

**Central Permit Facility**

Libertyville, IL

Opened April 2010



# 2010

## Comprehensive Annual Financial Report

Year Ended November 30, 2010

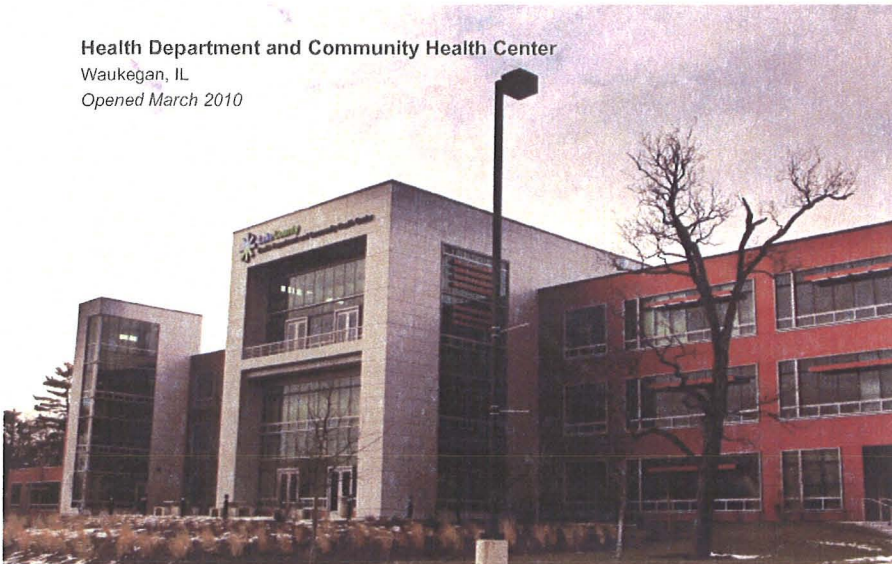
Lake County, Illinois



**Health Department and Community Health Center**

Waukegan, IL

Opened March 2010



# **LAKE COUNTY, ILLINOIS**

## **COMPREHENSIVE ANNUAL FINANCIAL REPORT**

For the Year Ended November 30, 2010

Prepared by:

Office of the Controller

# LAKE COUNTY, ILLINOIS

## TABLE OF CONTENTS November 30, 2010

---

### INTRODUCTORY SECTION

Table of Contents	i – iv
Transmittal Letter	v – x
Elected Officials	xi
Organizational Chart	xii
Certificate of Achievement for Fiscal Year Ended November 30, 2009	xiii

### FINANCIAL SECTION

Independent Auditors' Report	xiv – xv
Management's Discussion and Analysis	xvi – xxvii
Basic Financial Statements	
Statement of Net Assets	1
Statement of Activities	2
Balance Sheet – Governmental Funds	3 – 4
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	5 – 6
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	7
Statement of Net Assets – Proprietary Funds	8
Statement of Revenues, Expenses, and Changes in Fund Net Assets – Proprietary Funds	9
Statement of Cash Flows – Proprietary Funds	10 – 11
Statement of Fiduciary Assets and Liabilities – Agency Funds	12
Notes to Financial Statements	13 – 57
Required Supplementary Information	
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – General Fund	58 – 60
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Health Department	61
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – IMRF Fund	62
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – 1/4% Sales Tax for Transportation and Public Safety	63

# LAKE COUNTY, ILLINOIS

## TABLE OF CONTENTS (cont.) November 30, 2010

---

### FINANCIAL SECTION (cont.)

#### Required Supplementary Information (cont.)

Schedules of Funding Progress – Illinois Municipal Retirement Fund	64
Schedule of Funding Progress – Other Postemployment Benefits	65
Notes to Required Supplementary Information	66

#### Supplementary Information

Combining Balance Sheet – Nonmajor Governmental Funds	67 – 72
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds	73 – 78

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

##### Nonmajor Funds

FICA Fund	79
Veterans Assistance	80
Stormwater Management	81
Division of Transportation	82
Youth Home	83
Winchester House	84
Tuberculosis Clinic	85
Bridge Tax	86
Matching Tax	87
Probation Services Fees	88
County Law Library	89
Children’s Waiting Room	90
Court Automation	91
Court Document Storage	92
Recorder Automation	93
Vital Record Automation	94
GIS Automation	95
Tax Sales Automation	96
Coroner’s Fee	97
Motor Fuel Tax	98
Solid Waste Management Tax	99
Loon Lake SSA No. 8	100
Woods of Ivanhoe SSA No. 12	101
Township Motor Fuel Tax	102
HUD Grants	103
Workforce Development	104
Computer Fraud Forfeitures	105
Contribution Fund	106
Emergency Telephone System Board (ETSB)	107

# LAKE COUNTY, ILLINOIS

## TABLE OF CONTENTS (cont.) November 30, 2010

---

### FINANCIAL SECTION (cont.)

#### Supplementary Information (cont.)

#### Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual (cont.)

##### Nonmajor Funds (cont.)

2008 G.O. Bonds	108
2001 G.O. Refunding	109
2005 G.O. Refunding	110
Woodbine SSA No. 7	111
North Hills SSA No. 10	112
Krisview SSA No. 6	113
Special Service Area #13 Tax Exempt 2007A	114
Special Service Area #13 Taxable 2007B	115
Special Service Area #13 Tax Exempt 2007A Construction	116
Special Service Area #13 Tax Exempt 2007B Construction	117
2008 Bond Construction	118
2010A Road Construction	119
County Radio System	120
Combining Statement of Fiduciary Assets and Liabilities – Agency Funds	121 – 122
Combining Statement of Changes in Fiduciary Assets and Liabilities – Agency Funds	123 – 125

### STATISTICAL SECTION – UNAUDITED

Net Assets by Component, Last Nine Fiscal Years	126
Changes in Net Assets, Last Nine Fiscal Years	127 – 128
Fund Balances, Governmental Funds, Last Nine Fiscal Years	129
Changes in Fund Balances, Governmental Funds, Last Nine Fiscal Years	130
Assessed Value and Estimated Actual Value of Taxable Property, Last Ten Fiscal Years	131
Direct and Overlapping Property Tax Rates, Last Ten Years	132
Principal Property Tax Payers, Current Year and Nine Years Ago	133
Property Tax Levies and Collections, Last Ten Fiscal Years	134
Ratio of Outstanding Debt by Type, Last Ten Fiscal Years	135
Ratio of General Bonded Debt Outstanding, Last Ten Fiscal Years	136
Primary Government – Legal Debt Margin Information, Last Ten Fiscal Years	137
Pledged-Revenue Coverage, Last Ten Fiscal Years	138
Demographic and Economic Statistics, Last Ten Fiscal Years	139

# LAKE COUNTY, ILLINOIS

## TABLE OF CONTENTS (cont.) November 30, 2010

---

### **STATISTICAL SECTION – UNAUDITED** (cont.)

Principal Employers, Current Year and Nine Years Ago	140
Full-Time Equivalent County Government Employees by Function, Last Ten Fiscal Years	141
Operating Indicators by Function, Last Ten Fiscal Years	142
Capital Asset Statistics by Function/Program, Last Ten Years	143



May 11, 2011

To the Citizens of Lake County:

State law requires that all general-purpose local governments publish a complete set of financial statements within six months of the close of each fiscal year. The statements must be presented in conformity with generally accepted accounting principles (GAAP), and audited by a firm of licensed certified public accountants, in accordance with generally accepted auditing standards. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of Lake County for the fiscal year ended November 30, 2010.

This report consists of management's representations concerning the finances of Lake County. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the county. To provide a reasonable basis for making these representations, management of Lake County has established a comprehensive internal control framework that is designed to protect the county's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the county's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, Lake County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the government. All disclosures necessary to enable the reader to gain an understanding of the county's financial activities have been included.

Lake County's financial statements have been audited by Baker Tilly Virchow Krause, LLP, a firm of licensed certified public accountants. The goal of the independent audit is to provide a reasonable assurance that the financial statements of Lake County for the fiscal year ended November 30, 2010 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor's report is presented as the first component of the financial section of this report.

#### COUNTY-WIDE FINANCIAL STATEMENTS

The county is required to prepare the statements in accordance with the requirements of the Governmental Accounting Standards Board (GASB). The county is required to present the government-wide financial statements including all the capital assets and infrastructure owned by the county and all debt owed by the county. Through implementation of GASB Statement Number 61 (GASB 61), Lake County has moved the Lake County Forest Preserve District (LCFPD), previously shown as a blended unit in the financial statements, to a discretely presented status in Fiscal Year 2010.

The comprehensive annual financial report is presented in three sections: introductory, financial and statistical. The introductory section includes this transmittal letter, the government's organizational chart, a list of the elected officials, and the Government Finance Officer's Certificate of Achievement. The financial section includes the independent auditors' report, the management's discussion and analysis, basic financial statements, required supplementary information, the combining statements and the combining statement of fiduciary assets and liabilities. The statistical section includes selected financial and demographic information and, where available, is presented in a 10-year financial history of the

county.

GASB requires that management provide a discussion and analysis to accompany the financial statements. This transmittal letter complements management's discussion and analysis (MD&A), and should be read in conjunction with it. The purpose of this letter of transmittal is to provide an overview of the county and its operations. For detailed financial information and analysis, please see the MD&A. The MD&A can be found on page xvi in the financial section of this report immediately following the report of the independent auditors.

### PROFILE OF THE GOVERNMENT

Lake County is located in the northeast corner of Illinois, midway between the cities of Chicago, Illinois and Milwaukee, Wisconsin. It adjoins Wisconsin, Lake Michigan, Cook County, and McHenry County. The county's 457 square miles of land contains a population of 703,462, and is the third largest county in Illinois.

Lake County was created by the Illinois legislature in 1839 and operates under a County Board form of government. Policy-making and legislative authority is vested in 23 members elected from individual districts.

The county provides a full range of public governmental services. These services include sheriff's police protection and correctional facilities; water and sewer services; the construction and maintenance of highway and street infrastructure; health and welfare services; judicial services of the Nineteenth Judicial Circuit Court; planning and zoning and general administrative services. This audit also includes the financial information of the Lake County Forest Preserve District (LCFPD), although this entity has a separate governing structure. The LCFPD is a discretely presented component unit for Fiscal Year 2010, as the county has implemented GASB 61. The LCFPD has an external audit completed and publishes its financial statements separately, which are available from the district. The Forest Preserve District can be contacted at (847) 367-6640 or at the District's Website at [www.lcfd.org](http://www.lcfd.org).

### ECONOMIC CONDITION AND OUTLOOK

Over the past several years, Lake County has experienced the economic downturn felt by the rest of the state and country. However, as evidenced in year-end revenue figures, the economic downturn has stabilized and Lake County is beginning to see improvement in economically sensitive revenues. During the last year, the county experienced a nearly 5% decline in Equalized Assessed Valuation, its second concurrent year of decline, as evidenced in the table below. However, due to the application of property tax extension laws in Illinois, a decline in EAV does not reduce tax collections for Lake County government.

**Equalized Assessed Valuation (in 1,000s) and % Change**

	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>
EAV	27,319,237	29,368,110	30,486,373	30,170,722	28,684,699
% change	8.54%	7.50%	3.81%	-1.04%	-4.93%

The county has a varied manufacturing and industrial base that is the foundation for its relative stability. Business activity within the county is diverse, including the only Navy basic training base in the United States, an amusement park, and numerous manufacturing firms, real estate developers, retail stores and service providers. As demonstrated by the 10-year chart, through 2006, the county's unemployment rates were lower than the state and national averages. Since then, the rate in Lake County has been very near the state rate which has been higher than the national average and at the end of 2010, the county's unemployment rate is higher than both the state and national average. However, as with revenues, the unemployment rate in Lake County is beginning to trend in a positive direction.



## 10-Year Unemployment Rate History

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
<b>Lake County</b>	4.60%	5.70%	6.00%	5.50%	4.50%	4.20%	5.00%	6.6%	9.8%	9.6%
<b>Illinois</b>	5.70%	6.30%	6.30%	5.80%	5.00%	5.70%	5.00%	6.5%	10.1%	8.8%
<b>US</b>	4.70%	5.80%	6.00%	5.50%	5.10%	4.50%	4.60%	5.8%	9.3%	9.1%

The county continues its annual contract supporting Lake County Partners, a non-profit corporation whose mission is to maintain a healthy business environment in Lake County through retention and expansion of businesses, as well as economic and workforce development. As explained below, economic development is a key strategic goal in the Lake County Board Strategic Plan.

Because of conservative budget policies, healthy fund balances and low outstanding debt, Lake County feels it will be able to maintain service delivery levels to constituents despite the current economic slowdown.

### STRATEGIC PLANNING

In an effort to guide the future of the county, the Board engages in a strategic planning process every two years. The County Board updated its strategic plan and adopted it on April 14, 2011.

The Board's plan identifies five goals:

- Reduce Congestion and Improve Transportation Systems in Lake County
- Enhance Livability and Economic Opportunities
- Promote a Sustainable Environment
- Build Healthy and Resilient Communities
- Provide Public Safety

Lake County has made significant progress on the five key strategic goals identified in the plan. The highlights of our progress are included in the 2011 Strategic Plan Progress Report, which can be found at [www.lakecountyiil.gov](http://www.lakecountyiil.gov).

### MAJOR INITIATIVES FOR THE CURRENT YEAR AND THE FUTURE

The County began, continued, or completed the following initiatives.

#### **Energy Efficiency and Conservation**

Lake County completed a comprehensive energy audit of county government facilities in May of 2008. This audit prompted the implementation of energy management and retrofit programs that have resulted in a 16% reduction of overall energy usage in these facilities. Lake County continues to implement several energy efficiency and conservation projects using \$5.6 million in American Recovery and Reinvestment Act (ARRA) funds through the Department of Energy's "Energy Efficiency and Conservation Block Grant Program." Lake County is leveraging this federal funding with \$5 million of capital funding to broaden the impact of this program.

#### **Water Resources**

Regional Focus: The Lake County Board endorsed the "Water 2050: Northeastern Illinois Water Supply/Demand Plan" following a three year study of water demand and supply led by the Northeastern Illinois Regional Water Supply Planning Group. Lake County, along with other counties, villages and government agencies in the region formed the Northwest Water Planning Alliance and will continue the planning process, and begin to implement the strategies of the "Water 2050" plan in the northwest suburbs.

Local Focus: The County Board formed the Lake County Water Supply Advisory Committee, which is comprised of representatives from county and municipal governments, as well as other stakeholders. This committee continues to make progress on several local water supply planning initiatives including:

- Developing recommendations for a comprehensive water conservation strategy
- Creating and promoting the adoption of countywide water management and conservation ordinances, including the ordinance proposed by the Chicago Metropolitan Agency for Planning
- Adopting recommendations for appropriate water pricing practices.

Also, Lake County continues to participate in the North-West Lake County Lake Michigan Water Planning Group, which is made up of ten communities that have joined together to try and secure Lake Michigan water as their water supply source. In January 2011, the Illinois Department of Natural Resources approved a request for Lake Michigan Water Allocations submitted by ten communities in northern and western Lake County. This is the first step in a complex, multi-step process to transition from ground water to Lake Michigan water in order to meet long-term water demands for this growing area.

### **Waste Diversion**

Lake County's Solid Waste Plan Update, adopted in 2010, establishes a taskforce to study waste diversion and make recommendations, with the goal of diverting 60% of the waste stream away from the landfills by 2030. Also, in an effort to divert construction waste from landfills, the County Board amended the County ordinance, and influenced a change in State law, allowing for the development of new construction and demolition recycling facilities in the unincorporated area.

Recently, the Lake County Green team developed and distributed a "Green Products Handbook" and other materials to encourage employees to consider purchasing material and products that are environmentally friendly and recyclable.

### **Transportation**

Para-Transit: Improving our transportation system and reducing congestion remains a top priority. Lake County has made significant progress toward achieving this goal. For example, the Lake County Division of Transportation (LCDOT) completed the Lake County Inter/Intra County Para-Transit Planning Study that showed demand for these services is increasing. Para-transit refers to "Dial-a-Ride" services that don't follow fixed routes or schedules, and are utilized mostly by seniors or individuals with disabilities. In response, Lake County added a mobility manager position to provide for countywide coordination of existing and future services.

Also, LCDOT in collaboration with Pace, is conducting a market study of existing and needed Pace fixed bus routes, using federal funds, to determine the level of changes that are necessary to meet the needs of residents and employers. A great example is "The Northwest Para-transit Expansion Demonstration Project", which provides additional para-transit transportation for residents living in northwest Lake County, which continues to show ridership gains. The project is operated by the townships of Antioch, Avon, Grant and Lake Villa and is funded using grant money through Lake County.

Lake County also completed the "Non-Motorized Travel Study" and identified gaps in the county highway system for bicyclists and pedestrians, including walkways to Pace bus stops. As a result, LCDOT implemented policies and developed a prioritization plan to address these gaps in future county roadway improvements.

Road Projects: There are also a number of high priority road projects that are moving forward. The Illinois Jobs Now Capital Bill included funding for many phases of projects on the LCTA State Highway Consensus List. Additionally, the County provided the State with \$32 million in Transportation Sales Tax bond funding to construct the widening of IL Route 21 from IL Route 137 to south of IL Route 120. The target letting for construction is scheduled for June 2011. The one quarter percent sales tax authorized by the Regional Transportation Authority included a bonding component that allowed for County Challenge Bond projects, resulting in high priority projects to be completed faster.

In 2010, Lake County received \$600,000 in federal funds (Surface Transportation Priorities) for a future Phase I study of the Central Lake Thruway (IL Route 120), bringing the total allocation received to \$2.3 million.

Roundabouts: Also last year, Lake County finished construction of the first roundabout at a major intersection in the Chicago region. The roundabout at Riverwoods Road and Everett Road in Lincolnshire

opened in the fall of 2010. Studies have shown roundabouts are safer than traditional stop sign or signal-controlled intersections, and allow for more efficient traffic flow through an intersection.

**PASSAGE:** Lake County continues to use technology to reduce traffic congestion across the county. The new Lake County PASSAGE Email Notification program, launched in 2010, allows users to sign up for real-time traffic alerts for designated roadways the county. Drivers can receive email updates about a traffic accident, construction, or other kind of incident before they start driving and use the information to take a different route.

### **Health and Community Services**

The Lake County Health Department/Community Health Center (LCHD/CHC) increased access to comprehensive primary care for the chronically mentally ill using federal grant funds that allowed for the establishment of a New Access Point community health center site at the Grand Avenue Building at 3010 Grand Avenue. Medical services, dental services and psychiatric counseling were all added as a part of the expansion, with particular attention to providing an immediate access point to those who are chronically mentally ill to receive primary care services in an integrated model. LCHD/CHC is on target to provide an additional 10,000 medical, dental services and psychiatric counseling visits to the underserved community by June 2011.

Lake County Community Development expanded ServicePoint, a case management/information and referral tool, implementing a collaborative, integrated and efficient case management process whereby agencies can refer clients and share information, eliminating repetitive assessments. Individuals can complete an assessment at one location, have that information shared among many providers, and receive coordinated care. Lake County is merging the system with "Find Help Lake County" to provide a more comprehensive system. The website, [findhelplakecounty.org](http://findhelplakecounty.org), is a human services database that is managed by United Way and funded through a public/private partnership, including Lake County.

Lake County helped provide financial assistance and other support services to homeless individuals to keep them out of shelters, using \$2 million in federal grant funds.

### **Service & Operations within the Justice System**

A team made up of representatives from the various criminal justice agencies, known as the "Judicial Facilities Review Committee," continues to work on development of a plan to address capacity demands on Lake County facilities, which includes a comprehensive review of the jail and justice facilities. Lake County has completed an analysis of the jail, a court system operations review, and a facility assessment. The County has implemented some changes based on the findings and will continue to review and apply additional changes in the future.

Lake County's justice agencies have been working together to implement the "Integrated Justice Plan," that allows for information to be shared electronically among the various parties, from correctional officers in the jail to judges in the courtroom. The Lake County Sheriff's Office is currently testing E-ticketing as part of a pilot project.

Also in 2010, Lake County enhanced services for Lake County offenders ordered to "Therapeutic and Intensive Monitoring (TIM) Court" who suffer from both substance abuse and mental health issues. A \$200,000 grant provided funds for additional staff training, treatment for 29 participants, and additional beds in Lake County halfway houses. Lake County also received a grant for \$208,333 for TIM Court to provide intensive case management services, including recovery coaching and follow-up activities after participants receive treatment to mitigate further abuse.

### **COUNTY BOARD INFORMATION**

The County Board usually meets at 9 a.m. the second Tuesday of each month at the County Building, 18 N. County St., Waukegan, IL 60085. The final calendar as well as the current agenda, past minutes and agendas, and other county information including press releases, invitations to bid, and job announcements are posted on the internet at the county's web site at [www.LakeCountyIL.gov](http://www.LakeCountyIL.gov). For additional information, please call the County Board Office at (847) 377-2300, or write to Lake County Board, 18 North County St., Waukegan, IL 60085.

AWARDS AND ACKNOWLEDGEMENTS:

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Lake County for its comprehensive annual financial report (CAFR) for the fiscal year ended November 30, 2009. This is the fourth year that the government has received this prestigious award. In order to be awarded a Certificate of Achievement, the county had to publish an easily readable and efficiently organized CAFR that satisfied both generally accepted accounting principles and applicable legal requirements.

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

In addition, the county continues to receive the GFOA's Distinguished Budget Presentation Award for its annual budget document. In order to qualify for the Distinguished Budget Presentation Award, the government's budget document had to be judged proficient as a policy document, a financial plan, an operations guide and a communications device.

The preparation of this report on a timely basis is a collaborative effort and would not have been accomplished without the dedicated and tireless services of Patrice Sutton Burger, Controller, and Arnold Donato and Jerial Jordan-Woods of the Controller's staff. In addition, our appreciation is extended to the many staff members of the Department of Finance and Administrative Services and all departments that provided us with information necessary to compile these statements. Special thanks to the support of the county board, elected Officials, department heads and to the independent auditors who have all contributed to making the publication of this report possible.

Respectfully submitted,



Barry Burton  
County Administrator



Gary O. Gordon  
Director of Finance and Administrative Services

**Lake County, Illinois**

**ELECTED OFFICIALS**  
**Year Ended November 30, 2010**

**County Board Members**  
**Suzi Schmidt, Chairman**  
**David Stolman, Vice-Chairman**

<b><u>District</u></b>	<b><u>Board Member</u></b>
1	Linda Pedersen
2	Diane Hewitt
3	Suzi Schmidt
4	Brent Paxton
5	Bonnie Thomson Carter
6	Melinda Bush
7	Steve Carlson
8	Bill Durkin
9	Mary Ross Cunningham
10	Diana O'Kelly
11	Pat Carey
12	Angelo Kyle
13	Susan Loving Gravenhorst
14	Audrey Nixon
15	Carol Calabresa
16	Terry Wilke
17	Stevenson Mountsier
18	Aaron Lawlor
19	Craig Taylor
20	David Stolman
21	Ann Maine
22	Michelle Feldman
23	Anne Flanigan Bassi

**Other Elected Officials**

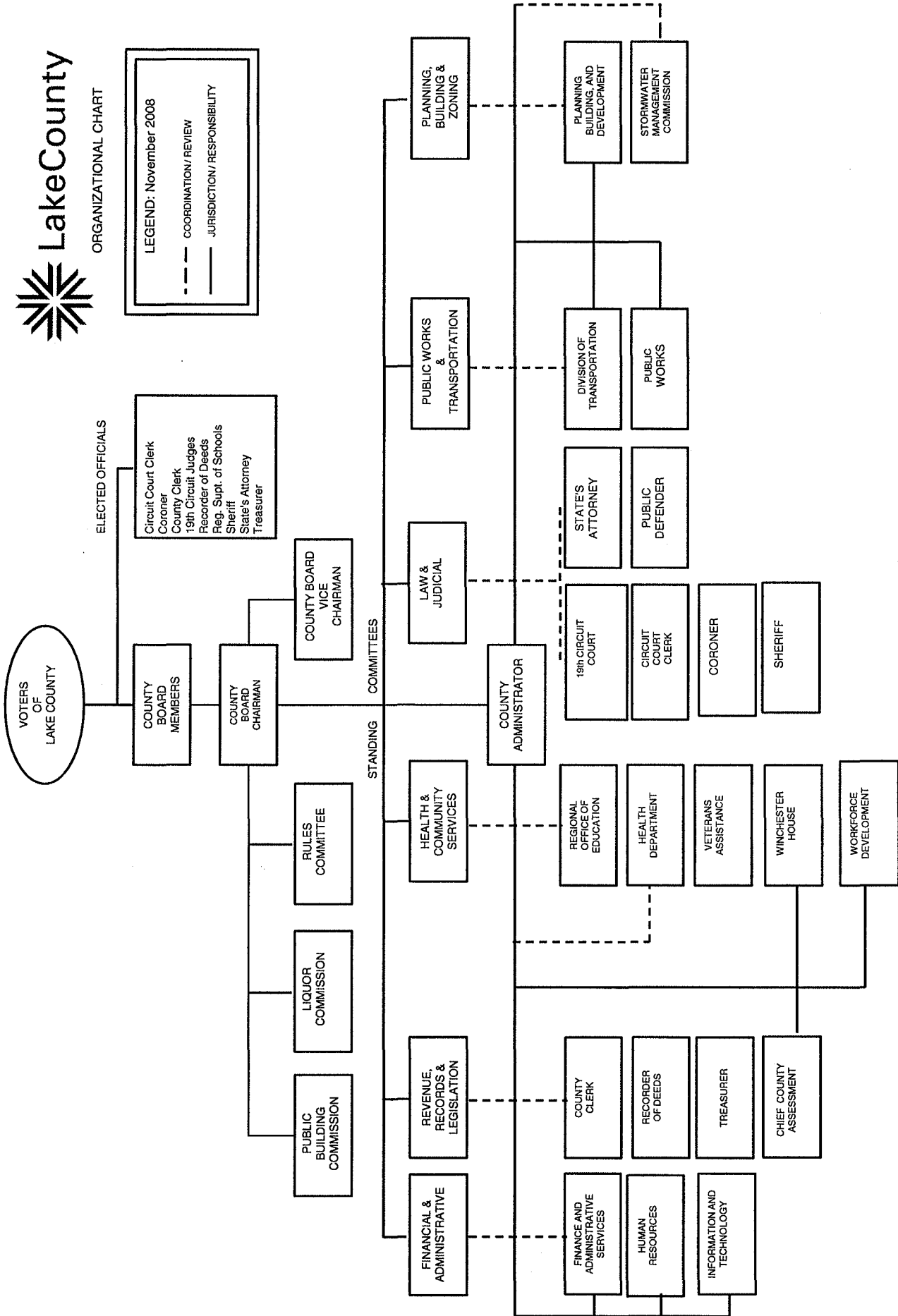
Circuit Court Clerk	Sally D. Coffelt
Coroner	Richard L. Keller, MD
County Clerk	Willard R. Helander
Recorder of Deeds	Mary Ellen Vanderverter
Regional Superintendent of Schools	Roycealee J. Wood
Sheriff	Mark C. Curran, Jr.
State's Attorney	Michael J. Waller
Treasurer	Robert Skidmore



# Lake County

## ORGANIZATIONAL CHART

LEGEND: November 2008  
 --- COORDINATION / REVIEW  
 — JURISDICTION / RESPONSIBILITY



# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Lake County  
Illinois

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
November 30, 2009

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



President

Executive Director



Baker Tilly Virchow Krause, LLP  
205 N Michigan Ave  
Chicago, IL 60601-5927  
tel 312 729 8000  
fax 312 729 8199  
bakertilly.com

## INDEPENDENT AUDITORS' REPORT

To the Chair & Members of the County Board  
Lake County  
Waukegan, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Lake County, Illinois, as of and for the year ended November 30, 2010, which collectively comprise the county's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Lake 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 Lake County Forest Preserve District, which are presented in 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 Lake County Forest Preserve District, 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. The financial statements of the Lake County Forest Preserve District were not audited in accordance with *Government Auditing Standards*.

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 respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Lake County, Illinois, as of November 30, 2010, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.



To the Chair & Members of the County Board  
Lake County

As described in Note I.B., Lake County has adopted the provisions of GASB Statement No. 61 – *The Financial Reporting Entity: Omnibus – an amendment of GASB Statements No. 14 and 34*, as of December 1, 2009.

In accordance with *Government Auditing Standards*, we have also issued our report dated May 11, 2011 on our consideration of Lake County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis, budgetary comparison schedules, and schedules of funding progress as listed in the table of contents are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Lake County's basic financial statements. The combining and individual fund financial statements and schedules as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The 2010 combining and individual fund financial statements and schedules have been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements for the year ended November 30, 2010 taken as a whole. We have also previously audited, in accordance with auditing standards generally accepted in the United States of America, Lake County's basic financial statements for the year ended November 30, 2009, which are not presented with the accompanying financial statements. In our report dated May 14, 2010, we expressed an unqualified opinion on the respective financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information. In our opinion, the 2009 individual fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements for the year ended November 30, 2009, taken as a whole.

The "Introductory Section" and "Statistical Section" listed in the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements of Lake County, Illinois. The information has not been subjected to the auditing procedures applied by us and the other auditors in the audit of the basic financial statements, and, accordingly, we express no opinion on such information.

*Baker Tilly Vinchow Krause, LLP*

Chicago, Illinois  
May 11, 2011

## **MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)**

The Lake County management discussion and analysis provides an overview and analysis of the financial activities for the fiscal year ended November 30, 2010. Because the management discussion and analysis is designed to focus on the financial performance of fiscal 2010 activities, please read it in conjunction with the transmittal letter and the financial statements that begin on page 1.

### **FINANCIAL HIGHLIGHTS**

- Total government assets exceeded liabilities by \$933,032,098 including \$619,050,082 invested in capital assets net of related debt, \$196,631,927 in restricted net assets and \$117,350,089 in unrestricted net assets.
- Total fund balance for governmental funds was \$287,260,931 including \$1,922,832 in nonspendable resources, \$152,343,445 in restricted funds, \$40,164,892 in committed funds, \$36,427,077 in funds assigned, and \$56,402,685 in unassigned balances.
- The County's enterprise fund had total operating revenue of \$38,452,505 and total operating expenses of \$34,090,059 including \$6,356,679 in depreciation expense.
- The County's governmental activities major tax revenues consisted of \$140,333,148 in property tax distributions and \$48,358,943 in sales tax revenues.

### **USING THIS ANNUAL REPORT**

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. There are three parts to the basic financial statements - the government-wide financial statements, the fund financial statements and the notes to the financial statements. In addition to the financial statements, this report also contains other supplementary and statistical information.

### **GOVERNMENT-WIDE FINANCIAL STATEMENTS**

The County's annual report includes two government-wide financial statements. These statements provide both long-term and short-term information about the County's overall financial status. Financial reporting at this level uses a perspective similar to the private sector with its basis in full accrual accounting and elimination or reclassification of internal activities.

The government-wide financial statements consist of the Statement of Net Assets and the Statement of Activities. These statements provide information on the County as a whole. The Statement of Net Assets reports the assets and liabilities of the County with the difference reported as the net assets. This statement combines and consolidates governmental funds' current financial resources (short-term resources) with capital assets and long-term obligations using the accrual basis of accounting and economic resources measurement focus. The Statement of Activities is focused on both the gross and net cost of various activities (including governmental and business-type) that are supported by the government's general taxes and other resources. An important purpose of the design of the statement of activities is to show the financial reliance of the County's distinct activities or functions on revenues provided by the County's taxpayers. All current year revenue and expenses are included regardless of when cash is received or disbursed.

The Statement of Net Assets and the Statement of Activities divides the County into two kinds of activities:

- **Governmental activities** – Most of the County's basic services are reported here including administration, the Sheriff's office and corrections, the Courts and related offices, transportation, planning and economic development, and health services. Property taxes, fees and fines, charges for services, and state and federal revenue sharing and grants support most of these activities.
- **Business-type activities** – The business type activities of the County includes water and sewer services. The County charges fees to customers for these services to cover the costs incurred. Normally enterprise funds do not require taxpayer support outside of the fee for service. The Public Works fund does receive special service area property tax to pay debt for sanitary sewer for the Northeast Facilities Planning Area Old Mill Creek.

The County has one component unit that, according to Generally Accepted Accounting Principles (GAAP), is included in the Statement of Net Assets and Statement of Activities. The Lake County Forest Preserve District (LCFP), which was previously shown as a blended component unit, has been discretely presented in the Fiscal Year 2010, in accordance with GASB Statement Number 61. The LCFP has the same board members as the County; however, there is no financial benefit or burden relationship between LCFP and the County, and the County has no operational responsibility for LCFP.

## FUND FINANCIAL STATEMENTS

The fund financial statements provide reporting in a more detail listing than the government-wide funds. A fund is an accounting method of segregating resources that are designated for a specific purpose. Lake County, like all local governments, uses fund accounting to demonstrate compliance with financial and legal requirements. The County's funds can be divided into two categories – governmental funds and proprietary funds.

**Governmental funds** are reported in the fund financial statements and essentially account for the same functions reported as governmental activities in the government-wide financial statements. Fund statements provide a distinctive view of the County's governmental funds. These statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the year. Such information may be useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources in the near-term.

Because the focus of the governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, the reader may have a better understanding of the long-term impact of near-term financing decisions.

Lake County has forty-four (44) individual governmental funds described as follows:

- Twelve required for tax levy purposes (including three major funds)
- Fifteen required by state statute to collect special fees
- Two federal grant programs
- Six debt service funds
- Three special service areas
- Four capital project funds
- Two funds designated by court order, to collect a special-purpose tax and record contributions

**Budgetary comparison** statements are included in the required supplementary information for the four major funds: the General Fund, Health Department Fund, the Illinois Municipal Retirement Fund (IMRF), and the ¼% Sales Tax for Transportation and Public Safety. The general fund is always a major fund. The determination of the other major funds depends on formulas of the percentage of the individual fund in comparison to all the other funds. Using the required analysis, the Health Department, Illinois Municipal Retirement Fund (IMRF) Fund, and the ¼% Sales Tax for Transportation and Public Safety are also considered major funds in 2010. This formula is recalculated every year. Budget comparisons of the non-major funds are contained in other supplementary information.

**Proprietary funds.** Lake County maintains two different types of proprietary funds. The first type, enterprise funds, are used to report the same function presented as business-type activities in the government-wide financial statements. Lake County has one enterprise fund, the Public Works Fund that provides water and sewerage services to various communities within the County. Business-type activities are intended to recover all or a significant portion of its operating cost and required contribution to reserve accounts through user fees and charges. The second type of proprietary fund, an internal service fund, is an accounting device used to accumulate and allocate costs internally among the County's various functions. Lake County has one internal service fund, Health Life and Dental. The activity in the Health Life Dental Fund has been allocated within the governmental activities in the government-wide financial statements.

Proprietary funds provide a similar type of information consistent with the focus of the government-wide financial statements, only in more detail. In addition to the statement of net assets, the proprietary funds include the statement of revenue, expenses and changes in fund net assets and the statement of cash flows.

**Fiduciary funds** are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County. The accounting for fiduciary funds is much like that used for proprietary funds

**Notes to the financial statements.** The accompanying notes to the financial statements provide information essential to the full understanding of the government-wide and fund financial statements.

**Other information.** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the County's pension obligations and budget comparisons. Other supplementary information includes expense and revenue information and balance sheet detail by fund.

## LAKE COUNTY FINANCIAL ANALYSIS

Graphic presentations of selected data from the summary tables follow to assist the analysis of the County's activities.

## LAKE COUNTY'S NET ASSETS

(dollars are in thousands)

	<i>Governmental Activities</i>		<i>Business-type Activities</i>		<i>Total</i>	
	<u>2010</u>	<u>2009*</u>	<u>2010</u>	<u>2009*</u>	<u>2010</u>	<u>2009*</u>
<b>Assets</b>						
Current and other assets	\$ 476,370	\$ 453,874	\$ 107,872	\$ 87,777	\$ 584,242	\$ 541,651
Capital assets, net	476,298	456,501	211,588	199,667	687,886	656,168
<b>Total assets</b>	<u>952,668</u>	<u>910,375</u>	<u>319,460</u>	<u>287,444</u>	<u>1,272,128</u>	<u>1,197,819</u>
<b>Liabilities</b>						
Current and other liabilities	179,331	177,545	6,208	7,432	185,539	184,977
Non-current liabilities	84,816	82,681	68,742	48,748	153,558	131,429
<b>Total liabilities</b>	<u>264,147</u>	<u>260,226</u>	<u>74,950</u>	<u>56,180</u>	<u>339,097</u>	<u>316,406</u>
<b>Net Assets</b>						
Invested in capital assets, net						
of related debt	437,328	422,158	181,722	174,175	619,050	596,333
Restricted	154,093	139,989	42,539	36,477	196,632	176,466
Unrestricted	97,100	88,003	20,250	20,611	117,350	108,614
<b>Total net assets</b>	<u>\$ 688,521</u>	<u>\$ 650,150</u>	<u>\$ 244,511</u>	<u>\$ 231,263</u>	<u>\$ 933,032</u>	<u>\$ 881,413</u>

\* - 2009 figures have been restated to omit the Lake County Forest Preserve District, which was reported as a blended component unit, in order to make the figures more comparable.

**Net Assets.** As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. Lake County's assets exceeded liabilities by \$933,032,098 at the end of fiscal 2010. Of this, \$619,050,082 is investment in capital assets net of related debt. Investment in capital assets net of related debt increased by \$22.7 million from 2009 to 2010. In 2010, the County invested \$3.6 million in land and related improvements, \$22.3 million in road and bridges, \$50.9 million in buildings and related improvements, \$7 million in equipment, and just over \$1 million in both intangible assets and vehicles.

Another piece of net assets is unrestricted net assets. The \$97,100,237 in governmental unrestricted net assets can be used to finance day-to-day operation. These are considered the County's reserves, and they increased by just over \$9 million as the County continues planned projects for which funds have been set aside. Restricted assets are those funds that can only be used for special purposes, such as funds held to comply with bond ordinances, state statutes and donor requirements. The County's restricted net assets in governmental activities were \$154,093,151 at year-end, an increase of \$14 million over 2009, due to the ¼% Sales Tax fund, which the County has pledged to use for transportation improvements.

**Business Type Net Assets.** The business type net assets were \$244,510,771. This includes \$42.5 million in restricted assets. This restriction represents resources that are subject to bond ordinance covenants limiting how these funds can be spent or are restricted for the future payment of debt and construction projects. Restricted net assets in the business-type activities increased by approximately \$6 million, due to significant increases in capital contributions and connection fees. The unrestricted net assets total \$20,249,852 and can be used to pay for day-to-day operations for the individual business activity. Unrestricted assets decreased about \$360,000 from 2009 to 2010.

## Changes in Net Assets

Lake County's combined change in net assets was \$51,618,769. The change in net assets for governmental activities was \$38,371,038 and for business-type activities it was \$13,247,731.

**Current Ratio.** The Lake County governmental entities maintain a good current ratio. The current ratio compares current assets to current liabilities and is an indication of the ability to pay current obligations. The current ratio for governmental activities is 2.66 to 1. For business-type activities the ratio is 17.38 to 1. As a whole the County's current ratio is 3.15 to 1. These ratios are favorable when compared to other local governments.

The table below provides the revenue and expenses and resulting change in net assets for the governmental activities and the business-type activities.

