and expenditures.

Exhibit 2

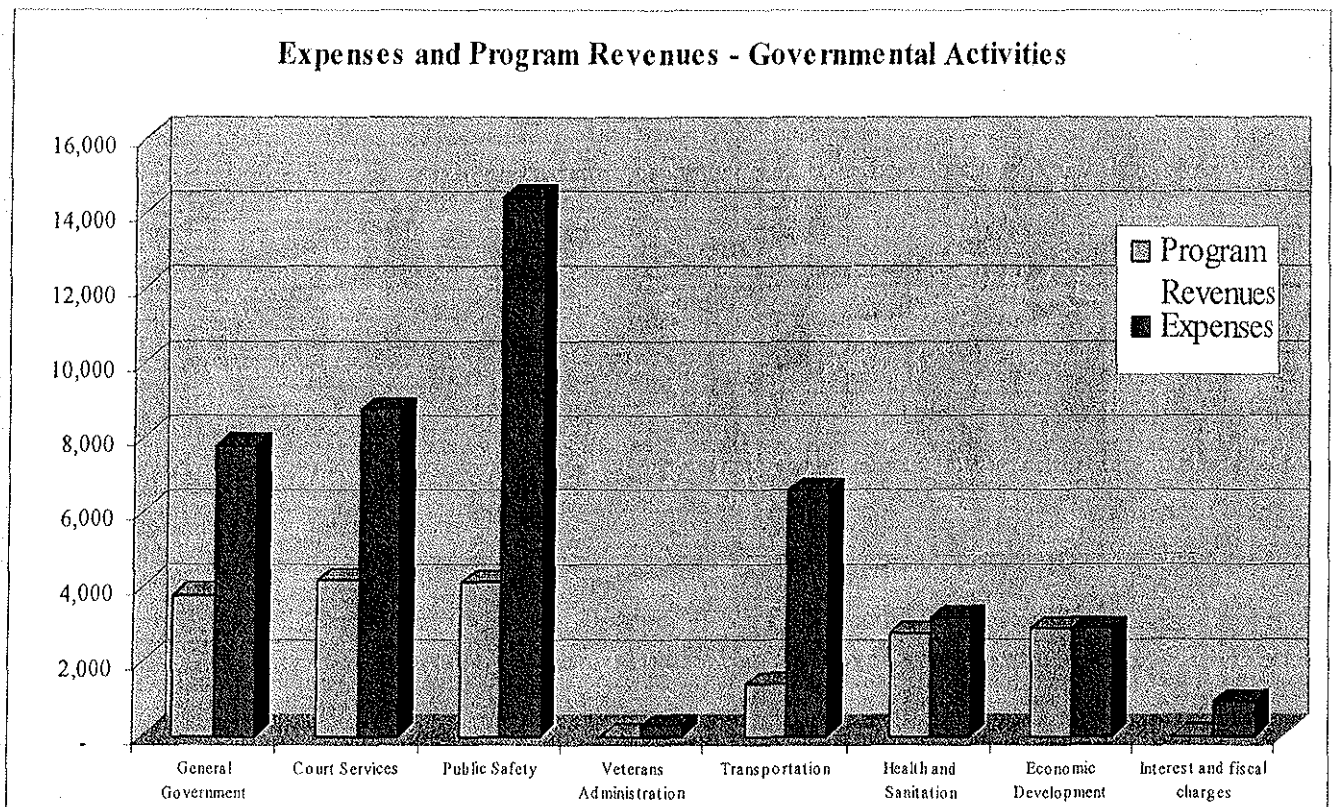
Kankakee County's Changes in Net Assets (In Thousands)

	Governmental Activities		Business-Type Activities		Total	
	2005	2004	2005	2004	2005	2004
Revenues						
Program Revenues						
Charges for Services	\$ 9,909	\$ 7,744	\$ 2,670	\$ 2,487	\$ 12,579	\$ 10,231
Operating Grants and Contributions	8,132	5,709	-	27	8,132	5,736
Capital Grants and Contributions	943	506	-	-	943	506
General Revenues						
Property Taxes	11,847	11,582	-	-	11,847	11,582
Sales Tax	8,664	7,471	-	-	8,664	7,471
State Income Tax	2,269	1,943	-	-	2,269	1,943
Replacement and Other Taxes	2,942	2,480	-	-	2,942	2,480
Other	1,587	1,289	61	15	1,648	1,303
Special Items	24,717	-	-	-	24,717	-
Total Revenues	71,010	38,724	2,731	2,529	73,741	41,252
Expenses						
Governmental Activities						
General Government	7,770	7,522	-	-	7,770	7,522
Public Safety	14,411	11,237	-	-	14,411	11,237
Court Services	8,742	7,898	-	-	8,742	7,898
Transportation	6,543	6,807	-	-	6,543	6,807
Health and Sanitation	3,156	3,001	-	-	3,156	3,001
Veterans Administration	256	229	-	-	256	229
Economic Development	2,842	1,174	-	-	2,842	1,174
Interest and fiscal charges	911	491	-	-	911	491
Business-Type Activities						
Emergency Telephone Services	-	-	2,495	2,385	2,495	2,385
Animal Control	-	-	273	268	273	268
Total Expenses	44,631	38,359	2,768	2,652	47,398	41,011
Excess (Deficiency) Before Transfers	26,380	365	(37)	(123)	26,343	242
Transfers	-	-	-	-	-	-
Increase (Decrease) in Net Assets	26,380	365	(37)	(123)	26,343	242
Net Assets - Beginning of Year	38,117	37,752	4,516	4,640	42,634	42,392
Net Assets - End of Year	<u>\$ 64,497</u>	<u>\$ 38,117</u>	<u>\$ 4,479</u>	<u>\$ 4,516</u>	<u>\$ 68,976</u>	<u>\$ 42,634</u>

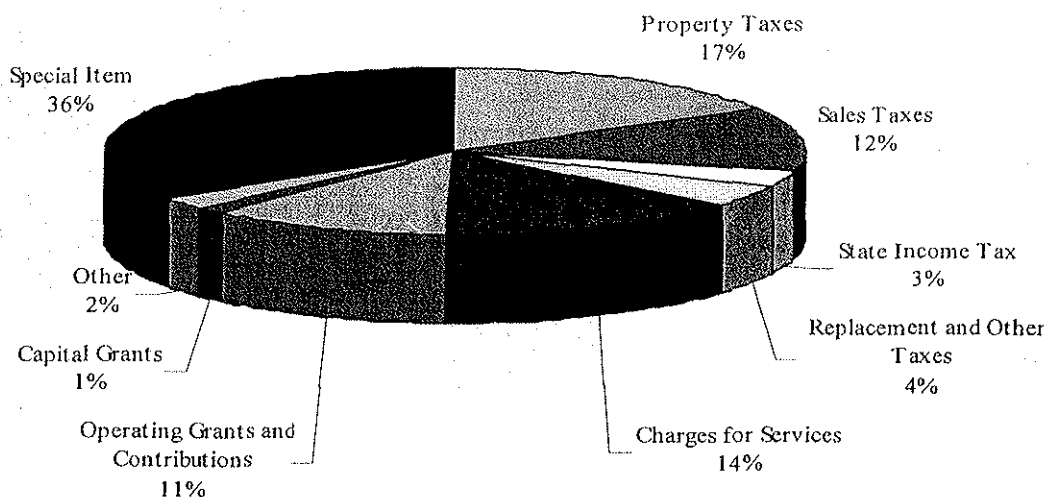
- Charges for service for governmental activities increased by \$2.2 million (30.0 percent). The majority of this increase is due to an increase in charges for service for public safety of \$1.85 million. The revenues received are a result of the federal inmate housing contract.
- Operating grants for governmental activities increased by \$2.4 million (42 percent) during the year, mostly a result of the County acting as fiscal agent for the Local Workforce Investment Area 11 for the entire fiscal year.
- Capital grants for governmental activities increased by \$0.4 million (86 percent) during the year. This is partially the result of a nearly \$0.4 million increase to transportation capital grants for the highway department.
- Sales tax revenue jumped by \$1.2 million (16.0 percent) from last fiscal year. This is due to the continued success of the tax rebate program implemented in the City of Kankakee to draw more businesses to the area. Sales tax had also increased by \$1.26 million in the prior fiscal year, giving the County a 39.5 percent increase over the two year period.

- The Special Item of \$24.7 million is a result of a lease with the Kankakee County Public Building Commission for detention facilities which is the fair market value at the date of the lease. This is described in more detail in Note 8 to the Basic Financial Statements.
- Public safety expenditures increased by \$3.2 million. Due to a new contract with the Federal Marshall Service, the County housed approximately 170 new inmates, which lead to increased costs to run both jails. The County maintains a federal inmate housing contract with the federal government to offset these expenditures.
- Economic development is a category of expense under governmental activities, and is a result of the services provided by the Workforce Investment Act of which the County is now the grantee. Expenditures in this area increased by \$1.7 million. In FY04, the County was only the grantee for five months. The increase reflects running the program for a full year.

Governmental Activities



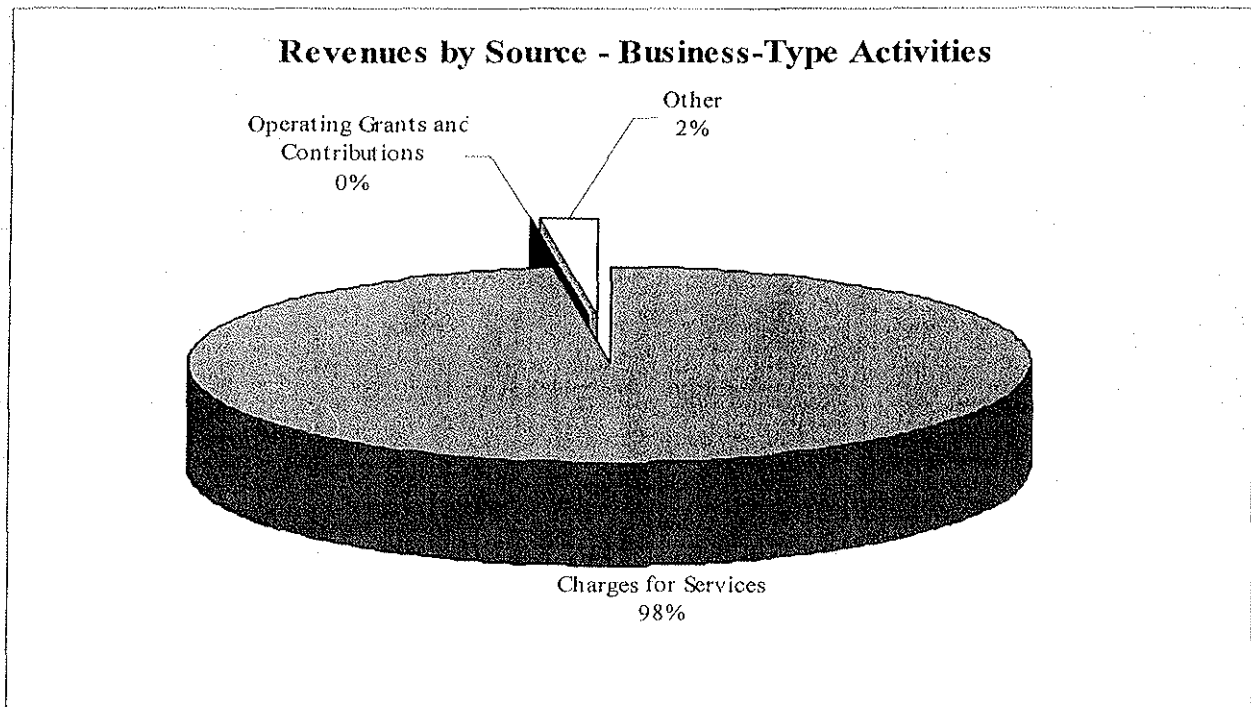
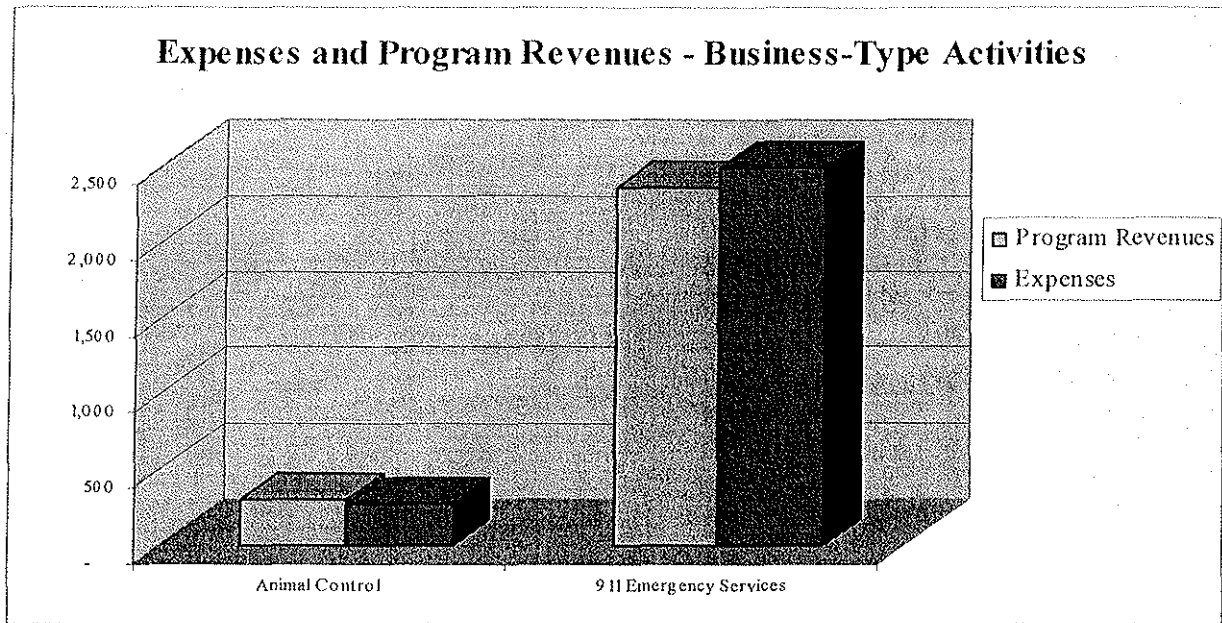
Revenues by Source - Governmental Activities



Governmental activities increased the County's net assets by \$26.4 million, accounting for all of the growth in the assets of the County. The majority of this amount, \$24.7 million, was due to a one time special item of recognizing the fair market value of the detention center. Another key aspect of this growth was a large increase in sales tax revenue during the year.

The preceding charts illustrate the County's governmental expenses and revenues by function and its revenue by source. Public safety is the largest governmental expense of the County, followed by court services, general government, and transportation. General revenues such as the property, sales, state income, replacement, motor fuel, and other taxes are not shown by function because they are used to support County-wide program activities. Less than one-fifth of the County's revenue for governmental funds comes from property taxes, and 36 cents of every dollar raised comes from some type of tax, down from 60 cents a year ago and 63 cents two years ago. More realistically and comparable to prior and future years, if the special item is removed, since it is a one-time occurrence, property taxes account for just over one-quarter of the County's revenue for governmental funds, and 56 cents of every dollar raised comes from some type of tax, still a decrease from prior years.

Business-Type Activities



Business-type activities decreased the County's net assets by \$0.04 million to \$4.48 million, a decline of 0.8 percent.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

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

Governmental Funds

The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of resources available for spending. This information is useful in assessing the County's financing requirements. In particular, unreserved fund balance measures the County's net resources available for spending at the end of the fiscal year. Governmental funds reported by the County include the General Fund, special revenue funds, debt service funds, capital project funds, and permanent funds.

At the end of the current fiscal year the County's governmental funds reported combined ending fund balances of \$38.3 million. Approximately \$25.0 million (65.2 percent) of that amount constitutes unreserved fund balance, which is available for discretionary spending. Another \$1.3 million is unreserved but designated for capital projects. The remainder of the fund balance, \$12.0 million, is reserved; it is committed for various purposes and is not available for new spending. The majority of the reserved amount is due to \$11.2 million reserved in the capital projects fund.

Revenues for the governmental funds in 2005 totaled \$46.2 million. Expenditures were \$57.6 million. Other financing sources/uses contributed an additional \$17.2 million. Overall, the fund balance increased by \$5.9 million for the year.

The General Fund is the chief operating fund of the County. It is composed of 34 departments: Administration, Liquor Commission, Treasurer, County Clerk, Elections, Recorder, Assessments, Board of Reviews, Planning, Information Services, Building & Grounds, Health Insurance, Contingency, Auditor, Zoning Board of Appeals, I-KAN ROE Educational Agreement, Finance, Capital Development, Circuit Clerk, Maintenance & Child Support, Circuit Court, Jury Commission, State's Attorney Office, Public Defender, Probation, D.N.D.C., Relief, Sheriff Police, Corrections, Auxiliary Police, E.S.D.A., Merit Commission, Dispatch Center, and Coroner.

At the end of 2005 the total fund balance of the General Fund was \$5.1 million. The fund balance increased by \$941,121 in 2005. The unreserved and undesignated fund balance of the general fund was \$3.6 million.

