

INTEGRITY

RESPECT

ACCOUNTABILITY



FOR THE YEAR ENDED
NOVEMBER 30, 2019

COMPREHENSIVE ANNUAL FINANCIAL REPORT County of McHenry, Illinois

County of McHenry, Illinois

Comprehensive Annual Financial Report

For the Year Ended November 30, 2019

Prepared by:
County Administration
Finance Department

INTRODUCTORY

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County of McHenry, Illinois

OFFICERS AND OFFICIALS

November 30, 2019

COUNTY BOARD CHAIR

Jack D. Franks

COUNTY BOARD MEMBERS

Michele R. Aavang
Carlos J. Acosta
Pamela J. Althoff
Yvonne M. Barnes
Kay R. Bates
Chris Christensen
Stephen Doherty
Joseph Gottemoller
John P. Jung, Jr.
James A. Kearns
Mary T. McCann
Suzanne M. Ness

Robert Nowak
Lori R. Parrish
John J. Reinert
Carolyn D. Schofield
Michael J. Skala
Larry W. Smith
Jeffrey T. Thorsen
Michael Vijuk
Kelly A. Wegener
Charles S. Wheeler
Thomas W. Wilbeck
Paula E. Yensen

ELECTED OFFICIALS

Shannon L. Teresi
Katherine M. Keefe Bill
Prim
Joseph J. Tirio
Joseph J. Tirio
Bill Prim
Patrick D. Kenneally
Leslie Schermerhorn
Glenda L. Miller

Auditor
Clerk of the Circuit Court
Coroner
County Clerk
Recorder
Sheriff
State's Attorney
Regional Superintendent of Schools
Treasurer

ADMINISTRATIVE

Peter Austin
Scott Hartman
Kevin Bueso

County Administrator
Deputy County Administrator
Director of Finance

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**OFFICE OF
COUNTY ADMINISTRATION**
McHENRY COUNTY, ILLINOIS
2200 NORTH SEMINARY AVENUE
WOODSTOCK, ILLINOIS 60098



October 8, 2020

To: Jack Franks, McHenry County Board Chair
Honorable Members of the McHenry County Board
Citizens of McHenry County, Illinois

Re: Fiscal Year 2019 Comprehensive Annual Financial Report (CAFR)

We are pleased to present the Comprehensive Annual Financial Report (CAFR) for the fiscal year ended November 30, 2019, as prepared by the McHenry County Administration - Finance Division. Illinois State Statute, 55 ILCS 5/6-31003, requires the County to produce a complete set of audited financial statements for each fiscal year. Due to the COVID-19 pandemic and other factors, an extension was sought and granted. This CAFR is provided to fulfill that requirement for the fiscal year 2019. The financial statements included in the CAFR conform to generally accepted accounting principles in the United States of America (GAAP), as established by the Governmental Accounting Standards Board. The County is responsible for the accuracy and fairness of the financial statements and information presented in this report. We believe that the data presented conforms to that responsibility and enables readers of the report to gain an understanding of McHenry County's operations. The financial statements included in the CAFR were audited by the independent certified public accounting firm of Baker Tilly US, LLP and received an unqualified opinion. See the Independent Auditors' Report on page I in the financial section.

The Management of the County has the responsibility to establish and maintain accounting policies and procedures and other internal controls for the preparation of complete and accurate County financial statements in accordance with GAAP. Because the cost of internal controls should not outweigh their benefits, the County's comprehensive framework of internal controls has been designated to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. This CAFR is intended to be used as a source of financial information and data for the citizens of the County, board members and other elected officials, investors, creditors, and other readers. The County Administration – Finance Division can be contacted with any questions concerning the CAFR, which can also be viewed (along with prior year CAFRs) via the Finance Department webpage at

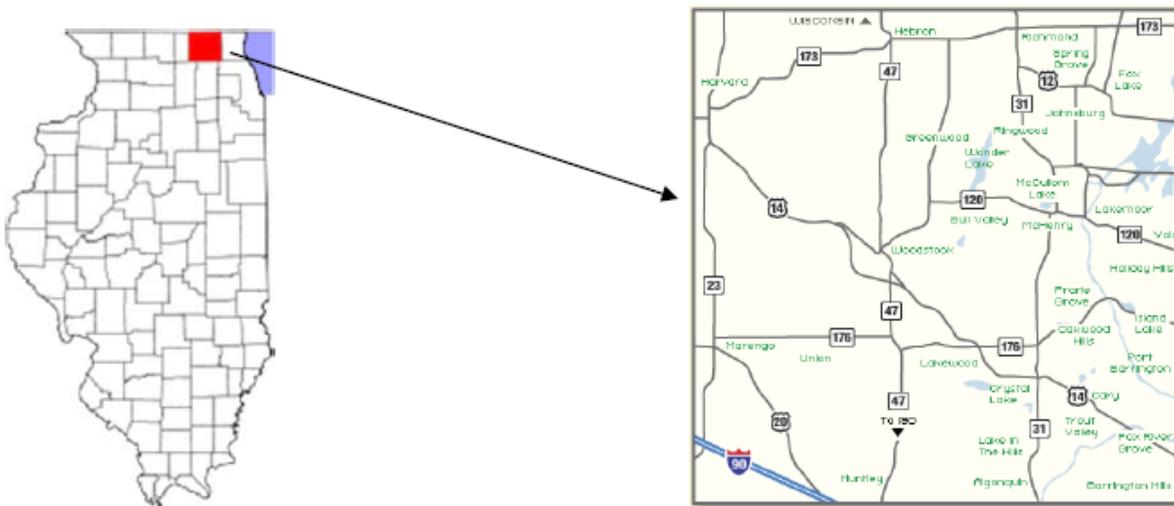
<https://www.mchenrycountyil.gov/county-government/departments-a-i/finance/comprehensive-annual-financial-reports>.

The County Board is required by Illinois State Statute to adopt an operating budget before the start of a new fiscal year. The annual budget serves as the foundation for the County's financial planning and control. The budget is maintained on an object code basis (personnel services, contractual, commodities, capital, etc.) by department. Transfers of budgeted amounts between funds or any amendments to the originally approved budget by means of an emergency appropriation require approval by the County Board.

The CAFR also reports the activities of two component units, the Public Building Commission and the McHenry County Conservation District. For a detailed description of the relationship these organizations have with the County that require them to be reported as component units, see Note 1 of the Notes to Financial Statements on pages 16-17 of the financial section.

In accordance with GAAP, this CAFR includes Management’s Discussion and Analysis (MD&A), which provides a narrative introduction and an overview and analysis to accompany the basic financial statements. This letter of transmittal is designed to complement the MD&A, and should be read in conjunction with it. The remainder of this transmittal letter will provide an overview of the County’s economic conditions and demographic information, financial planning and policies, along with major initiatives and accomplishments achieved during fiscal year 2019.

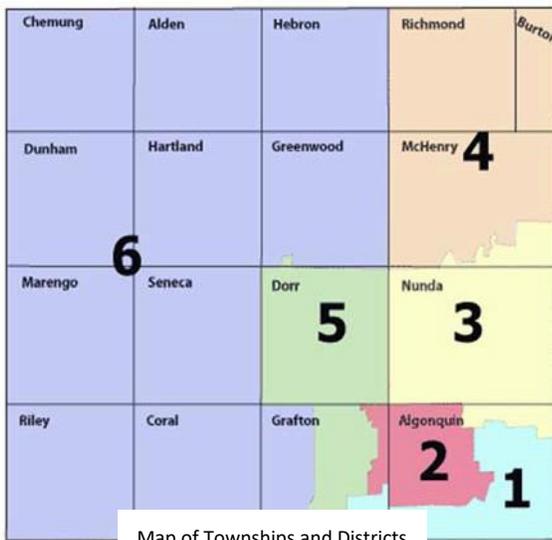
Profile and History of McHenry County, Illinois



McHenry County is located in the northeastern part of Illinois, and is adjacent to Walworth and Kenosha Counties in Wisconsin and the following counties in Illinois – Lake, Cook, Kane, DeKalb, and Boone. The County covers a total area of 611 square miles consisting of 603 square miles of land and 8 square miles of water. The 2019 estimated population by the U.S. Census Bureau is 307,774 and is discussed in more detail later in this letter. Over 30 communities cover the county with residential growth covering the eastern half and rolling countryside to the west. The County is approximately 50 miles northwest of Chicago and has access to I-90 in the southwest corner of the County. Several state highway routes transect the County (U.S. Highways 12, 14 and 20 and Illinois Routes 23, 31, 47, 62, 120, 173, and 176), making it accessible to areas in northern Illinois or southern Wisconsin. McHenry County government is based primarily out of Woodstock and County offices and the judicial facilities are located along Illinois Route 47. The Mental Health office and a joint Animal Control/Health facility are located in Crystal Lake. There are also several state agencies with local offices in Woodstock.

The early beginning of the County resulted from people who moved out from the Chicago area in search of land and farm sites. They petitioned the Illinois legislature in 1836 to form a new local county. The new area was named in honor after Colonel William McHenry, who commanded a regiment during the Black Hawk War. McHenry County was established on January 16, 1836 and was incorporated on June 1, 1837 by three residents, who were duly elected as the first Board of County Commissioners. A Sheriff, Coroner, Recorder, and Surveyor were also elected at that meeting. Another meeting was held on June 5, 1837 in which a Clerk, Secretary, and Treasurer were appointed. It was also ordered by the Court that Judges of Election be appointed in order to hold an election on June 10, 1837 for Justices of the Peace and Constables. These elections were held in the homes of the residents.

Originally, McHenry County stretched to Lake Michigan on the east until 1839, when voters were granted the right to split the area and to form a new county called Lake County. The original county seat was located in the village of McHenry. However, a more central location was desired and Centerville was named the county seat in 1844. Centerville was renamed to Woodstock in 1845 and remains to this day as the county seat. In December 1849, voters established a township system of government, in part to provide a better system for road taxation, due to the poor road systems in place. The introduction of railroads brought changes to the County as it enabled farmers the ability to ship their products to Chicago’s markets and provided transportation for commuting to city jobs. All of the changes made throughout the early years resulted in migration of residents who sought the rural lifestyle for raising their families while still having access to the city for their jobs. The result of this transformation was the growth and establishment of the towns, cities, and villages that exist today.



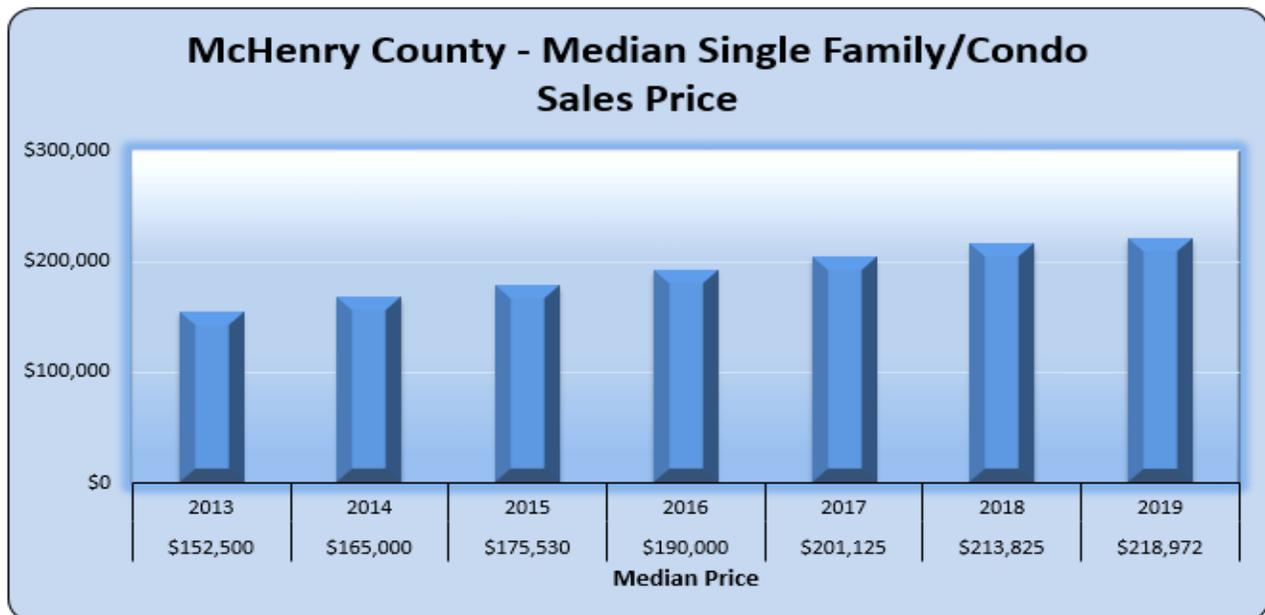
Besides the 17 townships that McHenry County is organized under, the County is divided into 6 County Board districts with 4 representatives elected from each district. In the March 2014 Primary Election, voters approved a referendum making the County Board Chairman popularly elected to four-year terms starting in November 2016. There are also 9 other officials elected by the citizens of the county: Auditor, Circuit Clerk, Coroner, County Clerk, Recorder, Regional Superintendent of Schools, Sheriff, State’s Attorney, and Treasurer. A County Administrator is the chief administrative officer and prepares and recommends the annual budget, implements policies and procedures, manages daily operations, and oversees department directors.

The County provides a range of services for its citizens including law enforcement, construction and maintenance of roads and bridges, property assessment and tax collection, official records, elections, document recording, comprehensive planning and growth management, social service programs, judicial functions, health services, animal control services, emergency disaster and response planning, storm water management, environmental protection, groundwater protection, and the administrative functions to support all of these services.

Economic Condition of McHenry County, Illinois

Local Economy

The progress of McHenry County's economic recovery from the recession that began in late 2007 and lasted until mid-2009 has been slow, but positive signs of increases in housing, employment, retail sales, and personal income in 2019 emerged. However, the impacts of the COVID-19 pandemic which began in the FY2020 fiscal year, have dramatically impacted all revenue streams in the FY20 budget, resulting in significant operational efforts to decrease expenses as well. The real estate market continues to show positive movements, particularly in the summer months. Gains in home sales and a strong demand for housing was noted by local real estate experts. Sales of single family homes and condos are highlighted in the following chart obtained from reports by the Illinois Association of Realtors. A review of this residential home sales data near the end of the recession is continuing to reflect an increase in the median price in 2019 as follows:



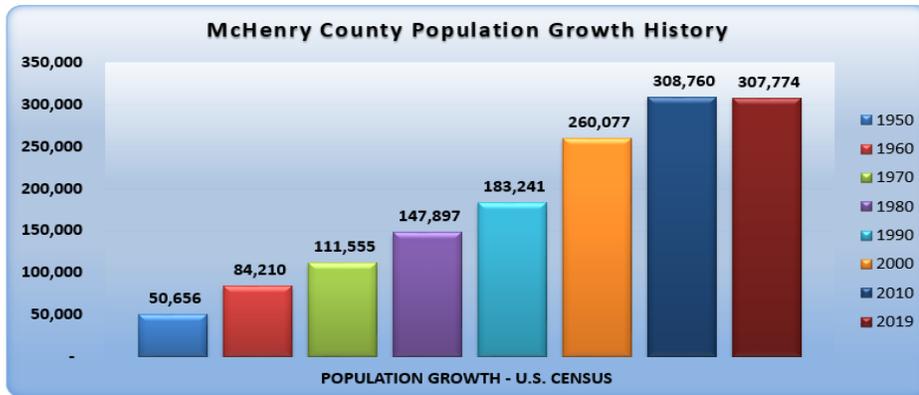
Source: Illinois Association of Realtors

A monthly Sales Tax Analysis Report is prepared to track the revenues forwarded from the State of Illinois for the 1% and 0.25% sales tax rates. This year the sales tax revenue increased \$0.1 million from the previous year, with \$10.6 million in sales tax receipts for FY2019. McHenry County has continued to see recovery in the local economy from the low point in sales tax revenue in FY2009 when only \$7.9 million was received locally.

The median household income, as published by the U.S. Census Bureau, for McHenry County was \$88,879 for 2019, as compared to the State of Illinois' median household income of \$69,187. In comparison, the County's median household income was \$85,275 for 2018, with the State of Illinois at \$65,030. The County continues to have a low mchenry county median income percentage of persons below the poverty level with the U.S. Census Bureau reporting 5.9% for families as of 2018, as compared to 12.1% for the State.

Population Change

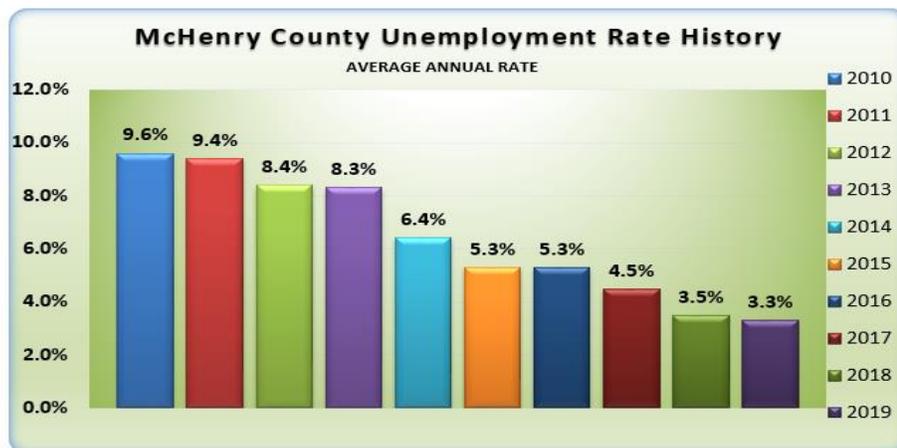
The U.S. Census Bureau’s 2019 annual estimate of the County’s population was 307,774, which continues to place McHenry County as the sixth largest county in Illinois out of 102 total counties and shows a net change of (796) residents from the 2018 estimate of 308,570. The entire State of Illinois’ population decreased by 51,250 residents, or less than 0.40%, since the 2018 census estimate. Statewide, ninety-three (93) of the counties experienced a population decrease of 53,199 residents, with nine (9) counties gaining 2,287 residents over the 2018 census estimate. The following chart depicts the County’s population growth in 10-year intervals starting with 1950 and includes the data for the current calendar year 2019:



The County’s population growth was significant in the 1990’s with an overall increase of 41.9% from 1990 to 2000, slowing down to 18.7% from 2000 to 2010, when the most recent decennial census was completed.

Unemployment

The County’s average unemployment rate was as follows for the past five years: 3.3% (2019), 3.5% (2018), 4.5% (2017), 5.3% (2016), and 5.3% (2015). For the State of Illinois, the average annual unemployment rates have been 4.0% (2019), 4.2% (2018), 5.0% (2017), 5.9% (2016), and 5.9% (2015). The U.S. unemployment rate for 2019 was 3.7%. In 2019, the total County annual average labor force was 165,574, consisting of 160,086 employed and 5,488 unemployed. The comparable statistics for 2018 relate to a slightly lower total labor force of 165,178 with 159,630 employed and a higher number, 5,548, of unemployed individuals. The information presented in this section is contained within reports issued by the Illinois Department of Employment Security. The chart below represents that average unemployment rate over the past ten years:



SOURCE: Illinois Department of Employment Security – LAUS Report

The McHenry County Workforce Investment Board and Workforce Network produced a report titled '2019 McHenry County Labor Report', which is available on their website at the following address: <https://www.mchenrycountyil.gov/county-government/departments-j-z/workforce-investment-board/mchenry-county-labor-reports>. The report offers a snapshot of the current workforce and highlights key areas in the County such as demographic information; the varied industries and their earnings and sales; characteristics of occupations; average wage comparisons; and the Workforce Program's participant training, employment, and expenditure figures. This data is designed to assist businesses with their decision-making and for local leaders, businesses, and educators to have the information necessary to develop strategic plans. The Workforce Board and Network will meet these needs by developing strategies and plans to attract workers to McHenry County businesses and industries.

Long-term Financial Planning and Relevant Financial Policies

Since 2001, the County Board has instituted the usage of a five-year financial model to assist with the prudent financial management and decision making that has resulted in the strong financial health of the County. In 2018 and also for development of the 2019 Budget, the County Board's Finance and Audit Committee concentrated on a detailed analysis of revenues and projections, plus asked elected officials and department directors to review their expenditures for savings. These processes continue to demonstrate the fiscal discipline that the County maintains to achieve its financial position.

The County's formal budget policy requires that the general fund maintain an unrestricted (total of committed, assigned, and unassigned) fund balance equal to five months of budgeted operating expenditures. As of November 30, 2019, the County had an unrestricted general fund balance of \$47,436,719 as compared to \$90,229,306 in operating expenditures (FY 2020 budgeted), or a reserve of 6.3 months.

Budgetary Controls

McHenry County has operated on a "no growth" or maintenance budget for the past several years including 2019 budget, which means that each department starts out with the same appropriated budget from the prior year. Supplemental requests from departments are received and reviewed during the budget process by County Administration, the Committee of the Whole, and the Finance and Audit Committee. These supplemental requests are ranked by priority based upon overall department needs and the importance. The purpose of the supplemental request in meeting the strategic and financial goals of the County is also considered and the final decision to fund the request is based upon the amount of supplemental funds available. The County's Financial Model (discussed in the paragraph above) is also used to determine the supplemental funds that are available.

Cash Management

McHenry County's Investment Policy, updated in 2015, contains cash management and investment guidelines for the County Treasurer, who is responsible for the stewardship of all County funds, and the County Auditor, who is responsible for the accounting of said funds. The specific objectives of the policy include: 1) the safety and preservation of the principal, 2) sufficient liquidity to meet the County's operating requirements, 3) maximization of interest income consistent with safety and liquidity, 4) diversification of account holdings in financial institutions with respect to the policy objectives of safety, liquidity, and income, 5) diversification of the types of depository and investments accounts with respect to the objectives of the policy, and 6) compliance with all applicable laws and regulations by which the Treasurer is bound.

Capital Plan

A five-year capital plan is prepared for building improvements and building construction projects, technology, vehicles, and equipment. These capital plans are made a part of the Financial Model in order to determine their impact on the fund balance.

Strategic Planning

A multi-year plan for 2017-2020 was established from a contract with the Northern Illinois University (NIU) Center for Governmental Studies and adopted by the County Board on August 15, 2017. During this strategic planning process, the McHenry County Board identified five key strategic issues: 1) Leadership and Governance; 2) Stable Environment and Sustainability; 3) Economic and Workforce Development; 4) Quality Infrastructure; and 5) Organizational Advancement and Services. Each strategic issue has a set of goals, objectives, and action items that will provide guidance for the County department staff responsible for implementation of the plan, as well as a suggested timeline for completion. The Strategic Plan has a "report card" which is intended to provide regular updates on the implementation of the Plan through the accomplishment of various tasks and actions. The updates are available on the County website to promote transparency and accountability.

Major Initiatives

General and Administrative

- The County Finance department earned the Government Finance Officers Association's (GFOA) Certificate of Achievement for Excellence in Financial Reporting Program for the 21st time. Another report, the Popular Annual Financial Report (PAFR), received a 11th consecutive GFOA Award for Outstanding Achievement for the FY2018 report.
- County Administration has received, for a sixth year, the Government Finance Officers Association's (GFOA) Distinguished Budget Presentation Award for its budget for FY2018. In order to receive the budget award, the County had to satisfy nationally recognized guidelines for effective budget presentation.
- The County Auditor's Office created a going green "Be a Hero and Go Green" program with education tips to reduce waste such as paper, office supplies and County purchases.

Transportation

- The County Board approved the Transit Plan Update and MCRide provided over 107,000 trips.
- The Division of Transportation completed construction on the following projects: River Road at Dowell Road roundabout, Deerpass Road Bridge, Union Bridge, O'Brien Road Bridge, Stage I work for southbound Randall Road and eastbound Algonquin Road.
- The County partnered with local municipalities, Visit McHenry County, McHenry County Conservation District, Planning and Development and the Health Department to fund a bikeshare program for McHenry County using a private sector.
- The maintenance section of the Division of Transportation created an all-liquid route for winter operations, which reduced salt usage on our roadways by 38%.
- The Division of Transportation transferred jurisdiction of 20 of the 24 miles of Non-dedicated Subdivision Roads to local agencies.

Community Development

- The Planning & Development department worked with IT to generate workload (volume) and productivity (time) reports from our DevNet permit system to improve permit and petition review processes and customer service and also to develop online-permit applications processes.
- The Planning & Development department developed a community development neighborhood revitalization strategy for the Cities of Harvard and Woodstock which will channel additional federal and private funding to address the needs of the high-risk low to moderate income population of the community.

Planning & Development held the third annual McHenry County Water Forum on September 11, 2019. The focus of the forum was "Flooding in McHenry County." The Water Forum provided residents, businesses, elected officials, municipal staff and other stakeholders an opportunity to learn about general flooding throughout the state, future increases in precipitation and storm intensities, floodplain management in the county, and approaches to address local flooding. The audience for the forum was approximately 175 people.

Public Safety

- The McHenry County Narcotics Task Force work area is complete. This project remodeled the original work release program into office space to accommodate this multijurisdictional task force. This team now has appropriate space and a confidential area to complete their tasks.
- EMA completed the Tactical Interoperable Communications Plan Update which will provide an interoperable communications matrix and guidance to all public safety, municipal, township, and public works entities.
- The Sheriff's department implemented a Station Alerting Program County-wide to assist in dispatching Fire/EMS calls more efficiently

Judiciary and Court Related

- Court Services led the way at the County and State level by advancing the use of Evidence Based Practices, focusing on the County's strategic plan related to Organizational Advancement & Services.
- Court Services re-organized the department to respond to workload inequity between "Juvenile" and "Adult" officers, on-going legislative changes and increased costs of administering a union contract.

Public Health and Welfare

- Environmental Health had successful program reviews of Food Protection, Potable Water, Private Sewage, Public Beach and Water Laboratory by the Illinois Department of Public Health without any deviations.
- Facilitated well-attended electronics, tire, battery and paper recycling events for county residents in partnership with the Environmental Defenders of McHenry County, McHenry County Division of Transportation and local townships and municipalities. Over one-hundred-twenty-five (125) tons of residential and open dumped tires were collected and recycled.
- With the increase in measles cases in the United States and other vaccine preventable diseases, IDPH provided additional funding under the Local Health Protection grant to increase vaccination efforts. Funds were used to purchase equipment to mobilize nursing staff to provide vaccines throughout the county to reach vulnerable populations.

- Increased the percentage of animals returned to owners and decreased the average number of days an animal was housed as a stray in McHenry County Animal Control and Adoption facility by hosting ten animal microchip clinics onsite and offsite locations throughout McHenry County.
- Workforce Network in partnership with McHenry County College began a Pre-Apprenticeship Program for At-Risk Young Adults and Returning Citizens. A total of 26 people participated in the six week training program and were able to use a CNC machine to fabricate a part to NIMS specifications. Participants also completed a 240 hour internship with local manufacturers.
- Workforce Network with Workforce Partners of Metropolitan Chicago and Tech Services received a Talent Pipeline and Innovative Solutions grants with a regional focus on transportation, warehouse, and logistics. Training is being provided regionally to local Ford Dealer service technicians, and preparing for "Training for Transportation/Distribution/Logistics Maintenance Employees."

Debt Management

The County's Debt Issuance policy provides for guidelines and procedures to be used in the issuance and management of McHenry County's debt instruments, as well as an understanding of the tasks, duties, and responsibilities of the participants. Included in the policy are how requests are handled, the development of the Five Year Capital Improvement Plan annually, the selection of consultants, counsel and underwriters, and arbitrage.

In fiscal year 2019, there were no new debt issuances for governmental activities, but there was one new capital lease in the amount of \$394,311, for the acquisition of Stan's Office Supplies equipment. There were no debt issuances for business-type activities during fiscal year 2019. Further information on the County's outstanding debt can be found in the MD&A section and the Notes to Financial Statements.

Credit Rating

As of 2019, McHenry County continues to hold the Aaa rating by Moody's Investor Service. This is the highest rating available and puts the County in the top tier of local governments in terms of financial strength in both Illinois and nationally. Historically, the first bond rating by Moody's was in 2002 with an Aa3, followed by an upgrade to Aa2 in 2003. In September 2006, the rating was adjusted to Aa2+, again upgraded to an Aa1 in June 2007 and in April 2010 was given the highest rating of Aaa. This attained rating will allow the County to continue to issue debt at the lowest possible interest rate.

Legislative Programs

- The County Board adopted a program to rebate \$15 million in surplus funds from Valley Hi to Homestead properties. On October 4, 2019, there were 47,749 rebate checks mailed out for a total of \$8.5 million based on the applications received. Homeowners who applied and qualified recouped just under 30 percent of the county government's share of their 2017 property tax bills they paid in 2018.
- The Ad Hoc McHenry County Complete Count Committee kicked off its mission to get a complete and accurate 2020 Census count with a rally on September 25, 2019, at the County Administration Building in Woodstock.
- The County Board, with the help of its fiscally minded departments, reduced its tax levy by more than \$18 million over the past two years.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to McHenry County for its CAFR for the fiscal year ended November 30, 2018. This was the 21st consecutive year that the County has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report, the contents of which conform to program standards. Such reports must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements. The GFOA award is valid for a period of one year. I believe that our Fiscal Year 2019 CAFR continues to meet the Certificate of Achievement Program's requirements and it is being submitted to the GFOA to determine its eligibility for another certificate award.

The preparation of this report would not have been possible without the professionalism and dedicated work of the Finance Department. I also wish to thank Assistant Finance Director-Accounting, Karin Dietz and the Finance Department team for their diligent and efficient work in assisting on year-end financial reports and related accounting procedures to ensure accuracy, as well as assisting in the accounting process during the fiscal year. I extend my appreciation to all of the elected officials and department directors, who along with their staff, cooperate in the gathering of information contained within this report. The valuable support and external audit work from our independent auditors, Baker Tilly US, LLP, is also to be noted.

Finally, County Administration has had the honor of carrying on McHenry County's long standing tradition of preparing an award winning Comprehensive Annual Financial Report (CAFR). While the preparation of this report has not been without challenges, County Administration relishes the opportunity to provide accurate, clear and transparent financial reports for McHenry County residents.

Respectfully submitted,



Peter B. Austin
County Administrator



Kevin A. Bueso
Director of Finance



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

County of McHenry
Illinois

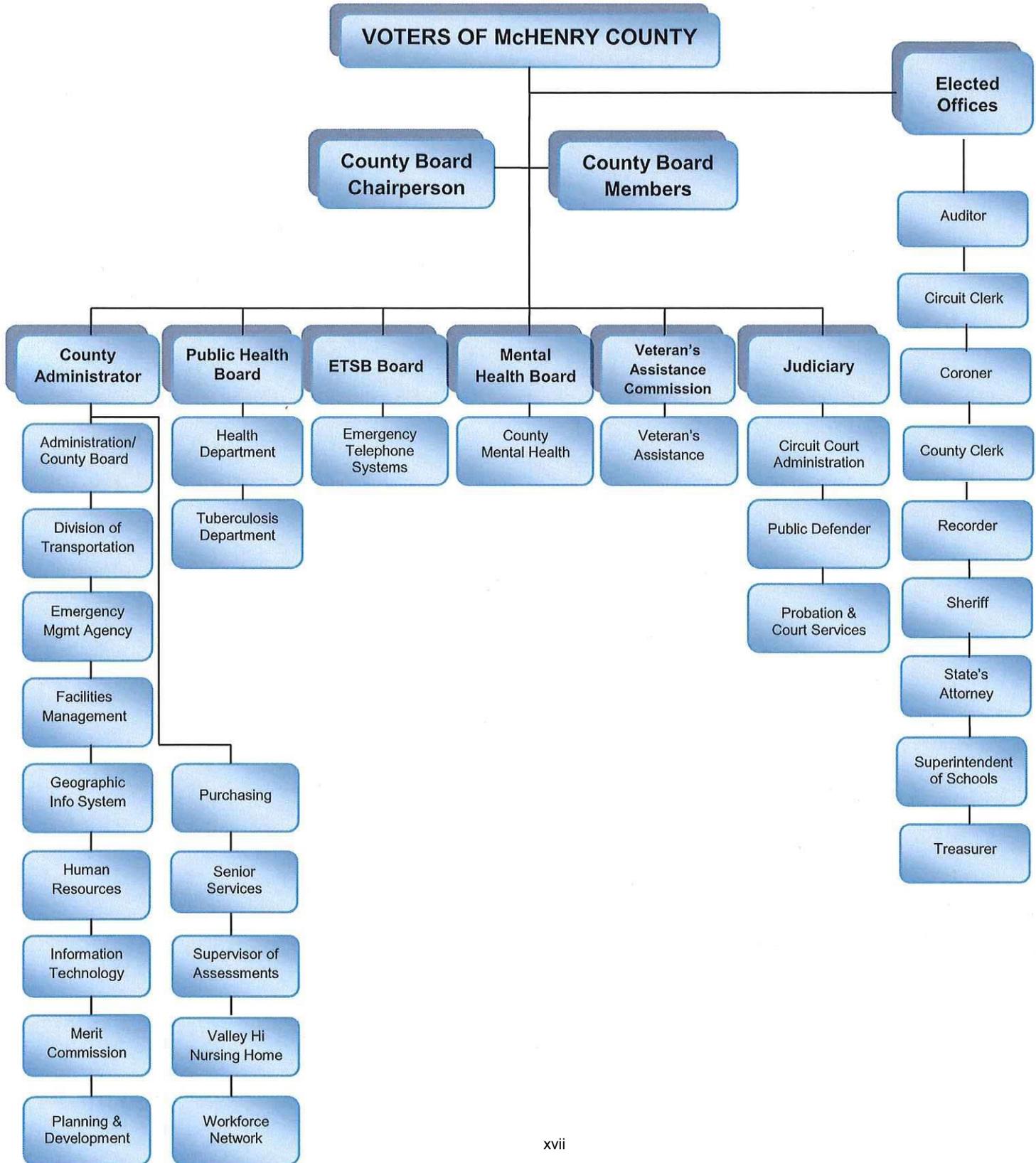
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

November 30, 2018

Christopher P. Morill

Executive Director/CEO

County of McHenry Organizational Chart By County Office



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FINANCIAL

INDEPENDENT AUDITORS' REPORT

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INDEPENDENT AUDITORS' REPORT

To the Honorable Chair and Members of the County Board
County of McHenry, Illinois

Report on the Financial Statements

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 the County of McHenry, Illinois, as of and for the year ended November 30, 2019, and the related notes to the financial statements, which collectively comprise the County of McHenry, Illinois' basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Public Building Commission's Special Revenue Fund (Blended Component Unit) which represents .006 percent, .007 percent, and .005 percent, respectively, of the assets, fund balances and net position, and revenues of the aggregate remaining funds, and .001 percent, .001 percent, and .002 percent respectively, of the assets, net position, and revenues of the governmental activities. We also did not audit the financial statements of the Conservation District (Discretely Presented Component Unit), which represents 100 percent of the assets, net position, and revenues of the discretely presented component unit. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Public Building Commission's Special Revenue Fund (Blended Component Unit) and the Conservation District (Discretely Presented Component Unit), is based solely on the reports 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 from material misstatement. The financial statements of the Public Building Commission's Special Revenue Fund (Blended Component Unit), and the Conservation District (Discretely Presented Component Unit), were not audited in accordance with *Government Auditing Standards*.