**Table 2**  
**LAKE COUNTY CHANGES IN NET ASSETS**  
(dollars are in thousands)

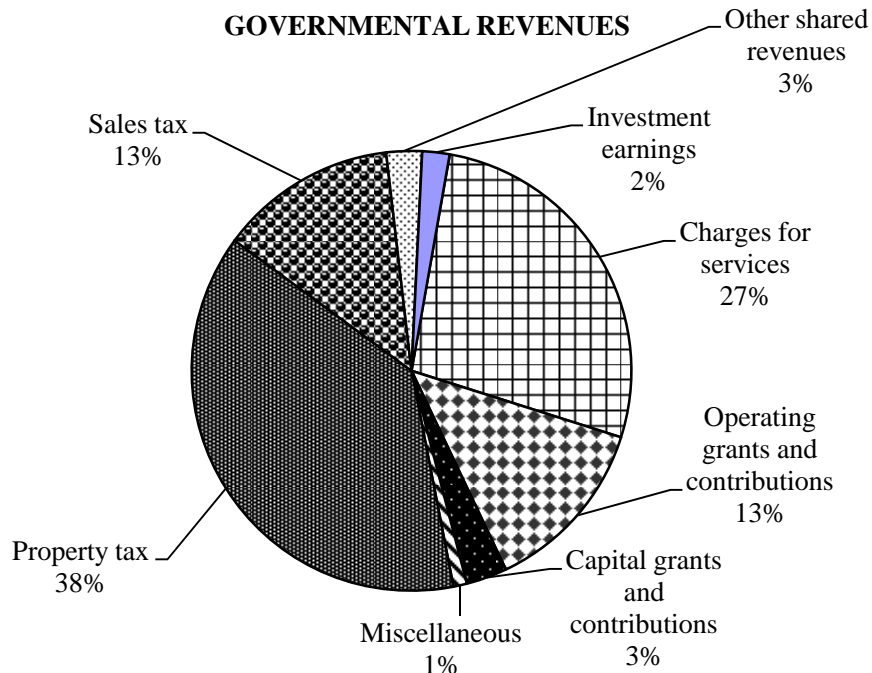
	<i>Governmental Activities</i>		<i>Business-type Activities</i>		<i>Total</i>	
	<u>2010</u>	<u>2009 *</u>	<u>2010</u>	<u>2009 *</u>	<u>2010</u>	<u>2009 *</u>
<b>Revenues:</b>						
<b>Program revenues</b>						
Charges for services	\$ 99,825	\$ 94,939	\$ 38,453	\$ 36,226	\$ 138,278	\$ 131,165
Operating grants and contributions	48,228	43,399	95	-	48,323	43,399
Capital grants and contributions	12,900	10,934	8,805	5,026	21,705	15,960
<b>General revenues:</b>						
Property tax	140,333	139,258	876	886	141,209	140,144
Sales tax	48,359	47,133	-	-	48,359	47,133
Other shared revenue	11,155	11,037	-	-	11,155	11,037
Investment earnings	8,038	13,010	1,620	2,374	9,658	15,384
Miscellaneous	1,804	2,105	-	-	1,804	2,105
Transfers	-	-	-	-	-	-
<b>Gain (loss) on disposal of assets</b>	<b>246</b>	<b>378</b>	<b>24</b>	<b>17</b>	<b>270</b>	<b>395</b>
<b>Total revenues</b>	<b>370,888</b>	<b>362,193</b>	<b>49,873</b>	<b>44,529</b>	<b>420,761</b>	<b>406,722</b>
<b>Expenses:</b>						
General government	63,035	67,924	-	-	63,035	67,924
Law and judicial	111,409	107,893	-	-	111,409	107,893
Health and human services	98,989	102,573	-	-	98,989	102,573
Transportation	44,636	50,788	-	-	44,636	50,788
Planning and economic development	12,732	12,453	-	-	12,732	12,453
Interest on long-term debt	1,716	1,794	-	-	1,716	1,794
Water and sewer	-	-	36,625	35,630	36,625	35,630
<b>Total expenses</b>	<b>332,517</b>	<b>343,425</b>	<b>36,625</b>	<b>35,630</b>	<b>369,142</b>	<b>379,055</b>
<b>Increase in net assets</b>	<b>38,371</b>	<b>18,768</b>	<b>13,248</b>	<b>8,899</b>	<b>51,619</b>	<b>27,667</b>
<b>Beginning net assets as restated</b>	<b>650,150</b>	<b>631,382</b>	<b>231,263</b>	<b>222,364</b>	<b>881,413</b>	<b>853,746</b>
<b>Ending net assets</b>	<b>\$ 688,521</b>	<b>\$ 650,150</b>	<b>\$ 244,511</b>	<b>\$ 231,263</b>	<b>\$ 933,032</b>	<b>\$ 881,413</b>

\* - 2009 figures have been restated to omit the Lake County Forest Preserve District, which was reported as a blended component unit, in order to make the figures more comparable.

## GOVERNMENTAL ACTIVITIES

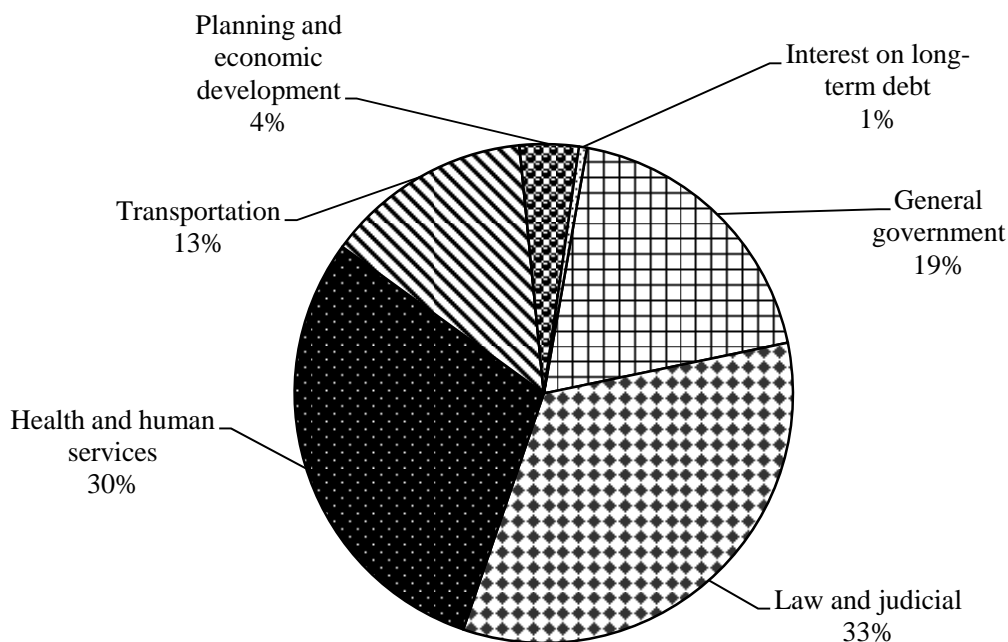
**Governmental revenues.** The county had total program revenues of \$160,952,411 and general revenues of \$209,935,726. As graphically portrayed below, the County receives 51% of its income from various tax revenues. Property taxes are considered the most stable tax and account for 70% of all taxes. The County consistently collects 99+% of its extended levy and in 2010 that number was 99.87% (the last ten years of the levy and collections can be found in the Statistical Section). The County's estimated annual valuation (EAV) declined by nearly 5% in 2010. The County's actual 2010 tax rate of .464 per \$100 is a slight increase over the previous year's rate (the last ten years can be found in the Statistical Section).

As shown in the chart below, property tax is the largest revenue stream in the governmental funds at 38%. Property tax receipts grew by about \$1.1 million or less than 1% from 2009 to 2010. Charges for service make up the next largest revenue stream at 27%. This includes charges, license and permit fees, and fines and forfeitures and showed a \$4.9 million or 5% increase over 2009. There was a nearly \$5 million increase in Transportation charges for service compared to 2009 because of a new fee schedule for roadway development. Operating grants and contributions and sales tax each make up 13% of the total governmental revenues. Sales tax increased by \$1.2 million or 2.6% in 2010 as the economy showed a slow and gradual rebound. Operating grants and contributions rose in total by \$4.8 million compared to 2009, primarily in the area of Health (\$1.3 million increase) and Planning and Economic Development (\$3.5 million increase). Capital grants also increased by nearly \$2 million, all in the area of transportation. Investment earnings, which make up only 2% of governmental revenues, fell by nearly \$5 million due to the poor interest rate environment.



**Governmental Functional Expenses.** The County had a total of \$332,517,099 in governmental expenses in fiscal 2010. This is a decrease from 2009 of \$10.9 million. In response to the economic condition, County departments made concerted efforts to curb costs and achieve efficiencies. Most notably, contingency spending was down approximately \$5 million, health and human service-related expenses were down \$3.6 million, and transportation costs were down over \$6 million. The following chart shows the breakdown of expenses in the governmental funds by function.

### GOVERNMENTAL EXPENSES



**Business-type activities.** Revenues in the business-type activities increased by over \$5 million, while expenses increased by approximately \$1 million compared to 2009. The result was a \$13.2 million increase in net assets. Public Works issues a separate financial report required by bond agreements. A copy of this report is available from Public Works.

#### General Funds Budgetary Highlights

	<i>Original Budget</i>	<i>Total Budget Amendments</i>	<i>Final Budget</i>	<i>Actual</i>
<b>Expenditures and Other Financing Uses</b>	<u>163,049,133</u>	<u>52,641,998</u>	<u>215,691,131</u>	<u>158,857,451</u>
<b>Revenue and Other Financing Sources</b>	<u>162,023,668</u>	<u>8,267,957</u>	<u>170,291,625</u>	<u>166,525,759</u>

Lake County budgets according to Illinois State Statutes. This requires the adoption of an annual budget appropriation and any changes to that budget require emergency appropriations. All budget appropriations expire at the end of the fiscal year. The County must then reappropriate the budget appropriations for projects that were budgeted and not completed in the previous year.

**General Fund.** The County adopted its 2010 budget on November 10, 2009. The general fund budget was adopted at \$163,049,133. The budget was amended throughout the year at monthly board meetings resulting in a final budget of \$215,681,131 including other financing uses. In 2010, there was a set of budget amendments, called emergency appropriations, that documents the change to the budget. These emergency appropriations were for projects that were not completed in 2010 and had to be carried into 2011. According to Illinois State Statutes, all County appropriations end with the fiscal year. Also according to Illinois Statutes, the County cannot maintain a separate Capital Fund. This necessitates both the budgeting of all capital in



the General Fund and an emergency appropriation of budget dollars for projects that span fiscal years. In 2010, the budget carryover amount in the general fund was \$40,164,892. These carryovers consisted of:

- \$19,896,093 for major building projects in process in the Downtown Waukegan campus,
- \$9,597,177 for smaller construction, maintenance projects in various county buildings and equipment purchases,
- \$4,175,660 for building improvements and related costs on the Libertyville campus
- \$3,892,747 for software and electronic enhancement needs, and
- \$2,603,215 was for various unspent grant funds and funds set aside for affordable housing, voting initiatives, brownfields and flood plain buy-out.

The County spent \$158,857,451 or 74% of its 2010 amended budget of \$215,691,131. The following accounts for the \$56,833,680 of unspent budget:

- As mentioned above, the County had a budget carryover amount of \$40.2 million from the 2010 budget to the 2011 budget due to unfinished projects, initiatives, and grants.
- In total, personnel expenses were \$6.6 million or 4.2% below the budget of \$157.8 million. A large number of positions were unfunded and departments continued to hold vacant positions. There was no offsetting spike in overtime as overtime also ended the year under budget by \$154 thousand or 3.1% of the \$4.9 million budget. Contributing to this was a second year of Accelerated Retirement Option (ARO), with a total of 56 people taking advantage in 2010.
- Risk and Liability Insurance claim experience was \$2.5 million better than budgeted.
- Each year, the county budgets for contingencies. In 2010, \$1.6 million of the budgeted contingency amount of \$2.8 million was unspent.
- Included in the General Operating Expense budget was a \$4.2 million reimbursement related to the Winchester House. This transfer did not occur because of a change in how the offsetting revenue was received, resulting in \$4.2 million of unspent budget.
- The Sheriff's Department expenses were short of budgeted amounts by \$1.7 million, primarily in personnel costs and contractual expenses.

The General Fund had revenues and other financing sources of \$166,525,759. This amount is \$3,765,866 less than the amended budget. Intergovernmental revenue was short by \$3,178,026, made up primarily of the Winchester House related revenue expected to offset the budgeted transfer that was not spent, mentioned above. This shortfall in intergovernmental revenue was offset by better than expected performance in sales tax revenue (1.8% higher than budget) as the economy made a slight recovery. Inheritance tax, a completely unpredictable revenue stream, came in at 157% of budget, better than budget by \$1,887,313 at \$3,087,313. Penalty costs and interest on property tax collections were higher than budget by \$1.1 million. Circuit Clerk docket and related court fees were overbudget by approximately \$1 million. Also, building permits exceeded budgeted revenue by \$293,986, which was 33% higher than budget. Transfers in were under budget by \$5.5 million primarily due to a transfer in from Winchester House that did not occur because the related expenditures did not occur.

## Capital Asset and Debt Administration

**Capital Assets.** The governmental funds and business-type activities of the County had total capital assets at the end of the year of \$1,193,538,522 with a fully depreciated value of \$687,886,052. In the governmental funds, this includes land of \$27,606,154; construction in progress of \$25,428,696; roads and bridges net of depreciation at \$237,587,399; building and improvements net of depreciation at \$157,160,991; and equipment net of depreciation at \$25,252,544. Business-type activities includes land of \$2,577,013; construction in progress of \$13,638,252; building and improvements net of depreciation at \$43,569,045; water facility net of depreciation at \$52,544,225; and sewer facility net of depreciation at \$97,453,111. The chart below summarizes capital asset activity. For more detailed information on capital assets please refer to Note IV (D) in the Notes to the Financial Statements.

**Table 3**  
**Lake County, Illinois**  
**CAPITAL ASSETS Net of Depreciation**  
**(dollars are in thousands)**

	<i>Governmental Activities</i>		<i>Business-type Activities</i>		<i>Totals</i>	
	<u>2010</u>	<u>2009*</u>	<u>2010</u>	<u>2009*</u>	<u>2010</u>	<u>2009*</u>
Land	\$ 27,606	\$ 24,030	\$ 2,577	\$ 2,576	\$ 30,183	\$ 26,606
Roads and Bridges	237,587	235,817	-	-	237,587	235,817
Buildings and improvements	157,161	111,197	43,569	44,733	200,730	155,930
Non-building improvements	-	-	149,997	146,165	149,997	146,165
Intangible assets	988	-	-	-	988	-
Vehicles, and equipment	27,526	28,527	1,807	1,928	29,333	30,455
Construction in Progress	25,429	56,929	13,638	4,264	39,067	61,193
<b>Totals</b>	<b>\$ 476,297</b>	<b>\$ 456,500</b>	<b>\$ 211,588</b>	<b>\$ 199,666</b>	<b>\$ 687,885</b>	<b>\$ 656,166</b>

\* - 2009 figures have been restated to omit the Lake County Forest Preserve District, which was reported as a blended component unit, in order to make the figures more comparable.

In 2010, the County added \$85.9 million in governmental assets before depreciation and reduced its construction in progress by \$31.5 million for a total of a \$54.4 million increase. This was offset by disposals of equipment and vehicles for a capital asset increase of \$19.8 million net of depreciation. Additional detail regarding the capital assets follows:

- \$1.6 million in land acquisitions and \$1.9 million for road right of ways
- \$22 million in major road projects, including work in progress and completion of reconstruction, realignment and major resurfacing projects
- \$51 million (before depreciation) in building projects including:
  - \$23 million for Central Permitting Facility
  - \$23.3 million for Grand Avenue Lake County Health Department facility
  - \$1.4 million for improvements to the county court complex
  - \$885,000 for Hulse Detention Center improvements
  - \$800,000 for various Health Department facility improvements
  - \$280,000 for jail improvements
  - \$697,000 for remodeling of the Health Department Belvedere Health Center
  - \$638,000 for the Transportation complex improvements
- \$7 million in equipment purchases including:
  - \$1.8 million for Lake County passage equipment
  - \$1.7 million to furnish new Grand Avenue Health Department and \$897,000 in furnishings for Central Permitting Facility

- \$1.0 million for network upgrades
- \$420,000 for LCDOT Equipment
- \$285,000 for Sheriff's Department equipment
- \$652,000 for 911 ETSB equipment upgrades
- \$246,000 in equipment and furniture for various departments
- \$1.1 million in vehicle purchases including:
  - \$135,000 in marine craft and \$287,000 in vehicles for the Sheriff's Department
  - \$601,000 to Transportation fleet maintenance
  - \$80,000 for Health Department vehicle replacements
- Construction in process includes:
  - \$22.8 million for various road construction
  - \$537,000 in Winchester House assessments
  - \$325,000 in County building and department restacking
  - \$271,000 in Energy Audits
  - \$261,000 for the Libertyville campus
  - \$216,000 in ongoing Stormwater projects
  - \$123,000 in Criminal Justice improvements
- \$1.1 million in intangible assets.

The Public Works Department invested nearly \$9 million primarily in the water and sewer facilities.

The following chart illustrates the County's capitalization policy in governmental funds:

Asset Category	Threshold
Land	\$ 50,000
Land improvements	\$100,000
Buildings/Building Improvements	\$100,000
Machinery/Equip/Furnishings	\$ 25,000
Vehicles	\$ 15,000
Roads and Bridges	\$200,000
Intangible Assets	\$200,000

**Long-Term Debt.** As evidenced by the chart below, at the end of 2010, Lake County had outstanding debt in the governmental funds of \$39 million. This is a \$2.2 million decrease from 2009 as the only activity was scheduled debt service reducing the overall debt. The County also has special service area debt of \$3.3 million that is paid from property tax revenue levied against the benefiting geographic properties. For more detailed information on debt, please refer to Note IV (F) in the Notes to the Financial Statements.

As of November 30, 2010, the enterprise fund had \$67.6 million in outstanding debt. Public Works issued revenue bonds in 2010 for the purpose of improvements to the water and sewer system.

**Table 4**  
**Lake County, Illinois**  
**Outstanding Debt**  
**General Obligation and Revenue Bonds**  
(dollars are in thousands)

	<i>Governmental Activities</i>		<i>Business-type Activities</i>		<i>Total</i>	
	<u>2010</u>	<u>2009*</u>	<u>2010</u>	<u>2009*</u>	<u>2010</u>	<u>2009*</u>
General obligation bonds	\$ 38,970	\$ 41,195	\$ -	\$ -	\$ 38,970	\$ 41,195
Revenue bonds	-	-	67,597	50,381	67,597	50,381
<b>Totals</b>	<b>\$ 38,970</b>	<b>\$ 41,195</b>	<b>\$ 67,597</b>	<b>\$ 50,381</b>	<b>\$ 106,567</b>	<b>\$ 91,576</b>

\* - 2009 figures have been restated to omit the Lake County Forest Preserve District, which was reported as a blended component unit, in order to make the figures more comparable.

The County has a credit rating of AAA from Standard and Poor's and a credit rating of Aaa from Moody's Investment Services. These are the highest ratings available to governments and only about 40 U.S. counties enjoy both of these ratings. The County has held both of these ratings since 2001.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGET HIGHLIGHTS**

- According to the U.S. Census, the County's 2010 population has dropped from an estimated 728,086 in 2009 to 703,462, up 59,106 from the 2000 Census. Lake County is still the third largest County in Illinois.
- The unemployment rate for December 2010 was 9.6% (not seasonally adjusted) in Lake County. The rate in the State of Illinois for the same time period was 8.8% and the U.S. rate was 9.1%.
- The County experienced its second year of decline in the equalized assessed valuation (EAV) in Tax Year 2010, decreasing 4.93% compared to 2009. The 2010 EAV was \$28,684,698,965. The previous 10 years of EAV growth can be found in the Statistical Section.
- As a result of the Property Tax Extension Limitation Act, Lake County is statutorily limited to a property tax increase on existing EAV of 5% or CPI, whichever is lower, plus EAV from any new construction. The total countywide property tax levied in 2010 for collection in Fiscal Year 2011 is \$144,857,730.
- The County adopted a balanced budget for Fiscal Year 2011, one that was \$9 million less than the adopted Fiscal Year 2010 budget, which was also significantly less than the previous year. The County closely analyzed spending across departments and optimized opportunities to achieve maximum efficiency including consolidating positions, conducting audits, and enforcing past-due collections. Additionally, the County worked with its vendors to renegotiate contracts, resulting in significant savings.
- The adopted Fiscal Year 2011 budget supports the Board's commitment to fiscal responsibility by making decisions based on long-term impacts.

## **REQUESTS FOR INFORMATION**

This financial report is designed to provide the citizens, taxpayers, customers and investors with the general overview of the County's finances and to show the County's commitment to public accountability. This report is available on the County's website. If you have any questions about this report or wish to request any additional information, please contact the Controller's office, 18 North County Street, 9<sup>th</sup> floor, Waukegan, Illinois 60085.

**LAKE COUNTY, ILLINOIS**

STATEMENT OF NET ASSETS  
November 30, 2010

	Primary Government			Component
	Governmental Activities	Business- type Activities	Totals	Unit Forest Preserve District
<b>ASSETS</b>				
Cash and investments	\$ 281,049,764	\$ 23,181,437	\$ 304,231,201	\$ 118,616,783
Taxes receivable, net of allowance for uncollectibles	166,580,295	-	166,580,295	30,695,447
Accrued interest	774,340	325,509	1,099,849	147,382
Accounts receivable, net of allowance for uncollectibles	15,969,811	7,605,157	23,574,968	162,527
Due from governmental agencies	10,073,598	-	10,073,598	683,122
Other assets	1,922,832	1,699,778	3,622,610	6,458,089
Restricted Assets				
Cash and investments	-	75,060,123	75,060,123	-
Capital Assets				
Capital assets not being depreciated	53,034,850	16,215,265	69,250,115	578,967,685
Other capital assets, net of depreciation/amortization	423,262,764	195,373,173	618,635,937	44,468,335
Total Assets	<u>952,668,254</u>	<u>319,460,442</u>	<u>1,272,128,696</u>	<u>780,199,370</u>
<b>LIABILITIES</b>				
Accounts payable	20,759,204	4,708,557	25,467,761	3,714,499
Accrued salaries and wages	4,335,244	320,012	4,655,256	468,485
Other liabilities	5,027,130	30,000	5,057,130	1,471,597
Due to governmental agencies	2,580,987	-	2,580,987	-
Unearned revenue	146,628,457	1,149,376	147,777,833	31,270,851
Noncurrent Liabilities				
Due within one year	16,648,304	4,278,402	20,926,706	20,820,688
Due in more than one year	68,167,601	64,463,324	132,630,925	259,885,101
Total Liabilities	<u>264,146,927</u>	<u>74,949,671</u>	<u>339,096,598</u>	<u>317,631,221</u>
<b>NET ASSETS</b>				
Invested in capital assets, net of related debt	437,327,939	181,722,143	619,050,082	346,713,400
Restricted in accordance with:				
Bond ordinance	43,679	-	43,679	-
State statutes and enabling legislation	153,174,558	-	153,174,558	78,841,058
Donor requirements	456,115	-	456,115	-
Debt service	418,799	42,538,776	42,957,575	-
Capital improvements	-	-	-	169,042
Unrestricted	97,100,237	20,249,852	117,350,089	36,844,649
<b>TOTAL NET ASSETS</b>	<u>\$ 688,521,327</u>	<u>\$ 244,510,771</u>	<u>\$ 933,032,098</u>	<u>\$ 462,568,149</u>

LAKE COUNTY, ILLINOIS

STATEMENT OF ACTIVITIES  
For the Year Ended November 30, 2010

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Assets			Component Unit
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			
					Governmental Activities	Business-type Activities	Totals	
<b>Primary Government</b>								
Governmental Activities								
General government	\$ 63,035,084	\$ 26,362,955	\$ 708,829	\$ 280,558	\$ (35,682,742)	\$ -	\$ (35,682,742)	\$ -
Law and judicial	111,409,447	31,532,934	1,287,919	35,510	(78,553,084)	-	(78,553,084)	-
Health and human services	98,988,773	29,003,123	37,259,114	-	(32,726,536)	-	(32,726,536)	-
Transportation	44,636,335	10,383,820	92,390	12,583,843	(21,576,282)	-	(21,576,282)	-
Planning and economic development	12,731,692	2,541,680	8,879,736	-	(1,310,276)	-	(1,310,276)	-
Interest and fiscal charges	1,715,768	-	-	-	(1,715,768)	-	(1,715,768)	-
Total Governmental Activities	<u>332,517,099</u>	<u>99,824,512</u>	<u>48,227,988</u>	<u>12,899,911</u>	<u>(171,564,688)</u>	<u>-</u>	<u>(171,564,688)</u>	<u>-</u>
Business-type Activities								
Water and sewer	36,625,005	38,452,505	94,754	8,805,146	-	10,727,400	10,727,400	-
Total Business-type Activities	<u>36,625,005</u>	<u>38,452,505</u>	<u>94,754</u>	<u>8,805,146</u>	<u>-</u>	<u>10,727,400</u>	<u>10,727,400</u>	<u>-</u>
Total Primary Government	<u>\$ 369,142,104</u>	<u>\$ 138,277,017</u>	<u>\$ 48,322,742</u>	<u>\$ 21,705,057</u>	<u>(171,564,688)</u>	<u>10,727,400</u>	<u>(160,837,288)</u>	<u>-</u>
<b>Component Unit</b>								
Forest Preserve District	\$ 44,738,852	\$ 7,654,257	\$ 1,514,747	\$ 490,040	-	-	-	(35,079,808)
<b>General Revenues</b>								
Taxes								
Property taxes					140,333,148	876,326	141,209,474	61,260,618
Sales taxes					48,358,943	-	48,358,943	-
Income taxes					6,439,960	-	6,439,960	-
Personal property replacement taxes					3,449,387	-	3,449,387	-
Other taxes					1,266,068	-	1,266,068	-
Investment income					8,038,102	1,620,011	9,658,113	1,136,757
Gain on sale of capital assets					245,609	23,994	269,603	-
Miscellaneous					1,804,509	-	1,804,509	381,500
Total General Revenues					<u>209,935,726</u>	<u>2,520,331</u>	<u>212,456,057</u>	<u>62,778,875</u>
Change in net assets					38,371,038	13,247,731	51,618,769	27,699,067
NET ASSETS - Beginning (As Restated)					650,150,289	231,263,040	881,413,329	434,869,082
<b>NET ASSETS - ENDING</b>					<u>\$ 688,521,327</u>	<u>\$ 244,510,771</u>	<u>\$ 933,032,098</u>	<u>\$ 462,568,149</u>

See accompanying notes to financial statements.

**LAKE COUNTY, ILLINOIS**

BALANCE SHEET  
GOVERNMENTAL FUNDS  
November 30, 2010

	General	Health Department
<b>ASSETS</b>		
Cash and investments	\$ 128,522,892	\$ 19,623,627
Taxes receivable, net of allowance for uncollectibles	71,943,139	21,319,645
Accrued interest	454,906	38,596
Accounts receivable, net of allowance for uncollectibles	1,521,527	12,202,145
Due from governmental agencies	2,912,198	-
Due from other funds	2,626,842	206,032
Other assets	395,786	2,625
<b>TOTAL ASSETS</b>	<b>\$ 208,377,290</b>	<b>\$ 53,392,670</b>
<b>LIABILITIES AND FUND BALANCES</b>		
<b>LIABILITIES</b>		
Accounts payable	\$ 6,143,772	\$ 1,634,371
Deferred revenue	62,845,566	21,461,203
Accrued salaries and wages	2,320,108	1,213,501
Other liabilities	545,494	-
Due to governmental agencies	2,330,987	-
Due to other funds	725,190	69,085
Total Liabilities	74,911,117	24,378,160
<b>FUND BALANCES</b>		
Nonspendable	395,786	2,625
Restricted	-	29,011,885
Committed	40,164,892	-
Assigned	36,427,077	-
Unassigned (deficit)	56,478,418	-
Total Fund Balances	133,466,173	29,014,510
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 208,377,290</b>	<b>\$ 53,392,670</b>

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

Capital assets used in governmental funds are not financial resources and, therefore, are not reported in the funds. See Note II. A.

Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds. See Note IV. B.

Long-term liabilities applicable to the county's governmental activities are not due and payable in the current period, and accordingly are not reported as fund liabilities. See Note II. A.

Internal service funds are reported as governmental activities in the Statement of Net Assets.

**TOTAL NET ASSETS - GOVERNMENTAL ACTIVITIES**



Illinois Municipal Retirement Fund	1/4% Sales Tax for Transportation and Public Safety	Other Governmental Funds	Total Governmental Funds
\$ 3,144,991	\$ 50,171,148	\$ 74,345,687	\$ 275,808,345
19,586,439	6,317,059	47,414,013	166,580,295
6,165	98,701	175,972	774,340
-	-	1,590,104	15,313,776
-	99,483	7,061,917	10,073,598
-	-	132,673	2,965,547
-	-	1,524,421	1,922,832
<u>\$ 22,737,595</u>	<u>\$ 56,686,391</u>	<u>\$ 132,244,787</u>	<u>\$ 473,438,733</u>
\$ -	\$ 1,655,200	\$ 10,366,640	\$ 19,799,983
19,325,936	-	46,456,935	150,089,640
-	-	754,311	4,287,920
-	-	4,392,670	4,938,164
-	-	250,000	2,580,987
511,848	-	3,174,985	4,481,108
<u>19,837,784</u>	<u>1,655,200</u>	<u>65,395,541</u>	<u>186,177,802</u>
-	-	1,524,421	1,922,832
2,899,811	55,031,191	65,400,558	152,343,445
-	-	-	40,164,892
-	-	-	36,427,077
-	-	(75,733)	56,402,685
<u>2,899,811</u>	<u>55,031,191</u>	<u>66,849,246</u>	<u>287,260,931</u>
<u>\$ 22,737,595</u>	<u>\$ 56,686,391</u>	<u>\$ 132,244,787</u>	
			476,297,614
			3,461,183
			(83,383,871)
			<u>4,885,470</u>
			<u>\$ 688,521,327</u>

See accompanying notes to financial statements.

## LAKE COUNTY, ILLINOIS

### STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS

For the Year Ended November 30, 2010

	General	Health Department	Illinois Municipal Retirement Fund
<b>REVENUES</b>			
Taxes	\$ 99,723,573	\$ 20,204,582	\$ 17,489,286
Charges for services	19,234,194	4,739,676	-
Licenses and permits	2,864,874	-	-
Fines and forfeitures	1,240,881	-	-
Intergovernmental	13,523,685	40,675,963	-
Investment income	1,665,162	167,164	13,351
Miscellaneous	9,509,162	168,564	1,654
Total Revenues	147,761,531	65,955,949	17,504,291
<b>EXPENDITURES</b>			
Current			
General government	46,689,585	-	-
Law and judicial	94,477,278	-	-
Health and human services	-	69,166,402	-
Transportation	-	-	-
Planning and economic development	5,195,903	-	-
Capital Outlay	8,855,790	3,282,684	-
Debt Service			
Principal	-	-	-
Interest	-	-	-
Total Expenditures	155,218,556	72,449,086	-
Excess (deficiency) of revenues over expenditures	(7,457,025)	(6,493,137)	17,504,291
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	18,610,764	7,550,432	-
Transfers out	(3,638,895)	-	(17,419,349)
Sale of capital assets	153,464	34,774	-
Total Other Financing Sources (Uses)	15,125,333	7,585,206	(17,419,349)
<b>Net Change in Fund Balances</b>	7,668,308	1,092,069	84,942
FUND BALANCES - Beginning (As Restated)	125,797,865	27,922,441	2,814,869
<b>FUND BALANCES - ENDING</b>	\$ 133,466,173	\$ 29,014,510	\$ 2,899,811

<u>1/4% Sales Tax for Transportation and Public Safety</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 24,738,107	\$ 55,562,081	\$ 217,717,629
-	13,218,021	37,191,891
-	-	2,864,874
-	-	1,240,881
4,866,574	34,278,928	93,345,150
411,618	721,763	2,979,058
-	827,478	10,506,858
<u>30,016,299</u>	<u>104,608,271</u>	<u>365,846,341</u>
-	3,953,519	50,643,104
-	10,441,189	104,918,467
-	29,378,419	98,544,821
56,230	18,891,626	18,947,856
-	8,824,964	14,020,867
7,028,159	33,152,958	52,319,591
-	2,193,000	2,193,000
-	1,738,438	1,738,438
<u>7,084,389</u>	<u>108,574,113</u>	<u>343,326,144</u>
<u>22,931,910</u>	<u>(3,965,842)</u>	<u>22,520,197</u>
-	8,212,278	34,373,474
(53,978)	(13,261,252)	(34,373,474)
-	57,373	245,611
<u>(53,978)</u>	<u>(4,991,601)</u>	<u>245,611</u>
22,877,932	(8,957,443)	22,765,808
<u>32,153,259</u>	<u>75,806,689</u>	<u>264,495,123</u>
<u>\$ 55,031,191</u>	<u>\$ 66,849,246</u>	<u>\$ 287,260,931</u>

See accompanying notes to financial statements.

## LAKE 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, 2010

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

Net change in fund balances - total governmental funds \$ 22,765,808

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital outlay per fund financial statements	52,319,591
Plus: Some additions were not reported as capital outlay in the fund financial statements	2,095,893
Depreciation is reported in the government-wide statements	(34,537,783)
Net book value of assets retired	(81,180)

The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to government funds, while the repayment of the principal of long-term debt and increases in compensated absences consumes the current financial resources of government funds.

Principal paid	2,193,000
----------------	-----------

Deferred revenue in the fund statements is recognized as revenue in the government-wide statements.

Change in unavailable deferred revenue	94,635
--	--------

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Change in compensated absences	(4,218,510)
Change in accrued interest payable	(10,134)
Change in issuance premium	32,804
Change in risk management claims and judgments	410,808
Change in other post employment benefits	(2,967,957)
Change in accelerated retirement benefits	(1,108,708)

Internal service funds are used by management to charge insurance costs to individual funds.	<u>1,382,771</u>
--	------------------

**CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES** \$ 38,371,038

**LAKE COUNTY, ILLINOIS**

**STATEMENT OF NET ASSETS - PROPRIETARY FUNDS**  
November 30, 2010

<b>ASSETS</b>	Business-type Activities - <u>Enterprise Fund</u> <u>Public Works</u>	Governmental Activities - Internal <u>Service Fund</u>
<b>Current Assets</b>		
Cash and investments	\$ 23,181,437	\$ 5,241,419
Accrued interest	304,621	-
Accounts receivable, net of allowance for uncollectibles	7,605,157	656,035
Due from other funds	-	1,515,561
<b>Restricted Assets</b>		
Cash and investments	3,708,851	-
Other assets	552,671	-
<b>Total Current Assets</b>	<u>35,352,737</u>	<u>7,413,015</u>
<b>Noncurrent Assets</b>		
Accrued interest receivable	20,888	-
<b>Restricted Assets</b>		
Cash and investments	71,351,272	-
Prepaid connection fees	162,898	-
Unamortized bond issue costs, net of amortization	984,209	-
<b>Capital Assets</b>		
Land	2,577,013	-
Construction in progress	13,638,252	-
Other capital assets, net of depreciation	195,373,173	-
<b>Total Noncurrent Assets</b>	<u>284,107,705</u>	<u>-</u>
<b>Total Assets</b>	<u>319,460,442</u>	<u>7,413,015</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accounts payable	3,801,819	959,221
Construction deposit	30,000	-
Current portion of claims and judgments	-	1,521,000
Accrued salaries and wages	320,012	47,324
Accelerated retirement obligation	60,000	-
Compensated absences	408,402	-
<b>Liabilities Payable From Restricted Assets</b>		
Interest payable	155,742	-
Current maturities of revenue bonds payable	3,810,000	-
Depreciation, extension and improvement payables	750,996	-
<b>Total Current Liabilities</b>	<u>9,336,971</u>	<u>2,527,545</u>
<b>Noncurrent Liabilities</b>		
Revenue bonds payable	63,459,471	-
Unamortized bond premium	327,422	-
Other post employment benefits	386,253	-
Compensated absences	290,178	-
Unearned revenue	1,149,376	-
<b>Total Noncurrent Liabilities</b>	<u>65,612,700</u>	<u>-</u>
<b>Total Liabilities</b>	<u>74,949,671</u>	<u>2,527,545</u>
<b>NET ASSETS</b>		
Invested in capital assets, net of related debt	181,722,143	-
Restricted for debt service	42,538,776	-
Unrestricted	20,249,852	4,885,470
<b>TOTAL NET ASSETS</b>	<u>\$ 244,510,771</u>	<u>\$ 4,885,470</u>

See accompanying notes to financial statements.

## LAKE COUNTY, ILLINOIS

### STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS - PROPRIETARY FUNDS For the Year Ended November 30, 2010

	<u>Business-type Activities - Enterprise Fund Public Works</u>	<u>Governmental Activities - Internal Service Fund</u>
<b>OPERATING REVENUES</b>		
Charges for services	\$ 38,097,557	\$ 37,741,919
Miscellaneous	354,948	383,350
Total Operating Revenues	38,452,505	38,125,269
<b>OPERATING EXPENSES</b>		
Personal services	7,112,482	47,779
Commodities	2,146,835	-
Contractual	18,474,063	36,694,720
Depreciation	6,356,679	-
Total Operating Expenses	34,090,059	36,742,498
Operating Income	4,362,446	1,382,771
<b>NONOPERATING REVENUES (EXPENSES)</b>		
Property tax revenue	876,326	-
Investment income	1,620,011	-
Grant revenue	94,754	-
Gain on disposal of capital assets	23,994	-
Interest expense	(2,467,113)	-
Amortization of bond issuance costs	(106,251)	-
Amortization of bond premium	38,418	-
Total Nonoperating Revenues (Expenses)	80,139	-
Income before contributions	4,442,585	1,382,771
<b>CONTRIBUTIONS</b>		
Capital contributions	5,668,842	-
Capital contributions - connection fees	3,136,304	-
Total Contributions	8,805,146	-
Change in Net Assets	13,247,731	1,382,771
NET ASSETS - Beginning (As Restated)	231,263,040	3,502,699
<b>NET ASSETS - ENDING</b>	<b>\$ 244,510,771</b>	<b>\$ 4,885,470</b>

See accompanying notes to financial statements.