The Tort Liability Fund, a special revenue fund and one of the major funds of the County, ended the year with a fund balance of \$2.5 million, which represents a decrease of \$0.14 million from the prior fiscal year.

The Pension Fund, a special revenue fund, is another major fund of the County. Fund balance at the end of 2005 was \$4.2 million, a decrease of \$0.46 million.

There was a fourth major fund for Kankakee County, the Capital Projects Fund. It closed fiscal year 2005 with an \$11.2 million fund balance, an increase of \$5.4 million.

Proprietary Funds

The County's proprietary funds provide the same type of information found in the government-wide financial statements but in more detail.

911 System Fee Fund. This fund also qualified as a major fund of Kankakee County. Net assets at the end of the year amounted to \$4.2 million. Of this amount, \$1.2 million is invested in capital assets, net of related debt and \$0.2 million is restricted for debt service. The remainder, \$2.8 million, is unrestricted. Total net assets decreased by \$72,144 during the year.

Animal Control. There was a net asset balance of \$237,215 at the end of the fiscal year. This represented an increase of \$35,120. Of the total, \$35,610 is invested in capital assets, net of related debt and the remainder of \$201,605 is unrestricted.

Fiduciary Funds

The County maintains fiduciary funds for the assets of others in various Private Purpose Trust Funds and Agency Funds. Total net assets in the Fiduciary funds are \$1.34 million, a decrease of \$0.05 million from last year.

GENERAL FUND BUDGETARY HIGHLIGHTS

During the year, the County Board revised the County budget due to emergency issues. Generally, the budget amendments during the year were due to grants and higher than anticipated revenues from the sales tax agreement and federal inmate housing. Changes were also made at the end of the year to account for unexpected revenues and expenditures. The original General Fund budget of \$23.98 million increased to \$25.73 million.

The budget for the General Fund increased revenues \$1.46 million during the year. The most significant increase, \$0.7 million, was due to higher than anticipated sales tax revenue. Amendments caused by higher than expected federal inmate housing agreement revenues during fiscal year 2005 totaled \$0.5 million.

The most significant budget increases on the expenditure side were \$0.55 million amendment for Capital Development. The County was able to pay down some of its debt service from the increased revenues from the federal inmate housing agreement. Another significant increase of \$0.2 million was the result of an increase in insurances. Other increased expenditures included a \$0.16 million increase for contractual services in the Planning Department as the Board voted for the General Fund to take over expenses that were formerly charged to the Tipping Fee Fund. An additional increase of \$0.25 million to the Probation Department in the General Fund was due a decrease in funding for the Juvenile Detention Center by the State. The County is contractually obligated to pay for 25 percent of the expenditures at this facility.

CAPITAL ASSETS & DEBT ADMINISTRATION

Capital Assets

The County of Kankakee's investment in capital assets for governmental and business-type activities as of November 30, 2005, amounts to \$59.7 million (net of accumulated depreciation). This investment in capital assets includes the transportation network, land, construction in progress, buildings and improvements, buildings and improvements under capital lease agreements, leasehold improvements, equipment, equipment under capital lease agreements, and vehicles. The total increase in the County's investment in capital assets for the current fiscal year was 168 percent (a 212 percent increase for governmental activities and an 11.4 percent decrease for business-type activities).

The following schedule shows the County's investment in capital assets.

Exhibit 3
Capital Assets at Year End, Net of Depreciation (In Thousands)

	Governmental Activities		Business-Type Activities		Total	
	2005	2004	2005	2004	2005	2004
Transportation Network	\$ 7,223	\$ 7,384	\$ -	\$ -	\$ 7,223	\$ 7,384
Land	293	80	61	61	354	141
Construction in Progress	13,145	171	-	-	13,145	171
Buildings and Improvements	27,382	3,437	-	-	27,382	3,437
Buildings and Improvements under capital lease agreements	4,154	4,314	-	-	4,154	4,314
Leasehold improvements	-	-	197	197	197	197
Equipment	2,184	1,224	3,682	4,128	5,865	5,352
Equipment under capital lease agreements	-	-	27	33	27	33
Vehicles	1,359	1,262	-	-	1,359	1,262
Total Capital Assets	\$ 55,739	\$ 17,872	\$ 3,967	\$ 4,419	\$ 59,707	\$ 22,292

Major capital asset changes that occurred during 2005 include the following:

The new detention center will become the property of the County at the end of the County's lease term with the Public Building Commission, and accordingly \$24.6 million was added to the County's capital assets. Additionally, \$13.0 million was added to construction in progress for work being done on the second phase of the detention center.

The sheriff's department purchased new squad cars during the year to replace retired vehicles

More detail about the County's capital assets is presented in Note 6 to the financial statements.

Long-term Debt

At the end of the current fiscal year, the County of Kankakee had total bonded debt outstanding of \$31.5 million. This encompasses \$28.7 million outstanding long-term debt in governmental activities and \$2.8 million outstanding long-term debt in business-type activities. This represents an increase of approximately \$16.3 million (131 percent) in governmental activities and a decrease of approximately \$0.2 million (7.6 percent) in business-type activities.

The following schedule shows the County's investment in long-term debt.

Exhibit 4
Outstanding Long-term Debt at Year End (In Thousands)

	Governmental Activities		Business-Type Activities		Total	
	2005	2004	2005	2004	2005	2004
Debt Certificates	\$ 22,305	\$ 5,750	\$ -	\$ -	\$ 22,305	\$ 5,750
Loan / Lease Agreement	867	1,071	-	-	867	1,071
Capital Leases	5,125	5,249	26	34	5,151	5,283
Bonds - Alternate Revenue Source	-	-	2,750	2,970	2,750	2,970
Other Commitments	-	-	-	-	-	-
Total	\$ 28,297	\$ 12,070	\$ 2,776	\$ 3,004	\$ 31,073	\$ 15,074

The major addition to long-term debt during the year for governmental activities was a \$17.0 million bond issue for the addition on the new detention center. However, the County had payments of \$0.84 million on debt and lease agreements.

There were no additions to long-term debt for business-type activities. Alternatively, the County retired \$220,000 in bonds and paid \$7,941 on the lease of the Animal Control truck.

More detailed information about the County's long-term liabilities is presented in Note 7 to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The County's General Fund budget for 2006 increased only 8.4 percent to approximately \$27.9 million. A large part of the increase on the revenue side is due to expected \$0.58 million increase in sales tax revenue. The other substantial revenue increase is \$2.7 million increase in inmate housing fees. There is an expenditure increase of about \$0.4 million for the increase in the County's portion of health insurance. A large increase is in Capital Development as the County pays down the debt from the detention facility utilizing revenues from the inmate housing contract. There is also an increase in personnel expenditures in the Corrections Department budgeted for fiscal year 2006 due to the anticipated opening of the addition to the detention center, which is also offset by revenues from the inmate housing contract.

On July 1, 2004, Kankakee County became fiscal agent for the Workforce Investment Act Grant. Our local workforce area consists of Grundy, Livingston, and Kankakee County. Fiscal year 2005 was the first full year as grantee. For the period of July 1 thru November 30, 2004 the County expended \$1.14 million in Workforce Investment Act Funds. This amount increased to \$2.8 million in FY 2005 as we completed a full year of grant services.

The following are other factors that could play a role in the actual outcome of next year's budgeted figures:

The Chicago Bears have renewed their contract for summer training camp with Olivet Nazarene University in Bourbonnais. This event has increased tourist travel into the County in late July and early August, which can lead to an increase in sales tax revenue.

Splash Valley Aquatic Park opened in June 2004. The water park, which is part of the Kankakee Valley Park District and can accommodate up to 1,500 people, also has the potential to attract tourist travel into the County. It will be open June through September and features discounted rates for residents. Attendance and revenue has increased each year the park has been open.

Oak Orthopedics Sports Arena opened in fall 2005 near the water park. The project was funded through a \$6.6 million state grant. KCC is paying a portion of the costs that are related to the fitness center it is using. The 49,000-square-foot building is located on the southeast corner of Kankakee Community College's campus adjacent to the soccer and softball fields. The facility includes the 85-foot-by-200-foot ice rink, a fitness center and locker rooms. The fitness center will be 8,000 square feet and will be operated by KCC. This represents an attraction to the area which is open year round.

The Kankakee County Board voted against a landfill in Kankakee County. Waste Management is currently appealing this vote. Revenue from Waste Management that we have been receiving for the siting process will not be in the budget in future years; related expenses will also be absent from the budget.

The planning department of Kankakee County recently completed step 1 of a 3-step process to determine the feasibility for the extension of metra commuter rail service from University Park to Kankakee. Other communities in Kankakee and Will County are helping to fund the local portion of the grant contract. While the study is a lengthy process, it could lead to possible future growth for our County.

In recent years, there has been a generally continued increase in sales tax revenue due to increased spending in the area and the contracts the city has entered into to bring in more sales tax revenue. This is expected to continue increasing in future years.

A new hotel and conference center, Hilton Garden Inn and Convention Center, opened in November 2004 at exit 308 in southern Kankakee County. This has the potential to attract others from outside the area for the use of its convention center. A large Gas City which houses Dunkin' Donuts, Subway Sandwich shop, and Great American Hot Dog & Pizza eatery was built in the vicinity.

Wal-Mart has announced its intentions to build superstores both in southern Kankakee County near exit 308 and in northern Kankakee County along Route 50. Ground has also broken on Kohl's in northern Kankakee County along Route 50.

The County completed construction of the new jail in early 2005. The new jail is located along Interstate 57 in southern Kankakee County. This will allow the existing jail to be rented out for out of county inmate housing as a revenue source. Additional, new correctional officers have been hired in order to operate both the new facility and also continue operating the current facility. Work is currently being done on phase two of the new jail which will allow further out of county inmate housing.

Outside consultants completed a space needs study for the County offices. While it is evident that additional space is warranted, it is yet to be determined what course of action the County will pursue.

The Board is considering repairing or replacing the fire escape of the county administration building as the existing one has been deemed unsafe. This project is expected to cost around \$160,000.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the County's finances and to demonstrate the County's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Kankakee County Finance Department, 189 E. Court St. Suite 300, Kankakee, IL 60901.

Kankakee County, Illinois
Statement of Net Assets
November 30, 2005

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	
Assets				
Cash	\$ 20,382,825	\$ 1,476,418	\$ 21,859,243	\$ 353,235
Cash - restricted	-	287,100	287,100	-
Investments, at cost	15,662,469	1,161,856	16,824,325	-
Receivables, (net, where applicable of allowance for uncollectibles):				
Taxes, including interest, penalties and liens	13,139,687	-	13,139,687	-
Accounts	6,350,131	336,193	6,686,324	-
Loans	-	-	-	2,291,556
Internal balances	(223)	223	-	-
Due from other governments	275,073	-	275,073	-
Prepaid expenses	686,347	184,150	870,497	-
Inventory, at cost	187,053	-	187,053	-
Other assets	294,073	31,492	325,565	-
Capital assets, net of accumulated depreciation	55,739,421	3,967,278	59,706,699	-
Total assets	<u><u>\$ 112,716,856</u></u>	<u><u>\$ 7,444,710</u></u>	<u><u>\$ 120,161,566</u></u>	<u><u>\$ 2,644,791</u></u>
Liabilities and Net Assets				
Liabilities				
Vouchers and accounts payable	\$ 5,864,024	\$ 50,571	\$ 5,914,595	\$ 68,159
Payable from restricted assets	-	53,704	53,704	-
Accrued wages and benefits	510,323	54,227	564,550	-
Deferred revenue	12,966,563	-	12,966,563	15,755
Noncurrent liabilities:				
Due within one year	1,153,559	228,280	1,381,839	65,000
Due in more than one year	27,725,685	2,578,460	30,304,145	2,310,000
Total liabilities	<u><u>48,220,154</u></u>	<u><u>2,965,242</u></u>	<u><u>51,185,396</u></u>	<u><u>2,458,914</u></u>
Net Assets				
Invested in capital assets, net of related debt	37,749,807	1,191,368	38,941,175	-
Restricted for:				
Debt service	40,434	233,396	273,830	-
Other purposes	21,941,112	-	21,941,112	-
Unrestricted	4,765,349	3,054,704	7,820,053	185,877
Total net assets	<u><u>64,496,702</u></u>	<u><u>4,479,468</u></u>	<u><u>68,976,170</u></u>	<u><u>185,877</u></u>
Total liabilities and net assets	<u><u>\$ 112,716,856</u></u>	<u><u>\$ 7,444,710</u></u>	<u><u>\$ 120,161,566</u></u>	<u><u>\$ 2,644,791</u></u>

See accompanying notes to the basic financial statements.

Kankakee County, Illinois
Statement of Activities
For the Year Ended November 30, 2005

Functions/Programs:	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets			
		Charges for Services	Operating Grants and Contributions	Capital Grants	Primary Government			Component Unit
					Governmental Activities	Business-Type Activities	Total Primary Government	
Primary government:								
Governmental activities								
General government	17 \$ 7,769,963	\$ 3,380,390	\$ 388,925	\$ -	\$ (4,000,648)		\$ (4,000,648)	
Court services	20 8,741,838	2,717,952	1,433,728	-	(4,590,158)		(4,590,158)	
Public safety	32 14,410,721	2,768,787	1,016,035	315,587	(10,310,312)		(10,310,312)	
Health and sanitation	3,155,754	429,266	2,292,578	-	(433,910)		(433,910)	
Transportation	6,542,730	612,556	160,625	627,379	(5,142,170)		(5,142,170)	
Veterans administration	255,903	-	-	-	(255,903)		(255,903)	
Economic development	2,842,492	-	2,840,067	-	(2,425)		(2,425)	
Interest and fiscal charges	911,455	-	-	-	(911,455)		(911,455)	
Total governmental activities	44,630,856	9,908,951	8,131,958	942,966	(25,646,981)		(25,646,981)	
Business-type activities								
911 Emergency services	2,494,583	2,365,949	-	-		\$ (128,634)	(128,634)	
Animal control	273,020	303,774	-	-		30,754	30,754	
Total business-type activities	2,767,603	2,669,723	-	-		(97,880)	(97,880)	
Total primary government	\$ 47,398,459	\$ 12,578,674	\$ 8,131,958	\$ 942,966	(25,646,981)	(97,880)	(25,744,861)	
Component unit:								
Kankakee County Public Building Commission	\$ 130,380	\$ 144,522	\$ -	\$ 4,096,600				\$ 4,110,742
General revenues:								
Taxes								
Property taxes					11,846,825	-	11,846,825	-
Sales tax					8,664,241	-	8,664,241	-
State income tax					2,269,476	-	2,269,476	-
Replacement and other taxes					2,941,931	-	2,941,931	-
Interest					693,559	60,856	754,415	11,146
Miscellaneous					893,597	-	893,597	120,937
Special items - Notes 8 and 15					24,716,912	-	24,716,912	(24,716,912)
Total general revenues and special items,					52,026,541	60,856	52,087,397	(24,584,829)
Change in net assets					26,379,560	(37,024)	26,342,536	(20,474,087)
Net assets - beginning					38,117,142	4,516,492	42,633,634	20,659,964
Net assets - ending					\$ 64,496,702	\$ 4,479,468	\$ 68,976,170	\$ 185,877

See accompanying notes to the basic financial statements.