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

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

Opinions

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the County of McHenry, Illinois as of November 30, 2019 and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County of McHenry, Illinois' basic financial statements. The supplementary information, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated in all material respects, in relation to the basic financial statements as a whole.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County of McHenry, Illinois' basic financial statements. The Introductory Section and Statistical Section are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we will issue a report on our consideration of the County of McHenry, Illinois' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely 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 effectiveness of the County of McHenry, Illinois' internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County of McHenry, Illinois' internal control over financial reporting and compliance.

Baker Tilly US, LLP

Baker Tilly US, LLP (formerly known as Baker Tilly Virchow Krause, LLP)
Chicago, Illinois
October 8, 2020



**Management's
Discussion and
Analysis**

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County of McHenry, Illinois
Management's Discussion and Analysis (MD&A) (Unaudited)
For the Year Ended November 30, 2019

This section of the County of McHenry, Illinois' (the "County") comprehensive annual financial report presents management's discussion and analysis (MD&A) of the financial activities of the County during the fiscal year ended November 30, 2019. Please read it in conjunction with the Transmittal Letter, located at the front of this report, and the basic financial statements, including the accompanying notes to financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

- Total assets and deferred outflows of resources of the County exceeded its liabilities and deferred inflows of resources by \$485.9 million, as of November 30, 2019. Of this amount, \$364.7 million represents net investment in capital assets, \$85.6 million represents net position restricted for specific activities, and \$35.7 million represents unrestricted net position. \$434.9 million represents net position for governmental activities and \$51.0 million represents net position for business-type activities.
- Net position increased by \$5.8 million for governmental activities and decreased by \$6.3 million for business-type activities, for the fiscal year ended November 30, 2019.
- The County's governmental funds reported combined ending fund balances of \$135.8 million, as of November 30, 2019, compared to \$133.5 million at November 30, 2018, which represents an increase of \$2.3 million or 1.7%.
- The General Fund reported ending fund balance of \$51.3 million, as of November 30, 2019, compared to \$53.0 million as of November 30, 2018, which represents a decrease of \$1.7 million or 3.2%.
- Governmental activities long-term obligations (excluding compensated absences, debt certificate issuance premiums, claims and judgments, net pension liability, and other post-employment benefit obligation) totaled \$4.7 million, as of November 30, 2019, compared to \$9.1 million as of November 30, 2018, which represents a net decrease of \$4.4 million or 48.0%. During the year, there was no new debt issuances. However, there was one new capital lease that was issued for \$0.4 million for the purchase of copy machines and scanners. Business-type activities long-term obligations (excluding compensated absences, net pension liability, and other post-employment benefit obligation) were zero as of November 30, 2019, unchanged from zero as of November 30, 2018. There were no issuances for business-type activities during fiscal year 2019.
- The County's debt limit for November 30, 2019 is \$242.4 million. \$4.5 million is applicable to the limit. The County is \$237.9 million below its authorized debt limit as of November 30, 2019.

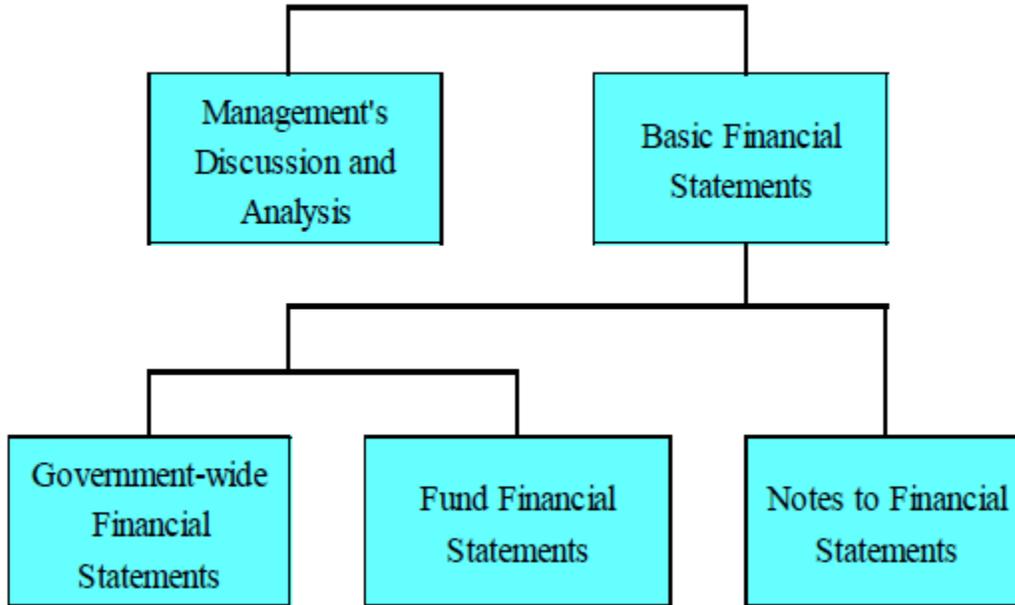
OVERVIEW OF THE FINANCIAL STATEMENTS

This section of MD&A is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to financial statements (see diagram below). The basic financial statements present two different views of the County through the use of government-wide financial statements and fund financial statements.

County of McHenry, Illinois
Management's Discussion and Analysis (MD&A) (Unaudited)
For the Year Ended November 30, 2019

In addition to the basic financial statements, this report contains other supplementary information that will enhance the reader's understanding of the financial position of the County.

Required Components of the Comprehensive Annual Financial Report



Basic Financial Statements (BFS)

The **BFS** include two kinds of statements and notes that present different perspectives of the County's financial activities.

The first two statements in the basic financial statements are the **Government-wide Financial Statements**. They provide both short and long-term information about the County's overall financial position, in a manner similar to a private-sector business.

The next statements are the **Fund Financial Statements**. These statements focus on the activities of the individual parts of the County's government and provide more detail than the government-wide financial statements. There are three parts to the Fund Financial Statements: 1) the governmental funds statements; 2) the proprietary fund statements; and 3) the fiduciary fund statements.

The next section of the basic financial statements is the **Notes to Financial Statements**. The notes to financial statements include a summary of the County's significant accounting policies, as well as additional details on various items contained in the financial statements.

County of McHenry, Illinois
Management's Discussion and Analysis (MD&A) (Unaudited)
For the Year Ended November 30, 2019

After the notes are the following sections: **Required supplementary information** contains the budgetary comparison schedules for the general fund and major special revenue funds, as well as additional information about the County's pension plans and other post-employment benefits. **Supplementary information** is provided to show details about the County's individual non-major governmental funds, which are aggregated in a single column on the basic financial statements, and to show details about individual proprietary funds and fiduciary funds. Budgetary information required by State Statutes also can be found in this part of the comprehensive annual financial report. The **Statistical Section** presents detailed information as a context for understanding what the information in the financial statements, notes to financial statements, and required supplementary information indicate about the County's overall financial health.

Government-wide Financial Statements (GWFS)

The GWFS are divided into three categories: 1) governmental activities; 2) business-type activities; and 3) component units. The GWFS contains the *statement of net position* and the *statement of activities*, described below:

The *Statement of Net Position* presents information using the accrual basis of accounting, on all of the County's assets, liabilities, and deferred inflows/outflows of resources (including capital assets and short-term and long-term liabilities), with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The *Statement of Activities* presents a comparison between direct expenses and program revenues for each of the County's functions/programs (hereafter referred to as activities). Direct expenses are those that are specifically associated with an activity and are clearly identified with that activity. Program revenues are from charges for services paid by recipients or operating/capital grants and contributions. The comparison of direct expenses with program revenues identifies the extent to which each activity is self-financing or draws from the general revenues of the County. General revenues include property taxes, sales taxes, state income taxes, tax transfer stamps, other taxes, and investment income. The governmental activities of the County include general and administrative, community development, transportation, public safety, judiciary and court related, and public health and welfare. The business-type activities of the County include the Valley Hi Nursing Home (public health and welfare) and the Emergency Telephone 911 operation (public safety). The government-wide financial statements also include two component units, which are legally separate organizations for which the County is financially accountable – the Public Building Commission (a blended component unit) and the McHenry County Conservation District (a discretely presented component unit). Financial information for the discretely presented component unit is reported separately from the primary government.

The GWFS can be found on pages 1 - 3 of this report.

Fund Financial Statements (FFS)

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

County of McHenry, Illinois
Management's Discussion and Analysis (MD&A) (Unaudited)
For the Year Ended November 30, 2019

Governmental FFS are used to account for those functions reported as governmental activities in the government-wide financial statements. Most of the County's basic services are accounted for in governmental funds. Governmental funds are reported using the modified accrual basis of accounting, which has a measurement focus of current financial resources. As a result, the governmental fund financial statements give a detailed short-term view to assist the reader in determining if there are more or less financial resources available to finance the County's programs. The difference between assets, liabilities, and deferred inflows/outflows of resources in governmental funds is reported as fund balance, which is presented in categories that describe the nature and extent of constraints on the use of resources that the County is bound to observe. The relationship between governmental activities (reported in the *Statement of Net Position* and the *Statement of Activities*) and governmental funds is described in a reconciliation that is a part of the fund financial statements.

Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for funds that are considered to be major funds. Governmental funds considered to be major for fiscal year 2019 are the General Fund, the County Mental Health Fund, and the Illinois Municipal Retirement Fund. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements in the supplementary information section.

The governmental FFS can be found on pages 4 - 7 of this report.

Proprietary FFS the County maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for the Valley Hi nursing home and for the Emergency Telephone 911 system operation. Internal service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses one internal service fund to account for employee and retiree healthcare benefits. Services are allocated to governmental activities and business-type activities on the government-wide financial statements based upon the actual level of services provided to these activities.

Proprietary FFS provide more detailed information than the business-type activities on the government-wide financial statements. The proprietary fund financial statements provide separate information for enterprise funds that are considered to be major funds. The Enterprise fund considered to be major for fiscal year 2019 is the Valley Hi Fund. Data for the other enterprise fund, the 911 Fund, is considered to be non-major. Conversely, when multiple internal service funds are used, they are combined into a single, aggregated presentation in the proprietary fund financial statements.

The proprietary FFS can be found on pages 8 - 12 of this report.

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

The fiduciary FFS can be found on page 13 of this report.

County of McHenry, Illinois
Management's Discussion and Analysis (MD&A) (Unaudited)
For the Year Ended November 30, 2019

Notes to Financial Statements

The notes to financial statements provide additional information that is essential to a full understanding of the data provided in the GWFS and FFS.

The notes to the financial statements can be found on pages 14 - 65 of this report.

Other information

The County adopts an annual appropriation budget for its general, special revenue, debt service and permanent funds. Budgets are adopted on a basis consistent with generally accepted accounting principles and the budgetary comparison schedules are presented using the same format, language, and classifications as the legal budget document.

The budgetary comparison schedules present four columns: 1) the original budget as adopted by the County Board; 2) the final budget as amended by the County Board; 3) the actual resources, charges to appropriations, and ending balances; and 4) the variance between the final budget and the actual resources and charges.

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information (RSI), which consists of budgetary comparison schedules for the general fund and major special revenue funds, as well as additional information about the County's pension plans and other post-employment benefits. Following the RSI is the supplementary information section, which includes the combining statements, individual fund schedules, and budgetary comparison schedules for non-major governmental funds, as well as various statements and schedules for proprietary funds and fiduciary funds.

The RSI and supplementary information section can be found on pages 66 – 158 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of whether the financial position of the County is improving or deteriorating. Total assets and deferred outflows of resources of the County exceeded its liabilities and deferred inflows of resources by \$485.9 million, as of November 30, 2019, as compared to net position of \$486.4 million as of November 30, 2018; an decrease of \$0.5 million or 0.1%. Of this amount, \$364.7 million represents net investment in capital assets. The County uses capital assets to provide services to citizens; consequently, these assets are not available for future spending. \$85.6 million represents restricted net position, which are resources that are subject to external restrictions on how they may be used. Finally, (\$35.7) million represents unrestricted net position. \$434.9 million represents net position for governmental activities and \$51.0 million represents net position for business-type activities.

County of McHenry, Illinois
Management's Discussion and Analysis (MD&A) (Unaudited)
For the Year Ended November 30, 2019

The following table reflects the condensed Statement of Net Position as of November 30, 2019:

**Statement of Net Position
November 30, 2019**

	Governmental Activities		Business-Type Activities		Totals	
	2019	2018	2019	2018	2019	2018
Assets						
Current assets	\$ 228,493,399	\$ 225,323,622	\$ 42,732,324	\$ 48,163,990	\$ 271,225,723	\$ 273,487,612
Capital assets	358,230,211	355,428,394	11,469,747	12,158,100	369,699,958	367,586,494
Investment in joint venture	723,531	741,718	100,775	103,308	824,306	845,026
Total assets	587,447,141	581,493,734	54,302,846	60,425,398	641,749,987	641,919,132
Deferred Outflows of Resources						
Pension-related items	37,427,631	11,371,026	2,397,920	759,785	39,825,551	12,130,811
OPEB-related items	587,712	646,479	24,389	28,505	612,101	674,984
Total deferred outflow of resources	38,015,343	12,017,505	2,422,309	788,290	40,437,652	12,805,795
Liabilities						
Current liabilities	15,920,119	17,386,322	670,166	726,465	16,590,285	18,112,787
Noncurrent liabilities	92,166,702	50,675,235	4,148,725	1,258,738	96,315,427	51,933,973
Total liabilities	108,086,821	68,061,557	4,818,891	1,985,203	112,905,712	70,046,760
Deferred Inflows of Resources						
Pension-related items	7,775,251	26,544,763	667,518	1,924,863	8,442,769	28,469,626
OPEB-related items	5,351,674	-	222,083	-	5,573,757	-
Property taxes levied for future period	69,340,151	69,838,422	10,000	10,000	69,350,151	69,848,422
Total deferred inflows of resources	82,467,076	96,383,185	899,601	1,934,863	77,792,920	98,318,048
Net Position						
Net investment in capital assets	353,216,100	345,881,479	11,469,747	12,158,100	364,685,847	358,039,579
Restricted	85,552,390	82,145,648	-	-	85,552,390	82,145,648
Unrestricted	(3,859,903)	1,039,370	39,536,916	45,135,522	35,677,013	46,174,892
Total net position	\$ 434,908,587	\$ 429,066,497	\$ 51,006,663	\$ 57,293,622	\$ 485,915,250	\$ 486,360,119

For more detailed information on the County's net position, please refer to the Statement of Net Position, found on pages 1 - 2.

County of McHenry, Illinois
Management's Discussion and Analysis (MD&A) (Unaudited)
For the Year Ended November 30, 2019

The following table reflects the results of operations for governmental and business-type activities for the fiscal year ended November 30, 2019:

**Changes in Net Position
For the Fiscal Year Ended November 30, 2019**

	Governmental Activities		Business-Type Activities		Totals	
	2019	2018	2019	2018	2019	2018
Revenues						
Program Revenues						
Charges for services	\$ 30,060,777	\$ 27,359,946	\$ 15,157,926	\$ 14,577,171	\$ 45,218,703	\$ 41,937,117
Operating grants and contributions	16,006,003	19,041,472	-	469,408	16,006,003	19,510,880
Capital grants and contributions	-	47,526	-	-	-	47,526
General Revenues						
Property taxes	69,695,233	71,727,133	10,037	-	69,705,270	71,727,133
Sales taxes	20,976,436	20,963,511	-	-	20,976,436	20,963,511
State income taxes	6,964,945	6,266,549	-	-	6,964,945	6,266,549
Tax transfer	2,772,999	2,906,570	-	-	2,772,999	2,906,570
stamps Other taxes	3,487,184	2,969,349	-	-	3,487,184	2,969,349
Investment income	3,956,054	2,238,585	1,655,522	505,108	5,611,576	2,743,693
Miscellaneous	544,392	1,293,653	-	-	544,392	1,293,653
Total Revenues	154,464,023	154,814,294	16,823,485	15,551,687	171,287,508	170,365,981
Expenses						
General and administrative	47,919,643	38,063,027	-	-	47,919,643	38,063,027
Community development	4,431,611	3,252,596	-	-	4,431,611	3,252,596
Transportation	21,019,750	25,252,117	-	-	21,019,750	25,252,117
Public safety	39,405,660	46,035,389	2,915,429	2,875,848	42,321,089	48,911,237
Judiciary and court related	18,348,313	15,676,678	-	-	18,348,313	15,676,678
Public health and welfare	17,465,674	22,339,196	11,632,704	12,170,347	29,098,378	34,509,543
Interest and fiscal charges	31,282	158,182	-	-	31,282	158,182
Total expenses	148,621,933	150,777,185	14,548,133	15,046,195	163,170,066	165,823,380
Changes in net position before special items	5,842,090	4,037,109	2,275,352	505,492	8,117,442	4,542,601
Special Items	-	-	(8,562,311)	-	(8,562,311)	-
Changes in net position	5,842,090	4,037,109	(6,286,959)	505,492		
Net position - beginning of year	429,066,497	425,029,388	57,293,622	56,788,130	486,360,119	481,817,518
Net position - end of year	\$ 434,908,587	\$ 429,066,497	\$ 51,006,663	\$ 57,293,622	\$ 485,915,250	\$ 486,360,119

For more detailed information on the operations of governmental and business-type activities, please refer to the Statement of Activities, found on pages 3.

County of McHenry, Illinois
 Management's Discussion and Analysis (MD&A) (Unaudited)
 For the Year Ended November 30, 2019

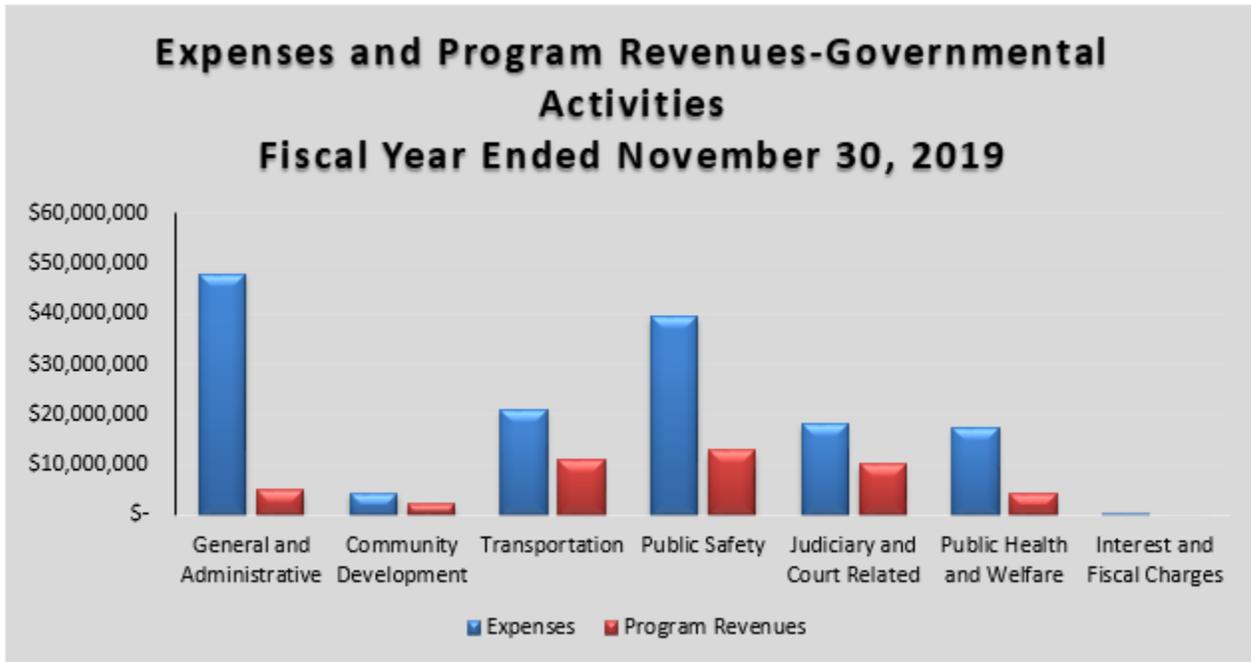
Governmental Activities

Net position for governmental activities increased by \$5.8 million during fiscal year 2019. In total, revenues decreased \$0.5 million or 0.3%, from \$154.8 million for fiscal year 2018 to \$154.5 million for fiscal year 2019. Noteworthy changes related to revenues were as follows: 1) Property tax revenue decreased \$2.0 million or 2.8% and 2) Investment income increased by \$1.7 million or 77.3%.

The reason for the noteworthy changes are as follows:

- Property taxes decreased from \$71.7 million for fiscal year 2018 to \$69.7 million for fiscal year 2019: a decrease of \$2.0 million or 2.8%. The property tax levy decreased due to a levy ordinance adopted with the intention of reducing property taxes.
- Investment income increased from \$2.7 million for fiscal year 2018 to \$3.9 million for fiscal year 2019; an increase of \$1.2 million or 44.4%. The increase in investment income revenue is due to strong market conditions.

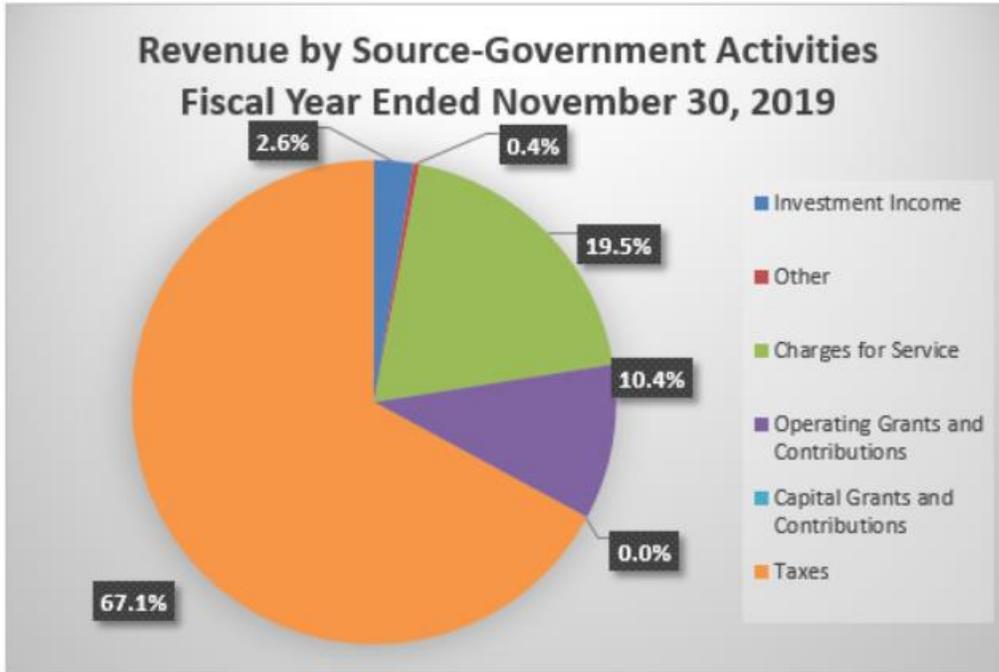
The following chart depicts the expenses and related program revenues by function for the County's governmental activities for the fiscal year ended November 30, 2019:



See analysis of governmental activities expenses on page VI.

County of McHenry, Illinois
Management's Discussion and Analysis (MD&A) (Unaudited)
For the Year Ended November 30, 2019

The following chart reflects revenues by source for governmental activities for the fiscal year ended November 30, 2019:



Revenues from governmental activities totaled \$154.5 million for the fiscal year ended November 30, 2019. Taxes (\$103.9 million, or 67.1) represent the largest revenue source. Property taxes and sales taxes represent the two largest sources of tax revenues. Property taxes totaled \$69.7 million or 45.1% of taxes and sales taxes totaled \$21.0 million or 13.6% of taxes, for a combined total of \$90.7 million or 87.3% of taxes. Other tax revenues include state income taxes, tax transfer stamps, and local use taxes.

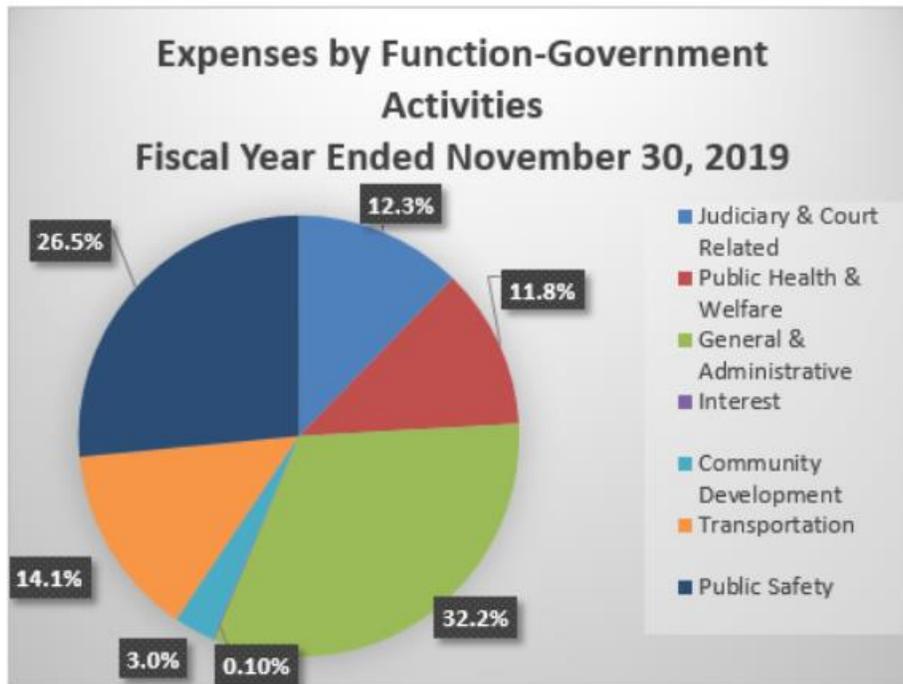
Charges for services (\$30.1 million, or 19.5%) represents the second largest revenue source. Charges for services are derived mainly from recording fees, penalties on delinquent taxes, court security fees, jail space rental, Circuit Clerk fees, sale of animal control tags, geographic information system fees, and various fees collected for automation and document storage within the Recorder's Office and the Clerk of the Circuit Court Office.

Operating grants and contributions (\$16.0 million, or 10.4%) represents the third largest revenue source. Operating grants and contributions consist of grants obtained by the following departments: Health Department, Workforce Network, Planning and Development, Facilities Management, and the Sheriff's Office. In addition, the Motor Fuel Tax Fund and County Option Motor Fuel Tax Fund receive fees imposed on gasoline purchases to be used for highway maintenance and improvements.

Investment Income (\$4.0 million, or 2.6%) represents the fourth largest revenue source. Investments now include mortgage backed securities.

County of McHenry, Illinois
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The following chart reflects expenses by function for governmental activities for the fiscal year ended November 30, 2019:



Expenses for governmental activities totaled \$148.6 million for the fiscal year ended November 30, 2019. The largest component of governmental activities expenses is General & Administrative, which totaled \$48.0 million, or 32.2% of total governmental activities expenses. Expenses in this category include the following activities: County Board and administration, finance, accounting, treasury, purchasing, human resources, information technology, facility operations, elections, vital records, document recording and retrieval, assessments of real estate, and monitoring and administration of schools throughout the County.

The second largest component of governmental activities expenses is public safety, which totaled \$39.4 million, or 26.5% of total governmental activities expenses. Expenses in this category include the operations of the Sheriff, Coroner, and Emergency Management offices. The Sheriff's Office represents the largest component of public safety and activities performed include patrol, detectives, narcotics, County jail, and County garage.

The third largest component of governmental activities expenses is transportation, which totaled \$21.0 million, or 14.1% of total governmental activities expenses. All transportation expenses represent the operations of the Division of Transportation. Expenses decreased due to a shift in capital projects.

The fourth largest component of governmental activities expenses is public judiciary which totaled \$18.3 million, or 12.3% of total governmental activities expenses. Expenses for this activity include the Clerk of the Circuit Court, Court Administration, Court Services, Public Defender, and the State's Attorney.

The fifth largest component of governmental activities expenses is public health and welfare, which totaled \$17.5 million, or 11.8% of total governmental activities expenses. The Health Department and the Mental Health Department represent the largest components of the public health and welfare activity. Also included in this activity are the operations of Workforce Network, Veteran's Assistance, and Senior Services.

The sixth largest component of governmental activities expenses is community development, which totaled \$4.4 million, or

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3.0% of total governmental activities expenses. All community development expenses represent the operations of the Planning and Development Department.

The smallest component of governmental activities expenses is interest, which totaled \$0.01 million, or 0.1% of total governmental activities expenses. Interest represents payments on long-term obligations, including debt certificates and capital leases. See page XVII for further discussion of long-term obligations.

Business-type Activities

For the fiscal year ended November 30, 2019, net position for business-type activities decreased by \$6.3 million, from \$57.3 million at November 30, 2018 to \$51.0 million at November 30, 2019. In April 2019, the County Board approved a rebate of up to \$15 million to reduce Valley Hi's unrestricted net position; during FY2019, the County issued \$8.5 million in tax rebate payments. Total revenues for business-type activities increased from \$15.0 million for fiscal year 2018 to \$15.2 million for fiscal year 2019; an increase of \$0.2 million or 1.3%. The resident days of Valley Hi Nursing home increased from 42,395 resident days in 2018 to 42,760 in 2019: an increase of 365 resident days or 0.86%. 911 Fund service revenue increased from \$3.4 million in 2018 to \$4.3 million in 2019: an increase of \$0.9 million or 26.5% due to an increase in surcharges from \$0.87 to \$1.50 beginning January 1, 2018, with a sunset of December 31, 2020 (50 ILCS 750/20) for 911 phone calls.

Total expenses for business-type activities decreased from \$15.0 million for fiscal year 2018 to \$14.5 million for fiscal year 2019; a decrease of \$.5 million or 3.3%. The decrease in level of expenses from fiscal year 2018 to fiscal year 2019 reflects significant decreases in Valley Hi personnel expenses from \$8.4 million in 2018 to \$8.0 million in 2019. This represents a decrease of \$.4 million from 2018 to 2019; a decrease of 5.0%.

For more detailed information, please refer to the Statement of Activities on pages 3.

MAJOR FUNDS FINANCIAL ANALYSIS

Governmental Funds

The General Fund is the primary operating fund of the County. The fund experienced a decrease in fund balance of \$1.7 million for fiscal year 2019. The County has maintained the level of unrestricted fund balance in the General Fund in close alignment with the target reserve of five months, as defined in the County's budget policy. The level of unrestricted fund balance in the General Fund decreased from 6.5 months at November 30, 2018 to 6.3 months at November 30, 2019.

Total revenues decreased \$0.1 million or 0.1%, from \$90.7 million for fiscal year 2018 to \$90.6 million for fiscal year 2019. The revenue category that experienced the largest increase is investment income, which increased \$1.4 million or 155.6%, from \$0.9 million for fiscal year 2018 to \$2.3 million for fiscal year 2019. The decrease in property taxes is due to a decrease in the amount of the County's property tax levy. The general fund property tax levy decreased from \$39.8 million for fiscal year 2018 to \$37.7 million for fiscal year 2019, a decrease of \$2.1 million or 5%. A small portion of property tax revenue represents collections from prior year levies, but most collections are for the current year levy. In fiscal year 2019, the County experienced a collection rate of 99.79% of the current year levy.

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Total General Fund expenditures increased \$5.5 million or 5.7%, from \$87.7 million for fiscal year 2018 to \$93.2 million for fiscal year 2019. The expenditure category with the largest increase was general and administrative, which increased from \$26.8 million for fiscal year 2018 to \$30.5 million for fiscal year 2019; an increase of \$3.7 million or 13.8%. This increase was attributable to the continued implementation of a new ERP system paid for in large part by the general fund, the purchase of other equipment, and land improvements.

The County Mental Health Fund accounts for expenditures for administering approved mental health programs. The fund experienced a decrease in fund balance of \$3.0 million for fiscal year 2019. Total revenues increased \$0.5 million or 4.7%, from \$10.6 million for fiscal year 2018 to \$11.1 million for fiscal year 2019. The increase in revenues is due to an increase in the amount of the property taxes collected; an increase of \$0.5 million or 4.8%. Total expenditures increased \$0.5 million or 4.4%, from \$11.3 million for fiscal year 2018 to \$11.7 million for fiscal year 2019. The fund provides transfers to a debt service fund to pay principal and interest costs on Series 2010B debt certificates, which were used for the expansion of the County mental health facility.

The Illinois Municipal Retirement Fund (IMRF Fund) accounts for expenditures for municipal retirement expenses for most of the County's employees. The fund experienced an increase in fund balance of \$1.8 million for fiscal year 2019. Total revenues decreased \$0.3 million or 3.8%, from \$7.9 million for fiscal year 2018 to \$7.6 million for fiscal year 2019. The fund had an increase in revenues due to the County's IMRF property tax levy, which resulted in collections of \$7.3 million versus \$7.6 million in fiscal year 2018. Total expenditures decreased \$1.0 million or 14.7%, from \$6.8 million for fiscal year 2018 to \$5.8 million for fiscal year 2019. The IMRF Fund has a surplus fund balance of \$4.6 million as of November 30, 2019. An advance from the General Fund is temporarily financing the fund surplus that has continued from fiscal year 2015. The amount of the advance outstanding as of November 30, 2019 is \$3.2 million. The advance is non-interest bearing, with repayments scheduled to begin in 2018 and end by 2020. The fiscal year 2018 payment was not made due to lower-than-forecasted fund balance in the IMRF Fund; in February 2020, the County Board approved a plan to repay up to \$2,608,150.00 during FY2020. The remaining \$564,690.00 will remain as outstanding during FY2020 for repayment in subsequent years.