**LAKE COUNTY, ILLINOIS**

**STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS**

For the Year Ended November 30, 2010

	Business-type Activities - Enterprise Fund Public Works	Governmental Activities - Internal Service Fund
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Received from customers	\$ 38,163,976	\$ -
Received from insured and county departments	-	36,694,378
Received from interfund services provided	-	-
Paid for interfund services	-	-
Paid to suppliers and employees	(27,920,980)	(37,801,584)
Net Cash Flows From Operating Activities	<u>10,242,996</u>	<u>(1,107,206)</u>
<b>CASH FLOWS FROM NONCAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Property tax revenue	876,326	-
Grants received	94,754	-
Net Cash Flows from Noncapital Financing Activities	<u>971,080</u>	<u>-</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Acquisition and construction of capital assets	(10,769,356)	-
Debt retired	(3,585,000)	-
Interest paid	(1,478,610)	-
Proceeds from debt issue	20,000,000	-
Bond issuance costs	(263,973)	-
Proceeds from sale of capital assets	23,990	-
Capital contributions	25,863	-
Connection charges	3,136,304	-
Net Cash Flows from Capital and Related Financing Activities	<u>7,089,218</u>	<u>-</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Investment income received	2,188,448	-
Proceeds from sale of investments	59,105,028	-
Purchase of investments	(80,067,000)	-
Net Cash Flows from Investing Activities	<u>(18,773,524)</u>	<u>-</u>
<b>Net Change in Cash and Cash Equivalents</b>	<b>(470,230)</b>	<b>(1,107,206)</b>
CASH AND CASH EQUIVALENTS - Beginning	<u>1,591,182</u>	<u>6,348,625</u>
<b>CASH AND CASH EQUIVALENTS - ENDING</b>	<b>\$ 1,120,952</b>	<b>\$ 5,241,419</b>
<b>NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Accretion of debt issue	\$ 835,622	\$ -
Developer financed additions to capital assets	\$ 5,642,890	\$ -

	Business-type Activities - <u>Enterprise Fund</u> <u>Public Works</u>	Governmental Activities - Internal <u>Service Fund</u>
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH FROM OPERATING ACTIVITIES</b>		
Operating income	\$ 4,362,446	\$ 1,382,771
Noncash items included in operating income		
Depreciation expense	6,356,679	-
Unearned revenue	(162,205)	-
Accrued other postemployment benefit liability	128,751	-
Accrued accelerated retirement obligation	60,000	-
Changes in assets and liabilities		
Accounts receivable	(126,322)	(314,237)
Inventories	(63,220)	-
Due from/to other funds	(26,385)	(1,130,217)
Prepaid connection fees	179,157	-
Accounts payable	(285,783)	(256,847)
Accrued salaries and wages	(55,605)	47,324
Other liabilities	-	(836,000)
Compensated absences	(124,517)	-
	<u>\$ 10,242,996</u>	<u>\$ (1,107,206)</u>
<b>NET CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET ASSETS - PROPRIETARY FUNDS</b>		
Cash and investment - statement of net assets	\$ 23,181,437	\$ 5,241,419
Restricted cash and investments - statement of net assets - current	3,708,851	-
Restricted cash and investments - statement of net assets - noncurrent	71,351,272	-
Less: Noncash equivalents	<u>(97,120,608)</u>	<u>-</u>
<b>TOTAL CASH AND CASH EQUIVALENTS</b>	<u>\$ 1,120,952</u>	<u>\$ 5,241,419</u>



**LAKE COUNTY, ILLINOIS**

**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
AGENCY FUNDS  
November 30, 2010**

---

	<u>Agency Funds</u>
<b>ASSETS</b>	
Cash and investments	\$ 40,009,259
Accounts receivable, net of allowance for uncollectibles	<u>75,352</u>
<b>TOTAL ASSETS</b>	<b><u>\$ 40,084,611</u></b>
<b>LIABILITIES</b>	
Due to governmental agencies	\$ 20,711,919
Amounts available for distributions	<u>19,372,692</u>
<b>TOTAL LIABILITIES</b>	<b><u>\$ 40,084,611</u></b>

See accompanying notes to financial statements.

# LAKE COUNTY, ILLINOIS

## INDEX TO NOTES TO FINANCIAL STATEMENTS November 30, 2010

---

<b>NOTE</b>	<b><u>Page</u></b>
I. Summary of Significant Accounting Policies	14
A. Reporting Entity	14
B. Government-Wide and Fund Financial Statements	15
C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation	18
D. Assets, Liabilities, and Net Assets or Equity	20
1. Deposits and Investments	20
2. Receivables	22
3. Restricted Assets	22
4. Capital Assets	23
5. Other Assets	24
6. Compensated Absences	24
7. Long-Term Obligations/Conduit Debt	25
8. Claims and Judgments	25
9. Equity Classifications	25
II. Reconciliation of Government-Wide and Fund Financial Statements	27
A. Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Statement of Net Assets	27
III. Stewardship, Compliance, and Accountability	28
A. Budgetary Information	28
B. Excess Expenditures and Other Financing Uses Over Appropriations	29
C. Deficit Balances	29
IV. Detailed Notes on All Funds	29
A. Deposits and Investments	29
B. Receivables	31
C. Restricted Assets	31
D. Capital Assets	32
E. Interfund Receivables/Payables and Transfers	34
F. Long-Term Obligations	35
G. Lease Disclosures	40
H. Net Assets/Fund Balances	40
I. Restatement of Net Assets/Fund Balances	44
J. Component Unit	45
V. Other Information	51
A. Employees' Retirement System	51
B. Risk Management	53
C. Commitments and Contingencies	54
D. Other Postemployment Benefits (OPEB)	54
E. Joint Venture	56
F. Termination Benefits	56
G. Effect of New Accounting Standards on Current-Period Financial Statements	56
H. Subsequent Events	57

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2010

---

### NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

---

The accounting policies of Lake County, Illinois (county) conform to generally accepted accounting principles as applicable to governmental units. The accepted standard-setting body for establishing governmental accounting and financial reporting principles is the Governmental Accounting Standards Board (GASB).

#### **A. REPORTING ENTITY**

This report includes all of the funds of Lake County. The reporting entity for the county consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the reporting entity's financial statements to be misleading. A legally separate organization should be reported as a component unit if the elected officials of the primary government are financially accountable for the organization. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to or burdens on the primary government. The primary government is also financially accountable if an organization is fiscally dependent on, and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government regardless of whether the organization has (1) a separately elected governing board, (2) a governing board appointed by a higher level of government, or (3) a jointly appointed board.

A legally separate, tax exempt organization should be reported as a component unit of a reporting entity if all of the following criteria are met: (1) the economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents; (2) the primary government is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization; (3) the economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government. Blended component units, although legally separate entities, are, in substance, part of the government's operations and are reported with similar funds of the primary government. (See note below for a description of the county's component unit.)

#### ***Discretely Presented Component Unit***

##### *Lake County Forest Preserve District*

The financial statements include the Lake County Forest Preserve District (District) as a component unit. The District is a legally separate organization. The board of the District is the same as the board of the county. However, there is not a financial benefit or burden relationship between the county and the District, and management does not have operational responsibility for the District. As a result, the District's financial statements have been presented as a discrete column in the financial statements. The information presented is for the fiscal year ended June 30, 2010. Separately issued financial statements of the Lake County Forest Preserve District may be obtained from the District's office at 2000 North Milwaukee Avenue, Libertyville, IL 60048. Also see Note IV.J.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

November 30, 2010

---

### NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

---

#### A. REPORTING ENTITY (cont.)

##### **Related Organizations**

Certain organizations have their board members appointed by the county board. However, the county does not have a financial benefit/burden relationship with these organizations and the county is not able to impose its will on these organizations. Accordingly, these organizations are not part of the financial reporting entity. The organizations are as follows:

- Fire Protection Districts
- Lake County Housing Authority
- Drainage Districts
- Mosquito Abatement Districts
- Sanitary Districts

#### B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

In November 2010, the Governmental Accounting Standards Board (GASB) issued Statement No. 61 – *The Financial Reporting Entity: Omnibus – an amendment of GASB Statements No. 14 and 34*. This statement modifies certain requirements for inclusion of component units in the financial reporting entity.

The county made the decision to implement this standard effective December 1, 2009. Implementation of this standard modified the presentation of the Lake County Forest Preserve District from a blended component unit to a discretely presented component unit. As a result, net assets and fund balances have been restated. See Note IV.I.

##### **Government-Wide Financial Statements**

The statement of net assets and statement of activities display information about the reporting entity government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

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

##### **Fund Financial Statements**

Financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, liabilities, net assets/fund equity, revenues, and expenditure/expenses.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2010

---

### NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

---

#### **B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (cont.)**

##### ***Fund Financial Statements*** (cont.)

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

Funds are organized as major funds or nonmajor funds within the governmental and proprietary statements. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the county or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10% of the corresponding total for all funds of that category or type, and
- b. The same element of the individual governmental fund or enterprise fund that met the 10% test is at least 5% of the corresponding total for all governmental and enterprise funds combined.
- c. In addition, any other governmental or enterprise fund that the county believes is particularly important to financial statement users may be reported as a major fund.

The county reports the following major governmental funds:

- General Fund – accounts for the county’s primary operating activities. It is used to account for and report all financial resources not accounted for and reported in another fund.
- Health Department Fund – accounts for grants and local revenues legally restricted to supporting expenditures for the health department related programs.
- Illinois Municipal Retirement Fund – accounts for local revenues legally restricted to supporting the county’s required retirement contribution.
- 1/4% Sales Tax for Transportation and Public Safety – accounts for local sales tax revenues legally restricted to supporting the county’s transportation and public safety improvement program.

The county reports the following major enterprise fund:

- Public Works – Waterworks and Sewerage System – accounts for operations of the water and sewer systems.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

November 30, 2010

---

### NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

---

#### **B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (cont.)**

##### ***Fund Financial Statements*** (cont.)

The county reports the following nonmajor governmental funds:

Special Revenue Funds – used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes (other than debt service or capital projects).

FICA	Vital Record Automation
Veterans Assistance Commission	GIS Automation
Stormwater Management	Tax Sales Automation
Division of Transportation	Coroner's Fee
Youth Home – Hulse Detention Center	Motor Fuel Tax
Winchester House	Solid Waste Management Tax
Tuberculosis Clinic	Loon Lake SSA No. 8
Bridge Tax	NEFPA SSA No. 9
Matching Tax	Woods of Ivanhoe SSA No. 12
Probation Services Fee	Township Motor Fuel Tax
County Law Library	HUD Grants
Children's Waiting Room	Workforce Development
Court Automation	Computer Fraud Forfeitures
Court Document Storage	Contribution
Recorder Automation	Emergency Telephone System Board (ETSB)

Debt Service Funds – used to account for and report financial resources that are restricted, committed, or assigned to expenditure for the payment of general long-term debt principal, interest, and related costs.

2008 G.O. Bonds	North Hills SSA No. 10
2001 G.O. Refunding	Spencer Highlands SSA No.13 Tax Exempt – 2007A
2005 G.O. Refunding	Spencer Highlands SSA No. 13 Taxable – 2007B

Capital Projects Funds – used to account for and report financial resources that are restricted, committed, or assigned to expenditure for the acquisition or construction of capital facilities and other capital assets.

Spencer Highlands SSA No. 13 2007A Construction	2008 Bond Construction
Spencer Highlands SSA No. 13 2007B Construction	County Radio System
	2010A Road Construction

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2010

---

### NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

---

#### **B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (cont.)**

##### ***Fund Financial Statements (cont.)***

In addition, the county reports the following fund types:

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the county, or to other governmental units, on a cost-reimbursement basis.

Health, Life, Dental Insurance

Agency funds are used to account for assets held by the county in a trustee capacity or as an agent for individuals, private organizations, and/or other governmental units.

Property Taxes

Drainage Districts

Condemnation Deposits

Sheriff-Trustee Accounts

County Clerk Redemption

Office of the Circuit Clerk

Lake County Tax Sales

Winchester House Patient Accounts

Health Department Accounts

Other

#### **C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION**

##### ***Government-Wide Financial Statements***

The government-wide statement of net assets and statement of activities are reported using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Property taxes are recognized as revenues in the year for which they are levied. Taxes receivable for the following year are recorded as receivables and deferred revenue. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met. Special assessments are recorded as revenue when earned. Unbilled receivables are recorded as revenues when services are provided.

The business-type activities follow all pronouncements of the Governmental Accounting Standards Board, and have elected not to follow Financial Accounting Standards Board guidance issued after November 30, 1989.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

November 30, 2010

---

### NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

---

#### **C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (cont.)**

##### ***Fund Financial Statements***

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the county considers revenues to be available if they are collected within 120 days of the end of the current fiscal period (except for interest and taxes, which are 60 days, and certain Winchester House, Health Department, and other county reimbursable grants, for which available is defined as 270 days). An extended recognition period is used for certain funds due to the nature of the grant reimbursement schedule. Shortening the recognition period would distort results of operations of the department. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on long-term debt, claims, judgments, compensated absences, and pension expenditures, which are recorded as a fund liability when expected to be paid with expendable available financial resources.

Property taxes are recorded in the year levied as receivables and deferred revenues. They are recognized as revenues in the succeeding year when services financed by the levy are being provided.

Intergovernmental aids and grants are recognized as revenues in the period the county is entitled the resources and the amounts are available. Amounts owed to the county which are not available are recorded as receivables and deferred revenues. Amounts received prior to the entitlement period are also recorded as deferred revenues.

Revenues susceptible to accrual include property taxes, miscellaneous taxes, public charges for services, and interest. Other general revenues such as fines and forfeitures, licenses and permits, and miscellaneous revenues are recognized when received in cash or when measurable and available under the criteria described above.

The county reports deferred revenues on its governmental funds balance sheet. Deferred revenues arise from taxes levied in the current year which are for subsequent year's operations. For governmental fund financial statements, deferred revenues arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when resources are received before the county has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the county has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and revenue is recognized.

Proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as described previously in this note. Agency funds follow the accrual basis of accounting and do not have a measurement focus.



# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2010

---

### NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

---

#### **C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (cont.)**

##### ***Fund Financial Statements*** (cont.)

The enterprise funds follow all pronouncements of the Governmental Accounting Standards Board, and have elected not to follow Financial Accounting Standards Board guidance issued after November 30, 1989. The enterprise funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the water and sewerage funds are charges to customers for sales and services. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

##### ***All Financial Statements***

The preparation of financial statements in conformity with generally accepted accounting principles requires management 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/expenses during the reporting period. Actual results could differ from those estimates.

#### **D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY**

##### **1. Deposits and Investments**

For purposes of the statement of cash flows, the county considers all highly liquid investments with an initial maturity of three months or less when acquired to be cash equivalents.

The county's investment policy, which is more restrictive than Illinois State Statutes, authorizes the county to invest in any of the types of accounts or securities listed below:

1. Bonds, notes, certificates of indebtedness, treasury bills, or other securities, which are guaranteed by the full faith and credit of the United States of America.
2. Interest-bearing checking or savings accounts, interest-bearing certificates of deposit, or interest-bearing time deposits constituting direct obligations of any bank as defined by the Illinois Banking Act and only those insured by the Federal Deposit Insurance Corporation (FDIC).
3. Forms of security legally issuable by savings and loan associations incorporated under the laws of the State of Illinois or any other state or under the laws of the United States, only in those savings and loan associations insured by the FDIC, and not to exceed the maximum amount insured by the FDIC.
4. Insured dividend-bearing share accounts, share certificate accounts, or class of share accounts of a credit union chartered under the laws of the State of Illinois or any other state or under the laws of the United States, only in those credit unions insured by the National Credit Union Administration (NCUA) and not to exceed the maximum amount insured by the NCUA.
5. Repurchase agreements (Illinois Compiled Statutes Chapter 30-235/2).
6. Illinois Funds (money market fund managed by the Treasurer of the State of Illinois).

**LAKE COUNTY, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS  
November 30, 2010

---

**NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)**

---

***D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)***

***1. Deposits and Investments (cont.)***

Investments are stated at fair value, which is the amount at which an investment could be exchanged in a current transaction between willing parties. Fair values are based on quoted market prices. No investments are reported at amortized cost. Adjustments necessary to record investments at fair value are recorded in the operating statement as increases or decreases in investment income. Investment income on commingled investments of municipal accounting funds is allocated based on average balances. The difference between the bank balance and carrying value is due to outstanding checks and/or deposits in transit.

The county has adopted an investment policy. That policy contains the following guidelines for allowable investments:

***Custodial Credit Risk***

The county will not maintain any funds at a financial institution that is not a member of FDIC or NCUA. In addition, the policy requires the county to maintain funds in financial institutions willing and capable of collateralizing all funds in excess of FDIC and NCUA limits.

***Credit Risk***

The county will minimize credit risk by limiting the type of securities to U.S. Treasury obligations, U.S. Government agency obligations, money market mutual funds when portfolios consist of U.S. government obligations, deposits or investments defined by the Illinois Banking Act, repurchase agreements according to State Statute Chapter 30 ILCS 235/2, and the Illinois funds.

***Concentration of Credit Risk***

Not addressed in policy.

***Interest Rate Risk and Investments Highly Sensitive to Market Changes***

The county will structure its investment portfolios so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity.

***Foreign Currency Risk***

Investments in foreign currency are not allowed.

See Note IV. A. for further information.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2010

---

### NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

---

#### ***D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)***

##### ***2. Receivables***

The county collector collects all property taxes on behalf of the taxing bodies in the county. Illinois Compiled Statutes require distributions to be made to all taxing bodies, including the county, within 30 days of collection and the final distribution to be made before January 31 of the following year. The Collector distributes at least bi-weekly in the months following the June and September collection deadline.

The 2009 property tax levy is recorded as revenue in fiscal year 2010. Since the 2010 property tax levy is levied to finance the operations of fiscal year 2011, the 2010 property tax levy is recorded as a receivable and unearned revenue.

Property tax calendar for Lake County, Illinois is as follows:

Lien date	January 1
Levy date	Second Tuesday in November (Third Tuesday in 2010)
First installment (one-half of the total bill) due	June 1
Second installment (balance of the total bill) due	September 1
Tax sale of delinquent accounts is usually held in	December

Other accounts receivable have been shown net of an allowance for uncollectible accounts.

During the course of operations, transactions occur between individual funds that may result in amounts owed between funds. Short-term interfund loans are reported as “due to and from other funds.” Long-term interfund loans (noncurrent portion) are reported as “advances from and to other funds.” Interfund receivables and payables between funds within governmental activities are eliminated in the statement of net assets. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances”.

##### ***3. Restricted Assets***

Mandatory segregations of assets are presented as restricted assets. Such segregations are required by bond agreements and other external parties. Current liabilities payable from these restricted assets are so classified. The excess of restricted assets over current liabilities payable from restricted assets will be used first for retirement of related long-term debt. The remainder, if generated from earnings, is shown as restricted net assets.

**LAKE COUNTY, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS  
November 30, 2010

---

**NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)**

---

**D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)**

**4. Capital Assets**

**Government-Wide Statements**

Capital assets, which include property, plant and equipment, are reported in the government-wide financial statements. Capital assets are defined by the government as assets with a useful life greater than one year and an initial cost of more than \$50,000 for land, \$100,000 for buildings and improvements, \$25,000 for equipment, \$15,000 for vehicles, \$200,000 for intangibles, and \$200,000 for roads and bridges. All capital assets are valued at historical cost, or estimated historical cost if actual amounts are unavailable. Donated capital assets are recorded at their estimated fair value at the date of donation. All infrastructure has been retroactively reported.

Business-type activities capital assets are capitalized when they have an individual cost of more than \$5,000 for movable property, \$200,000 for infrastructure and \$75,000 for all other enterprise fund capital assets. Additions to and replacements of capital assets of business-type activities are recorded at original cost, which includes material, labor, overhead, and an allowance for the cost of funds used during construction when significant. For tax-exempt debt, the amount of interest capitalized equals the interest expense incurred during construction netted against any interest revenue from temporary investment of borrowed fund proceeds. The cost of renewals and betterments relating to retirement units is added to plant accounts. The cost of property replaced, retired or otherwise disposed of, is deducted from plant accounts and, generally, together with removal costs less salvage, is charged to accumulated depreciation.

Depreciation and amortization of all exhaustible capital assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation and amortization reflected in the statement of net assets. Depreciation and amortization is provided over the assets' estimated useful lives using the straight-line method. The range of estimated useful lives by type of asset is as follows:

Buildings and improvements	10-40 Years
Water facility	10-75 Years
Sewer facility	10-75 Years
Equipment	5-20 Years
Vehicles	3-10 Years
Roads and bridges	20 Years
Intangibles	5-10 Years

**Fund Financial Statements**

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for the same way as in the government-wide statements.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2010

---

### NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

---

#### ***D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)***

##### ***5. Other Assets***

In governmental funds, debt issuance costs are recognized as expenditures in the current period. For the government-wide and the proprietary fund type financial statements, debt issuance costs are deferred and amortized over the term of the debt issue. The unamortized loss on refunding is deferred for the government-wide financial statements.

Other assets also include inventories and prepaid items. Governmental fund inventories, if material, are recorded at cost based on the FIFO method using the consumption method of accounting. Proprietary fund inventories are generally used for construction or for operation and maintenance work. They are not for resale. They are valued at cost based on weighted average, and charged to construction, operation and maintenance expense when used. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

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

##### ***6. Compensated Absences***

Under terms of employment, employees are granted sick leave and vacations in varying amounts. Only benefits considered to be vested are disclosed in these statements.

All vested vacation and sick leave pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements, and are payable with expendable available resources.

Employees who terminate and are in good standing may receive payment for 50% of their accumulated sick leave bank in excess of 30 days to a maximum of 60 days. Reimbursements are paid at the employee's then current pay rate.

Employees are allowed to accumulate up to 330 hours of vacation time unless Committee approval to carry over an additional amount is obtained.

Accrued compensated absences totaled \$17,710,185 for the governmental activities and \$698,580 for the business-type activities. See Note IV.F.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2010

---

### NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

---

#### **D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)**

##### **7. Long-Term Obligations/Conduit Debt**

All long-term obligations to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements. The long-term obligations consist primarily of notes and bonds payable, and accrued compensated absences.

Long-term obligations for governmental funds are not reported as liabilities in the fund financial statements. The face value of debts (plus any premiums) are reported as other financing sources and payments of principal and interest are reported as expenditures. The accounting in proprietary funds is the same as it is in the government-wide statements.

For the government-wide statements and proprietary fund statements, bond premiums and discounts are deferred and amortized over the life of the issue using the effective interest method. Gains or losses on prior refundings are amortized over the remaining life of the old debt, or the life of the new debt, whichever is shorter. The balance at year end for premiums is shown in the liability section of the statement of net assets.

The county has approved the issuance of industrial revenue bonds (IRB) for the benefit of private business enterprises. IRB's are secured by mortgages or revenue agreements on the associated projects, and do not constitute indebtedness of the county. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. At year end, the aggregate principal amount for the bonds could not be determined.

##### **8. Claims and Judgments**

Claims and judgments are recorded as liabilities if all the conditions of Governmental Accounting Standards Board pronouncements are met. The liability and expenditure for claims and judgments are only reported in governmental fund types if it has matured. Claims and judgments are recorded in the government-wide statements and proprietary funds as expenses when the related liabilities are incurred. See Notes IV.F. and V.B. for the year end claims liability information.

##### **9. Equity Classifications**

###### **Government-Wide Statements**

Equity is classified as net assets and displayed in three components:

- a. Invested in capital assets, net of related debt – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances (excluding unspent debt proceeds) of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

November 30, 2010

---

### NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

---

#### **D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)**

##### **9. Equity Classifications (cont.)**

###### **Government-Wide Statements (cont.)**

- b. Restricted net assets – Consists of net assets with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net assets – All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

When both restricted and unrestricted resources are available for use, it is the county’s policy to use restricted resources first, then unrestricted resources as they are needed.

###### **Fund Statements**

Governmental fund equity is classified as fund balance. In accordance with Governmental Accounting Standards Board Statement No. 54 – Fund Balance Reporting and Governmental Fund Type Definitions, the county classifies governmental fund balance as follows:

- a. Nonspendable – includes fund balance amounts that cannot be spent either because they are not in spendable form or because legal or contractual requirements require them to be maintained intact.
- b. Restricted – Consists of fund balances with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislation.
- c. Committed – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority. Fund balance amounts are committed through a formal action (ordinance, resolution, motion) of the county board. This formal action must occur prior to the end of the reporting period, but the amount of the commitment, which will be subject to the constraints, may be determined in the subsequent period. Any changes to the constraints imposed require the same formal action of the county board that originally created the commitment.
- d. Assigned – includes spendable fund balance amounts that are intended to be used for specific purposes that are not considered restricted or committed. Fund balance may be assigned through the following; 1) Financial management may assign amounts for a specific purpose. The county board may also take official action to assign amounts. (2) All remaining positive spendable amounts in governmental funds, other than the general fund, that are neither restricted nor committed. Assignments may take place after the end of the reporting period.
- e. Unassigned – includes residual positive fund balance within the general fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed or assigned for those specific purposes.

**LAKE COUNTY, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS  
November 30, 2010

---

**NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)**

---

**D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)**

**9. Equity Classifications (cont.)**

**Fund Statements (cont.)**

The county considers restricted amounts to be spent first when both restricted and unrestricted fund balance is available unless there are legal documents or contracts that prohibit doing this, such as in grant agreements requiring dollar for dollar spending. Additionally, the county would first use committed, then assigned and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

The county has a formal minimum fund balance policy. That policy is to maintain a working capital fund of 15% of operating budgeted expense. The balance at year end was \$56,478,418, or 37%, and is included in unassigned general fund balance.

See Note IV.H. for further information.

---

**NOTE II – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

---

**A. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN THE GOVERNMENTAL FUND BALANCE SHEET AND THE STATEMENT OF NET ASSETS**

The governmental fund balance sheet includes a reconciliation between *fund balance – total governmental funds* and *net assets – governmental activities* as reported in the government-wide statement of net assets. One element of that reconciliation explains that “capital assets used in governmental funds are not financial resources and, therefore, are not reported in the funds.” The details of this difference are as follows:

Land and improvements	\$ 27,606,154
Construction in progress	25,428,696
Roads and bridges	529,553,566
Buildings and improvements	220,063,116
Equipment	54,513,383
Intangibles	1,071,320
Vehicles	12,630,320
Less: Accumulated depreciation	<u>(394,568,941)</u>
Adjustment for Capital Assets	<u>\$ 476,297,614</u>



**LAKE COUNTY, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS  
November 30, 2010

---

**NOTE II – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (cont.)**

---

**A. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN THE GOVERNMENTAL FUND BALANCE SHEET AND THE STATEMENT OF NET ASSETS (cont.)**

Another element of the reconciliation explains that “long-term liabilities applicable to the county’s governmental activities are not due and payable in the current period, and accordingly, are not reported as fund liabilities.”

Special service area bonds payable	\$ 3,307,000
General obligation bonds payable	35,105,000
Unamortized premiums	557,675
Accrued interest payable	88,966
Compensated absences	17,710,185
Claims and judgments – risk management	15,700,083
Other post-employment benefits	9,806,254
Accelerated retirement benefits	<u>1,108,708</u>
Combined Adjustment for Long-Term Liabilities	<u>\$ 83,383,871</u>

---

**NOTE III – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

---

**A. BUDGETARY INFORMATION**

The county follows the procedures indicated below in establishing the budgetary data reflected in the financial statements:

1. At regular or specially called meeting of the county board in early November, the county administrator submits a proposed budget for the fiscal year commencing on the following December 1. The budget includes proposed expenditures and the means of financing them.
2. The budget is available for public inspection for at least 15 days prior to passage by the county board.
3. Prior to December 1, the budget is legally enacted through passage of an appropriation ordinance.
4. The level of budgetary control, on which expenditures may not legally exceed appropriations, is the account class level for all funds. In addition, within the general fund the budget is controlled on the department level. Any transfer between account class or increase in a fund’s budget requires county board approval. Line item transfers within class in excess of \$25,000 require approval from the Financial and Administrative Committee and the appropriate standing committee. Adjustments made during the year are reflected in the required supplementary information.
5. Formal budgetary integration is employed as a management control device during the year for the general, special revenue, debt service, capital projects, enterprise, and internal service funds through an internal reporting basis. Such budgetary integration includes encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation. Unexpended appropriations and encumbrances lapse at November 30.
6. Budgets for the general, special revenue, debt service, and capital projects funds are legally adopted and are on a basis consistent with GAAP.

**LAKE COUNTY, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS  
November 30, 2010

**NOTE III – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (cont.)**

**B. EXCESS EXPENDITURES AND OTHER FINANCING USES OVER APPROPRIATIONS**

Funds	Budgeted Expenditures	Actual Expenditures	Excess Expenditures Over Budget
Township Motor Fuel Tax	\$ -	\$ 730,703	\$ 730,703
Computer Fraud Forfeitures	21,000	34,132	13,132
Contributions Fund	-	4,242	4,242

The county controls expenditures at the account class level for all funds. In addition, within the general fund, the budget is controlled on the department level. Some individual account classes experienced expenditures which exceeded appropriations. Detail of those items can be found in the county's year-end budget to actual report.

**C. DEFICIT BALANCES**

Generally accepted accounting principles require disclosure of individual funds that have deficit balances at year end. The Workforce Development fund has a deficit balance of \$75,733.

**NOTE IV – DETAILED NOTES ON ALL FUNDS**

**A. DEPOSITS AND INVESTMENTS**

The county's cash and investments at year end were comprised of the following:

	Carrying Value	Statement Balances	Associated Risks
Deposits	\$ 379,341,548	\$ 386,418,705	Custodial credit
U.S. Treasuries	17,054,108	17,054,108	Custodial credit, interest rate
Municipal Bonds	5,023,094	5,023,094	Custodial credit, interest rate, credit, concentration of credit
Illinois Funds	5,254,297	5,587,344	Credit, interest rate
Illinois Metropolitan Investment fund	12,627,537	12,627,537	Credit, interest rate
Total Cash and Investments	<u>\$ 419,300,584</u>	<u>\$ 426,710,788</u>	
Reconciliation to financial statements			
Per statement of net assets			
Unrestricted cash and investments	\$ 304,231,202		
Restricted cash and investments	75,060,123		
Per statement of net assets – Fiduciary			
Funds	<u>40,009,259</u>		
Total Cash and Investments	<u>\$ 419,300,584</u>		

Deposits in each local and area bank are insured by the FDIC in the amount of \$250,000 for interest bearing accounts and unlimited amounts for noninterest bearing accounts. The county also has many collateral agreements with local and area banks.

**LAKE COUNTY, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS  
November 30, 2010

**NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)**

**A. DEPOSITS AND INVESTMENTS (cont.)**

***Custodial Credit Risk***

Deposits – Custodial credit risk is the risk that in the event of a financial institution failure, the county’s deposits may not be returned to the county.

As of November 30, 2010, \$65,606 of the county’s total bank balance of \$386,418,705 was not insured or collateralized.

Investments – For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the county will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

As of November 30, 2010, there were no county investments exposed to custodial credit risk.

***Credit Risk***

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations.

As of November 30, 2010, the county’s investments were rated as follows:

Investment Type	Standard & Poor’s	Moody’s Investor Service
Illinois Funds	AAAm	
Illinois Metropolitan Investment Fund		MMM/MRI
Municipal Bonds	AA+ -- AA-	AA1 – AA2

***Concentration of Credit Risk***

Concentration of credit risk is the risk of loss attributed to the magnitude of a government’s investment in a single issuer. At November 30, 2010, the investment portfolio was concentrated as follows:

Issuer	Investment Type	Percentage of Portfolio
Portland, OR Sewer System Revenue Bonds	Municipal Bonds	5.43%

***Interest Rate Risk***

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2010

### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

#### A. DEPOSITS AND INVESTMENTS (cont.)

##### *Interest Rate Risk* (cont.)

As of November 30, 2010, the county's investments were as follows:

Investment Type	Fair Value	Maturity (In Years)	
		Less than One Year	1 – 5
Municipal Bonds	\$ 5,023,094	\$ -	\$ 5,023,094
U.S. Treasuries	17,054,108	-	17,054,108
Illinois funds	5,254,297	5,254,297	-
Illinois Metropolitan Investment fund	12,627,537	12,627,537	-
<b>Totals</b>	<b>\$ 39,959,036</b>	<b>\$ 17,881,834</b>	<b>\$ 22,077,202</b>

#### B. RECEIVABLES

All receivables are expected to be collected within one year.

The business-type activities reported an allowance for uncollectible utility billings of \$85,000.

Governmental funds report *deferred revenue* in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Property taxes levied for the subsequent year are not earned and cannot be used to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of *deferred revenue* and *unearned revenue* reported in the governmental funds were as follows:

	Unavailable	Unearned	Totals
Property taxes receivable	\$ -	\$ 146,139,771	\$ 146,139,771
Interest receivable	498,524	-	498,524
ETSB charges	207,004	-	207,004
Salary reimbursements	2,755,655	-	2,755,655
Customer advances and deposits	-	488,686	488,686
<b>Total Deferred Revenue for Governmental Funds</b>	<b>\$ 3,461,183</b>	<b>\$ 146,628,457</b>	<b>\$ 150,089,640</b>

#### C. RESTRICTED ASSETS

Certain proceeds of the county Public Works' revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets because their use is limited by applicable bond covenants. All revenues of the entire combined system are reserved to meet the requirements of the bond ordinances. Following is a list of restricted cash and investments:

**LAKE COUNTY, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS  
November 30, 2010

**NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)**

**C. RESTRICTED ASSETS (cont.)**

Restricted Cash and Investments	
Bond interest	\$ 996,665
Bond fund	2,712,186
Bond reserves	5,561,085
Depreciation, extension, and improvement	34,019,836
Construction	14,716,243
Crossover refunding escrow account	<u>17,054,108</u>
Total Restricted Cash and Investments	<u>\$ 75,060,123</u>

**D. CAPITAL ASSETS**

Capital asset activity for the year ended November 30, 2010 was as follows:

	Beginning Balance*	Additions	Deletions	Ending Balance
<b>Governmental Activities</b>				
Capital assets not being depreciated/ amortized				
Land and improvements	\$ 24,030,297	\$ 3,575,857	\$ -	\$ 27,606,154
Construction in progress	<u>56,928,953</u>	<u>24,678,416</u>	<u>56,178,673</u>	<u>25,428,696</u>
Total Capital Assets Not Being Depreciated/Amortized	<u>80,959,250</u>	<u>28,254,273</u>	<u>56,178,673</u>	<u>53,034,850</u>
Capital assets being depreciated/amortized				
Roads and bridges	507,279,441	22,274,125	-	529,553,566
Buildings and improvements	169,208,568	50,854,548	-	220,063,116
Equipment	47,831,545	7,009,502	327,664	54,513,383
Intangibles	-	1,071,320	-	1,071,320
Vehicles	<u>11,972,844</u>	<u>1,130,389</u>	<u>472,913</u>	<u>12,630,320</u>
Total Capital Assets Being Depreciated/Amortized	<u>736,292,398</u>	<u>82,339,884</u>	<u>800,577</u>	<u>817,831,705</u>
Less: Accumulated depreciation/ amortization for				
Roads and bridges	(271,462,050)	(20,504,117)	-	(291,966,167)
Buildings and improvements	(58,011,361)	(4,890,764)	-	(62,902,125)
Equipment	(23,991,625)	(5,596,878)	327,664	(29,260,839)
Intangibles	-	(83,744)	-	(83,744)
Vehicles	<u>(7,285,519)</u>	<u>(3,462,280)</u>	<u>391,733</u>	<u>(10,356,066)</u>
Total Accumulated Depreciation/ Amortization	<u>(360,750,555)</u>	<u>(34,537,783)</u>	<u>719,397</u>	<u>(394,568,941)</u>
Governmental Activities Capital Assets, Net of Depreciation/ Amortization	<u>\$ 456,501,093</u>	<u>\$ 76,056,374</u>	<u>\$ 56,259,853</u>	<u>\$ 476,297,614</u>

\* - restated to reflect removal of Forest Preserve as a blended component unit.

**LAKE COUNTY, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS  
November 30, 2010

**NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)**

**D. CAPITAL ASSETS (cont.)**

Depreciation/amortization expense was charged to functions as follows:

**Governmental Activities**

General government	\$ 3,342,479
Law and judicial	5,503,808
Health and human services	1,623,158
Transportation	23,803,919
Planning and economic development	<u>264,419</u>

Total Governmental Activities Depreciation/Amortization Expense \$ 34,537,783

	Beginning Balance*	Additions	Deletions	Ending Balance
<b>Business-type Activities</b>				
Capital assets not being depreciated/ amortized				
Land	\$ 2,576,151	\$ 862	\$ -	\$ 2,577,013
Construction in progress	<u>4,264,031</u>	<u>9,374,221</u>	<u>-</u>	<u>13,638,252</u>
Total Capital Assets Not Being Depreciated/Amortized	<u>6,840,182</u>	<u>9,375,083</u>	<u>-</u>	<u>16,215,265</u>
Capital assets being depreciated/amortized				
Buildings and improvements	71,471,866	667,015	-	72,138,881
Improvements Other Than Buildings				
Water facility	74,269,587	2,123,302	59,879	76,333,010
Sewer facility	142,790,854	5,861,522	-	148,652,376
Vehicles, machinery and equipment	<u>9,516,201</u>	<u>251,305</u>	<u>435,071</u>	<u>9,332,435</u>
Total Capital Assets Being Depreciated/Amortized	<u>298,048,508</u>	<u>8,903,144</u>	<u>494,950</u>	<u>306,456,702</u>
Less: Accumulated depreciation/ amortization for				
Buildings and improvements	(26,738,378)	(1,831,458)	-	(28,569,836)
Improvements Other Than Buildings				
Water facility	(22,680,616)	(1,164,866)	56,697	(23,788,785)
Sewer facility	(48,215,128)	(2,984,137)	-	(51,199,265)
Vehicles, machinery and equipment	<u>(7,587,677)</u>	<u>(373,037)</u>	<u>435,071</u>	<u>(7,525,643)</u>
Total Accumulated Depreciation/ Amortization	<u>(105,221,799)</u>	<u>(6,353,498)</u>	<u>491,768</u>	<u>(111,083,529)</u>
Business-type Capital Assets, Net of Depreciation/Amortization	<u>\$ 199,666,891</u>	<u>\$ 11,924,729</u>	<u>\$ (3,182)</u>	<u>\$ 211,588,438</u>

\* - restated to reflect removal of Forest Preserve as a blended component unit.

Depreciation/amortization expense was charged to functions as follows:

**Business-type Activities**

Water and sewer	<u>\$ 6,356,679</u>
-----------------	---------------------

**LAKE COUNTY, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS  
November 30, 2010

**NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)**

**D. CAPITAL ASSETS (cont.)**

Depreciation above is different from the amounts reported on the statement of revenues, expenses and changes in fund net assets because of internal allocations, and costs associated with the disposal of assets.

**E. INTERFUND RECEIVABLES/PAYABLES AND TRANSFERS**

The following is a schedule of interfund receivables and payables including any overdrafts on pooled cash and investment accounts:

Receivable Fund	Payable Fund	Amount
General fund	IMRF	\$ 511,848
General fund	Nonmajor governmental funds	2,114,994
Health department	Nonmajor governmental funds	206,032
Nonmajor governmental funds	Health department	69,085
Nonmajor governmental funds	Nonmajor governmental funds	63,588
Internal service fund	General fund	725,190
Internal service fund	Nonmajor governmental funds	<u>790,371</u>
Total Interfund Receivables/Payables		<u>\$ 4,481,108</u>

All amounts are expected to be repaid within one year.

The principal purpose of these interfunds is to fund temporary cash shortfalls and timing of cash transactions between funds. All remaining balances resulted from the time lag between the dates that (1) interfunds goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

For the statement of net assets, interfunds balances which are owed within the governmental activities or business-type activities are netted and eliminated.

The following is a schedule of interfund transfers:

Fund Transferred To	Fund Transferred From	Amount
General fund	IMRF	\$ 10,352,664
General fund	Nonmajor governmental funds	8,258,100
Health department	IMRF	4,105,323
Health department	Nonmajor governmental funds	3,445,109
Nonmajor governmental funds	General fund	3,638,895
Nonmajor governmental funds	IMRF	2,961,362
Nonmajor governmental funds	1/4% sales tax for trans and public safety	53,978
Nonmajor governmental funds	Nonmajor governmental funds	<u>1,558,043</u>
Total Transfers		<u>\$ 34,373,474</u>

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2010

### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

#### **E. INTERFUND RECEIVABLES/PAYABLES AND TRANSFERS (cont.)**

The principal purpose of these transfers is to (1) move revenues from the fund that collects them to the fund that the budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

For the statement of activities, interfunds transfers within the governmental activities, or business-type activities are netted and eliminated.