Kankakee County, Illinois
Balance Sheet
Governmental Funds
November 30, 2005

	General Fund	Tort Liability	Pension	Capital Projects	Other Governmental Funds	Total Governmental Funds
Assets						
Cash	\$ 1,260,382	\$ 917,323	\$ 1,775,321	\$ 13,107,572	\$ 3,322,227	\$ 20,382,825
Investments, at cost	153,425	1,002,710	2,736,735	-	11,769,599	15,662,469
Receivables (net of applicable allowances for estimated uncollectible amounts):						
Taxes, including interest, penalties, and liens	3,884,239	2,123,361	3,170,898	-	3,961,189	13,139,687
Accounts	5,074,600	50,322	16,058	-	822,969	5,963,949
Prepaid expenses	44,574	542,558	-	-	99,215	686,347
Due from other funds	25,878	-	2,610	-	218	28,706
Due from other governments	-	-	-	-	275,073	275,073
Inventory, at cost	102,015	-	-	-	85,038	187,053
Total assets	<u>\$ 10,545,113</u>	<u>\$ 4,636,274</u>	<u>\$ 7,701,622</u>	<u>\$ 13,107,572</u>	<u>\$ 20,335,528</u>	<u>\$ 56,326,109</u>
Liabilities and Fund Balances						
Liabilities:						
Vouchers and accounts payable	\$ 1,292,336	\$ 26,513	\$ 333,335	\$ 1,870,799	\$ 955,920	\$ 4,478,903
Due to other funds	2,610	198	-	-	26,121	28,929
Deferred revenue	3,870,402	2,064,841	3,082,080	-	3,949,240	12,966,563
Accumulated unpaid sick and vacation pay	304,577	-	63,677	-	142,069	510,323
Total liabilities	<u>5,469,925</u>	<u>2,091,552</u>	<u>3,479,092</u>	<u>1,870,799</u>	<u>5,073,350</u>	<u>17,984,718</u>
Fund balances (deficit):						
Reserved	146,589	542,558	-	11,236,773	201,727	12,127,647
Unreserved - designated for capital projects	1,279,114	-	-	-	-	1,279,114
Unreserved	3,649,485	2,002,164	4,222,530	-	15,060,451	24,934,630
Total fund balances	<u>5,075,188</u>	<u>2,544,722</u>	<u>4,222,530</u>	<u>11,236,773</u>	<u>15,262,178</u>	<u>38,341,391</u>
Total liabilities and fund balances	<u>\$ 10,545,113</u>	<u>\$ 4,636,274</u>	<u>\$ 7,701,622</u>	<u>\$ 13,107,572</u>	<u>\$ 20,335,528</u>	

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds as assets	55,739,421
Bond issues costs, net of amortization, are not financial resources and, therefore, are not reported in the funds as assets	294,073
Long-term liabilities, including liabilities for retirement obligations, are not due and payable in the current period and therefore, are not reported as a fund liability in governmental funds	(28,879,244)
The difference in net assets between full accrual accounting and modified accrual accounting due to differing revenue and expense recognition criteria between the two methods	(998,939)
Net assets of governmental activities	<u>\$ 64,496,702</u>

Kankakee County, Illinois
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended November 30, 2005

	General Fund	Tort Liability	Pension	Capital Projects	Other Governmental Funds	Total Governmental Funds
Revenues:						
Taxes	\$ 12,112,081	\$ 1,944,581	\$ 2,951,358	\$ -	\$ 3,503,046	\$ 20,511,066
Intergovernmental	8,036,037	7,847	87,087	-	8,015,628	16,146,599
Charges for services	4,337,937	-	-	-	-	4,337,937
Licenses and permits	236,836	-	-	-	207,608	444,444
Fines and forfeits	923,563	-	-	-	2,177,307	3,100,870
Interest on investments	75,480	46,769	89,760	112,012	369,538	693,559
Miscellaneous	391,299	30,225	-	365,642	167,293	954,459
Total revenues	<u>26,113,233</u>	<u>2,029,422</u>	<u>3,128,205</u>	<u>477,654</u>	<u>14,440,420</u>	<u>46,188,934</u>
Expenditures:						
Current:						
General government	7,232,991	2,164,690	3,587,753	-	629,413	13,614,847
Judiciary and court related	6,173,572	-	-	-	536,733	6,710,305
Public safety	9,361,215	-	-	292,769	449,159	10,103,143
Health and welfare	-	-	-	-	3,015,502	3,015,502
Transportation	-	-	-	-	2,823,496	2,823,496
Economic development	-	-	-	-	4,415,178	4,415,178
Capital outlay	1,552,162	-	-	11,428,872	2,338,956	15,319,990
Debt service principal	676,418	-	-	-	162,495	838,913
Debt service interest	469,806	-	-	-	249,819	719,625
Total expenditures	<u>25,466,164</u>	<u>2,164,690</u>	<u>3,587,753</u>	<u>11,721,641</u>	<u>14,620,751</u>	<u>57,560,999</u>
Excess (deficiency) of revenues over (under) expenditures	<u>647,069</u>	<u>(135,268)</u>	<u>(459,548)</u>	<u>(11,243,987)</u>	<u>(180,331)</u>	<u>(11,372,065)</u>
Other financing sources (uses):						
Transfers in	12,755	-	-	16,688,221	265,000	16,965,976
Transfers out	(16,953,221)	-	-	-	(12,755)	(16,965,976)
Proceeds from long-term debt	17,234,518	-	-	-	-	17,234,518
Total other financing sources (uses)	<u>294,052</u>	<u>-</u>	<u>-</u>	<u>16,688,221</u>	<u>252,245</u>	<u>17,234,518</u>
Net change in fund balances	941,121	(135,268)	(459,548)	5,444,234	71,914	5,862,453
Fund balances, beginning of year	4,134,067	2,679,990	4,682,078	5,792,539	15,190,264	32,478,938
Fund balances, end of year	<u>\$ 5,075,188</u>	<u>\$ 2,544,722</u>	<u>\$ 4,222,530</u>	<u>\$ 11,236,773</u>	<u>\$ 15,262,178</u>	<u>\$ 38,341,391</u>

Kankakee County, Illinois
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund
Balances of Governmental Funds to the Statement of Activities
For the Year Ended November 30, 2005

Net change in fund balances - total governmental funds	\$ 5,862,453
Amounts reported for governmental activities in the statement of activities are different because:	
The issuance of long-term debt (bonds, leases) provides current financial resources to governmental funds	(17,234,518)
The payment of principal on long-term debt is reflected as an expense on the fund level statements, but is reported as a reduction of liabilities on the entity wide statements	838,913
The current period change in compensated absences included in noncurrent liabilities does not require or provide current financial resources and, therefore, is not reported in governmental funds	(85,336)
Depreciation on capital assets is not reflected on the fund level statements, but is reported as an expense on the entity wide statements	(2,447,107)
Amortization on debt issue costs is not reflected on the fund level statements, but is reported as an expense on the entity wide statements	(2,523)
The acquisition of capital assets is reported as an expense on the fund level statements, but is capitalized as an asset on the entity wide statements	39,159,647
Full accrual accounting and modified accrual accounting use differing revenue and expense recognition criteria	288,031
Change in net assets of governmental activities - entity wide statements	<u>\$26,379,560</u>

Kankakee County, Illinois
Statement of Net Assets
Proprietary Funds - Enterprise Funds
November 30, 2005

	Enterprise Funds		
	911 System Fee Fund	Other Enter- prise Funds	Total
Assets			
Current assets			
Cash	\$ 1,422,248	\$ 54,170	\$ 1,476,418
Cash - restricted	287,100	-	287,100
Investments	1,021,411	140,445	1,161,856
Accounts receivable	308,969	27,224	336,193
Due from other funds	-	223	223
Prepaid expenses and line charges	105,559	188	105,747
Total current assets	<u>3,145,287</u>	<u>222,250</u>	<u>3,367,537</u>
Property, plant, and equipment			
Building, improvements and equipment	7,154,109	142,118	7,296,227
Accumulated depreciation	<u>(3,248,351)</u>	<u>(80,598)</u>	<u>(3,328,949)</u>
Net property, plant, and equipment	<u>3,905,758</u>	<u>61,520</u>	<u>3,967,278</u>
Prepaid line charges	78,403	-	78,403
Bond issue costs, net and other assets	31,492	-	31,492
Total assets	<u>\$ 7,160,940</u>	<u>\$ 283,770</u>	<u>\$ 7,444,710</u>
Liabilities			
Current liabilities			
Current portion - long-term debt	\$ 220,000	\$ 8,280	\$ 228,280
Vouchers and accounts payable	31,864	18,707	50,571
Payable from restricted assets	53,704	-	53,704
Accrued wages and benefits	52,289	1,938	54,227
Total current liabilities	<u>357,857</u>	<u>28,925</u>	<u>386,782</u>
Long-term liabilities			
Long-term debt, net of current portion	2,530,000	17,630	2,547,630
Accrued sick time	30,830	-	30,830
Total long-term liabilities	<u>2,560,830</u>	<u>17,630</u>	<u>2,578,460</u>
Total liabilities	<u>2,918,687</u>	<u>46,555</u>	<u>2,965,242</u>
Net assets			
Invested in capital assets, net of related debt	1,155,758	35,610	1,191,368
Restricted for debt service	233,396	-	233,396
Unrestricted	2,853,099	201,605	3,054,704
Total net assets	<u>4,242,253</u>	<u>237,215</u>	<u>4,479,468</u>
Total liabilities and net assets	<u>\$ 7,160,940</u>	<u>\$ 283,770</u>	<u>\$ 7,444,710</u>

See accompanying notes to the basic financial statements.

Kankakee County, Illinois
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Proprietary Funds - Enterprise Funds
For the Year Ended November 30, 2005

	Enterprise Funds		
	911 System Fee Fund	Other Enter- prise Funds	Total
Revenues:			
Charges for services and other fees	\$ 2,364,997	\$ 300,114	\$ 2,665,111
Miscellaneous	952	3,660	4,612
Total revenues	<u>2,365,949</u>	<u>303,774</u>	<u>2,669,723</u>
Operating expenses:			
Personal services	1,281,646	172,282	1,453,928
Contractual services	330,318	38,199	368,517
Supplies and materials	11,723	16,596	28,319
Other services and charges	170,539	35,972	206,511
Depreciation and amortization expense	570,636	8,532	579,168
Total operating expenses	<u>2,364,862</u>	<u>271,581</u>	<u>2,636,443</u>
Operating income (loss)	<u>1,087</u>	<u>32,193</u>	<u>33,280</u>
Nonoperating revenue (expense):			
Interest income	56,490	4,366	60,856
Interest expense	(129,721)	(1,439)	(131,160)
Net nonoperating revenue (loss)	<u>(73,231)</u>	<u>2,927</u>	<u>(70,304)</u>
Change in net assets	(72,144)	35,120	(37,024)
Net assets, beginning of year	<u>4,314,397</u>	<u>202,095</u>	<u>4,516,492</u>
Net assets, end of year	<u>\$ 4,242,253</u>	<u>\$ 237,215</u>	<u>\$ 4,479,468</u>

Note: 911 System Fee Fund revenues are pledged for payment of alternate revenue source bonds.

Kankakee County, Illinois
Statement of Cash Flows
Proprietary Funds - Enterprise Fund Types
For the Year Ended November 30, 2005

	Enterprise Funds		
	911 System Fee Fund	Other Enter- prise Funds	Total
Cash flows from operating activities:			
Receipts from customers	\$ 1,914,909	\$ 284,047	\$ 2,198,956
Payments to suppliers	(816,001)	(84,981)	(900,982)
Payments to employees	(992,878)	(171,560)	(1,164,438)
Internal activity - payments from (to) other funds	485,264	(223)	485,041
Other receipts	952	3,660	4,612
Net cash provided (used) by operating activities	592,246	30,943	623,189
Cash flows from capital and related financing activities:			
Interest payments on long-term debt	(133,615)	(1,439)	(135,054)
Payments on long-term debt	(220,000)	(7,941)	(227,941)
Purchase of equipment	(31,520)	-	(31,520)
Net cash flows provided (used) by capital and related financing activities	(385,135)	(9,380)	(394,515)
Cash flows from investing activities:			
Purchase of investments	(113,184)	-	(113,184)
Sale of investments	113,184	-	113,184
Interest income	24,599	4,366	28,965
Net cash flows provided (used) by investing activities	24,599	4,366	28,965
Net increase (decrease) in cash and cash investments	231,710	25,929	257,639
Cash and cash investments, beginning of year	1,553,974	168,686	1,722,660
Cash and cash investments, end of year	\$ 1,785,684	\$ 194,615	\$ 1,980,299
Reported on balance sheet as cash	\$ 1,709,348	\$ 54,170	\$ 1,763,518
Included in balance sheet investments	76,336	140,445	216,781
	\$ 1,785,684	\$ 194,615	\$ 1,980,299
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	\$ 1,087	\$ 32,193	\$ 33,280
Adjustments to reconcile net income to net cash provided from operating activities:			
Depreciation expense	482,828	8,532	491,360
Amortization of line charges and bond issue costs	87,809	-	87,809
Change in assets and liabilities:			
(Increase) decrease in other assets	67,320	(16,263)	51,057
Increase (decrease) in accrued salaries and benefits	(16,911)	722	(16,189)
Increase (decrease) in other liabilities	(29,887)	5,759	(24,128)
Net cash provided by operating activities	\$ 592,246	\$ 30,943	\$ 623,189

See accompanying notes to the basic financial statements.

Kankakee County, Illinois
Statement of Fiduciary Net Assets
Fiduciary Funds
November 30, 2005

	Private Purpose Trust Funds	Agency Funds
Assets		
Cash	\$ 146,396	\$ 6,963,086
Investments, at cost	1,526,734	903,164
Receivables:		
Accounts receivable	131,910	42,482
Total assets	\$ 1,805,040	\$ 7,908,732
Liabilities and Net Assets		
Liabilities		
Vouchers payable	\$ 68,806	\$ 9,710
Due to:		
Other governments	-	4,760,210
Others	-	3,567,573
Deferred revenue	400,000	-
Total liabilities	468,806	8,337,493
Net Assets		
Restricted for other purposes	1,336,234	(428,761)
Total net assets	1,336,234	(428,761)
Total liabilities and net assets	\$ 1,805,040	\$ 7,908,732

Kankakee County, Illinois
Statement of Changes in Fiduciary Net Assets
Fiduciary Funds - Private Purpose Trust Funds
For the Year Ended November 30, 2005

	Township MFT	Contract Appraisal Work	Total
Additions:			
Intergovernmental	\$ 1,713,576	\$ 4,483	\$ 1,718,059
Interest	45,291	-	45,291
Total additions	1,758,867	4,483	1,763,350
Deductions:			
Transportation	1,789,149	-	1,789,149
Other services and charges	-	24,169	24,169
Total deductions	1,789,149	24,169	1,813,318
Change in net assets	(30,282)	(19,686)	(49,968)
Net assets, beginning of year	1,310,843	75,359	1,386,202
Net assets, end of year	<u>\$ 1,280,561</u>	<u>\$ 55,673</u>	<u>\$ 1,336,234</u>

See accompanying notes to the basic financial statements.

Kankakee County, Illinois
Notes to Basic Financial Statements

Note 1 – The Financial Reporting Entity

Kankakee County, Illinois is a municipal corporation formed in 1853 operating under the county board form of government. The Board of Trustees consists of twenty-eight members and is the legal and executive body of the County. In addition, there are seven other elected administrative officials, each of whom is independent as set forth in Illinois law. These officials are Clerk of Courts, Auditor, Coroner, Prosecuting Attorney, Recorder, Sheriff, and Treasurer.

The County's basic financial statements include accounts of all officials and activities described above and all other County operations. The County's major operations include human, social and economic development services, certain health care and community assistance services, public safety, a civil and criminal justice system, road and bridge maintenance and general administrative services.

Component Units: As required by generally accepted accounting principles (GAAP), the financial statements of the reporting entity include those of Kankakee County, the primary government, and its component units. The County complies with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, in defining the reporting entity. Component units are legally separate organizations for which the elected officials of the County are financially accountable. Organizations for which the County is accountable because it appoints a majority of the voting board, but is not financially accountable for its operations, are related organizations. Financial information of component units is blended with that of Kankakee County where, among other criteria, the nature of services rendered by the component unit is almost exclusively for the benefit of the County or where the governing body of the component unit is substantially the same as that of the County. Component unit financial information that is not blended with that of the County is discretely presented in a separate column on the County's government wide financial statements. A general description of the component units and related organizations follows:

Component Units – Discretely-presented

The **Kankakee County Public Building Commission** is a separate municipal corporation created for the purpose of acquiring or enhancing public buildings or facilities. The Commissioners are appointed by and serve at the pleasure of the Chairman of the County Board. Because of its appointment powers, the County includes the Commission in its financial statements as a discretely-presented component unit using their fiscal year end October 31, 2005. The Commission issues separate financial statements which are on file at the Office of Finance Director, Kankakee County, 189 E. Court St., Suite 300, Kankakee, Illinois 60901. The County Board is not financially responsible for obligations of the Commission unless any such improvements are for its benefit.

Component Units - Blended

The **Kankakee County Health Department** is an Illinois governmental entity, which is governed by an eight-member board, appointed by the County, which also approves its budget. The Health Department's financial statements are blended with those of the County because of the degree of control the County can exercise over its activities. Its transactions are accounted for in the Health Fund, a special revenue fund.

The **Veterans Assistance Commission** is a central assistance committee composed of one delegate from each County post to oversee assistance to military veterans and their families. The oversight is shared by the Chairman of the County Board or his designee. Under Illinois law, the County is to provide office space, phone and supplies for the Commission and payment of assistance claims. Because of its oversight powers and the economic burden this requirement places on the County, its transactions are accounted for in the Veterans Assistance Fund which is blended with other special revenue funds.

The **Kankakee County Emergency Telephone System Board** is created by the County Board which also defines its powers and duties. This Board of nine members, four of whom may be members of the County Board, oversees the implementation and operations of the emergency telephone system. Because it has reserved powers, the operations are accounted for in the 911 System Fee Proprietary Fund which is blended with other County funds.

Kankakee County, Illinois
Notes to Basic Financial Statements

Note 1 – The Financial Reporting Entity (Continued)

Related Organizations

The **Cooperative Extension Services of the College of Agriculture**, of the University of Illinois operate in counties where extension councils have been established to disseminate information on subjects related to agriculture and home economics and other University programs. Oversight is provided by extension councils which derive their duties and powers from the Board of Trustees of the University of Illinois. Extension service programs and related local funding are coordinated by an extension board numbering at least seven comprised of four members from the Extension Council and three from the County Board. The County extends taxes to finance operations of the Extension Service. The County is not financially responsible for any part of the Extension Services' operations except as it may choose to be.

The **Kankakee County Housing Authority** provides low-income housing and rental assistance to residents of the County. Its commissioners are appointed by the County Board Chairman. The Authority is a separate legal organization and has no financial accountability to the County.

Kankakee County is one of several governmental units that jointly govern the **Kankakee Area Metropolitan Enforcement Group, (KAMEG)**, a law enforcement initiative aimed at reducing illegal drug traffic in the area. The County serves as implementing agency for grants received through the Illinois Criminal Justice Information Authority, and also provided enforcement personnel to KAMEG.