Proprietary Funds

The Valley Hi Fund accounts for the activities of the Valley Hi nursing home. The fund experienced a decrease in net position of \$8.0 million for fiscal year 2019. However, when considering only the operating revenues and expenses of the fund, the fund experienced an operating loss of \$1.0 million for fiscal year 2019, compared to an operating loss of \$2.0 million for fiscal year 2018. The biggest reason for the overall decrease in net position is the special item recorded this year (refer to Note 18 for more details), specifically the property tax rebate. During FY2019, the County levied \$10,000 towards the Valley Hi Fund.

GENERAL FUND BUDGETARY VARIANCES

Revenue Budget: The revenue budget for the General Fund was increased by \$2.1 million or 2.3% during fiscal year 2019, through budget amendments approved by the County Board, from the original budget of \$92.2 million to the final budget of \$88.4 million. The category with the largest decrease was property taxes, which had an original budget of \$42.2 million and a final budget of \$37.7 million; a decrease of \$4.5 million or 10.7%.

Appropriation Budget: The appropriation budget for expenditures for the General Fund was increased by \$10.0 million or 10.5% during fiscal year 2019, through emergency appropriations approved by the County Board, from the original budget of \$85.1 million to the final budget of \$95.1 million. The most significant increase to the appropriation budget was for capital outlay, which increased \$8.3 million or 415.0%, from the original budget of \$1.0 million to the final budget of \$10.3 million.

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Budget to Actual – Revenue: Actual revenues for the General Fund totaled \$90.6 million, while the final budget totaled \$88.0 million, which is a variance of \$2.6 million. One significant revenue source that had actual revenue in excess of budgeted revenues was charges for services.

Budgeted revenues for charges for services were \$20.0 million, compared to actual revenues of \$21.4 million, which is a variance of \$1.4 million. The largest individual variance within this category is jail space rental. Budgeted revenues for jail space rental was \$9.5 million, compared to actual revenues of \$10.2 million, which is a variance of \$0.7 million. Actual revenue for jail space rented has increased from \$10.1 million in fiscal year 2018. One other categories that had actual revenues in excess of budgeted revenues was investment income. Investment income actual revenues was \$2.3 million which exceeded budget revenues of \$1.0 million. Strong market conditions drove investment income to exceed budget expectations.

Budget to Actual – Expenditures: Actual expenditures for the General Fund totaled \$93.2 million, while the final budget totaled \$95.0 million, which is a variance of \$1.8 million. The activity that had the largest variance was capital outlay, which had expenditures of \$9.4 million, compared to a final budget of \$10.3 million, which is a variance of \$0.9 million. The activity that had the second largest variance was for public safety, which had expenditures of \$34.6 million compared to a final budget of \$36.2 million; a variance of \$1.6 million.

CAPITAL ASSETS AND LONG-TERM DEBT ACTIVITY

Capital Assets – As of November 30, 2019, capital assets, net of accumulated depreciation/amortization, totaled \$358.2 million for governmental activities and \$11.5 million for business-type activities, for a total of \$369.7 million for the County.

Capital Assets
(net of accumulated depreciation/amortization)
November 30, 2019

	Government Activities		Business-Type Activities		Totals	
	2019	2018	2019	2018	2019	2018
Land	\$ 81,308,271	\$ 80,366,125	\$ 6,000	\$ 6,000	\$ 81,314,271	\$ 80,372,125
Construction in Progress	16,396,690	15,999,410	-	-	16,396,690	15,999,410
Infrastructure	176,886,005	179,702,695	-	-	176,886,005	179,702,695
Buildings and Improvements	58,401,773	57,361,195	9,263,901	9,631,035	67,665,674	66,992,230
Land Improvements	2,343,132	2,424,766	116,970	133,301	2,460,102	2,558,067
Furniture and Fixtures	445,708	500,546	28,838	30,632	474,546	531,178
Machinery and Equipmnet	10,163,941	13,615,930	254,697	390,971	10,418,638	14,006,901
Computer Software	9,571,397	3,029,784	1,731,240	1,950,888	11,302,637	4,980,672
Transportation Equipment	2,713,294	2,427,943	68,101	15,273	2,781,395	2,443,216
Total capital assets	\$ 358,230,211	\$ 355,428,394	\$ 11,469,747	\$ 12,158,100	\$ 369,699,958	\$ 367,586,494

County of McHenry, Illinois
Management's Discussion and Analysis (MD&A) (Unaudited)
For the Year Ended November 30, 2019

Capital assets, net of accumulated depreciation/amortization, for governmental activities increased from \$355.4 million at November 30, 2018 to \$358.2 million at November 30, 2019; a net increase of \$2.8 million, or 0.8%. Capital asset additions totaled \$7.0 million and depreciation/amortization expense was \$14.2 million. Significant additions include \$7.8 million for computer software related to various activities impacting most departments in the County. During fiscal year 2019, various projects were placed in service and taken out of construction in progress.

Capital assets, net of accumulated depreciation/amortization, for business-type activities decreased from \$12.2 million at November 30, 2018 to \$11.5 million at November 30, 2019; a net decrease of \$0.7 million, or 5.7%. Capital asset additions totaled \$0.5 million and depreciation/amortization expense was \$1.2 million. A significant capital asset addition includes \$0.5 million in dispatch upgrades which began in 2017 for the 911 enterprise fund and included updated computer equipment, software and consoles.

For more detailed information on the County's capital assets, see Note 5 in the Notes to Financial Statements on page 30 - 31.

Long-term Obligations – As of November 30, 2019, Long-term obligations (excluding compensated absences, debt certificate issuance premiums, claims and judgments, net pension liability, and other post-employment benefit obligation) totaled \$4.7 million for governmental activities and zero for business-type activities, for a total of \$4.7 million.

Long-term Obligations
November 30, 2019

	Government Activities		Business-Type Activities		Totals	
	2019	2018	2019	2018	2019	2018
Capital Leases	\$ 916,299	\$ 1,425,527	-	-	\$ 916,299	\$ 1,425,527
Debt Certificates	3,815,000	7,670,000	-	-	3,815,000	7,670,000
Total Long-term Obligations	\$ 4,731,299	\$ 9,095,527	-	-	\$ 4,731,299	\$ 9,095,527

Current year issuances for governmental activities were as follows: One new capital leases in the amount of \$0.4 million was issued for the acquisition of copy machines and scanner equipment. There were no new debt certificate issuances completed in fiscal year 2019.

There were no issuances for business-type activities during fiscal year 2019 as well.

Per state statute, the County is limited to issuing debt in an amount not to exceed 2.875% of the assessed value of the taxable property within the County. However, this limitation does not apply to debt issued for the purpose of building a County court house, jail, or other necessary County buildings and for the accommodation thereof. (50 ILCS 405 - Local Government Debt Limitation Act). As of November 30, 2019, the County's debt limit was \$242.4 million, while actual outstanding debt subject to the limit was \$4.5 million, leaving the County \$237.9 million under the debt limit.

The County's most recent bond rating by Moody's Investors Service was graded Aaa. This highest level rating reduces the cost of raising capital for County projects, resulting in substantial savings for taxpayers.

For more detailed information on the County's long-term obligations, see Note 6 in the Notes to Financial Statements on pages 32 - 35.

County of McHenry, Illinois
Management's Discussion and Analysis (MD&A) (Unaudited)
For the Year Ended November 30, 2019

ECONOMIC FACTORS

The major fund financial analysis and the government-wide financial analysis presented earlier in MD&A provide valuable insights into whether the County's near-term and overall financial position has improved or deteriorated. However, overall economic conditions and other circumstances will also impact the County's future financial position. Considering major economic factors can provide context for interpreting current financial information, as well as provide a basis for assessing the likelihood that the County's current financial position will improve or deteriorate in the future.

One key economic factor that influences the County's long-term financial outlook is population growth. The County's population increased from 183,241 in 1990, to 260,077 in 2000, and to 308,760 in 2010. Since 2010 however, the County's population growth rate has been minimal. Population decreased to 307,774 in 2019. Another important economic indicator is the local unemployment rate. The County's unemployment rate was 2.7% in 2019, which represents a significant improvement from the low point during the great recession, which officially lasted from December 2007 through June 2009. The County's unemployment rate was 4.5% in 2017, 5.3% in 2016 and in 2015, 6.4% in 2014, 8.3% in 2013, 8.4% in 2012, 9.4% in 2011, and 9.6% in 2009 and 2010.

For more detailed statistical information, see the Statistical Section on pages 159 – 181.

On March 11, 2020, the Novel Coronavirus Disease, COVID-19, was declared a pandemic by the World Health Organization. On March 13, 2020, a national emergency was declared in the United States concerning the COVID-19 outbreak. It is anticipated that the COVID-19 pandemic will result in further impacts to revenue as the County moves into Fiscal Year 2019-2020. While the County currently has adequate cash reserves to weather a typical recession, there is much uncertainty concerning the progression of the COVID19 pandemic. Management regularly monitors the financial and economic impacts of COVID-19 and recommends financial or organizational adjustments to the County Board when appropriate.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the County's finances and to demonstrate the County's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the County of McHenry, Illinois, County Administration Office, 2200 North Seminary Avenue, Woodstock, Illinois, 60098. This report can also be found on the County website at: <https://www.mchenrycountyil.gov/county-government/departments-a-i/finance>.

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BASIC FINANCIAL STATEMENTS

County of McHenry, Illinois
STATEMENT OF NET POSITION
November 30, 2019

	Primary Government			Component Unit
	Governmental Activities	Business- Type Activities	Totals 2019	
ASSETS				
Current				
Cash and investments	\$ 139,283,988	\$ 39,914,487	\$ 179,198,475	\$ 11,516,052
Receivables				
Property taxes	69,340,151	10,000	69,350,151	19,925,101
Accounts	-	4,652,180	4,652,180	-
Other	711,798	601,067	1,312,865	108,902
Due from other governments	13,263,803	-	13,263,803	270,014
Internal balances	2,472,527	(2,472,527)	-	-
Prepaid expenses	1,545,987	27,117	1,573,104	90,598
Inventory	582,224	-	582,224	-
Deposit with IPBC	1,292,921	-	1,292,921	-
Total current assets	228,493,399	42,732,324	271,225,723	31,910,667
Noncurrent				
Capital assets				
Land	81,308,271	6,000	81,314,271	205,610,899
Construction in progress	16,396,690	-	16,396,690	6,477,881
Capital assets, net of depreciation/amortization	260,525,250	11,463,747	271,988,997	25,636,566
Net capital assets	358,230,211	11,469,747	369,699,958	237,725,346
Other noncurrent assets				
Investment in joint venture	723,531	100,775	824,306	-
Total noncurrent assets	358,953,742	11,570,522	370,524,264	237,725,346
Total Assets	587,447,141	54,302,846	641,749,987	269,636,013
DEFERRED OUTFLOWS OF RESOURCES				
Pension-related items	37,427,631	2,397,920	39,825,551	2,026,534
OPEB-related items	587,712	24,389	612,101	107,496
Deferred charge on refunding	-	-	-	5,111,521
Total Deferred Outflows of Resources	38,015,343	2,422,309	40,437,652	7,245,551

County of McHenry, Illinois
STATEMENT OF NET POSITION
November 30, 2019

	Primary Government			Component Unit
	Governmental Activities	Business- Type Activities	Totals 2019	
LIABILITIES				
Current				
Accounts payable	\$ 8,629,893	\$ 406,940	\$ 9,036,833	\$ 342,415
Accrued expenses	1,938,397	143,267	2,081,664	1,166,686
Unearned revenue	-	-	-	117,235
Other liabilities	887,761	47,006	934,767	-
Current portion of long-term obligations	4,464,068	72,953	4,537,021	8,162,669
Total current liabilities	15,920,119	670,166	16,590,285	9,789,005
Noncurrent				
Noncurrent portion of long-term obligations	10,506,009	145,907	10,651,916	92,994,514
Net pension liability	63,487,170	3,248,654	66,735,824	4,514,027
Total OPEB liability	18,173,523	754,164	18,927,687	323,303
Total noncurrent liabilities	92,166,702	4,148,725	96,315,427	97,831,844
Total Liabilities	108,086,821	4,818,891	112,905,712	107,620,849
DEFERRED INFLOWS OF RESOURCES				
Pension-related items	7,775,251	667,518	8,442,769	552,625
OPEB-related items	5,351,674	222,083	5,573,757	6,082
Property taxes levied for future period	69,340,151	10,000	69,350,151	19,925,101
Total Deferred Inflows of Resources	82,467,076	899,601	83,366,677	20,483,808
NET POSITION				
Net investment in capital assets	353,216,100	11,469,747	364,685,847	142,563,406
Restricted for:				
Recorder's Office	1,073,834	-	1,073,834	-
Treasurer's Office	1,304,121	-	1,304,121	-
Social security	-	-	-	-
Community Development	161,759	-	161,759	-
Liability insurance	7,796,670	-	7,796,670	273,133
Geographic information systems	353,617	-	353,617	-
County Clerk's Office	87,347	-	87,347	-
Transportation	50,712,161	-	50,712,161	-
Public safety	1,803,469	-	1,803,469	-
Judiciary and court related	2,348,607	-	2,348,607	-
Public health and welfare	10,882,802	-	10,882,802	-
Employee benefits	7,841,200	-	7,841,200	-
Public Building Commission	5,976	-	5,976	-
Debt service	-	-	-	257,158
Land acquisition and site improvement	-	-	-	91,085
Other	364,098	-	364,098	88,116
Working cash - permanently restricted (nonexpendable)	816,729	-	816,729	-
Unrestricted	(3,859,903)	39,536,916	35,677,013	5,504,009
Total Net Position	\$ 434,908,587	\$ 51,006,663	\$ 485,915,250	\$ 148,776,907

See accompanying notes to financial statements.

County of McHenry, Illinois

STATEMENT OF ACTIVITIES

For the Year Ended November 30, 2019

Functions	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Position Primary Government			Component Unit
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	2019	
Primary Government								
Governmental Activities								
General and administrative	\$ 47,919,643	\$ 4,782,622	\$ 312,791	\$ -	\$ (42,824,230)	\$ -	\$ (42,824,230)	\$ -
Community development	4,431,611	882,406	1,386,091	-	(2,163,114)	-	(2,163,114)	-
Transportation	21,019,750	114,569	11,099,834	-	(9,805,347)	-	(9,805,347)	-
Public safety	39,405,660	12,550,071	347,802	-	(26,507,787)	-	(26,507,787)	-
Judiciary and court related	18,348,313	9,964,173	224,022	-	(8,160,118)	-	(8,160,118)	-
Public health and welfare	17,465,674	1,766,936	2,635,463	-	(13,063,275)	-	(13,063,275)	-
Interest and fiscal charges	31,282	-	-	-	(31,282)	-	(31,282)	-
Total Governmental Activities	148,621,933	30,060,777	16,006,003	-	(102,555,153)	-	(102,555,153)	-
Business-Type Activities								
Public health and welfare	11,632,704	10,869,470	-	-	-	(763,234)	(763,234)	-
Public safety	2,915,429	4,288,456	-	-	-	1,373,027	1,373,027	-
Total Business-type Activities	14,548,133	15,157,926	-	-	-	609,793	609,793	-
Total Primary Government	\$ 163,170,066	\$ 45,218,703	\$ 16,006,003	\$ -	(102,555,153)	609,793	(101,945,360)	-
Component Unit:								
Conservation District	14,189,727	1,345,649	35,661	1,232,012	-	-	-	(11,576,405)
Total Component Unit	\$ 14,189,727	\$ 1,345,649	\$ 35,661	\$ 1,232,012	-	-	-	(11,576,405)
General Revenues:								
Taxes								
Property taxes					\$ 69,695,233	\$ 10,037	\$ 69,705,270	\$ 19,471,059
Sales taxes					20,976,436	-	20,976,436	-
Tax transfer stamps					2,772,999	-	2,772,999	-
Other taxes					3,487,184	-	3,487,184	165,242
Unrestricted intergovernmental revenues								
State income taxes					6,964,945	-	6,964,945	-
Investment income					3,956,054	1,655,522	5,611,576	416,530
Miscellaneous					544,392	-	544,392	78,361
Gain on sale of capital assets					-	-	-	12,186
Special Item					-	(8,562,311)	(8,562,311)	-
Total General Revenues and Special Item					108,397,243	(6,896,752)	101,500,491	20,143,378
Change in Net Position					5,842,090	(6,286,959)	(444,869)	8,566,973
Net Position - Beginning of Year					429,066,497	57,293,622	486,360,119	140,209,934
Net Position - End of Year					\$ 434,908,587	\$ 51,006,663	\$ 485,915,250	\$ 148,776,907

See accompanying notes to financial statements.

County of McHenry, Illinois
BALANCE SHEET
GOVERNMENTAL FUNDS
November 30, 2019

	General Fund	County Mental Health Fund	Illinois Municipal Retirement Fund	Total Nonmajor Governmental Funds	Totals
ASSETS					
Cash and investments	\$ 50,648,930	\$ 7,378,269	\$ 9,123,930	\$ 71,741,604	\$ 138,892,733
Property taxes receivable	38,050,673	10,450,000	7,220,000	13,619,478	69,340,151
Other receivables	263,848	64,669	-	542,218	870,735
Due from other governments	5,769,496	-	-	7,496,371	13,265,867
Due from other funds	31,086	-	-	1,300,316	1,331,402
Prepaid	-	13,564	-	-	13,564
Inventory	47,569	-	-	534,655	582,224
Advance to other funds	3,172,840	-	-	-	3,172,840
Total Assets	<u>\$ 97,984,442</u>	<u>\$ 17,906,502</u>	<u>\$ 16,343,930</u>	<u>\$ 95,234,642</u>	<u>\$ 227,469,516</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES (DEFICIT)					
Liabilities					
Accounts payable	\$ 2,564,191	\$ 834,641	\$ 1,292,090	\$ 3,929,650	\$ 8,620,572
Accrued payroll	1,379,879	13,684	63,239	369,500	1,826,302
Due to other funds	2,977,841	65,162	-	1,915,752	4,958,755
Advance from other funds	-	-	3,172,840	-	3,172,840
Other liabilities	885,960	-	-	-	885,960
Total Liabilities	<u>7,807,871</u>	<u>913,487</u>	<u>4,528,169</u>	<u>6,214,902</u>	<u>19,464,429</u>
Deferred Inflows of Resources					
Property taxes levied for future period	38,050,673	10,450,000	7,220,000	13,619,478	69,340,151
Unavailable revenue	795,811	-	-	2,117,364	2,913,175
Total Deferred Inflows of Resources	<u>38,846,484</u>	<u>10,450,000</u>	<u>7,220,000</u>	<u>15,736,842</u>	<u>72,253,326</u>
Fund Balances (Deficit)					
Nonspendable	3,220,409	13,564	-	1,351,385	4,585,358
Restricted	672,959	6,529,451	4,595,761	69,417,945	81,216,116
Committed	-	-	-	2,520,696	2,520,696
Assigned	2,926,430	-	-	-	2,926,430
Unassigned (deficit)	44,510,289	-	-	(7,128)	44,503,161
Total Fund Balances	<u>51,330,087</u>	<u>6,543,015</u>	<u>4,595,761</u>	<u>73,282,898</u>	<u>135,751,761</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 97,984,442</u>	<u>\$ 17,906,502</u>	<u>\$ 16,343,930</u>	<u>\$ 95,234,642</u>	<u>\$ 227,469,516</u>

See accompanying notes to financial statements.

County of McHenry, Illinois
RECONCILIATION OF BALANCE SHEET - GOVERNMENTAL FUNDS
TO STATEMENT OF NET POSITION
November 30, 2019

Total Fund Balances - Governmental Funds	\$ 135,751,761
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental funds are not financial resources and, therefore, are not reported in the governmental funds.	358,230,211
The investment in joint venture is not a financial resource and, therefore, is not reported in the governmental funds.	723,531
Revenues in the Statement of Activities that do not provide current financial resources are reported as unavailable revenue in the governmental funds.	2,911,874
Premiums and discounts associated with the issuance of long-term debt represent other financing sources (uses) in governmental funds in the year that the debt is issued. In the Statement of Net Position, these costs are capitalized and amortized over the life of the debt. This is the amount of unamortized premiums and discounts included in governmental activities in the Statement of Net Position.	(282,812)
Internal service funds are used by management to charge insurance costs to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the Statement of Net Position.	8,138,655
Some liabilities reported in the Statement of Net Position do not require the use of current financial resources and, therefore, are not reported as liabilities in governmental funds. These activities consist of:	
Accrued interest	(110,308)
Compensated absences	(4,697,034)
Capital leases	(916,300)
Debt certificates	(3,815,000)
Claims and judgments - all other claims	(4,253,716)
Net pension liability	(63,487,170)
Total OPEB liability	(18,173,523)
In addition to the net pension liability and other post-employment benefits, associated deferred outflows and inflows of resources related to pensions other post-employment benefits are reported in the Statement of Net Position:	
Deferred outflows of resources - pension-related items	37,427,631
Deferred inflows of resources - pension-related items	(7,775,251)
Deferred outflows of resources - other post-employment benefit-related items	587,712
Deferred inflows of resources - other post-employment benefit-related items	(5,351,674)
Total Net Position - Governmental Activities	\$ 434,908,587

See accompanying notes to financial statements.

County of McHenry, Illinois
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - GOVERNMENTAL FUNDS
For the Year Ended November 30, 2019

	General Fund	County Mental Health Fund	Illinois Municipal Retirement Fund	Total Nonmajor Governmental Funds	Totals
REVENUES					
Charges for services	\$ 21,397,921	\$ -	\$ -	\$ 4,205,181	\$ 25,603,102
Licenses and permits	1,239,506	-	-	99,568	1,339,074
Fines and forfeitures	1,073,535	-	-	34,626	1,108,161
Grants, contributions, and intergovernmental	3,330,735	23,814	-	15,557,180	18,911,729
Property taxes	37,653,754	10,877,831	7,285,160	13,878,487	69,695,232
Sales taxes	10,354,369	-	-	10,622,067	20,976,436
State income taxes	6,964,945	-	-	-	6,964,945
Tax transfer stamps	2,772,999	-	-	-	2,772,999
Other taxes	3,342,140	-	145,044	-	3,487,184
Investment income	2,290,734	151,777	152,488	1,329,048	3,924,047
Miscellaneous	226,902	90,591	-	607,336	924,829
Total Revenues	90,647,540	11,144,013	7,582,692	46,333,493	155,707,738
EXPENDITURES					
Current					
General and administrative	30,527,121	-	1,098,198	5,998,466	37,623,785
Community development	1,744,738	-	198,820	1,531,188	3,474,746
Transportation	-	-	-	14,950,171	14,950,171
Public safety	34,568,460	-	2,600,585	2,071,968	39,241,013
Judiciary and court related	10,167,602	-	1,358,286	3,129,805	14,655,693
Public health and welfare	5,944,211	11,777,680	573,022	4,772,430	23,067,343
Capital outlay	9,388,823	-	-	6,495,064	15,883,887
Debt service					
Principal retirement	847,950	-	-	3,863,649	4,711,599
Interest and fiscal charges	27,075	-	-	211,555	238,630
Total Expenditures	93,215,980	11,777,680	5,828,911	43,024,296	153,846,867
Excess (deficiency) of revenues over expenditures	(2,568,440)	(633,667)	1,753,781	3,309,197	1,860,871
OTHER FINANCING SOURCES (USES)					
Transfers in	2,271,713	-	-	13,342,176	15,613,889
Transfers out	(1,770,137)	(2,310,802)	-	(11,532,950)	(15,613,889)
Capital leases issued	394,311	-	-	-	394,311
Total Other Financing Sources (Uses)	895,887	(2,310,802)	-	1,809,226	394,311
Net Change in Fund Balances	(1,672,553)	(2,944,469)	1,753,781	5,118,423	2,255,182
Fund Balance - Beginning of Year	53,002,640	9,487,484	2,841,980	68,164,475	133,496,579
Fund Balance - End of Year	\$ 51,330,087	\$ 6,543,015	\$ 4,595,761	\$ 73,282,898	\$ 135,751,761

See accompanying notes to financial statements.

County of McHenry, Illinois
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
TO STATEMENT OF ACTIVITIES
For the Year Ended November 30, 2019

Net Change in Fund Balances - Governmental Funds	\$ 2,255,182
Amounts reported for governmental activities in the Statement of Activities are different because:	
Capital outlay is reported as an expenditure in the fund financial statements, but is capitalized in the government-wide financial statements.	15,883,887
Some items that are capitalized are reported as functional expenses in the fund financial statements.	1,136,020
Depreciation/amortization are reported in the government-wide financial statements.	(14,218,090)
Contributions to a joint venture are reported as an expenditure in the fund financial statements, but are capitalized in the government-wide financial statements.	(18,187)
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the governmental funds (or were reported in the prior year), as follows:	
Charges for services	(227,281)
Operating grants and contributions	(786,132)
Capital grants and contributions	(23,814)
Investment income	1,529
Internal service funds are used by management to charge insurance costs to individual funds.	2,674,285
Repayment of principal is an expenditure in the governmental funds, but reduces long-term liabilities in the Statement of Net Position.	4,758,538
Debt issued is an other financing source in the governmental funds, but is recorded as a liability in the Statement of Net Position.	(394,311)
Governmental funds report the effect of premiums and discounts when debt is first issued, whereas these amounts are capitalized and amortized in the Statement of Activities.	168,576
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. These activities consist of:	
Decrease in compensated absences	158,749
Decrease in accrued interest	26,383
Increase in claims and judgments - all other claims	(1,269,958)
Increase in net pension liability	(48,037,114)
Decrease in total OPEB liability	4,338,152
Decrease in deferred outflows of resources - pension-related items	26,056,605
Decrease in deferred inflows of resources - pension-related items	18,769,512
Decrease in deferred outflows of resources - other post-employment benefit-related items	(58,767)
Increase in deferred inflows of resources - other post-employment benefit-related items	(5,351,674)
Change in Net Position - Governmental Activities	<u>\$ 5,842,090</u>

County of McHenry, Illinois
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
November 30, 2019

	Major Enterprise Fund <u>Valley Hi</u>	Nonmajor Enterprise Fund <u>911 Fund</u>	<u>Totals</u>	Internal Service Fund
ASSETS				
Current Assets				
Cash and investments	\$ 32,160,948	\$ 7,753,539	\$ 39,914,487	\$ 391,254
Property taxes receivable	10,000	-	10,000	-
Accounts receivable	3,930,981	721,199	4,652,180	-
Other receivables	135,314	465,753	601,067	10,000
Due from other funds	-	-	-	5,108,829
Prepaid expenses	27,117	-	27,117	1,363,487
Deposit with IPBC	-	-	-	1,292,921
Total Current Assets	<u>36,264,360</u>	<u>8,940,491</u>	<u>45,204,851</u>	<u>8,166,491</u>
Noncurrent Assets				
Capital Assets				
Land	6,000	-	6,000	-
Buildings and improvements	14,921,831	-	14,921,831	-
Land improvements	308,885	-	308,885	-
Furniture and fixtures	374,713	33,797	408,510	-
Machinery and equipment	473,771	960,954	1,434,725	-
Transportation equipment	89,048	44,508	133,556	-
Computer software	88,253	5,193,768	5,282,021	-
Less: accumulated depreciation/ amortization	<u>(6,669,095)</u>	<u>(4,356,686)</u>	<u>(11,025,781)</u>	<u>-</u>
Net Capital Assets	<u>9,593,406</u>	<u>1,876,341</u>	<u>11,469,747</u>	<u>-</u>
Other Noncurrent Assets				
Investment in joint venture	-	100,775	100,775	-
Total Noncurrent Assets	<u>9,593,406</u>	<u>1,977,116</u>	<u>11,570,522</u>	<u>-</u>
Total Assets	<u>45,857,766</u>	<u>10,917,607</u>	<u>56,775,373</u>	<u>8,166,491</u>
DEFERRED OUTFLOWS OF RESOURCES				
Pension-related items	2,250,426	147,494	2,397,920	-
OPEB-related items	22,669	1,720	24,389	-
Total Deferred Outflows of Resources	<u>2,273,095</u>	<u>149,214</u>	<u>2,422,309</u>	<u>-</u>

County of McHenry, Illinois
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
November 30, 2019

	Major Enterprise Fund Valley Hi	Nonmajor Enterprise Fund 911 Fund	Totals	Internal Service Fund
LIABILITIES				
Current Liabilities				
Accounts payable	\$ 365,752	\$ 41,188	\$ 406,940	\$ 11,883
Accrued payroll	136,089	7,178	143,267	1,789
Due to other funds	1,430,988	50,443	1,481,431	45
Other liabilities	47,006	-	47,006	1,005,215
Compensated absences	66,926	6,027	72,953	-
Total Current Liabilities	<u>2,046,761</u>	<u>104,836</u>	<u>2,151,597</u>	<u>1,018,932</u>
Noncurrent Liabilities				
Compensated absences	133,852	12,055	145,907	-
Net pension liability	3,048,894	199,760	3,248,654	-
Total OPEB liability	<u>700,970</u>	<u>53,194</u>	<u>754,164</u>	<u>-</u>
Total Noncurrent Liabilities	<u>3,883,716</u>	<u>265,009</u>	<u>4,148,725</u>	<u>-</u>
Total Liabilities	<u>5,930,477</u>	<u>369,845</u>	<u>6,300,322</u>	<u>1,018,932</u>
DEFERRED INFLOWS OF RESOURCES				
Property taxes levied for future period	10,000	-	10,000	-
Pension-related items	626,472	41,046	667,518	-
OPEB-related items	206,419	15,664	222,083	-
Total Deferred Inflows of Resources	<u>842,891</u>	<u>56,710</u>	<u>899,601</u>	<u>-</u>
NET POSITION				
Net investment in capital assets	9,593,406	1,876,341	11,469,747	-
Unrestricted	<u>31,764,087</u>	<u>8,763,925</u>	<u>40,528,012</u>	<u>7,147,559</u>
Total Net Position	<u>\$ 41,357,493</u>	<u>\$ 10,640,266</u>	51,997,759	<u>\$ 7,147,559</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds			<u>(991,096)</u>	
Net Position of Business-Type Activities			<u>\$ 51,006,663</u>	

See accompanying notes to financial statements.

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County of McHenry, Illinois
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN
NET POSITION - PROPRIETARY FUNDS
For the Year Ended November 30, 2019

	Major Enterprise Fund Valley Hi	Nonmajor Enterprise Fund 911 Fund	Totals	Internal Service Fund
OPERATING REVENUES				
Charges for services	\$ 10,849,716	\$ 4,288,382	\$ 15,138,098	\$ 17,403,128
Other	19,754	74	19,828	-
Total Operating Revenues	10,869,470	4,288,456	15,157,926	17,403,128
OPERATING EXPENSES				
Personnel services	7,962,539	448,954	8,411,493	97,580
Contractual services	2,440,476	1,607,630	4,048,106	14,419,771
Commodities	1,026,972	94,547	1,121,519	1,541
Depreciation	430,632	776,812	1,207,444	-
Total Operating Expenses	11,860,619	2,927,943	14,788,562	14,518,892
Operating Income (Loss)	(991,149)	1,360,513	369,364	2,884,236
NONOPERATING REVENUES (EXPENSES)				
Investment income	1,504,785	150,737	1,655,522	30,478
Property taxes	10,037	-	10,037	-
Total Nonoperating Revenues (Expenses)	1,514,822	150,737	1,665,559	30,478
Income (loss) before special item	523,673	1,511,250	2,034,923	2,914,714
SPECIAL ITEM				
Tax Rebate	(8,562,311)	-	(8,562,311)	-
Total Special Item	(8,562,311)	-	(8,562,311)	-
Change in Net Position	(8,038,638)	1,511,250	(6,527,388)	2,914,714
Net Position - Beginning of Year	49,396,131	9,129,016		4,232,845
Net Position - End of Year	\$ 41,357,493	\$ 10,640,266		\$ 7,147,559
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds			240,429	
Change in Net Position of Business-Type Activities			\$ (6,286,959)	

See accompanying notes to financial statements.

County of McHenry, Illinois
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended November 30, 2019

	Major Enterprise Fund <u>Valley Hi</u>	Nonmajor Enterprise Fund <u>911 Fund</u>	<u>Totals</u>	Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received from customers and users	\$ 10,473,381	\$ 4,721,770	\$ 15,195,151	\$ 12,364,244
Payments to employees	(7,749,910)	(438,558)	(8,188,468)	(97,019)
Payments to third party administrator	-	-	-	(14,418,230)
Payments to suppliers	(3,332,208)	(1,814,228)	(5,146,436)	(19,765)
Net Cash Flows From Operating Activities	<u>(608,737)</u>	<u>2,468,984</u>	<u>1,860,247</u>	<u>(2,170,770)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Payments on deposit with IPBC	-	-	-	(772,661)
Property taxes rebated	(8,552,274)	-	(8,552,274)	-
Interfund payments	1,182,712	50,321	1,233,033	-
Net Cash Flows From Noncapital Financing Activities	<u>(7,369,562)</u>	<u>50,321</u>	<u>(7,319,241)</u>	<u>(772,661)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Capital assets purchased	(107,919)	(416,654)	(524,573)	-
Capital contributions to joint venture	-	2,533	2,533	-
Net Cash Flows From Capital and Related Financing Activities	<u>(107,919)</u>	<u>(414,121)</u>	<u>(522,040)</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Marketable securities sold	6,044,049	-	6,044,049	-
Cash receipts from investment income	993,198	150,737	1,143,935	30,478
Net Cash Flows From Investing Activities	<u>7,037,247</u>	<u>150,737</u>	<u>7,187,984</u>	<u>30,478</u>
Net Change in Cash and Equivalents	(1,048,971)	2,255,921	1,206,950	(2,912,953)
Cash and Equivalents - Beginning of Year	18,260,055	5,497,618	23,757,673	3,304,207
Cash and Equivalents - End of Year	<u>\$ 17,211,084</u>	<u>\$ 7,753,539</u>	<u>\$ 24,964,623</u>	<u>\$ 391,254</u>

	Major Enterprise Fund <u>Valley Hi</u>	Nonmajor Enterprise Fund <u>911 Fund</u>	<u>Totals</u>	Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES				
Operating income (loss)	\$ (991,149)	\$ 1,360,513	\$ 369,364	\$ 2,884,236
Adjustments to reconcile operating income (loss) to net cash flows from operating activities				
Depreciation	430,632	776,812	1,207,444	-
Changes in assets, liabilities, and deferred inflows and outflows of resources				
Accounts receivable	(397,264)	433,314	36,050	69,945
Prepaid expenses	(1,901)	84,883	82,982	32,149
Deferred outflows of resources - pension-related items	(1,536,499)	(101,636)	(1,638,135)	-
Deferred inflows of resources - pension-related items	(1,182,753)	-	(1,182,753)	-
Accounts payable	137,141	(196,934)	(59,793)	8,778
Accrued payroll	946	412	1,358	561
Due to other funds	-	-	-	45
Due from other funds	-	-	-	(5,108,829)
Other liabilities	1,175	-	1,175	-
Compensated absences	7,794	(4,909)	2,885	-
Claims and judgments	-	-	-	(57,655)
Net pension liability	2,934,086	192,422	3,126,508	-
Deferred inflows of resources - Pensions	-	(74,592)	(74,592)	-
Deferred outflows of resources - OPEB	3,813	303	4,116	-
Deferred inflows of resources - OPEB	206,419	15,664	222,083	-
Change in OPEB Liability	(221,177)	(17,268)	(238,445)	-
Net Cash Flows From Operating Activities	<u>\$ (608,737)</u>	<u>\$ 2,468,984</u>	<u>\$ 1,860,247</u>	<u>\$ (2,170,770)</u>
Reconciliation of Cash and Cash Equivalents to the Statement of Net Position - Proprietary Funds				
Cash and investments	\$ 32,160,948	\$ 7,753,539	\$ 39,914,487	\$ 391,254
Less: Noncash Equivalents	<u>(14,949,864)</u>	<u>-</u>	<u>(14,949,864)</u>	<u>-</u>
Cash and Cash Equivalents - End of Year	<u>\$ 17,211,084</u>	<u>\$ 7,753,539</u>	<u>\$ 24,964,623</u>	<u>\$ 391,254</u>
NON-CASH CAPITAL, INVESTING, AND FINANCING ACTIVITIES:				
Unrealized loss on investments	<u>\$ (484,958)</u>	<u>\$ -</u>	<u>\$ (484,958)</u>	<u>\$ -</u>

See accompanying notes to financial statements.