#### **F. LONG-TERM OBLIGATIONS**

Long-term obligations activity for the year ended November 30, 2010 was as follows:

	Beginning Balance*	Increases	Decreases	Ending Balance	Amounts Due Within One Year
<b>GOVERNMENTAL ACTIVITIES</b>					
Bonds Payable					
Special service area	\$ 3,455,000	\$ -	\$ 148,000	\$ 3,307,000	\$ 158,000
General obligation	37,150,000	-	2,045,000	35,105,000	1,745,000
Add deferred amounts for premiums	590,480	-	32,805	557,675	32,805
Sub-totals	41,195,480	-	2,225,805	38,969,675	1,935,805
Other Liabilities					
Compensated absences	13,491,675	15,155,322	10,936,812	17,710,185	7,814,015
Other post-employment benefits	6,838,297	4,110,313	1,142,356	9,806,254	-
Accelerated retirement benefits	-	4,119,505	3,010,797	1,108,708	939,401
Claims and judgments – risk management	16,110,891	3,920,845	4,331,653	15,700,083	4,438,083
Claims and judgments – health, life and dental	2,357,000	28,229,821	29,065,821	1,521,000	1,521,000
Total Other Liabilities	38,797,863	55,535,806	48,487,439	45,846,230	14,712,499
Total Governmental Activities Long-Term Liabilities	\$ 79,993,343	\$ 55,535,806	\$ 50,713,244	\$ 84,815,905	\$ 16,648,304

\* - restated to reflect removal of Forest Preserve as a blended component unit.



**LAKE COUNTY, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS  
November 30, 2010

**NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)**

**F. LONG-TERM OBLIGATIONS (cont.)**

	Beginning Balance*	Increases	Decreases	Ending Balance	Amounts Due Within One Year
<b>BUSINESS-TYPE ACTIVITIES</b>					
Bonds and Notes Payable					
Revenue bonds	\$ 50,018,849	\$ 20,835,622	\$ 3,585,000	\$ 67,269,471	\$ 3,810,000
Add deferred amounts for premiums	362,029	-	34,607	327,422	-
Sub-totals	50,380,878	20,835,622	3,619,607	67,596,893	3,810,000
Other Liabilities					
Other post-employment benefits	257,502	172,722	43,971	386,253	-
Compensated absences	797,479	612,173	711,072	698,580	408,402
Accelerated retirement benefits	-	188,584	128,584	60,000	60,000
Sub-totals	1,054,981	973,479	883,627	1,144,833	468,402
Total Business-type Activities					
Long-Term Liabilities	\$ 51,435,859	\$ 21,809,101	\$ 4,503,234	\$ 68,741,726	\$ 4,278,402

\* - restated to reflect removal of Forest Preserve as a blended component unit.

Compensated absences, other post-employment benefits, and accelerated retirement benefits of governmental activities will be liquidated primarily by the General Fund. Compensated absences, other post-employment benefits, and accelerated retirement benefits of the business-type activities will be liquidated by the Public Works Fund. Claims and judgments will be liquidated by the General Fund and Health, Life, and Dental Internal Service Fund.

	Date of Issue	Final Maturity	Interest Rates	Original Indebted- Ness	Balance 11-30-10
Governmental Activities					
North Hills SSA No. 10	2/19/97	1/01/16	4.40 - 5.90%	\$ 900,000	\$ 405,000
Spencer Highlands SSA No.13 – tax exempt	12/15/07	12/15/27	5.55%	2,276,000	2,276,000
Spencer Highlands SSA No.13 – taxable	12/15/07	12/15/27	5.55%	807,000	626,000
Total Governmental Activities – Special Service Areas					\$ 3,307,000

On February 19, 1997, an ordinance was adopted establishing Special Service Area No. 10 which encompasses an unincorporated community known as the North Hills Subdivision. Subsequent to the formation of the Special Service Area, unlimited Ad Valorem bonds were issued in the amount of \$900,000 for the purpose of constructing a sanitary sewer system connecting the North Hills subdivision to a regional system, thereby abandoning the existing treatment plant.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2010

### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

#### **F. LONG-TERM OBLIGATIONS** (cont.)

On November 13, 2007 the county passed an ordinance providing for the issuance of \$3,083,000 for Special Service Area No. 13. The bonds contained both taxable (\$807,000) and non-taxable (\$2,276,000) portions. The bonds were sold on December 15, 2007 with principal payments on the taxable portion due beginning December 15, 2009, the non-taxable portion due beginning December 15, 2015 and every December 15, thereafter through December 15, 2027 for both issues. Interest on bonds is payable semi-annually on December 15 and June 15 of each year. The annual interest rate is 5.5%. Proceeds from the Special Service Area No. 13 bonds were used to construct a sewer system.

	Date of Issue	Final Maturity	Interest Rates	Original Indebted- ness	Balance 11-30-10
Governmental Activities					
General Obligation Debt					
Series 2005	6/01/05	5/01/14	3.50 - 3.70%	\$ 3,050,000	\$ 1,805,000
Series 2008	8/10/08	11/30/27	3.00 - 5.00%	35,360,000	33,300,000
Total Governmental Activities – General Obligation Debt					\$ 35,105,000

On June 1, 2005, the county issued \$3,050,000 in general obligation bonds with an average interest rate of 3.60% to advance refund \$2,925,000 of Series 1999 (Sales Tax Alternative Revenue Source) outstanding bonds. Interest on the bonds is paid semiannually on each May 1 and November 1. Principal payments are payable annually on May 1.

On August 12, 2008 the county issued \$35,360,000 in general obligation bonds (Sales Tax Alternative Revenue Source) with an average annual interest rate between 3% and 5%. The proceeds of \$35,719,663 (including a premium of \$595,632 and \$235,969 payment of underwriting fees and other issuance costs) were used to completely fund two projects, construction of both a new branch court facility and a health administration and behavioral health clinic building; and to partially fund construction of a central permitting facility and environmental lab building. Interest on the bonds is paid semiannually on each May 30 and November 30. Principal payments are payable annually on November 30.

#### **Revenue Bonds Payable**

The county has pledged future operating revenues, net of specified operating expenses, to repay \$67.2 million in revenue bonds issued since 2003. Proceeds from the bonds provided financing for improvements to the water and sewerage systems. The bonds are payable solely from operating revenues and are payable through 2039. Annual principal and interest payments on the bonds are expected to require 11% of gross revenues. The total principal and interest remaining to be paid on the bonds is \$107.8 million. Principal and interest paid for the current year and total customer gross revenues were \$5,060,749 and \$38,452,505, respectively.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

November 30, 2010

### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

#### F. LONG-TERM OBLIGATIONS (cont.)

##### Revenue Bonds Payable (cont.)

	Date of Issue	Final Maturity	Interest Rates	Original Indebted- ness	Balance 11-30-10
Business-type Activities					
Revenue Bonds Payable					
Series 2003A	2003	2011	5.20 – 5.50%	\$ 20,790,000	\$ 2,780,000
Series 2003B	2003	2012	2.25 – 4.125%	3,405,000	2,500,000
Series 2003C	2003	2021	4.55 – 5.65%	15,933,849	16,769,471
Series 2005S-1	2005	2024	3.75% - 4.50%	1,000,000	785,000
Series 2005S-2	2005	2017	5.20 – 5.50%	1,000,000	650,000
Series 2006A	2006	2017	4.00%	6,700,000	5,395,000
Series 2006B	2006	2021	4.25 – 4.50%	17,170,000	17,170,000
Series 2009S	2009	2039	2.70 – 6.60%	1,220,000	1,220,000
Series 2010A	2010	2035	2.00 – 5.45%	20,000,000	20,000,000
Total Business-type Activities – Bonds Payable					<u>\$ 67,269,471</u>

Revenue bonds were issued for water and sewer construction. Outstanding revenue bonds at November 30, 2010 consist of \$64,614,471 of series ordinance revenue bonds due serially December 1, 2010 through 2035 and \$2,655,000 of subordinate revenue bonds due serially December 1, 2010 through 2039.

The Series C 2003 Capital Appreciation Bonds are deep discount financial instruments which are issued in such denominations as will result in the total amount received by the purchaser at maturity being equal to \$5,000 or any integral multiple thereof. As such, a portion of the appreciation in value of each certificate “accretes” to each certificate annually. Accretion of the certificates increased the long-term obligation payable at maturity of the certificates by \$835,622 totaling \$5,175,247 at November 30, 2010.

Debt service requirements to maturity are as follows:

Years	Governmental Activities	
	General Obligation Debt	
	Principal	Interest
2011	\$ 1,745,000	\$ 1,486,998
2012	1,815,000	1,428,998
2013	1,900,000	1,367,324
2014	1,995,000	1,302,034
2015	1,585,000	1,236,581
2016 – 2020	9,130,000	5,166,925
2021 – 2025	11,520,000	3,052,438
2026 – 2027	5,415,000	409,250
Totals	<u>\$ 35,105,000</u>	<u>\$ 15,450,548</u>

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2010

### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

#### **F. LONG-TERM OBLIGATIONS (cont.)**

<u>Years</u>	<u>Governmental Activities Special Service Areas</u>		<u>Business-type Activities Bonds Payable</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2011	\$ 158,000	\$ 179,964	\$ 3,810,000	\$ 2,489,236
2012	164,000	170,969	3,230,000	2,139,780
2013	175,000	161,466	2,498,000	2,930,028
2014	185,000	151,341	4,028,848	2,977,883
2015	195,000	140,614	4,060,368	2,946,618
2016 – 2020	792,000	560,496	20,985,289	15,263,978
2021 – 2025	940,000	329,726	13,911,966	6,677,054
2026 – 2030	698,000	59,496	5,715,000	3,392,575
2031 – 2035	-	-	8,770,000	1,632,750
2036 – 2039	-	-	260,000	43,890
Totals	<u>\$ 3,307,000</u>	<u>\$ 1,754,072</u>	<u>\$ 67,269,471</u>	<u>\$ 40,493,792</u>

#### **Capital Leases**

Refer to Note IV. G.

#### **Other Debt Information**

Estimated payments of compensated absences, other post-employment benefits, accelerated retirement benefits, and claims and judgments are not included in the debt service requirement schedules.

There are a number of limitations and restrictions contained in the various bond indentures and loan agreements. The county believes it is in compliance with all significant limitations and restrictions, including federal arbitrage regulations.

#### **Public Works Advance Refunding**

##### *Revenue Refunding Bond Series 2003 A*

The county issued \$20,790,000 of Revenue Refunding Bond Series of 2003 A on June 1, 2003, to complete a partial in-substance defeasance of the outstanding Revenue Bond Series A 1993 bonds. An irrevocable trust was established to handle the partially refunded future principal and interest payments. The partially refunded outstanding principal at November 30, 2010 was \$2,780,000.

##### *Crossover Refunding Bonds Series 2006 B*

On November 2, 2006, the public works issued \$17,170,000 in revenue bonds with interest rates between 4.25% - 4.50% to refund \$16,611,835 of callable bonds with interest rates from 4.90% - 5.65%. The proceeds were deposited in an account to provide for future debt service payments on the new bonds until the crossover date, June 1, 2013. The bonds are not considered to be defeased and the liability for those bonds as well as the escrow account are recorded in the financial statements. This type of advance refunding is commonly called a crossover refunding.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

November 30, 2010

---

### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

---

#### **G. LEASE DISCLOSURES**

##### **Lessee – Capital Leases**

The county has no material capital leases outstanding.

##### **Lessee – Operating Leases**

The county has no material operating leases with a remaining noncancellable term exceeding one year.

##### **Lessor – Capital Leases**

The county has no material outstanding sales-type or direct financing leases.

##### **Lessor – Operating Leases**

The county does not receive material lease payments from property rented to others.

#### **H. NET ASSETS/FUND BALANCES**

Net assets reported on the government wide statement of net assets at November 30, 2010 includes the following:

##### **Governmental Activities**

Invested in capital assets, net of related debt	
Land and improvements	\$ 27,606,154
Construction in progress	25,428,696
Other capital assets, net of accumulated depreciation	423,262,764
Less: Related long-term debt outstanding	<u>(38,969,675)</u>
Total Invested in Capital Assets, Net of Related Debt	<u>437,327,939</u>
Restricted	
Bond ordinance	43,679
State statutes and enabling legislation	153,174,558
Donor requirements	456,115
Debt service	<u>418,799</u>
Total Restricted	<u>154,093,151</u>
Unrestricted	<u>97,100,237</u>
Total Governmental Activities Net Assets	<u>\$ 688,521,327</u>

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

November 30, 2010

---

### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

---

#### **H. NET ASSETS/FUND BALANCES (cont.)**

Governmental fund balances reported on the fund financial statements at November 30, 2010 include the following:

<b>Nonspendable</b>	
Major Funds	
General Fund	
Prepaid items	\$ 20
Inventories	395,766
Sub-total	<u>395,786</u>
Health Fund	
Prepaid items	<u>2,625</u>
Total Major Funds	<u>398,411</u>
Nonmajor Funds	
2005 GO Refunding Bonds	
Prepaid items	30
Division of Transportation	
Inventory	504,391
Motor Fuel Tax	
Inventory	<u>1,020,000</u>
Total Nonmajor Funds	<u>1,524,421</u>
<b>Restricted</b>	
Major Funds	
Health Department enabling legislation	29,011,885
Illinois Municipal Retirement Fund enabling legislation	2,899,811
1/4% sales tax enabling legislation	55,031,191
Nonmajor Funds	
State Statutes and Enabling Legislation	
FICA	1,584,918
Veterans assistance	798,456
Stormwater management	40,441
Division of Transportation	4,300,806
Youth Home	921,461
Winchester House	9,319,572
Tuberculosis Clinic	590,779
Bridge tax	5,140,765
Matching tax	11,551,461
Probation services fees	446,333
County law library	826,294
Children's waiting room	319,088
Court automation	2,016,471

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

November 30, 2010

---

### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

---

#### **H. NET ASSETS/FUND BALANCES (cont.)**

##### **Restricted (cont.)**

##### Nonmajor Funds (cont.)

##### State Statutes and Enabling Legislation (cont.)

Court document storage	\$ 5,238,110
Recorder automation	2,596,332
Vital record automation	237,774
GIS automation	173,847
Tax sales automation	576,115
Coroner's fee	35,530
Motor fuel tax	12,036,722
Solid waste management tax	1,097,633
Loon Lake SSA No. 8	91,060
Woods of Ivanhoe SSA No. 12	37,527
Township motor fuel tax	1,097,250
HUD Grants	81,620
Computer fraud forfeitures	92,603
ETSB	3,142,360
2008 GO Bonds	13,155
2001 GO Refunding	11,172
2005 GO Refunding	124,966
North Hills SSA No. 10	122,735
SSA No. 13 Tax Exempt 2007A	170,270
SSA No. 13 Taxable 2007B	65,469
Bond Ordinance	
2008 Bond Construction	43,679
2010A Road Construction	1,669
Donor Requirements	
Contribution fund	456,115
Sub-total	<u>152,343,445</u>

##### **Committed**

##### Major Funds

Budget carryovers	<u>40,164,892</u>
-------------------	-------------------

##### **Assigned**

Compensated absences	17,710,185
Debt service	1,342,816
Risk reserve	<u>17,374,076</u>
Sub-total	<u>36,427,077</u>

##### **Unassigned (deficit)**

##### Major Fund

General fund	56,478,418
--------------	------------

##### Nonmajor Fund

Workforce Development (deficit)	<u>(75,733)</u>
Sub-total	<u>56,402,685</u>

Total Governmental Fund Balances \$ 287,260,932

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

November 30, 2010

---

### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

---

#### **H. NET ASSETS/FUND BALANCES (cont.)**

##### ***Business-type Activities***

Invested in capital assets, net of related debt	
Land and land improvements	\$ 2,577,013
Construction in progress	13,638,252
Other capital assets, net of accumulated depreciation	195,373,173
Less: related long-term debt outstanding	(61,309,225)
Plus: unspent capital related debt proceeds	31,770,352
Less: unamortized debt premium	<u>(327,422)</u>
Total Invested in Capital Assets, Net of Related Debt	<u>181,722,143</u>
 Restricted Net Assets	
Restricted Assets	
Bond interest	996,665
Bond fund	2,712,186
Bond reserve	5,561,085
Depreciation, extension, and improvement	34,019,836
Construction	14,716,243
Crossover refunding escrow	<u>17,054,108</u>
Total Restricted Assets – Public Works	<u>75,060,123</u>
 Less: Restricted assets not funded by revenues	
Construction account	(14,716,243)
Crossover refunding escrow	<u>(17,054,108)</u>
 Current Liabilities Payable From Restricted Assets	<u>(750,996)</u>
 Total Restricted Net Assets – Debt Service	<u>42,538,776</u>
 Unrestricted	<u>20,249,852</u>
 Total Business-type Activities Net Assets	<u>\$ 244,510,771</u>



# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

November 30, 2010

---

### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

---

#### *I. RESTATEMENT OF NET ASSETS/FUND BALANCES*

Net assets and fund balances have been restated due to implementation of GASB Statement No. 61. The presentation of the Lake County Forest Preserve District has been modified from a blended component unit to a discretely-presented component unit.

#### **Governmental Activities**

Net assets – November 30, 2009 (as reported)	\$ 1,025,532,049
Less: Net assets of the Forest Preserve governmental activities	<u>(375,381,760)</u>
Net Assets – November 30, 2009 (as restated)	<u>\$ 650,150,289</u>

#### **Business-type Activities**

Net assets – November 30, 2009 (as reported)	\$ 290,750,362
Less: Net assets of the Forest Preserve business-type activities	<u>(59,487,322)</u>
Net Assets – November 30, 2009 (as restated)	<u>\$ 231,263,040</u>

#### **Governmental Funds**

Fund balances – November 30, 2009 (as reported)	\$ 379,791,792
Less: Fund balances of the Forest Preserve governmental funds	<u>(115,296,669)</u>
Fund Balances – November 30, 2009 (as restated)	<u>\$ 264,495,123</u>

#### **Internal Service Funds**

Net assets – November 30, 2009 (as reported)	\$ 10,987,285
Less: Net assets of the Forest Preserve internal service funds	<u>(7,484,586)</u>
Net Assets – November 30, 2009 (as restated)	<u>\$ 3,502,699</u>

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

November 30, 2010

---

### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

---

#### *J. COMPONENT UNIT*

##### **LAKE COUNTY FOREST PRESERVE DISTRICT**

This report contains the Lake County Forest Preserve District (District), which is included as a component unit. Financial information is presented as a discrete column in the statement of net assets and statement of activities.

In addition to the basic financial statements and the preceding notes to financial statements which apply, the following additional disclosures are considered necessary for a fair presentation.

a. Basis of Accounting/Measurement Focus

The District's government-wide financial statements follow the full accrual basis of accounting and the flow of economic resources measurement focus.

b. Deposits and Investments

As of June 30, 2010, the District's deposits and investments consisted of the following:

	<u>Carrying Value</u>
Cash on hand	\$ 17,715
Deposits with financial institutions	54,995,242
FDIC TLGP note	5,047,612
Institutional government money market	23,592,939
1-3 year public investing fund	8,315,878
Federal government agencies	<u>26,647,397</u>
Total Deposits and Investments	<u>\$ 118,616,783</u>

#### ***Custodial Credit Risk***

The District's investment policy states that deposits and investments should have a collateralization ratio of 110%.

#### **Deposits**

Custodial credit risk is the risk that in the event of a financial institution failure, the District's deposits may not be returned to the District.

The District does not have any deposits exposed to custodial credit risk.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

November 30, 2010

---

### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

---

#### *J. COMPONENT UNIT* (cont.)

##### *LAKE COUNTY FOREST PRESERVE DISTRICT* (cont.)

#### b. Deposits and Investments (cont.)

##### *Custodial Credit Risk* (cont.)

#### **Investments**

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

The District does not have any investments exposed to custodial credit risk.

#### **Credit Risk**

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State law limits investments in commercial paper, corporate bonds, and mutual bonds funds to the top two ratings issued by nationally recognized statistical rating organizations. The District's investment policy does not impose further limits on investment choices.

As of June 30, 2010, the Districts investments were rated as follows:

<u>Investment Type</u>	<u>Standard &amp; Poors</u>	<u>Moody's Investors Services</u>
Illinois Funds Money Market	AAAm	
Illinois Metropolitan Investment Funds	AAAm	
FDIC TLGP Note	AAAm	
Federal Government Agencies	AAA	Aaa
Fifth Third Securities Money Market	AAAm	
State Bank of the Lakes Money Market	AAAm	

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

November 30, 2010

### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

**J. COMPONENT UNIT** (cont.)

**LAKE COUNTY FOREST PRESERVE DISTRICT** (cont.)

c. Capital Assets

Capital asset activity for the year ended June 30, 2010 was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
<b>Governmental Activities</b>				
Capital assets not being depreciated				
Land and land rights	\$ 404,258,248	\$ 35,654,257	\$ 4,504	\$ 439,908,001
Land improvements	42,784,917	233,733	-	43,018,650
Museum artifacts and collectibles	5,698,855	-	-	5,698,855
Construction in progress	30,424,100	15,332,124	5,643,440	40,112,784
Total Capital Assets				
Not Being Depreciated	483,166,120	51,220,114	5,647,944	528,738,290
Capital assets being depreciated				
Buildings	33,006,165	3,469,239	-	36,475,404
Other improvements	3,380,511	27,297	-	3,407,808
Vehicles, machinery and equipment	9,395,768	783,711	668,724	9,510,755
Furniture and fixtures	74,573	12,510	-	87,083
Roads, trails, and bridges	14,536,005	1,581,026	-	16,117,031
Total Capital Assets				
Being Depreciated	60,393,022	5,873,783	668,724	65,598,081
Less: Accumulated depreciation for				
Buildings	(11,861,991)	(797,287)	-	(12,659,278)
Other improvements	(1,530,825)	(275,851)	-	(1,806,676)
Vehicles, machinery and equipment	(5,491,925)	(976,158)	688,724	(5,799,359)
Furniture and fixtures	(40,567)	(7,454)	-	(48,021)
Roads, trails, and bridges	(5,688,389)	(1,492,526)	-	(7,180,915)
Total Accumulated Depreciation	(24,613,697)	(3,549,276)	688,724	(27,494,249)
Total Capital Assets Being Depreciated, Net	35,779,325	2,324,507	-	38,103,832
Governmental Activities Capital Assets, Net of Depreciation	\$ 518,945,445	\$ 53,544,621	\$ 5,647,944	\$ 566,842,122

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

November 30, 2010

### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

**J. COMPONENT UNIT** (cont.)

**LAKE COUNTY FOREST PRESERVE DISTRICT** (cont.)

c. Capital Assets (cont.)

Capital asset activity for the year ended June 30, 2010 was as follows: (cont.)

	Beginning Balance	Additions	Deletions	Ending Balance
<b>Business-type Activities</b>				
Capital assets not being depreciated				
Land	\$ 36,663,666	\$ 4,504	\$ -	\$ 36,668,170
Construction in progress	2,183,326	33,083	782,174	1,434,235
Land and course improvements	12,126,990	-	-	12,126,990
Total Capital Assets	50,973,982	37,587	782,174	50,229,395
Not Being Depreciated	50,973,982	37,587	782,174	50,229,395
Capital assets being depreciated				
Buildings and improvements	10,448,624	782,174	-	11,230,798
Vehicles, machinery, and equipment	2,493,662	99,824	25,882	2,567,604
Roads and parking	134,466	-	-	134,466
Furniture and fixtures	44,987	-	-	44,987
Total Capital Assets	13,121,739	881,998	25,882	13,977,855
Being Depreciated	13,121,739	881,998	25,882	13,977,855
Less: Accumulated depreciation for				
Buildings and improvements	(4,960,890)	(319,320)	-	(5,280,210)
Vehicles, machinery, and equipment	(2,112,066)	(152,853)	25,882	(2,239,037)
Roads and parking	(41,460)	(13,447)	-	(54,907)
Furniture and fixtures	(37,544)	(1,654)	-	(39,198)
Total Accumulated Depreciation	(7,151,960)	(487,274)	25,882	(7,613,352)
Total Capital Assets Being Depreciated, Net	5,969,779	394,724	-	6,364,503
Business-type Activities Capital Assets, Net of Depreciation	\$ 56,943,761	\$ 432,311	\$ 782,174	\$ 56,593,898

**LAKE COUNTY, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS

November 30, 2010

**NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)**

**J. COMPONENT UNIT (cont.)**

**LAKE COUNTY FOREST PRESERVE DISTRICT (cont.)**

d. Long-Term Obligations

Long-term liability activity for the year ended June 30, 2010 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
<b>Governmental Activities</b>					
General Obligation Bonds	\$ 261,935,000	\$ 35,000,000	\$ 21,185,000	\$ 275,750,000	\$ 20,430,000
Add deferred amount:					
For issuance premium	3,391,009	50,045	306,666	3,134,388	306,519
For issuance discount	(34,092)	-	(1,886)	(32,206)	(1,741)
Total Bonds Payable	265,291,917	35,050,045	21,489,780	278,852,182	20,734,778
Compensated absences	1,583,520	96,941	27,254	1,653,207	58,530
Governmental Activities					
Long-term Liabilities	\$ 266,875,437	\$ 35,146,986	\$ 21,517,000	\$ 280,505,389	\$ 20,793,308
 <b>Business-type Activities</b>					
Compensated absences	\$ 177,603	\$ 26,177	\$ 3,380	\$ 200,400	\$ 27,380
Business-type Activities					
Long-term Liabilities	\$ 177,603	\$ 26,177	\$	\$ 200,400	\$ 27,380

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

November 30, 2010

### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

#### J. COMPONENT UNIT (cont.)

##### LAKE COUNTY FOREST PRESERVE DISTRICT (cont.)

#### d. Long-Term Obligations (cont.)

Debt service requirements to maturity are as follows:

Fiscal Year Ending June 30.	Governmental Activities	
	Principal	Interest
2011	\$ 20,430,000	\$ 12,282,870
2012	14,060,000	11,556,233
2013	14,760,000	10,908,891
2014	13,055,000	10,311,174
2015	13,605,000	9,743,624
2016 – 2020	72,770,000	39,207,030
2021 – 2025	57,890,000	24,628,853
2026 – 2030	56,215,000	9,977,305
2031 – 2035	12,965,000	1,992,745
Totals	<u>\$ 275,750,000</u>	<u>\$ 130,608,725</u>

#### e. Restricted Net Assets

The government-wide statement of net assets reports \$78,841,058 of net assets restricted by enabling legislation which consist of the following:

IMRF, Social Security, and Medicare	\$ 1,008,062
Special revenue (audit and insurance)	3,557,560
Land acquisition and development	59,244,273
Debt service	<u>15,031,163</u>
Total	<u>\$ 78,841,058</u>

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

November 30, 2010

### NOTE V – OTHER INFORMATION

#### A. EMPLOYEES' RETIREMENT SYSTEM

##### *County Employees*

The county has two agent multi-employer defined benefit pension plans with Illinois Municipal Retirement Fund (IMRF), which provide retirement, disability, annual cost of living adjustments, and death benefits to plan members and beneficiaries. The two plans are for sheriff's law enforcement personnel (SLEP) and for county employees other than SLEP. IMRF 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 and can only be amended by the Illinois General Assembly. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523 or [www.imrf.org/pubs/pubs\\_homepage.htm](http://www.imrf.org/pubs/pubs_homepage.htm).

##### *County Employees Other Than SLEP (IMRF)*

Employees participating in IMRF are required to contribute 4.50% of their annual covered salary. The member rate is established by State Statutes. The county is required to contribute at an actuarially determined rate. The employer rate for calendar year 2010 was 10.06% 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 remaining amortization period at December 31, 2009 was 30 years.

For December 31, 2009, the county's annual pension cost of \$12,065,659 was equal to the county's required and actual contributions. The required contribution was determined as part of the December 31, 2007 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions included (a) 7.5% investment rate of return (net of administrative expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of 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 between the actuarial and market value of assets. As of December 31, 2009, the plan was 80.91% funded. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of the plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Trend Information – County – IMRF

Actuarial Valuation Date	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/09	\$ 12,065,659	100%	\$ -
12/31/08	12,374,952	100%	-
12/31/07	12,486,243	100%	-



# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

November 30, 2010

### NOTE V – OTHER INFORMATION (cont.)

#### A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

##### *County Sheriff's Law Enforcement Personnel (SLEP)*

Employees participating in IMRF are required to contribute 7.50% of their annual covered salary. The member rate is established by State Statutes. The county is required to contribute at an actuarially determined rate. The employer rate for calendar year 2008 was 22.96% 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 remaining amortization period at December 31, 2009 was 30 years.

For December 31, 2009, the county's annual pension cost of \$3,355,628 was equal to the county's required and actual contributions. The required contribution was determined as part of the December 31, 2007 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50% investment rate of return (net of administrative expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial valuation 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 between the actuarial and market value of assets. As of December 31, 2009, the plan was 45.81% funded. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of the plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Trend Information – County – SLEP

Actuarial Valuation Date	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/09	\$ 3,355,628	100%	\$ -
12/31/08	3,616,340	100%	-
12/31/07	3,079,298	100%	-

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

November 30, 2010

### NOTE V – OTHER INFORMATION (cont.)

#### **B. RISK MANAGEMENT**

The county is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; workers compensation; and health care of its employees. The county is self-insured for all of these risks. These activities are accounted for and financed by the risk and liability insurance activities in the general fund and health, life, and dental internal service fund.

The county is covered by commercial insurers for losses in excess of the following limits through November 30, 2010:

Property	\$100,000 retained, up to \$250,000,000
Worker's Compensation	\$500,000 retained, up to statutory limits
General Liability	\$2,000,000 retained, up to \$1,000,000
Medical Professional	\$0 retained, up to \$ infinite
Umbrella Liability	\$19,000,000 retained, up to \$19,000,000

All funds of the county participate in the risk management program. Amounts transferred to the risk fund are based on third-party actuarial estimates based on total expected cost of claims, of possible exposure for claims and judgments, and estimates from legal counsel on pending and threatened litigation. Settled claims have not exceeded the commercial coverage in any of the past three years.

A liability for a claim is established if information indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss is reasonably estimable. Liabilities include an amount for claims that have been incurred but not reported. The county does not allocate overhead costs or other nonincremental costs to the claims liability.

#### **Claims Liability**

	Risk Management		Health, Life, and Dental	
	Prior Year	Current Year	Prior Year	Current Year
Unpaid claims – Beginning of Year	\$ 16,628,653	\$ 16,110,891	\$ 2,119,988	\$ 2,357,000
Current year claims and changes				
In estimates	4,640,176	3,920,845	32,757,370	28,229,821
Claim payments	(5,157,938)	(4,331,653)	(32,520,358)	(29,065,821)
Unpaid Claims – End of Year	\$ 16,110,891	\$ 15,700,083	\$ 2,357,000	\$ 1,521,000

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

November 30, 2010

---

### NOTE V – OTHER INFORMATION (cont.)

---

#### **C. COMMITMENTS AND CONTINGENCIES**

From time to time, the county is party to various pending claims and legal proceedings. Although the outcome of such matters cannot be forecasted with certainty, it is the opinion of management and the county attorney that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the county's financial position or results of operations.

The county has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursements to the grantor agency for expenditures disallowed under terms of the grants. Management believes such disallowances, if any, would be immaterial.

The county has outstanding construction contracts as of November 30, 2010 in the amount of approximately \$3 million primarily for various infrastructure projects. The Lake County Public Works Department has contracts in process at year end with remaining commitments of \$8,606,620.

#### **D. OTHER POSTEMPLOYMENT BENEFITS (OPEB)**

The county's group health insurance plan is a single-employer self-insured health care plan administered by the county. The Plan provides limited health care coverage at 100% of the active premium rate. The State of Illinois requires IMRF employers who offer health insurance to their active employees to offer the same health insurance to disabled members, retirees, and surviving spouses at the same premium rate for active employees. Therefore an implicit rate subsidy exists for retirees (that is, the difference between the premium rate charged to retirees for the benefit and the estimated rate that would be applicable to those retirees if that benefit were acquired for them as a separate group) resulting from the participation in postemployment healthcare plans that cover both active employees and retirees. The plan operates on a pay-as-you-go funding basis. No assets are accumulated or dedicated to funding the retiree health insurance benefits.

The county's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the county's annual OPEB cost for the year, the amount actually contributed to plan, and changes in the county's net OPEB obligation to the Retiree Health Plan:

Annual required contribution (ARC)	\$ 4,264,507
Interest on net OPEB obligation	(270,000)
Adjustment to ARC	272,000
Annual OPEB cost	<u>4,266,507</u>
Contributions made	<u>(1,169,799)</u>
Increase in net OPEB obligation	3,096,708
Net OPEB Obligation – Beginning of Year	<u>7,095,799</u>
Net OPEB Obligation – End of Year	<u>\$ 10,192,507</u>

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2010

### NOTE V – OTHER INFORMATION (cont.)

#### **D. OTHER POSTEMPLOYMENT BENEFITS (OPEB) (cont.)**

The county's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for fiscal year 2009 and the two preceding years were as follows:

Fiscal Year Ended	Annual OPEB Cost	% of Annual OPEB Cost Contribution	Net OPEB Obligation
11/30/2010	\$ 4,266,507	27.4%	\$ 10,192,507
11/30/2009	4,501,847	19.4%	7,095,799
11/30/2008	4,265,959	18.9%	3,457,339

The funded status of the plan as of December 1, 2009, the most recent actuarial valuation date, was as follows:

Actuarial accrued liability (AAL)	\$ 46,157,000
Actuarial value of plan assets	<u>-</u>
Unfunded Actuarial Accrued Liability (UAAL)	<u>\$ 46,157,000</u>
Funded ratio (actuarial value of plan assets/AAL)	0%
Covered payroll (active plan members)	\$ 153,979,000
UAAL as a percentage of covered payroll	30.0%

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

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

In the December 1, 2009 actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions include a 4% investment rate of return and an annual healthcare cost trend rate of 9% initially, reduced by decrements to an ultimate rate of 5% after 9 years. Both rates include a 3% salary inflation assumption. The actuarial value of Retiree Health Plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a three-year period. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of pay, including interest on an open basis. The amortization period at November 30, 2010, was 30 years.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

November 30, 2010

---

### NOTE V – OTHER INFORMATION (cont.)

---

#### ***E. JOINT VENTURE***

The county is a member of the Solid Waste Agency of Lake County (“SWALCO”), which consists of area municipalities and the county. SWALCO is a municipal corporation and public body politic and corporate established pursuant to the Constitution Act of the State of Illinois, as amended (the “Act”). SWALCO is empowered under the Act to plan, construct, finance, operate, and maintain a solid waste disposal system to serve its members. Lake County’s percentage share as a member is 19.88%, which can vary with changes in population and equalized assessed valuation.

SWALCO is governed by a Board of Directors, which consists of one appointed mayor or president, trustee, or chief administrative officer from each member municipality and the county. Each director has an equal vote. The officers of SWALCO are appointed by the Board of Directors. The Board of Directors determines the general policy of SWALCO, makes all appropriations, approves contracts, adopts resolutions providing for the issuance of bonds or notes by SWALCO, adopts by-laws, rules and regulations, and exercises such powers and performs such duties as may be prescribed in SWALCO Agreement or the by-laws.

SWALCO generates revenue from user charges, maintenance fees from its members and solid waste management taxes levied by Lake County. During the year the county paid SWALCO \$29,806 in maintenance fees and transferred \$1,866,221 to SWALCO’s operating fund. Complete financial statements for SWALCO can be obtained from SWALCO’s administrative office at 1311 N. Estes Street, Gurnee, Illinois 60031-2125.

#### ***F. TERMINATION BENEFITS***

In 2010, the county offered early retirement incentives to all county employees who agreed to begin their retirement no later than October 29, 2010. Eligible employees were allowed to continue health insurance and dental benefits, making contributions at the same monthly rate as full-time regular employees, for two years or to continue health and dental insurance benefits, making contributions at the same monthly rate as full-time regular employees, for one year and receive one week of pay for every two years of service above seven years with a maximum total payout of \$20,000. Fifty-five employees accepted the early retirement incentives. Cash payouts were made prior to year end and are reflected in departmental expenditures. A liability for future health insurance and dental benefits has been reported in the government-wide statement of net assets.

#### ***G. EFFECT OF NEW ACCOUNTING STANDARDS ON CURRENT-PERIOD FINANCIAL STATEMENTS***

The Governmental Accounting Standards Board (GASB) has approved Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and ACIPA Pronouncements*.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

November 30, 2010

---

### **NOTE V – OTHER INFORMATION (cont.)**

---

#### ***H. SUBSEQUENT EVENTS***

On December 15, 2010, the county issued Recovery Zone and Build America Bonds totaling \$31,410,000 for Department of Transportation projects. The interest rate varies from 4.85% to 5.25% and interest payments are due semiannually beginning on May 30, 2011. The first principal payment is due November 30, 2025 and the bonds have a final maturity of November 30, 2028. The bonds are eligible for a rebate from the U.S. Department of Treasury equal to 42% of each interest payment.

On May 10, 2011, the county approved the sale of General Obligation Bonds (Sales Tax Alternate Revenues Source), Series 2011A in the amount of \$20,000,000 to provide for road improvements to public roads within the county. The bonds are expected to close on May 25, 2011.