Related organizations are not included in the financial statements of the County.

Joint Ventures

The County is a participant with Will County in a joint venture to operate a juvenile justice center under an intergovernmental agreement, with operating responsibility vested principally in Will County. The facility is leased from the Will County Public Building Commission for a period of 30 years by the joint venturers – See Note 8. Operation of the facility is under the responsibility of the Chief Judge of the 12th Judicial Circuit (Will County) with advice of the Chief Judge of the 21st Judicial Circuit (Kankakee County). Each party to the agreement is responsible for their respective share of expenses in proportion to beds leased, which amounts to 25% for Kankakee County.

Note 2 – Basis of Presentation

Government-wide Financial Statements The statement of net assets and the statement of changes in net assets report information on all of the non-fiduciary activities of the primary government and its component units. 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. Likewise the primary government is reported separately from legally separate component units for which the primary government is financially accountable. As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

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

Fund Financial Statements The County segregates transactions related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Separate statements are presented for governmental, proprietary and fiduciary activities. These statements present each major fund as a separate column on the fund financial statements and all non-major funds are aggregated and presented in a single column.

Note 2 – Basis of Presentation (Continued)

Governmental funds are those funds through which most governmental functions typically are financed. The measurement focus of governmental funds is on the sources, uses and balance of current financial resources. The County has presented the following major governmental funds:

General – This is the primary operating fund of the County. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The general fund balance is available to the County for any purpose provided it is expended or transferred according to the general laws of Illinois.

Tort Liability – This fund accounts for the County's operations related to risk management for claims involving employee injury, general liability and liability arising from torts.

Pension - This fund accounts for employee pension costs.

Capital Projects Fund – This fund accounts for construction activities related to public safety administrative facilities.

Proprietary funds are used to account for those County activities that are similar to those often found in the private sector. The measurement focus is upon determination of net income, financial position, and changes in financial position. The County has presented the following major proprietary fund:

911 System Fee Fund – The fund is used to account for emergency dispatch services to residents of the County, including other units of local government.

Additionally, the government reports the following fund types:

Private purpose trust funds – These funds report trust arrangements under which principal and income benefit individuals, private organizations or other governments.

Agency funds – These funds are custodial in nature (assets equal liabilities) and do not involve measurement or results of operations, but which are due to other individuals, agencies or governments.

Note 3 – Summary of Significant Accounting Policies

The accompanying financial statements of the County are prepared in conformity with GAAP for local government units as prescribed in statements and interpretations issued by GASB and other recognized authoritative sources.

Measurement Focus and Basis of Accounting: The government-wide financial statements, component unit financial statements, and fund financial statements for proprietary and fiduciary funds are reported using the economic resources measurement focus and the accrual basis of accounting. The economic resources measurement focus means all assets and liabilities (whether current or non-current) are included on the balance sheet, and the operating statements present increases (revenues) and decreases (expenses) in total net assets. Under the accrual basis of accounting, revenues are recognized when earned, if measurable, and expenses are recognized as incurred, regardless of the timing of related cash flows. In accordance with GASB Statement No. 20, "Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that Use Proprietary Fund Accounting," the County and its component units apply all GASB pronouncements and all Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions, and Accounting Research Bulletins issued on or before November 30, 1989, unless they conflict with GASB pronouncements. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The County has elected not to follow subsequent private-sector guidance.

Note 3 – Summary of Significant Accounting Policies (Continued)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose the County considers revenues to be available if they are collected within sixty (60) days of the end of the current fiscal period. Revenues accrued at the end of the year include charges for services, licenses and permits, fines and forfeitures, intergovernmental revenues, investment earnings, property taxes, sales taxes and special assessments. All other revenue items are considered to be measurable and available only when cash is received by the government. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds from long-term debt and acquisitions under capital leases are reported as other financing sources.

Under the terms of grant agreements, the County funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is the County's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenues.

Proprietary funds separate all activity into two categories: operating and non-operating revenues and expenses. Operating revenues and expenses result from providing services and producing and delivering goods. Non-operating revenues and expenses entails all other activity not included in operating revenues and expenses. Non-operating revenues and expenses include capital and noncapital financing activities and investing activities.

Budgetary Accounting and Control: The County adopts an annual budget and appropriation ordinance in accordance with Illinois law. The budget covers the fiscal year ending November 30, and is available for public inspection at least fifteen days prior to final adoption. The budget document is prepared for all budgetary funds using the modified accrual basis. Once the County budget has been adopted, no further appropriations shall be made during the year, except in the event of an immediate emergency at which time the County Board by a two-thirds vote may make appropriations in excess of those authorized in the original budget. During the year, additional appropriations were made by the County Board. The original budget and all budgetary amendments and supplemental appropriations necessary during the year are included in the final budget amounts presented in the budget-to-actual comparisons.

Pooled Cash and Cash Equivalents and Related Investments: Cash resources of a number of individual funds are combined to form a pool of cash and investments which is managed by the County Treasurer. Individual fund integrity is maintained through the County's records. Investments are recorded at cost, which approximates market. For purposes of the statement of cash flows the proprietary fund considers all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased to be cash equivalents.

The County has invested funds in the Illinois Funds Money Market Fund. This fund is an investments pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. Investments in the fund are valued at the price the investment could be sold for as of year-end.

All component units define cash and cash equivalents as cash on hand and deposits with original maturities of three months or less.

Receivables: Property taxes receivable are recorded net of an allowance for uncollectible amounts based on historical experience of approximately 0.7 percent of extensions. Other accounts receivable are reported net of any allowance for uncollectibles.

Inventories: Inventories consist of tax stamps, postage, and supplies recorded at cost.

Kankakee County, Illinois
Notes to Basic Financial Statements

Note 3 - Summary of Significant Accounting Policies (Continued)

Capital Assets: Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in the fund financial statements for proprietary funds. Capital assets are defined by the County as assets with an initial, individual cost of more than its capitalization threshold and an estimated useful life in excess of one year. Categories of capital assets and associated capitalization thresholds are as follows: land - \$100,000; buildings and improvements - \$25,000 - \$100,000; infrastructure assets (county roads and bridges) - \$100,000; equipment - \$5,000. Assets are recorded at historical cost or estimated historical cost if historical cost is not available. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

The County depreciates assets on a straight line basis using the following estimated useful lives:

<u>Asset</u>	<u>Estimated Useful Life</u>
Equipment, furniture and fixtures	5 to 10 years
Buildings, structures and improvements	30 to 50 years
Improvements other than buildings	30 to 50 years

Compensated Absences: Vested or accumulated vacation/sick leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. Vested or accumulated vacation/sick leave of proprietary funds is recorded as an expense and liability for those funds as the benefits accrue to employees. No liability is recorded for nonvesting, accumulating rights to receive vacation/sick leave benefits; however, a liability is recognized for that portion of accumulating vacation/sick leave benefits that is estimated will be taken as "terminal leave" prior to retirement. County policy states that an employee must use each year's vacation days during the year. Sick and extended illness days may be accumulated to a total of 120 days per employee with no amount payable upon separation from service. Under collective bargaining agreements covering employees in the departments of County Sheriff, Corrections and County Recorder, 50% of accumulated days may be paid or credited for retirement purposes at levels ranging from 50 to 70 days.

Long Term Obligations: In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund type financial statements. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt. In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Property Taxes: The County is responsible for the assessment and collection of property taxes for all jurisdictions including the schools and special districts within the County. The County levies property taxes annually on or before the last Tuesday in December based on the assessed valuation determined in April of the same year. Property tax payments are due in two equal installments, June 1 and September 1, with the first installment being due no earlier than 30 days from date of mailing. Tax bills are generally mailed before May 15. Distributions to the County and other districts are made shortly thereafter. Property taxes become a lien on the property on January 1. Taxes receivable at November 30 that are intended to finance the subsequent fiscal year are appropriately deferred.

Estimates: The preparation of financial statements in conformity with generally accepted accounting principles requires the County to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

Kankakee County, Illinois
Notes to Basic Financial Statements

Note 3 - Summary of Significant Accounting Policies (Continued)

Interfund Transactions: During the normal course of operations the County has numerous transactions between funds. Transfers represent movement of resources from a fund receiving revenue to a fund through which those resources will be expended and are recorded as other financing sources (uses) in governmental funds and as transfers in proprietary funds. Interfund transactions that would be treated as revenues and expenditures/expenses if they involved organizations external to the County are treated similarly when involving other funds of the County.

Activity between funds that is referred to as "due to/from other funds" represents transactions when one fund incurs expenditures/expenses for the benefit of another fund and expects repayment from it. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

Note 4 – Deposits and Investments

The County's investment policy conforms to state statutes which authorize the government to make deposits/investments in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds Money Market Fund. At November 30, the County's investment in the Illinois Funds Money Market Fund was rated AAAm by Standard and Poors.

Deposits in the amount of \$1,069,472 were uninsured and uncollateralized at November 30.

The Kankakee County Public Building Commission held County funds in the amount of \$13,107,572 as of November 30, 2005. All amounts were insured or collateralized.

Under an ordinance governing the borrowing and payment of general obligation bonds, alternate revenue source, certain cash balances in the 911 System Fee Fund, a business-type activity, are restricted for payment of interest and principal.

Note 5 - CDAP Loans Receivable

The CDAP Loan Program is designed to assist Kankakee County in attracting or expanding local industry. The program provides low interest loans to projects that create or retain jobs primarily for low to moderate-income workers.

In accordance with the Illinois Department of Commerce and Economic Opportunity, Community Development Assistance Program, the County has the following Community Development loans outstanding.

	Balances November 30, <u>2004</u>	<u>Additions</u>	<u>Retirements</u>	Balances November 30, <u>2005</u>
SWA Properties	\$ 20,093	\$ -	\$20,093	\$ -
McIntyre's Meats	8,331	-	-	8,331
MTAE, Inc.	<u>357,398</u>	-	<u>6,883</u>	<u>350,515</u>
Total	385,822	-	26,976	358,846
Less allowance for uncollectible amounts:	<u>(365,729)</u>	-	<u>(6,883)</u>	<u>(358,846)</u>
CDAP loans, net	<u>\$ 20,093</u>	<u>\$ -</u>	<u>\$20,093</u>	<u>\$ -</u>

The allowance for loan losses reflects amounts estimated to be unrecoverable.

The County has security agreements of perfected second position and personal guarantees or assignments of life insurance policies to be used as collateral on all CDAP loans.

Kankakee County, Illinois
Notes to Basic Financial Statements

Note 6 – Capital Assets

Capital asset activity for the year ended November 30, 2005 was as follows:

	Balances November 30, 2004	Additions	Retirements and Reclassifications	Balances November 30, 2005
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 80,000	\$ 213,114	\$ -	\$ 293,114
Construction in progress	171,096	12,973,660	-	13,144,756
Total	<u>251,096</u>	<u>13,186,774</u>	-	<u>13,437,870</u>
Capital assets being depreciated:				
Transportation network	15,404,807	556,231	-	15,961,038
Buildings and improvements	6,371,547	24,656,618	-	31,028,165
Buildings and improvements under capital lease agreements	5,180,000	-	-	5,180,000
Equipment	4,184,381	1,304,400	17,976	5,470,805
Vehicles	3,724,549	612,595	14,995	4,322,149
Total capital assets being depreciated	<u>34,865,284</u>	<u>27,129,844</u>	<u>32,971</u>	<u>61,962,157</u>
Less accumulated depreciation for:				
Transportation network	8,020,685	717,279	-	8,737,964
Buildings and improvements	2,934,564	711,853	-	3,646,417
Buildings and improvements under capital lease agreements	865,588	160,209	-	1,025,797
Equipment	2,960,314	342,150	15,453	3,287,011
Vehicles	2,462,796	515,616	14,995	2,963,417
Total accumulated depreciation	<u>17,243,947</u>	<u>2,447,107</u>	<u>30,448</u>	<u>19,660,606</u>
Governmental activity capital assets, net	<u>\$17,872,433</u>	<u>\$27,869,511</u>	<u>\$ 2,523</u>	<u>\$55,739,421</u>
Business-type activities:				
Capital assets not being depreciated - Land	\$ 61,013	\$ -	\$ -	\$ 61,013
Capital assets being depreciated:				
Equipment	6,957,317	39,400	-	6,996,717
Leasehold improvements	197,277	-	-	197,277
Equipment under capital lease agreements	41,220	-	-	41,220
	<u>7,195,814</u>	<u>39,400</u>	-	<u>7,235,214</u>
Less: Accumulated depreciation	2,829,738	485,471	-	3,315,209
Accumulated amortization, capital leases	7,851	5,889	-	13,740
Total accumulated depreciation	<u>2,837,589</u>	<u>491,360</u>	-	<u>3,328,949</u>
Business-type activities capital assets, net	<u>\$ 4,419,238</u>	<u>\$ (451,960)</u>	<u>\$ -</u>	<u>\$ 3,967,278</u>

Kankakee County, Illinois
Notes to Basic Financial Statements

Note 7 – Long-Term Debt

Long-term debt consists of the following:

Governmental Activities

Loan/lease agreement dated September 21, 1999 and effective August 1, 2000 with National City Bank providing for monthly installments of \$21,309 through August 1, 2009, including interest at 5.25% per annum, secured by capital improvements	\$ 867,475
Debt Certificates, Series 2004 in the original amount of \$6,000,000 payable annually, December 1 in amounts ranging from \$215,000 to \$410,000 and with interest payable semiannually on June 1 and December 1 at rates ranging from 1.75% to 4.6% per annum, with an effective net interest rate of 4.1%	5,540,000
Debt Certificates, Series 2005 A in the original amount of \$8,500,000 payable annually, December 1 in amounts ranging from \$170,000 to \$635,000 and with interest payable semiannually on June 1 and December 1 at rates ranging from 2.75% to 4.6% per annum, with an effective net interest rate of 4.0%	8,500,000
Less discount	(109,930)
Debt Certificates, Series 2005 B in the original amount of \$8,265,000 payable annually, December 1 in amounts ranging from \$135,000 to \$645,000 and with interest payable semiannually on June 1 and December 1 at rates ranging from 2.75% to 5.0% per annum, with an effective net interest rate of 4.57%	8,265,000
Plus premium	278,448
Capital lease obligations – See Note 8	5,124,691
Compensated absences	<u>413,560</u>
Total governmental activities	<u>\$28,879,244</u>

Business-type Activities

\$3,300,000 general obligation alternate revenue source bonds due in annual installments beginning January 1, 2003 in amounts ranging from \$220,000 to \$235,000 through 2017, plus interest at rates ranging from 3.55% to 5%, secured by surcharges on telecommunications revenues	\$ 2,750,000
Capital lease obligations - See Note 8	25,910
Compensated absences	<u>30,830</u>
Total business-type activities	<u>\$ 2,806,740</u>

Kankakee County, Illinois
Notes to Basic Financial Statements

Note 7 – Long-Term Debt (Continued)

Changes in long-term debt are as follows:

	Balances November 30, 2004	Additions	Adjustments/ Retirements	Balances November 30, 2005
Governmental activities:				
Debt Certificates	\$ 5,750,000	\$16,765,000	\$210,000	\$22,305,000
Loan/lease agreement	1,071,094	-	203,619	867,475
Capital Leases	5,248,986	301,000	425,295	5,124,691
Compensated absences	328,223	85,336	-	413,560
Total	<u>\$12,398,303</u>	<u>\$17,151,336</u>	<u>\$838,914</u>	<u>\$28,710,726</u>
Business-type activities:				
Bonds - Alternate Revenue Source	\$ 2,970,000	\$ -	\$220,000	\$ 2,750,000
Capital leases	33,851	-	7,941	25,910
Compensated absences	-	30,830	-	30,830
Total	<u>\$ 3,003,851</u>	<u>\$ 30,830</u>	<u>\$227,941</u>	<u>\$ 2,806,740</u>

The annual requirements to amortize all long-term debt outstanding at November 30, 2005, exclusive of compensated absences are as follows:

Year Ending November 30,	Principal	Interest
2006	\$ 1,381,840	\$1,693,919
2007	1,675,008	1,292,240
2008	1,663,629	1,229,276
2009	1,595,538	1,165,730
2010	1,456,348	1,109,004
2011-2015	8,197,156	4,623,918
2016-2020	7,866,464	2,768,561
2021-2025	7,067,108	932,367
2026	169,985	9,564
	<u>\$31,073,076</u>	<u>\$14,824,579</u>

Note 8 – Leases

The County has entered into various leasing arrangements for facilities and equipment that contribute to its ability to provide needed governmental services. Under generally accepted accounting principles, leases that transfer ownership at their conclusion or are otherwise tantamount to a transfer of property rights over the estimated service life of the underlying leasehold are accorded treatment similar to asset purchases. Those that do not are considered operating leases. Following are significant leasing arrangements currently in effect.

Operating Leases

In April 2002, the Kankakee County Emergency Telephone System Board entered into a sublease agreement with the Kankakee County Public Health Department for 5,285 square feet of space which the Health Department leases indirectly from the Kankakee County Public Building Commission. The lease term is for 25 years at an initial annual rent of \$18,762 subject to review every five years with a maximum increase at that time of 15%.