County of McHenry, Illinois
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
November 30, 2019

ASSETS

Cash and investments	\$ 8,248,207
Total Assets	<u>\$ 8,248,207</u>

LIABILITIES

Accounts payable	\$ 62,667
Due to residents	52,079
Bond escrow	2,999,585
Due to other governments	3,079,680
Other liabilities	<u>2,054,196</u>
Total Liabilities	<u>\$ 8,248,207</u>

See accompanying notes to financial statements.

County of McHenry, Illinois
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November 30, 2019

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County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 1 – Summary of Significant Accounting Policies

The accounting policies of the County of McHenry, Illinois (County) conform to accounting principles generally accepted in the United States of America, as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Following is a summary of significant accounting policies:

A. Reporting Entity

The reporting entity consists of the primary government, as well as component units, which are legally separate organizations for which elected officials of the primary government are financially accountable. Financial accountability exists when:

1. The primary government appoints a voting majority of the component unit's board, and either a) the primary government has the ability to impose its will on the component unit, or b) there exists a financial benefit or burden relationship between the primary government and the component unit; or
2. The component unit is fiscally dependent on the primary government and there exists a financial benefit or burden relationship between the primary government and the component unit.

Legally separate tax-exempt organizations may also be reported as a component unit of a primary government 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.

In addition to the criteria described above, the primary government may also consider a legally separate organization to be a component unit if it would otherwise be misleading to exclude the component unit, based on the nature and significance of the component unit's relationship with the primary government.

Following is a description of the organizations that the County considers to be component units, the rationale for including these organizations as component units, and the manner in which the component units are presented in the accompanying financial statements.

Component Unit #1 - McHenry County Public Building Commission - (Blended Component Unit)

The McHenry County Public Building Commission (Commission) is considered to be a component unit of the County because the County Board appoints a voting majority of the Commission's Board and because there exists a financial burden relationship, since the County is legally obligated for the Commission's outstanding debt. The sole purpose of the Commission is to manage the County's building activities. Therefore, the Commission is presented as a blended component unit, which means that the Commission is reported as if it were part of the County. The Commission is presented in the accompanying financial statements as a Special Revenue Fund. The Commission has a fiscal year that ends on November 30, the same as the County. Separately audited financial statements for the Commission may be obtained from the Public Building Commission, 2200 N. Seminary Avenue, Woodstock, Illinois, 60098-2367.

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 1 - Summary of Significant Accounting Policies (Continued)

A. Reporting Entity (Continued)

Component Unit #2 - McHenry County Conservation District - (Discretely Presented Component Unit)

The McHenry County Conservation District (District) is considered to be a component unit of the County because the County Board appoints a voting majority of the District's Board and because the County has the ability to impose its will on the District, since the District's annual budget and appropriation ordinance is not considered to be adopted until it is adopted by a resolution of the County Board. The District acquires and maintains land as open space for preservation, education, and recreation within the County. The District is reported as a discretely presented component unit within the accompanying financial statements. The District has a fiscal year that ends on March 31. The latest financial statements as reflected in this report are for the year ended March 31, 2019. Separately audited financial statements may be obtained from the McHenry County Conservation District, 18410 U.S. Highway 14, Woodstock, Illinois, 60098.

Related Organizations

Certain organizations have a voting majority of their board members appointed by the County Board. However, the County is not financially accountable for these organizations because the County does not have the ability to impose its will and because there is no financial benefit or burden relationship. Accordingly, these organizations are not included as part of the financial reporting entity. Such organizations include the following:

Greenwood Drainage District
Hebron Drainage District
McHenry County Housing Authority
Marengo Rescue Squad
Lake in the Hills Sanitary District

Crystal Lake Rural Fire Protection District
Fox River Grove Fire Protection District
Harvard Community Fire Protection District
McHenry Township Fire Protection District

B. Government-Wide and Fund Financial Statements

Government-wide Financial Statements: The government-wide Statement of Net Position and Statement of Activities report the overall financial activity of the County. Eliminations have been made to minimize the double-counting of internal activities of the County. Exception to this general rule are charges for actual services between the County's funds and various other functions of government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned. The financial activities of the County consist of governmental activities, which are primarily supported by taxes and intergovernmental revenues, and business-type activities, which rely to a significant extent on fees and charges for services. Likewise, the primary government is reported separately from the discretely presented component unit.

The Statement of Activities demonstrates the degree to which the direct expenses of each County function (general and administrative, community development, transportation, public safety, judiciary and court related, and public health and welfare) are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. The County does not allocate indirect expenses to the functions in the statement of activities. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs (including fines and fees) and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fiduciary funds are excluded from the government-wide financial statements.

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 1 - Summary of Significant Accounting Policies (Continued)

B. Government-Wide and Fund Financial Statements (Continued)

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, deferred inflows/outflows of resources, net position/fund balance, revenues, and expenses/expenditures. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary (agency) funds, even though the latter are excluded from the government-wide financial statements.

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

- a. Total assets plus deferred outflows of resources, liabilities plus deferred inflows of resources, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent 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 percent test is at least 5 percent 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 administers the following major governmental funds:

General Fund – This is the County’s primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in other funds. Services which are administered by various departments and accounted for in the general fund include general and administrative, community development, public safety, judiciary and court related, and public health and welfare.

County Mental Health Fund – This fund accounts for expenditures for administering approved mental health programs. Funding is primarily from property taxes.

Illinois Municipal Retirement Fund – This fund accounts for expenditures for municipal retirement expenses for the County’s employees. Revenue is primarily from property taxes.

The County administers the following major enterprise fund:

Valley Hi Fund – This fund accounts for the activities of the Valley Hi nursing home.

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. The County administers the following internal service fund:

Health Insurance Fund – This fund accounts for employee and retiree health insurance premiums and claims.

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 1 - Summary of Significant Accounting Policies (Continued)

B. Government-Wide and Fund Financial Statements (Continued)

Fiduciary (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. Significant activities reported in the agency funds include assets held by the County as an agent responsible for collecting property taxes and assets held by the Clerk of the Circuit Court as an agent for the courts.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flow takes place. Agency funds also follow the accrual basis of accounting, but do not have a measurement focus.

Nonexchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include various taxes, State shared revenues, and various State, Federal, and local grants. On an accrual basis, revenues from taxes are recognized when the County has a legal claim to the resources. Grants, entitlements, State shared revenues, and similar items are recognized in the fiscal year in which all eligibility requirements imposed by the provider have been met.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. In general, the County considers revenues for this purpose to be available if they are collected within 60 days of the end of the current fiscal year. However, the County also judgmentally uses an extended period of time, mainly due to unusual delays in payments from the State of Illinois, to avoid artificially distorting normal revenue patterns.

Significant revenue sources which are susceptible to accrual include property taxes, other taxes, grants, charges for services, and interest. All other revenue sources are considered to be measurable and available only when cash is received.

Expenditures are recorded when the related liability is incurred, except for unmatured interest on long-term debt, claims and judgments, compensated absences, pension expenditures, and other post-employment benefit costs, which are recorded as a fund liability when expected to be paid with expendable available financial resources.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services in connection with the proprietary funds' principal ongoing operations. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 1 - Summary of Significant Accounting Policies (Continued)

D. Cash and Equivalents

For purposes of the statement of cash flows, the County considers, for proprietary funds, all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

E. Investments

Investments are reported at fair value. Fair value is based on methods and inputs as outlined in Note 3.

F. Inventory and Prepaid Items

Inventories are valued at cost, using the first-in, first-out method. Inventories are accounted for under the consumption method, whereby acquisitions are recorded in inventory accounts initially and charged as expenditures when used. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements using the consumption method.

G. Capital Assets

Capital assets, which include tangible assets (land, land improvements, roads, bridges, and related infrastructure, buildings and improvements, furniture and fixtures, machinery and equipment, and transportation equipment) and intangible assets (computer software), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined as assets with an initial, individual cost of more than \$250,000 for infrastructure assets, \$1 for land, \$50,000 for buildings and improvements and computer software, and \$5,000 for other capital assets, and an estimated useful life of greater than one year. Additions or improvements that significantly extend the useful life of an asset, or that significantly increase the capacity of an asset are capitalized. Expenditures for asset acquisitions and improvements are presented as capital outlay expenditures in the governmental funds.

Assets which are acquired and held for the County's use are stated at historical cost. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value.

For proprietary funds, interest incurred during the construction phase of capital assets is reflected in the capitalized value of the asset constructed, net of interest earned on the invested proceeds over the same period. There was no interest expense capitalized by proprietary funds during 2019.

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

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 1 - Summary of Significant Accounting Policies (Continued)

G. Capital Assets (Continued)

Depreciation/amortization of capital assets is recorded in the statement of activities with accumulated depreciation/amortization reflected in the statement of net position and is provided on the straight-line basis over the following estimated useful lives:

	Years
Roads, bridges, and related infrastructure	10 - 40
Buildings and improvements	10 - 40
Land improvements	15 - 40
Furniture and fixtures	5 - 20
Machinery and equipment	5 - 25
Computer software	5 - 10
Transportation equipment	4 - 10

Gains or losses from sales or retirements of capital assets are included in the Statement of Activities.

H. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position or balance sheet will sometimes report a separate category called deferred outflows of resources, which represents a consumption of net position or fund balance that applies to a future period. Deferred outflows of resources are considered by GASB to be separate and distinct from assets. The County reports the following deferred outflows of resources: pension-related items and OPEB- related items (governmental activities, business-type activities, and proprietary funds).

In addition to liabilities, the statement of net position or balance sheet will sometimes report a separate category called deferred inflows of resources, which represents an acquisition of net position or fund balance that applies to a future period. Deferred inflows of resources are considered by GASB to be separate and distinct from liabilities. The County reports the following deferred inflows of resources: property taxes levied for future period (governmental activities, business-type activities, proprietary funds, and governmental funds), unavailable revenue (governmental funds), and pension related items (governmental activities, business-type activities, and proprietary funds).

I. Unearned Revenue

Unearned revenue arises when resources are received before the County has a legal claim to them, such as when grant monies are received before all eligibility requirements (other than time requirements) imposed by the provider have been met. Unearned revenues are reported as a liability. In subsequent periods, when the County has a legal claim to the resources, the liability for unearned revenue is removed and revenue is recognized. In addition to grant funding, unearned revenue arises from various charges for services, intergovernmental payments, and developer contributions received before such payments have been earned.

J. Compensated Absences

County employees accumulate vacation, sick pay, and compensatory time off for subsequent use or for payment upon termination, death, or retirement. Employees are allowed to accrue up to 150% of their annual vacation accrual, and at no time shall their balance exceed the 150% maximum limit. Employees may not receive vacation pay in lieu of time off unless the department head requests that the employee waive vacation to avoid a hardship on the department. Accrued compensatory time off, earned for hours worked in excess of the employee's regular work schedule, may accumulate up to a maximum of 240 hours, with any excess paid out by the County. Accumulated sick leave is not paid out at termination of employment.

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 1 - Summary of Significant Accounting Policies (Continued)

J. Compensated Absences (Continued)

The liability for compensated absences reported in the government-wide financial statements consists of unpaid, accumulated vacation leave balances and unused compensatory time balances for County employees and is determined using current salary rates and includes salary-related payments.

A liability for compensated absences is reported in the individual governmental funds only if they have matured, for example, as a result of employee resignations and retirements. The General Fund is typically used to liquidate these liabilities. Vested or accumulated vacation leave and accumulated compensatory time of proprietary funds is recorded as an expense and liability of those funds as the benefits accrue to employees.

K. Long-Term Obligations

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental or business-type activities and proprietary funds statement of net position. Premiums and discounts from long-term debt issuances are capitalized and amortized over the life of the issuance using the effective interest method. Issuance costs are reported as expenses in the year of issuance.

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

Debt service funds are used to account for and service the long-term obligations issued for governmental funds. Enterprise funds individually account for and service the applicable debt that benefit those funds. Long-term debt is recognized as a liability in a governmental fund when due, or when resources have been accumulated for payment early in the following year. For other long-term obligations, only that portion expected to be financed with available financial resources is reported as a liability of a governmental fund.

L. Defined Benefit Pension Plans

The County's pension plans are administered by the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the County's pension plans, and additions to/deductions from the fiduciary net position of the County's pension plans have been determined on the same basis as they are reported by IMRF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. The pension liability will be liquidated primarily by the General Fund and the Valley Hi enterprise fund.

M. Post-Employment Benefits Other than Pensions (OPEB)

For purposes of measuring the total OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, the County OPEB Plan recognizes benefit payments when due and payable in accordance with the benefit terms. The OPEB liability will be liquidated primarily by the General Fund and the Valley Hi enterprise fund.

N. Capital Contributions

Capital contributions in the government-wide financial statements represent donations of land, highways, and other capital assets, primarily from developers. Capital contributions reported in the enterprise funds, if any, represent transfers of equipment from governmental funds and capital contributions from outside parties.

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 1 - Summary of Significant Accounting Policies (Continued)

O. Encumbrances

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrances outstanding at year-end do not constitute expenditures or liabilities and generally result in an increase to the budget for the subsequent year. See note 11 for a summary of encumbrances outstanding at year-end.

P. Accounting Estimates

The preparation of the financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements, and the reported amount of revenues and expenditures/expenses during the period. Actual results could differ from these estimates.

Q. Interfund Transactions

The County has the following types of transactions between funds:

Loans and Advances – amounts provided with a requirement for repayment. In the fund financial statements, interfund loans are reported as due from other funds and due to other funds, when repayment is expected within one year. When repayment is not expected within one year, interfund loans are reported as advances to other funds and advances from other funds. Any residual balances outstanding between the governmental activities and business-type activities are reported as internal balances in the government-wide statement of net position.

Services provided and used – sales and purchases of goods and services between funds for a price approximating their external exchange value. Interfund services provided and used are reported as revenues in seller funds and expenditures or expenses in purchaser funds. Unpaid amounts are reported as due to/from other funds in the governmental fund balance sheets or proprietary fund statements of net position.

Reimbursements – repayments from the funds responsible for particular expenditures or expenses to the funds that initially paid for them. Reimbursements are reported as expenditures in the reimbursing fund and as a reduction of expenditures in the reimbursed fund.

Transfers – flows of assets (such as cash or goods) without equivalent flows of assets in return and without a requirement for repayment. In governmental funds, transfers are reported as other financing uses in the funds making transfers and as other financing sources in the funds receiving transfers. In proprietary funds, transfers in/out are reported as nonoperating revenues and expenses. Transfers between governmental activities and business-type activities are presented as offsetting transfers, under general revenues and transfers, in the government-wide statement of activities.

R. Claims and Judgments

Claims and judgments are recorded as liabilities if it is probable that a loss has been incurred and the amount in question can be reasonably estimated. The liability and expenditure for claims and judgments is 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 and the above conditions are met. For addition information on claims and judgments, see note 10 - Risk Management.

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 1 - Summary of Significant Accounting Policies (Continued)

S. Net Position/Fund Balance

Government-Wide Financial Statements

In the government-wide financial statements, the difference between assets, liabilities, and deferred inflows/outflows of resources is reported as net position and is displayed in the following categories:

- a. **Net investment in capital assets** – Consists of capital assets, net of accumulated depreciation/amortization and reduced by the outstanding balances of related bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. **Restricted net position** – Consists of net position 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 position** – All other net position that does not meet the definition of net investment in capital assets or restricted.

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 Financial Statements

For governmental funds, the difference between assets, liabilities, and deferred inflows/outflows of resources is reported as fund balance and is displayed in the following categories, which describe the nature and extent of constraints on the use of resources that the County is bound to observe:

- a. **Nonspendable** - Represents fund balance that cannot be spent because it is not in spendable form or legally required to be maintained intact.
- b. **Restricted** - Represents fund balance with constraints placed on its use, either externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation.
- c. **Committed** - Represents fund balance with constraints placed on its use, imposed internally by formal action (ordinance) of the County's highest level of decision making authority, the County Board, separate from the authorization to raise the underlying revenue. Committed fund balance may be redeployed for other purposes, but requires additional formal action (ordinance) of the County Board. The formal action to commit fund balance must occur prior to the end of the reporting period.
- d. **Assigned** - Represents fund balance that is not considered to be restricted or committed, but is constrained by the County's intent to use resources for specific purposes. Also, remaining positive fund balance amounts, in governmental funds other than the general fund, that are not classified as nonspendable, restricted, or committed are reported as assigned. The County's policy is that fund balance may only be assigned by the County Board through the passage of a resolution.
- e. **Unassigned** - Represents fund balance in the general fund that does not meet the definition of nonspendable, restricted, committed, or assigned fund balance. The general fund is the only fund that should report a positive unassigned fund balance amount. Other governmental funds may report negative unassigned fund balance if expenditures incurred for a specific purpose exceed the resources that are restricted, committed, or assigned to that purpose.

County of McHenry, Illinois
NOTES TO THE FINANCIAL STATEMENTS
November 30, 2019

Note 1 - Summary of Significant Accounting Policies (Continued)

S. Net Position/Fund Balance (Continued)

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, it is the County's policy to use restricted fund balance first, then unrestricted fund balance as necessary. Additionally, it is the County's policy to first use committed fund balance, then assigned fund balance, and finally unassigned fund balance when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used. The County has a minimum fund balance policy. The policy states that the County should maintain in the general fund, minimum unrestricted fund balance (the total of committed, assigned, and unassigned fund balance) equal to five months of budgeted operating expenditures. As of November 30, 2019, the general fund reserve was 6.31 months. For proprietary funds, the difference between assets, liabilities, and deferred inflows/outflows of resources is reported as net position, and is displayed in the same format as in the government-wide financial statements.

Note 2 – Legal Compliance – Budgets

The County adheres to the following procedures in establishing the budgetary data reflected in the financial statements:

In October, the County Administrator, Director of Finance, and Finance Committee Chairman submit to the County Board a proposed operating budget for the fiscal year commencing on December 1. The operating budget includes proposed expenditures and the means of financing them.

The operating budget is then posted in the Office of the County Clerk for a period of 15 days for public inspection. Prior to November 30, the budget is adopted by passage of an ordinance by the County Board.

Budgetary control over expenditures is maintained on an object code basis (personnel services, contractual, commodities, etc.) by department. Transfers of budgeted amounts between funds or any amendments to the originally approved budget by means of an emergency appropriation require approval by the County Board. During the year, several emergency appropriations were approved. Expenditures may not legally exceed appropriations at the fund level. Appropriations lapse at year-end.

Budgets for governmental fund types and internal service funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Enterprise funds are adopted on a modified basis, in that depreciation/amortization is not budgeted and capital outlay and debt principal retirements are budgeted. Budgets are adopted for the General Fund, as well as for Special Revenue, Debt Service, Permanent, Enterprise, and Internal Service Funds. However, no budget is adopted for the Public Building Commission Fund (blended component unit), which is a nonmajor special revenue fund.

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 2 - Legal Compliance - Budgets (Continued)

Excess of Expenditure/Expenses Over Appropriations

No funds had an excess of expenditures/expenses over appropriations for the year ended November 30, 2019.

Note 3 – Deposits and Investments

Permitted Deposits and Investments - The County's formal investment policy, which is more restrictive than State Statutes, authorizes the County to make deposits/invest in commercial banks, obligations of the U.S. Treasury or other securities guaranteed by the full faith and credit of the United States of America, savings and loan institutions, state and local bonds, and the Illinois Funds Investment Pool.

The County's deposits and investments are categorized to show exposure to applicable risk categories as of November 30, 2019.

As of November 30, 2019, the County had the following investments

Investment Type	Fair Value	
	Primary Government	Fiduciary Funds
U.S. agencies - implicitly guaranteed	\$ 27,710,690	\$ -
U.S. agencies - explicitly guaranteed	76,158	-
State and local bonds	1,338,063	-
Certificates of deposit - negotiable	3,303,646	-
Illinois Funds	7,022	-
	\$ 32,435,579	\$ -

Illinois Funds is an investment pool managed by the State of Illinois, Office of the Treasurer. Oversight is provided by the Auditor General of the State of Illinois. Illinois Funds is not registered with the SEC. The fair value of the position in the Pool is the same as the value of the Pool shares.

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

The valuation methods for recurring fair value measurements are as follows:

> Quoted market prices

Investment Type	November 30, 2019		
	Level 1	Level 2	Level 3
U.S. agencies - implicitly guaranteed	\$ -	\$ 27,710,690	\$ -
U.S. agencies - explicitly guaranteed	-	76,158	-
State and local bonds	-	1,338,063	-
Certificates of deposit - negotiable	-	3,303,646	-
	\$ -	\$ 32,428,557	\$ -

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 3 - Deposits and Investments (Continued)

Interest rate risk. As a means of limiting its exposure to fair value losses arising from rising interest rates, the County's formal investment policy requires the Treasurer to determine the maturity of investments, so as to enable sufficient cash for all County operating purposes. Investments may be purchased with maturities to match cash flow needs, future projects, or liability requirements. As of November 30, 2019, the County's investments were as follows:

Investment Type	Fair Value	Maturity (In Years)		
		Less Than One Year	1-4 Years	More Than 4 years
U.S. agencies - implicitly guaranteed	\$ 27,710,690	\$ 118,058	\$ 4,477,553	\$ 23,115,079
U.S. agencies - explicitly guaranteed	76,158	-	-	76,158
State and local bonds	1,338,063	-	498,360	839,703
Certificates of deposit - negotiable	3,303,646		2,782,634	521,012
	<u>\$ 32,428,557</u>	<u>\$ 118,058</u>	<u>\$ 7,758,547</u>	<u>\$ 24,551,952</u>

Credit risk. As stated above, the County's formal investment policy is more restrictive than State Statutes. In addition, the policy requires the Treasurer to maintain current statements of condition for each financial institution holding County funds to review for any evidence of deterioration. If deterioration is noted, the policy permits the County to withdraw its funds and remove said institutions from the list of approved financial institutions. This policy ensures that the County's investments are only maintained with the most creditworthy issuers.

Investment Type	Standard & Poors	Moody's Investor Service
Illinois Funds	AAAm	Not available
U.S. agencies - implicitly guaranteed	Not available	Not available
U.S. agencies - explicitly guaranteed	Not available	Not available
State and local bonds	AA, AAA, AA+, N.R.	Aa1, Aa2, N.R.
Certificates of deposit - negotiable	Not available	Not available

Custodial credit risk. As of November 30, 2019, none of the County's investments were exposed to custodial credit risk. The County's formal investment policy does not permit any investments that are uninsured and unregistered, with securities held by the counterparty, or by its trust department or agent, but not in the County's name.

As of November 30, 2019, the County (primary government) had deposits with a book balance of \$149,731,955 and a bank balance of \$152,661,401 and the fiduciary funds had deposits with a book balance of \$8,248,207 and a bank balance of \$8,248,207. As of November 30, 2019, none of the above deposits were exposed to custodial credit risk. The County's formal investment policy manages custodial credit risk for deposits by requiring that all funds in excess of FDIC insurance be secured by collateral held in the County's name.

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 3 - Deposits and Investments (Continued)

A reconciliation of cash and investments as shown on the Statement of Net Position and the Statement of Fiduciary Assets and Liabilities is as follows:

Cash and investments

	Primary Government	Fiduciary Funds
Cash on hand	\$ 1,600	\$ -
Carrying amount of deposits	146,761,296	8,248,207
Carrying amount of investments	32,435,579	-
Total cash and investments, as reported in the financial statements	\$ 179,198,475	\$ 8,248,207

Note 4 – Property Taxes/Receivables

A. Property Taxes

The County’s property tax is levied each calendar year on all taxable real property located in the County. Since the calendar year 2019 property tax is levied to finance the operations of fiscal year 2020, the calendar year 2019 property tax levy is recorded as a receivable and a deferred inflow of resources as of November 30, 2019. The calendar year 2018 property tax levy is recorded as revenue by the County in accordance with the applicable measurement focus and basis of accounting for fiscal year 2019. The County must file its tax levy by the last Tuesday of December each year.

The township assessors are responsible for assessment of all taxable real property within the County, except for certain railroad and pollution control property which is assessed directly by the State. The County Clerk computes the annual tax of each parcel of real property and prepares tax books used by the County Collector as a basis for issuing tax bills to all taxpayers in the County.

Property taxes are collected by the County Collector/Treasurer, who remits to the units their respective share of the collections. The calendar year 2018 property tax levy became due and payable in two installments in June 2019 and September 2019. The owner of real property on January 1 (lien date) in any year is liable for taxes of that year.

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 4 - Property Taxes/Receivables (Continued)

B. Allowance for Uncollectible Amounts

Revenues of the County are reported net of uncollectible amounts. The allowance for uncollectible amounts related to revenues of the current period is summarized as follows:

Fund	Fund Type	Amount
Revolving Loan Fund	Nonmajor Governmental Fund	\$ 250,000
Valley Hi Fund	Major Enterprise Fund	525,000
		\$ 775,000

C. Unearned/Unavailable Revenue

Unearned revenue is reported as a liability for resources that have been received, but not yet earned. Property taxes levied for the subsequent year cannot be used to liquidate liabilities of the current period and are reported as a deferred inflow of resources. Governmental funds report unavailable revenue as a deferred inflow of resources in connection with receivables that are not considered to be available to liquidate liabilities of the current period. At the end of the current fiscal year, the following items are reported in governmental funds and governmental activities:

	Governmental Funds	Governmental Activities
Liabilities		
Unearned revenue - resources with unmet eligibility requirements	\$ -	\$ -
Deferred Inflows of Resources		
Property taxes levied for future period	\$ 69,340,151	\$ 69,340,151
Unavailable revenue - grants receivables	1,733,166	-
Unavailable revenue - other receivables	1,180,009	-
Total unavailable revenue	2,913,175	-
Total deferred inflows of resources	\$ 72,253,326	\$ 69,340,151

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 5 - Capital Assets

A summary of changes in capital assets for governmental activities of the County (primary government) is follows:

	Balance December 1	Additions	Deletions	Balance November 30
Governmental Activities				
Capital Assets Not Being Depreciated				
Land	\$ 80,366,125	\$ 942,146	\$ -	\$ 81,308,271
Construction in progress	15,999,410	4,659,260	(4,261,980)	16,396,690
Total Capital Assets Not Being Depreciated	<u>96,365,535</u>	<u>5,601,406</u>	<u>(4,261,980)</u>	<u>97,704,961</u>
Other Capital Assets				
Roads, bridges, and related infrastructure	217,799,460	2,643,926	-	220,443,386
Buildings and improvements	109,640,530	4,106,924	-	113,747,454
Land improvements	2,460,604	-	-	2,460,604
Furniture and fixtures	3,622,391	-	(109,438)	3,512,953
Machinery and equipment	46,861,530	137,167	(345,579)	46,653,118
Computer software	12,907,151	7,748,478	-	20,655,629
Transportation equipment	7,102,537	1,043,986	(405,632)	7,740,891
Total Other Capital Assets	<u>400,394,203</u>	<u>15,680,481</u>	<u>(860,649)</u>	<u>415,214,035</u>
Less Accumulated Depreciation/Amortization for:				
Roads, bridges, and related infrastructure	(38,096,765)	(5,460,616)	-	(43,557,381)
Buildings and improvements	(52,279,335)	(3,066,346)	-	(55,345,681)
Land improvements	(35,838)	(81,634)	-	(117,472)
Furniture and fixtures	(3,121,845)	(54,838)	109,438	(3,067,245)
Machinery and equipment	(33,245,600)	(3,589,156)	345,579	(36,489,177)
Computer software	(9,877,367)	(1,206,865)	-	(11,084,232)
Transportation equipment	(4,674,594)	(758,635)	405,632	(5,027,597)
Total Accumulated Depreciation/Amortization	<u>(141,331,344)</u>	<u>(14,218,090)</u>	<u>860,649</u>	<u>(154,688,785)</u>
Other Capital Assets, Net	<u>259,062,859</u>	<u>1,462,391</u>	<u>-</u>	<u>260,525,250</u>
Governmental Activities Capital Assets, Net	<u>\$ 355,428,394</u>	<u>\$ 7,063,797</u>	<u>\$ (4,261,980)</u>	<u>\$ 358,230,211</u>

Depreciation/Amortization expense for governmental activities was charged to functions as follows:

General and administrative	\$ 3,796,954
Community development	44,887
Transportation	7,773,800
Public safety	1,271,947
Judiciary and court related	1,168,918
Public health and welfare	161,584
	<u>14,218,090</u>
Total Depreciation/Amortization Expense - Governmental Activities	<u>\$ 14,218,090</u>

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 5 - Capital Assets (Continued)

A summary of changes in capital assets for business-type activities of the County (primary government) is as follows:

Business-Type Activities	Balance December 1	Additions	Deletions	Balance November 30
Capital Assets Not Being Depreciated				
Land	\$ 6,000	\$ -	\$ -	\$ 6,000
Construction in progress	-	-	-	-
Total Capital Assets Not Being Depreciated	<u>6,000</u>	<u>-</u>	<u>-</u>	<u>6,000</u>
Other Capital Assets				
Buildings and improvements	14,921,831	-	-	14,921,831
Land improvements	308,885	-	-	308,885
Furniture and fixtures	408,510	-	-	408,510
Machinery and equipment	2,784,691	-	(1,349,966)	1,434,725
Computer software	5,881,831	466,654	(1,066,464)	5,282,021
Transportation equipment	115,672	57,919	(40,035)	133,556
Total Other Capital Assets	<u>24,421,420</u>	<u>524,573</u>	<u>(2,456,465)</u>	<u>22,489,528</u>
Less Accumulated Depreciation/Amortization for:				
Buildings and improvements	(5,290,796)	(367,134)	-	(5,657,930)
Land improvements	(175,584)	(16,331)	-	(191,915)
Furniture and fixtures	(377,878)	(1,794)	-	(379,672)
Machinery and equipment	(2,393,720)	(130,792)	1,344,484	(1,180,028)
Computer software	(3,930,943)	(686,302)	1,066,464	(3,550,781)
Transportation equipment	(100,399)	(5,091)	40,035	(65,455)
Total Accumulated Depreciation/Amortization	<u>(12,269,320)</u>	<u>(1,207,444)</u>	<u>2,450,983</u>	<u>(11,025,781)</u>
Other Capital Assets, Net	<u>12,152,100</u>	<u>(682,871)</u>	<u>(5,482)</u>	<u>11,463,747</u>
Business-Type Activities Capital Assets, Net	<u>\$ 12,158,100</u>	<u>\$ (682,871)</u>	<u>\$ (5,482)</u>	<u>\$ 11,469,747</u>

Depreciation/Amortization expense for business-type activities was charged to functions as follows:

Public safety	\$ 776,812
Public health and welfare	<u>430,632</u>
Total Depreciation/Amortization Expense - Business-Type Activities	<u>\$ 1,207,444</u>

Depreciation/amortization expense may be different from business-type activity accumulated depreciation additions because of salvage, cost of removal, internal allocations, or costs associated with the disposal of assets.

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 6 - Long-Term Obligations

The following is a summary of long-term obligation activity for the County (primary government) associated with governmental activities for the year:

	Balance December 1	Increases	Decreases	Balance November 30	Due Within One Year
Compensated absences	\$ 4,855,783	\$ 4,728,251	\$ 4,887,000	\$ 4,697,034	\$ 1,565,678
Capital leases	1,425,527	394,311	903,539	916,299	568,151
Debt certificates	7,670,000	-	3,855,000	3,815,000	1,125,000
Debt certificate issuance premiums	451,388	-	168,576	282,812	133,842
Claims and judgments - health claims	1,062,870	17,583,422	17,641,077	1,005,215	1,005,215
Claims and judgments - all other claims	2,983,758	1,937,932	667,974	4,253,716	66,182
	<u>\$ 18,449,326</u>	<u>\$ 24,643,916</u>	<u>\$ 28,123,166</u>	<u>\$ 14,970,076</u>	<u>\$ 4,464,068</u>

Compensated absences will be liquidated primarily by the general fund. Claims and judgments - health claims will be liquidated by the health insurance fund (internal service fund), while claims and judgments - all other claims will be liquidated by the insurance loss fund (nonmajor special revenue fund).

The following is a summary of long-term obligation activities for the County (primary government) associated with business-type activities for the year:

	Balance December 1	Increases	Decreases	Balance November 30	Due Within One Year
Compensated absences	\$ 215,975	\$ 301,776	\$ 298,891	\$ 218,860	\$ 72,953
	<u>\$ 215,975</u>	<u>\$ 301,776</u>	<u>\$ 298,891</u>	<u>\$ 218,860</u>	<u>\$ 72,953</u>

Compensated absences will be liquidated by the Valley Hi fund and the 911 fund.