**REQUIRED SUPPLEMENTARY INFORMATION**

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
GENERAL FUND  
For the Year Ended November 30, 2010  
(With Prior Year Comparative Actual Information)

	2010			Variance with Final Budget	2009 Actual
	Original Budget	Final Budget	Actual		
<b>REVENUES</b>					
Taxes	\$ 98,033,849	\$ 98,033,849	\$ 99,723,573	\$ 1,689,724	\$ 98,190,507
Charges for services	18,417,038	18,385,556	19,234,194	848,638	16,748,205
Licenses and permits	2,348,861	2,348,861	2,864,874	516,013	2,554,512
Fines and forfeitures	1,382,525	1,382,525	1,240,881	(141,644)	1,311,690
Intergovernmental	9,619,968	16,701,711	13,523,685	(3,178,026)	11,788,493
Investment income	1,569,370	1,569,370	1,665,162	95,792	3,184,471
Miscellaneous	6,840,407	7,676,919	9,509,162	1,832,243	7,793,385
Total Revenues	<u>138,212,018</u>	<u>146,098,791</u>	<u>147,761,531</u>	<u>1,662,740</u>	<u>141,571,263</u>
<b>EXPENDITURES</b>					
County Board					
Personal services	1,142,110	1,169,442	1,169,442	-	1,097,560
Commodities	4,000	4,000	1,484	2,516	1,194
Contractual	816,774	818,306	772,642	45,664	741,576
Total County Board	<u>1,962,884</u>	<u>1,991,748</u>	<u>1,943,568</u>	<u>48,180</u>	<u>1,840,330</u>
County Administrator					
Personal services	1,417,851	1,417,851	1,378,515	39,336	1,439,404
Commodities	92,234	98,062	69,544	28,518	67,633
Contractual	926,071	1,208,102	864,866	343,236	791,478
Capital outlay	-	-	-	-	12,961
Total County Administrator	<u>2,436,156</u>	<u>2,724,015</u>	<u>2,312,925</u>	<u>411,090</u>	<u>2,311,476</u>
General Operating Expenditures					
Personal services	1,142,301	1,039,789	-	1,039,789	42,044
Commodities	275,000	268,006	-	268,006	27,477
Contractuals	6,713,184	8,190,236	2,079,497	6,110,739	5,575,187
Capital outlay	1,125,109	1,524,908	1,152,679	372,229	2,419,836
Total General Operating Expenditures	<u>9,255,594</u>	<u>11,022,939</u>	<u>3,232,176</u>	<u>7,790,763</u>	<u>8,064,544</u>
Corporate Capital Improvements					
Contractuals	-	6,604,973	1,891,960	4,713,013	2,135,324
Capital outlay	-	40,296,684	7,459,250	32,837,434	16,668,717
Total Corporate Capital Improvements	<u>-</u>	<u>46,901,657</u>	<u>9,351,210</u>	<u>37,550,447</u>	<u>18,804,041</u>
Finance and Administrative Services					
Personal services	3,841,174	4,274,877	4,026,702	248,175	4,000,080
Commodities	751,212	849,122	646,600	202,522	584,006
Contractuals	7,576,866	7,951,731	6,376,966	1,574,765	6,115,471
Capital outlay	200,000	1,036,621	181,394	855,227	236,657
Total Finance and Administrative Services	<u>12,369,252</u>	<u>14,112,351</u>	<u>11,231,662</u>	<u>2,880,689</u>	<u>10,936,214</u>
Information and Technology					
Personal services	4,976,455	4,976,455	4,944,256	32,199	4,959,678
Commodities	118,020	122,235	111,329	10,906	88,615
Contractual	4,989,980	5,166,048	4,725,369	440,679	4,419,377
Total Department of Information and Technology	<u>10,084,455</u>	<u>10,264,738</u>	<u>9,780,954</u>	<u>483,784</u>	<u>9,467,670</u>



## LAKE COUNTY, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 GENERAL FUND (cont.)  
 For the Year Ended November 30, 2010  
 (With Prior Year Comparative Actual Information)

	2010			Variance with Final Budget	2009 Actual
	Original Budget	Final Budget	Actual		
<b>EXPENDITURES (cont.)</b>					
Human Resources					
Personal services	\$ 744,298	\$ 744,298	\$ 735,504	\$ 8,794	\$ 743,544
Commodities	17,495	17,495	9,080	8,415	9,708
Contractuals	569,190	595,985	514,500	81,485	639,710
Total Human Resources	<u>1,330,983</u>	<u>1,357,778</u>	<u>1,259,084</u>	<u>98,694</u>	<u>1,392,962</u>
Treasurer					
Personal services	973,798	973,798	955,010	18,788	958,758
Commodities	18,700	18,700	9,832	8,868	17,891
Contractual	533,095	533,095	503,503	29,592	486,460
Total Treasurer	<u>1,525,593</u>	<u>1,525,593</u>	<u>1,468,345</u>	<u>57,248</u>	<u>1,463,109</u>
County Clerk					
Personal services	2,119,961	2,119,961	1,792,964	326,997	1,890,568
Commodities	152,377	152,377	69,627	82,750	66,845
Contractuals	2,290,107	2,290,107	1,833,275	456,832	1,548,805
Total County Clerk	<u>4,562,445</u>	<u>4,562,445</u>	<u>3,695,866</u>	<u>866,579</u>	<u>3,506,218</u>
Recorder of Deeds					
Personal services	774,621	774,621	730,234	44,387	845,335
Commodities	22,500	22,500	10,983	11,517	6,469
Contractuals	336,687	336,687	305,097	31,590	305,408
Total Recorder of Deeds	<u>1,133,808</u>	<u>1,133,808</u>	<u>1,046,314</u>	<u>87,494</u>	<u>1,157,212</u>
Supervisor of Assessments					
Personal services	962,550	976,489	976,489	-	953,317
Commodities	30,450	30,450	28,209	2,241	23,673
Contractual	649,557	635,618	623,278	12,340	600,516
Total Supervisor of Assessments	<u>1,642,557</u>	<u>1,642,557</u>	<u>1,627,976</u>	<u>14,581</u>	<u>1,577,506</u>
Regional Office of Education					
Personal services	473,846	473,846	467,130	6,716	463,242
Commodities	6,250	6,250	5,490	760	5,799
Contractual	313,197	313,197	301,636	11,561	277,737
Total Regional Office of Education	<u>793,293</u>	<u>793,293</u>	<u>774,256</u>	<u>19,037</u>	<u>746,778</u>
Planning and Development					
Personal services	3,606,922	3,679,133	3,679,133	-	4,263,743
Commodities	79,452	79,452	64,539	14,913	66,381
Contractuals	1,497,710	1,524,067	1,452,231	71,836	1,548,431
Total Planning and Development	<u>5,184,084</u>	<u>5,282,652</u>	<u>5,195,903</u>	<u>86,749</u>	<u>5,878,555</u>
Sheriff					
Personal services	35,165,104	35,179,367	34,366,967	812,400	34,651,981
Commodities	2,251,890	2,252,870	2,097,971	154,899	1,996,022
Contractuals	18,365,612	18,503,817	17,800,282	703,535	16,732,188
Capital outlay	-	103,595	41,284	62,311	901,070
Total Sheriff	<u>55,782,606</u>	<u>56,039,649</u>	<u>54,306,504</u>	<u>1,733,145</u>	<u>54,281,261</u>
Clerk of the Circuit Court					
Personal services	5,851,835	5,851,835	5,646,469	205,366	5,715,084
Commodities	149,300	153,029	153,029	-	149,820
Contractuals	2,439,678	2,435,949	2,333,633	102,316	2,080,136
Total Clerk of the Circuit Court	<u>8,440,813</u>	<u>8,440,813</u>	<u>8,133,131</u>	<u>307,682</u>	<u>7,945,040</u>
Circuit Courts					
Personal services	8,962,973	9,098,310	8,913,061	185,249	9,140,219
Commodities	100,350	106,311	74,756	31,555	117,825
Contractuals	4,524,431	5,397,187	4,347,984	1,049,203	4,313,659
Capital outlay	-	21,936	14,538	7,398	-
Total Circuit Courts	<u>13,587,754</u>	<u>14,623,744</u>	<u>13,350,339</u>	<u>1,273,405</u>	<u>13,571,703</u>

## LAKE COUNTY, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 GENERAL FUND (cont.)  
 For the Year Ended November 30, 2010  
 (With Prior Year Comparative Actual Information)

	2010		Actual	Variance with	2009 Actual
	Original Budget	Final Budget		Final Budget	
<b>EXPENDITURES (cont.)</b>					
State's Attorney					
Personal services	\$ 8,994,716	\$ 9,161,633	\$ 9,059,233	\$ 102,400	\$ 9,210,510
Commodities	119,838	119,838	109,484	10,354	104,575
Contractuals	3,757,160	3,890,987	3,532,264	358,723	3,198,576
Capital outlay	-	6,318	6,645	(327)	-
Total State's Attorney	<u>12,871,714</u>	<u>13,178,776</u>	<u>12,707,626</u>	<u>471,150</u>	<u>12,513,661</u>
Coroner					
Personal services	666,818	690,082	690,079	3	696,668
Commodities	123,382	117,350	117,452	(102)	124,418
Contractuals	402,785	360,486	351,585	8,901	328,761
Total Coroner	<u>1,192,985</u>	<u>1,167,918</u>	<u>1,159,116</u>	<u>8,802</u>	<u>1,149,847</u>
Public Defender					
Personal services	3,403,981	3,414,319	3,414,318	1	3,449,131
Commodities	33,305	27,605	27,520	85	33,247
Contractuals	1,298,123	1,293,485	1,269,383	24,102	1,113,507
Total Public Defender	<u>4,735,409</u>	<u>4,735,409</u>	<u>4,711,221</u>	<u>24,188</u>	<u>4,595,885</u>
Merit Commission					
Personal services	56,606	56,606	44,951	11,655	54,680
Commodities	400	400	385	15	538
Contractuals	109,605	142,105	126,472	15,633	102,619
Total Merit Commission	<u>166,611</u>	<u>199,111</u>	<u>171,808</u>	<u>27,303</u>	<u>157,837</u>
Risk and Liability Insurance					
Personal services	503,403	503,403	503,403	-	580,722
Commodities	21,281	21,281	16,289	4,992	12,944
Contractuals	9,732,815	9,732,815	7,238,880	2,493,935	8,000,296
Total Risk and Liability Insurance	<u>10,257,499</u>	<u>10,257,499</u>	<u>7,758,572</u>	<u>2,498,927</u>	<u>8,593,962</u>
Total Expenditures	<u>159,316,495</u>	<u>211,958,493</u>	<u>155,218,556</u>	<u>56,739,937</u>	<u>169,955,811</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(21,104,477)</u>	<u>(65,859,702)</u>	<u>(7,457,025)</u>	<u>58,402,677</u>	<u>(28,384,548)</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	23,799,150	24,067,834	18,610,764	(5,457,070)	20,499,759
Transfers out	(3,732,638)	(3,732,638)	(3,638,895)	93,743	(3,811,601)
Sale of capital assets	12,500	125,000	153,464	28,464	176,591
Total Other Financing Sources (Uses)	<u>20,079,012</u>	<u>20,460,196</u>	<u>15,125,333</u>	<u>(5,334,863)</u>	<u>16,864,749</u>
Net Change in Fund Balance	\$ <u>(1,025,465)</u>	\$ <u>(45,399,506)</u>	7,668,308	\$ <u>53,067,814</u>	(11,519,799)
FUND BALANCE - Beginning			<u>125,797,865</u>		<u>137,317,664</u>
FUND BALANCE - ENDING			\$ <u>133,466,173</u>		\$ <u>125,797,865</u>

(Concluded)

**LAKE COUNTY, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
HEALTH DEPARTMENT**

For the Year Ended November 30, 2010  
(With Prior Year Comparative Actual Information)

	2010		Actual	Variance with Final Budget	2009 Actual
	Original Budget	Final Budget			
<b>REVENUES</b>					
Taxes	\$ 20,341,006	\$ 20,341,006	\$ 20,204,582	\$ (136,424)	\$ 20,432,012
Charges for services	5,084,084	5,084,084	4,739,676	(344,408)	4,731,772
Intergovernmental	36,248,095	42,399,123	40,675,963	(1,723,160)	36,211,114
Investment income	209,451	209,451	167,164	(42,287)	493,841
Miscellaneous	130,673	160,173	168,564	8,391	177,893
Total Revenues	<u>62,013,309</u>	<u>68,193,837</u>	<u>65,955,949</u>	<u>(2,237,888)</u>	<u>62,046,632</u>
<b>EXPENDITURES</b>					
Current					
Health and human services	70,088,908	74,270,936	69,166,402	5,104,534	67,476,745
Capital Outlay	571,004	11,528,744	3,282,684	8,246,060	1,629,243
Total Expenditures	<u>70,659,912</u>	<u>85,799,680</u>	<u>72,449,086</u>	<u>13,350,594</u>	<u>69,105,988</u>
Excess (Deficiency) of Revenues over Expenditures	(8,646,603)	(17,605,843)	(6,493,137)	11,112,706	(7,059,356)
<b>OTHER FINANCING SOURCES</b>					
Transfers in	7,663,534	7,663,534	7,550,432	(113,102)	6,852,184
Sale of capital assets	22,000	22,000	34,774	12,774	29,534
Total Other Financing Sources	<u>7,685,534</u>	<u>7,685,534</u>	<u>7,585,206</u>	<u>(100,328)</u>	<u>6,881,718</u>
Net Change in Fund Balance	<u>\$ (961,069)</u>	<u>\$ (9,920,309)</u>	1,092,069	<u>\$ 11,012,378</u>	(177,638)
FUND BALANCE - Beginning			<u>27,922,441</u>		<u>28,100,079</u>
FUND BALANCE - ENDING			<u>\$ 29,014,510</u>		<u>\$ 27,922,441</u>

**LAKE COUNTY, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**IMRF FUND**

For the Year Ended November 30, 2010  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Taxes	\$ 17,548,233	\$ 17,548,233	\$ 17,489,286	\$ (58,947)	\$ 16,162,363
Investment income	5,000	5,000	13,351	8,351	43,205
Miscellaneous	-	-	1,654	1,654	2,085
Total Revenues	<u>17,553,233</u>	<u>17,553,233</u>	<u>17,504,291</u>	<u>(48,942)</u>	<u>16,207,653</u>
<b>OTHER FINANCING USES</b>					
Transfers out	<u>(18,583,476)</u>	<u>(18,583,476)</u>	<u>(17,419,349)</u>	<u>1,164,127</u>	<u>(15,007,693)</u>
Net Change in Fund Balance	<u>\$ (1,030,243)</u>	<u>\$ (1,030,243)</u>	84,942	<u>\$ 1,115,185</u>	1,199,960
FUND BALANCE - Beginning			<u>2,814,869</u>		<u>1,614,909</u>
FUND BALANCE - ENDING			<u>\$ 2,899,811</u>		<u>\$ 2,814,869</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

1/4% SALES TAX FOR TRANSPORTATION AND PUBLIC SAFETY

For the Year Ended November 30, 2010

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Taxes	\$ 23,500,000	\$ 23,500,000	\$ 24,738,107	\$ 1,238,107	\$ 24,240,638
Intergovernmental	1,580,000	3,155,100	4,866,574	1,711,474	181,330
Investment income	600,000	600,000	411,618	(188,382)	596,516
Total Revenues	<u>25,680,000</u>	<u>27,255,100</u>	<u>30,016,299</u>	<u>2,761,199</u>	<u>25,018,484</u>
<b>EXPENDITURES</b>					
Current					
Contractual	104,000	165,300	56,230	109,070	63,622
Capital Outlay	25,969,256	53,306,300	7,028,159	46,278,141	10,849,319
Total Expenditures	<u>26,073,256</u>	<u>53,471,600</u>	<u>7,084,389</u>	<u>46,387,211</u>	<u>10,912,941</u>
Excess (Deficiency) of Revenues over Expenditures	(393,256)	(26,216,500)	22,931,910	49,148,410	14,105,543
<b>OTHER FINANCING USES</b>					
Transfers out	(10,000)	(86,900)	(53,978)	32,922	-
Net Change in Fund Balance	<u>\$ (403,256)</u>	<u>\$ (26,303,400)</u>	22,877,932	<u>\$ 49,181,332</u>	14,105,543
FUND BALANCE - Beginning			<u>32,153,259</u>		<u>18,047,716</u>
FUND BALANCE - ENDING			<u>\$ 55,031,191</u>		<u>\$ 32,153,259</u>

**LAKE COUNTY, ILLINOIS**

REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULES OF FUNDING PROGRESS - ILLINOIS MUNICIPAL RETIREMENT FUND  
November 30, 2010

**County Employees Other Than SLEP**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Accrued Liability (AAL) -Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/09	\$ 263,196,054	\$ 325,310,094	\$ 62,114,040	80.91%	\$ 140,461,693	44.22%
12/31/08	271,037,907	334,084,750	63,046,843	81.13%	137,194,593	45.95%
12/31/07	311,454,612	318,067,885	6,613,273	97.92%	131,020,386	5.05%
12/31/06	284,386,212	299,653,467	15,237,255	94.91%	124,578,781	12.26%
12/31/05	256,109,452	280,035,012	23,925,560	91.46%	121,134,521	19.75%
12/31/04	235,470,636	270,653,482	35,182,846	87.00%	121,751,974	28.90%
12/31/03	224,061,150	243,811,860	19,750,710	91.90%	114,211,803	17.29%
12/31/02	226,358,860	226,370,502	11,642	99.99%	108,270,084	0.01%
12/31/01	228,026,014	203,936,449	(24,089,565)	111.81%	102,614,418	0.00%
12/31/00	208,554,368	177,076,743	(31,477,625)	117.78%	91,631,838	0.00%

**Sheriff's Law Enforcement Personnel (SLEP)**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Accrued Liability (AAL) -Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/09	\$ 25,556,067	\$ 55,789,660	\$ 30,233,593	45.81%	\$ 15,607,573	193.71%
12/31/08	32,214,153	67,651,540	35,437,387	47.62%	15,750,612	224.99%
12/31/07	41,585,368	63,916,982	22,331,614	65.06%	14,295,718	156.21%
12/31/06	37,777,761	62,942,806	25,165,045	60.02%	14,257,189	176.51%
12/31/05	38,829,009	60,608,318	21,779,309	64.07%	14,013,943	155.41%
12/31/04	39,890,559	55,999,702	16,109,143	71.23%	13,674,039	117.81%
12/31/03	38,947,148	53,864,121	14,916,973	72.31%	13,053,641	114.27%
12/31/02	38,480,598	52,288,073	13,807,475	73.59%	12,748,074	108.31%
12/31/01	33,456,722	47,711,385	14,254,663	70.12%	12,039,606	118.40%
12/31/00	28,548,553	42,737,763	14,189,210	66.80%	11,118,932	127.61%

**LAKE COUNTY, ILLINOIS**

REQUIRED SUPPLEMENTARY INFORMATION  
 SCHEDULE OF FUNDING PROGRESS - OTHER POSTEMPLOYMENT BENEFITS  
 November 30, 2010

Actuarial Valuation Date	Actuarial Value of Assets (a)	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)	
11/30/2010	\$	-	\$ 46,157,000	\$ 46,157,000	0.00%	\$ 153,979,000	30.00%
11/30/2009		-	47,307,231	47,307,231	0.00%	144,383,846	32.76%
11/30/2008		-	43,576,000	43,576,000	0.00%	138,830,621	31.40%

See independent auditors' report and accompanying notes to required supplementary information.

# LAKE COUNTY, ILLINOIS

## NOTES TO REQUIRED SUPPLEMENTARY INFORMATION November 30, 2010

---

### ***BUDGETARY INFORMATION***

Budgetary information is derived from the annual operating budget and is presented using generally accepted accounting principles and the modified accrual basis of accounting.



**SUPPLEMENTARY INFORMATION**

**LAKE COUNTY, ILLINOIS**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**SPECIAL REVENUE FUNDS**

**FICA**

To account for employer contributions to the Social Security Administration.

**VETERANS ASSISTANCE COMMISSION**

To account for the cost of providing assistance to indigent war veterans and their families.

**STORMWATER MANAGEMENT**

To account for the special tax collections and expenditures associated with the management and mitigation of the effects of urbanization on storm water drainage, including the design, planning, construction, operation and maintenance of facilities provided for in the storm water management plan.

**DIVISION OF TRANSPORTATION**

To account for the operation of improving, repairing and maintaining all County highways.

**YOUTH HOME - HULSE DETENTION CENTER**

To account for the temporary care and custody of dependent, delinquent or truant children.

**WINCHESTER HOUSE**

To account for the operations of the County's nursing home.

**TUBERCULOSIS CLINIC**

To account for the cost of the care and treatment of persons afflicted with tuberculosis.

**BRIDGE TAX**

To account for costs of repairing or constructing bridges, culverts, drainage structures or grade separations as designated and administered by the County Superintendent of Highways.

**MATCHING TAX**

To account for the payment of the proportionate share of expenses in constructing or reconstruction, including engineering and right-of-way costs, of highways in the Federal Aid System.

**PROBATION SERVICES FEE**

To account for the collections of fees for providing probationary services and for the expenditure of funds for that purpose.

**LAKE COUNTY, ILLINOIS**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**SPECIAL REVENUE FUNDS (CONTINUED)**

**COUNTY LAW LIBRARY**

To account for fees collected by the Circuit Court to be used for establishing, maintaining and operating a County Law Library.

**CHILDREN'S WAITING ROOM**

To account for the fees and expenditures of operating a safe and supervised area where individuals attending court can leave their young children.

**COURT AUTOMATION**

To account for the collection of an additional court fee and the subsequent cost of automating the court system.

**COURT DOCUMENT STORAGE**

To account for fees collected by the Circuit Court to be used for maintaining and enhancing the storage of court documents.

**RECORDER AUTOMATION**

To account for the collection of an additional recording fee and the subsequent cost of automating the Recorder of Deed's office.

**VITAL RECORDS AUTOMATION**

To account for the collection of an additional filing fee and the subsequent cost of automating the County Clerk's Vital Statistics Division.

**GIS AUTOMATION**

To account for the collection of recording fees and the subsequent cost to fund Geographic Information System activities.

**TAX SALES AUTOMATION**

To account for the collection of an additional fee and subsequent costs related to automation of property tax collections and delinquent property tax sales.

**CORONER'S FEE**

To account for all fees collected by or on behalf of the Coroner's Office, to be used for the purchase of electronic and forensic identification equipment or other related supplies and operating expenses of the Coroner's Office.

**MOTOR FUEL TAX**

To account for monies received from State of Illinois for the County's share of motor fuel taxes and the expenditures thereon.

## **LAKE COUNTY, ILLINOIS**

### **NONMAJOR GOVERNMENTAL FUNDS**

#### **SPECIAL REVENUE FUNDS (CONTINUED)**

##### **SOLID WASTE MANAGEMENT TAX**

To account for the taxes imposed by ordinance upon the operators of solid waste facilities and the costs associated with solid waste disposal planning and programs and landfill inspections and enforcement activities.

##### **LOON LAKE SPECIAL SERVICE AREA #8**

##### **NEFPA SPECIAL SERVICE AREA #9**

##### **WOODS OF IVANHOE SPECIAL SERVICE AREA #12**

To account for the collection of tax monies and disbursement of these funds for said special service area.

##### **TOWNSHIP MOTOR FUEL TAX**

To account for the collection of tax monies and disbursement of these funds for use on the Township's highways and roads.

##### **HUD GRANTS**

##### **WORKFORCE DEVELOPMENT**

To account for the collection and disbursement of funds associated with the above grants.

##### **COMPUTER FRAUD FORFEITURES**

Computer fraud funds seized by court order to be used in the investigation and prosecution of computer crime.

##### **CONTRIBUTION**

To account for funds donated to the County to be used for specific purposes.

##### **EMERGENCY TELEPHONE SYSTEM BOARD (ETSB)**

To account for revenue collected and spent for the emergency telephone system in Lake County.

**LAKE COUNTY, ILLINOIS**  
**NONMAJOR GOVERNMENTAL FUNDS**

**DEBT SERVICE FUNDS**

**GENERAL OBLIGATION BONDS, SERIES 2008**

To account for the accumulation of resources for, and the payment of, general long-term debt principal and interest on bonds issued for the 2008 construction projects.

**GENERAL OBLIGATION REFUNDING BONDS, SERIES 2001**

To account for the accumulation of resources for, and the payment of, general long-term debt principal and interest issued for the purpose of refunding the 1995A bonds.

**GENERAL OBLIGATION REFUNDING BONDS, SERIES 2005**

To account for the accumulation of resources for, and the payment of, general long-term debt principal and interest issued for the purpose of refunding the 1999 bonds.

**WOODBINE SSA #7**

**NORTH HILLS SSA #10**

**SPENCER HIGHLANDS SSA #13 2007A**

**SPENCER HIGHLANDS SSA #13 2007B**

To account for the accumulation of resources for, and the payment of, long-term debt principal and interest for the above special service areas.

**LAKE COUNTY, ILLINOIS**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**CAPITAL PROJECTS FUNDS**

**SPENCER HIGHLANDS SSA #13 2007A CONSTRUCTION**  
**SPENCER HIGHLANDS SSA #13 2007B CONSTRUCTION**

To account for the proceeds from the issuance of bonds to be used to construct a new sanitary sewer system for the above special service area.

**2008 BOND CONSTRUCTION PROJECTS**

To account for the proceeds from the issuance of general obligation bonds to be used as partial funding for the construction of a central permitting facility and environmental lab, a health administration building and community health center, and a branch court.

**2010A ROAD CONSTRUCTION**

To account for the proceeds from the issuance of general obligation bonds for the purpose of defraying the costs of road improvements to public roads within the County.

**COUNTY RADIO SYSTEM**

To account for the acquisition and construction of the County Radio System.

**LAKE COUNTY, ILLINOIS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
November 30, 2010

Special Revenue Funds

	FICA	Veterans Assistance	Stormwater Management	Division of Transportation	Youth Home
<b>ASSETS</b>					
Cash and investments	\$ 1,710,529	\$ 805,109	\$ 838,021	\$ 6,856,363	\$ 769,724
Taxes receivable, net of allowance for uncollectibles	12,152,236	201,982	1,710,749	14,295,163	2,292,975
Accrued interest	3,342	1,600	1,647	13,461	1,506
Accounts receivable, net of allowance for uncollectibles	-	-	725	734,437	4,898
Due from governmental agencies	-	-	540,043	14,589	1,462,870
Due from other funds	-	659	2,099	37,977	20,269
Other assets	-	-	-	504,391	-
<b>TOTAL ASSETS</b>	<b>\$ 13,866,107</b>	<b>\$ 1,009,350</b>	<b>\$ 3,093,284</b>	<b>\$ 22,456,381</b>	<b>\$ 4,552,242</b>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>LIABILITIES</b>					
Accounts payable	\$ -	\$ 9,338	\$ 510,294	\$ 376,902	\$ 54,042
Deferred revenue	11,990,545	197,491	1,770,411	14,106,521	3,405,802
Accrued salaries and wages	-	3,882	12,366	223,295	119,400
Other liabilities	-	-	723,024	2,836,259	-
Due to governmental agencies	-	-	-	-	-
Due to other funds	290,644	183	36,748	108,207	51,537
<b>Total Liabilities</b>	<b>12,281,189</b>	<b>210,894</b>	<b>3,052,843</b>	<b>17,651,184</b>	<b>3,630,781</b>
<b>FUND BALANCES</b>					
Nonspendable	-	-	-	504,391	-
Restricted	1,584,918	798,456	40,441	4,300,806	921,461
Unassigned (deficit)	-	-	-	-	-
<b>Total Fund Balances</b>	<b>1,584,918</b>	<b>798,456</b>	<b>40,441</b>	<b>4,805,197</b>	<b>921,461</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 13,866,107</b>	<b>\$ 1,009,350</b>	<b>\$ 3,093,284</b>	<b>\$ 22,456,381</b>	<b>\$ 4,552,242</b>

Continued on  
Next Page

Special Revenue Funds

Winchester House	Tuberculosis Clinic	Bridge Tax	Matching Tax	Probation Services Fees	County Law Library	Children's Waiting Room	Court Automation	Court Document Storage
\$ 8,461,542	\$ 598,433	\$ 6,021,685	\$ 14,302,489	\$ 611,504	\$ 837,313	\$ 321,927	\$ 2,060,580	\$ 5,401,628
1,596,632	230,195	3,709,761	8,346,962	-	-	-	-	-
16,662	1,177	11,861	28,147	988	1,553	612	3,907	10,496
826,554	20,476	-	-	55	-	-	-	-
1,481,171	-	4,977	215,413	2,013	-	-	-	-
63,767	2,222	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
<u>\$ 12,446,328</u>	<u>\$ 852,503</u>	<u>\$ 9,748,284</u>	<u>\$ 22,893,011</u>	<u>\$ 614,560</u>	<u>\$ 838,866</u>	<u>\$ 322,539</u>	<u>\$ 2,064,487</u>	<u>\$ 5,412,124</u>
\$ 369,095	\$ 10,606	\$ 951,655	\$ 3,115,855	\$ 168,227	\$ 9,723	\$ 468	\$ 43,322	\$ 166,305
1,551,719	225,704	3,655,864	8,225,695	-	-	-	-	-
307,079	18,602	-	-	-	2,176	1,343	4,694	7,709
204,987	-	-	-	-	-	-	-	-
250,000	-	-	-	-	-	-	-	-
443,876	6,812	-	-	-	673	1,640	-	-
<u>3,126,756</u>	<u>261,724</u>	<u>4,607,519</u>	<u>11,341,550</u>	<u>168,227</u>	<u>12,572</u>	<u>3,451</u>	<u>48,016</u>	<u>174,014</u>
-	-	-	-	-	-	-	-	-
9,319,572	590,779	5,140,765	11,551,461	446,333	826,294	319,088	2,016,471	5,238,110
-	-	-	-	-	-	-	-	-
<u>9,319,572</u>	<u>590,779</u>	<u>5,140,765</u>	<u>11,551,461</u>	<u>446,333</u>	<u>826,294</u>	<u>319,088</u>	<u>2,016,471</u>	<u>5,238,110</u>
<u>\$ 12,446,328</u>	<u>\$ 852,503</u>	<u>\$ 9,748,284</u>	<u>\$ 22,893,011</u>	<u>\$ 614,560</u>	<u>\$ 838,866</u>	<u>\$ 322,539</u>	<u>\$ 2,064,487</u>	<u>\$ 5,412,124</u>



**LAKE COUNTY, ILLINOIS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS (cont.)**  
**November 30, 2010**

Special Revenue Funds

	Recorder Automation	Vital Record Automation	GIS Automation	Tax Sales Automation	Coroner's Fee	Motor Fuel Tax	Solid Waste Management Tax
<b>ASSETS</b>							
Cash and investments	\$ 2,647,574	\$ 239,786	\$ 915,034	\$ 589,829	\$ 46,589	\$ 13,333,372	\$ 1,095,469
Taxes receivable, net of allowance for uncollectibles	-	-	-	-	-	949,581	-
Accrued interest	5,225	471	1,789	1,688	94	62,614	2,164
Accounts receivable, net of allowance for uncollectibles	-	136	-	-	-	-	-
Due from governmental agencies	-	-	-	-	-	27,020	-
Due from other funds	34	1,158	-	-	-	-	-
Other assets	-	-	-	-	-	1,020,000	-
<b>TOTAL ASSETS</b>	<b>\$ 2,652,833</b>	<b>\$ 241,551</b>	<b>\$ 916,823</b>	<b>\$ 591,517</b>	<b>\$ 46,683</b>	<b>\$ 15,392,587</b>	<b>\$ 1,097,633</b>
<b>LIABILITIES AND FUND BALANCES</b>							
<b>LIABILITIES</b>							
Accounts payable	\$ 38,696	\$ 548	\$ -	\$ 15,402	\$ 6,225	\$ 2,335,865	\$ -
Deferred revenue	-	-	-	-	-	-	-
Accrued salaries and wages	17,805	3,227	-	-	-	-	-
Other liabilities	-	-	-	-	-	-	-
Due to governmental agencies	-	-	-	-	-	-	-
Due to other funds	-	2	742,976	-	4,928	-	-
<b>Total Liabilities</b>	<b>56,501</b>	<b>3,777</b>	<b>742,976</b>	<b>15,402</b>	<b>11,153</b>	<b>2,335,865</b>	<b>-</b>
<b>FUND BALANCES</b>							
Nonspendable	-	-	-	-	-	1,020,000	-
Restricted	2,596,332	237,774	173,847	576,115	35,530	12,036,722	1,097,633
Unassigned (deficit)	-	-	-	-	-	-	-
<b>Total Fund Balances</b>	<b>2,596,332</b>	<b>237,774</b>	<b>173,847</b>	<b>576,115</b>	<b>35,530</b>	<b>13,056,722</b>	<b>1,097,633</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 2,652,833</b>	<b>\$ 241,551</b>	<b>\$ 916,823</b>	<b>\$ 591,517</b>	<b>\$ 46,683</b>	<b>\$ 15,392,587</b>	<b>\$ 1,097,633</b>

Special Revenue Funds

Loon Lake SSA No. 8	NEFPA SSA No. 9	Woods of Ivanhoe SSA No. 12	Township Motor Fuel Tax	HUD Grants	Workforce Development	Computer Fraud Forfeitures	Contribution	ETSB
\$ 112,341	\$ -	\$ 37,154	\$ 1,040,109	\$ -	\$ 666	\$ 92,475	\$ 453,892	\$ 2,974,445
50,581	710,446	21,800	57,141	-	-	-	-	740,898
235	-	73	-	-	-	188	894	1,670
-	-	-	-	-	-	-	2,000	-
-	-	-	-	2,496,294	817,527	-	-	-
4,400	-	-	-	88	-	-	-	-
-	-	-	-	-	-	-	-	-
<u>\$ 167,557</u>	<u>\$ 710,446</u>	<u>\$ 59,027</u>	<u>\$ 1,097,250</u>	<u>\$ 2,496,382</u>	<u>\$ 818,193</u>	<u>\$ 92,663</u>	<u>\$ 456,786</u>	<u>\$ 3,717,013</u>
\$ 26,497	\$ -	\$ -	\$ -	\$ 1,403,935	\$ 388,398	\$ 60	\$ 671	\$ 364,511
50,000	710,446	21,500	-	-	-	-	-	207,005
-	-	-	-	-	29,596	-	-	3,137
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	1,010,827	475,932	-	-	-
<u>76,497</u>	<u>710,446</u>	<u>21,500</u>	<u>-</u>	<u>2,414,762</u>	<u>893,926</u>	<u>60</u>	<u>671</u>	<u>574,653</u>
-	-	-	-	-	-	-	-	-
91,060	-	37,527	1,097,250	81,620	-	92,603	456,115	3,142,360
-	-	-	-	-	(75,733)	-	-	-
<u>91,060</u>	<u>-</u>	<u>37,527</u>	<u>1,097,250</u>	<u>81,620</u>	<u>(75,733)</u>	<u>92,603</u>	<u>456,115</u>	<u>3,142,360</u>
<u>\$ 167,557</u>	<u>\$ 710,446</u>	<u>\$ 59,027</u>	<u>\$ 1,097,250</u>	<u>\$ 2,496,382</u>	<u>\$ 818,193</u>	<u>\$ 92,663</u>	<u>\$ 456,786</u>	<u>\$ 3,717,013</u>

**LAKE COUNTY, ILLINOIS**

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS (cont.)  
November 30, 2010

	Total Special Revenue Funds	Debt Service Funds			
		2008 G.O. Bonds	2001 G.O. Refunding	2005 G.O. Refunding	North Hills SSA No. 10
<b>ASSETS</b>					
Cash and investments	\$ 73,175,582	\$ 13,155	\$ 11,172	\$ 124,966	\$ 122,500
Taxes receivable, net of allowance for uncollectibles	47,067,102	-	-	-	78,232
Accrued interest	174,064	-	-	-	235
Accounts receivable, net of allowance for uncollectibles	1,589,281	-	-	-	-
Due from governmental agencies	7,061,917	-	-	-	-
Due from other funds	132,673	-	-	-	-
Other assets	1,524,391	-	-	30	-
<b>TOTAL ASSETS</b>	<b>\$ 130,725,010</b>	<b>\$ 13,155</b>	<b>\$ 11,172</b>	<b>\$ 124,996</b>	<b>\$ 200,967</b>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>LIABILITIES</b>					
Accounts payable	\$ 10,366,640	\$ -	\$ -	\$ -	\$ -
Deferred revenue	46,118,703	-	-	-	78,232
Accrued salaries and wages	754,311	-	-	-	-
Other liabilities	3,764,270	-	-	-	-
Due to governmental agencies	250,000	-	-	-	-
Due to other funds	3,174,985	-	-	-	-
<b>Total Liabilities</b>	<b>64,428,909</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>78,232</b>
<b>FUND BALANCES</b>					
Nonspendable	1,524,391	-	-	30	-
Restricted	64,847,443	13,155	11,172	124,966	122,735
Unassigned (deficit)	(75,733)	-	-	-	-
<b>Total Fund Balances</b>	<b>66,296,101</b>	<b>13,155</b>	<b>11,172</b>	<b>124,996</b>	<b>122,735</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 130,725,010</b>	<b>\$ 13,155</b>	<b>\$ 11,172</b>	<b>\$ 124,996</b>	<b>\$ 200,967</b>

Debt Service Funds		Nonmajor Debt Service Funds	2008 Bond Construction	2010A Road Construction	Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
SSA No. 13 Tax Exempt 2007A	SSA No. 13 Taxable 2007B					
\$ 165,688	\$ 60,923	\$ 498,404	\$ 42,856	\$ 628,845	\$ 671,701	\$ 74,345,687
132,253	136,426	346,911	-	-	-	47,414,013
329	120	684	-	1,224	1,224	175,972
-	-	-	823	-	823	1,590,104
-	-	-	-	-	-	7,061,917
-	-	-	-	-	-	132,673
-	-	30	-	-	-	1,524,421
<u>\$ 298,270</u>	<u>\$ 197,469</u>	<u>\$ 846,029</u>	<u>\$ 43,679</u>	<u>\$ 630,069</u>	<u>\$ 673,748</u>	<u>\$ 132,244,787</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,366,640
128,000	132,000	338,232	-	-	-	46,456,935
-	-	-	-	-	-	754,311
-	-	-	-	628,400	628,400	4,392,670
-	-	-	-	-	-	250,000
-	-	-	-	-	-	3,174,985
<u>128,000</u>	<u>132,000</u>	<u>338,232</u>	<u>-</u>	<u>628,400</u>	<u>628,400</u>	<u>65,395,541</u>
-	-	30	-	-	-	1,524,421
170,270	65,469	507,767	43,679	1,669	45,348	65,400,558
-	-	-	-	-	-	(75,733)
<u>170,270</u>	<u>65,469</u>	<u>507,797</u>	<u>43,679</u>	<u>1,669</u>	<u>45,348</u>	<u>66,849,246</u>
<u>\$ 298,270</u>	<u>\$ 197,469</u>	<u>\$ 846,029</u>	<u>\$ 43,679</u>	<u>\$ 630,069</u>	<u>\$ 673,748</u>	<u>\$ 132,244,787</u>

**LAKE COUNTY, ILLINOIS**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
For the Year Ended November 30, 2010

	Special Revenue Funds					
	FICA	Veterans Assistance	Stormwater Management	Division of Transportation	Youth Home	Winchester House
<b>REVENUES</b>						
Taxes	\$ 10,857,191	\$ 301,561	\$ 1,206,244	\$ 12,664,561	\$ 2,411,739	\$ 3,015,610
Charges for services	-	-	350,469	1,931,804	8,179	1,797,762
Intergovernmental	-	112,443	1,358,565	576,211	1,711,731	11,209,455
Investment income	6,606	7,751	15,630	35,311	5,669	79,416
Miscellaneous	2,598	24,464	589,581	33,695	60,027	15,693
Total Revenues	<u>10,866,395</u>	<u>446,219</u>	<u>3,520,489</u>	<u>15,241,582</u>	<u>4,197,345</u>	<u>16,117,936</u>
<b>EXPENDITURES</b>						
Current						
Personal services	-	168,744	1,477,125	9,266,451	3,667,164	9,046,540
Commodities	-	1,913	43,293	2,310,432	109,311	1,182,665
Contractual	-	360,512	2,527,820	4,883,550	1,886,305	7,942,295
Capital Outlay	-	2,132	1,345,296	867,677	5,082	74,413
Debt Service						
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total Expenditures	<u>-</u>	<u>533,301</u>	<u>5,393,534</u>	<u>17,328,110</u>	<u>5,667,862</u>	<u>18,245,913</u>
Excess (deficiency) of revenues over expenditures	<u>10,866,395</u>	<u>(87,082)</u>	<u>(1,873,045)</u>	<u>(2,086,528)</u>	<u>(1,470,517)</u>	<u>(2,127,977)</u>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	30,169	260,123	1,684,849	925,015	1,614,279
Transfers out	(11,052,984)	-	(118,584)	-	-	-
Sale of capital assets	-	-	725	46,565	141	9,888
Total Other Financing Sources (Uses)	<u>(11,052,984)</u>	<u>30,169</u>	<u>142,264</u>	<u>1,731,414</u>	<u>925,156</u>	<u>1,624,167</u>
Net Change in Fund Balance	(186,589)	(56,913)	(1,730,781)	(355,114)	(545,361)	(503,810)
FUND BALANCE (DEFICIT) - Beginning	<u>1,771,507</u>	<u>855,369</u>	<u>1,771,222</u>	<u>5,160,311</u>	<u>1,466,822</u>	<u>9,823,382</u>
<b>FUND BALANCE (DEFICIT) - ENDING</b>	<u>\$ 1,584,918</u>	<u>\$ 798,456</u>	<u>\$ 40,441</u>	<u>\$ 4,805,197</u>	<u>\$ 921,461</u>	<u>\$ 9,319,572</u>