Capital Leases – Juvenile Justice Center Facilities

In October 1996 the County, together with Will County, Illinois, entered into a 30 year noncancellable lease agreement ending October 15, 2026 with the Will County Public Building Commission for a 100 bed county shelter care and detention home for minors. Kankakee County leases 25 beds, and Will County leases 75. This facility is financed by revenue bonds issued by the Will County Public Building Commission.

Annual rental payments for Kankakee County, including operation and maintenance costs, range from \$525,420 in 2006 to \$666,200 in year 2016. For years 2017 through 2026, rental payments will be determined through negotiation. The County is not liable for any lease payments attributable to that portion of the facility leased by Will County.

Kankakee County, Illinois
Notes to Basic Financial Statements

Note 8 - Leases (Continued)

The lease agreement further provides that upon expiration of the lease term, either Kankakee or Will County may choose not to renew. In that event, the withdrawing party's interest will be purchased based on that party's proportionate share of funds contributed (including lease payments) applied to a value to be determined under provisions in the agreement. If neither party chooses to renew, each county will bear its proportionate share of costs to restore the property through demolition. The County has provided for its lease obligation through a tax levy on all taxable property in the County, and finances, from its General Fund, its share of the program operating expenses of the facility.

Capital Leases - Health Department Facilities

In January 2002, the County entered into a lease agreement with the Kankakee County Public Building Commission and an intergovernmental agreement with the Kankakee County Public Health Department for lease of facilities to be occupied by the Health Department. Subsequent to execution of this lease, the Kankakee County Emergency Telephone System Board was added as a party to the intergovernmental agreement to lease 5,285 square feet of space subject to the aforementioned lease. The lease is for a period of 25 years beginning November 1, 2001 and provides for annual rent of \$189,000 plus various executory costs through 2021, and amounts ranging from \$164,588 to \$188,015 through the end of the term.

The intergovernmental agreement provides for, among other things, the Kankakee County Emergency Telephone System Board to pay annual rent in the amount of \$18,762 (see above operating lease information) to the Kankakee County Public Health Department. The Health Department's share of the lease payments due the Kankakee County Public Building Commission amounting to 88% of the total requirements of the lease is paid to the County of Kankakee which then remits 100% of the payment required to the Building Commission. The financial statements reflect the lease activity in the Health Fund and General Fund in proportion to their respective obligations for lease payments. The lease is considered a general obligation alternate revenue bond and is secured by various revenues of the County Health Department.

Capital Leases - Detention Facilities

In March 2005, the County entered into a lease agreement with the Kankakee County Public Building Commission for detention facilities for a term expiring December 21, 2025 at the annual lease rate of \$1. At the conclusion of the lease, the facilities become the property of the County. Accordingly, the value of the property is reflected in the accompanying financial statements as a special item at \$24,716,912, the fair market value at the date of the lease.

Capital Leases - Equipment

The County leases computer equipment and vehicles under capital lease arrangements with lease terms of periods of five years, generally. The leases are similarly structured and generally provide for lease payments on a quarterly or semi-annual basis.

Future minimum lease payments under these capital leases are as follows:

	Will County Public Building Commission	Kankakee County Public Building Commission	Other Leases	
			Governmental	Business Type
Year ended November 30,				
2006	\$ 525,420	\$ 189,000	\$192,835	\$ 9,381
2007	548,880	189,000	80,167	9,381
2008	576,398	189,000	27,065	9,380
2009	603,001	189,000	27,065	-
2010	548,613	189,000	27,064	-
2011-2015	3,066,617	945,000	131,307	-
2016-2020	666,199	945,000	23,058	-
2021-2025	-	900,918	-	-
2026	-	179,549	-	-
Total minimum lease payments	6,535,128	3,915,467	508,561	28,142

Kankakee County, Illinois
Notes to Basic Financial Statements

Note 8 - Leases (Continued)

Less: Amount representing estimated executory costs (maintenance and insurance), included in total minimum lease payments	3,255,830	-	-	-
Net minimum lease payments	3,279,298	3,915,467	508,561	28,142
Less: Amount representing interest	910,974	1,639,557	28,104	2,232
Present value of net minimum lease payments	<u>\$2,368,324</u>	<u>\$2,275,910</u>	<u>\$480,457</u>	<u>\$25,910</u>

Note 9 - Retirement Funds

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

Regular employees and elected County officials

Employees participating in the regular IMRF plan and the elected officials IMRF plan are required to contribute 4.50 percent and 7.50 percent, respectively, of their annual covered salary. The member rate is established by state statute. The County is required to contribute at an actuarially determined rate. The employer rates for calendar year 2005 were 9.56 percent and 67.06 percent, respectively, of payroll. The County contribution requirements are established and may be amended by the IMRF Board of Trustees. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis (overfunded liability amortized on open basis). The amortization periods at December 31, 2005 were 27 years.

For December 31, 2005, the County's annual pension cost of \$1,401,434 and \$198,788 respectively for the plans was equal to the County's required and actual contributions. The required contribution was determined as part of the December 31, 2003 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50 percent investment rate of return (net of administrative expenses), (b) projected salary increases of 4 percent a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4 percent to 11.6 percent per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3 percent annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period, with a 15% corridor. The assumptions used for the 2005 actuarial valuation were based on the 2002-2004 experience study.

Trend information is presented in the following table.

Actuarial Valuation Date	Regular Annual Pension Cost (APC)	Elected Officials Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/05	\$1,401,434	\$198,788	100%	\$-0-
12/31/04	1,041,087	218,816	100%	-0-
12/31/03	607,788	241,876	100%	-0-
12/31/02	479,644	198,042	100%	-0-
12/31/01	568,194	108,124	100%	-0-
12/31/00	610,253	171,367	100%	-0-
12/31/99	649,047	129,991	100%	-0-
12/31/98	642,385	65,749	100%	-0-
12/31/97	618,926	13,600	100%	-0-
12/31/96	652,374	-0-	100%	-0-
12/31/95	621,384	-0-	100%	-0-

Kankakee County, Illinois
Notes to Basic Financial Statements

Note 9 – Retirement Funds (Continued)

Sheriff's Law Enforcement Personnel

Employees participating in IMRF are required to contribute 6.50 percent of their annual covered salary. The member rate is established by state statute. The County is required to contribute at an actuarially determined rate. The employer rate for calendar year 2005 was 18.84 percent of payroll. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis (overfunded liability amortized on open basis). The amortization period at December 31, 2005 was 27 years.

For December 31, 2005, the County's annual pension cost of \$617,055 was equal to the County's required and actual contributions. The required contribution was determined as part of the December 31, 2003 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50 percent investment rate of return (net of administrative expenses), (b) projected salary increases of 4 percent a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4 percent to 11.6 percent per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3 percent annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 15% corridor. The assumptions used for the 2005 actuarial valuation were based on the 2000-2004 experience study.

Trend information is presented in the following table.

<u>Actuarial Valuation Date</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
12/31/05	\$617,055	100%	\$-0-
12/31/04	544,800	100%	-0-
12/31/03	405,243	100%	-0-
12/31/02	389,565	100%	-0-
12/31/01	379,120	100%	-0-
12/31/00	335,709	100%	-0-
12/31/99	298,208	100%	-0-
12/31/98	321,117	100%	-0-
12/31/97	236,479	100%	-0-
12/31/96	248,312	100%	-0-
12/31/95	224,959	100%	-0-

Note 10 – 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 emergency.

Note 11 – Interfund Accounts and Transfers

Interfund receivables and payables are principally due to the General Fund incurring expenditures for the benefit of the County Garbage Tipping Fund. Balances are as follows:

	<u>Receivable</u>	<u>Payable</u>
Governmental Funds:		
General Fund	\$25,878	\$ 2,610
Tort Liability	-	198
Pension	2,610	-
Other Governmental Funds	218	26,121
Total Governmental Funds	28,706	28,929
Proprietary Funds:		
Animal Control	223	-
Total Due To/From Other Funds - All Funds	\$28,929	\$28,929

Kankakee County, Illinois
Notes to Basic Financial Statements

Note 11 – Interfund Accounts and Transfers (Continued)

Transfers during the year ended November 30, 2005 are summarized as follows:

	In	Out
General Fund	\$ 12,755	\$ 16,953,221
Capital Projects Fund	16,688,221	-
Other Nonmajor Funds	265,000	12,755
	<u>\$16,965,976</u>	<u>\$16,965,976</u>

The transfer from the General Fund to the Capital Projects Fund was to account for capital projects financed with proceeds from issuance of debt certificates and administered by a component unit. See Note 14 for additional information.

Note 12 – Additional Fund Disclosures

The following funds had expenditures in excess of appropriations:

Tort Fund	Court Security
Pension Fund	Law Library
Veterans Assistance	

Special Assessments - The County acts as collection agent for improvements made to various properties and financed through special assessments against those properties. The balance owed by property owners at November 30 for Arrowhead Hills and Riverside Country Estates amounted to \$948 plus any accrued interest at the annual rate of 9% and \$38,139 plus any accrued interest at the annual rate of 7%, respectively. The County has no obligation for this debt which is reflected in the agency funds.

Note 13 – Insurance and Related Risks

The County is exposed to various risks in the course of its daily operations. These include liability under workers' compensation laws, employee health insurance and general liability under tort laws. Except for workers' compensation insurance, described in the following paragraph, the County purchases commercial insurance for these risks.

The County has entered into an agreement with the Illinois Public Risk Fund. The pooling agreement permits public agencies within the meaning of the Intergovernmental Cooperation Act of the State of Illinois to provide a means whereby members of the Fund could contract with each other to protect against liability or loss under the Workers' Compensation and Occupational Diseases Laws of the State of Illinois.

The County's cost is based on rates determined by the Trustees of the Fund, applied to its payroll costs and adjusted for its loss experience. Members of the Fund may also be subject to additional contributions not to exceed 10 percent of such member's contribution for the most recent fiscal year of the Fund if additional reserves are deemed necessary by the Fund's trustees. No additional assessments have been made as of the current year-end.

Note 14 – Contingencies and Commitments

Capital Improvements

During 2005, the County issued debt certificates in the amount of \$16,765,000 for construction of an addition to its detention facility. Proceeds of the certificates were deposited to the Building Commission, with whom an intergovernmental agreement was entered into for construction of the facility and payment of debt service from funds advanced by the County. In 2005, the Commission entered into contractual commitments for construction costs of approximately \$14,620,000. Proceeds from the debt certificates and related construction activity have been reflected in the County financial statements in a capital projects fund, with net assets reserved for future construction activity.

Kankakee County, Illinois
Notes to Basic Financial Statements

Note 14 – Contingencies and Commitments (Continued)

Grant Contingency

Under terms of federal and state grants, periodic audits are required and certain costs may be questioned leading to possible reimbursement claims by grantor agencies.

Litigation

The County is involved in several lawsuits arising in the normal course of business, including claims for property damage and personal injury. The County carries insurance for these claims and has historically been able to settle such claims within the limits of its coverage. The likelihood of any loss in excess of these limits is not presently determinable.

Note 15 – Significant Transactions

During the year, the County accepted ownership of certain detention facilities through a lease agreement with the Kankakee County Public Building Commission, a discretely presented component unit. As discussed more fully in Note 8, this transaction resulted in recognition of revenues in the amount of \$24,716,912 reflecting the value of the property in excess of the related lease obligations.

Required Supplementary Information

Kankakee County, Illinois
Budgetary Comparison Schedule
General Fund - Revenues and Other Financing Sources (Uses)
For the Year Ended November 30, 2005

	Original Budget	Final Budget	Actual	Over (Under) Final Budget
Taxes:				
Property taxes	\$ 3,185,000	\$ 3,185,000	\$ 3,447,840	\$ 262,840
Sales tax	7,502,796	8,196,620	8,664,241	467,621
Total Taxes	10,687,796	11,381,620	12,112,081	730,461
Intergovernmental:				
State income tax	2,150,000	2,150,000	2,269,476	119,476
Replacement taxes	725,000	725,000	860,561	135,561
Inheritance tax	80,000	80,000	149,465	69,465
Federal inmate housing	1,456,534	1,959,000	1,895,666	(63,334)
Grants and other reimbursements	3,163,788	3,254,939	2,860,869	(394,070)
Total Intergovernmental	7,575,322	8,168,939	8,036,037	(132,902)
Charges for Services:				
County Recorder fees	650,000	650,000	702,482	52,482
Circuit Clerk fees	2,668,100	2,668,100	2,106,993	(561,107)
Building and Zoning fees	345,000	345,000	387,329	42,329
Sheriff fees	259,600	259,600	230,248	(29,352)
County Clerk fees	166,700	166,700	179,388	12,688
Other fees and reimbursements	194,500	369,967	731,497	361,530
Total Charges for Services	4,283,900	4,459,367	4,337,937	(121,430)
License and Permits:				
Liquor licenses	37,000	37,000	29,225	(7,775)
Cable TV franchise fees	110,000	110,000	119,889	9,889
Contractor licenses	67,000	67,000	77,075	10,075
Gambling machine licenses	11,250	11,250	10,647	(603)
Total Licenses and Permits	225,250	225,250	236,836	11,586
Fines and Forfeits:				
County fines and forfeitures	474,000	474,000	445,483	(28,517)
Real estate tax penalties	450,000	450,000	478,080	28,080
Total Fines and Forfeits	924,000	924,000	923,563	(1,040)
Interest	51,500	51,500	75,480	23,980
Miscellaneous	229,700	229,700	391,299	161,599
Total Revenues	23,977,468	25,440,376	26,113,233	672,857
Other Financing Sources (Uses):				
Transfers in	15,000	15,000	12,755	\$ (2,245)
Transfers out	-	-	(16,953,221)	(16,953,221)
Proceeds from long-term debt	-	276,711	17,234,518	16,957,807
Total Other Financing Sources (Uses)	15,000	291,711	294,052	2,341
Total Revenues and Other Financing Sources (Uses)	\$ 23,992,468	\$ 25,732,087	\$ 26,407,285	\$ 675,198

Kankakee County, Illinois
Budgetary Comparison Schedule
General Fund - Expenditures
For the Year Ended November 30, 2005

	Original Budget	Final Budget	Actual	Over (Under) Final Budget
General Government				
Community Services				
Relief	\$ -	\$ -	\$ -	\$ -
Management Information Systems (MIS)				
Personal services	121,100	121,100	115,848	(5,252)
Contractual services	1,000	1,000	-	(1,000)
Supplies	5,000	5,000	1,321	(3,679)
Capital outlay	221,400	221,400	232,779	11,379
Other services and charges	10,500	10,500	4,843	(5,657)
Total MIS	359,000	359,000	354,791	(4,209)
Board of Review				
Personal services	23,040	23,040	22,656	(384)
Contractual services	600	600	216	(384)
Supplies	600	600	457	(143)
Other services and charges	11,760	11,760	11,999	239
Total Board of Review	36,000	36,000	35,328	(672)
County Administration				
Personal services	250,550	250,550	235,368	(15,182)
Contractual services	43,800	43,800	40,162	(3,638)
Supplies	4,800	4,800	4,597	(203)
Capital outlay	4,500	4,500	2,834	(1,666)
Other services and charges	52,933	52,933	73,852	20,919
Debt service principal	9,090	9,090	7,126	(1,964)
Debt service interest	14,327	14,327	14,738	411
Total County Administration	380,000	380,000	378,677	(1,323)
County Auditor				
Personal services	139,050	119,050	111,649	(7,401)
Contractual services	-	-	125	125
Supplies	6,200	6,200	4,035	(2,165)
Capital outlay	4,000	4,000	8,119	4,119
Other services and charges	12,750	12,750	6,079	(6,671)
Total County Auditor	162,000	142,000	130,007	(11,993)

Kankakee County, Illinois
 Budgetary Comparison Schedule
 General Fund - Expenditures
 For the Year Ended November 30, 2005

	Original Budget	Final Budget	Actual	Over (Under) Final Budget
General Government (continued)				
County Recorder				
Personal services	156,200	156,200	157,678	1,478
Supplies	6,600	6,600	5,033	(1,567)
Other services and charges	1,600	1,600	1,131	(469)
Total County Recorder	164,400	164,400	163,842	(558)
Election Commission				
Personal services	245,552	245,552	229,160	(16,392)
Contractual services	13,875	18,739	18,368	(371)
Supplies	101,273	123,537	101,856	(21,681)
Capital outlay	125,000	10,000	4,681	(5,319)
Other services and charges	14,300	14,300	17,575	3,275
Total Election Commission	500,000	412,128	371,640	(40,488)
Regional Superintendent of Schools				
Contractual services	315,115	315,115	292,444	(22,671)
Total Regional Superintendent of Schools	315,115	315,115	292,444	(22,671)
County Clerk				
Personal services	161,695	161,695	161,625	(70)
Supplies	17,800	17,800	16,853	(947)
Other services and charges	3,505	3,505	2,314	(1,191)
Total County Clerk	183,000	183,000	180,792	(2,208)
Buildings and Grounds				
Personal services	507,524	507,524	461,969	(45,555)
Contractual services	70,000	70,000	95,140	25,140
Supplies	32,926	32,926	144,504	111,578
Capital outlay	399,945	415,587	32,134	(383,453)
Other services and charges	23,900	23,900	30,965	7,065
Debt service principal	193,280	93,280	-	(93,280)
Debt service interest	62,425	62,425	-	(62,425)
Total Buildings and Grounds	1,290,000	1,205,642	764,712	(440,930)