See also Note 7 for liabilities associated with the County's pension plans and Note 8 for the liability associated with the County's other postemployment benefit liability.

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 6 - Long-Term Obligations (Continued)

Long-term obligations outstanding (excluding compensated absences, debt certificate issuance premiums, and claims and judgments of the County (primary government) are as follows:

Description	Balance December 1	Issuances	Retirements	Balance November 30
Capital Leases - Governmental Activities				
PC & Laptop Lease 15-20 \$1,691,154 capital lease, due in annual installments of \$351,967; interest at 1.9% through May 2019. Proceeds were used for the purchase of computer equipment. The capital lease will be repaid by the General Fund.	345,508	-	345,508	-
PC & Laptop Lease 15-20 \$2,152,848 capital lease, due in annual installments of \$440,172; interest at 3.02% through June 2020. Proceeds were used for the purchase of two storage area networks. The capital lease will be repaid by the General Fund.	865,834	-	430,517	435,317
Panasonic Toughbook Laptop \$118,908 capital lease, due in varying annual installments; interest at 2.37% through August 2021. Proceeds were used for the purchase of public safety equipment. The capital lease will be repaid by the General Fund.	71,319	-	23,219	48,100
Panasonic Toughbook Laptop \$181,182 capital lease, due in varying annual installments; interest at 3.10% through December 2021. Proceeds were used for the purchase of public safety equipment. The capital lease will be repaid by the General Fund.	142,866	-	34,549	108,317
Stan's (MFP19-23) \$394,311 capital lease, due in monthly installments of \$7,619; interest at 6.66% through November 2023. Proceeds were used for the purchase of printer, copier and scanner equipment. The capital lease will be repaid by the General Fund.	\$ -	\$ 394,311	\$ 69,746	\$ 324,565
Total Capital Leases - Governmental Activities	<u>\$ 1,425,527</u>	<u>\$ 394,311</u>	<u>\$ 903,539</u>	<u>\$ 916,299</u>

Capital leases have resulted in the acquisition of \$9,012,983 of capital assets (equipment), which have accumulated depreciation of \$7,293,829.

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 6 - Long-Term Obligations (Continued)

Description	Balance December 1	Issuances	Retirements	Balance November 30
Debt Certificates - Governmental Activities				
McHenry County General Obligation \$4,480,000 McHenry County Debt Certificates Series 2008, due in annual installments of \$380,000 to \$520,000; Interest at 3.0% to 4.25% through January 2019. The proceeds were used for the acquisition of land and property adjacent to the County courthouse campus. Principal and interest payments will be reported in a Debt Service fund. Funding will be provided by transfers in from the General Fund.	\$ 520,000	\$ -	\$ 520,000	\$ -
McHenry County General Obligation \$7,595,000 McHenry County Debt Certificates Series 2010A, due in annual installments of \$185,000 to \$1,125,000; Interest at 1.5% to 4.5% through December 2019. The proceeds were used for various capital projects, including the construction of a new County archive facility, the purchase of a new local area network, the buildout of a courtroom, the purchase of a new storage area network, and the partial advanced refunding of the Series 2002A debt certificates. Principal and interest payments will be reported in a Debt Service fund. Funding will be provided by transfers in from the General Fund.	385,000	-	185,000	\$ 200,000
McHenry County General Obligation \$4,000,000 McHenry County Debt Certificates (Recovery Zone Economic Development Bonds) Series 2010B, due in annual installments of \$65,000 to \$350,000; Interest at 0.75% to 5.55% through December 2024. The County is eligible to receive reimbursement from the Federal Government for up to 45% of each scheduled interest payment, subject to federal funding levels. The proceeds were used for the expansion of the County mental health facility. Principal and interest payments will be reported in a Debt Service fund. Funding will be provided by transfers in from the County Mental Health Fund. Bonds were paid off early with available funding to save on future interest cost.	2,240,000	-	2,240,000	\$ -
McHenry County General Obligation \$4,245,000 McHenry County Debt Certificates Series 2012B, due in annual installments of \$310,000 to \$1,245,000; Interest at 2.0% to 3.5% through January 2022. The proceeds were used to currently refund Series 2003A debt certificates and to advance refund Series 2005A debt certificates. Principal and interest payments will be reported in a Debt Service fund. Funding will be provided by transfers in from the General Fund.	\$ 1,405,000	\$ -	\$ 320,000	\$ 1,085,000
McHenry County General Obligation \$15,755,000 McHenry County Debt Certificates Series 2015, due in periodic installments of \$590,000 to \$6,410,000, beginning December 2015; Interest at 2.0% to 4.0% through December 2021. The proceeds were used to currently refund Series 2006A and Series 2007B debt certificates. Principal and interest payments will be reported in a Debt Service fund. Funding will be provided by transfers in from the General Fund and the County Highway Fund.	3,120,000	-	590,000	\$ 2,530,000
Total Debt Certificates - Governmental Activities	<u>\$ 7,670,000</u>	<u>\$ -</u>	<u>\$ 3,855,000</u>	<u>\$ 3,815,000</u>

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 6 - Long-Term Obligations (Continued)

Annual debt service requirements to maturity for the County (primary government) for capital leases and debt certificates are as follows:

Fiscal Year	Governmental Activities		
	Capital Leases - Minimum Future Lease Payments		
	Principal	Interest	Totals
2020	\$ 568,151	\$ 26,113	\$ 594,264
2021	139,007	15,071	154,078
2022	120,601	9,147	129,748
2023	88,540	2,894	91,434
	\$ 916,299	\$ 53,225	\$ 969,524

Fiscal Year	Governmental Activities	
	Debt Certificates	
	Principal	Interest
2020	\$ 1,125,000	\$ 104,825
2021	990,000	76,213
2022	1,700,000	31,150
	\$ 3,815,000	\$ 212,188

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

Conduit Debt

The County has participated in the issuance of Industrial Revenue Bonds and Recovery Zone Facility Bonds. These bonds were issued for various third parties for the purpose of constructing privately operated manufacturing and other related facilities within the County. These bonds are not direct or contingent liabilities of the County. Revenue from lease agreements and property purchased with the bond proceeds is pledged for the total payment of principal and interest on the bonds, and the bondholders can look only to these sources for repayment. As of November 30, 2019, the balance of conduit debt outstanding is approximately \$4.5 million.

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 7 - Defined Benefit Pension Plans

A. Plan Description

The County provides a defined benefit pension for qualified full-time employees. The County's pension plans are managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of an agent multi-employer public pension fund. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at www.imrf.org.

B. Benefits Provided

The County's defined benefit pension plans provide retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries.

The County provides two separate defined benefit pension plans through IMRF. First, the Sheriff's Law Enforcement Personnel (SLEP) Plan is for individuals in the Sheriff's Office that meet certain criteria. All other qualified full-time employees participate in the Regular Plan.

Both the Regular and SLEP Plans have two tiers. Employees hired before January 1, 2011, are eligible for Tier 1 benefits. Employees hired on or after January 1, 2011 are eligible for Tier 2 benefits.

For the Regular Plan, Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees can retire at age 55 (at reduced benefits) or after age 60 (at full benefits) and are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased on January 1 every year after retirement by 3% of the original amount.

For the Regular Plan, Tier 2 employees are vested for pension benefits when they have at least ten years of qualifying service credit. Tier 2 employees can retire at age 62 (at reduced benefits) or after age 67 (at full benefits) and are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the lesser of 3% of the original pension amount or 1/2 of the increase in the Consumer Price Index of the original pension amount.

For the SLEP Plan, Tier 1 employees are vested for pension benefits when they have at least 20 years of qualifying service credit. Tier 1 employees can retire after age 50 (at full benefits) and are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 2.5% of the final rate of earnings for each year of service credit, to a maximum of 80% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased on January 1 every year after retirement by 3% of the original amount.

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 7 - Defined Benefit Pension Plans (Continued)

B. Benefits Provided (Continued)

For the SLEP Plan, Tier 2 employees are vested for pension benefits when they have at least ten years of qualifying service credit. Tier 2 employees can retire at age 50 (at reduced benefits) or after age 55 (at full benefits) and are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 2.5% of the final rate of earnings for each year of service credit, to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the lesser of 3% of the original pension amount or 1/2 of the increase in the Consumer Price Index of the original pension amount.

C. Employees Covered by Benefit Terms

As of December 31, 2018, the following employees were covered by the benefit terms:

	Regular Plan	SLEP Plan
Inactive employees or beneficiaries currently receiving benefits	710	155
Inactive employees entitled to but not yet receiving benefits	807	29
Active employees	938	114
	2,455	298

D. Contributions

As set by statute, Regular and SLEP Plan members are required to contribute 4.5% and 7.5% of their annual covered salary, respectively. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The County's required contribution rate for calendar year 2018 was 9.98% for the Regular Plan and 26.24% for the SLEP Plan. For the fiscal year ended November 30, 2019, the County contributed \$4,243,455 for the Regular Plan and \$2,781,436 for the SLEP Plan, for a total of \$7,024,891. The County also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

E. Net Pension Liability

The County's net pension liability was measured as of December 31, 2018. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The December 31, 2018 actuarial valuation was completed using the entry age normal actuarial cost method. The asset valuation method used was market value of assets. Significant actuarial assumptions included (a) price inflation rate of 2.50%, (b) salary increases of 3.39% to 14.25%, including inflation, and (c) investment rate of 7.25%.

The projected retirement age was from the experience-based table of rates that are specific to the type of eligibility condition, last updated for the 2017 valuation pursuant to an experience study of the period 2014-2016.

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 7 - Defined Benefit Pension Plans (Continued)

E. Net Pension Liability (Continued)

Actuarial Assumptions (Continued)

For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP 2017 (base year 2015). The IMRF specific rates were developed from the RP 2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP 2017 (base year 2015). The IMRF specific rates were developed from the RP 2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP 2017 (base year 2015). The IMRF specific rates were developed from the RP 2014 Employee Mortality Table with adjustments to match current IMRF experience.

Long-Term Expected Rate of Return

The long term expected rate of return on pension plan investments was determined using an asset allocation study in which best estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major asset class. These ranges were combined to produce long term expected rate of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic and geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic equity	37 %	6.85 %
International equity	18	6.75
Fixed income	28	3.00
Real estate	9	5.75
Alternative investments	7	2.65-7.35
Cash equivalents	1	2.25
	100 %	

Discount Rate

The discount rates used to measure the total pension liabilities for the Regular and SLEP plans were 7.25% and 7.25% respectively. The discount rates calculated using the December 31, 2018 measurement date were 7.50% and 7.50%. The projection of cash flows used to determine the discount rates assumed that member contributions will be made at the current contribution rates and that County contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rates. Based on those assumptions, the fiduciary net positions were projected not to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on investments of 7.25% was blended with the index rate of 3.71% for tax exempt 20-year general obligation municipal bonds with an average AA credit rating at December 31, 2018 to arrive at discount rates of 7.50% and 7.50%, respectively for the Regular and SLEP plans used to determine the total pension liabilities. The years ending December 31, 2117 and 2118 are the last years in the 2018 to 2118 projection periods for which projected benefit payments are fully funded for the Regular and SLEP plans, respectively.

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 7 - Defined Benefit Pension Plans (Continued)

F. Changes in the Net Pension Liability

	Increase (Decrease)		
	(a) Total Pension Liability	(b) Plan Fiduciary Net Pension	(a) - (b) Net Pension Liability
Regular Plan			
Balances at December 31, 2017	\$ 230,235,854	\$ 228,977,722	\$ 1,258,132
Changes for the year:			
Service cost	5,177,601	-	5,177,601
Interest	17,069,223	-	17,069,223
Differences between expected and actual experience	759,635	-	759,635
Changes of assumptions	7,406,119	-	7,406,119
Contributions - County	-	5,306,307	(5,306,307)
Contributions - Employees	-	2,390,254	(2,390,254)
Net investment income	-	(11,766,114)	11,766,114
Benefit payments, including refunds of employee contributions	(10,470,031)	(10,470,031)	-
Other changes	-	2,192,981	(2,192,981)
Net changes	19,942,547	(12,346,603)	32,289,150
Balances at December 31, 2018	<u>\$ 250,178,401</u>	<u>\$ 216,631,119</u>	<u>\$ 33,547,282</u>
SLEP Plan			
Balances at December 31, 2017	\$ 132,753,684	\$ 118,439,614	\$ 14,314,070
Changes for the year:			
Service cost	2,006,310	-	2,006,310
Interest	9,774,200	-	9,774,200
Differences between expected and actual experience	558,868	-	558,868
Changes of assumptions	4,199,374	-	4,199,374
Contributions - County	-	2,876,141	(2,876,141)
Contributions - Employees	-	822,068	(822,068)
Net investment income	-	(8,094,644)	8,094,644
Benefit payments, including refunds of employee contributions	(6,868,347)	(6,868,347)	-
Other changes	-	2,060,715	(2,060,715)
Net changes	9,670,405	(9,204,067)	18,874,472
Balances at December 31, 2018	<u>\$ 142,424,089</u>	<u>\$ 109,235,547</u>	<u>\$ 33,188,542</u>

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 7 - Defined Benefit Pension Plans (Continued)

F. Changes in the Net Pension Liability (Continued)

Reconciliation of Net Pension Liability to the Financial Statements	Regular Plan	SLEP Plan	Total
Governmental Activities	\$ 30,298,628	\$ 33,188,542	\$ 63,487,170
Proprietary funds/business-type activities			
Valley Hi Fund	3,048,894	-	3,048,894
E911 Fund	199,760	-	199,760
Total proprietary funds/business-type activities	3,248,654	-	3,248,654
Total	\$ 33,547,282	\$ 33,188,542	\$ 66,735,824

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following table presents the net pension liability (asset) for the Regular and SLEP Plans, as calculated using the current discount rate, as well as what the net pension liability (asset) would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rate.

	1% Decrease (6.25)%	Current Discount Rate (7.250%)	1% Increase (8.25)%
Regular Plan			
Net pension liability (asset)	\$ 67,404,118	\$ 33,547,282	\$ 6,059,684
SLEP Plan			
Net pension liability (asset)	\$ 52,283,989	\$ 33,188,542	\$ 17,538,844

G. Pension Expense

For the fiscal year ended November 30, 2019, the County recognized pension expense of \$6,695,023 for the Regular Plan and \$3,780,952, for the SLEP Plan, for a total of \$10,475,975.

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 7 - Defined Benefit Pension Plans (Continued)

H. Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

As of November 30, 2019, the County reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	
Regular Plan			
Differences between expected and actual experience	\$ 1,136,990	\$ 2,697,210	
Changes of assumptions	5,655,971	4,195,925	
Net difference between projected and actual investment earnings	14,120,487	-	
Changes in proportion	-	-	
Contributions subsequent to the measurement date	3,838,733	-	
Total	\$ 24,752,181	\$ 6,893,135	
SLEP Plan			
Differences between expected and actual experience	\$ 1,029,400	\$ 589,787	
Changes of assumptions	3,239,476	959,847	
Net difference between projected and actual investment earnings	8,239,068	-	
Contributions subsequent to the measurement date	2,565,426	-	
Total	\$ 15,073,370	\$ 1,549,634	
Reconciliation of Net Pension Liability to the Financial Statements			
	Regular Plan	SLEP Plan	Total
Governmental Activities	\$ 22,354,261	\$ 15,073,370	\$ 37,427,631
Proprietary funds/business-type activities			
Valley Hi Fund	2,250,426	-	2,250,426
E911 Fund	147,494	-	147,494
Total proprietary funds/business-type activities	2,397,920	-	2,397,920
Total	\$ 24,752,181	\$ 15,073,370	\$ 39,825,551

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 7 - Deferred Benefit Pension Plans (Continued)

H. Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

Reconciliation of Deferred Inflows of Resources to the Financial Statements	<u>Regular Plan</u>	<u>SLEP Plan</u>	<u>Total</u>
Governmental Activities	\$ 6,225,617	\$ 1,549,634	\$ 7,775,251
Proprietary funds/business-type activities			
Valley Hi Fund	626,472	-	626,472
E911 Fund	41,046	-	41,046
Total proprietary funds/business-type activities	<u>667,518</u>	<u>-</u>	<u>667,518</u>
Total	<u>\$ 6,893,135</u>	<u>\$ 1,549,634</u>	<u>\$ 8,442,769</u>

Amounts reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date (\$3,838,733 for the Regular Plan and \$2,565,426 for the SLEP Plan, for a total of \$6,404,159) will be recognized as a reduction of the net pension liability in the fiscal year ending November 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Fiscal Year</u>	<u>Regular Plan</u>	<u>SLEP Plan</u>	<u>Total</u>
2020	\$ 3,932,263	\$ 3,483,815	\$ 7,416,078
2021	1,245,026	1,897,358	3,142,384
2022	2,778,023	2,189,933	4,967,956
2023	6,065,001	3,387,204	9,452,205
	<u>\$ 14,020,313</u>	<u>\$ 10,958,310</u>	<u>\$ 24,978,623</u>

I. Payables to the Pension Plan

As of November 30, 2019, the County reported a payable of \$1,292,089, for outstanding required contributions to IMRF for the month of November 2019.

County of McHenry, Illinois
 NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 8 - Other Post-Employment Benefits (OPEB)

A. Plan Description

In addition to the pension benefits described above, the County also provides health and dental insurance benefits (OPEB) to eligible retirees and their spouses (plan members). The OPEB plan is a single-employer defined benefit OPEB plan and is administered by the County. The County is required by state statute to offer health and dental insurance benefits to eligible retirees and their spouses at the same premium-equivalent rate as active employees which creates an implicit subsidy of retiree health insurance. The County utilizes premium-equivalents, as it is self-insured for health and dental claims, see note 10, Risk Management. The County's OPEB plan does not issue a stand-alone financial report. There are no assets accumulated in a GASB compliant trust.

B. Benefits Provided

The County Board establishes the level of health and dental benefits offered, as well as the level of retiree contributions and employer contributions. The County Board may amend the level of health and dental benefits offered or the contribution rates, by modifying the County's personnel policy or by negotiating the terms of union contracts. Plan members who are non-Medicare eligible are required to contribute between 63-80% of insurance premium-equivalents, while plan members who are Medicare eligible are required to contribute 100% of the premium-equivalents. The County finances employer contributions on a pay-as-you-go basis, meaning the County only contributes an amount equal to the employer's share of current year premium-equivalents, which range between 20-37% of premium-equivalents for members who are non-Medicare eligible and 0% of premium-equivalents for plan members who are Medicare eligible.

C. Employees Covered by Benefit Terms

At November 30, 2018, the following employees were covered by the benefit terms:

Inactive plan members or beneficiaries currently receiving benefit payments	95
Inactive plan members entitled to but not yet receiving benefit payments	-
Active plan members	852
	947

D. Total OPEB Liability

The County's total OPEB liability of \$18,927,687 was measured as of November 30, 2018, and was determined by an actuarial valuation as of November 30, 2018.

Actuarial assumptions and other inputs. The total OPEB liability in the actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	3.25%	
Salary increases		Varies by age and service
Healthcare cost trend rates	6.85%	Then 7% graded to 4.5% over 10 years
Discount rate	4.22%	
Mortality rates		RP-2014 Blue Collar Healthy Mortality tables with 2 dimensional, fully generational improvements using Scale MP-2017 from 2015

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 8 - Other Post-Employment Benefits (OPEB) (Continued)

D. Total OPEB Liability (Continued)

The discount rate was based on Municipal Bond 20 year with an average rating of AA/Aa or higher.

Other assumptions are based on a county-determined analysis of past trends and future expectations.

E. Changes in the Total OPEB Liability

	Total OPEB Liability
Balances at November 30, 2018	\$ 23,504,284
Changes for the year:	
Service cost	1,116,027
Interest	878,504
Changes of benefit terms	-
Differences between expected and actual experience	(2,932,196)
Changes in assumptions or other inputs	(3,340,027)
Benefit payments	(298,905)
Other changes	-
Net changes	(4,576,597)
Balances at November 30, 2019	\$ 18,927,687

Changes of assumptions and other inputs reflect a change in the discount rate from 3.59% in fiscal year 2018 to 4.22% in fiscal year 2019.

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the County, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.22%) or 1-percentage-point higher (5.22%) than the current discount rate:

	1% Decrease (3.22)%	Discount Rate (4.22)%	1% Increase (5.22)%
Total OPEB Liability	\$ 20,653,250	\$ 18,927,687	\$ 17,352,058

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The following presents the total OPEB liability of the County, as well as what the County's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (7% decreasing to 6%) or 1-percentage-point higher (7% increasing to 8%) than the current healthcare cost trend rates:

	1% Decrease (7% Decreasing to 6%)	Healthcare Cost Trend Rates	1% Increase (7% Increasing to 8%)
Total OPEB Liability	\$ 16,877,143	\$ 18,927,687	\$ 21,330,927

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 8 - Other Post-Employment Benefits (OPEB) (Continued)

F. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended November 30, 2019, the County recognized OPEB expense of \$1,341,817. At November 30, 2019, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions or other inputs	\$ 330,327	\$ 2,968,086
Difference between expected and actual experience in the total OPEB liability	-	2,605,671
Employer contributions - subsequent to measurement date	281,774	-
Total	\$ 612,101	\$ 5,573,757

Amounts reported as deferred outflows of resources related to OPEB resulting from contributions subsequent to the measurement date will be recognized as a reduction in the total OPEB liability in the fiscal year ending November 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year Ended November 30:

2020	652,714
2021	652,714
2022	652,714
2023	652,714
2024	652,714
Thereafter	1,979,860

Note 9 – Contingent Liabilities

The County (primary government) is a defendant in various lawsuits, wherein substantial amounts are claimed. Although the outcome of these lawsuits is not presently determinable, the resolution of these matters could have a material adverse effect on the financial condition of the County.

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the County expects such amounts, if any, to be immaterial.

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 10 - 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 purchases commercial insurance to cover itself for property and casualty loss. The County is self-insured for workers' compensation and general liability. The County participates in a public entity risk pool, the Intergovernmental Personnel Benefit Cooperative (IPBC), to provide coverage for employee healthcare. The County accounts for its risk financing in the Health Insurance Fund (internal service fund) and Insurance Loss Fund (nonmajor special revenue fund).

The Insurance Loss Fund provides coverage for up to a maximum of \$750,000 for law enforcement personnel and \$650,000 for all other personnel for each worker's compensation claim, \$250,000 for each general liability claim, and \$25,000 for each liability or property damage claim. The County purchases commercial insurance for claims in excess of coverage provided and for other risks of loss. All funds of the County are covered by the Insurance Loss Fund.

The County is self-insured for health and dental claims, which are accounted for in the Health Insurance Fund. The County has \$195,000 stop-loss coverage for individual health claims with an aggregate stop-loss of 135% of total expected annual claims. The County utilizes a third-party administrator to process the claims. The County reimburses the third-party administrator for the claims plus a processing fee. The Health Insurance Fund is supported by payments from other County funds, those that account for personnel costs, based on estimated premium-equivalent amounts.

The claims and judgments liability of \$5,258,931 at November 30, 2019 is based on the requirements of GASB Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. The liability for claims and judgments also includes an estimate of the claims incurred but not reported. The County does not allocate overhead costs or other non-incremental costs to the claims liability.

Settled claims have not exceeded the excess commercial coverage in any of the past three years.

Changes in claims and judgments liability in fiscal years 2019 and 2018 were as follows:

	Balance December 1	Incurred Claims and Changes in Estimates	Claim Payments	Balance November 30
2018-2019	\$ 4,046,628	\$ 19,521,354	\$ 18,309,051	\$ 5,258,931
2017-2018	\$ 4,156,608	\$ 18,298,264	\$ 18,408,244	\$ 4,046,628

Payments made by the County to IPBC based on previously established premium rates that exceed established experience result in reserves that would be paid back to the County upon termination of membership. This reserve amount was \$1,292,921 at November 30, 2019 and is being reported as a deposit with IPBC in the Health Insurance Internal Service Fund.

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 11 – Contractual Commitments

As of year-end, the County had entered into various contracts for road and bridge construction and repairs, building projects, information technology projects, and other projects, as shown below. No future financing is required.

	Contract Amount	Remaining Balance
Road and bridge construction and repairs	\$ 42,804,214	\$ 33,917,794
Building projects	4,805,833	1,116,696
Information technology projects	3,955,998	2,102,142
Other projects	5,861,374	2,658,171
	\$ 57,427,419	\$ 39,794,803

As of year-end, encumbrances for contractual commitments is summarized as follows:

General Fund	\$ 8,579,141	\$ 2,866,799
Nonmajor Governmental Funds	46,387,143	35,538,575
Valley Hi Fund	989,604	334,884
911 Fund	1,471,531	1,054,545
	\$ 57,427,419	\$ 39,794,803

Note 12 – Component Unit (McHenry County Conservation District)

This report includes financial information for the McHenry County Conservation District (District), which is presented as a discretely presented component unit. See note 1-A for a description of the District and its relationship with the County.

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

Summary of Significant Accounting Policies

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

The District's government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting.

B. Compensated Absences

District employees earned vacation pay, up to a maximum of 30 working days, and a percentage (based on length of employment) of sick leave may be paid upon termination of employment.

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 12 - Component Unit (McHenry County Conservation District) (Continued)

Deposits and Investments

The District's investment policy authorizes the District to invest in obligations issued by the United States Government, investments constituting direct obligations of any bank, short-term commercial paper of U.S. corporations with assets exceeding \$500 million, short-term obligations issued by the Federal National Mortgage Association, shares or other securities issued by saving and loan associations, share accounts of credit unions chartered in the United States with its principal office located in Illinois, and securities issued by Illinois Funds.

Illinois Funds is an investment pool managed by the State of Illinois, Office of the Treasurer, which allows governments within the State to pool their funds for investment purposes. Investment in Illinois Funds are valued at Illinois Funds' share price, which is the price for which the investment could be sold.

It is the policy of the District to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the District and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy, in order of priority are; legality, safety (preservation of capital and protection of investment principal), liquidity, and yield. The Board of Trustee's policy requires collateralization at 105% of the aggregate balance of principal and accrued interest on deposits in financial institutions.

1. Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the District's deposits may not be returned to it. The District's investment policy requires pledging of collateral with the collateral held by an agent of the District in the District's name.

2. Investments

The following table presents the investments and maturities of the District's securities with interest rate risk as of March 31, 2019:

Investment Type	Fair Value	Investment Maturities in Years			
		Less Than 1	1-5	6-10	Greater Than 10
Negotiable Certificates of Deposit	\$ 6,688,066	\$ 4,157,961	\$ 2,530,105	\$ -	\$ -

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the District limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds and maximizing yields for funds not needed with a budgetary or economic cycle. The investment policy does not strictly limit the maximum maturity lengths of investments.

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The District limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in Illinois Funds. Illinois Funds are rated AAA.

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 12 - Component Unit (McHenry County Conservation District) (Continued)

Deposits and Investments (Continued)

2. Investments (Continued)

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the District will not be able to recover the value of its investments that are in possession of an outside party. The District's investment policy does not directly address custodial credit risk for investments. Illinois Funds are not subject to custodial credit risk.

Concentration of credit risk is the risk that the District has a high percentage of its investments invested in one type of investment. The District's investment policy requires diversification of investments to avoid unreasonable risk. At March 31, 2019, the District held no investments that were greater than 5% of its overall portfolio.

Capital Assets

A summary of changes in capital assets of the District is as follows:

	Balance April 1	Additions	Deletions	Balance March 31
Governmental Activities				
Capital Assets Not Being Depreciated				
Land	\$ 205,388,590	\$ 222,309	\$ -	\$ 205,610,899
Construction in progress	5,243,291	1,569,357	334,767	6,477,881
Total Capital Assets Not Being Depreciated	210,631,881	1,791,666	334,767	212,088,780
Other Capital Assets				
Land improvements and roads	32,886,361	512,495	-	33,398,856
Buildings and improvements	15,255,855	16,225	-	15,272,080
Furniture and equipment	2,578,367	91,940	34,544	2,635,763
Office equipment	507,272	-	-	507,272
Vehicles	2,222,141	44,064	38,893	2,227,312
Total Other Capital Assets	53,449,996	664,724	73,437	54,041,283
Less accumulated depreciation for:				
Land improvements and roads	(15,774,256)	866,355	-	(16,640,611)
Buildings and improvements	(6,973,337)	519,034	-	(7,492,371)
Furniture and equipment	(1,860,660)	128,578	26,796	(1,962,442)
Office equipment	(302,337)	12,413	-	(314,750)
Vehicles	(1,880,935)	152,501	38,893	(1,994,543)
Total Accumulated Depreciation	(26,791,525)	1,678,881	65,689	(28,404,717)
Other Capital Assets, Net	26,658,471	(1,014,157)	7,748	25,636,566
Governmental Activities Capital Assets, Net	\$ 237,290,352	\$ 777,509	\$ 342,515	\$ 237,725,346

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 12 - Component Unit (McHenry County Conservation District) (Continued)

Long-Term Obligations

The following is a summary of long-term obligation transactions for the District:

	Balance April 1	Issuances	Retirements	Balance March 31	Due Within One Year
Compensated absences	\$ 878,649	\$ 345,101	\$ 340,028	\$ 883,722	\$ 334,688
General obligation bonds	91,070,000	-	7,285,000	83,785,000	7,800,000
Bond issuance premiums	13,712,019	-	1,523,558	12,188,461	-
Installment contract	4,300,000	-	-	4,300,000	-
Net pension liability - IMRF	2,176,217	2,337,810	-	4,514,027	-
Other post-employment benefit obligation	318,091	5,212	-	323,303	27,981
	<u>\$ 112,454,976</u>	<u>\$ 2,688,123</u>	<u>\$ 9,148,586</u>	<u>\$ 105,994,513</u>	<u>\$ 8,162,669</u>

Long-term obligations outstanding (excluding compensated absences, bond issuance premiums, and other post-employment benefit obligation) of the District are as follows:

Description	Balance April 1	Issuances	Retirements	Balance March 31
General Obligation Bonds - Governmental Activities (District)				
McHenry County Conservation District				
\$108,215,000 General Obligation Refunding Bonds Series 2014, due in periodic installments of \$2,235,000 to \$13,470,000; interest at 3.0% to 5.0% through February 1, 2027. The proceeds were used to refund prior general obligation bonds. Principal and interest payments will be reported in the District Debt Service Fund	91,070,000	-	7,285,000	83,785,000
Total General Obligation Bonds - Governmental Activities (District)	<u>\$ 91,070,000</u>	<u>\$ -</u>	<u>\$ 7,285,000</u>	<u>\$ 83,785,000</u>

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 12 - Component Unit (McHenry County Conservation District) (Continued)

Long-Term Obligations (Continued)

Description	Balance April 1	Issuances	Retirements	Balance March 31
Installment Contract - Governmental Activities (District)				
McHenry County Conservation District \$6,300,00 Installment Contract, dated November 16, 2006, interest at 2.5% due in semi-annual installments; balloon payment of principal and interest due December 31, 2021. The proceeds were used for the acquisition of land. Principal and interest payments will be reported in the District Debt Service Fund.	\$ 4,300,000	\$ -	\$ -	\$ 4,300,000

Debt Service Requirements to Maturity

Annual debt service requirements to maturity for the District for general obligation bonds and installment contracts for governmental activities are as follows:

Fiscal Year	General Obligation Bonds		Installment Contract	
	Principal	Interest	Principal	Interest
2020	\$ 7,800,000	\$ 4,189,250	\$ -	\$ 107,500
2021	8,475,000	3,799,250	-	107,500
2022	9,195,000	3,375,500	4,300,000	107,500
2023	9,955,000	2,915,750	-	-
2024	10,760,000	2,418,000		
2025	11,615,000	1,880,000		
2026	12,515,000	1,299,250		
2027	13,470,000	673,500	-	-
	<u>\$ 83,785,000</u>	<u>\$ 20,550,500</u>	<u>\$ 4,300,000</u>	<u>\$ 322,500</u>

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 12 - Component Unit (McHenry County Conservation District) (Continued)

Defined Benefit Pension Plan

The District contributes to one defined benefit pension plan: the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system. The benefits, benefit levels, employee contributions, and employer contributions for all plans are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly. IMRF does not issue a separate report. However, IMRF does issue a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report can be obtained from IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois 60523 or at imrf.org.

Illinois Municipal Retirement Fund

Plan Administration

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members.

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

Plan Membership

At December 31, 2018, IMRF membership consisted of:

Inactive employees or their beneficiaries currently receiving benefits	37
Inactive employees entitled to but not yet receiving benefits	49
Active employees	<u>76</u>
TOTAL	<u><u>162</u></u>

Benefits Provided

IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after 10 years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with 10 years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. These benefit provisions and all other requirements are established by state statute.

County of McHenry, Illinois
 NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 12 - Component Unit (McHenry County Conservation District) (Continued)

Defined Benefit Pension Plan (Continued)

Illinois Municipal Retirement Fund (Continued)

Contributions

These benefit provisions and all other requirements are established by state statute.

Participating members are required to contribute 4.5% of their annual salary to IMRF. The District is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contribution rate for the fiscal year ended 2019 was 11.73% of covered payroll.

Net Pension Liability

The District's net pension liability was measured as of December 31, 2018 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

Actuarial valuation date	December 31, 2018
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.50%
Salary increases	3.39% to 14.25%
Interest rate	7.25%
Cost of living adjustments	3.00%
Asset valuation method	Market Value

For nondisabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for nondisabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

County of McHenry, Illinois
NTOES TO FINANCIAL STATEMENTS
November 30, 2019

Note 12 - Component Unit (McHenry County Conservation District) (Continued)

Defined Benefit Pension Plan (Continued)

Illinois Municipal Retirement Fund (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 7.25% (7.50% in 2017). The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the District contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the IMRF's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments of 7.25% was used to determine the total pension liability.