Special Revenue Funds								
Tuberculosis Clinic	Bridge Tax	Matching Tax	Probation Services Fees	County Law Library	Children's Waiting Room	Court Automation	Court Document Storage	Recorder Automation
\$ 301,561	\$ 3,618,731	\$ 8,142,145	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
38,586	-	-	1,425,495	495,952	267,056	993,882	721,303	1,235,932
36,546	181,674	2,158,707	2,013	-	-	-	-	-
5,897	47,724	131,222	8,361	7,218	3,068	18,342	52,118	26,420
40	-	-	3,978	19,414	-	25	-	-
<u>382,630</u>	<u>3,848,129</u>	<u>10,432,074</u>	<u>1,439,847</u>	<u>522,584</u>	<u>270,124</u>	<u>1,012,249</u>	<u>773,421</u>	<u>1,262,352</u>
363,974	-	-	-	96,722	87,258	403,674	294,957	511,745
35,234	-	-	74,063	106,178	2,202	15,138	-	4,345
246,338	40,404	66,748	696,502	140,762	70,194	270,198	735,324	910,935
-	2,942,308	10,568,597	36,047	-	-	76,208	61,873	24,685
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
<u>645,546</u>	<u>2,982,712</u>	<u>10,635,345</u>	<u>806,612</u>	<u>343,662</u>	<u>159,654</u>	<u>765,218</u>	<u>1,092,154</u>	<u>1,451,710</u>
<u>(262,916)</u>	<u>865,417</u>	<u>(203,271)</u>	<u>633,235</u>	<u>178,922</u>	<u>110,470</u>	<u>247,031</u>	<u>(318,733)</u>	<u>(189,358)</u>
58,947	-	-	-	-	-	-	-	-
-	-	-	(1,153,824)	(7,500)	(2,500)	-	-	-
-	-	-	-	-	-	-	54	-
<u>58,947</u>	<u>-</u>	<u>-</u>	<u>(1,153,824)</u>	<u>(7,500)</u>	<u>(2,500)</u>	<u>-</u>	<u>54</u>	<u>-</u>
(203,969)	865,417	(203,271)	(520,589)	171,422	107,970	247,031	(318,679)	(189,358)
<u>794,748</u>	<u>4,275,348</u>	<u>11,754,732</u>	<u>966,922</u>	<u>654,872</u>	<u>211,118</u>	<u>1,769,440</u>	<u>5,556,789</u>	<u>2,785,690</u>
<u>\$ 590,779</u>	<u>\$ 5,140,765</u>	<u>\$ 11,551,461</u>	<u>\$ 446,333</u>	<u>\$ 826,294</u>	<u>\$ 319,088</u>	<u>\$ 2,016,471</u>	<u>\$ 5,238,110</u>	<u>\$ 2,596,332</u>

**LAKE COUNTY, ILLINOIS**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS (cont.)  
For the Year Ended November 30, 2010

	Special Revenue Funds					
	Vital Record Automation	GIS Automation	Tax Sales Automation	Coroner's Fee	Motor Fuel Tax	Solid Waste Management Tax
<b>REVENUES</b>						
Taxes	\$ -	\$ -	\$ 47,270	\$ -	\$ 11,832,797	\$ -
Charges for services	84,169	742,976	-	55,733	-	571,212
Intergovernmental	-	-	-	-	2,124,623	-
Investment income	2,480	7,070	7,227	128	162,269	5,858
Miscellaneous	-	-	42,895	-	-	-
<b>Total Revenues</b>	<u>86,649</u>	<u>750,046</u>	<u>97,392</u>	<u>55,861</u>	<u>14,119,689</u>	<u>577,070</u>
<b>EXPENDITURES</b>						
Current						
Personal services	85,489	-	-	-	-	-
Commodities	-	-	-	5,309	1,509,152	-
Contractual	50,628	-	35,229	15,022	814,889	2,262,774
Capital Outlay	-	-	-	-	10,254,369	-
Debt Service						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
<b>Total Expenditures</b>	<u>136,117</u>	<u>-</u>	<u>35,229</u>	<u>20,331</u>	<u>12,578,410</u>	<u>2,262,774</u>
Excess (deficiency) of revenues over expenditures	<u>(49,468)</u>	<u>750,046</u>	<u>62,163</u>	<u>35,530</u>	<u>1,541,279</u>	<u>(1,685,704)</u>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	(742,976)	-	-	-	(182,884)
Sale of capital assets	-	-	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>(742,976)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(182,884)</u>
Net Change in Fund Balance	(49,468)	7,070	62,163	35,530	1,541,279	(1,868,588)
FUND BALANCE (DEFICIT) - Beginning	<u>287,242</u>	<u>166,777</u>	<u>513,952</u>	<u>-</u>	<u>11,515,443</u>	<u>2,966,221</u>
<b>FUND BALANCE (DEFICIT) - ENDING</b>	<u>\$ 237,774</u>	<u>\$ 173,847</u>	<u>\$ 576,115</u>	<u>\$ 35,530</u>	<u>\$ 13,056,722</u>	<u>\$ 1,097,633</u>

Special Revenue Funds								Total Nonmajor
Loon Lake SSA No. 8	Woods of Ivanhoe SSA No. 12	Township Motor Fuel Tax	HUD Grants	Workforce Development	Computer Fraud Forfeitures	Contribution	ETSB	Special Revenue Funds
\$ 49,947	\$ 26,100	\$ 751,046	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 55,226,503
-	-	-	-	-	-	-	2,497,511	13,218,021
-	-	-	8,879,736	5,927,224	-	-	-	34,278,928
937	270	527	-	-	1,096	4,343	37,486	680,444
-	-	-	-	2,000	24,289	5,012	3,767	827,478
<u>50,884</u>	<u>26,370</u>	<u>751,573</u>	<u>8,879,736</u>	<u>5,929,224</u>	<u>25,385</u>	<u>9,355</u>	<u>2,538,764</u>	<u>104,231,374</u>
-	-	-	-	1,512,964	-	-	277,759	27,260,566
2,048	-	-	-	105,425	4,611	140	5,464	5,516,923
36,507	-	-	8,824,964	4,320,780	29,521	4,102	1,447,551	38,619,854
-	-	730,703	-	13,173	-	-	777,456	27,780,019
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
<u>38,555</u>	<u>-</u>	<u>730,703</u>	<u>8,824,964</u>	<u>5,952,342</u>	<u>34,132</u>	<u>4,242</u>	<u>2,508,230</u>	<u>99,177,362</u>
<u>12,329</u>	<u>26,370</u>	<u>20,870</u>	<u>54,772</u>	<u>(23,118)</u>	<u>(8,747)</u>	<u>5,113</u>	<u>30,534</u>	<u>5,054,012</u>
-	-	-	-	41,944	-	-	-	4,615,326
-	-	-	-	-	-	-	-	(13,261,252)
-	-	-	-	-	-	-	-	57,373
-	-	-	-	41,944	-	-	-	(8,588,553)
12,329	26,370	20,870	54,772	18,826	(8,747)	5,113	30,534	(3,534,541)
<u>78,731</u>	<u>11,157</u>	<u>1,076,380</u>	<u>26,848</u>	<u>(94,559)</u>	<u>101,350</u>	<u>451,002</u>	<u>3,111,826</u>	<u>69,830,642</u>
<u>\$ 91,060</u>	<u>\$ 37,527</u>	<u>\$ 1,097,250</u>	<u>\$ 81,620</u>	<u>\$ (75,733)</u>	<u>\$ 92,603</u>	<u>\$ 456,115</u>	<u>\$ 3,142,360</u>	<u>\$ 66,296,101</u>



**LAKE COUNTY, ILLINOIS**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS (cont.)  
For the Year Ended November 30, 2010

	Debt Service Funds					
	2008 G.O. Bonds	2001 G.O. Refunding	2005 G.O. Refunding	North Hills SSA No. 10	SSA No. 13 Tax Exempt 2007A	SSA No. 13 Taxable 2007B
<b>REVENUES</b>						
Taxes	\$ -	\$ -	\$ -	\$ 77,593	\$ 126,413	\$ 131,572
Charges for services	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Investment income	-	-	-	968	802	731
Miscellaneous	-	-	-	-	-	-
<b>Total Revenues</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>78,561</u>	<u>127,215</u>	<u>132,303</u>
<b>EXPENDITURES</b>						
Current						
Personal services	-	-	-	-	-	-
Commodities	-	-	-	-	-	-
Contractual	300	-	300	175	-	-
Capital Outlay	-	-	-	-	-	-
Debt Service						
Principal	1,255,000	380,000	410,000	55,000	-	93,000
Interest	1,470,369	7,030	72,553	24,844	126,318	37,324
<b>Total Expenditures</b>	<u>2,725,669</u>	<u>387,030</u>	<u>482,853</u>	<u>80,019</u>	<u>126,318</u>	<u>130,324</u>
Excess (deficiency) of revenues over expenditures	<u>(2,725,669)</u>	<u>(387,030)</u>	<u>(482,853)</u>	<u>(1,458)</u>	<u>897</u>	<u>1,979</u>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	2,726,370	387,529	483,053	-	-	-
Transfers out	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<u>2,726,370</u>	<u>387,529</u>	<u>483,053</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	701	499	200	(1,458)	897	1,979
FUND BALANCE (DEFICIT) - Beginning	<u>12,454</u>	<u>10,673</u>	<u>124,796</u>	<u>124,193</u>	<u>169,373</u>	<u>63,490</u>
<b>FUND BALANCE (DEFICIT) - ENDING</b>	<u>\$ 13,155</u>	<u>\$ 11,172</u>	<u>\$ 124,996</u>	<u>\$ 122,735</u>	<u>\$ 170,270</u>	<u>\$ 65,469</u>

Total Nonmajor Debt Service Funds	Capital Projects Funds				Total Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
	SSA# 13 2007A Construction	SSA# 13 2007B Construction	2008 Bond Construction	2010A Road Construction		
\$ 335,578	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 55,562,081
-	-	-	-	-	-	13,218,021
-	-	-	-	-	-	34,278,928
2,501	50	16	37,083	1,669	38,818	721,763
-	-	-	-	-	-	827,478
<u>338,079</u>	<u>50</u>	<u>16</u>	<u>37,083</u>	<u>1,669</u>	<u>38,818</u>	<u>104,608,271</u>
-	-	-	-	-	-	27,260,566
-	-	-	-	-	-	5,516,923
775	71,774	19,825	-	-	91,599	38,712,228
-	-	-	5,372,939	-	5,372,939	33,152,958
2,193,000	-	-	-	-	-	2,193,000
1,738,438	-	-	-	-	-	1,738,438
<u>3,932,213</u>	<u>71,774</u>	<u>19,825</u>	<u>5,372,939</u>	<u>-</u>	<u>5,464,538</u>	<u>108,574,113</u>
(3,594,134)	(71,724)	(19,809)	(5,335,856)	1,669	(5,425,720)	(3,965,842)
3,596,952	-	-	-	-	-	8,212,278
-	-	-	-	-	-	(13,261,252)
-	-	-	-	-	-	57,373
<u>3,596,952</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(4,991,601)</u>
2,818	(71,724)	(19,809)	(5,335,856)	1,669	(5,425,720)	(8,957,443)
<u>504,979</u>	<u>71,724</u>	<u>19,809</u>	<u>5,379,535</u>	<u>-</u>	<u>5,471,068</u>	<u>75,806,689</u>
<u>\$ 507,797</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 43,679</u>	<u>\$ 1,669</u>	<u>\$ 45,348</u>	<u>\$ 66,849,246</u>

**LAKE COUNTY, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
FICA FUND**

For the Year Ended November 30, 2010  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Taxes	\$ 10,775,231	\$ 10,775,231	\$ 10,857,191	\$ 81,960	\$ 12,197,986
Investment income	2,000	2,000	6,606	4,606	27,694
Miscellaneous	-	-	2,598	2,598	3,213
Total Revenues	<u>10,777,231</u>	<u>10,777,231</u>	<u>10,866,395</u>	<u>89,164</u>	<u>12,228,893</u>
<b>OTHER FINANCING USES</b>					
Transfers out	<u>(11,864,251)</u>	<u>(11,864,251)</u>	<u>(11,052,984)</u>	811,267	<u>(11,597,281)</u>
Total Other Financing Uses	<u>(11,864,251)</u>	<u>(11,864,251)</u>	<u>(11,052,984)</u>	811,267	<u>(11,597,281)</u>
 NET CHANGE IN FUND BALANCE	 <u>\$ (1,087,020)</u>	 <u>\$ (1,087,020)</u>	 <u>\$ (186,589)</u>	 <u>\$ 900,431</u>	 <u>\$ 631,612</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
VETERANS ASSISTANCE

For the Year Ended November 30, 2010  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Taxes	\$ 246,291	\$ 246,291	\$ 301,561	\$ 55,270	\$ 304,980
Intergovernmental	-	100,000	112,443	12,443	75,000
Investment income	10,438	10,438	7,751	(2,687)	21,951
Miscellaneous	5,000	5,000	24,464	19,464	12,197
Total Revenues	<u>261,729</u>	<u>361,729</u>	<u>446,219</u>	<u>84,490</u>	<u>414,128</u>
<b>EXPENDITURES</b>					
Current					
Personal services	166,122	169,122	168,744	378	165,792
Commodities	1,600	2,100	1,913	187	2,000
Contractual	215,178	410,380	360,512	49,868	358,033
Capital Outlay	834	2,132	2,132	-	2,621
Total Expenditures	<u>383,734</u>	<u>583,734</u>	<u>533,301</u>	<u>50,433</u>	<u>528,446</u>
<b>OTHER FINANCING SOURCES</b>					
Transfers in	<u>28,485</u>	<u>28,485</u>	<u>30,169</u>	<u>1,684</u>	<u>25,746</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (93,520)</u>	<u>\$ (193,520)</u>	<u>\$ (56,913)</u>	<u>\$ 136,607</u>	<u>\$ (88,572)</u>

**LAKE COUNTY, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
STORMWATER MANAGEMENT**

For the Year Ended November 30, 2010  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Taxes	\$ 1,200,669	\$ 1,200,669	\$ 1,206,244	\$ 5,575	\$ 1,219,913
Charges for services	400,000	400,000	350,469	(49,531)	403,957
Intergovernmental	225,000	4,593,838	1,358,565	(3,235,273)	688,691
Investment income	36,514	36,514	15,630	(20,884)	77,143
Miscellaneous	100	594,165	589,581	(4,584)	158,227
Total Revenues	<u>1,862,283</u>	<u>6,825,186</u>	<u>3,520,489</u>	<u>(3,304,697)</u>	<u>2,547,931</u>
<b>EXPENDITURES</b>					
Current					
Personal services	1,597,321	1,597,321	1,477,125	120,196	1,582,530
Commodities	48,550	48,550	43,293	5,257	44,829
Contractual	1,235,596	4,517,007	2,527,820	1,989,187	1,760,323
Capital Outlay	20,246	2,129,599	1,345,296	784,303	48,231
Total Expenditures	<u>2,901,713</u>	<u>8,292,477</u>	<u>5,393,534</u>	<u>2,898,943</u>	<u>3,435,913</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	295,562	295,562	260,123	(35,439)	244,043
Transfers out	-	-	(118,584)	(118,584)	-
Sale of capital assets	-	-	725	725	3,610
Total Other Financing Sources (Uses)	<u>295,562</u>	<u>295,562</u>	<u>142,264</u>	<u>(153,298)</u>	<u>247,653</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (743,868)</u>	<u>\$ (1,171,729)</u>	<u>\$ (1,730,781)</u>	<u>\$ (559,052)</u>	<u>\$ (640,329)</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

DIVISION OF TRANSPORTATION

For the Year Ended November 30, 2010

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Taxes	\$ 12,653,199	\$ 12,653,199	\$ 12,664,561	\$ 11,362	\$ 11,588,384
Charges for services	2,128,135	2,128,135	1,931,804	(196,331)	1,759,462
Intergovernmental	581,898	581,898	576,211	(5,687)	481,738
Investment income	73,214	73,214	35,311	(37,903)	139,203
Miscellaneous	23,871	23,871	33,695	9,824	32,479
Total Revenues	<u>15,460,317</u>	<u>15,460,317</u>	<u>15,241,582</u>	<u>(218,735)</u>	<u>14,001,266</u>
<b>EXPENDITURES</b>					
Current					
Personal services	9,310,943	9,310,943	9,266,451	44,492	9,683,535
Commodities	2,821,333	2,825,333	2,310,432	514,901	2,215,943
Contractual	5,083,304	5,083,804	4,883,550	200,254	4,630,635
Capital Outlay	<u>969,865</u>	<u>1,152,356</u>	<u>867,677</u>	<u>284,679</u>	<u>1,221,799</u>
Total Expenditures	<u>18,185,445</u>	<u>18,372,436</u>	<u>17,328,110</u>	<u>1,044,326</u>	<u>17,751,912</u>
<b>OTHER FINANCING SOURCES</b>					
Transfers in	1,720,095	1,720,096	1,684,849	(35,247)	1,557,890
Sale of capital assets	120,000	120,000	46,565	(73,435)	71,177
Total Other Financing Sources	<u>1,840,095</u>	<u>1,840,096</u>	<u>1,731,414</u>	<u>(108,682)</u>	<u>1,629,067</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (885,033)</u>	<u>\$ (1,072,023)</u>	<u>\$ (355,114)</u>	<u>\$ 716,909</u>	<u>\$ (2,121,579)</u>

**LAKE COUNTY, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
YOUTH HOME**

For the Year Ended November 30, 2010  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Taxes	\$ 2,308,978	\$ 2,308,978	\$ 2,411,739	\$ 102,761	\$ 1,524,908
Charges for services	42,500	42,500	8,179	(34,321)	8,500
Intergovernmental	1,709,802	1,747,876	1,711,731	(36,145)	1,487,492
Investment income	11,939	11,939	5,669	(6,270)	32,681
Miscellaneous	60,000	60,000	60,027	27	58,671
Total Revenues	<u>4,133,219</u>	<u>4,171,293</u>	<u>4,197,345</u>	<u>26,052</u>	<u>3,112,252</u>
<b>EXPENDITURES</b>					
Current					
Personal services	3,757,178	3,788,770	3,667,164	121,606	3,688,051
Commodities	154,200	141,700	109,311	32,389	117,462
Contractual	1,930,137	1,944,037	1,886,305	57,732	1,690,831
Capital Outlay	-	5,082	5,082	-	8,800
Total Expenditures	<u>5,841,515</u>	<u>5,879,589</u>	<u>5,667,862</u>	<u>211,727</u>	<u>5,505,144</u>
<b>OTHER FINANCING SOURCES</b>					
Transfers in	1,377,837	1,377,837	925,015	(452,822)	805,722
Sale of capital assets	-	-	141	141	1,520
Total Other Financing Sources	<u>1,377,837</u>	<u>1,377,837</u>	<u>925,156</u>	<u>(452,681)</u>	<u>807,242</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (330,459)</u>	<u>\$ (330,459)</u>	<u>\$ (545,361)</u>	<u>\$ (214,902)</u>	<u>\$ (1,585,650)</u>

**LAKE COUNTY, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
WINCHESTER HOUSE**

For the Year Ended November 30, 2010  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Taxes	\$ 3,386,501	\$ 3,386,501	\$ 3,015,610	\$ (370,891)	\$ 3,049,828
Charges for services	1,578,025	1,578,025	1,797,762	219,737	2,083,276
Intergovernmental	15,101,375	15,101,375	11,209,455	(3,891,920)	15,962,926
Investment income	124,743	124,743	79,416	(45,327)	218,784
Miscellaneous	13,950	13,950	15,693	1,743	16,398
Total Revenues	<u>20,204,594</u>	<u>20,204,594</u>	<u>16,117,936</u>	<u>(4,086,658)</u>	<u>21,331,212</u>
<b>EXPENDITURES</b>					
Current					
Personal services	10,623,031	10,185,818	9,046,540	1,139,278	10,842,511
Commodities	1,367,000	1,272,600	1,182,665	89,935	1,410,201
Contractual	7,330,767	7,862,380	7,942,295	(79,915)	6,631,915
Capital Outlay	104,730	158,930	74,413	84,517	193,471
Total Expenditures	<u>19,425,528</u>	<u>19,479,728</u>	<u>18,245,913</u>	<u>1,233,815</u>	<u>19,078,098</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	2,034,159	2,034,159	1,614,279	(419,880)	1,804,057
Transfers out	(4,227,020)	(4,227,020)	-	4,227,020	(3,406,114)
Sale of capital assets	1,000	1,000	9,888	8,888	69,310
Total Other Financing Sources (Uses)	<u>(2,191,861)</u>	<u>(2,191,861)</u>	<u>1,624,167</u>	<u>3,816,028</u>	<u>(1,532,747)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (1,412,795)</u>	<u>\$ (1,466,995)</u>	<u>\$ (503,810)</u>	<u>\$ 963,185</u>	<u>\$ 720,367</u>



**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
TUBERCULOSIS CLINIC

For the Year Ended November 30, 2010  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Taxes	\$ 246,691	\$ 246,691	\$ 301,561	\$ 54,870	\$ 305,013
Charges for services	36,360	36,360	38,586	2,226	41,545
Intergovernmental	30,676	41,675	36,546	(5,129)	68,239
Investment income	9,948	9,948	5,897	(4,051)	20,661
Miscellaneous	-	-	40	40	-
<b>Total Revenues</b>	<u>323,675</u>	<u>334,674</u>	<u>382,630</u>	<u>47,956</u>	<u>435,458</u>
<b>EXPENDITURES</b>					
Current					
Personal services	357,476	367,694	363,974	3,720	359,937
Commodities	44,300	44,300	35,234	9,066	39,835
Contractual	280,074	280,856	246,338	34,518	238,238
Capital Outlay	-	-	-	-	777
<b>Total Expenditures</b>	<u>681,850</u>	<u>692,850</u>	<u>645,546</u>	<u>47,304</u>	<u>638,787</u>
<b>OTHER FINANCING SOURCES</b>					
Transfers in	<u>63,747</u>	<u>63,747</u>	<u>58,947</u>	<u>(4,800)</u>	<u>51,796</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (294,428)</u>	<u>\$ (294,429)</u>	<u>\$ (203,969)</u>	<u>\$ 90,460</u>	<u>\$ (151,533)</u>

**LAKE COUNTY, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
BRIDGE TAX**

For the Year Ended November 30, 2010  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Taxes	\$ 3,658,365	\$ 3,658,365	\$ 3,618,731	\$ (39,634)	\$ 3,583,273
Intergovernmental	229,500	299,300	181,674	(117,626)	329,243
Investment income	100,000	100,000	47,724	(52,276)	141,580
Total Revenues	<u>3,987,865</u>	<u>4,057,665</u>	<u>3,848,129</u>	<u>(209,536)</u>	<u>4,054,096</u>
<b>EXPENDITURES</b>					
Current					
Contractual	71,800	71,800	40,404	31,396	77,016
Capital Outlay	4,151,600	8,464,600	2,942,308	5,522,292	5,573,310
Total Expenditures	<u>4,223,400</u>	<u>8,536,400</u>	<u>2,982,712</u>	<u>5,553,688</u>	<u>5,650,326</u>
 NET CHANGE IN FUND BALANCE	 <u>\$ (235,535)</u>	 <u>\$ (4,478,735)</u>	 <u>\$ 865,417</u>	 <u>\$ 5,344,152</u>	 <u>\$ (1,596,230)</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
MATCHING TAX

For the Year Ended November 30, 2010  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Taxes	\$ 8,231,321	\$ 8,231,321	\$ 8,142,145	\$ (89,176)	\$ 8,110,162
Intergovernmental	2,144,700	3,059,900	2,158,707	(901,193)	1,713,744
Investment income	240,000	240,000	131,222	(108,778)	342,113
Total Revenues	<u>10,616,021</u>	<u>11,531,221</u>	<u>10,432,074</u>	<u>(1,099,147)</u>	<u>10,166,019</u>
<b>EXPENDITURES</b>					
Current					
Contractual	119,400	148,300	66,748	81,552	86,763
Capital Outlay	<u>10,627,700</u>	<u>24,062,100</u>	<u>10,568,597</u>	<u>13,493,503</u>	<u>10,095,982</u>
Total Expenditures	<u>10,747,100</u>	<u>24,210,400</u>	<u>10,635,345</u>	<u>13,575,055</u>	<u>10,182,745</u>
 NET CHANGE IN FUND BALANCE	 <u>\$ (131,079)</u>	 <u>\$ (12,679,179)</u>	 <u>\$ (203,271)</u>	 <u>\$ 12,475,908</u>	 <u>\$ (16,726)</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
PROBATION SERVICES FEES

For the Year Ended November 30, 2010  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Charges for services	\$ 1,586,250	\$ 1,586,250	\$ 1,425,495	\$ (160,755)	\$ 1,219,573
Intergovernmental	17,599	17,599	2,013	(15,586)	26,000
Investment income	-	-	8,361	8,361	31,477
Miscellaneous	-	-	3,978	3,978	404
Total Revenues	<u>1,603,849</u>	<u>1,603,849</u>	<u>1,439,847</u>	<u>(164,002)</u>	<u>1,277,454</u>
<b>EXPENDITURES</b>					
Current					
Commodities	119,000	84,866	74,063	10,803	78,886
Contractual	617,900	696,994	696,502	492	521,708
Capital Outlay	<u>46,317</u>	<u>36,047</u>	<u>36,047</u>	-	<u>65,461</u>
Total Expenditures	<u>783,217</u>	<u>817,907</u>	<u>806,612</u>	<u>11,295</u>	<u>666,055</u>
<b>OTHER FINANCING USES</b>					
Transfers out	<u>(1,153,824)</u>	<u>(1,153,824)</u>	<u>(1,153,824)</u>	-	<u>(814,968)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (333,192)</u>	<u>\$ (367,882)</u>	<u>\$ (520,589)</u>	<u>\$ (152,707)</u>	<u>\$ (203,569)</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
COUNTY LAW LIBRARY

For the Year Ended November 30, 2010  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Charges for services	\$ 390,000	\$ 390,000	\$ 495,952	\$ 105,952	\$ 463,276
Investment income	7,083	7,083	7,218	135	14,772
Miscellaneous	18,000	18,000	19,414	1,414	18,418
Total Revenues	<u>415,083</u>	<u>415,083</u>	<u>522,584</u>	<u>107,501</u>	<u>496,466</u>
<b>EXPENDITURES</b>					
Current					
Personal services	98,133	98,133	96,722	1,411	97,742
Commodities	118,800	128,300	106,178	22,122	88,137
Contractual	146,923	146,923	140,762	6,161	151,067
Total Expenditures	<u>363,856</u>	<u>373,356</u>	<u>343,662</u>	<u>29,694</u>	<u>336,946</u>
<b>OTHER FINANCING USES</b>					
Transfers out	(7,500)	(7,500)	(7,500)	-	-
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ 43,727</u>	<u>\$ 34,227</u>	<u>\$ 171,422</u>	<u>\$ 137,195</u>	<u>\$ 159,520</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

CHILDREN'S WAITING ROOM

For the Year Ended November 30, 2010

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Charges for services	\$ 210,000	\$ 210,000	\$ 267,056	\$ 57,056	\$ 249,418
Investment income	-	-	3,068	3,068	-
Total Revenues	<u>210,000</u>	<u>210,000</u>	<u>270,124</u>	<u>60,124</u>	<u>249,418</u>
<b>EXPENDITURES</b>					
Current					
Personal services	88,666	88,666	87,258	1,408	88,379
Commodities	3,500	3,500	2,202	1,298	2,932
Contractual	73,057	73,057	70,194	2,863	67,390
Capital Outlay	-	-	-	-	3,394
Total Expenditures	<u>165,223</u>	<u>165,223</u>	<u>159,654</u>	<u>5,569</u>	<u>162,095</u>
<b>OTHER FINANCING USES</b>					
Transfers out	<u>(2,500)</u>	<u>(2,500)</u>	<u>(2,500)</u>	-	-
NET CHANGE IN FUND BALANCE	<u>\$ 42,277</u>	<u>\$ 42,277</u>	<u>\$ 107,970</u>	<u>\$ 65,693</u>	<u>\$ 87,323</u>

**LAKE COUNTY, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
COURT AUTOMATION**

For the Year Ended November 30, 2010  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Charges for services	\$ 980,000	\$ 980,000	\$ 993,882	\$ 13,882	\$ 993,401
Investment income	18,000	18,000	18,342	342	42,498
Miscellaneous	-	-	25	25	-
Total Revenues	<u>998,000</u>	<u>998,000</u>	<u>1,012,249</u>	<u>14,249</u>	<u>1,035,899</u>
<b>EXPENDITURES</b>					
Current					
Personal services	396,127	403,674	403,674	-	386,486
Commodities	37,000	31,085	15,138	15,947	35,494
Contractual	389,700	402,068	270,198	131,870	223,443
Capital Outlay	55,000	80,855	76,208	4,647	60,554
Total Expenditures	<u>877,827</u>	<u>917,682</u>	<u>765,218</u>	<u>152,464</u>	<u>705,977</u>
 NET CHANGE IN FUND BALANCE	 <u>\$ 120,173</u>	 <u>\$ 80,318</u>	 <u>\$ 247,031</u>	 <u>\$ 166,713</u>	 <u>\$ 329,922</u>

## LAKE COUNTY, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 COURT DOCUMENT STORAGE  
 For the Year Ended November 30, 2010  
 (With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Charges for services	\$ 650,000	\$ 650,000	\$ 721,303	\$ 71,303	\$ 734,796
Investment income	118,500	118,500	52,118	(66,382)	142,707
Total Revenues	<u>768,500</u>	<u>768,500</u>	<u>773,421</u>	<u>4,921</u>	<u>877,503</u>
<b>EXPENDITURES</b>					
Current					
Personal services	310,933	310,933	294,957	15,976	282,692
Contractual	800,431	3,393,964	735,324	2,658,640	422,874
Capital Outlay	147,912	147,912	61,873	86,039	11,504
Total Expenditures	<u>1,259,276</u>	<u>3,852,809</u>	<u>1,092,154</u>	<u>2,760,655</u>	<u>717,070</u>
<b>OTHER FINANCING SOURCES</b>					
Sale of capital assets	-	-	54	54	-
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>54</u>	<u>54</u>	<u>-</u>
 NET CHANGE IN FUND BALANCE	 <u>\$ (490,776)</u>	 <u>\$ (3,084,309)</u>	 <u>\$ (318,679)</u>	 <u>\$ 2,765,630</u>	 <u>\$ 160,433</u>



**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
RECORDER AUTOMATION

For the Year Ended November 30, 2010  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Charges for services	\$ 1,250,000	\$ 1,250,000	\$ 1,235,932	\$ (14,068)	\$ 1,272,228
Investment income	34,533	34,533	26,420	(8,113)	72,888
Total Revenues	<u>1,284,533</u>	<u>1,284,533</u>	<u>1,262,352</u>	<u>(22,181)</u>	<u>1,345,116</u>
<b>EXPENDITURES</b>					
Current					
Personal services	559,654	559,654	511,745	47,909	578,398
Commodities	8,250	8,250	4,345	3,905	5,548
Contractual	777,604	1,224,364	910,935	313,429	601,228
Capital Outlay	94,100	94,100	24,685	69,415	31,545
Total Expenditures	<u>1,439,608</u>	<u>1,886,368</u>	<u>1,451,710</u>	<u>434,658</u>	<u>1,216,719</u>
NET CHANGE IN FUND BALANCE	<u>\$ (155,075)</u>	<u>\$ (601,835)</u>	<u>\$ (189,358)</u>	<u>\$ 412,477</u>	<u>\$ 128,397</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

VITAL RECORD AUTOMATION

For the Year Ended November 30, 2010

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Charges for services	\$ 80,000	\$ 80,000	\$ 84,169	\$ 4,169	\$ 78,747
Investment income	8,000	8,000	2,480	(5,520)	7,800
Total Revenues	<u>88,000</u>	<u>88,000</u>	<u>86,649</u>	<u>(1,351)</u>	<u>86,547</u>
<b>EXPENDITURES</b>					
Current					
Personal services	85,441	85,441	85,489	(48)	70,244
Commodities	1,000	1,000	-	1,000	-
Contractual	49,678	49,678	50,628	(950)	53,458
Total Expenditures	<u>136,119</u>	<u>136,119</u>	<u>136,117</u>	<u>2</u>	<u>123,702</u>
 NET CHANGE IN FUND BALANCE	 <u>\$ (48,119)</u>	 <u>\$ (48,119)</u>	 <u>\$ (49,468)</u>	 <u>\$ (1,349)</u>	 <u>\$ (37,155)</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
GIS AUTOMATION

For the Year Ended November 30, 2010  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Charges for services	\$ 750,000	\$ 750,000	\$ 742,976	\$ (7,024)	\$ 764,714
Investment income	6,401	6,401	7,070	669	17,938
Total Revenues	<u>756,401</u>	<u>756,401</u>	<u>750,046</u>	<u>(6,355)</u>	<u>782,652</u>
<b>OTHER FINANCING USES</b>					
Transfers out	<u>(750,000)</u>	<u>(750,000)</u>	<u>(742,976)</u>	<u>7,024</u>	<u>(764,714)</u>
 NET CHANGE IN FUND BALANCE	 <u>\$ 6,401</u>	 <u>\$ 6,401</u>	 <u>\$ 7,070</u>	 <u>\$ 669</u>	 <u>\$ 17,938</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

TAX SALES AUTOMATION

For the Year Ended November 30, 2010

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Taxes	\$ 40,000	\$ 40,000	\$ 47,270	\$ 7,270	\$ 47,360
Investment income	2,700	2,700	7,227	4,527	12,935
Miscellaneous	27,000	27,000	42,895	15,895	45,178
Total Revenues	<u>69,700</u>	<u>69,700</u>	<u>97,392</u>	<u>27,692</u>	<u>105,473</u>
<b>EXPENDITURES</b>					
Current					
Contractual	26,000	41,403	35,229	6,174	25,973
Capital Outlay	-	-	-	-	-
Total Expenditures	<u>26,000</u>	<u>41,403</u>	<u>35,229</u>	<u>6,174</u>	<u>25,973</u>
 NET CHANGE IN FUND BALANCE	 <u>\$ 43,700</u>	 <u>\$ 28,297</u>	 <u>\$ 62,163</u>	 <u>\$ 33,866</u>	 <u>\$ 79,500</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

CORONER'S FEE

For the Year Ended November 30, 2010

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Charges for services	\$ -	\$ 31,482	\$ 55,733	\$ 24,251	\$ -
Investment income	-	-	128	128	-
Miscellaneous	-	-	-	-	-
Total Revenues	-	31,482	55,861	24,379	-
<b>EXPENDITURES</b>					
Current					
Contractual	-	7,106	5,309	1,797	-
Capital Outlay	-	24,376	15,022	9,354	-
Total Expenditures	-	31,482	20,331	11,151	-
 NET CHANGE IN FUND BALANCE	 \$ -	 \$ -	 \$ 35,530	 \$ 35,530	 \$ -

**LAKE COUNTY, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
MOTOR FUEL TAX**

For the Year Ended November 30, 2010  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Taxes	\$ 10,000,817	\$ 10,000,817	\$ 11,832,797	\$ 1,831,980	\$ 9,935,593
Intergovernmental	6,988,600	14,621,400	2,124,623	(12,496,777)	2,675,666
Investment income	330,000	330,000	162,269	(167,731)	281,129
Total Revenues	<u>17,319,417</u>	<u>24,952,217</u>	<u>14,119,689</u>	<u>(10,832,528)</u>	<u>12,892,388</u>
<b>EXPENDITURES</b>					
Current					
Commodities	1,268,000	3,136,000	1,509,152	1,626,848	3,773,119
Contractual	1,065,000	936,000	814,889	121,111	709,389
Capital Outlay	<u>15,584,800</u>	<u>28,910,700</u>	<u>10,254,369</u>	<u>18,656,331</u>	<u>13,455,269</u>
Total Expenditures	<u>17,917,800</u>	<u>32,982,700</u>	<u>12,578,410</u>	<u>20,404,290</u>	<u>17,937,777</u>
 NET CHANGE IN FUND BALANCE	 <u>\$ (598,383)</u>	 <u>\$ (8,030,483)</u>	 <u>\$ 1,541,279</u>	 <u>\$ 9,571,762</u>	 <u>\$ (5,045,389)</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

SOLID WASTE MANAGEMENT TAX  
For the Year Ended November 30, 2010  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Charges for services	\$ 1,020,000	\$ 1,020,000	\$ 571,212	\$ (448,788)	\$ 1,012,218
Investment income	35,577	35,577	5,858	(29,719)	79,916
Total Revenues	<u>1,055,577</u>	<u>1,055,577</u>	<u>577,070</u>	<u>(478,507)</u>	<u>1,092,134</u>
<b>EXPENDITURES</b>					
Current					
Contractual	941,718	2,807,939	2,262,774	545,165	803,936
Total Expenditures	<u>941,718</u>	<u>2,807,939</u>	<u>2,262,774</u>	<u>545,165</u>	<u>803,936</u>
<b>OTHER FINANCING USES</b>					
Transfers out	(208,282)	(208,282)	(182,884)	25,398	(208,282)
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (94,423)</u>	<u>\$ (1,960,644)</u>	<u>\$ (1,868,588)</u>	<u>\$ 92,056</u>	<u>\$ 79,916</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
LOON LAKE SSA NO. 8

For the Year Ended November 30, 2010  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Taxes	\$ 50,000	\$ 50,000	\$ 49,947	\$ (53)	\$ 50,278
Investment income	926	926	937	11	2,207
Total Revenues	<u>50,926</u>	<u>50,926</u>	<u>50,884</u>	<u>(42)</u>	<u>52,485</u>
<b>EXPENDITURES</b>					
Current					
Commodities	6,700	6,700	2,048	4,652	776
Contractual	43,300	97,776	36,507	61,269	34,756
Total Expenditures	<u>50,000</u>	<u>104,476</u>	<u>38,555</u>	<u>65,921</u>	<u>35,532</u>
 NET CHANGE IN FUND BALANCE	 <u>\$ 926</u>	 <u>\$ (53,550)</u>	 <u>\$ 12,329</u>	 <u>\$ 65,879</u>	 <u>\$ 16,953</u>



**LAKE COUNTY, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

WOODS OF IVANHOE SSA NO. 12  
For the Year Ended November 30, 2010  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Taxes	\$ 26,100	\$ 26,100	\$ 26,100	\$ -	\$ 26,100
Investment income	116	116	270	154	238
Total Revenues	<u>26,216</u>	<u>26,216</u>	<u>26,370</u>	<u>154</u>	<u>26,338</u>
<b>EXPENDITURES</b>					
Current					
Contractual	26,100	26,100	-	26,100	28,072
Total Expenditures	<u>26,100</u>	<u>26,100</u>	<u>-</u>	<u>26,100</u>	<u>28,072</u>
NET CHANGE IN FUND BALANCE	<u>\$ 116</u>	<u>\$ 116</u>	<u>\$ 26,370</u>	<u>\$ 26,254</u>	<u>\$ (1,734)</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