Kankakee County, Illinois
Budgetary Comparison Schedule
General Fund - Expenditures
For the Year Ended November 30, 2005

	Original Budget	Final Budget	Actual	Over (Under) Final Budget
General Government (continued)				
Capital Development				
Capital outlay	372,755	356,711	379,595	22,884
Other services and charges	5,000	5,000	255,297	250,297
Debt service principal	210,000	655,771	641,696	(14,075)
Debt service interest	212,245	334,229	452,604	118,375
Total Capital Development	800,000	1,351,711	1,729,192	377,481
Health Insurance and Utilities				
Supplies	37,000	37,000	42,291	5,291
Other services and charges	453,675	453,675	653,892	200,217
Insurances	1,880,000	2,077,661	2,094,556	16,895
Total Health Insurance and Utilities	2,370,675	2,568,336	2,790,739	222,403
Liquor Commissioner Fees	2,400	2,400	2,400	-
Planning Department				
Personal services	499,567	499,567	452,224	(47,343)
Contractual services	253,991	412,458	411,346	(1,112)
Supplies	17,000	17,000	19,238	2,238
Capital outlay	20,000	20,000	14,688	(5,312)
Other services and charges	65,511	127,511	125,684	(1,827)
Total Planning Department	856,069	1,076,536	1,023,180	(53,356)
County Treasurer				
Personal services	184,205	184,205	175,196	(9,009)
Contractual services	4,200	4,200	874	(3,326)
Supplies	35,150	35,150	37,649	2,499
Other services and charges	6,445	6,445	5,835	(610)
Total County Treasurer	230,000	230,000	219,554	(10,446)

Kankakee County, Illinois
 Budgetary Comparison Schedule
 General Fund - Expenditures
 For the Year Ended November 30, 2005

	Original Budget	Final Budget	Actual	Over (Under) Final Budget
General Government (continued)				
Finance Department				
Personal services	165,500	165,500	134,440	(31,060)
Contractual services	36,000	36,000	36,599	599
Supplies	2,200	2,200	3,031	831
Capital outlay	48,800	18,800	33,667	14,867
Other services and charges	7,500	7,500	12,601	5,101
Total Finance Department	<u>260,000</u>	<u>230,000</u>	<u>220,338</u>	<u>(9,662)</u>
Contingency				
Total Contingency	<u>300,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Supervisor of Assessments				
Personal services	275,748	275,748	273,262	(2,486)
Contractual services	86,720	86,720	85,221	(1,499)
Supplies	26,032	26,032	24,946	(1,086)
Capital outlay	3,000	3,000	-	(3,000)
Other services and charges	4,500	4,500	3,492	(1,008)
Total Supervisor of Assessments	<u>396,000</u>	<u>396,000</u>	<u>386,921</u>	<u>(9,079)</u>
ZBA - BOE Planning				
Personal services	11,000	11,000	6,301	(4,699)
Contractual services	11,000	11,000	6,794	(4,206)
Total ZBA - BOE Planning	<u>22,000</u>	<u>22,000</u>	<u>13,095</u>	<u>(8,905)</u>
Total General Government	<u><u>\$ 8,626,659</u></u>	<u><u>\$ 9,074,268</u></u>	<u><u>\$ 9,057,652</u></u>	<u><u>(16,616)</u></u>

Kankakee County, Illinois
Budgetary Comparison Schedule
General Fund - Expenditures
For the Year Ended November 30, 2005

	Original Budget	Final Budget	Actual	Over (Under) Final Budget
Judiciary and Court Related				
Circuit Court				
Personal services	92,300	92,300	97,368	5,068
Contractual services	126,500	101,500	81,535	(19,965)
Supplies	7,800	7,800	9,428	1,628
Capital outlay	3,000	3,000	2,158	(842)
Other services and charges	18,400	18,400	28,055	9,655
Total Circuit Court	248,000	223,000	218,544	(4,456)
Circuit Clerk				
Personal services	884,528	894,528	895,922	1,394
Supplies	46,267	46,267	41,900	(4,367)
Capital outlay	1,500	1,500	432	(1,068)
Other services and charges	2,705	2,705	3,625	920
Total Circuit Clerk	935,000	945,000	941,879	(3,121)
Child Support and Maintenance				
Personal services	43,500	48,500	46,720	(1,780)
Supplies	6,500	6,500	5,694	(806)
Total Child Support and Maintenance	50,000	55,000	52,414	(2,586)
Jury Commission				
Personal services	28,200	28,200	29,888	1,688
Contractual services	1,700	1,700	2,553	853
Supplies	11,700	11,700	13,031	1,331
Capital outlay	2,400	2,400	2,262	(138)
Other services and charges	146,000	196,000	175,830	(20,170)
Total Jury Commission	190,000	240,000	223,564	(16,436)
States Attorney				
Personal services	1,636,298	1,613,551	1,577,510	(36,041)
Contractual services	115,557	131,200	97,402	(33,798)
Supplies	48,970	48,970	38,093	(10,877)
Capital outlay	22,452	22,452	12,389	(10,063)
Other services and charges	56,270	61,060	50,690	(10,370)
Total States Attorney	1,879,547	1,877,233	1,776,084	(101,149)

Kankakee County, Illinois
Budgetary Comparison Schedule
General Fund - Expenditures
For the Year Ended November 30, 2005

	Original Budget	Final Budget	Actual	Over (Under) Final Budget
Judiciary and Court Related (continued)				
Public Defender				
Personal services	600,900	600,900	585,713	(15,187)
Contractual Services	19,968	19,968	16,538	(3,430)
Supplies	3,950	3,950	3,494	(456)
Other services and charges	100	100	204	104
Total Public Defender	<u>624,918</u>	<u>624,918</u>	<u>605,949</u>	<u>(18,969)</u>
Probation				
Personal services	1,283,713	1,283,713	1,277,613	(6,100)
Contractual services	313,097	563,097	603,169	40,072
Supplies	7,000	7,000	8,193	1,193
Capital outlay	2,500	2,500	766	(1,734)
Other services and charges	24,323	35,491	47,605	12,114
Total Probation	<u>1,630,633</u>	<u>1,891,801</u>	<u>1,937,346</u>	<u>45,545</u>
DNDC				
Contractual Services	30,000	30,000	8,520	(21,480)
Other services and charges	395,000	395,000	427,279	32,279
Total DNDC	<u>425,000</u>	<u>425,000</u>	<u>435,799</u>	<u>10,799</u>
Total Judiciary and Court Related	<u>\$ 5,983,098</u>	<u>\$ 6,281,952</u>	<u>\$ 6,191,579</u>	<u>\$ (90,373)</u>

Kankakee County, Illinois
Budgetary Comparison Schedule
General Fund - Expenditures
For the Year Ended November 30, 2005

	Original Budget	Final Budget	Actual	Over (Under) Final Budget
Public Safety				
Sheriff's Office				
Personal services	3,286,778	3,349,378	3,314,412	(34,966)
Contractual services	55,096	50,896	63,834	12,938
Supplies	56,054	102,695	108,477	5,782
Capital outlay	382,221	378,421	420,644	42,223
Other services and charges	246,422	231,222	396,989	165,767
Debt service principal	308,578	308,578	27,596	(280,982)
Debt service interest	23,054	23,054	2,464	(20,590)
Total Sheriff's Office	<u>4,358,203</u>	<u>4,444,244</u>	<u>4,334,416</u>	<u>(109,828)</u>
Corrections - Combs Center				
Personal services	2,480,280	3,293,280	3,229,797	(63,483)
Contractual services	37,000	53,400	50,014	(3,386)
Supplies	48,100	133,100	158,903	25,803
Capital outlay	76,200	94,944	85,365	(9,579)
Other services and charges	<u>536,000</u>	<u>801,058</u>	<u>829,239</u>	<u>28,181</u>
Total Corrections	<u>3,177,580</u>	<u>4,375,782</u>	<u>4,353,318</u>	<u>(22,464)</u>
Corrections - Downtown				
Personal services	-	-	256,938	256,938
Supplies	-	-	924	924
Capital outlay	-	-	37,065	37,065
Other services and charges	<u>694,057</u>	<u>319,057</u>	<u>12,499</u>	<u>(306,558)</u>
Total Corrections	<u>694,057</u>	<u>319,057</u>	<u>307,426</u>	<u>(11,631)</u>
Auxiliary Police				
Contractual services	200	200	-	(200)
Supplies	5,000	5,000	4,076	(924)
Other services and charges	<u>300</u>	<u>300</u>	<u>1,213</u>	<u>913</u>
Total Auxiliary Police	<u>5,500</u>	<u>5,500</u>	<u>5,289</u>	<u>(211)</u>

Kankakee County, Illinois
Budgetary Comparison Schedule
General Fund - Expenditures
For the Year Ended November 30, 2005

	Original Budget	Final Budget	Actual	Over (Under) Final Budget
Public Safety (continued)				
Coroner				
Personal services	148,088	164,088	159,673	(4,415)
Contractual services	72,000	98,000	103,260	5,260
Supplies	4,900	4,900	4,598	(302)
Capital outlay	1,112	2,112	3,522	1,410
Other services and charges	13,900	15,900	13,723	(2,177)
Total Coroner	240,000	285,000	284,776	(224)
Dispatch Services				
Contractual services	468,000	468,000	467,786	(214)
Total Dispatch Services	468,000	468,000	467,786	(214)
Merit Commission				
Personal services	2,275	2,275	1,200	(1,075)
Supplies	475	475	152	(323)
Other services and charges	7,250	7,250	5,509	(1,741)
Total Merit Commission	10,000	10,000	6,861	(3,139)
ESDA				
Personal services	99,818	124,818	115,134	(9,684)
Contractual services	4,800	4,800	4,571	(229)
Supplies	4,020	4,020	5,399	1,379
Capital outlay	40,253	40,253	279,062	238,809
Other services and charges	280,480	294,393	52,895	(241,498)
Total ESDA	429,371	468,284	457,061	(11,223)
Total Public Safety	\$ 9,382,711	\$ 10,375,867	\$ 10,216,933	(158,934)
Total Fund Expenditures	\$ 23,992,468	\$ 25,732,087	\$ 25,466,164	(265,923)

Kankakee County, Illinois
 Budgetary Comparison Schedule
 Tort Liability Fund
 For the Year Ended November 30, 2005

	Original Budget	Final Budget	Actual	Over (Under) Budget
Revenues:				
Property taxes	\$ 1,948,217	\$ 1,948,217	\$ 1,944,581	\$ (3,636)
Intergovernmental	20,000	20,000	7,847	(12,153)
Interest on investments	26,500	26,500	46,769	20,269
Miscellaneous	-	-	30,225	30,225
Total revenue	1,994,717	1,994,717	2,029,422	34,705
Expenditures:				
Personal services	413,500	413,500	416,877	3,377
Contractual services	1,535,000	1,535,000	1,690,778	155,778
Supplies and materials	3,000	3,000	1,036	(1,964)
Capital outlay	5,000	5,000	-	(5,000)
Other services and charges	37,000	37,000	55,999	18,999
Total expenditures	1,993,500	1,993,500	2,164,690	171,190
Excess (deficiency) of revenues over expenditures	\$ 1,217	\$ 1,217	\$ (135,268)	\$ (136,485)

Kankakee County, Illinois
 Budgetary Comparison Schedule
 Pension Fund
 For the Year Ended November 30, 2005

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
Revenues:				
Property taxes	\$ 2,956,868	\$ 2,956,868	\$ 2,951,358	\$ (5,510)
Intergovernmental	80,000	80,000	87,087	7,087
Interest on investments	62,000	62,000	89,760	27,760
Total revenues	<u>3,098,868</u>	<u>3,098,868</u>	<u>3,128,205</u>	<u>29,337</u>
Expenditures:				
Personal services	<u>2,733,000</u>	<u>2,733,000</u>	<u>3,587,753</u>	<u>854,753</u>
Total expenditures	<u>2,733,000</u>	<u>2,733,000</u>	<u>3,587,753</u>	<u>854,753</u>
Excess (deficiency) of revenues over expenditures	<u>\$ 365,868</u>	<u>\$ 365,868</u>	<u>\$ (459,548)</u>	<u>\$ (825,416)</u>

Kankakee County, Illinois
 Illinois Municipal Retirement Fund
 Required Supplementary Information - Schedule of Funding Progress
 November 30, 2005

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)
<u>County Employees</u>						
12/31/05	\$27,459,933	\$29,718,645	\$2,258,712	92.40%	\$14,659,351	15.41%
12/31/04	24,184,411	26,236,791	2,052,380	92.18%	12,335,153	16.64%
12/31/03	22,326,589	23,686,164	1,359,575	94.26%	11,172,572	12.17%
12/31/02	21,360,038	20,840,153	(519,885)	102.49%	10,097,760	(5.15%)
12/31/01	21,812,188	18,938,656	(2,873,532)	115.17%	9,360,690	(30.70%)
12/31/00	20,168,833	17,188,352	(2,980,481)	117.34%	8,570,964	(34.78%)
12/31/99	17,274,465	15,717,081	(1,557,384)	109.91%	7,829,285	(19.90%)
12/31/98	14,868,421	14,228,327	(640,094)	104.50%	7,584,238	(8.44%)
12/31/97	13,288,074	14,174,835	886,761	93.74%	7,171,567	12.36%
12/31/96	12,262,498	12,584,809	322,311	97.44%	7,359,454	4.38%

On a market value basis, the actuarial value of assets basis as of December 31, 2005 is \$27,753,786. On a market basis, the funded ratio would be 93.39%.

Elected Officials

12/31/05	\$ 459,492	\$2,205,785	\$1,746,293	20.83%	\$244,977	712.84%
12/31/04	273,213	2,172,100	1,898,887	12.58%	215,424	881.46%
12/31/03	38,514	1,979,235	1,940,721	1.95%	212,640	912.68%
12/31/02	632,500	3,052,446	2,419,946	20.72%	238,264	1015.66%
12/31/01	478,465	2,794,686	2,316,221	17.12%	225,447	1027.39%
12/31/00	328,734	3,578,784	3,250,050	9.19%	373,104	871.08%
12/31/99	1,153,921	3,296,643	2,142,722	35.00%	377,226	568.02%
12/31/98	542,538	1,906,602	1,418,064	27.67%	328,745	431.36%
12/31/97	37,605	782,341	744,736	4.81%	302,811	245.94%

On a market value basis, the actuarial value of assets as of December 31, 2005 is \$479,337. On a market basis, the funded ratio would be 21.73%.

Sheriff's Law Enforcement Personnel

12/31/05	\$11,741,288	\$15,072,567	\$3,331,279	77.90%	\$3,275,241	101.71%
12/31/04	10,745,751	13,096,309	2,350,558	82.05%	3,141,870	74.81%
12/31/03	9,686,101	11,969,252	2,283,151	80.92%	2,930,176	77.92%
12/31/02	9,245,551	10,496,927	1,251,376	88.08%	2,602,306	48.09%
12/31/01	9,598,035	9,686,168	88,133	99.09%	2,629,123	3.35%
12/31/00	8,359,423	9,027,113	667,690	92.60%	2,584,363	25.84%
12/31/99	7,390,338	7,655,247	264,909	96.54%	2,313,489	11.45%
12/31/98	6,372,879	7,011,642	638,763	90.89%	2,349,067	27.19%
12/31/97	6,725,179	7,340,556	615,377	91.62%	2,271,488	27.09%
12/31/96	5,574,101	6,680,768	1,106,667	83.44%	2,269,922	48.75%

On a market value basis, the actuarial value of assets as of December 31, 2005 is \$11,888,256. On a market basis, the funded ratio would be 78.87%.

**Kankakee County, Illinois
Illinois Municipal Retirement Fund
Required Supplementary Information - Schedule of Funding Progress
November 30, 2005**

*Digest of Changes

Assumptions

The actuarial assumptions used to determine the actuarial accrued liability for 2005 are based on the 2002-2004 Experience Study.