Changes in the Net Pension Liability

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
	<u> </u>	<u> </u>	<u> </u>
BALANCES AT JANUARY 1, 2018	\$ 18,177,119	\$ 16,000,902	\$ 2,176,217
Changes for the period:			
Service cost	447,184	-	447,184
Interest	1,359,672	-	1,359,672
Differences between expected and actual experience	73,813	-	73,813
Changes in assumptions	681,403	-	681,403
Employer contributions	-	559,512	(559,512)
Employee contributions	-	212,295	(212,295)
Net investment income	-	(669,620)	669,620
Benefit payment and refunds	(543,515)	(543,515)	-
Administrative expense	-	122,075	(122,075)
	<u>2,018,557</u>	<u>(319,253)</u>	<u>2,337,810</u>
BALANCES AT DECEMBER 31, 2018	<u>\$ 20,195,676</u>	<u>\$ 15,681,649</u>	<u>\$ 4,514,027</u>

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 12 - Component Unit (McHenry County Conservation District) (Continued)

Defined Benefit Pension Plan

Illinois Municipal Retirement Fund (Continued)

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

For the fiscal year ended March 31, 2019, the District recognized pension expense of \$522,620. At March 31, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 275,016	\$ 118,779
Changes in assumption	647,260	433,846
Net difference between projected and actual earnings on pension plan investments	963,172	-
Contributions made subsequent to the measurement date	141,086	-
 TOTAL	 \$ 2,026,534	 \$ 552,625

\$141,086 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of net pension liability in the reporting year ending March 31, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized in pension expense as follows:

Year ending March 31,		
2020		425,011
2021		209,755
2022		209,923
2023		445,735
2024		42,399
 TOTAL		 \$ 1,332,823

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the net pension liability of the District calculated using the discount rate of 7.25% as well as what the District's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.25%) or 1 percentage point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability	\$ 7,625,611	\$ 4,514,027	\$ 1,985,649

County of McHenry, Illinois
 NOTES FINACIAL STATEMENTS
 November 30, 2019

Note 12 - Component Unit (McHenry County Conservation District) (Continued)

Other Post-Employment Benefits (OPEB)

A. Plan Description

In addition to providing the pension benefits described above, the District provides post-employment health care benefits (OPEB) for retired employees through a single-employer defined benefit plan (the Plan). The benefits, benefit levels, employee contributions, and employer contributions are governed by the District and can be amended by the District through its personnel manual and union contracts. Certain benefits are controlled by state laws and can only be changed by the Illinois Legislature. The District plan does not issue a separate report. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

B. Benefits Provided

The District provides pre and post-Medicare post-employment health insurance to retirees, their spouses, and dependents (enrolled at time of employee's retirement). To be eligible for benefits, the employee must qualify for retirement under one of the District's retirement plans. The retirees pay 100% of the blended premium. Upon a retiree becoming eligible for Medicare, the amount payable under the District's health plan will be reduced by the amount payable under Medicare for those expenses that are covered under both.

C. Membership

At March 31, 2018 (census date), membership consisted of:

Inactive employees or beneficiaries currently receiving benefits	2
Inactive employees entitled to but not yet receiving benefits	-
Active employees	69
 TOTAL	 71
 Participating employers	 1

D. Total OPEB Liability

The District's total OPEB Liability of \$323,303 was measured as of March 31, 2019 and was determined by an actuarial valuation as of March 31, 2018.

E. Actuarial Assumptions and Other Inputs

The total OPEB liability in the March 31, 2018 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified. The total OPEB liability was rolled forward by the actuary using updating procedures to March 31, 2019, including updating the discount rate at March 31, 2019.

Actuarial cost method	Entry-age
Actuarial value of assets	Not applicable
Inflation	3.00%
Salary increases	4.00%
Discount rate	3.29%
Healthcare cost trend rates	4.5% to 8.00%
	Initial
	4.5% to 5.00%
	Ultimate
Retirees share of benefits-related costs	100% Regular Plan

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 12 - Component Unit (McHenry County Conservation District) (Continued)

E. Actuarial Assumptions and Other Inputs (Continued)

The discount rate was based on the S&P Municipal Bond 20 Year High-Grade Rate Index at March 31, 2019.

Mortality rates were based on the RP-2014 Combined Annuitant Mortality Table for Males or Females. The Mortality Table reflects recent rates developed by the Society of Actuaries.

The actuarial assumptions used in the March 31, 2018 valuation are based on 10% participation assumed, with 40% electing spouse coverage.

F. Change in the Total OPEB Liability

	Total Pension Liability
BALANCES AT MARCH 31, 2018	\$ 318,091
Changes for the period	
Service cost	10,324
Interest	10,735
Difference between expected and actual experience	2,236
Changes in benefit terms	0
Changes in assumptions	6,444
Benefit payments	(24,527)
Net changes	5,212
BALANCES AT MARCH 31, 2019	\$ 323,303

Changes in assumptions related to the discount rate and health care trend rates were made since the prior measurement date.

G. Rate Sensitivity

The following is a sensitivity analysis of the total OPEB liability to changes in the discount rate and the healthcare cost trend rate. The table below presents the total OPEB liability of the District calculated using the discount rate of 3.29% as well as what the District total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.29%) or 1 percentage point higher (4.29%) than the current rate:

	1% Decrease (2.29)%	Current Discount Rate (3.29)%	1% Increase (4.29)%
Total OPEB liability	\$ 341,602	\$ 323,303	\$ 306,037

The table below presents the total OPEB liability of the District calculated using the healthcare rate of 4.50% to 8.00% as well as what the District's total OPEB liability would be if it were calculated using a healthcare rate that is 1 percentage point lower (3.50% to 7.00%) or 1 percentage point higher (5.50% to 9.00%) than the current rate:

	1% Decrease (3.50% to 7.00%)	Current Healthcare Rate (4.50% to 8.00%)	1% Increase (5.50% to 9.00%)
Total OPEB liability	\$ 299,630	\$ 323,303	\$ 350,459

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 12 - Component Unit (McHenry County Conservation District) (Continued)

H. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended March 31, 2019, the District recognized OPEB expense of \$31,012. At March 31, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 94,304	\$ -
Changes in assumption	13,192	6,082
TOTAL	\$ 107,496	\$ 6,082

Amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in OPEB expense as follows:

Year ending March 31,		
2020		\$ 9,954
2021		9,954
2022		9,954
2023		9,954
2024		9,954
Thereafter		51,644
TOTAL		\$ 101,414

Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; health care and injuries to employees; and natural disasters.

The District participates in the Park District Risk Management Agency (PDRMA). PDRMA is a public entity risk pool whose members are Illinois governments. PDRMA manages and funds first party property losses, third party liability claims, boiler and machinery claims, workers' compensation claims, and public officials' liability claims of its members.

Each member assumes the first \$1,000 of property claims each occurrence and has self-insurance retentions at various amounts. Management consists of a Board of Directors comprised of one appointed representative from each member. In addition, there are two officers, a Risk Manager and a Treasurer. The District does not exercise any control over the activities of PDRMA beyond its representation on the Board of Directors.

Initial contributions are determined in advance of each membership year based on the individual member's expenditures as defined in the bylaws of PDRMA, assessment factors based on past member experience, and the funding needs for the membership year. The Board of Directors may require that supplemental contributions be made by members to ensure that adequate funds are available to meet the obligations applicable to the membership year. Members have a contractual obligation to fund any deficit of PDRMA attributable to a membership year during which they were a member.

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 12 - Component Unit (McHenry County Conservation District) (Continued)

Risk Management (Continued)

At December 31, 2018, the total equity of PDRMA's Property/Casualty Program's balance sheet was \$43,818,350. For the year ended December 31, 2018, the decrease in net position of PDRMA was \$244,028. The District made \$239,831 of payments to PDRMA during the year ended March 31, 2019.

In the event of a liability loss exceeding \$21,500,000 per occurrence, self-insured and reinsurance limit, the members would be responsible for funding the excess amount.

The District purchases employee health insurance from third-party insurance company providers.

Note 13 - Enterprise Funds - Segment Information

The County maintains one major enterprise fund which accounts for the activities of the Valley Hi Nursing Home. The fund is intended to be self-supporting through resident fees, intergovernmental revenues (mainly Medicare), and real estate taxes.

The other enterprise fund maintained by the County is the 911 fund, which is supported by charges to participating members. Since the 911 fund is the only non-major Enterprise Fund, segment information is not presented. All the 911 fund information is included in the basic financial statements.

Note 14 - Fund Balance Restricted for Future Grant/Program Expenditure

The County receives grant funds from various government agencies. The funds are restricted until expended in accordance with the various restrictions imposed by the grantor.

Note 15 - Interfund Balances and Transfers

A. Interfund Balances

Individual interfund balances for the County (primary government) as of November 30, 2019 are as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Due From/To Other Funds Amount</u>	<u>Amount Not Due Within One Year</u>
General Fund	County Mental Health Fund	\$ 4,958	\$ -
General Fund	Nonmajor Governmental Funds	25,675	-
General Fund	Valley Hi Fund	249	-
General Fund	Nonmajor Enterprise Fund	159	-
General Fund	Internal Service Fund	45	-
Nonmajor Governmental Funds	Valley Hi Fund	524,849	-
Nonmajor Governmental Funds	General Fund	609	-
Nonmajor Governmental Funds	Nonmajor Governmental Funds	774,858	-
Internal Service Fund	General Fund	2,977,232	-
Internal Service Fund	County Mental Health Fund	60,204	-
Internal Service Fund	Nonmajor Governmental Funds	1,115,219	-
Internal Service Fund	Nonmajor Enterprise Fund	50,284	-
Internal Service Fund	Valley Hi Enterprise Fund	905,890	-
	Subtotal - Fund Financial Statements	6,440,231	\$ -
	Less: Fund eliminations	(4,958,800)	
	Add: Internal service fund activities related to enterprise funds	991,096	
	Total Internal Balances - Government-Wide Statement of Net Position	\$ 2,472,527	

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 15 - Interfund Balances and Transfers (Continued)

A. Interfund Balances (Continued)

The principal reason for these interfund balances is a time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

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

The General Fund is advancing funds to the IMRF Fund, for the purpose of providing temporary funding for contractually required expenditures that exceed currently available fund resources. Under the agreement, the General Fund may advance up to \$3,347,883. The advance is non-interest bearing, with repayments scheduled to begin in 2020 and end by 2021. The amount of the advance outstanding as of November 30, 2019 is \$3,172,840.

B. Transfers

Interfund transfers for the year ended November 30, 2019 are as follows:

<u>Fund Transferred To</u>	<u>Fund Transferred From</u>	<u>Amount</u>	<u>Principal Purpose</u>
General Fund	County Mental Health Fund	5,200	Maintenance expenditures
General Fund	Nonmajor Governmental Funds	9,184	Administrative expenditures
General Fund	Nonmajor Governmental Funds	9,000	Working cash transfers
General Fund	Nonmajor Governmental Funds	2,241,129	Debt service payments
General Fund	Nonmajor Governmental Funds	7,200	Administrative expenditures
Nonmajor Governmental Funds	County Mental Health Fund	2,296,418	Debt service payments
Nonmajor Governmental Funds	Nonmajor Governmental Funds	5,200	Maintenance expenditures
Nonmajor Governmental Funds	County Mental Health Fund	9,184	Administrative expenditures
Nonmajor Governmental Funds	General Fund	1,770,137	Debt service payments
Nonmajor Governmental Funds	Nonmajor Governmental Funds	<u>9,261,237</u>	Use of restricted sales taxes
Total - Fund Financial Statements		15,613,889	
Less: Fund eliminations		<u>(15,613,889)</u>	
Total Transfers - Government-Wide Statement of Activities		<u>\$ -</u>	

Generally, transfers are used 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.

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 16 - Net Position/Fund Balance

Net position reported on the government-wide statement of net position as of November 30, 2019 includes the following:

	<u>Governmental Activities</u>	<u>Business- Type Activities</u>	<u>Total Primary Government</u>
Net investment in capital assets			
Land	\$ 81,308,271	\$ 6,000	\$ 81,314,271
Construction in progress	16,396,690	-	16,396,690
Other capital assets, net of accumulated depreciation/amortization	260,525,250	11,463,747	271,988,997
Less: related long-term debt outstanding	<u>(5,014,111)</u>	<u>-</u>	<u>(5,014,111)</u>
 Total net investment in capital assets	 <u>353,216,100</u>	 <u>11,469,747</u>	 <u>364,685,847</u>
Restricted			
Recorder's Office	1,073,834	-	1,073,834
Treasurer's Office	1,304,121	-	1,304,121
Community Development	161,759	-	161,759
Liability insurance	7,796,670	-	7,796,670
Geographic information systems	353,617	-	353,617
County Clerk's Office	87,347	-	87,347
Transportation	50,712,161	-	50,712,161
Public safety	1,803,469	-	1,803,469
Judiciary and court related	2,348,607	-	2,348,607
Public health and welfare	10,882,802	-	10,882,802
Employee benefits	7,841,200	-	7,841,200
Public Building Commission	5,976	-	5,976
Other	364,098	-	364,098
Working cash - permanently restricted (nonexpendable)	<u>816,729</u>	<u>-</u>	<u>816,729</u>
 Total restricted	 <u>85,552,390</u>	 <u>-</u>	 <u>85,552,390</u>
Unrestricted (Deficit)	<u>(3,859,903)</u>	<u>39,536,916</u>	<u>35,677,013</u>
 Total net position	 <u>\$ 434,908,587</u>	 <u>\$ 51,006,663</u>	 <u>\$ 485,915,250</u>

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 16 - Net Position/Fund Balance (Continued)

Fund balance reported on the governmental funds balance sheet as of November 30, 2019 includes the following:

	General Fund	County Mental Health Fund	Illinois Municipal Retirement Fund	Total Nonmajor Governmental Funds	Total
Nonspendable					
Inventory	\$ 47,569	\$ -	\$ -	\$ 534,655	\$ 582,224
Prepays	-	13,564	-	-	\$ 13,564
Long-term portion - advances to other funds/loans receivable	3,172,840	-	-	-	3,172,840
Working cash principal	-	-	-	816,730	816,730
	<u>3,220,409</u>	<u>13,564</u>	<u>-</u>	<u>1,351,385</u>	<u>4,585,358</u>
Restricted					
Recorder's Office	44,335	-	-	1,023,532	1,067,867
Regional Office of Education	38,476	-	-	-	38,476
Planning and Development	161,761	-	-	738	162,499
Liability insurance	-	-	-	7,796,670	7,796,670
Geographic information systems	-	-	-	353,617	353,617
County Clerk's Office	-	-	-	87,347	87,347
Retirement contributions	-	-	4,595,761	-	4,595,761
Transportation programs	-	-	-	49,457,710	49,457,710
Sheriff's Office	320,384	-	-	1,461,876	1,782,260
Coroner's Office	-	-	-	125,170	125,170
Court Service/Probation programs	-	-	-	497,101	497,101
Special Court programs	-	-	-	103,415	103,415
Circuit Clerk automation	-	-	-	657,445	657,445
Other Circuit Clerk programs	-	-	-	812,730	812,730
Law library	-	-	-	107,042	107,042
Other judiciary & court programs	-	-	-	150,202	150,202
Mental health programs	-	6,529,451	-	-	6,529,451
Senior service programs	-	-	-	1,833,309	1,833,309
Veterans' assistance programs	-	-	-	297,725	297,725
Tuberculosis care and treatment	-	-	-	215,553	215,553
Workforce network programs	-	-	-	323,082	323,082
Other public health programs	108,003	-	-	40,634	148,637
Social security contributions	-	-	-	3,245,439	3,245,439
Treasurer's Office	-	-	-	790,516	790,516
Regional Office Education Fund	-	-	-	31,116	31,116
Public Building Commission	-	-	-	5,976	5,976
	<u>672,959</u>	<u>6,529,451</u>	<u>4,595,761</u>	<u>69,417,945</u>	<u>81,216,116</u>

(Continued)

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 16 - Net Position/Fund Balance (Continued)

Fund balance reported on the governmental funds balance sheet as of November 30, 2019 includes the following (Continued):

	General Fund	County Mental Health Fund	Illinois Municipal Retirement Fund	Total Nonmajor Governmental Funds	Total
Committed					
Treasurer's Office	\$ -	\$ -	\$ -	\$ 513,605	\$ 513,605
Revolving Loan Program	-	-	-	2,007,091	2,007,091
	-	-	-	2,520,696	2,520,696
Assigned					
Carryforwards	2,926,430	-	-	-	2,926,430
	2,926,430	-	-	-	2,926,430
Unassigned (deficit)	44,510,289	-	-	(7,128)	44,503,161
Total fund balance	<u>\$ 51,330,087</u>	<u>\$ 6,543,015</u>	<u>\$ 4,595,761</u>	<u>\$ 73,282,898</u>	<u>\$ 135,751,761</u>

Note 17 - Fund Deficit

The following funds reported a deficit as of November 30, 2019:

Fund	Fund Type	Amount
HUD Grants Fund	Non-major Special Revenue Fund	\$ 3
McDot RTA Sales Tax Project Fund	Non-major Special Revenue Fund	\$ 7,125

The deficits are the result of revenues not sufficient to cover expenditures. It is anticipated that future grants, charges for services, or transfers from other funds will provide sufficient funding to eliminate these deficits.

Note 18 - Special Item

In April 2019, the County Board approved to rebate up to \$15 Million in order to reduce Valley Hi's unrestricted net position. The FY2019 Financial Statements for Valley Hi include a cash outflow of \$8,549,073 for rebates issued to homestead property owners. The remaining unspent funds have been accounted back to Valley Hi's unrestricted net position. This rebate has been reported as a Special Item. This program was a rebate of excess funds from any source.

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 19 - Effect of New Accounting Standards on Current-Period Financial Statements

Governmental Accounting Standards Board (GASB) has approved the following:

Statement No. 84, Fiduciary Activities

Statement No. 87, Leases

Statement No. 89, Accounting for Interest Cost Incurred before the End of a Construction Period

Statement No. 90, Majority Equity Interests – an amendment of GASB Statements No.14 and No. 61

Statement No. 91, Conduit Debt Obligations

Statement No. 92, Omnibus

Statement No. 93, Replacement of Interbank Offered Rates

Statement No. 94, Public-Private and Public-Public Partnerships and Availability Payment Arrangements

Statement No. 96, Subscription-Based Information Technology Arrangements

Statement No. 97, Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plan – an amendment of GASB Statements No. 14 and No. 84 and a supersession of GASB Statement No. 32

The statements listed above through Statement No. 93 had their required effective dates postponed by one year with the issuance of Statement No. 95, *Postponement of Effective Dates of Certain Authoritative Guidance*, with the exception of Statement No. 87, which was postponed by one and a half years.

When they become effective, application of these standards may restate portions of these financial statements..

County of McHenry, Illinois
NOTES TO FINANCIAL STATEMENTS
November 30, 2019

Note 20 - Joint Venture

The County participates in the McHenry County Broadband Fiber Network Consortium (Fiber Consortium), which was established in 2015. The Fiber Consortium was created for the purpose of providing the location, hardware, software, services, and other items necessary and appropriate for the establishment, operation, and maintenance of a broadband network for the mutual benefit of its members, and to provide a forum for discussion, study, development, and implementation of recommendations of mutual interest regarding the broadband network, communications, public sector information systems and technology, and management reporting within the geographical boundaries of its member public sector agencies.

There are five members of the Fiber Consortium. The members and their respective share of construction costs are as follows:

	Construction Cost Share
County of McHenry	35.97 %
McHenry County ETSB - PSAP (911 Fund)	5.01
City of Woodstock	18.29
Woodstock School District 200	38.16
McHenry County College	2.57
	100.00 %

The Fiber Consortium is governed and managed by a board consisting of one representative from each member, as designated by each member through a resolution adopted by the governing board of each member.

The County reports its share of the equity in the Fiber Consortium as “Investment in Joint Venture” on the statement of net position under governmental activities and the 911 Fund reports its share of the equity on the statement of net position under business-type activities and on the proprietary funds statement of net position. As of November 30, 2019, the County reported an investment in joint venture of \$723,531 under governmental activities and \$100,775 under business-type activities/proprietary funds statement of net position, for a total of \$824,306.

The Fiber Consortium has a December 31 year-end and is required to have an annual audit completed. Financial statements for the Fiber Consortium are available from McHenry County Administration, 2200 N Seminary Ave, Woodstock, IL 60098.

Note 21 - Subsequent Event

COVID-19

In December 2019, a novel strain of coronavirus was reported in Wuhan, Hubei province, China. In the first several months of 2020, the virus, SARS-CoV-2, and resulting disease, COVID-19, spread to the United States, including to areas impacting the county. As of the date above, the county’s evaluation of the effects of these events is ongoing; however, the county anticipates this situation could result in declines to sales tax revenue, income and replacement tax revenue, and fees and fines from the court system. In addition, the county anticipates additional expenses at the Valley Hi Nursing Home and Public Health.

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REQUIRED SUPPLEMENTARY INFORMATION

County of McHenry, Illinois
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Charges for services	\$ 20,011,616	\$ 20,039,329	\$ 21,397,921	\$ 1,358,592
Licenses and permits	1,153,500	1,153,500	1,239,506	86,006
Fines and forfeitures	1,000,500	1,000,500	1,073,535	73,035
Grants, contributions, and intergovernmental	3,088,654	3,614,041	3,330,735	(283,306)
Property taxes	42,260,904	37,731,807	37,653,754	(78,053)
Sales taxes	10,400,000	10,400,000	10,354,369	(45,631)
State income taxes	6,700,000	6,700,000	6,964,945	264,945
Tax transfer stamps	2,575,000	2,713,000	2,772,999	59,999
Other taxes	3,237,500	3,237,500	3,342,140	104,640
Investment income	1,254,650	1,254,650	2,290,734	1,036,084
Miscellaneous	153,600	153,600	226,902	73,302
Total Revenues	91,835,924	87,997,927	90,647,540	2,649,613
EXPENDITURES				
Current				
General and administrative	28,530,253	29,141,458	30,527,121	(1,385,663)
Community development	1,445,568	1,754,206	1,744,738	9,468
Public safety	35,955,802	36,218,028	34,568,460	1,649,568
Judiciary and court related	10,039,159	10,247,993	10,167,602	80,391
Public health and welfare	6,194,567	6,427,133	5,944,211	482,922
Capital outlay	1,988,944	10,323,564	9,388,823	934,741
Debt service				
Principal retirement	871,186	871,186	847,950	23,236
Interest and fiscal charges	30,648	30,648	27,075	3,573
Total Expenditures	85,056,127	95,014,216	93,215,980	1,798,236
Excess (deficiency) of revenues over expenditures	6,779,797	(7,016,289)	(2,568,440)	4,447,849
OTHER FINANCING SOURCES (USES)				
Transfers in	2,276,029	2,276,029	2,271,713	(4,316)
Transfers out	(1,787,338)	(1,787,338)	(1,770,137)	17,201
Capital leases issued	394,377	394,377	394,311	(66)
Total Other Financing Sources (Uses)	883,068	883,068	895,887	12,819
Net Change in Fund Balance	\$ 7,662,865	\$ (6,133,221)	(1,672,553)	\$ 4,460,668
Fund Balance - Beginning of Year			53,002,640	
Fund Balance - End of Year			<u>\$ 51,330,087</u>	

See Independent Auditors' Report and accompanying notes to required supplementary information.

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 COUNTY MENTAL HEALTH FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Grants, contributions, and intergovernmental	\$ 29,135	\$ 29,135	\$ 23,814	\$ (5,321)
Property taxes	10,900,400	10,900,400	10,877,831	(22,569)
Investment income	42,000	42,000	151,777	109,777
Miscellaneous	62,843	62,843	90,591	27,748
Total Revenues	<u>11,034,378</u>	<u>11,034,378</u>	<u>11,144,013</u>	<u>109,635</u>
EXPENDITURES				
Current				
Public health and welfare				
Personnel services	836,501	836,501	791,670	44,831
Contractual services	10,529,281	11,205,581	10,910,008	295,573
Commodities	96,800	100,200	76,002	24,198
Total Expenditures	<u>11,462,582</u>	<u>12,142,282</u>	<u>11,777,680</u>	<u>364,602</u>
Excess (deficiency) of revenues over expenditures	(428,204)	(1,107,904)	(633,667)	474,237
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(2,321,796)</u>	<u>(2,321,796)</u>	<u>(2,310,802)</u>	<u>10,994</u>
Net Change in Fund Balance	<u>\$ (2,750,000)</u>	<u>\$ (3,429,700)</u>	<u>(2,944,469)</u>	<u>\$ 485,231</u>
Fund Balance - Beginning of Year			<u>9,487,484</u>	
Fund Balance - End of Year			<u>\$ 6,543,015</u>	

See Independent Auditors' Report and accompanying notes to required supplementary information.

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 ILLINOIS MUNICIPAL RETIREMENT FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Property taxes	\$ 7,800,000	\$ 7,300,000	\$ 7,285,160	\$ (14,840)
Other taxes				
Personal property replacement tax	112,500	112,500	145,044	32,544
Investment income	30,000	30,000	152,488	122,488
Total Revenues	<u>7,942,500</u>	<u>7,442,500</u>	<u>7,582,692</u>	<u>140,192</u>
EXPENDITURES				
Current				
Personnel services				
General and administrative	1,277,750	1,277,750	1,098,198	179,552
Community development	231,327	231,327	198,820	32,507
Public safety	3,025,773	3,025,773	2,600,585	425,188
Judiciary and court related	1,580,362	1,580,362	1,358,286	222,076
Public health and welfare	666,710	666,710	573,022	93,688
Total Expenditures	<u>6,781,922</u>	<u>6,781,922</u>	<u>5,828,911</u>	<u>953,011</u>
Net Change in Fund Balance	<u>\$ 1,160,578</u>	<u>\$ 660,578</u>	1,753,781	<u>\$ 1,093,203</u>
Fund Balance - Beginning of Year			<u>2,841,980</u>	
Fund Balance - End of Year			<u>\$ 4,595,761</u>	

See Independent Auditors' Report and accompanying notes to required supplementary information.

County of McHenry, Illinois
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND
For the Year Ended November 30, 2019

	Calendar Year 2014	Calendar Year 2015	Calendar Year 2016	Calendar Year 2017	Calendar Year 2018
Regular Plan					
Total pension liability					
Service cost	\$ 6,019,721	\$ 5,710,930	\$ 5,876,244	\$ 5,500,825	\$ 5,177,601
Interest	13,546,874	15,082,827	16,314,404	16,903,867	17,069,223
Differences between expected and actual experience	1,915,282	4,327,710	(4,501,014)	(2,206,948)	759,635
Changes in assumptions	6,965,270	289,913	(293,464)	(7,475,383)	7,406,119
Benefit payments, including refunds of employee contributions	(7,098,367)	(8,528,394)	(9,036,791)	(10,241,966)	(10,470,031)
Net change in total pension liability	<u>21,348,780</u>	<u>16,882,986</u>	<u>8,359,379</u>	<u>2,480,395</u>	<u>19,942,547</u>
Total pension liability - beginning	<u>181,164,314</u>	<u>202,513,094</u>	<u>219,396,080</u>	<u>227,755,459</u>	<u>230,235,854</u>
Total pension liability - ending	<u>\$ 202,513,094</u>	<u>\$ 219,396,080</u>	<u>\$ 227,755,459</u>	<u>\$ 230,235,854</u>	<u>\$ 250,178,401</u>
Plan fiduciary net position					
Contributions - County	\$ 5,380,268	\$ 5,524,710	\$ 5,337,095	\$ 5,338,176	\$ 5,306,307
Contributions - Employees	2,455,548	2,500,370	2,438,820	2,381,061	2,390,254
Net investment income	10,882,932	947,915	13,006,580	35,038,039	(11,766,114)
Benefit payments, including refunds of employee contributions	(7,098,367)	(8,528,394)	(9,036,791)	(10,241,966)	(10,470,031)
Other changes	174,347	(1,192,773)	814,242	(5,184,085)	2,192,981
Net change in plan fiduciary net position	<u>11,794,728</u>	<u>(748,172)</u>	<u>12,559,946</u>	<u>27,331,225</u>	<u>(12,346,603)</u>
Total plan fiduciary net position - beginning	<u>178,039,995</u>	<u>189,834,723</u>	<u>189,086,551</u>	<u>201,646,497</u>	<u>228,977,722</u>
Total plan fiduciary net position - ending	<u>\$ 189,834,723</u>	<u>\$ 189,086,551</u>	<u>\$ 201,646,497</u>	<u>\$ 228,977,722</u>	<u>\$ 216,631,119</u>
Net pension liability - ending	<u>\$ 12,678,371</u>	<u>\$ 30,309,529</u>	<u>\$ 26,108,962</u>	<u>\$ 1,258,132</u>	<u>\$ 33,547,282</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>93.74%</u>	<u>86.19%</u>	<u>88.54%</u>	<u>99.45%</u>	<u>86.59%</u>
Covered payroll	<u>\$ 52,665,702</u>	<u>\$ 54,373,126</u>	<u>\$ 5,212,544</u>	<u>\$ 51,826,955</u>	<u>\$ 53,078,655</u>
Net pension liability as a percentage of coverage payroll	<u>24.07%</u>	<u>55.74%</u>	<u>50.10%</u>	<u>2.43%</u>	<u>63.20%</u>

See Independent Auditors' Report and accompanying notes to required supplementary information.

County of McHenry, Illinois
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND
For the Year Ended November 30, 2019

	Calendar Year 2014	Calendar Year 2015	Calendar Year 2016	Calendar Year 2017	Calendar Year 2018
SLEP Plan					
Total pension liability					
Service cost	\$ 2,498,881	\$ 2,283,772	\$ 2,257,658	\$ 2,034,793	\$ 2,006,310
Interest	8,297,342	8,674,006	9,173,987	9,457,469	9,774,200
Differences between expected and actual experience	(2,389,738)	1,567,553	(1,513,060)	585,154	558,868
Changes in assumptions	2,088,402	325,026	(655,333)	(1,310,552)	4,199,374
Benefit payments, including refunds of employee contributions	(4,623,875)	(5,783,383)	(5,865,100)	(6,190,752)	(6,868,347)
Net change in total pension liability	5,871,012	7,066,974	3,398,152	4,576,112	9,670,405
Total pension liability - beginning	111,841,434	117,712,446	124,779,420	128,177,572	132,753,684
Total pension liability - ending	<u>\$ 117,712,446</u>	<u>\$ 124,779,420</u>	<u>\$ 128,177,572</u>	<u>\$ 132,753,684</u>	<u>\$ 142,424,089</u>
Plan fiduciary net position					
Contributions - County	\$ 2,930,257	\$ 2,909,076	\$ 2,938,206	\$ 2,786,175	\$ 2,876,141
Contributions - Employees	953,167	915,077	819,691	845,860	822,068
Net investment income	5,712,480	487,425	6,665,299	19,129,509	(8,094,644)
Benefit payments, including refunds of employee contributions	(4,623,875)	(5,783,383)	(5,865,100)	(6,190,752)	(6,868,347)
Other changes	(524,873)	384,441	1,298,067	(1,364,570)	2,060,715
Net change in plan fiduciary net position	4,447,156	(1,087,364)	5,856,163	15,206,222	(9,204,067)
Total plan fiduciary net position - beginning	94,017,437	98,464,593	97,377,229	103,233,392	118,439,614
Total plan fiduciary net position - ending	<u>\$ 98,464,593</u>	<u>\$ 97,377,229</u>	<u>\$ 103,233,392</u>	<u>\$ 118,439,614</u>	<u>\$ 109,235,547</u>
Net pension liability - ending	<u>\$ 19,247,853</u>	<u>\$ 27,402,191</u>	<u>\$ 24,944,180</u>	<u>\$ 14,314,070</u>	<u>\$ 33,188,542</u>
Plan fiduciary net position as a percentage of the total pension liability	83.65%	78.04%	80.54%	89.22%	76.70%
Covered payroll	<u>\$ 11,935,877</u>	<u>\$ 11,821,856</u>	<u>\$ 10,897,894</u>	<u>\$ 10,704,178</u>	<u>\$ 10,960,900</u>
Net pension liability as a percentage of coverage payroll	161.26%	231.79%	228.89%	133.72%	302.79%

Notes to Schedules:

The County implemented GASB Statement No. 68 in 2015. Information prior to 2015 is not available.

Valuation Date: December 31, 2018. Actuarially determined contribution rates are calculated as of December 31 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine 2018 Contribution Rates

Actuarial Cost Method:	Aggregate entry age normal
Amortization Method:	Level percentage of payroll, closed
Remaining Amortization Period:	Non-Taxing bodies: 10-year rolling period. Taxing bodies (Regular, SLEP and ECO groups): 25-year closed period
	Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI.
	SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 20 years for most employers (three employers were financed over 29 years).
Asset Valuation Method:	5-year smoothed market; 20% corridor
Wage Growth:	3.50%
Price Inflation:	2.75%
Salary Increases:	3.75% to 14.50%, including inflation
Investment Rate of Return:	7.50%
Retirement Age:	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2014 valuation pursuant to an experience study of the period 2011-2013.
Mortality:	For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.
<u>Other Information:</u>	There were no benefit changes during the year.

County of McHenry, Illinois
SCHEDULE OF COUNTY CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND
For the Year Ended November 30, 2019

Regular Plan	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Actuarially determined contribution	\$ 5,324,917	\$ 5,545,420	\$ 5,328,928	\$ 5,512,260	\$ 4,243,455
Actual contribution	<u>5,324,917</u>	<u>5,545,420</u>	<u>5,328,928</u>	<u>5,512,260</u>	<u>4,243,455</u>
Contribution deficiency (excess)	<u>\$ -</u>				
Covered payroll	<u>\$ 52,186,037</u>	<u>\$ 52,476,061</u>	<u>\$ 51,803,322</u>	<u>\$ 55,078,137</u>	<u>\$ 52,647,076</u>
Actual contribution as a percentage of covered-employee payroll	<u>10.20%</u>	<u>10.57%</u>	<u>10.29%</u>	<u>10.01%</u>	<u>8.06%</u>
SLEP Plan					
Actuarially determined contribution	\$ 2,810,505	\$ 2,778,732	\$ 2,749,861	\$ 2,976,666	\$ 2,781,436
Actual contribution	<u>2,810,505</u>	<u>2,778,732</u>	<u>2,749,861</u>	<u>2,976,666</u>	<u>2,781,436</u>
Contribution deficiency (excess)	<u>\$ -</u>				
Covered payroll	<u>\$ 11,400,300</u>	<u>\$ 11,020,584</u>	<u>\$ 10,700,115</u>	<u>\$ 11,361,043</u>	<u>\$ 10,975,272</u>
Actual contribution as a percentage of covered payroll	<u>24.65%</u>	<u>25.21%</u>	<u>25.70%</u>	<u>26.20%</u>	<u>25.34%</u>

See Independent Auditors' Report and accompanying notes to required supplementary information.