TOWNSHIP MOTOR FUEL TAX

For the Year Ended November 30, 2010

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Taxes	\$ -	\$ -	\$ 751,046	\$ 751,046	\$ 656,719
Investment income	-	-	527	527	1,086
Total Revenues	-	-	751,573	751,573	657,805
<b>EXPENDITURES</b>					
Capital Outlay	-	-	730,703	(730,703)	483,173
Total Expenditures	-	-	730,703	(730,703)	483,173
 NET CHANGE IN FUND BALANCE	 \$ -	 \$ -	 \$ 20,870	 \$ 20,870	 \$ 174,632

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
HUD GRANTS

For the Year Ended November 30, 2010  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Intergovernmental	\$ 5,254,102	\$ 20,878,587	\$ 8,879,736	\$ (11,998,851)	\$ 5,379,592
Total Revenues	<u>5,254,102</u>	<u>20,878,587</u>	<u>8,879,736</u>	<u>(11,998,851)</u>	<u>5,379,592</u>
<b>EXPENDITURES</b>					
Current					
Contractual	4,482,202	20,106,687	8,824,964	11,281,723	5,352,744
Total Expenditures	<u>4,482,202</u>	<u>20,106,687</u>	<u>8,824,964</u>	<u>11,281,723</u>	<u>5,352,744</u>
<b>OTHER FINANCING USES</b>					
Transfers out	(771,900)	(771,900)	-	771,900	-
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 54,772</u>	<u>\$ 54,772</u>	<u>\$ 26,848</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

WORKFORCE DEVELOPMENT

For the Year Ended November 30, 2010

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Intergovernmental	\$ 5,602,916	\$ 11,439,024	\$ 5,927,224	\$ (5,511,800)	\$ 7,979,126
Miscellaneous	11,782	11,782	2,000	(9,782)	12,823
Total Revenues	<u>5,614,698</u>	<u>11,450,806</u>	<u>5,929,224</u>	<u>(5,521,582)</u>	<u>7,991,949</u>
<b>EXPENDITURES</b>					
Current					
Personal services	1,522,853	2,482,872	1,512,964	969,908	3,187,433
Commodities	96,988	188,651	105,425	83,226	82,660
Contractual	3,974,617	8,726,482	4,320,780	4,405,702	5,599,279
Capital Outlay	20,240	52,802	13,173	39,629	9,387
Total Expenditures	<u>5,614,698</u>	<u>11,450,807</u>	<u>5,952,342</u>	<u>5,498,465</u>	<u>8,878,759</u>
<b>OTHER FINANCING SOURCES</b>					
Transfers in	-	-	41,944	41,944	40,509
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ -</u>	<u>\$ (1)</u>	<u>\$ 18,826</u>	<u>\$ 18,827</u>	<u>\$ (846,301)</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

COMPUTER FRAUD FORFEITURES  
For the Year Ended November 30, 2010  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Investment income	\$ -	\$ -	\$ 1,096	\$ 1,096	\$ 3,090
Miscellaneous	-	-	24,289	24,289	-
Total Revenues	-	-	25,385	25,385	3,090
<b>EXPENDITURES</b>					
Current					
Commodities	-	8,000	4,611	3,389	1,710
Contractual	-	13,000	29,521	(16,521)	3,731
Total Expenditures	-	21,000	34,132	(13,132)	5,441
<b>OTHER FINANCING USES</b>					
Transfers out	-	(35,000)	-	35,000	(36,292)
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ -</b>	<b>\$ (56,000)</b>	<b>\$ (8,747)</b>	<b>\$ 47,253</b>	<b>\$ (38,643)</b>

**LAKE COUNTY, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
CONTRIBUTION FUND**

For the Year Ended November 30, 2010  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Investment income	\$ -	\$ -	\$ 4,343	\$ 4,343	\$ 11,578
Miscellaneous	-	-	5,012	5,012	33,785
Total Revenues	<u>-</u>	<u>-</u>	<u>9,355</u>	<u>9,355</u>	<u>45,363</u>
<b>EXPENDITURES</b>					
Current					
Commodities	-	-	140	(140)	23,130
Contractual	-	-	4,102	(4,102)	2,781
Capital Outlay	-	-	-	-	5,923
Total Expenditures	<u>-</u>	<u>-</u>	<u>4,242</u>	<u>(4,242)</u>	<u>31,834</u>
 NET CHANGE IN FUND BALANCE	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ 5,113</u>	 <u>\$ 5,113</u>	 <u>\$ 13,529</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

EMERGENCY TELEPHONE SYSTEM BOARD (ETSB)

For the Year Ended November 30, 2010

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Charges for services	\$ 2,053,000	\$ 2,053,000	\$ 2,497,511	\$ 444,511	\$ 2,429,870
Investment income	50,000	50,000	37,486	(12,514)	67,681
Miscellaneous	-	-	3,767	3,767	10,832
Total Revenues	<u>2,103,000</u>	<u>2,103,000</u>	<u>2,538,764</u>	<u>435,764</u>	<u>2,508,383</u>
<b>EXPENDITURES</b>					
Current					
Personal services	198,408	202,602	277,759	(75,157)	249,636
Commodities	6,340	6,430	5,464	966	7,517
Contractual	1,632,226	1,617,857	1,447,551	170,306	1,710,100
Capital Outlay	<u>767,300</u>	<u>777,474</u>	<u>777,456</u>	<u>18</u>	<u>1,075,999</u>
Total Expenditures	<u>2,604,274</u>	<u>2,604,363</u>	<u>2,508,230</u>	<u>96,133</u>	<u>3,043,252</u>
NET CHANGE IN FUND BALANCE	<u>\$ (501,274)</u>	<u>\$ (501,363)</u>	<u>\$ 30,534</u>	<u>\$ 531,897</u>	<u>\$ (534,869)</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

2008 G.O. BONDS

For the Year Ended November 30, 2010

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Investment Income	\$ 1,000	\$ 1,000	\$ -	\$ (1,000)	\$ -
Total Revenues	<u>1,000</u>	<u>1,000</u>	<u>-</u>	<u>(1,000)</u>	<u>-</u>
<b>EXPENDITURES</b>					
Current					
Contractual	1,000	1,000	300	700	325
Debt Service					
Principal	1,255,000	1,255,000	1,255,000	-	805,000
Interest	1,470,369	1,470,369	1,470,369	-	1,863,997
Total Expenditures	<u>2,726,369</u>	<u>2,726,369</u>	<u>2,725,669</u>	<u>700</u>	<u>2,669,322</u>
<b>OTHER FINANCING SOURCES</b>					
Transfers in	2,726,369	2,726,369	2,726,370	1	2,669,322
Total Other Financing Sources	<u>2,726,369</u>	<u>2,726,369</u>	<u>2,726,370</u>	<u>1</u>	<u>2,669,322</u>
 NET CHANGE IN FUND BALANCE	 <u>\$ 1,000</u>	 <u>\$ 1,000</u>	 <u>\$ 701</u>	 <u>\$ (299)</u>	 <u>\$ -</u>



**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

2001 G.O. REFUNDING

For the Year Ended November 30, 2010

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Investment Income	\$ 1,000	\$ 1,000	\$ -	\$ (1,000)	\$ -
Total Revenues	<u>1,000</u>	<u>1,000</u>	<u>-</u>	<u>(1,000)</u>	<u>-</u>
<b>EXPENDITURES</b>					
Current					
Contractual	500	500	-	500	500
Debt Service					
Principal	380,000	380,000	380,000	-	595,000
Interest	7,030	7,030	7,030	-	23,729
Total Expenditures	<u>387,530</u>	<u>387,530</u>	<u>387,030</u>	<u>500</u>	<u>619,229</u>
<b>OTHER FINANCING SOURCES</b>					
Transfers in	387,530	387,530	387,529	(1)	619,229
Total Other Financing Sources	<u>387,530</u>	<u>387,530</u>	<u>387,529</u>	<u>(1)</u>	<u>619,229</u>
 NET CHANGE IN FUND BALANCE	 \$ 1,000	 \$ 1,000	 \$ 499	 \$ (501)	 \$ -

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
2005 G.O. REFUNDING

For the Year Ended November 30, 2010  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Investment Income	\$ 1,000	\$ 1,000	\$ -	\$ (1,000)	\$ -
Total Revenues	<u>1,000</u>	<u>1,000</u>	<u>-</u>	<u>(1,000)</u>	<u>-</u>
<b>EXPENDITURES</b>					
Current					
Contractual	\$ 500	\$ 500	\$ 300	\$ 200	\$ 300
Debt Service					
Principal	410,000	410,000	410,000	-	395,000
Interest	<u>72,553</u>	<u>72,553</u>	<u>72,553</u>	<u>-</u>	<u>87,043</u>
Total Expenditures	<u>483,053</u>	<u>483,053</u>	<u>482,853</u>	<u>200</u>	<u>482,343</u>
<b>OTHER FINANCING SOURCES</b>					
Transfers in	<u>483,053</u>	<u>483,053</u>	<u>483,053</u>	<u>-</u>	<u>482,543</u>
Total Other Financing Sources	<u>483,053</u>	<u>483,053</u>	<u>483,053</u>	<u>-</u>	<u>482,543</u>
 NET CHANGE IN FUND BALANCE	 <u>\$ 1,000</u>	 <u>\$ 1,000</u>	 <u>\$ 200</u>	 <u>\$ (800)</u>	 <u>\$ 200</u>

LAKE COUNTY, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
WOODBINE SSA NO. 7

For the Year Ended November 30, 2010  
(With Prior Year Comparative Actual Information)

---

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>	<u>2009 Actual</u>
<b>REVENUES</b>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ (27,527)
 NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (27,527)</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

NORTH HILLS SSA NO. 10

For the Year Ended November 30, 2010

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Taxes	\$ 81,663	\$ 81,663	\$ 77,593	\$ (4,070)	\$ 78,007
Investment income	968	968	968	-	3,384
Total Revenues	<u>82,631</u>	<u>82,631</u>	<u>78,561</u>	<u>(4,070)</u>	<u>81,391</u>
<b>EXPENDITURES</b>					
Current					
Contractual	350	350	175	175	350
Debt Service					
Principal	55,000	55,000	55,000	-	54,000
Interest	24,844	24,844	24,844	-	23,758
Total Expenditures	<u>80,194</u>	<u>80,194</u>	<u>80,019</u>	<u>175</u>	<u>78,108</u>
NET CHANGE IN FUND BALANCE	<u>\$ 2,437</u>	<u>\$ 2,437</u>	<u>\$ (1,458)</u>	<u>\$ (3,895)</u>	<u>\$ 3,283</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
KRISVIEW SSA NO. 6

For the Year Ended November 30, 2010  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ (69,634)
Investment income	500	500	-	(500)	-
Total Revenues	<u>500</u>	<u>500</u>	<u>-</u>	<u>(500)</u>	<u>(69,634)</u>
<b>EXPENDITURES</b>					
Debt Service					
Principal	-	-	-	-	96,000
Interest	-	-	-	-	2,880
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>98,880</u>
 NET CHANGE IN FUND BALANCE	 <u>\$ 500</u>	 <u>\$ 500</u>	 <u>\$ -</u>	 <u>\$ (500)</u>	 <u>\$ (168,514)</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

SPECIAL SERVICE AREA #13 TAX EXEMPT 2007A

For the Year Ended November 30, 2010

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Taxes	\$ 128,000	\$ 128,000	\$ 126,413	\$ (1,587)	\$ 40,523
Investment income	2,384	2,384	802	(1,582)	4,496
Total Revenues	<u>130,384</u>	<u>130,384</u>	<u>127,215</u>	<u>(3,169)</u>	<u>45,019</u>
<b>EXPENDITURES</b>					
Current					
Contractual	1,000	1,000	-	1,000	-
Debt Service					
Principal	-	-	-	-	-
Interest	126,318	126,318	126,318	-	189,477
Total Expenditures	<u>127,318</u>	<u>127,318</u>	<u>126,318</u>	<u>1,000</u>	<u>189,477</u>
 NET CHANGE IN FUND BALANCE	 <u>\$ 3,066</u>	 <u>\$ 3,066</u>	 <u>\$ 897</u>	 <u>\$ (2,169)</u>	 <u>\$ (144,458)</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

SPECIAL SERVICE AREA #13 TAXABLE 2007B

For the Year Ended November 30, 2010

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Taxes	\$ 132,000	\$ 132,000	\$ 131,572	\$ (428)	\$ 215,508
Investment income	500	500	731	231	333
Total Revenues	<u>132,500</u>	<u>132,500</u>	<u>132,303</u>	<u>(197)</u>	<u>215,841</u>
<b>EXPENDITURES</b>					
Current					
Contractual	1,000	1,000	-	1,000	-
Debt Service					
Principal	93,000	93,000	93,000	-	88,000
Interest	<u>37,324</u>	<u>37,324</u>	<u>37,324</u>	-	<u>64,741</u>
Total Expenditures	<u>131,324</u>	<u>131,324</u>	<u>130,324</u>	<u>1,000</u>	<u>152,741</u>
 NET CHANGE IN FUND BALANCE	 <u>\$ 1,176</u>	 <u>\$ 1,176</u>	 <u>\$ 1,979</u>	 <u>\$ 803</u>	 <u>\$ 63,100</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

SPECIAL SERVICE AREA #13 TAX EXEMPT 2007A CONSTRUCTION

For the Year Ended November 30, 2010  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Investment income	\$ -	\$ -	\$ 50	\$ 50	\$ 8,509
Total Revenues	-	-	50	50	8,509
<b>EXPENDITURES</b>					
Current					
Contractual	-	71,774	71,774	-	1,571,161
Total Expenditures	-	71,774	71,774	-	1,571,161
 NET CHANGE IN FUND BALANCE	 \$ -	 \$ (71,774)	 \$ (71,724)	 \$ 50	 \$ (1,562,652)



**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 SPECIAL SERVICE AREA #13 TAX EXEMPT 2007B CONSTRUCTION  
 For the Year Ended November 30, 2010  
 (With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Investment income	\$ -	\$ -	\$ 16	\$ 16	\$ 9,071
Total Revenues	<u>-</u>	<u>-</u>	<u>16</u>	<u>16</u>	<u>9,071</u>
<b>EXPENDITURES</b>					
Current					
Contractual	-	19,825	19,825	-	788,276
Total Expenditures	<u>-</u>	<u>19,825</u>	<u>19,825</u>	<u>-</u>	<u>788,276</u>
 NET CHANGE IN FUND BALANCE	 <u>\$ -</u>	 <u>\$ (19,825)</u>	 <u>\$ (19,809)</u>	 <u>\$ 16</u>	 <u>\$ (779,205)</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

2008 BOND CONSTRUCTION

For the Year Ended November 30, 2010

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>					
Investment income	\$ 50,000	\$ 50,000	\$ 37,083	\$ (12,917)	\$ 514,749
Total Revenues	<u>50,000</u>	<u>50,000</u>	<u>37,083</u>	<u>(12,917)</u>	<u>514,749</u>
<b>EXPENDITURES</b>					
Capital Outlay	-	5,412,435	5,372,939	39,496	19,724,741
Total Expenditures	<u>-</u>	<u>5,412,435</u>	<u>5,372,939</u>	<u>39,496</u>	<u>19,724,741</u>
 NET CHANGE IN FUND BALANCE	 \$ 50,000	 \$ (5,362,435)	 \$ (5,335,856)	 \$ 26,579	 \$ (19,209,992)

**LAKE COUNTY, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
2010A ROAD CONSTRUCTION**

For the Year Ended November 30, 2010  
(With Prior Year Comparative Actual Information)

---

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>	<u>2009 Actual</u>
<b>REVENUES</b>					
Investment income	\$ -	\$ -	\$ 1,669	\$ 1,669	\$ -
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,669</u>	<u>\$ 1,669</u>	<u>\$ -</u>

**LAKE COUNTY, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
COUNTY RADIO SYSTEM**

For the Year Ended November 30, 2010  
(With Prior Year Comparative Actual Information)

---

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>	<u>2009 Actual</u>
<b>OTHER FINANCING USES</b>					
Transfer out	\$ -	\$ -	\$ -	\$ -	\$ (5,855)
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,855</u>

## **LAKE COUNTY, ILLINOIS**

### **AGENCY FUNDS**

#### **AGENCY FUNDS**

To account for the collection of both property taxes for various County taxing bodies and other accounts and the distribution of these monies to the appropriate agencies.

**LAKE COUNTY, ILLINOIS**

COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 November 30, 2010

	Property Taxes	Drainage Districts	Condemnations Deposits	Sheriff - Trustee Accounts
<b>ASSETS</b>				
Cash and investments	\$ 15,645,990	\$ 2,214,888	\$ 1,349,838	\$ 2,577,772
Accounts receivable, net of allowance for uncollectibles	-	-	-	-
<b>TOTAL ASSETS</b>	<b><u>\$ 15,645,990</u></b>	<b><u>\$ 2,214,888</u></b>	<b><u>\$ 1,349,838</u></b>	<b><u>\$ 2,577,772</u></b>
<b>LIABILITIES</b>				
Due to governmental agencies	\$ 15,645,990	\$ 2,214,888	\$ -	\$ -
Amounts available for distributions	-	-	1,349,838	2,577,772
<b>TOTAL LIABILITIES</b>	<b><u>\$ 15,645,990</u></b>	<b><u>\$ 2,214,888</u></b>	<b><u>\$ 1,349,838</u></b>	<b><u>\$ 2,577,772</u></b>

<u>County Clerk Redemption</u>	<u>Office of the Circuit Clerk</u>	<u>Lake County Tax Sales</u>	<u>Winchester House Patient Accounts</u>	<u>Health Department Accounts</u>	<u>Other</u>	<u>Totals</u>
\$ 2,551,945	\$ 8,614,755	\$ 814,232	\$ 267,446	\$ 90,566	\$ 5,881,827	\$ 40,009,259
-	-	70,240	-	-	5,112	75,352
<u>\$ 2,551,945</u>	<u>\$ 8,614,755</u>	<u>\$ 884,472</u>	<u>\$ 267,446</u>	<u>\$ 90,566</u>	<u>\$ 5,886,939</u>	<u>\$ 40,084,611</u>
\$ -	\$ 2,851,041	\$ -	\$ -	\$ -	\$ -	\$ 20,711,919
<u>2,551,945</u>	<u>5,763,714</u>	<u>884,472</u>	<u>267,446</u>	<u>90,566</u>	<u>5,886,939</u>	<u>19,372,692</u>
<u>\$ 2,551,945</u>	<u>\$ 8,614,755</u>	<u>\$ 884,472</u>	<u>\$ 267,446</u>	<u>\$ 90,566</u>	<u>\$ 5,886,939</u>	<u>\$ 40,084,611</u>

**LAKE COUNTY, ILLINOIS**

COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 November 30, 2010

	Balance November 30, 2009	Additions	Deductions	Balance November 30, 2010
<b>PROPERTY TAXES</b>				
Assets				
Cash and investments	\$ 14,357,866	\$ 3,313,859,866	\$ 3,312,571,742	\$ 15,645,990
<b>Total Assets</b>	<b>\$ 14,357,866</b>	<b>\$ 3,313,859,866</b>	<b>\$ 3,312,571,742</b>	<b>\$ 15,645,990</b>
Liabilities				
Due to governmental agencies	\$ 14,357,866	\$ 3,313,859,866	\$ 3,312,571,742	\$ 15,645,990
<b>Total Liabilities</b>	<b>\$ 14,357,866</b>	<b>\$ 3,313,859,866</b>	<b>\$ 3,312,571,742</b>	<b>\$ 15,645,990</b>
<b>DRAINAGE DISTRICTS</b>				
Assets				
Cash and investments	\$ 2,429,922	\$ 2,083,968	\$ 2,299,002	\$ 2,214,888
<b>Total Assets</b>	<b>\$ 2,429,922</b>	<b>\$ 2,083,968</b>	<b>\$ 2,299,002</b>	<b>\$ 2,214,888</b>
Liabilities				
Due to governmental agencies	\$ 2,429,922	\$ 2,083,968	\$ 2,299,002	\$ 2,214,888
<b>Total Liabilities</b>	<b>\$ 2,429,922</b>	<b>\$ 2,083,968</b>	<b>\$ 2,299,002</b>	<b>\$ 2,214,888</b>
<b>CONDEMNATIONS DEPOSITS</b>				
Assets				
Cash and investments	\$ 1,514,788	\$ 2,855,673	\$ 3,020,623	\$ 1,349,838
<b>Total Assets</b>	<b>\$ 1,514,788</b>	<b>\$ 2,855,673</b>	<b>\$ 3,020,623</b>	<b>\$ 1,349,838</b>
Liabilities				
Amounts available for distributions	\$ 1,514,788	\$ 2,855,673	\$ 3,020,623	\$ 1,349,838
<b>Total Liabilities</b>	<b>\$ 1,514,788</b>	<b>\$ 2,855,673</b>	<b>\$ 3,020,623</b>	<b>\$ 1,349,838</b>
<b>SHERIFF - TRUSTEE ACCOUNTS</b>				
Assets				
Cash and investments	\$ 264,669	\$ 11,007,663	\$ 8,694,560	\$ 2,577,772
<b>Total Assets</b>	<b>\$ 264,669</b>	<b>\$ 11,007,663</b>	<b>\$ 8,694,560</b>	<b>\$ 2,577,772</b>
Liabilities				
Amounts available for distributions	\$ 264,669	\$ 11,007,663	\$ 8,694,560	\$ 2,577,772
<b>Total Liabilities</b>	<b>\$ 264,669</b>	<b>\$ 11,007,663</b>	<b>\$ 8,694,560</b>	<b>\$ 2,577,772</b>



	Balance November 30, 2009	Additions	Deductions	Balance November 30, 2010
<b>COUNTY CLERK REDEMPTION</b>				
Assets				
Cash and investments	\$ 1,927,443	\$ 37,974,018	\$ 37,349,516	\$ 2,551,945
<b>Total Assets</b>	<b>\$ 1,927,443</b>	<b>\$ 37,974,018</b>	<b>\$ 37,349,516</b>	<b>\$ 2,551,945</b>
Liabilities				
Amounts available for distributions	\$ 1,927,443	\$ 37,974,018	\$ 37,349,516	\$ 2,551,945
<b>Total Liabilities</b>	<b>\$ 1,927,443</b>	<b>\$ 37,974,018</b>	<b>\$ 37,349,516</b>	<b>\$ 2,551,945</b>
 <b>OFFICE OF THE CIRCUIT CLERK</b>				
Assets				
Cash and investments	\$ 9,209,495	\$ 44,754,347	\$ 45,349,087	\$ 8,614,755
<b>Total Assets</b>	<b>\$ 9,209,495</b>	<b>\$ 44,754,347</b>	<b>\$ 45,349,087</b>	<b>\$ 8,614,755</b>
Liabilities				
Due to governmental agencies	\$ 2,227,963	\$ 33,275,186	\$ 32,652,108	\$ 2,851,041
Amounts available for distributions	6,981,532	11,479,161	12,696,979	5,763,714
<b>Total Liabilities</b>	<b>\$ 9,209,495</b>	<b>\$ 44,754,347</b>	<b>\$ 45,349,087</b>	<b>\$ 8,614,755</b>
 <b>LAKE COUNTY TAX SALES</b>				
Assets				
Cash and investments	\$ 322,082	\$ 829,024	\$ 336,874	\$ 814,232
Accounts receivable, net of allowance for uncollectibles	-	70,240	-	70,240
<b>Total Assets</b>	<b>\$ 322,082</b>	<b>\$ 899,264</b>	<b>\$ 336,874</b>	<b>\$ 884,472</b>
Liabilities				
Amounts available for distributions	\$ 322,082	\$ 899,264	\$ 336,874	\$ 884,472
<b>Total Liabilities</b>	<b>\$ 322,082</b>	<b>\$ 899,264</b>	<b>\$ 336,874</b>	<b>\$ 884,472</b>
 <b>WINCHESTER HOUSE PATIENT ACCOUNTS</b>				
Assets				
Cash and investments	\$ 285,689	\$ 2,695,208	\$ 2,713,451	\$ 267,446
<b>Total Assets</b>	<b>\$ 285,689</b>	<b>\$ 2,695,208</b>	<b>\$ 2,713,451</b>	<b>\$ 267,446</b>
Liabilities				
Amounts available for distributions	\$ 285,689	\$ 2,695,208	\$ 2,713,451	\$ 267,446
<b>Total Liabilities</b>	<b>\$ 285,689</b>	<b>\$ 2,695,208</b>	<b>\$ 2,713,451</b>	<b>\$ 267,446</b>

**LAKE COUNTY, ILLINOIS**

**COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES  
AGENCY FUNDS  
November 30, 2010**

	Balance November 30, 2009	Additions	Deductions	Balance November 30, 2010
<b>HEALTH DEPARTMENT ACCOUNTS</b>				
<b>Assets</b>				
Cash and investments	\$ 84,937	\$ 887,633	\$ 882,004	\$ 90,566
<b>Total Assets</b>	<b>\$ 84,937</b>	<b>\$ 887,633</b>	<b>\$ 882,004</b>	<b>\$ 90,566</b>
<b>Liabilities</b>				
Amounts available for distributions	\$ 84,937	\$ 887,633	\$ 882,004	\$ 90,566
<b>Total Liabilities</b>	<b>\$ 84,937</b>	<b>\$ 887,633</b>	<b>\$ 882,004</b>	<b>\$ 90,566</b>
<b>OTHER</b>				
<b>Assets</b>				
Cash and investments	\$ 3,589,067	\$ 5,925,701	\$ 3,632,941	\$ 5,881,827
Accounts receivable, net of allowance for uncollectibles	25,277	-	20,165	5,112
<b>Total Assets</b>	<b>\$ 3,614,344</b>	<b>\$ 5,925,701</b>	<b>\$ 3,653,106</b>	<b>\$ 5,886,939</b>
<b>Liabilities</b>				
Amounts available for distributions	\$ 3,614,344	\$ 5,925,702	\$ 3,653,107	\$ 5,886,939
<b>Total Liabilities</b>	<b>\$ 3,614,344</b>	<b>\$ 5,925,702</b>	<b>\$ 3,653,107</b>	<b>\$ 5,886,939</b>
<b>TOTAL AGENCY FUNDS</b>				
<b>Assets</b>				
Cash and investments	\$ 33,985,958	\$ 3,422,873,101	\$ 3,416,849,800	\$ 40,009,259
Accounts receivable, net of allowance for uncollectibles	25,277	70,240	20,165	75,352
<b>Total Assets</b>	<b>\$ 34,011,235</b>	<b>\$ 3,422,943,341</b>	<b>\$ 3,416,869,965</b>	<b>\$ 40,084,611</b>
<b>Liabilities</b>				
Due to governmental agencies	\$ 19,015,751	\$ 3,349,219,020	\$ 3,347,522,852	\$ 20,711,919
Amounts available for distributions	14,995,484	73,724,322	69,347,114	19,372,692
<b>Total Liabilities</b>	<b>\$ 34,011,235</b>	<b>\$ 3,422,943,342</b>	<b>\$ 3,416,869,966</b>	<b>\$ 40,084,611</b>

# Statistical Section

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

## Contents

### **Financial Trends**

Page

*These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.*

126 – 130

### **Revenue Capacity**

*These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.*

131 – 134

### **Debt Capacity**

*These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.*

135 – 138

### **Demographic & Economic Information**

*These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.*

139 – 140

### **Operating Information**

*These schedules contain service and capital asset data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.*

141 – 143

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

**Lake County, Illinois**  
**Net Assets by Component**  
**Last Nine Fiscal Years**

	Fiscal Year								
	2002	2003	2004	2005	2006	2007	2008	2009	2010
<b>Governmental activities</b>									
Invested in capital assets, net of related debt	\$ 332,838,619	\$ 331,808,391	\$ 343,693,555	\$ 540,114,351	\$ 580,630,564	\$ 632,115,643	\$ 672,255,151	\$ 685,233,494	\$ 437,327,939
Restricted	92,014,661	84,742,554	27,776,362	91,864,032	67,864,262	73,944,579	90,571,093	222,481,764	154,093,151
Unrestricted	85,381,561	99,594,082	144,829,115	167,441,895	201,024,111	221,412,755	222,188,077	117,816,791	97,100,237
<b>Total governmental activities net assets</b>	<b>\$ 510,234,841</b>	<b>\$ 516,145,027</b>	<b>\$ 516,299,032</b>	<b>\$ 799,420,278</b>	<b>\$ 849,518,937</b>	<b>\$ 927,472,977</b>	<b>\$ 985,014,321</b>	<b>\$ 1,025,532,049</b>	<b>\$ 688,521,327</b>
<b>Business-type activities</b>									
Invested in capital assets, net of related debt	\$ 142,078,721	\$ 131,384,079	\$ 147,089,555	\$ 208,319,327	\$ 215,112,677	\$ 221,322,326	\$ 227,012,017	\$ 231,118,624	\$ 181,722,143
Restricted	34,045,015	52,225,070	38,353,591	37,616,333	36,844,310	34,034,030	33,483,910	36,655,447	42,538,776
Unrestricted	15,729,445	15,302,453	17,258,273	31,833,260	20,186,014	19,979,434	21,336,643	22,976,291	20,249,852
<b>Total business-type activities net assets</b>	<b>\$ 191,853,181</b>	<b>\$ 198,911,602</b>	<b>\$ 202,701,419</b>	<b>\$ 277,768,920</b>	<b>\$ 272,143,001</b>	<b>\$ 275,335,790</b>	<b>\$ 281,832,570</b>	<b>\$ 290,750,362</b>	<b>\$ 244,510,771</b>
<b>Primary government</b>									
Invested in capital assets, net of related debt	\$ 474,917,340	\$ 463,192,470	\$ 490,783,110	\$ 748,433,678	\$ 795,743,241	\$ 853,437,969	\$ 899,267,258	\$ 916,352,118	\$ 619,050,082
Restricted	126,059,676	136,967,624	27,776,362	129,480,365	104,708,572	107,978,609	124,055,003	259,137,211	196,631,927
Unrestricted	101,111,006	114,896,535	162,087,388	199,275,155	221,210,125	241,392,189	243,524,720	140,793,082	117,350,089
<b>Total primary government net assets</b>	<b>\$ 702,088,022</b>	<b>\$ 715,056,629</b>	<b>\$ 719,000,451</b>	<b>\$ 1,077,189,198</b>	<b>\$ 1,121,661,938</b>	<b>\$ 1,202,808,767</b>	<b>\$ 1,266,846,891</b>	<b>\$ 1,316,282,411</b>	<b>\$ 933,032,098</b>

Source: County's Comprehensive Annual Financial Report

Note: Lake County began to report accrual information when it implemented GASB Statement 34 in fiscal year 2002

Fiscal Years 2005 - 2009: Component units included

Fiscal Year 2010: Lake County Forest Preserve District removed as blended component unit

**Lake County, Illinois**  
Changes in Net Assets, Last Nine Fiscal Years

	Fiscal Year								
	2002	2003	2004	2005	2006	2007	2008	2009	2010
<b>Expenses</b>									
<b>Governmental Activities:</b>									
General Government	\$ 39,412,730	\$ 37,217,436	\$ 68,449,563	\$ 70,904,849	\$ 57,787,770	\$ 54,793,703	\$ 56,633,810	\$ 67,923,860	\$ 63,035,084
Law and Judicial	82,401,329	89,012,249	76,279,086	81,324,847	96,776,750	98,895,622	107,221,719	107,893,168	111,409,447
Health and Human Services	76,136,605	84,451,170	79,445,336	81,863,211	85,459,141	94,239,352	99,804,863	102,573,121	98,988,773
Transportation	37,459,973	40,440,221	40,302,537	43,870,021	43,053,200	32,937,879	48,628,136	50,788,189	44,636,335
Planning and Economic Development	12,103,735	13,671,088	10,870,663	13,341,876	12,294,343	12,050,566	26,374,081	12,453,333	12,731,692
Culture, Recreation, Education	-	-	-	23,210,983	24,733,743	24,969,726	13,544,178	31,885,687	-
Interest and Fiscal Charges	528,964	448,754	744,317	10,899,055	9,901,942	9,662,954	10,147,817	12,338,241	1,715,768
<b>Total Governmental Activities Expenses</b>	<b>248,043,336</b>	<b>265,240,918</b>	<b>276,091,502</b>	<b>325,414,842</b>	<b>330,006,889</b>	<b>325,549,802</b>	<b>362,154,604</b>	<b>385,855,599</b>	<b>332,517,099</b>
<b>Business-Type Activities:</b>									
Water and Sewer	29,665,944	31,284,815	32,412,721	31,826,703	34,410,978	36,943,630	36,085,026	35,630,269	36,625,005
Public Building Commission	-	-	-	10,390,452	733,042	-	-	-	-
Golf Courses	-	-	-	4,254,628	4,216,116	4,278,023	4,165,757	4,363,137	-
Fox River Recreation Area	-	-	-	287,061	282,408	279,942	291,862	293,619	-
<b>Total Business-Type Activities Expenses</b>	<b>29,665,944</b>	<b>31,284,815</b>	<b>32,412,721</b>	<b>46,758,844</b>	<b>39,642,544</b>	<b>41,501,595</b>	<b>40,542,645</b>	<b>40,287,025</b>	<b>36,625,005</b>
<b>Total Primary Government Expenses</b>	<b>\$ 277,709,280</b>	<b>\$ 296,525,733</b>	<b>\$ 308,504,223</b>	<b>\$ 372,173,686</b>	<b>\$ 369,649,433</b>	<b>\$ 367,051,397</b>	<b>\$ 402,697,249</b>	<b>\$ 426,142,624</b>	<b>\$ 369,142,104</b>
<b>Program Revenues</b>									
<b>Governmental activities:</b>									
<b>Charges for Services:</b>									
General Government	\$ 26,345,232	\$ 31,555,327	\$ 29,128,772	\$ 35,556,893	\$ 30,700,369	\$ 28,285,572	\$ 27,046,050	\$ 24,319,733	\$ 26,362,955
Law and Judicial	19,961,061	21,967,622	23,344,632	24,454,341	25,379,979	28,385,804	29,839,961	30,043,661	31,532,934
Health and Human Services	27,399,390	31,060,018	24,265,012	26,152,721	25,335,877	35,603,672	32,684,579	32,417,043	29,003,123
Transportation	24,999,396	5,118,155	5,827,887	11,804,287	3,301,979	3,631,579	7,984,564	5,922,551	10,383,820
Planning and Economic Development	3,915,772	4,337,398	3,473,559	3,997,064	3,579,485	3,402,587	3,168,254	2,235,977	2,541,680
Culture, Recreation, Education	-	-	-	3,402,092	2,303,595	2,371,593	2,654,420	2,770,455	-
<b>Operating grants and contributions:</b>									
General Government	34,684	-	412,306	76,368	-	116,397	233,080	38,406	708,829
Law and Judicial	2,819,971	1,691,205	768,805	548,340	613,243	791,324	431,435	2,102,940	1,287,919
Health and Human Services	19,256,923	17,020,780	26,504,467	28,674,104	31,159,956	32,063,976	34,309,578	35,872,387	37,259,114
Transportation	-	11,359,451	150,458	68,852	91,427	-	-	-	92,390
Planning and Economic Development	4,731,016	7,094,300	5,117,732	7,139,074	6,234,363	5,557,488	5,762,753	5,384,988	8,879,736
Culture, Recreation, Education	-	-	-	884,025	1,085,359	987,427	1,303,181	1,171,012	-
<b>Capital grants and contributions:</b>									
General Government	-	-	-	-	2,090,003	1,112,596	666,346	41,737	280,558
Law and Judicial	-	-	98,110	-	293,940	-	-	299,484	35,510
Health and Human Services	1,022,863	1,325,583	948,161	-	-	-	-	-	-
Transportation	-	-	10,977,666	10,979,740	10,762,045	11,289,805	10,932,011	10,592,312	12,583,843
Culture, Recreation, Education	-	-	-	2,244,530	2,787,060	684,094	-	-	-
<b>Total Governmental Activities Program Revenues</b>	<b>130,486,308</b>	<b>132,529,839</b>	<b>131,017,567</b>	<b>155,982,431</b>	<b>145,698,680</b>	<b>154,263,914</b>	<b>157,016,212</b>	<b>153,212,686</b>	<b>160,952,411</b>

**Lake County, Illinois**  
**Changes in Net Assets, Last Nine Fiscal Years**

	Fiscal Year								
	2002	2003	2004	2005	2006	2007	2008	2009	2010
<b>Business-Type Activities:</b>									
<b>Charges for services:</b>									
Water and Sewer	\$ 31,839,912	\$ 27,772,284	\$ 27,713,363	\$ 29,794,800	\$ 30,227,214	\$ 29,882,052	\$ 33,834,786	36,226,044	38,452,505
Public Building Commission	-	-	-	6,280,715	-	-	-	-	-
Golf Courses	-	-	-	5,328,732	4,962,562	4,817,207	4,732,357	4,638,033	-
Fox River Recreation Area	-	-	-	223,177	238,807	269,295	212,414	219,129	-
<b>Operating Grants &amp; Contributions</b>									
Water and Sewer	-	-	-	-	-	-	73,000	-	94,754
<b>Capital Grants and Contributions:</b>									
Water and Sewer	-	8,376,746	5,963,595	5,096,867	7,076,906	4,833,442	3,966,022	5,025,630	8,805,146
<b>Total Business-Type Activities Program Revenues</b>	<b>31,839,912</b>	<b>36,149,030</b>	<b>33,676,958</b>	<b>46,724,291</b>	<b>42,505,489</b>	<b>39,801,996</b>	<b>42,818,579</b>	<b>46,108,836</b>	<b>47,352,405</b>
<b>Total Primary Government Program Revenues</b>	<b>\$ 162,326,220</b>	<b>\$ 168,678,869</b>	<b>\$ 164,694,525</b>	<b>\$ 202,706,722</b>	<b>\$ 188,204,169</b>	<b>\$ 194,065,910</b>	<b>\$ 199,834,791</b>	<b>\$ 199,321,522</b>	<b>\$ 208,304,816</b>
<b>Net (Expense) / Revenue</b>									
Governmental Activities	\$ (117,557,028)	\$ (132,711,079)	\$ (145,073,935)	\$ (169,432,411)	\$ (184,308,209)	\$ (171,258,888)	\$ (205,138,392)	\$ (232,642,913)	\$ (171,564,688)
Business-Type Activities	2,173,968	4,864,215	1,264,237	(34,553)	2,862,945	(1,699,599)	2,275,934	5,821,811	10,727,400
<b>Total Primary Government Net Expense</b>	<b>\$ (115,383,060)</b>	<b>\$ (127,846,864)</b>	<b>\$ (143,809,698)</b>	<b>\$ (169,466,964)</b>	<b>\$ (181,445,264)</b>	<b>\$ (172,958,487)</b>	<b>\$ (202,862,458)</b>	<b>\$ (226,821,102)</b>	<b>\$ (160,837,288)</b>
<b>General Revenues and Other Changes in Net Assets</b>									
<b>Governmental activities:</b>									
<b>Taxes</b>									
Property Taxes	\$ 96,983,220	\$ 102,167,275	\$ 105,923,155	\$ 158,006,192	\$ 167,268,497	\$ 177,086,069	\$ 189,026,884	199,011,309	140,333,148
Sales Taxes	25,793,731	24,545,454	25,378,747	26,462,677	27,664,504	27,733,932	44,426,469	47,132,614	48,358,943
Income Taxes	7,456,036	5,380,803	5,080,855	6,139,115	6,734,802	7,249,665	7,748,129	6,651,404	6,439,960
Personal property replacement Taxes	-	1,970,865	2,206,046	3,032,435	3,254,931	3,849,481	3,792,087	3,199,126	3,449,387
Other Taxes	1,832,410	1,920,580	1,198,829	1,068,696	1,199,593	1,218,761	1,395,547	1,186,451	1,266,068
Investment income	3,836,044	2,983,154	6,091,937	10,846,009	15,722,927	20,759,697	16,143,735	12,273,071	8,038,102
Gain (loss) on sale of capital assets	(1,309,279)	(346,866)	-	428,026	554,376	378,864	215,408	354,938	245,609
Miscellaneous	-	-	587,529	26,574	-	-	-	3,118,599	1,804,509
Transfers	-	-	-	162,200	13,613,991	(228,435)	(68,523)	233,129	-
Transfer of capital assets	-	-	-	(247,752)	(1,849,321)	-	-	-	-
<b>Total governmental activities</b>	<b>134,592,162</b>	<b>138,621,265</b>	<b>146,467,098</b>	<b>205,924,172</b>	<b>234,164,300</b>	<b>238,048,034</b>	<b>262,679,736</b>	<b>273,160,641</b>	<b>209,935,726</b>
<b>Business-type activities:</b>									
Property taxes	1,046,880	1,045,069	872,837	872,448	873,382	873,120	873,130	885,701	876,326
Investment income	-	-	1,318,586	2,067,484	2,390,678	3,731,325	3,260,282	2,419,977	1,620,011
Miscellaneous	-	-	334,157	528,622	-	-	-	-	-
Transfers	-	-	-	(162,200)	(13,613,991)	228,435	68,523	(233,129)	-
Transfer of capital assets	-	-	-	247,752	1,849,321	-	-	-	-
Interest	1,453,588	1,119,101	-	-	-	-	-	-	-
Gain (loss) on sale of capital assets	-	30,036	-	-	11,746	59,508	19,001	23,342	23,994
<b>Total business-type activities</b>	<b>2,500,468</b>	<b>2,194,206</b>	<b>2,525,580</b>	<b>3,554,106</b>	<b>(8,488,864)</b>	<b>4,892,388</b>	<b>4,220,936</b>	<b>3,095,891</b>	<b>2,520,331</b>
<b>Total primary government</b>	<b>\$ 137,092,630</b>	<b>\$ 140,815,471</b>	<b>\$ 148,992,678</b>	<b>\$ 209,478,278</b>	<b>\$ 225,675,436</b>	<b>\$ 242,940,422</b>	<b>\$ 266,900,672</b>	<b>\$ 276,256,532</b>	<b>\$ 212,456,057</b>
<b>Change in Net Assets</b>									
Governmental activities	\$ 17,035,134	\$ 5,910,186	\$ 1,393,163	\$ 36,491,761	\$ 49,856,091	\$ 66,762,146	\$ 57,541,344	\$ 40,517,728	\$ 38,371,038
Business-type activities	4,674,436	7,058,421	3,789,817	3,519,553	(5,625,919)	3,192,789	6,496,870	8,917,702	13,247,731
<b>Total primary government</b>	<b>\$ 21,709,570</b>	<b>\$ 12,968,607</b>	<b>\$ 5,182,980</b>	<b>\$ 40,011,314</b>	<b>\$ 44,230,172</b>	<b>\$ 69,954,935</b>	<b>\$ 64,038,214</b>	<b>\$ 49,435,430</b>	<b>\$ 51,618,769</b>

Source: County's Comprehensive Annual Financial Report

Note: Accrual-basis financial information for Lake County government as a whole is only available back to 2002, the year GASB statement 34 was implemented.  
 Fiscal Years 2005 - 2009: Lake County Forest Preserve District included as a blended component unit.  
 Fiscal Year 2010: Lake County Forest Preserve District removed as blended component unit.