The principal changes were:

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

Other Supplementary Information

Kankakee County, Illinois
Tort Liability Insurance Fund
Other Supplementary Information - Disclosure of Tort Expenditures under PA 91-0628
November 30, 2005

Property and liability insurance	\$ 882,741
Illinois Public Risk Fund, workmen's compensation insurance	782,202
Salaries (States Attorney, Civil Division and administrative)	346,155
Illinois Department of Employment Security, unemployment insurance	70,722
River Valley Detention Center insurance	25,470
Miscellaneous claims, net of insurance reimbursements	44,184
Other	<u>13,216</u>
	<u>\$2,164,690</u>

Kankakee County, Illinois
Combining Balance Sheet - Nonmajor Governmental Funds
November 30, 2005

	Special Revenue	Debt Service	Total Nonmajor Governmental Funds
Assets			
Cash	\$ 3,300,955	\$ 21,272	\$ 3,322,227
Investments, at cost	11,757,493	12,106	11,769,599
Receivables, (net, where applicable of allowance for uncollectibles):			
Taxes, including interest, penalties and liens	3,574,567	386,622	3,961,189
Accounts	822,969	-	822,969
Loans	-	-	-
Prepaid expenses	99,215	-	99,215
Due from other funds	218	-	218
Due from other governments	275,073	-	275,073
Inventory, at cost	85,038	-	85,038
Total assets	\$ 19,915,528	\$ 420,000	\$ 20,335,528
Liabilities and Fund Balances:			
Liabilities			
Vouchers and accounts payable	\$ 955,920	\$ -	\$ 955,920
Due to other funds	26,121	-	26,121
Deferred revenue	3,569,674	379,566	3,949,240
Compensated absences	142,069	-	142,069
Total liabilities	4,693,784	379,566	5,073,350
Fund balances			
Reserved - debt service and capital projects	-	40,434	40,434
Reserved - other	161,293	-	161,293
Unreserved	15,060,451	-	15,060,451
Total fund balances	15,221,744	40,434	15,262,178
Total liabilities and fund balances	\$ 19,915,528	\$ 420,000	\$ 20,335,528

Kankakee County, Illinois
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balance - Nonmajor Governmental Funds
For the Year Ended November 30, 2005

	Nonmajor Special Revenue	Debt Service	Total Nonmajor Governmental Funds
Revenues:			
Taxes	\$ 3,268,566	\$ 234,480	\$ 3,503,046
Intergovernmental	8,015,628	-	8,015,628
Licenses and permits	207,608	-	207,608
Fines and fees	2,177,307	-	2,177,307
Interest on investments	367,751	1,787	369,538
Miscellaneous	167,293	-	167,293
Total revenues	<u>14,204,153</u>	<u>236,267</u>	<u>14,440,420</u>
Expenditures:			
General government	629,413	-	629,413
Judiciary and court related	252,366	284,367	536,733
Public safety	449,159	-	449,159
Public health and welfare	3,015,502	-	3,015,502
Transportation	2,823,496	-	2,823,496
Economic development	4,415,178	-	4,415,178
Capital outlay	2,338,956	-	2,338,956
Debt service principal	60,595	101,900	162,495
Debt service interest	114,497	135,322	249,819
Total expenditures	<u>14,099,162</u>	<u>521,589</u>	<u>14,620,751</u>
Excess (deficiency) of revenues over expenditures	<u>104,991</u>	<u>(285,322)</u>	<u>(180,331)</u>
Other financing sources (uses):			
Operating transfers in	-	265,000	265,000
Operating transfers out	(12,755)	-	(12,755)
Total other financing sources (uses)	<u>(12,755)</u>	<u>265,000</u>	<u>252,245</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	92,236	(20,322)	71,914
Fund balance, beginning of year	15,129,508	60,756	15,190,264
Fund balance, end of year	<u>\$ 15,221,744</u>	<u>\$ 40,434</u>	<u>\$ 15,262,178</u>

Kankakee County, Illinois
Major and Nonmajor Special Revenue Funds
Balance Sheets
November 30, 2005

	Major Funds		Nonmajor Funds					
	Tort Liability	Pension	Recorder Computer	County Clerk Computer	County Treasurer Computer	Treasurer's Interest	Subrecipient Grants	Court Security Fee
Assets								
Cash	\$ 917,323	\$ 1,775,321	\$ 81,206	\$ 7,677	\$ 31,491	\$ 32,887	\$ -	\$ 124,959
Investments, at cost	1,002,710	2,736,735	18,891	42,065	37,823	43,378	-	261,610
Receivables:								
Taxes (net of allowance for estimated uncollectibles)	2,123,361	3,170,898	-	-	-	-	-	-
Accounts	50,322	16,058	3,042	1,292	15,670	15,670	36,281	24,349
Prepaid expenses	542,558	-	5,998	-	2,813	-	-	3,442
Due from other funds	-	2,610	198	-	-	-	-	-
Due from other governments	-	-	-	-	-	-	-	-
Inventory, at cost	-	-	-	-	-	-	-	-
Total assets	\$ 4,636,274	\$ 7,701,622	\$ 109,335	\$ 51,034	\$ 87,797	\$ 91,935	\$ 36,281	\$ 414,360
Liabilities and Fund Balance								
Liabilities								
Vouchers payable	\$ 26,513	\$ 333,335	\$ 3,364	\$ 8,210	\$ -	\$ -	\$ 36,281	\$ 6,186
Due to other funds	198	-	-	-	-	-	-	-
Deferred revenue	2,064,841	3,082,080	-	-	-	-	-	-
Compensated absences	-	63,677	-	-	-	-	-	-
Total liabilities	2,091,552	3,479,092	3,364	8,210	-	-	36,281	6,186
Fund balance - reserved	542,558	-	5,998	-	2,813	-	-	3,442
Fund balance - unreserved	2,002,164	4,222,530	99,973	42,824	84,984	91,935	-	404,732
Total fund balance (deficit)	2,544,722	4,222,530	105,971	42,824	87,797	91,935	-	408,174
Total liabilities and fund balance	\$ 4,636,274	\$ 7,701,622	\$ 109,335	\$ 51,034	\$ 87,797	\$ 91,935	\$ 36,281	\$ 414,360

Kankakee County, Illinois
Major and Nonmajor Special Revenue Funds
Balance Sheets
November 30, 2005

	Nonmajor Funds							
	Court Document Storage	Law Library	Probation Service Fee	Forfeited Funds -State's Attorney	Gang Violence Victims and Witness	Dispute Resolution	Court Automation	Driver Improvement Program
Assets								
Cash	\$ 587,766	\$ 4,467	\$ 174,745	\$ 14,362	\$ 27,681	\$ 3,434	\$ 179,467	\$ (8,416)
Investments, at cost	377,415	43,371	107,636	27,972	60,699	-	363,111	-
Receivables:								
Taxes (net of allowance for estimated uncollectibles)	-	-	-	-	-	-	-	-
Accounts	10,015	5,221	6,745	-	591	441	10,216	12,000
Prepaid expenses	1,458	-	-	-	-	-	3,644	-
Due from other funds	20	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-	-	-
Inventory, at cost	-	-	-	-	-	-	-	-
Total assets	<u>\$ 976,674</u>	<u>\$ 53,059</u>	<u>\$ 289,126</u>	<u>\$ 42,334</u>	<u>\$ 88,971</u>	<u>\$ 3,875</u>	<u>\$ 556,438</u>	<u>\$ 3,584</u>
Liabilities and Fund Balance								
Liabilities								
Vouchers payable	\$ 9,714	\$ -	\$ 2,259	\$ 417	\$ -	\$ -	\$ 1,299	\$ 3,263
Due to other funds	-	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-	-
Compensated absences	-	-	-	-	-	-	-	-
Total liabilities	<u>9,714</u>	<u>-</u>	<u>2,259</u>	<u>417</u>	<u>-</u>	<u>-</u>	<u>1,299</u>	<u>3,263</u>
Fund balance - reserved	1,458	-	-	-	-	-	3,644	-
Fund balance - unreserved	<u>965,502</u>	<u>53,059</u>	<u>286,867</u>	<u>41,917</u>	<u>88,971</u>	<u>3,875</u>	<u>551,495</u>	<u>321</u>
Total fund balance (deficit)	<u>966,960</u>	<u>53,059</u>	<u>286,867</u>	<u>41,917</u>	<u>88,971</u>	<u>3,875</u>	<u>555,139</u>	<u>321</u>
Total liabilities and fund balance	<u>\$ 976,674</u>	<u>\$ 53,059</u>	<u>\$ 289,126</u>	<u>\$ 42,334</u>	<u>\$ 88,971</u>	<u>\$ 3,875</u>	<u>\$ 556,438</u>	<u>\$ 3,584</u>

Kankakee County, Illinois
Major and Nonmajor Special Revenue Funds
Balance Sheets
November 30, 2005

	Nonmajor Funds							
	Arrestee Medical	Health	County Garbage Tipping Fee	Veterans Assistance	Forfeited Funds - Sheriff	Revolving CDAP Loans	County Highway	County Motor Fuel Tax
Assets								
Cash	\$ 14,233	\$ 559,468	\$ 89,600	\$ 36,969	\$ 3,851	\$ 534,514	\$ 398,605	\$ 53,222
Investments, at cost	-	1,166,754	-	413,651	-	523,181	1,779,781	646,155
Receivables:								
Taxes (net of allowance for estimated uncollectibles)	-	405,330	-	125,612	-	-	1,514,220	-
Accounts	864	-	8,642	-	130	-	142,434	-
Prepaid expenses	-	-	-	855	-	-	-	49,238
Due from other funds	-	-	-	-	-	-	-	-
Due from other governments	-	70,950	22,440	-	-	40,501	-	141,182
Inventory, at cost	-	49,875	-	-	-	-	35,163	-
Total assets	<u>\$ 15,097</u>	<u>\$ 2,252,377</u>	<u>\$ 120,682</u>	<u>\$ 577,087</u>	<u>\$ 3,981</u>	<u>\$ 1,098,196</u>	<u>\$ 3,870,203</u>	<u>\$ 889,797</u>
Liabilities and Fund Balance								
Liabilities								
Vouchers payable	\$ 12,755	\$ 5,968	\$ 23,012	\$ 12,505	\$ -	\$ 40,501	\$ 107,475	\$ 145,522
Due to other funds	-	-	26,101	20	-	-	-	-
Deferred revenue	-	429,991	-	121,461	-	-	1,472,717	-
Compensated absences	-	107,641	-	1,147	-	-	30,759	359
Total liabilities	<u>12,755</u>	<u>543,600</u>	<u>49,113</u>	<u>135,133</u>	<u>-</u>	<u>40,501</u>	<u>1,610,951</u>	<u>145,881</u>
Fund balance - reserved	-	26,915	-	855	-	-	35,163	49,238
Fund balance - unreserved	<u>2,342</u>	<u>1,681,862</u>	<u>71,569</u>	<u>441,099</u>	<u>3,981</u>	<u>1,057,695</u>	<u>2,224,089</u>	<u>694,678</u>
Total fund balance (deficit)	<u>2,342</u>	<u>1,708,777</u>	<u>71,569</u>	<u>441,954</u>	<u>3,981</u>	<u>1,057,695</u>	<u>2,259,252</u>	<u>743,916</u>
Total liabilities and fund balance	<u>\$ 15,097</u>	<u>\$ 2,252,377</u>	<u>\$ 120,682</u>	<u>\$ 577,087</u>	<u>\$ 3,981</u>	<u>\$ 1,098,196</u>	<u>\$ 3,870,203</u>	<u>\$ 889,797</u>

Kankakee County, Illinois
Major and Nonmajor Special Revenue Funds
Balance Sheets
November 30, 2005

	Nonmajor Funds						Total Nonmajor Funds	Total
	Matching Tax	County Bridge	Township Bridge	Geographical Information System	Marriage Fund	WIA Grants		
Assets								
Cash	\$ 152,355	\$ 12,142	\$ 30,035	\$ 136,021	\$ 3,874	\$ 14,340	\$ 3,300,955	\$ 5,993,599
Investments, at cost	3,689,536	2,049,301	-	105,163	-	-	11,757,493	15,496,938
Receivables:								
Taxes (net of allowance for estimated uncollectibles)	764,702	764,703	-	-	-	-	3,574,567	8,868,826
Accounts	191,815	-	-	5,157	-	332,394	822,969	889,349
Prepaid expenses	-	-	-	1,700	-	30,067	99,215	641,773
Due from other funds	-	-	-	-	-	-	218	2,828
Due from other governments	-	-	-	-	-	-	275,073	275,073
Inventory, at cost	-	-	-	-	-	-	85,038	85,038
Total assets	<u>\$ 4,798,408</u>	<u>\$ 2,826,146</u>	<u>\$ 30,035</u>	<u>\$ 248,041</u>	<u>\$ 3,874</u>	<u>\$ 376,801</u>	<u>\$ 19,915,528</u>	<u>\$ 32,253,424</u>
Liabilities and Fund Balance								
Liabilities								
Vouchers payable	\$ 51,681	\$ 149,036	\$ -	\$ 19,437	\$ -	\$ 317,035	\$ 955,920	\$ 1,315,768
Due to other funds	-	-	-	-	-	-	26,121	26,319
Deferred revenue	743,951	743,951	-	-	-	57,603	3,569,674	8,716,595
Compensated absences	-	-	-	-	-	2,163	142,069	205,746
Total liabilities	<u>795,632</u>	<u>892,987</u>	<u>-</u>	<u>19,437</u>	<u>-</u>	<u>376,801</u>	<u>4,693,784</u>	<u>10,264,428</u>
Fund balance - reserved	-	-	-	1,700	-	30,067	161,293	703,851
Fund balance - unreserved	<u>4,002,776</u>	<u>1,933,159</u>	<u>30,035</u>	<u>226,904</u>	<u>3,874</u>	<u>(30,067)</u>	<u>15,060,451</u>	<u>21,285,145</u>
Total fund balance (deficit)	<u>4,002,776</u>	<u>1,933,159</u>	<u>30,035</u>	<u>228,604</u>	<u>3,874</u>	<u>-</u>	<u>15,221,744</u>	<u>21,988,996</u>
Total liabilities and fund balance	<u>\$ 4,798,408</u>	<u>\$ 2,826,146</u>	<u>\$ 30,035</u>	<u>\$ 248,041</u>	<u>\$ 3,874</u>	<u>\$ 376,801</u>	<u>\$ 19,915,528</u>	<u>\$ 32,253,424</u>

Kankakee County, Illinois
Major and Nonmajor Special Revenue Funds
Statements of Revenues, Expenditures and
Changes in Fund Balances
For the Year Ended November 30, 2005

	Major Funds		Nonmajor Funds					
	Tort Liability	Pension	Recorder Computer	County Clerk Computer	County Treasurer Computer	Treasurer's Interest	Subrecipient Grants	Court Security Fee
Revenues:								
Property taxes	\$ 1,944,581	\$ 2,951,358	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	7,847	87,087	-	-	-	-	384,147	-
Licenses and permits	-	-	-	-	-	-	-	-
Fines and fees	-	-	127,107	21,236	18,383	15,670	-	303,315
Interest on investments	46,769	89,760	1,391	1,250	1,274	1,429	-	7,139
Miscellaneous	30,225	-	-	-	7,336	-	-	-
Total revenues	<u>2,029,422</u>	<u>3,128,205</u>	<u>128,498</u>	<u>22,486</u>	<u>26,993</u>	<u>17,099</u>	<u>384,147</u>	<u>310,454</u>
Expenditures:								
General government	2,164,690	3,587,753	101,330	27,207	9,057	-	-	-
Judiciary and court related	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	223,522	225,637
Public health and welfare	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	160,625	-
Economic development	-	-	-	-	-	-	-	-
Capital outlay	-	-	22,209	-	1,082	-	-	33,002
Debt service principal	-	-	8,341	-	-	-	-	-
Debt service interest	-	-	431	-	-	-	-	-
Total expenditures	<u>2,164,690</u>	<u>3,587,753</u>	<u>132,311</u>	<u>27,207</u>	<u>10,139</u>	<u>-</u>	<u>384,147</u>	<u>258,639</u>
Excess (deficiency) of revenues over expenditures	<u>(135,268)</u>	<u>(459,548)</u>	<u>(3,813)</u>	<u>(4,721)</u>	<u>16,854</u>	<u>17,099</u>	<u>-</u>	<u>51,815</u>
Other financing sources (uses):								
Operating transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	<u>(135,268)</u>	<u>(459,548)</u>	<u>(3,813)</u>	<u>(4,721)</u>	<u>16,854</u>	<u>17,099</u>	<u>-</u>	<u>51,815</u>
Fund balance, beginning of year	<u>2,679,990</u>	<u>4,682,078</u>	<u>109,784</u>	<u>47,545</u>	<u>70,943</u>	<u>74,836</u>	<u>-</u>	<u>356,359</u>
Fund balance (deficit), end of year	<u>\$ 2,544,722</u>	<u>\$ 4,222,530</u>	<u>\$ 105,971</u>	<u>\$ 42,824</u>	<u>\$ 87,797</u>	<u>\$ 91,935</u>	<u>\$ -</u>	<u>\$ 408,174</u>

Kankakee County, Illinois
Major and Nonmajor Special Revenue Funds
Statements of Revenues, Expenditures and
Changes in Fund Balances
For the Year Ended November 30, 2005