County of McHenry, Illinois
SCHEDULE OF CHANGES IN THE EMPLOYER'S OTHER POST-EMPLOYMENT BENEFITS
LIABILITY AND RELATED RATIOS
November 30, 2019

	2018	2019*
Actuarially determined contribution	\$ 318,029	\$ 298,905
contributions in relation to the actuarially determined contribution	318,029	298,905
Contribution deficiency (excess)	\$ -	\$ -
Covered-employee payroll*	\$ 54,880,883	\$ 58,910,235
Contributions as a percentage of covered-employee payroll	0.58%	0.51%

*Covered payroll for the audit year is the amount budgeted in salaries for that audit year.

	2018	2019
Total OPEB Liability		
Service cost	\$ 1,100,184	\$ 1,116,027
Interest	850,844	878,504
Changes of benefit terms	-	-
Differences between expected and actual experience	-	(2,932,196)
Changes of assumptions	421,831	(3,340,027)
Benefit payments	(318,029)	(298,905)
Net Change in Total OPEB Liability	2,054,830	(4,576,597)
Total OPEB Liability - Beginning	21,449,454	23,504,284
Total OPEB Liability - Ending	\$ 23,504,284	\$ 18,927,687
Covered-employee payroll	\$ 61,067,630	\$ 54,880,833
Total OPEB liability as a percentage of covered-employee payroll	38.49%	34.49%

Notes:

Valuation date:

Actuarially determined contribution rates are calculated as of November 30, 2018, one year prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates

Actuarial cost method	Entry age normal
Amortization method	Level percentage of payroll
Amortization period	8.98 years
Asset valuation method	Market Value
Inflation	3.25 percent
Healthcare cost trend rates	HMO: 6.85%, then 7.00%, graded to 4.50% over 10 years PPO: 6.65%, then 7.00%, graded to 4.50% over 10 years HDHP PPO: 6.65% then 7.00%, graded to 4.50% over 10 years Dental: 2.36%, then 4.00%
Salary increases	Varies by age and service
Discount rate	4.22% as of November 30, 2018
Retirement age	In the 2019 actuarial valuation, expected retirement ages were based upon rates from the December 31, 2018 IMRF actuarial valuation report
Mortality	In the 2019 actuarial valuation, assumed life expectancies were based on the December 31, 2018 IMRF actuarial valuation report

Benefit changes. There were no changes to the benefits.

The County implemented GASB Statement No. 75 in fiscal year 2018. Information prior to fiscal year 2018 is not available.

Changes of Assumptions

The discount rate was increased from 3.59% to 4.22%

The valuation-year per capita health cost and retire contribution rates were updated.

The assumed health trend rates were modified.

See Independent Auditors' Report and accompanying notes to required supplementary information.

See Independent Auditors' Report and accompanying notes to required supplementary information.

County of McHenry, Illinois
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
November 30, 2019

Note 1 – Budgetary Basis of Accounting

Budgets are adopted on a basis consistent with generally accepted accounting principles. All unexpended annual appropriations lapse at fiscal year-end.

Note 2 – Excess of Expenditures Over Appropriations

No major funds had an excess of expenditures over appropriations for the year ended November 30, 2019.

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SUPPLEMENTARY INFORMATION

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**COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES**

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GENERAL FUND

To account for and report all financial resources not accounted for and reported in another fund.

County of McHenry, Illinois
 SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
 GENERAL FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
CHARGES FOR SERVICES				
General and Administrative				
County clerk fees	\$ 160,000	\$ 160,000	\$ 161,387	\$ 1,387
Tax redemption fees	75,000	75,000	78,700	3,700
Recording fees	994,981	994,981	849,453	(145,528)
Penalties/fees on delinquent taxes	1,100,000	1,100,000	1,254,752	154,752
Cable television franchise fees	610,000	610,000	634,016	24,016
Assessor's salary reimbursement	62,288	62,288	60,918	(1,370)
Community Development				
Subdivision review fees	9,000	9,000	1,270	(7,730)
Maps and publications fees	1,000	1,000	86	(914)
Solid waste tipping fees	64,500	64,500	73,537	9,037
Other fees and charges	-	-	11,400	11,400
Public Safety				
Sheriff fees - circuit court	290,000	290,000	354,713	64,713
Sheriff fees - photocopies	10,000	10,000	76,592	66,592
Sheriff fees - foreign courts	31,000	31,000	24,272	(6,728)
Foreclosures	10,000	10,000	8,746	(1,254)
Court security fees	510,000	510,000	525,370	15,370
Jail space rental	9,500,000	9,500,000	10,188,391	688,391
Dispatching fee	353,473	353,473	510,875	157,402
Squad car replacement fee	25,000	25,000	9,867	(15,133)
Off duty detail	5,000	5,000	-	(5,000)
Other fees and charges	54,400	54,400	90,024	35,624
Judiciary and Court Related				
10% bond earnings	303,000	303,000	321,183	18,183
Circuit clerk fees	2,670,000	2,670,000	2,573,782	(96,218)
County court fees	160,000	160,000	145,945	(14,055)
Court services salary reimbursements	992,788	992,788	1,240,711	247,923
Election judge salary reimbursements	29,250	29,250	27,360	(1,890)
State's attorney salary reimbursements	166,508	166,508	149,829	(16,679)
State's attorney fees	60,000	60,000	73,999	13,999
Public aid	180,000	180,000	102,657	(77,343)
Periodic imprisonment fees	4,800	4,800	6,162	1,362
Public defender salary reimbursement	99,955	102,668	103,902	1,234
Public defenders fees	25,000	25,000	16,462	(8,538)
Other fees and charges	303,093	328,093	554,515	226,422

(Continued)

County of McHenry, Illinois
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
CHARGES FOR SERVICES (Continued)				
Public Health and Welfare				
Animal control tags	\$ 850,000	\$ 850,000	\$ 888,733	\$ 38,733
Veterinary fees	44,400	44,400	65,126	20,726
Nursing fees	73,000	73,000	55,639	(17,361)
Health review fees	10,000	10,000	9,945	(55)
Health promotion	24,550	24,550	13,564	(10,986)
Vital record fees	58,000	58,000	59,117	1,117
Medicare	4,500	4,500	9,107	4,607
Vision and hearing fees	87,130	87,130	65,814	(21,316)
Total Charges for Services	<u>20,011,616</u>	<u>20,039,329</u>	<u>21,397,921</u>	<u>1,358,592</u>
LICENSES AND PERMITS				
General and Administrative				
Liquor licenses	110,000	110,000	110,810	810
Amusement licenses	1,000	1,000	225	(775)
Community Development				
Building permits	330,000	330,000	422,607	92,607
Stormwater permits	80,000	80,000	105,818	25,818
Zoning permits	45,000	45,000	78,928	33,928
Public Health and Welfare				
Septic and well permits	116,000	116,000	48,048	(67,952)
Health licenses	465,000	465,000	471,570	6,570
Hauler license fees	6,500	6,500	1,500	(5,000)
Total Licenses and Permits	<u>1,153,500</u>	<u>1,153,500</u>	<u>1,239,506</u>	<u>86,006</u>
FINES AND FORFEITURES				
Judiciary and Court Related				
Fines and bond forfeitures	-	-	927,465	927,465
County drug fines	85,000	85,000	63,774	(21,226)
Public Health and Welfare				
Veterinary fines	915,500	915,500	82,296	(833,204)
Total Fines and Forfeitures	<u>1,000,500</u>	<u>1,000,500</u>	<u>1,073,535</u>	<u>73,035</u>

(Continued)

County of McHenry, Illinois
 SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
 GENERAL FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
GRANTS, CONTRIBUTIONS, AND INTERGOVERNMENTAL				
General and Administrative				
Regional Office of Education grants	145,811	145,811	101,650	(44,161)
Public Safety				
Sheriff's Office - grants	90,000	127,430	207,009	79,579
Judiciary and Court Related				
Circuit court - grants	421,367	540,726	1,970,182	1,429,456
Court Administration - grants	25,000	-	-	-
Public Health and Welfare				
Health department grants -				
Federal government grants	2,054,459	2,448,057	717,580	(1,730,477)
State government grants	52,017	52,017	40,981	(11,036)
IDPH vaccines	300,000	300,000	293,333	(6,667)
Total Grants, Contributions, and Intergovernmental	<u>3,088,654</u>	<u>3,614,041</u>	<u>3,330,735</u>	<u>(283,306)</u>
PROPERTY TAXES	<u>42,260,904</u>	<u>37,731,807</u>	<u>37,653,754</u>	<u>(78,053)</u>
SALES TAXES	<u>10,400,000</u>	<u>10,400,000</u>	<u>10,354,369</u>	<u>(45,631)</u>
STATE INCOME TAXES	<u>6,700,000</u>	<u>6,700,000</u>	<u>6,964,945</u>	<u>264,945</u>
TAX TRANSFER STAMPS	<u>2,575,000</u>	<u>2,713,000</u>	<u>2,772,999</u>	<u>59,999</u>
OTHER TAXES				
Local use tax	2,250,000	2,250,000	2,174,088	(75,912)
Personal property replacement tax	637,500	637,500	799,846	162,346
Gambling taxes	350,000	350,000	368,206	18,206
Total Other Taxes	<u>3,237,500</u>	<u>3,237,500</u>	<u>3,342,140</u>	<u>104,640</u>
INVESTMENT INCOME				
Interest income	<u>1,254,650</u>	<u>1,254,650</u>	<u>2,290,734</u>	<u>1,036,084</u>
Total Investment Income	<u>1,254,650</u>	<u>1,254,650</u>	<u>2,290,734</u>	<u>1,036,084</u>

(Continued)

County of McHenry, Illinois
 SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
 GENERAL FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
MISCELLANEOUS				
General and Administrative				
Tax sale indemnity proceeds	100,000	100,000	94,300	(5,700)
Proceeds from sale of capital assets	25,000	25,000	26,730	1,730
Other income	28,600	28,600	105,872	77,272
Total Miscellaneous	153,600	153,600	226,902	73,302
TOTAL REVENUES	\$ 91,835,924	\$ 87,997,927	\$ 90,647,540	\$ 2,649,613

(Continued)

County of McHenry, Illinois
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
GENERAL AND ADMINISTRATIVE				
Administration				
Personnel services	\$ 778,618	\$ 778,618	\$ 762,453	\$ 16,165
Contractual services	157,107	157,107	145,444	11,663
Commodities	12,655	12,655	12,161	494
Total Administration	948,380	948,380	920,058	28,322
Auditor				
Personnel services	261,333	270,565	270,752	(187)
Contractual services	5,700	5,700	2,794	2,906
Commodities	8,000	8,000	477	7,523
Total Auditor	275,033	284,265	274,023	10,242
County Board and Liquor Commission				
Personnel services	551,947	551,947	536,044	15,903
Contractual services	62,950	67,950	62,120	5,830
Commodities	24,950	19,950	-	19,950
Total County Board and Liquor Commission	639,847	639,847	598,164	41,683
County Chairman				
Personnel services	136,041	137,576	137,572	4
Contractual services	3,750	3,750	1,260	2,490
Commodities	6,600	6,600	2,517	4,083
Total County Chairman	146,391	147,926	141,349	6,577
County Clerk				
Personnel services	389,567	409,467	413,542	(4,075)
Contractual services	6,150	6,150	7,761	(1,611)
Clerk_Commodities	2,750	2,750	6,586	(3,836)
Total County Clerk	398,467	418,367	427,889	(9,522)
County Clerk - Elections				
Personnel services	244,803	244,803	240,720	4,083
Contractual Services	784,500	791,461	781,137	10,324
Commodities	7,000	7,000	2,377	4,623
Total County Clerk - Elections	1,036,303	1,043,264	1,024,234	19,030
Educational Service Region				
Personnel services	209,567	201,292	182,049	19,243
Contractual services	43,470	68,470	57,394	11,076
Commodities	21,700	21,700	19,128	2,572
Total Educational Service Region	274,737	291,462	258,571	32,891

(Continued)

County of McHenry, Illinois
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
GENERAL AND ADMINISTRATIVE (Continued)				
Facilities Management				
Personnel services	\$ 1,234,063	\$ 1,234,063	\$ 1,175,836	\$ 58,227
Contractual services	1,702,070	1,727,303	1,660,824	66,479
Commodities	88,055	88,055	86,453	1,602
Total Facilities Management	3,024,188	3,049,421	2,923,113	126,308
Human Resources				
Personnel services	279,342	292,960	292,960	-
Contractual services	170,644	170,644	102,161	68,483
Commodities	6,250	6,250	5,007	1,243
Total Human Resources	456,236	469,854	400,128	69,726
Information Technology				
Personnel services	1,906,934	1,906,934	1,862,263	44,671
Contractual services	1,166,623	1,166,623	1,133,099	33,524
Commodities	74,977	74,977	73,018	1,959
Total Information Technology	3,148,534	3,148,534	3,068,380	80,154
Merit Commission				
Personnel services	4,150	4,150	2,247	1,903
Contractual services	46,600	58,831	46,162	12,669
Commodities	550	550	-	550
Total Merit Commission	51,300	63,531	48,409	15,122
Purchasing				
Personnel services	310,361	310,361	304,410	5,951
Contractual services	17,298	17,298	14,556	2,742
Commodities	424,335	424,335	382,816	41,519
Total Purchasing	751,994	751,994	701,782	50,212
Recorder				
Personnel services	314,007	314,007	223,846	90,161
Contractual services	9,375	9,375	4,824	4,551
Commodities	1,738,667	1,876,667	1,862,539	14,128
Total Recorder	2,062,049	2,200,049	2,091,209	108,840
Supervisor of Assessments				
Personnel services	931,593	946,139	946,137	2
Contractual services	154,000	158,760	156,374	2,386
Commodities	9,784	14,838	5,722	9,116
Total Supervisor of Assessments	1,095,377	1,119,737	1,108,233	11,504

(Continued)

County of McHenry, Illinois
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
GENERAL AND ADMINISTRATIVE (Continued)				
Treasurer				
Personnel services	\$ 512,236	\$ 536,926	\$ 537,496	\$ (570)
Contractual services	6,500	6,500	6,480	20
Commodities	5,250	5,250	5,250	-
Total Treasurer	<u>523,986</u>	<u>548,676</u>	<u>549,226</u>	<u>(550)</u>
Non-Departmental				
Personnel services	719,593	767,508	-	767,508
Contractual services	12,966,488	13,242,293	15,989,927	(2,747,634)
Commodities	11,350	6,350	2,426	3,924
Total Non-Departmental	<u>13,697,431</u>	<u>14,016,151</u>	<u>15,992,353</u>	<u>(1,976,202)</u>
Total General and Administrative	<u>28,530,253</u>	<u>29,141,458</u>	<u>30,527,121</u>	<u>(1,385,663)</u>
COMMUNITY DEVELOPMENT				
Planning and Development				
Personnel services	1,289,640	1,408,450	1,432,421	(23,971)
Contractual services	103,843	293,671	285,425	8,246
Commodities	52,085	52,085	26,892	25,193
Total Planning and Development	<u>1,445,568</u>	<u>1,754,206</u>	<u>1,744,738</u>	<u>9,468</u>
Total Community Development	<u>1,445,568</u>	<u>1,754,206</u>	<u>1,744,738</u>	<u>9,468</u>
PUBLIC SAFETY				
County Sheriff				
Personnel services	31,310,762	31,246,736	29,863,258	1,383,478
Contractual services	3,095,095	3,175,501	3,053,459	122,042
Commodities	812,267	1,032,767	910,672	122,095
Total County Sheriff	<u>35,218,124</u>	<u>35,455,004</u>	<u>33,827,389</u>	<u>1,627,615</u>
Emergency Management				
Personnel services	241,629	250,679	250,678	1
Contractual services	17,350	37,646	33,230	4,416
Commodities	31,030	27,030	23,546	3,484
Total Emergency Management	<u>290,009</u>	<u>315,355</u>	<u>307,454</u>	<u>7,901</u>

(Continued)

County of McHenry, Illinois
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
PUBLIC SAFETY (Continued)				
County Coroner				
Personnel services	\$ 309,487	\$ 309,487	\$ 308,123	\$ 1,364
Contractual services	129,050	129,050	121,833	7,217
Commodities	9,132	9,132	3,661	5,471
Total County Coroner	447,669	447,669	433,617	14,052
Total Public Safety	35,955,802	36,218,028	34,568,460	1,649,568
JUDICIARY AND COURT RELATED				
Clerk of the Circuit Court				
Personnel services	1,834,549	1,834,549	1,907,622	(73,073)
Contractual services	14,450	14,450	13,188	1,262
Commodities	18,550	18,550	17,630	920
Total Clerk of the Circuit Court	1,867,549	1,867,549	1,938,440	(70,891)
Court Administration				
Personnel services	657,965	699,265	699,231	34
Contractual services	623,800	681,800	680,800	1,000
Commodities	72,787	64,787	62,404	2,383
Total Court Administration	1,354,552	1,445,852	1,442,435	3,417
Court Services				
Personnel services	2,363,100	2,374,475	2,374,493	(18)
Contractual services	497,000	492,000	359,228	132,772
Commodities	16,490	21,490	21,208	282
Total Court Services	2,876,590	2,887,965	2,754,929	133,036
Public Defender				
Personnel services	1,071,073	1,100,436	1,100,432	4
Contractual services	10,550	10,550	7,056	3,494
Commodities	9,929	9,929	6,780	3,149
Total Public Defender	1,091,552	1,120,915	1,114,268	6,647
State's Attorney				
Personnel services	2,646,766	2,723,562	2,723,561	1
Contractual services	160,650	155,150	147,004	8,146
Commodities	41,500	47,000	46,965	35
Total State's Attorney	2,848,916	2,925,712	2,917,530	8,182
Total Judiciary and Court Related	10,039,159	10,247,993	10,167,602	80,391

(Continued)

County of McHenry, Illinois
 SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
 GENERAL FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
PUBLIC HEALTH AND WELFARE				
Health Department				
Personnel services	4,923,839	4,947,954	4,660,334	287,620
Contractual services	854,465	987,379	925,309	62,070
Commodities	416,263	491,800	358,568	133,232
Total Health Department	6,194,567	6,427,133	5,944,211	482,922
Total Public Health and Welfare	6,194,567	6,427,133	5,944,211	482,922
Total Expenditures - Current	82,165,349	83,788,818	82,952,132	836,686
CAPITAL OUTLAY	1,988,944	10,323,564	9,388,823	934,741
DEBT SERVICE				
Principal retirement	871,186	871,186	847,950	23,236
Interest and fiscal charges	30,648	30,648	27,075	3,573
Total Debt Service	901,834	901,834	875,025	26,809
TOTAL EXPENDITURES	\$ 85,056,127	\$ 95,014,216	\$ 93,215,980	\$ 1,798,236

(Concluded)

**NONMAJOR GOVERNMENTAL FUNDS -
COMBINING STATEMENTS**

County of McHenry, Illinois
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
November 30, 2019

	Special Revenue	Debt Service	Permanent	Total Nonmajor Governmental Funds
ASSETS				
Cash and investments	\$ 70,917,674	\$ -	\$ 823,930	\$ 71,741,604
Property taxes receivable	13,619,478	-	-	13,619,478
Other receivables	542,218	-	-	542,218
Due from other governments	7,496,371	-	-	7,496,371
Due from other funds	1,300,316	-	-	1,300,316
Inventory	534,655	-	-	534,655
Total Assets	<u>\$ 94,410,712</u>	<u>\$ -</u>	<u>\$ 823,930</u>	<u>\$ 95,234,642</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 3,929,650	\$ -	\$ -	\$ 3,929,650
Accrued payroll	369,500	-	-	369,500
Due to other funds	1,908,552	-	7,200	1,915,752
Total Liabilities	<u>6,207,702</u>	<u>-</u>	<u>7,200</u>	<u>6,214,902</u>
Deferred Inflows of Resources				
Property taxes levied for future period	13,619,478	-	-	13,619,478
Unavailable revenue	2,117,364	-	-	2,117,364
Total Deferred Inflows of Resources	<u>15,736,842</u>	<u>-</u>	<u>-</u>	<u>15,736,842</u>
Fund Balances				
Nonspendable	534,655	-	816,730	1,351,385
Restricted	69,417,945	-	-	69,417,945
Committed	2,520,696	-	-	2,520,696
Unassigned (deficit)	(7,128)	-	-	(7,128)
Total Fund Balances	<u>72,466,168</u>	<u>-</u>	<u>816,730</u>	<u>73,282,898</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 94,410,712</u>	<u>\$ -</u>	<u>\$ 823,930</u>	<u>\$ 95,234,642</u>

County of McHenry, Illinois
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended November 30, 2019

	Special Revenue	Debt Service	Permanent	Total Nonmajor Governmental Funds
REVENUES				
Charges for services	\$ 4,205,181	\$ -	\$ -	\$ 4,205,181
Licenses and permits	99,568	-	-	99,568
Fines and forfeitures	34,626	-	-	34,626
Grants, contributions, and intergovernmental	15,557,180	-	-	15,557,180
Property taxes	13,878,487	-	-	13,878,487
Sales taxes	10,622,067	-	-	10,622,067
Investment income	1,316,251	-	12,797	1,329,048
Miscellaneous	607,336	-	-	607,336
Total Revenues	46,320,696	-	12,797	46,333,493
EXPENDITURES				
Current				
General and administrative	5,998,466	-	-	5,998,466
Community development	1,531,188	-	-	1,531,188
Transportation	14,950,171	-	-	14,950,171
Public safety	2,071,968	-	-	2,071,968
Judiciary and court related	3,129,805	-	-	3,129,805
Public health and welfare	4,772,430	-	-	4,772,430
Capital outlay	6,495,064	-	-	6,495,064
Debt service				
Principal retirement	8,649	3,855,000	-	3,863,649
Interest and fiscal charges	-	211,555	-	211,555
Total Expenditures	38,957,741	4,066,555	-	43,024,296
Excess (deficiency) of revenues over expenditures	7,362,955	(4,066,555)	12,797	3,309,197
OTHER FINANCING SOURCES (USES)				
Transfers in	9,275,621	4,066,555	-	13,342,176
Transfers out	(11,525,750)	-	(7,200)	(11,532,950)
Total Other Financing Sources (Uses)	(2,250,129)	4,066,555	(7,200)	1,809,226
Net Change in Fund Balances	5,112,826	-	5,597	5,118,423
Fund Balances - Beginning of Year	67,353,342	-	811,133	68,164,475
Fund Balances - End of Year	<u>\$ 72,466,168</u>	<u>\$ -</u>	<u>\$ 816,730</u>	<u>\$ 73,282,898</u>

NONMAJOR SPECIAL REVENUE FUNDS

Veterans' Assistance Commission Bus Fund – to account for expenditures related to the purchase of buses used to transport veterans.

Veterans' Assistance Commission Fund – to account for expenditures to assist veterans. Revenue is from property taxes.

McDot RTA Sales Tax Project Fund – to account for the collection of a sales tax, which is restricted for use on transportation programs. Revenue is from a sales tax.

County Highway Fund – to account for expenditures for highway maintenance and construction. Funding is primarily from property taxes and transfer in from other funds.

Social Security Fund – to account for expenditures related to Social Security payments to the United States government. Revenue is primarily from property taxes.

Coroner's Fund - to account for fees collected by the Coroner that are restricted for expenditures of the Coroner's Office.

Matching Fund – to account for expenditures for road construction. Revenue is from property taxes.

County Bridge Fund – to account for expenditures to construct and maintain County bridges. Revenue is from property taxes.

County Option Motor Fuel Tax Fund – to account for the collection of an optional gasoline tax to be used for road maintenance and repair.

Tuberculosis Care and Treatment Fund – to account for expenditures for the administration of the tuberculosis care program. Revenue is from property taxes.

Maintenance and Child Support Collection Fund – to account for fees charged to obligors to process child support payments.

County Clerk Automation Fund – to account for fees collected to be used for the automation of the County Clerk's Office.

Recorder Automation Fund – to account for Recorder's automation fees to be used to improve the capabilities of the Recorder's office through the application of new technology.

Animal Shelter Fund – to account for expenditures for the maintenance of the animal shelter. Revenue is primarily from donations and contributions.

County Treasurer Automation Fund – to account for the collection of a fee for the upgrading of equipment and programs necessary to assist in the collection and distribution of taxes. The funds are also used for advanced recordkeeping and to microfiche all office records.

Workforce Network Fund – to account for funds received under the Workforce Investment Act (WIA) used for various employment and training programs and services, which help eligible individuals become economically self-sufficient.

Law Library Fund – to account for the operations of the law library. Revenues are from a fee charged on civil court cases.

Special Courts Fund – to account for the activities of the Mental Health Court and the Drug Court. Revenues are primarily from judiciary and court related fees.

Expedited Permit Fund – to account for fees paid by stormwater permit applicants for expediting the review process through an outside engineering firm.

Circuit Court Document Storage Fund – to account for the collection of document storage fees to be used to establish and maintain a document storage system in the office of the Clerk of the Circuit Court.

Probation Service Fee Fund – to account for probation service fees collected from persons sentenced to probation.

HUD Grants Fund – to account for grant funds received from the U.S. Department of Housing and Urban Development (HUD). Grant programs include Community Development Block Grants (CDBG), Home Investment Partnership Program (HOME), and Neighborhood Stabilization Program (NSP). Funds are used to assist communities in meeting their greatest economic and community development needs, with an emphasis upon persons with low to moderate income.

Circuit Court Automation Fund – to account for the collection of court automation fees to be used to establish and maintain automated recordkeeping systems of the Clerk of the Circuit Court.

Illinois Criminal Justice Authority Fund – to account for funds used in the Multi-Jurisdictional Drug Prosecution Program. This program is designed to prosecute all felony narcotics cases, including any correlative forfeiture actions.

Circuit Court Admin Fund – to account for fees that are restricted to the Circuit Clerk's Office.

EMDT Fund- to account for funds used for the purpose of providing drug and alcohol testing along with electronic monitoring services.

Treasurer's Passport Services Fund – to account for the collection of fees and processing of passport applications in the Treasurer's Office.

State's Attorney Automation Fund – to account for the collection of a fee to be used to establish and maintain automated recordkeeping systems of the Office of the State's Attorney.

Public Defenders Records Automation Fund- to account for the collection of a fee to be used to establish and maintain automated recordkeeping systems of the Office of the Public Defender.

DUI Conviction Fund – to account for DUI conviction fines allocated to the County by the Illinois vehicle code to be used for the procurement of law enforcement equipment.

Geographic Information Systems Fund – to account for the collection of fees to be used for the implementation and maintenance of the County's Geographic Information System.

Revolving Loan Fund – to account for monies received from the State of Illinois for community development loans under the Community Development Block Grant Program. The principal and interest repaid on these loans is kept by the County and used to make new community development loans.

Health Scholarship Fund – to account for monies donated for use by the County Board and the Health Department for support of a Public Health Scholarship and research activities.

Senior Services Fund – to account for the revenues and expenditures of the social services – senior citizens tax levy.

RTA Sales Tax Fund – to account for the collection of a sales tax, which is restricted for use on transportation programs.

Public Building Commission Fund – to account for the activities of the Public Building Commission (blended component unit).

Insurance Loss Fund – to account for general liability, property, worker's compensation, and unemployment compensation insurance premiums and claims. Revenue is primarily from property taxes.

Circuit Clerk Electronic Citation Fund – to account for fees that are restricted to the Circuit Clerk's Office.

Motor Fuel Tax Fund – to account for allotments received from the State of Illinois and expenditures for highway construction and maintenance.

Inmate Welfare Fund – to account for jail commissary revenue and other corrections revenue that is restricted for expenditures that promote the welfare of inmates in the County jail.

Regional Office of Education Fund - to account for the acceptance of and all uses of the external fingerprinting monies.

County of McHenry, Illinois
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
November 30, 2019

	Veterans' Assistance Commission Bus Fund	Veterans' Assistance Commission Fund	McDot RTA Sales Tax Project Fund	County Highway Fund
ASSETS				
Cash and investments	\$ 10,109	\$ 316,367	\$ 1	\$ 3,004,634
Property taxes receivable	-	325,000	-	5,873,600
Other receivables	-	-	-	-
Due from other governments	-	-	593,256	74,195
Due from other funds	-	-	521,318	609
Inventory	-	-	-	27,944
Total Assets	\$ 10,109	\$ 641,367	\$ 1,114,575	\$ 8,980,982
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities				
Accounts payable	\$ -	\$ 3,740	\$ 521,318	\$ 86,562
Accrued payroll	-	6,096	-	215,549
Due to other funds	-	18,915	7,126	954,077
Total Liabilities	-	28,751	528,444	1,256,188
Deferred Inflows of Resources				
Property taxes levied for future period	-	325,000	-	5,873,600
Unavailable revenue	-	-	593,256	20,810
Total Deferred Inflows of Resources	-	325,000	593,256	5,894,410
Fund Balances				
Nonspendable	-	-	-	27,944
Restricted	10,109	287,616	-	1,802,440
Committed	-	-	-	-
Unassigned (deficit)	-	-	(7,125)	-
Total Fund Balances	10,109	287,616	(7,125)	1,830,384
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 10,109	\$ 641,367	\$ 1,114,575	\$ 8,980,982

Social Security Fund	Coroner's Fund	Matching Fund	County Bridge Fund	County Option Motor Fuel Tax Fund	Tuberculosis Care and Treatment Fund	Maintenance and Child Support Collection Fund
\$ 3,318,977	\$ 128,521	\$ 9,191,334	\$ 2,721,473	\$ 10,378,535	\$ 244,952	\$ 108,544
3,495,000	-	1,653,483	452,395	-	175,000	-
-	-	-	-	-	-	-
-	-	13,765	63,718	1,121,950	-	-
-	-	-	-	-	-	-
-	-	-	-	462,328	-	-
<u>\$ 6,813,977</u>	<u>\$ 128,521</u>	<u>\$ 10,858,582</u>	<u>\$ 3,237,586</u>	<u>\$ 11,962,813</u>	<u>\$ 419,952</u>	<u>\$ 108,544</u>
\$ -	\$ 3,351	\$ 181,674	\$ 31,762	\$ 298,529	\$ 1,272	\$ -
73,538	-	-	-	-	4,468	-
-	-	-	-	-	23,659	-
<u>73,538</u>	<u>3,351</u>	<u>181,674</u>	<u>31,762</u>	<u>298,529</u>	<u>29,399</u>	<u>-</u>
3,495,000	-	1,653,483	452,395	-	175,000	-
-	-	13,765	63,718	35,374	-	-
<u>3,495,000</u>	<u>-</u>	<u>1,667,248</u>	<u>516,113</u>	<u>35,374</u>	<u>175,000</u>	<u>-</u>
-	-	-	-	462,328	-	-
3,245,439	125,170	9,009,660	2,689,711	11,166,582	215,553	108,544
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>3,245,439</u>	<u>125,170</u>	<u>9,009,660</u>	<u>2,689,711</u>	<u>11,628,910</u>	<u>215,553</u>	<u>108,544</u>
<u>\$ 6,813,977</u>	<u>\$ 128,521</u>	<u>\$ 10,858,582</u>	<u>\$ 3,237,586</u>	<u>\$ 11,962,813</u>	<u>\$ 419,952</u>	<u>\$ 108,544</u>

(Continued)

County of McHenry, Illinois
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
November 30, 2019

	County Clerk Automation Fund	Recorder Automation Fund	Animal Shelter Fund	County Treasurer Automation Fund
ASSETS				
Cash and investments	\$ 87,347	\$ 2,514,988	\$ 34,812	\$ 791,016
Property taxes receivable	-	-	-	-
Other receivables	-	8,416	-	-
Due from other governments	-	-	-	-
Due from other funds	-	-	-	-
Inventory	-	-	-	-
Total Assets	\$ 87,347	\$ 2,523,404	\$ 34,812	\$ 791,016
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities				
Accounts payable	\$ -	\$ 1,414,913	\$ -	\$ 500
Accrued payroll	-	6,456	-	-
Due to other funds	-	72,536	-	-
Total Liabilities	-	1,493,905	-	500
Deferred Inflows of Resources				
Property taxes levied for future period	-	-	-	-
Unavailable revenue	-	5,967	-	-
Total Deferred Inflows of Resources	-	5,967	-	-
Fund Balances				
Nonspendable	-	-	-	-
Restricted	87,347	1,023,532	34,812	790,516
Committed	-	-	-	-
Unassigned (deficit)	-	-	-	-
Total Fund Balances	87,347	1,023,532	34,812	790,516
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 87,347	\$ 2,523,404	\$ 34,812	\$ 791,016

Workforce Network Fund	Law Library Fund	Special Courts Fund	Expedited Permit Fund	Circuit Court Document Storage Fund	Probation Service Fee Fund	HUD Grants Fund
\$ 82,637	\$ 119,035	\$ 115,433	\$ 738	\$ 518,353	\$ 511,128	\$ -
-	-	-	-	-	-	-
1,252	-	-	-	-	-	-
1,733,843	-	53,158	-	-	-	433,559
2,618	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 1,820,350</u>	<u>\$ 119,035</u>	<u>\$ 168,591</u>	<u>\$ 738</u>	<u>\$ 518,353</u>	<u>\$ 511,128</u>	<u>\$ 433,559</u>
\$ 62,744	\$ 11,993	\$ 9,789	\$ -	\$ -	\$ 13,575	\$ 400,545
21,548	-	6,050	-	-	-	3,698
28,503	-	49,337	-	-	452	29,318
<u>112,795</u>	<u>11,993</u>	<u>65,176</u>	<u>-</u>	<u>-</u>	<u>14,027</u>	<u>433,561</u>
-	-	-	-	-	-	-
1,384,473	-	-	-	-	-	1
<u>1,384,473</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1</u>
-	-	-	-	-	-	-
323,082	107,042	103,415	738	518,353	497,101	-
-	-	-	-	-	-	-
-	-	-	-	-	-	(3)
<u>323,082</u>	<u>107,042</u>	<u>103,415</u>	<u>738</u>	<u>518,353</u>	<u>497,101</u>	<u>(3)</u>
<u>\$ 1,820,350</u>	<u>\$ 119,035</u>	<u>\$ 168,591</u>	<u>\$ 738</u>	<u>\$ 518,353</u>	<u>\$ 511,128</u>	<u>\$ 433,559</u>

(Continued)

County of McHenry, Illinois
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
November 30, 2019