**Lake County, Illinois**  
**Fund Balances, Governmental Funds**  
**Last Nine Fiscal Years**

	Fiscal Year								
	2002	2003	2004	2005	2006	2007	2008	2009	2010
<b>General Fund</b>									
Reserved	\$ 198,549	\$ 29,845	\$ 344,094	\$ 512,741	\$ 311,384	\$ 2,024,184	\$ 14,328,921	\$ -	\$ -
Designated		24,447,251	24,225,506	24,820,915	54,345,545	53,547,759	23,201,425	-	-
Undesignated	97,348,620	77,829,335	75,688,177	81,728,678	66,020,249	65,975,555	76,123,395	-	-
Nonspendable	-	-	-	-	-	-	-	289,895	395,786
Restricted	-	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	39,394,769	40,164,892
Assigned	-	-	-	-	-	-	-	-	36,427,077
Unassigned (deficit)	-	-	-	-	-	-	-	86,113,201	56,478,418
<b>Total General Fund</b>	<u>\$97,547,169</u>	<u>\$ 102,306,431</u>	<u>\$ 100,257,777</u>	<u>\$ 107,062,334</u>	<u>\$ 120,677,178</u>	<u>\$ 121,547,498</u>	<u>\$ 113,653,741</u>	<u>\$ 125,797,865</u>	<u>\$ 133,466,173</u>
<b>All other Governmental Funds</b>									
Reserved	\$ 237,924	\$ 411,230	\$ 696,313	\$ 19,236,682	\$ 20,857,052	\$ 22,816,333	\$ 49,175,422	\$ -	\$ -
Designated									
Special Revenue Funds	-	41,725,315	31,985,819	40,982,015	47,887,288	60,272,922	68,782,542	-	-
Capital Projects Fund	-	2,478,332	538,015	33,433,557	63,796,420	41,569,398	26,036,614	-	-
Undesignated									
Special Revenue Funds	90,979,881	40,112,067	42,476,595	82,325,917	83,413,542	84,289,490	112,345,206	-	-
Capital Projects Fund	507,155	74,656	77,952	215,809	253,881	7,796	17,795	-	-
Debt Service Funds	527,625	352,184	-	-	-	-	-	-	-
Nonspendable	-	-	-	-	-	-	-	1,857,087	1,527,046
Restricted	-	-	-	-	-	-	-	234,620,744	152,343,445
Committed	-	-	-	-	-	-	-	17,610,866	-
Unassigned (deficit)	-	-	-	-	-	-	-	(94,770)	(75,733)
<b>Total all other Governmental Funds</b>	<u>\$92,252,585</u>	<u>\$ 85,153,784</u>	<u>\$ 75,774,694</u>	<u>\$ 176,193,980</u>	<u>\$ 216,208,183</u>	<u>\$ 208,955,939</u>	<u>\$ 256,357,579</u>	<u>\$ 253,993,927</u>	<u>\$ 153,794,758</u>

Source: County's Comprehensive Annual Financial Report

Fiscal Years 2005 - 2009: Lake County Forest Preserve District included as a blended component unit.

Fiscal Year 2010: Lake County Forest Preserve District removed as blended component unit.

Fiscal Year 2009: Lake County implemented GASB Statement 54.

**Lake County, Illinois**  
**Changes in Fund Balances, Governmental Funds**  
**Last Nine Fiscal Years**

	Fiscal Year								
	2002	2003	2004	2005	2006	2007	2008	2009	2010
<b>Revenues</b>									
Taxes	\$ 132,065,392	\$ 135,984,977	\$ 153,593,564	\$ 208,904,679	\$ 219,999,226	\$ 232,541,748	\$ 260,979,186	\$ 272,615,986	\$ 217,717,629
Charges for services	32,878,394	38,799,663	36,459,850	42,564,678	40,689,757	39,333,441	37,917,695	36,843,637	37,191,891
License and permits	2,997,776	3,502,671	2,964,631	3,129,766	2,882,849	3,382,827	3,086,115	2,554,512	2,864,874
Fines and forfeitures	3,664,117	4,524,869	1,467,829	1,211,940	1,300,679	1,308,285	1,399,639	1,311,690	1,240,881
Intergovernmental	82,541,545	77,516,703	69,586,256	85,232,247	76,853,100	85,279,355	89,324,098	85,266,890	93,345,150
Investment income	3,836,044	2,861,195	3,263,676	6,757,944	11,517,542	16,188,565	13,151,486	8,247,787	2,979,058
Miscellaneous	3,381,426	2,467,284	6,315,055	9,843,586	9,202,165	9,495,257	9,984,424	10,247,084	10,506,858
<b>Total revenues</b>	<b>261,364,694</b>	<b>265,657,362</b>	<b>273,650,861</b>	<b>357,644,840</b>	<b>362,445,318</b>	<b>387,529,478</b>	<b>415,842,643</b>	<b>417,087,586</b>	<b>365,846,341</b>
<b>Expenditures</b>									
General government	49,662,988	53,656,740	46,633,893	49,571,116	40,647,733	48,323,611	47,224,441	55,051,620	50,643,104
Law and judicial	64,450,401	67,868,905	75,504,089	85,997,601	93,688,499	99,390,699	103,733,892	103,230,432	104,918,467
Health and human services	68,320,178	72,225,699	79,088,377	82,083,136	87,343,697	92,265,476	95,920,217	99,843,704	98,544,821
Transportation	16,514,562	12,960,324	14,172,684	15,278,709	16,647,580	17,955,743	20,676,875	21,240,022	18,947,856
Planning and economic development	10,870,675	12,214,078	10,399,475	13,177,177	12,694,033	11,913,160	11,983,533	11,231,299	14,020,867
Forest preserve	-	-	-	18,543,700	20,358,263	21,606,555	23,169,432	24,867,968	-
Capital outlay	26,832,931	42,299,997	45,054,042	49,578,097	66,057,312	72,864,193	113,684,454	124,849,834	52,319,591
Debt service									
Interest	528,964	448,754	1,104,751	13,201,997	13,206,917	17,611,362	18,445,929	22,105,558	2,193,000
Principal	572,000	1,482,000	5,629,000	16,900,469	17,514,685	15,432,537	16,532,658	18,727,438	1,738,438
<b>Total expenditures</b>	<b>237,752,699</b>	<b>263,156,497</b>	<b>277,586,311</b>	<b>344,332,002</b>	<b>368,158,719</b>	<b>397,363,336</b>	<b>451,371,431</b>	<b>481,147,875</b>	<b>343,326,144</b>
Excess of revenues over (under) expenditures	23,611,995	2,500,865	(3,935,450)	13,312,838	(5,713,401)	(9,833,858)	(35,528,788)	(64,060,289)	22,520,197
<b>Other Financing Sources (Uses)</b>									
Settlement proceeds	-	-	-	-	-	-	-	1,750,000	-
Proceeds from borrowing	-	2,487,503	-	39,360,644	47,399,847	52,555,000	73,443,000	72,105,000	-
Payments to refunding bond escrow agent	-	-	-	(38,726,663)	-	(52,048,261)	1,209,663	(618,119)	-
Premium on swap	-	-	-	-	-	2,318,000	-	-	-
Transfer in	1,235,425	1,197,356	8,082,386	34,465,224	51,242,144	57,049,251	43,381,187	40,908,376	34,373,474
Transfer out	(4,026,049)	(8,675,473)	(14,582,386)	(34,918,024)	(38,951,419)	(56,955,651)	(43,212,587)	(40,659,434)	(34,373,474)
Sale of capital assets	-	150,210	246,864	512,179	554,376	533,595	215,408	354,938	245,611
<b>Total Other Financing Sources (Uses)</b>	<b>(2,790,624)</b>	<b>(4,840,404)</b>	<b>(6,253,136)</b>	<b>693,360</b>	<b>60,244,948</b>	<b>3,451,934</b>	<b>75,036,671</b>	<b>73,840,761</b>	<b>245,611</b>
<b>Net change in Fund Balances</b>	<b>\$ 20,821,371</b>	<b>\$ (2,339,539)</b>	<b>\$ (10,188,586)</b>	<b>\$ 14,006,198</b>	<b>\$ 54,531,547</b>	<b>\$ (6,381,924)</b>	<b>\$ 39,507,883</b>	<b>\$ 9,780,472</b>	<b>\$ 22,765,808</b>
Debt service as a percentage of noncapital expenditures	0.5%	0.8%	3.0%	10.4%	9.7%	10.3%	10.2%	11.3%	1.4%

Source: County's Comprehensive Annual Financial Report

Fiscal Years 2005 - 2009: Lake County Forest Preserve District included as a blended component unit.  
Fiscal Year 2010: Lake County Forest Preserve District removed as blended component unit.



**Lake County, Illinois**  
**Assessed Value and Estimated Actual Value of Taxable Property**  
**Last Ten Fiscal Years**

Fiscal Year Ended November 30,	Residential Property Equalized Assessed Value	Real Property			Railroad Property	Less: Tax Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
		Farm Property	Commercial Property	Industrial Property	Equalized Assessed Value					
2001	\$ 14,154,938,113	\$ 118,702,442	\$ 2,554,671,581	\$ 732,497,908	\$ 5,654,375	\$ 735,213,198	\$ 16,831,251,221	0.521	\$ 52,704,663,723	33.33%
2002	15,358,154,358	120,079,155	2,716,627,884	775,858,566	6,139,664	772,636,925	18,204,222,702	0.516	56,936,272,508	33.33%
2003	16,862,628,150	118,736,033	2,835,038,727	777,493,531	7,458,665	804,190,008	19,797,165,098	0.502	61,810,246,343	33.33%
2004	18,395,926,270	114,620,093	3,043,582,004	834,077,943	8,463,845	851,466,769	21,545,203,386	0.490	67,196,730,138	33.33%
2005	20,058,543,864	122,983,205	3,156,968,066	864,965,359	10,281,709	1,215,054,180	22,998,688,023	0.465	72,648,491,458	33.33%
2006	22,028,603,597	130,842,924	3,371,972,295	898,569,795	10,370,237	1,270,637,207	25,169,721,641	0.454	79,329,009,445	33.33%
2007	24,059,821,968	138,325,080	3,560,027,731	945,748,957	11,480,843	1,396,156,864	27,319,237,715	0.045	86,154,799,217	33.33%
2008	25,707,055,762	138,725,008	3,896,237,047	1,009,514,103	12,734,654	1,396,156,864	29,368,109,714	0.444	92,302,029,937	33.33%
2009	26,692,708,236	148,207,853	4,080,157,970	1,070,167,624	14,408,385	1,519,276,839	30,486,373,229	0.453	96,026,552,859	33.33%
2010	26,444,355,479	130,000,960	4,076,868,901	1,078,670,211	15,632,006	1,594,160,150	30,170,722,053	0.464	95,304,177,027	33.33%

Source: Lake County Clerk

**Lake County, Illinois**  
**Direct and Overlapping Property Tax Rates**  
**Last Ten Years**

	Year Taxes Are Payable									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
<b>County Direct Rates</b>										
General	0.516	0.502	0.490	0.465	0.454	0.450	0.444	0.453	0.464	n/a
Forest Preserve	0.221	0.232	0.225	0.219	0.210	0.204	0.201	0.199	0.200	n/a
Elementary School District	0.088-3.998	1.152-3.987	1.101-4.116	1.051-4.137	1.013-4.166	0.964-4.296	0.944-4.330	0.965-4.403	0.998 - 4.423	n/a
Unit School District	3.733-5.440	3.353-5.960	3.200-5.938	3.401-5.941	3.246-5.872	3.386-5.834	3.023-5.639	3.064-5.691	3.272 - 5.986	n/a
High School District	1.157-2.772	1.092-2.798	1.045-3.061	1.003-3.233	0.965-3.197	0.961-3.136	0.959-3.013	1.001-3.066	1.069 -3.195	n/a
Township	0.029-0.348	0.028-0.357	0.027-0.355	0.028-0.355	0.029-0.359	0.016-0.375	0.028-0.368	0.029-0.372	0.031 - 0.364	n/a
Township Road & Bridge	0.012-0.166	0.013-0.159	0.011-0.143	0.011-0.141	0.01-0.132	0.020-0.277	0.016-0.271	0.019-0.275	0.007 - 0.118	n/a
Gravel	0.020-0.167	0.020-0.167	0.019-0.167	0.020-0.167	0.020-0.670	0.021-0.171	0.015-0.161	0.021-0.191	0.021 - 0.193	n/a
Mosquito Abatement	0.012-0.022	0.012-0.021	0.012-0.020	0.012-0.014	0.012-0.013	0.012	0.011-0.042	0.010-0.042	0.011 - 0.012	n/a
Central Lake County Joint Action Water Authority	-	-	-	-	0.049	0.046	0.042	0.042	0.042	n/a
Sanitary District	0.035-0.216	0.030-0.209	0.031-0.203	0.032-0.198	0.031-0.191	0.030-0.187	0.031-0.186	0.032-0.192	0.032 - 0.194	n/a
Park District	0.020-0.730	0.019-0.763	0.019-0.791	0.019-0.730	0.019-0.711	0.019-0.728	0.019-0.707	0.019-0.707	0.020 - 0.703	n/a
Library District	0.179-0.472	0.172-0.446	0.171-0.451	0.170-0.452	0.155-0.438	0.161-0.436	0.152-0.433	0.150-0.447	0.161 - 0.452	n/a
Rural Fire Protection District	0.153-0.716	0.148-0.698	0.141-0.779	0.142-0.709	0.136-0.690	0.128-0.674	0.121-0.652	0.124-0.677	0.127 - 0.688	n/a
Cities and Villages	0.404-0.980	0.004-1.731	0.004-1.613	0.004-1.605	0.004-2.060	0.012-2.130	0.013-2.446	0.012-2.491	0.012 - 2.616	n/a
College District	-	-	-	-	0.197	0.195-0.320	0.192-0.269	0.196-0.278	0.200 - 0.312	n/a

Source: Lake County Clerk  
P-Tax Series - District Detail  
N/A - Final numbers not available at time of publication

**Lake County, Illinois**  
**Principal Property Tax Payers**  
**Current Year and Nine Years Ago**

<u>Taxpayer</u>	<u>Type of Business</u>	Fiscal Year 2010			Fiscal Year 2001		
		Assessed Value (in Thousands)	Rank	Percentage of Total Equalized Assessed Value	Assessed Value (in Thousands)	Rank	Percentage of Total Equalized Assessed Value
Abbott Laboratories	Pharmaceuticals - Hospital Supplies	\$ 171,941	1	0.60%	\$ 129,021	1	0.77%
Gurnee Mill / Gurnee Properties Associates	Retail Outlet Mall	58,008	2	0.20%	47,044	3	0.28%
Wal-Mart	Discount Department Store	38,906	3	0.14%			
Van Vlissingen & Company	Real Estate Developers	38,697	4	0.13%			
Midwest Family Housing LLC	Real Estate Developers	35,466	5	0.12%			
JBC Funds Parkway North LLC	Real Estate Services & Advisory	32,956	6	0.11%			
Marvin F. Poer & Company	Property Tax Consultants	32,132	7	0.11%			
Hewitt Associates	Human Resources	31,786	8	0.11%			
Baxter Healthcare Corp	Pharmaceuticals	30,381	9	0.11%			
Long Ridge Office Portfolio	Non Residential Building Operator	30,221	10	0.11%			
The Presbyterian Home	Living Facility-Elderly				24,563	9	0.15%
Carr Office Park, LLC	Real Estate Developers				25,140	8	0.15%
Time Warner	Amusements				26,953	4	0.16%
Allegiance Healthcare Corporation	Pharmaceuticals				25,330	7	0.15%
Lumbermen's Mutual Casualty Company	Insurance				25,894	5	0.15%
Cornerstone Deerfield, LLC	Real Estate Developers				24,522	10	0.15%
Exelon Generation Company, LLC	Electric Utility				78,090	2	0.46%
Motorola	Electronics				25,577	6	0.15%
<b>Total</b>		<b>\$ 500,494</b>		<b>1.74%</b>	<b>\$ 432,134</b>		<b>2.57%</b>

Source: Based upon data submitted by the Lake County Supervisor of Assessments

**Lake County, Illinois**  
**Property Tax Levies and Collections**  
**Last Ten Fiscal Years**

Fiscal Year	Taxes Levied for the Fiscal Year (original Levy)	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Original Levy		Amount	Percentage of Adjusted Levy
2001	\$ 87,690,819	\$ 87,453,294	99.73%	\$ 12,772	\$ 87,466,066	99.74%
2002	93,933,876	93,592,812	99.64%	6,538	93,599,350	99.64%
2003	99,381,769	99,272,826	99.89%	2,433	99,275,259	99.89%
2004	105,589,908	105,054,496	99.49%	2,885	105,057,381	99.50%
2005	106,943,899	106,589,671	99.67%	12,549	106,602,220	99.68%
2006	114,270,536	113,952,744	99.72%	3,212	113,955,956	99.72%
2007	122,936,570	122,739,759	99.84%	11,501	122,751,260	99.85%
2008	130,394,407	130,026,566	99.72%	-	130,026,566	99.72%
2009	138,103,271	137,529,435	99.58%	-	137,529,435	99.58%
2010	139,992,150	139,808,551	99.87%	-	139,808,551	99.87%

Sources: Lake County Clerk and Lake County Treasurer

**Lake County, Illinois**  
**Ratio of Outstanding Debt by Type**  
**Last Ten Fiscal Years**

Fiscal Year	Governmental Activities					Business-Type Activities						
	General Obligation Bonds	Special Service Area	Note Payable	Debt Certificates	Capital Leases	Revenue Bonds	Installment Certificates	Total Primary Government	Personal Income (1)	Percentage of Personal Income	Population (2)	Per Capita
2001	\$ 8,935,000	\$ 1,810,000	\$ -	\$ -	\$ 14,365,000	\$ 37,760,000	\$ -	\$ 62,870,000	\$ 32,291,206	0.19%	654,000	96.13
2002	8,660,000	1,678,000	495,000	-	10,445,000	35,025,000	-	56,303,000	31,253,131	0.18%	674,850	83.43
2003	7,890,000	1,371,000	330,000	2,260,000	8,300,000	47,169,225	-	67,320,225	31,028,889	0.22%	678,500	99.22
2004	7,085,000	1,217,000	165,000	1,785,000	4,270,000	44,807,388	-	59,329,388	32,853,953	0.18%	692,895	85.63
2005	201,494,855	1,050,000	-	1,295,000	311,329	43,213,946	1,587,000	248,952,130	34,706,386	0.72%	702,682	354.29
2006	226,688,948	880,000	-	790,000	171,767	57,524,525	1,084,000	287,139,240	37,263,297	0.77%	723,591	396.83
2007	208,809,541	750,000	-	265,000	25,147	54,710,923	555,000	265,115,611	39,199,483	0.68%	723,591	366.39
2008	254,738,302	3,693,000	-	-	-	51,835,033	-	310,266,335	39,488,486	0.79%	723,591	428.79
2009	299,085,000	3,455,000	-	-	-	50,018,849	-	352,558,849	39,789,801	0.89%	728,086	484.23
2010	35,105,000	3,307,000	-	-	-	67,269,471	-	105,681,471	37,515,642	0.28%	703,462	150.23

Sources:

(1) Northeastern Planning Commission Bureau of Economic Analysis

(2) U.S. Census, Economic Development Intelligence System, Northeastern Illinois Planning Commission and Lake County Partners

Fiscal Years 2005 - 2009: Lake County Forest Preserve District included as a blended component unit.

Fiscal Year 2010: Lake County Forest Preserve District removed as blended component unit.

**Lake County, Illinois**  
**Ratio of General Bonded Debt Outstanding**  
**Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>General Obligation Bonds</b>	<b>Less: Amounts Available in Debt Service Fund</b>	<b>Total</b>	<b>Percentage of Estimated Actual Taxable Value of Property</b>	<b>Population (1)</b>	<b>Per Capita</b>
2001	\$ 8,935,000	\$ 703,358	\$ 8,231,642	0.02	654,000	1,259
2002	8,660,000	507,155	8,152,845	0.01	674,850	1,208
2003	7,890,000	352,184	7,537,816	0.01	678,500	1,111
2004	7,085,000	357,203	6,727,797	0.01	692,895	971
2005	201,494,855	19,236,682	182,258,173	0.25	702,682	25,938
2006	226,688,948	20,857,052	205,831,896	0.26	723,591	28,446
2007	208,809,541	22,816,333	185,993,208	0.26	725,913	25,622
2008	254,738,302	24,377,646	230,360,656	0.31	735,744	31,310
2009	299,085,000	19,218,616	279,866,384	0.38	728,086	38,439
2010	35,105,000	507,797	34,597,203	0.05	703,462	4,918

Source:

(1) U.S. Census, Economic Development Intelligence System, Northeastern Illinois Planning Commission and Lake County Partners

Fiscal Years 2005 - 2009: Lake County Forest Preserve District included as a blended component unit.

Fiscal Year 2010: Lake County Forest Preserve District removed as blended component unit.

**Lake County, Illinois**  
**Primary Government**  
**Legal Debt Margin Information**  
**Last Ten Fiscal Years**  
**(Dollars in thousands)**

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Assessed Value of Property	\$ 16,831,251	\$ 18,204,239	\$ 19,797,165	\$ 21,548,961	\$ 22,998,688	\$ 27,319,238	\$ 29,368,110	\$ 30,486,373	\$ 30,170,722	\$ 28,684,699
Debt Limit, 5.75% of Assessed Value	\$ 967,797	\$ 1,046,744	\$ 1,138,337	\$ 1,239,065	\$ 1,322,425	\$ 1,570,856	\$ 1,688,666	\$ 1,752,966	\$ 1,734,817	\$ 1,649,370
General Obligation Bonds	-	-	-	-	-	-	-	-	-	-
Total net debt applicable to the limit	-	-	-	-	-	-	-	-	-	-
Legal Debt Margin	\$ 967,797	\$ 1,046,744	\$ 1,138,337	\$ 1,239,065	\$ 1,322,425	\$ 1,570,856	\$ 1,688,666	\$ 1,752,966	\$ 1,734,817	\$ 1,649,370
Total net debt applicable to the limit as a percentage of debt limit	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%

No primary government general obligation bonds outstanding are funded by the tax levy and, therefore, are not subject to the legal debt margin.

**Lake County, Illinois**  
**Pledged-Revenue Coverage**  
**Last Ten Fiscal Years**

Fiscal Year Ended November 30,	Water Revenue Bonds						Coverage
	Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Debt Service			
				Principal	Interest		
2001	\$ 32,892,162	\$ 20,394,674	\$ 12,497,488	\$ 2,505,000	\$ 2,044,183	2.75	
2002	\$ 32,055,448	\$ 21,508,570	\$ 10,546,878	\$ 2,735,000	\$ 1,916,598	2.27	
2003	\$ 34,426,793	\$ 23,182,585	\$ 11,244,208	\$ 2,855,000	\$ 1,779,745	2.43	
2004	\$ 34,572,024	\$ 24,323,975	\$ 10,248,049	\$ 3,110,000	\$ 1,767,765	2.10	
2005	\$ 37,113,461	\$ 25,028,282	\$ 12,085,179	\$ 3,300,000	\$ 1,612,371	2.46	
2006	\$ 38,717,214	\$ 26,556,598	\$ 12,160,616	\$ 3,530,000	\$ 2,100,024	2.16	
2007	\$ 39,140,178	\$ 28,224,017	\$ 10,916,161	\$ 3,530,000	\$ 1,290,032	2.26	
2008	\$ 40,066,441	\$ 27,481,958	\$ 12,584,483	\$ 3,630,000	\$ 1,095,824	2.66	
2009	\$ 41,883,588	\$ 26,833,353	\$ 15,050,235	\$ 3,830,000	\$ 1,658,099	2.74	
2010	\$ 44,085,146	\$ 27,733,380	\$ 16,351,766	\$ 3,585,000	\$ 1,478,610	3.23	

Source: Lake County Public Works Department Financial Statements



**Lake County, Illinois**  
**Demographic and Economic Statistics**  
**Last Ten Fiscal Years**

<u>Year</u>	<u>Population (1)</u>	<u>Personal Income (thousands of dollars) (2)</u>	<u>Per Capita Personal Income (2)</u>	<u>Median Age (3)</u>	<u>School Enrollment (4)</u>	<u>Unemployment Rate (5)</u>
2001	654,000	32,291,206	48,794	34.6	144,534	4.6%
2002	674,850	31,253,131	46,343	34.4	147,195	5.7%
2003	678,500	31,028,889	45,486	34.5	147,319	6.0%
2004	692,895	32,853,953	47,417	34.1	150,737	5.5%
2005	704,048	34,706,386	48,906	34.5	137,629	4.5%
2006	723,591	37,263,297	53,629	34.8	138,296	4.2%
2007	725,913	39,199,483	40,393	35.0	140,341	4.6%
2008	735,744	39,488,486	40,573	35.1	139,369	8.3%
2009	728,086	39,789,801	38,042	35.2	139,235	11.6%
2010	703,462	37,515,642	37,724	35.3	138,317	9.6%

Sources:

- (1) U.S. Census, Economic Development Intelligence System and Northeastern Illinois Planning Commission and Lak
- (2) Sales & Marketing Management Survey of Buying Power and Bureau of Economic Analysis and Lake County Partn
- (3) Market Profile prepared by Lake County Partners and Economic Development Intelligence System
- (4) Lake County Regional Office of Education
- (5) Illinois Department of Employment Security - December Rate - Not Seasonally Adjusted

**Lake County, Illinois**  
**Principal Employers**  
**Current Year & Nine Years Ago**

<u>Employer</u>	<u>2010</u>			<u>2001</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>
United States Department of The Navy	25,000	1	6.96%	8,500	2	2.74%
Abbott	15,700	2	4.37%	14,000	1	4.51%
Hewitt Associates	6,000	3	1.67%	2,334	9	0.75%
Baxter International	4,600	4	1.28%	4,000	4	1.29%
Motorola	4,000	5	1.11%	6,000	3	1.93%
Discover Financial Services	3,500	6	0.97%			
HSBC, Inc.	3,100	7	0.86%			
Lake County Government	2,800	8	0.78%	2,619	7	0.84%
CDW (tie)	2,500	9	0.70%			
Advocate/Condell Medical Center (tie)	2,500	9	0.70%	1,800	10	0.58%
Walgreen Company (tie)	2,500	9	0.70%	3,000	5	0.97%
Medline Industries (tie)	2,000	10	0.56%			
College of Lake County (tie)	2,000	10	0.56%			
Allegiance Healthcare Corp				2,700	6	0.87%
Kemper Insurance				2,500	8	0.81%
	<u>76,200</u>		<u>19.26%</u>	<u>47,453</u>		<u>15.29%</u>

Source: Lake County Partners

**Lake County, Illinois**  
**Full-time Equivalent County Government Employees by Function**  
**Last Ten Fiscal Years**

Function/Program	Full-time Equivalent Employees as of November 30									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General Government	324	329	331	344	329	328	324	327	324	328
Law & Judicial	995	1,003	1,005	1,010	1,020	1,029	1,041	1050	1057	1051
Health & Human Services	1,096	1,088	1,120	1,097	1,095	1,126	1,065	1,093	1069	1074
Transportation	126	129	130	130	132	133	122	123	125	125
Planning & Economic Development	70	71	72	70	67	68	67	67	67	64
<b>Total</b>	<b>2,610</b>	<b>2,620</b>	<b>2,657</b>	<b>2,650</b>	<b>2,643</b>	<b>2,683</b>	<b>2,619</b>	<b>2,660</b>	<b>2,642</b>	<b>2642</b>

Source: Lake County Annual Budget

**Lake County, Illinois  
Operating Indicators by Function  
Last Ten Fiscal Years**

Function/Program	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
<b>GOVERNMENT ACTIVITIES</b>										
<b>GENERAL GOVERNMENT</b>										
Accounts Payable checks issued	n/a	n/a	n/a	32,691	28,639	29,127	30,268	40,157	35,830	34,621
Marriage Licenses	5,435	4,963	4,809	4,661	4,700	4,421	4,512	4,688	4,160	4,264
Marriage Certificates	7,968	7,722	7,196	6,629	6,890	6,899	10,053	12,589	12,490	13,364
Death Certificates	1,239	1,317	1,244	1,316	1,180	1,108	1,830	2,449	2,728	2,662
Birth Certificates	15,450	15,877	15,703	16,925	16,920	17,414	24,050	25,341	24,155	25,821
Number of Documents recorded	206,866	252,377	382,893	241,381	213,348	190,274	174,116	138,461	133,475	129,817
Assessed Billing Value (in thousands)	19,236,120	20,892,636	22,747,738	24,568,291	26,727,529	29,065,888	31,115,985	32,387,719	32,046,031	29,890,139
New Property Value (in thousands)	534,989	560,851	450,216	538,137	601,774	617,121	530,154	487,119	273,189	179,431
Total Parcels	259,379	260,098	264,018	268,419	272,195	276,943	280,208	282,518	283,243	283,372
Taxable Parcels	245,533	247,162	250,602	254,901	258,358	263,095	265,265	268,040	268,297	268,424
Total Board of Review Actions	n/a	10,378	10,086	9,603	10,673	8,549	10,110	13,291	19,385	28,339
<b>LAW AND JUDICIAL</b>										
Number of Misdemeanor cases	9,488	9,147	8,709	8,180	7,940	8,054	9,026	8,589	8,040	6,613
Number of Felony cases	4,357	5,116	4,739	4,758	5,020	5,205	5,041	5,468	5,123	4,934
Average jail occupancy	530	543	547	529	552	603	632	635	635	627
Total Deaths Investigated	2,941	3,352	3,430	3,466	3,441	3,513	3,597	3,673	3,738	3,894
Inquests Conducted	184	198	193	210	222	206	226	248	231	270
Autopsies	193	178	141	141	126	121	175	114	98	115
Cremation Permits Issued	1,397	1,506	1,540	1,651	1,651	1,640	1,755	1,801	1,927	1,913
Total Case Filings	250,422	253,485	256,371	266,307	267,888	264,007	256,300	251,495	242,064	223,838
Judges "On-Hand"	32	32	32	32	32	34	36	36	36	36
Cases Per Judge	7,826	7,921	8,012	8,322	8,372	7,765	7,119	6,986	6,724	6,592
Jurors Summoned	25,237	21,710	18,608	18,776	18,217	18,399	19,343	21,122	22,273	23,400
Jurors Served	8,292	7,781	7,153	7,456	7,610	7,227	7,547	8,392	8,443	8,672
Referrals to Juvenile Intake	2,044	2,063	2,131	1,890	1,803	1,865	1,981	1,848	1,630	1,911
Admissions to Hulse Detention Center	688	676	625	606	567	574	579	649	513	562
Total Adult Probation Caseload	4,313	4,534	4,745	4,566	4,353	4,425	4,668	5,541	5,337	5,324
<b>HEALTH &amp; HUMAN SERVICES</b>										
Behavioral Health - Mental Health Outpatient Counseling - # of Cases	3,194	3,802	1,631	1,560	1,749	2,020	2,042	1,972	2,089	2,204
Behavioral Health - Mental Health Outpatient Counseling - # of Sessions	21,110	18,968	11,724	17,804	16,690	19,018	18,867	17,857	18,926	11,784
Community Health - Immunizations and Vaccine's - # of Patients	20,895	15,682	15,267	10,320	18,284	11,377	17,731	16,249	15,335	9,501
Community Health - Public Health Nursing/Family Case Mgmt - Visits	11,715	13,115	16,012	15,556	17,978	23,356	25,326	25,446	24,045	24,541
Environmental Health - Number of Food Service Inspections/Education	5,480	5,649	5,729	7,532	7,688	7,988	8,109	7,754	7,971	6,398
Primary Care - Primary Ambulatory Care - Number of Patient Visits	83,027	88,775	98,332	103,199	113,088	119,729	131,243	138,965	150,993	167,085
Winchester House - Medicaid - Resident Days	88,830	81,810	79,271	79,989	81,698	77,591	67,242	60,769	56,870	57,582
Winchester House - Private - Resident Days	33,314	35,936	38,840	30,328	15,864	11,821	13,247	12,491	10,472	9,640
Winchester House - Other - Resident Days	801	709	2,028	1,995	4,731	6,665	9,069	9,663	9,522	8,178
Number Registering for Workforce Training Services	1,025	1,500	1,383	1,321	1,225	981	1,230	1,353	1,735	3,176
<b>PLANNING &amp; ECONOMIC DEVELOPMENT</b>										
Building permits - unincorporated areas	3,991	4,518	4,207	4,150	7,745	3,303	3,020	2,708	2,252	2,577
<b>BUSINESS-TYPE ACTIVITIES</b>										
<b>Water &amp; Sewer</b>										
New Connections	550	357	716	531	804	613	554	200	966	835
Water Main Breaks	109	77	118	114	94	107	92	75	96	78
Average Daily Consumption (MGD)	5,727	6,140	6,254	5,833	6,307	5,833	5,867	5,749	5,577	4,567
Average Daily Sewage Treatment (MGD)	n/a	n/a	n/a	17.08	15.69	18.69	18.89	19.30	17.05	14.50

**Lake County, Illinois**  
**Capital Asset Statistics by Function/Program**  
**Last Ten Years**

<b>Function/Program</b>	<b>Fiscal Year</b>									
	<b>2001</b>	<b>2002</b>	<b>2003</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>
<b>General Government</b>										
Administrative Building	1	1	1	1	1	1	1	1	1	1
<b>Law &amp; Judicial</b>										
Jail	1	1	1	1	1	1	1	1	1	1
Juvenile Detention Center	1	1	1	1	1	1	1	1	1	1
Patrol Units	124	124	101	101	101	103	107	107	107	107
Investigating Units	27	27	34	34	34	28	38	38	38	38
Branch Courts	2	3	3	3	4	4	4	4	4	4
Coroner's Building	1	1	1	1	1	1	1	1	1	1
Radio/Communications Center	1	1	1	1	1	1	1	1	1	1
Court Rooms	32	33	33	33	33	33	33	33	33	33
Public Defender	1	1	1	1	1	1	1	1	1	1
Probation Building	1	1	1	1	1	1	1	1	1	1
<b>Health &amp; Human Services</b>										
Animals Control Facility	1	1	1	1	1	1	1	1	1	1
TB Clinic	1	1	1	1	1	1	1	1	1	1
Nursing Home	1	1	1	1	1	1	1	1	1	1
Primary Health Clinics	4	4	4	4	4	5	5	5	5	6
Immunization Clinic	1	1	1	1	1	1	1	2	2	1
Health Department Administrative Offices	2	2	2	2	2	2	2	2	2	1
Behavioral Health Office	1	1	1	1	1	1	1	1	1	1
Substance Abuse Treatment Facilities	2	2	2	2	2	2	2	2	2	2
Group Home Facility	1	1	1	1	1	1	1	1	1	1
Women's Residential Facility	1	1	1	1	1	1	1	1	1	1
<b>Transportation</b>										
Lane Miles	786	791	805	814	832	839	839	854	855	854
Signalized Intersections	98	106	109	114	126	134	131	139	152	155
Division of Transportation Buildings	11	11	11	11	11	11	11	11	14	14
<b>Water &amp; Sewer</b>										
Water Mains (MI)	n/a	n/a	n/a	299.98	300.41	303.42	297.42	298.86	298.29	297.25
Fire Hydrants	n/a	n/a	n/a	n/a	n/a	3,646	3,974	3,951	4,020	3,618
Storage Capacity (MGAL)	n/a	n/a	n/a	7.76	7.76	7.76	8.84	9.24	7.36	6.82
Sanitary Sewer (MI)	n/a	n/a	n/a	348.09	348.44	349.93	354.24	355.27	360.53	361.26
Treatment Capacity (Average Daily Flow)	n/a	n/a	n/a	21.34	23.34	23.34	23.34	23.34	23.34	23.34