	Nonmajor Funds							
	Court Document Storage	Law Library	Probation Service Fee	Forfeited Funds -State's Attorney	Gang Violence Victims and Witness	Dispute Resolution	Court Automation	Driver Improvement Program
Revenues:								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	6,339	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-
Fines and fees	126,437	58,826	105,367	-	8,111	4,915	127,457	60,920
Interest on investments	16,907	1,392	3,786	887	1,882	-	13,800	8
Miscellaneous	-	251	-	-	-	-	-	-
Total revenues	<u>143,344</u>	<u>60,469</u>	<u>109,153</u>	<u>7,226</u>	<u>9,993</u>	<u>4,915</u>	<u>141,257</u>	<u>60,928</u>
Expenditures:								
General government	-	-	-	-	-	-	-	-
Judiciary and court related	35,674	90,371	4,527	3,151	-	4,800	49,714	60,993
Public safety	-	-	-	-	-	-	-	-
Public health and welfare	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-	-
Capital outlay	29,614	-	14,285	1,467	-	-	186,074	-
Debt service principal	-	-	-	-	-	-	-	-
Debt service interest	-	-	-	-	-	-	-	-
Total expenditures	<u>65,288</u>	<u>90,371</u>	<u>18,812</u>	<u>4,618</u>	<u>-</u>	<u>4,800</u>	<u>235,788</u>	<u>60,993</u>
Excess (deficiency) of revenues over expenditures	<u>78,056</u>	<u>(29,902)</u>	<u>90,341</u>	<u>2,608</u>	<u>9,993</u>	<u>115</u>	<u>(94,531)</u>	<u>(65)</u>
Other financing sources (uses):								
Operating transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	<u>78,056</u>	<u>(29,902)</u>	<u>90,341</u>	<u>2,608</u>	<u>9,993</u>	<u>115</u>	<u>(94,531)</u>	<u>(65)</u>
Fund balance, beginning of year	<u>888,904</u>	<u>82,961</u>	<u>196,526</u>	<u>39,309</u>	<u>78,978</u>	<u>3,760</u>	<u>649,670</u>	<u>386</u>
Fund balance (deficit), end of year	<u>\$ 966,960</u>	<u>\$ 53,059</u>	<u>\$ 286,867</u>	<u>\$ 41,917</u>	<u>\$ 88,971</u>	<u>\$ 3,875</u>	<u>\$ 555,139</u>	<u>\$ 321</u>

Kankakee County, Illinois
Major and Nonmajor Special Revenue Funds
Statements of Revenues, Expenditures and
Changes in Fund Balances
For the Year Ended November 30, 2005

	Nonmajor Funds							
	Arrestee Medical	Health	County Garbage Tipping Fee	Veterans Assistance	Forfeited Funds - Sheriff	Revolving CDAP Loans	County Highway	County Motor Fuel Tax
Revenues:								
Property taxes	\$ -	\$ 372,367	\$ -	\$ 137,918	\$ -	\$ -	\$ 1,379,134	\$ -
Intergovernmental	-	2,033,662	44,034	-	130	112,425	-	1,931,905
Licenses and permits	-	207,608	-	-	-	-	-	-
Fines and fees	12,712	230,491	110,156	-	-	-	612,556	-
Interest on investments	51	38,903	1,220	11,277	21	22,813	43,768	23,582
Miscellaneous	-	23,154	6,448	7,310	-	6,883	49,361	-
Total revenues	<u>12,763</u>	<u>2,906,185</u>	<u>161,858</u>	<u>156,505</u>	<u>151</u>	<u>142,121</u>	<u>2,084,819</u>	<u>1,955,487</u>
Expenditures:								
General government	-	-	253,459	-	-	-	-	-
Judiciary and court related	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-
Public health and welfare	-	2,665,578	-	237,499	-	112,425	-	-
Transportation	-	-	-	-	-	-	1,505,677	2,005,522
Economic development	-	-	-	-	-	2,351	-	-
Capital outlay	-	69,644	2,489	-	-	-	470,872	-
Debt service principal	-	52,254	-	-	-	-	-	-
Debt service interest	-	114,066	-	-	-	-	-	-
Total expenditures	<u>-</u>	<u>2,901,542</u>	<u>255,948</u>	<u>237,499</u>	<u>-</u>	<u>114,776</u>	<u>1,976,549</u>	<u>2,005,522</u>
Excess (deficiency) of revenues over expenditures	<u>12,763</u>	<u>4,643</u>	<u>(94,090)</u>	<u>(80,994)</u>	<u>151</u>	<u>27,345</u>	<u>108,270</u>	<u>(50,035)</u>
Other financing sources (uses):								
Operating transfers out	<u>(12,755)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(12,755)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	<u>8</u>	<u>4,643</u>	<u>(94,090)</u>	<u>(80,994)</u>	<u>151</u>	<u>27,345</u>	<u>108,270</u>	<u>(50,035)</u>
Fund balance, beginning of year	<u>2,334</u>	<u>1,704,134</u>	<u>165,659</u>	<u>522,948</u>	<u>3,830</u>	<u>1,030,350</u>	<u>2,150,982</u>	<u>793,951</u>
Fund balance (deficit), end of year	<u>\$ 2,342</u>	<u>\$ 1,708,777</u>	<u>\$ 71,569</u>	<u>\$ 441,954</u>	<u>\$ 3,981</u>	<u>\$ 1,057,695</u>	<u>\$ 2,259,252</u>	<u>\$ 743,916</u>

Kankakee County, Illinois
Major and Nonmajor Special Revenue Funds
Statements of Revenues, Expenditures and
Changes in Fund Balances
For the Year Ended November 30, 2005

	Nonmajor Funds						Total Nonmajor Funds	Total
	Matching Tax	County Bridge	Township Bridge	Geographical Information System	Marriage Fund	WIA Grants		
Revenues:								
Property taxes	\$ 689,573	\$ 689,574	\$ -	\$ -	\$ -	\$ -	\$ 3,268,566	\$ 8,164,505
Intergovernmental	191,815	356,805	114,299	-	-	2,840,067	8,015,628	8,110,562
Licenses and permits	-	-	-	-	-	-	207,608	207,608
Fines and fees	-	-	-	231,228	2,420	-	2,177,307	2,177,307
Interest on investments	106,478	63,888	600	3,913	18	74	367,751	504,280
Miscellaneous	-	-	-	66,550	-	-	167,293	197,518
Total revenues	<u>987,866</u>	<u>1,110,267</u>	<u>114,899</u>	<u>301,691</u>	<u>2,438</u>	<u>2,840,141</u>	<u>14,204,153</u>	<u>19,361,780</u>
Expenditures:								
General government	-	-	-	238,360	-	-	629,413	6,381,856
Judiciary and court related	-	-	-	-	3,136	-	252,366	252,366
Public safety	-	-	-	-	-	-	449,159	449,159
Public health and welfare	-	-	-	-	-	-	3,015,502	3,015,502
Transportation	568,732	58,888	115,734	-	-	-	4,415,178	4,415,178
Economic development	-	-	-	-	-	2,821,145	2,823,496	2,823,496
Capital outlay	191,815	1,252,711	-	44,696	-	18,996	2,338,956	2,338,956
Debt service principal	-	-	-	-	-	-	60,595	60,595
Debt service interest	-	-	-	-	-	-	114,497	114,497
Total expenditures	<u>760,547</u>	<u>1,311,599</u>	<u>115,734</u>	<u>283,056</u>	<u>3,136</u>	<u>2,840,141</u>	<u>14,099,162</u>	<u>19,851,605</u>
Excess (deficiency) of revenues over expenditures	<u>227,319</u>	<u>(201,332)</u>	<u>(835)</u>	<u>18,635</u>	<u>(698)</u>	<u>-</u>	<u>104,991</u>	<u>(489,825)</u>
Other financing sources (uses):								
Operating transfers out	-	-	-	-	-	-	(12,755)	(12,755)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(12,755)</u>	<u>(12,755)</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	<u>227,319</u>	<u>(201,332)</u>	<u>(835)</u>	<u>18,635</u>	<u>(698)</u>	<u>-</u>	<u>92,236</u>	<u>(502,580)</u>
Fund balance, beginning of year	<u>3,775,457</u>	<u>2,134,491</u>	<u>30,870</u>	<u>209,969</u>	<u>4,572</u>	<u>-</u>	<u>15,129,508</u>	<u>22,491,576</u>
Fund balance (deficit), end of year	<u>\$ 4,002,776</u>	<u>\$ 1,933,159</u>	<u>\$ 30,035</u>	<u>\$ 228,604</u>	<u>\$ 3,874</u>	<u>\$ -</u>	<u>\$ 15,221,744</u>	<u>\$ 21,988,996</u>

Kankakee County, Illinois
Juvenile Detention Debt Service Fund
Statement of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended November 30, 2005

	Original and Final Budget	Actual	Over (Under) Budget
Revenues:			
Property taxes	\$ 525,051	\$ 234,480	\$ (290,571)
Interest on investments	1,500	1,787	287
Total revenue	526,551	236,267	(290,284)
Expenditures:			
Other services and charges	277,114	284,367	7,253
Debt service principal	100,000	101,900	1,900
Debt service interest	144,475	135,322	(9,153)
Total expenditures	521,589	521,589	-
Excess (deficiency) of revenues over expenditures	4,962	(285,322)	(290,284)
Other financing sources (uses):			
Operating transfers in	-	265,000	265,000
Excess (deficiency) of revenues over expenditures and other sources (uses)	\$ 4,962	(20,322)	\$ (25,284)
Fund balance, beginning of year		60,756	
Fund balance, end of year		\$ 40,434	

Kankakee County, Illinois
Fiduciary Funds - Agency Funds
Combining Balance Sheet
November 30, 2005

	Back Tax	Riverside Country Estates S.A.	Arrowhead Hills S.A.	Drainage Districts	Collector	Sheriff Civil Process	Inheritance Tax	Condemnation Account	Tax Refund Account
Assets									
Cash	\$ 552,289	\$ 9,140	\$ 8,802	\$ 218,520	\$ 3,783,800	\$ 13,504	\$ 14,243	\$ 14,270	\$ 2,352
Investments, at cost	-	-	-	341,814	-	-	-	33,704	-
Receivables									
Accounts	-	41,534	948	-	428,761	-	-	-	-
Total assets	<u>\$ 552,289</u>	<u>\$ 50,674</u>	<u>\$ 9,750</u>	<u>\$ 560,334</u>	<u>\$ 4,212,561</u>	<u>\$ 13,504</u>	<u>\$ 14,243</u>	<u>\$ 47,974</u>	<u>\$ 2,352</u>
Liabilities									
Vouchers payable	\$ 4,640	\$ -	\$ -	\$ 5,070	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other governments	547,649	-	-	-	4,212,561	-	-	-	-
Due to others	-	50,674	9,750	555,264	-	13,504	14,243	47,974	2,352
Total liabilities	<u>\$ 552,289</u>	<u>\$ 50,674</u>	<u>\$ 9,750</u>	<u>\$ 560,334</u>	<u>\$ 4,212,561</u>	<u>\$ 13,504</u>	<u>\$ 14,243</u>	<u>\$ 47,974</u>	<u>\$ 2,352</u>

Kankakee County, Illinois
Fiduciary Funds - Agency Funds
Combining Balance Sheet
November 30, 2005

	<u>Unclaimed Legacies and Bonds</u>	<u>Sheriff Seizure</u>	<u>Sheriff Sale Account</u>	<u>Sheriff Commissary</u>	<u>Circuit Clerk</u>	<u>County Clerk</u>	<u>Total</u>
Assets							
Cash	\$ 84,660	\$ 8,675	\$ 51,522	\$ 100,800	\$ 1,652,125	\$ 448,384	\$ 6,963,086
Investments, at cost	27,646	-	-	-	500,000	-	903,164
Receivables							
Accounts	-	-	-	-	-	-	471,243
Total assets	<u>\$ 112,306</u>	<u>\$ 8,675</u>	<u>\$ 51,522</u>	<u>\$ 100,800</u>	<u>\$ 2,152,125</u>	<u>\$ 448,384</u>	<u>\$ 8,337,493</u>
Liabilities							
Vouchers payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,710
Due to other governments	-	-	-	-	-	-	4,760,210
Due to others	112,306	8,675	51,522	100,800	2,152,125	448,384	3,567,573
Total liabilities	<u>\$ 112,306</u>	<u>\$ 8,675</u>	<u>\$ 51,522</u>	<u>\$ 100,800</u>	<u>\$ 2,152,125</u>	<u>\$ 448,384</u>	<u>\$ 8,337,493</u>

Kankakee County, Illinois
Statement of Changes in Assets and Liabilities - Agency Funds
For the Year Ended November 30, 2005

	Beginning of Year	Additions	Reductions	End of Year
Back Tax	\$ 535,702	\$ 554,770	\$ 538,183	\$ 552,289
Riverside Country Estates Special Assessment	103,423	44,901	97,650	50,674
Arrowhead Hill Special Assessment	9,228	1,528	1,006	9,750
Drainage Districts	529,448	109,419	78,533	560,334
Collector	4,857,383	115,129,285	115,774,107	4,212,561
Sheriff Civil Process	9,589	190,401	186,486	13,504
Inheritance Tax	16,916	2,522,994	2,525,667	14,243
Condemnation Account	48,093	258,894	259,013	47,974
Tax Refund Account	2,324	28	-	2,352
Legacies	88,313	24,032	39	112,306
Sheriff Seizure	8,938	57	320	8,675
Sheriff Sale Account	147,806	763,222	859,506	51,522
Sheriff Commissary	92,035	488,244	479,479	100,800
Circuit Clerk	1,987,627	10,134,447	9,969,949	2,152,125
County Clerk	917,240	3,362,523	3,831,379	448,384
Total	<u>\$ 9,354,065</u>	<u>\$133,584,745</u>	<u>\$134,601,317</u>	<u>\$ 8,337,493</u>

Kankakee County, Illinois
Assessed Valuations, Rates and Extensions
For the tax levy years 1996 through 2005

Extension year	2005	2004	2003	2002	2001	2000	1999	1998	1997	1996
Assessed valuation, net of special districts and general abatements	<u>\$1,518,196,140</u>	<u>\$1,379,219,189</u>	<u>\$1,354,612,444</u>	<u>\$1,324,721,431</u>	<u>\$1,259,599,751</u>	<u>\$1,192,275,916</u>	<u>\$1,120,355,538</u>	<u>\$1,059,065,406</u>	<u>\$ 970,558,723</u>	<u>\$ 927,753,503</u>
Tax rates:										
General corporate	\$ 0.237	\$ 0.250	\$ 0.250	\$ 0.250	\$ 0.250	\$ 0.250	\$ 0.250	\$ 0.250	\$ 0.250	\$ 0.250
IMRF	0.112	0.118	0.115	0.113	0.114	0.115	0.106	0.114	0.114	0.113
County Health	0.026	0.027	0.025	0.025	0.025	0.025	0.027	0.025	0.026	0.030
Tort Liability	0.134	0.141	0.129	0.127	0.120	0.121	0.112	0.121	0.118	0.117
County Highway	0.098	0.100	0.100	0.100	0.100	0.100	0.100	0.094	0.100	0.100
Social Security	0.091	0.096	0.095	0.092	0.094	0.094	0.091	0.094	0.095	0.093
Veterans	0.009	0.010	0.009	0.009	0.016	0.018	0.018	0.018	0.018	0.020
Highway matching	0.049	0.050	0.050	0.050	0.050	0.050	0.050	0.048	0.050	0.050
Joint Bridge	0.049	0.050	0.050	0.050	0.050	0.050	0.050	0.048	0.050	0.050
Public Building Commission	0.016	0.017	0.037	0.036	0.038	0.038	0.039	0.041	0.041	0.043
Extension Education	0.021	0.022	0.021	0.020	0.020	0.020	0.020	0.020	0.020	0.020
Total tax rates	<u>\$ 0.842</u>	<u>\$ 0.881</u>	<u>\$ 0.881</u>	<u>\$ 0.872</u>	<u>\$ 0.877</u>	<u>\$ 0.881</u>	<u>\$ 0.863</u>	<u>\$ 0.873</u>	<u>\$ 0.882</u>	<u>\$ 0.886</u>
Tax extensions:										
General corporate	\$ 3,598,125	\$ 3,448,048	\$ 3,386,531	\$ 3,311,804	\$ 3,148,999	\$ 2,980,690	\$ 2,800,889	\$ 2,647,664	\$ 2,426,397	\$ 2,319,384
IMRF	1,700,380	1,627,479	1,557,804	1,496,935	1,435,944	1,371,117	1,187,577	1,207,335	1,106,437	1,048,361
Public health	394,731	372,389	338,653	331,180	314,900	298,069	302,496	264,766	252,345	278,326
Liability insurance	2,034,383	1,944,699	1,747,450	1,682,396	1,511,520	1,442,654	1,254,798	1,281,469	1,145,259	1,085,472
County highway	1,487,832	1,379,219	1,354,612	1,324,721	1,259,600	1,192,276	1,120,356	995,521	970,559	927,754
Social security	1,381,558	1,324,050	1,286,882	1,218,744	1,184,024	1,120,739	1,019,524	995,521	922,031	862,811
Veterans	136,638	137,922	121,915	119,225	201,536	214,610	201,664	190,632	174,701	185,551
Highway matching	743,916	689,610	677,306	662,361	629,800	596,138	560,178	508,351	485,279	463,877
County bridge	743,916	689,610	677,306	662,361	629,800	596,138	560,178	508,351	485,279	463,877
Public Building Commission	242,911	234,467	501,207	476,900	478,648	453,065	436,939	434,217	397,929	398,934
Extension Education	318,821	303,428	284,469	264,944	251,920	238,455	224,071	211,813	194,112	185,551
Total tax extensions	<u>\$ 12,783,211</u>	<u>\$ 12,150,921</u>	<u>\$ 11,934,135</u>	<u>\$ 11,551,571</u>	<u>\$ 11,046,691</u>	<u>\$ 10,503,951</u>	<u>\$ 9,668,670</u>	<u>\$ 9,245,640</u>	<u>\$ 8,560,328</u>	<u>\$ 8,219,898</u>