	Circuit Court Automation Fund	Illinois Criminal Justice Authority Fund	Circuit Court Admin Fund	EMDT Fund
ASSETS				
Cash and investments	\$ 668,386	\$ 5,367	\$ 210,202	\$ 110
Property taxes receivable	-	-	-	-
Other receivables	-	-	-	-
Due from other governments	-	-	-	-
Due from other funds	-	-	-	-
Inventory	-	-	-	-
Total Assets	\$ 668,386	\$ 5,367	\$ 210,202	\$ 110
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities				
Accounts payable	\$ -	\$ -	\$ 266	\$ -
Accrued payroll	-	-	4,885	-
Due to other funds	10,941	-	-	-
Total Liabilities	10,941	-	5,151	-
Deferred Inflows of Resources				
Property taxes levied for future period	-	-	-	-
Unavailable revenue	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
Fund Balances				
Nonspendable	-	-	-	-
Restricted	657,445	5,367	205,051	110
Committed	-	-	-	-
Unassigned (deficit)	-	-	-	-
Total Fund Balances	657,445	5,367	205,051	110
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 668,386	\$ 5,367	\$ 210,202	\$ 110

Treasurer's Passport Services Fund	State's Attorney Automation Fund	Public Defenders Records Automation Fund	DUI Conviction Fund	Geographic Information Systems Fund	Revolving Loan Fund	Health Scholarship Fund
\$ 514,007	\$ 40,454	\$ 1,204	\$ 225,547	\$ 332,736	\$ 1,614,541	\$ 6,322
-	-	-	-	-	-	-
-	-	-	-	140,000	392,550	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 514,007</u>	<u>\$ 40,454</u>	<u>\$ 1,204</u>	<u>\$ 225,547</u>	<u>\$ 472,736</u>	<u>\$ 2,007,091</u>	<u>\$ 6,322</u>
\$ 402	\$ -	\$ -	\$ 4,057	\$ 29,724	\$ -	\$ 500
-	-	-	-	7,567	-	-
-	-	-	-	81,828	-	-
<u>402</u>	<u>-</u>	<u>-</u>	<u>4,057</u>	<u>119,119</u>	<u>-</u>	<u>500</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	40,454	1,204	221,490	353,617	-	5,822
513,605	-	-	-	-	2,007,091	-
-	-	-	-	-	-	-
<u>513,605</u>	<u>40,454</u>	<u>1,204</u>	<u>221,490</u>	<u>353,617</u>	<u>2,007,091</u>	<u>5,822</u>
<u>\$ 514,007</u>	<u>\$ 40,454</u>	<u>\$ 1,204</u>	<u>\$ 225,547</u>	<u>\$ 472,736</u>	<u>\$ 2,007,091</u>	<u>\$ 6,322</u>

(Continued)

County of McHenry, Illinois
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
November 30, 2019

	Senior Services Fund	RTA Sales Tax Fund	Public Building Commission Fund	Insurance Loss Fund
ASSETS				
Cash and investments	\$ 2,285,140	\$ 14,865,399	\$ 6,906	\$ 7,211,324
Property taxes receivable	1,645,000	-	-	-
Other receivables	-	-	-	-
Due from other governments	-	2,684,858	-	-
Due from other funds	-	7,126	-	768,645
Inventory	-	-	-	-
Total Assets	<u>\$ 3,930,140</u>	<u>\$ 17,557,383</u>	<u>\$ 6,906</u>	<u>\$ 7,979,969</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 451,785	\$ -	\$ 930	\$ 53,458
Accrued payroll	46	-	-	19,299
Due to other funds	-	521,318	-	110,542
Total Liabilities	<u>451,831</u>	<u>521,318</u>	<u>930</u>	<u>183,299</u>
Deferred Inflows of Resources				
Property taxes levied for future period	1,645,000	-	-	-
Unavailable revenue	-	-	-	-
Total Deferred Inflows of Resources	<u>1,645,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances				
Nonspendable	-	-	-	-
Restricted	1,833,309	17,036,065	5,976	7,796,670
Committed	-	-	-	-
Unassigned (deficit)	-	-	-	-
Total Fund Balances	<u>1,833,309</u>	<u>17,036,065</u>	<u>5,976</u>	<u>7,796,670</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 3,930,140</u>	<u>\$ 17,557,383</u>	<u>\$ 6,906</u>	<u>\$ 7,979,969</u>

Circuit Clerk Electronic Citation Fund	Motor Fuel Tax Fund	Inmate Welfare Fund	Regional Office of Education Fund	Totals
\$ 89,327	\$ 7,356,167	\$ 1,250,079	\$ 35,522	\$ 70,917,674
-	-	-	-	13,619,478
-	-	-	-	542,218
-	724,069	-	-	7,496,371
-	-	-	-	1,300,316
-	44,383	-	-	534,655
<u>\$ 89,327</u>	<u>\$ 8,124,619</u>	<u>\$ 1,250,079</u>	<u>\$ 35,522</u>	<u>\$ 94,410,712</u>
\$ 1	\$ 326,984	\$ 15,170	\$ 4,106	\$ 3,929,650
-	-	-	300	369,500
-	-	-	-	1,908,552
<u>1</u>	<u>326,984</u>	<u>15,170</u>	<u>4,406</u>	<u>6,207,702</u>
-	-	-	-	13,619,478
-	-	-	-	2,117,364
-	-	-	-	15,736,842
-	44,383	-	-	534,655
89,326	7,753,252	1,234,909	31,116	69,417,945
-	-	-	-	2,520,696
-	-	-	-	(7,128)
<u>89,326</u>	<u>7,797,635</u>	<u>1,234,909</u>	<u>31,116</u>	<u>72,466,168</u>
<u>\$ 89,327</u>	<u>\$ 8,124,619</u>	<u>\$ 1,250,079</u>	<u>\$ 35,522</u>	<u>\$ 94,410,712</u>

County of McHenry, Illinois
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 For the Year Ended November 30, 2019

	Veterans' Assistance Commission Bus Fund	Veterans' Assistance Commission Fund	McDot RTA Sales Tax Project Fund	County Highway Fund
REVENUES				
Charges for services	\$ -	\$ -	\$ 13,438	\$ 1,562
Licenses and permits	-	-	-	99,568
Fines and forfeitures	-	-	-	-
Grants, contributions, and intergovernmental	-	-	1,623,602	-
Property taxes	-	399,209	-	5,799,786
Sales taxes	-	-	-	-
Investment income	225	-	-	91,502
Miscellaneous	4,146	-	41,650	71,658
	<u>4,371</u>	<u>399,209</u>	<u>1,678,690</u>	<u>6,064,076</u>
Total Revenues				
EXPENDITURES				
Current				
General and administrative	-	-	-	-
Community development	-	-	-	-
Transportation	-	-	3,455,986	6,700,161
Public safety	-	-	-	-
Judiciary and court related	-	-	-	-
Public health and welfare	-	421,236	-	-
Capital outlay	-	-	2,639,530	749,107
Debt service	-	-	-	-
Principal retirement	-	-	-	-
	<u>-</u>	<u>421,236</u>	<u>6,095,516</u>	<u>7,449,268</u>
Total Expenditures				
Excess (deficiency) of revenues over expenditures	<u>4,371</u>	<u>(22,027)</u>	<u>(4,416,826)</u>	<u>(1,385,192)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	4,409,701	-
Transfers out	-	-	(4,865,919)	-
	<u>-</u>	<u>-</u>	<u>(456,218)</u>	<u>-</u>
Total Other Financing Sources (Uses)				
Net Change in Fund Balances	<u>4,371</u>	<u>(22,027)</u>	<u>(4,873,044)</u>	<u>(1,385,192)</u>
Fund Balances - Beginning of Year (deficit)	<u>5,738</u>	<u>309,643</u>	<u>4,865,919</u>	<u>3,215,576</u>
Fund Balances - End of Year (deficit)	<u>\$ 10,109</u>	<u>\$ 287,616</u>	<u>\$ (7,125)</u>	<u>\$ 1,830,384</u>

Social Security Fund	Coroner's Fund	Matching Fund	County Bridge Fund	County Option Motor Fuel Tax Fund	Tuberculosis Care and Treatment Fund	Maintenance and Child Support Collection Fund
\$ -	\$ 64,488	\$ -	\$ -	\$ -	\$ 4,204	\$ 73,329
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	231,477	4,302,949	-	-
3,637,631	-	1,726,491	499,029	-	174,685	-
-	-	-	-	-	-	-
71,308	3,149	181,757	59,782	201,281	5,738	2,284
497	-	16,235	-	40,436	-	-
<u>3,709,436</u>	<u>67,637</u>	<u>1,924,483</u>	<u>790,288</u>	<u>4,544,666</u>	<u>184,627</u>	<u>75,613</u>
767,078	-	-	-	-	-	-
138,873	-	-	-	-	-	-
-	-	303,294	222,547	1,705,792	-	-
1,816,476	59,819	-	-	-	-	-
948,746	-	-	-	-	-	80,000
400,249	-	-	-	-	276,127	-
-	-	288,160	382,258	250,922	-	-
-	-	-	-	-	-	-
<u>4,071,422</u>	<u>59,819</u>	<u>591,454</u>	<u>604,805</u>	<u>1,956,714</u>	<u>276,127</u>	<u>80,000</u>
<u>(361,986)</u>	<u>7,818</u>	<u>1,333,029</u>	<u>185,483</u>	<u>2,587,952</u>	<u>(91,500)</u>	<u>(4,387)</u>
-	-	-	-	-	-	-
-	(9,000)	-	-	-	-	-
-	(9,000)	-	-	-	-	-
<u>(361,986)</u>	<u>(1,182)</u>	<u>1,333,029</u>	<u>185,483</u>	<u>2,587,952</u>	<u>(91,500)</u>	<u>(4,387)</u>
<u>3,607,425</u>	<u>126,352</u>	<u>7,676,631</u>	<u>2,504,228</u>	<u>9,040,958</u>	<u>307,053</u>	<u>112,931</u>
<u>\$ 3,245,439</u>	<u>\$ 125,170</u>	<u>\$ 9,009,660</u>	<u>\$ 2,689,711</u>	<u>\$ 11,628,910</u>	<u>\$ 215,553</u>	<u>\$ 108,544</u>

(Continued)

County of McHenry, Illinois
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 For the Year Ended November 30, 2019

	County Clerk Automation Fund	Recorder Automation Fund	Animal Shelter Fund	County Treasurer Automation Fund
REVENUES				
Charges for services	\$ 32,576	\$ 448,453	\$ 5,389	\$ 106,483
Licenses and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Grants, contributions, and intergovernmental	-	-	-	-
Property taxes	-	-	-	-
Sales taxes	-	-	-	-
Investment income	1,684	57,239	724	16,804
Miscellaneous	-	-	-	-
Total Revenues	34,260	505,692	6,113	123,287
EXPENDITURES				
Current				
General and administrative	3,981	714,597	-	100,432
Community development	-	-	-	-
Transportation	-	-	-	-
Public safety	-	-	-	-
Judiciary and court related	-	-	-	-
Public health and welfare	-	-	1,739	-
Capital outlay	7,963	1,400,000	-	-
Debt service				
Principal retirement	-	-	-	-
Total Expenditures	11,944	2,114,597	1,739	100,432
Excess (deficiency) of revenues over expenditures	22,316	(1,608,905)	4,374	22,855
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	22,316	(1,608,905)	4,374	22,855
Fund Balances - Beginning of Year (deficit)	65,031	2,632,437	30,438	767,661
Fund Balances - End of Year (deficit)	<u>\$ 87,347</u>	<u>\$ 1,023,532</u>	<u>\$ 34,812</u>	<u>\$ 790,516</u>

Workforce Network Fund	Law Library Fund	Special Courts Fund	Expedited Permit Fund	Circuit Court Document Storage Fund	Probation Service Fee Fund	HUD Grants Fund
\$ -	\$ 182,297	\$ 215,736	\$ 1,386	\$ 569,164	\$ 318,292	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
1,996,706	10,000	507,966	-	-	-	1,425,854
-	-	-	-	-	-	-
-	-	-	-	-	-	-
2,894	3,196	-	-	8,031	10,881	-
-	-	-	-	-	8,103	-
<u>1,999,600</u>	<u>195,493</u>	<u>723,702</u>	<u>1,386</u>	<u>577,195</u>	<u>337,276</u>	<u>1,425,854</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	1,392,315
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	150,139	755,289	-	378,114	229,272	-
1,979,715	-	-	-	-	-	-
-	-	14,646	-	-	-	-
8,649	-	-	-	-	-	-
<u>1,988,364</u>	<u>150,139</u>	<u>769,935</u>	<u>-</u>	<u>378,114</u>	<u>229,272</u>	<u>1,392,315</u>
<u>11,236</u>	<u>45,354</u>	<u>(46,233)</u>	<u>1,386</u>	<u>199,081</u>	<u>108,004</u>	<u>33,539</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>11,236</u>	<u>45,354</u>	<u>(46,233)</u>	<u>1,386</u>	<u>199,081</u>	<u>108,004</u>	<u>33,539</u>
<u>311,846</u>	<u>61,688</u>	<u>149,648</u>	<u>(648)</u>	<u>319,272</u>	<u>389,097</u>	<u>(33,542)</u>
<u>\$ 323,082</u>	<u>\$ 107,042</u>	<u>\$ 103,415</u>	<u>\$ 738</u>	<u>\$ 518,353</u>	<u>\$ 497,101</u>	<u>\$ (3)</u>

(Continued)

County of McHenry, Illinois
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
For the Year Ended November 30, 2019

	Circuit Court Automation Fund	Illinois Criminal Justice Authority Fund	Circuit Court Admin Fund	EMDT Fund
REVENUES				
Charges for services	\$ 598,690	\$ -	\$ 135,937	\$ -
Licenses and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Grants, contributions, and intergovernmental	-	98,418	-	-
Property taxes	-	-	-	-
Sales taxes	-	-	-	-
Investment income	11,535	3,053	3,344	-
Miscellaneous	-	-	-	-
Total Revenues	610,225	101,471	139,281	-
EXPENDITURES				
Current				
General and administrative	-	-	-	-
Community development	-	-	-	-
Transportation	-	-	-	-
Public safety	-	-	-	-
Judiciary and court related	399,730	98,417	50,098	-
Public health and welfare	-	-	-	-
Capital outlay	-	-	19,175	-
Debt service	-	-	-	-
Principal retirement	-	-	-	-
Total Expenditures	399,730	98,417	69,273	-
Excess (deficiency) of revenues over expenditures	210,495	3,054	70,008	-
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	210,495	3,054	70,008	-
Fund Balances - Beginning of Year (deficit)	446,950	2,313	135,043	110
Fund Balances - End of Year (deficit)	<u>\$ 657,445</u>	<u>\$ 5,367</u>	<u>\$ 205,051</u>	<u>\$ 110</u>

Treasurer's Passport Services Fund	State's Attorney Automation Fund	Public Defenders Records Automation Fund	DUI Conviction Fund	Geographic Information Systems Fund	Revolving Loan Fund	Health Scholarship Fund
\$ 105,522	\$ 17,142	\$ 1,201	\$ -	\$ 656,442	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	34,626	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
10,991	722	3	-	11,809	43,423	98
-	-	-	-	-	-	-
<u>116,513</u>	<u>17,864</u>	<u>1,204</u>	<u>34,626</u>	<u>668,251</u>	<u>43,423</u>	<u>98</u>
73,932	-	-	-	1,105,544	677	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	4,281	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>73,932</u>	<u>-</u>	<u>-</u>	<u>4,281</u>	<u>1,105,544</u>	<u>677</u>	<u>-</u>
<u>42,581</u>	<u>17,864</u>	<u>1,204</u>	<u>30,345</u>	<u>(437,293)</u>	<u>42,746</u>	<u>98</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>42,581</u>	<u>17,864</u>	<u>1,204</u>	<u>30,345</u>	<u>(437,293)</u>	<u>42,746</u>	<u>98</u>
<u>471,024</u>	<u>22,590</u>	<u>-</u>	<u>191,145</u>	<u>790,910</u>	<u>1,964,345</u>	<u>5,724</u>
<u>\$ 513,605</u>	<u>\$ 40,454</u>	<u>\$ 1,204</u>	<u>\$ 221,490</u>	<u>\$ 353,617</u>	<u>\$ 2,007,091</u>	<u>\$ 5,822</u>

(Continued)

County of McHenry, Illinois
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 For the Year Ended November 30, 2019

	Senior Services Fund	RTA Sales Tax Fund	Public Building Commission Fund	Insurance Loss Fund
REVENUES				
Charges for services	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Grants, contributions, and intergovernmental	-	-	-	-
Property taxes	1,641,656	-	-	-
Sales taxes	-	10,622,067	-	-
Investment income	48,981	246,438	3,157	36,132
Miscellaneous	-	-	-	416,973
Total Revenues	1,690,637	10,868,505	3,157	453,105
EXPENDITURES				
Current				
General and administrative	-	-	7,516	3,160,415
Community development	-	-	-	-
Transportation	-	-	-	-
Public safety	-	-	-	-
Judiciary and court related	-	-	-	-
Public health and welfare	1,693,364	-	-	-
Capital outlay	-	99,004	-	25,417
Debt service				
Principal retirement	-	-	-	-
Total Expenditures	1,693,364	99,004	7,516	3,185,832
Excess (deficiency) of revenues over expenditures	(2,727)	10,769,501	(4,359)	(2,732,727)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	4,865,920	-	-
Transfers out	-	(6,650,831)	-	-
Total Other Financing Sources (Uses)	-	(1,784,911)	-	-
Net Change in Fund Balances	(2,727)	8,984,590	(4,359)	(2,732,727)
Fund Balances - Beginning of Year (deficit)	1,836,036	8,051,475	10,335	10,529,397
Fund Balances - End of Year (deficit)	<u>\$ 1,833,309</u>	<u>\$ 17,036,065</u>	<u>\$ 5,976</u>	<u>\$ 7,796,670</u>

Circuit Clerk Electronic Citation Fund	Motor Fuel Tax Fund	Inmate Welfare Fund	Regional Office of Education Fund	Totals
\$ 90,403	\$ 82,500	\$ 480,547	\$ -	\$ 4,205,181
-	-	-	-	99,568
-	-	-	-	34,626
-	5,310,242	-	49,966	15,557,180
-	-	-	-	13,878,487
-	-	-	-	10,622,067
880	152,666	23,345	1,195	1,316,251
-	-	7,638	-	607,336
91,283	5,545,408	511,530	51,161	46,320,696
-	-	-	64,294	5,998,466
-	-	-	-	1,531,188
-	2,562,391	-	-	14,950,171
-	-	191,392	-	2,071,968
40,000	-	-	-	3,129,805
-	-	-	-	4,772,430
-	609,763	9,119	-	6,495,064
-	-	-	-	8,649
40,000	3,172,154	200,511	64,294	38,957,741
51,283	2,373,254	311,019	(13,133)	7,362,955
-	-	-	-	9,275,621
-	-	-	-	(11,525,750)
-	-	-	-	(2,250,129)
51,283	2,373,254	311,019	(13,133)	5,112,826
38,043	5,424,381	923,890	44,249	67,353,342
\$ 89,326	\$ 7,797,635	\$ 1,234,909	\$ 31,116	\$ 72,466,168

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 VETERANS' ASSISTANCE COMMISSION BUS FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Investment income	\$ 60	\$ 60	\$ 225	\$ 165
Miscellaneous	750	750	4,146	3,396
Total Revenues	<u>810</u>	<u>810</u>	<u>4,371</u>	<u>3,561</u>
EXPENDITURES				
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ 810</u>	<u>\$ 810</u>	4,371	<u>\$ 3,561</u>
Fund Balance - Beginning of Year			<u>5,738</u>	
Fund Balance - End of Year			<u>\$ 10,109</u>	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 VETERANS' ASSISTANCE COMMISSION FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Property taxes	\$ 400,000	\$ 400,000	\$ 399,209	\$ (791)
Total Revenues	<u>400,000</u>	<u>400,000</u>	<u>399,209</u>	<u>(791)</u>
EXPENDITURES				
Current				
Public health and welfare				
Personnel services	354,849	354,849	327,150	27,699
Contractual services	221,950	221,950	79,702	142,248
Commodities	21,300	21,300	14,384	6,916
Total Expenditures	<u>598,099</u>	<u>598,099</u>	<u>421,236</u>	<u>176,863</u>
Net Change in Fund Balance	<u>\$ (198,099)</u>	<u>\$ (198,099)</u>	(22,027)	<u>\$ 176,072</u>
Fund Balance - Beginning of Year			<u>309,643</u>	
Fund Balance - End of Year			<u>\$ 287,616</u>	

County of McHenry, Illinois
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
McDOT RTA SALES TAX PROJECT FUND
For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Charges for services	\$ 10,000	\$ 10,000	\$ 13,438	\$ 3,438
Grants, contributions, and intergovernmental	740,000	740,000	1,623,602	883,602
Miscellaneous	-	-	41,650	41,650
Total Revenues	750,000	750,000	1,678,690	928,690
EXPENDITURES				
Current				
Transportation				
Contractual services	4,897,000	7,028,451	3,455,986	3,572,465
Capital outlay	6,034,542	14,039,207	2,639,530	11,399,677
Total Expenditures	10,931,542	21,067,658	6,095,516	14,972,142
Excess (deficiency) of revenues over expenditures	<u>(10,181,542)</u>	<u>(20,317,658)</u>	<u>(4,416,826)</u>	<u>15,900,832</u>
OTHER FINANCING SOURCES AND (USES)				
Transfers in	10,206,542	10,206,542	4,409,701	(5,796,841)
Transfers out	-	-	(4,865,919)	(4,865,919)
Total Other Financing Sources	10,206,542	10,206,542	(456,218)	(10,662,760)
Net Change in Fund Balance	<u>\$ 25,000</u>	<u>\$ (10,111,116)</u>	(4,873,044)	<u>\$ 5,238,072</u>
Fund Balance - Beginning of Year			<u>4,865,919</u>	
Fund Balance - End of Year			<u><u>\$ (7,125)</u></u>	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 COUNTY HIGHWAY FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Charges for services	\$ 181,417	\$ 181,417	\$ 1,562	\$ (179,855)
Licenses and permits	86,000	86,000	99,568	13,568
Property taxes	6,555,268	5,811,615	5,799,786	(11,829)
Investment income	35,000	35,000	91,502	56,502
Miscellaneous	66,000	66,000	71,658	5,658
Total Revenues	6,923,685	6,180,032	6,064,076	(115,956)
EXPENDITURES				
Current				
Transportation				
Personnel services	5,469,937	5,469,937	5,273,227	196,710
Contractual services	725,887	783,576	673,321	110,255
Commodities	791,800	791,800	753,613	38,187
Capital outlay	628,178	628,178	749,107	(120,929)
Total Expenditures	7,615,802	7,673,491	7,449,268	224,223
Net Change in Fund Balance	\$ (692,117)	\$ (1,493,459)	(1,385,192)	\$ 108,267
Fund Balance - Beginning of Year			3,215,576	
Fund Balance - End of Year			<u>\$ 1,830,384</u>	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 SOCIAL SECURITY FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Property taxes	\$ 3,975,000	\$ 3,645,000	\$ 3,637,631	\$ (7,369)
Investment income	20,000	20,000	71,308	51,308
Miscellaneous	-	-	497	497
Total Revenues	<u>3,995,000</u>	<u>3,665,000</u>	<u>3,709,436</u>	<u>44,436</u>
EXPENDITURES				
Current				
Personnel services				
General and administrative	801,792	801,792	767,078	34,714
Community development	145,158	145,158	138,873	6,285
Public Safety	1,898,681	1,898,681	1,816,476	82,205
Judiciary and court related	991,682	991,682	948,746	42,936
Public health and welfare	418,362	418,362	400,249	18,113
Total Expenditures	<u>4,255,675</u>	<u>4,255,675</u>	<u>4,071,422</u>	<u>184,253</u>
Net Change in Fund Balance	<u>\$ (260,675)</u>	<u>\$ (590,675)</u>	<u>(361,986)</u>	<u>\$ 228,689</u>
Fund Balance - Beginning of Year			<u>3,607,425</u>	
Fund Balance - End of Year			<u>\$ 3,245,439</u>	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 CORONER'S FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Charges for services	\$ 64,000	\$ 64,000	\$ 64,488	\$ 488
Grants, contributions, and intergovernmental	4,477	4,477	-	(4,477)
Investment income	400	400	3,149	2,749
Miscellaneous	-	36,659	-	(36,659)
Total Revenues	<u>68,877</u>	<u>105,536</u>	<u>67,637</u>	<u>(37,899)</u>
EXPENDITURES				
Current				
Public safety				
Personnel services	9,797	9,797	8,513	1,284
Contractual services	81,700	81,700	41,480	40,220
Commodities	11,000	11,000	9,826	1,174
Total Expenditures	<u>102,497</u>	<u>102,497</u>	<u>59,819</u>	<u>42,678</u>
Excess (deficiency) of revenues over expenditures	<u>(33,620)</u>	<u>3,039</u>	<u>7,818</u>	<u>4,779</u>
OTHER FINANCING SOURCES AND (USES)				
Transfers out	<u>(9,000)</u>	<u>(9,000)</u>	<u>(9,000)</u>	<u>-</u>
Total Other Financing Sources	<u>(9,000)</u>	<u>(9,000)</u>	<u>(9,000)</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ (42,620)</u>	<u>\$ (5,961)</u>	<u>(1,182)</u>	<u>\$ 4,779</u>
Fund Balance - Beginning of Year			<u>126,352</u>	
Fund Balance - End of Year			<u>\$ 125,170</u>	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 MATCHING FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Property taxes	\$ 1,837,507	\$ 1,730,000	\$ 1,726,491	\$ (3,509)
Investment income	60,000	60,000	181,757	121,757
Miscellaneous	-	-	16,235	16,235
Total Revenues	<u>1,897,507</u>	<u>1,790,000</u>	<u>1,924,483</u>	<u>134,483</u>
EXPENDITURES				
Current				
Transportation				
Contractual services	-	303,320	303,294	26
Capital outlay	1,674,844	998,614	288,160	710,454
Total Expenditures	<u>1,674,844</u>	<u>1,301,934</u>	<u>591,454</u>	<u>710,480</u>
Net Change in Fund Balance	<u>\$ 222,663</u>	<u>\$ 488,066</u>	1,333,029	<u>\$ 844,963</u>
Fund Balance - Beginning of Year			<u>7,676,631</u>	
Fund Balance - End of Year			<u>\$ 9,009,660</u>	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 COUNTY BRIDGE FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Grants, contributions, and intergovernmental	\$ 560,000	\$ 560,000	\$ 231,477	\$ (328,523)
Property taxes	500,000	500,000	499,029	(971)
Investment income	13,000	13,000	59,782	46,782
Total Revenues	<u>1,073,000</u>	<u>1,073,000</u>	<u>790,288</u>	<u>(282,712)</u>
EXPENDITURES				
Current				
Transportation				
Contractual services	417,351	712,524	222,547	489,977
Capital outlay	-	460,984	382,258	78,726
Total Expenditures	<u>417,351</u>	<u>1,173,508</u>	<u>604,805</u>	<u>568,703</u>
Net Change in Fund Balance	<u>\$ 655,649</u>	<u>\$ (100,508)</u>	185,483	<u>\$ 285,991</u>
Fund Balance - Beginning of Year			<u>2,504,228</u>	
Fund Balance - End of Year			<u>\$ 2,689,711</u>	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 COUNTY OPTION MOTOR FUEL TAX FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Grants, contributions, and intergovernmental	\$ 4,970,000	\$ 4,970,000	\$ 4,302,949	\$ (667,051)
Investment income	50,000	50,000	201,281	151,281
Miscellaneous	-	-	40,436	40,436
Total Revenues	5,020,000	5,020,000	4,544,666	(475,334)
EXPENDITURES				
Current				
Transportation				
Contractual services	1,662,135	2,680,714	995,754	1,684,960
Commodities	911,838	1,308,318	710,038	598,280
Capital outlay	2,300,049	5,848,581	250,922	5,597,659
Total Expenditures	4,874,022	9,837,613	1,956,714	7,880,899
Net Change in Fund Balance	\$ 145,978	\$ (4,817,613)	2,587,952	\$ 7,405,565
Fund Balance - Beginning of Year			9,040,958	
Fund Balance - End of Year			\$ 11,628,910	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 TUBERCULOSIS CARE AND TREATMENT FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Charges for services	\$ 6,000	\$ 6,000	\$ 4,204	\$ (1,796)
Property taxes	250,025	175,025	174,685	(340)
Investment income	5,000	5,000	5,738	738
Total Revenues	<u>261,025</u>	<u>186,025</u>	<u>184,627</u>	<u>(1,398)</u>
EXPENDITURES				
Current				
Public health and welfare				
Personnel services	268,927	268,927	222,166	46,761
Contractual services	55,550	55,550	49,180	6,370
Commodities	19,050	19,050	4,781	14,269
Total Expenditures	<u>343,527</u>	<u>343,527</u>	<u>276,127</u>	<u>67,400</u>
Net Change in Fund Balance	<u>\$ (82,502)</u>	<u>\$ (157,502)</u>	<u>(91,500)</u>	<u>\$ 66,002</u>
Fund Balance - Beginning of Year			<u>307,053</u>	
Fund Balance - End of Year			<u>\$ 215,553</u>	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 MAINTENANCE AND CHILD SUPPORT COLLECTION FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Charges for services	\$ 85,000	\$ 85,000	\$ 73,329	\$ (11,671)
Investment income	1,200	1,200	2,284	1,084
Total Revenues	<u>86,200</u>	<u>86,200</u>	<u>75,613</u>	<u>(10,587)</u>
EXPENDITURES				
Current				
Judiciary and court related				
Contractual services	80,000	80,000	80,000	-
Total Expenditures	<u>80,000</u>	<u>80,000</u>	<u>80,000</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ 6,200</u>	<u>\$ 6,200</u>	(4,387)	<u>\$ (10,587)</u>
Fund Balance - Beginning of Year			<u>112,931</u>	
Fund Balance - End of Year			<u>\$ 108,544</u>	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 COUNTY CLERK AUTOMATION FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Charges for services	\$ 13,000	\$ 13,000	\$ 32,576	\$ 19,576
Investment income	400	400	1,684	1,284
Total Revenues	<u>13,400</u>	<u>13,400</u>	<u>34,260</u>	<u>20,860</u>
EXPENDITURES				
Current				
General and administrative				
Contractual services	-	7,000	3,981	3,019
Capital outlay	1,000	11,500	7,963	3,537
Total Expenditures	<u>1,000</u>	<u>18,500</u>	<u>11,944</u>	<u>6,556</u>
Net Change in Fund Balance	<u>\$ 12,400</u>	<u>\$ (5,100)</u>	22,316	<u>\$ 27,416</u>
Fund Balance - Beginning of Year			<u>65,031</u>	
Fund Balance - End of Year			<u>\$ 87,347</u>	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 RECORDER AUTOMATION FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Charges for services	\$ 510,250	\$ 510,250	\$ 448,453	\$ (61,797)
Investment income	25,000	25,000	57,239	32,239
Miscellaneous	2,000	2,000	-	(2,000)
Total Revenues	<u>537,250</u>	<u>537,250</u>	<u>505,692</u>	<u>(31,558)</u>
EXPENDITURES				
Current				
General and administrative				
Personnel services	630,416	630,416	500,253	130,163
Contractual services	215,500	215,500	197,478	18,022
Commodities	19,750	19,750	16,866	2,884
Capital outlay	-	1,400,000	1,400,000	-
Principal retirement	9,716	9,716	-	9,716
Total Expenditures	<u>875,382</u>	<u>2,275,382</u>	<u>2,114,597</u>	<u>160,785</u>
Net Change in Fund Balance	<u>\$ (338,132)</u>	<u>\$ (1,738,132)</u>	<u>(1,608,905)</u>	<u>\$ 129,227</u>
Fund Balance - Beginning of Year			<u>2,632,437</u>	
Fund Balance - End of Year			<u>\$ 1,023,532</u>	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 ANIMAL SHELTER FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Charges for services	\$ 2,500	\$ 2,500	\$ 5,389	\$ 2,889
Investment income	100	100	724	624
Total Revenues	<u>2,600</u>	<u>2,600</u>	<u>6,113</u>	<u>3,513</u>
EXPENDITURES				
Current				
Public health and welfare				
Contractual services	4,000	4,000	1,739	2,261
Commodities	8,000	8,000	-	8,000
Total Expenditures	<u>12,000</u>	<u>12,000</u>	<u>1,739</u>	<u>10,261</u>
Net Change in Fund Balance	<u>\$ (9,400)</u>	<u>\$ (9,400)</u>	4,374	<u>\$ 13,774</u>
Fund Balance - Beginning of Year			<u>30,438</u>	
Fund Balance - End of Year			<u>\$ 34,812</u>	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 COUNTY TREASURER AUTOMATION FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Charges for services	\$ 110,000	\$ 110,000	\$ 106,483	\$ (3,517)
Investment income	11,000	11,000	16,804	5,804
Total Revenues	<u>121,000</u>	<u>121,000</u>	<u>123,287</u>	<u>2,287</u>
EXPENDITURES				
Current				
General and administrative				
Personnel services	57,674	57,674	56,970	704
Contractual services	53,500	53,500	39,068	14,432
Commodities	5,900	5,900	4,394	1,506
Total Expenditures	<u>117,074</u>	<u>117,074</u>	<u>100,432</u>	<u>16,642</u>
Net Change in Fund Balance	<u>\$ 3,926</u>	<u>\$ 3,926</u>	22,855	<u>\$ 18,929</u>
Fund Balance - Beginning of Year			<u>767,661</u>	
Fund Balance - End of Year			<u>\$ 790,516</u>	

County of McHenry, Illinois
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
WORKFORCE NETWORK FUND
For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Grants, contributions, and intergovernmental	\$ 1,934,156	\$ 2,282,890	\$ 1,996,706	\$ (286,184)
Investment income	950	950	2,894	1,944
Total Revenues	1,935,106	2,283,840	1,999,600	(284,240)
EXPENDITURES				
Current				
Public health and welfare				
Personnel services	1,181,276	1,292,106	1,021,631	270,475
Contractual services	749,689	982,700	942,804	39,896
Commodities	39,223	44,116	15,280	28,836
Debt service				
Principal retirement	9,058	9,058	8,649	409
Total Expenditures	1,979,246	2,327,980	1,988,364	339,616
Excess (deficiency) of revenues over expenditures	(44,140)	(44,140)	11,236	55,376
OTHER FINANCING SOURCES AND (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources	-	-	-	-
Net Change in Fund Balance	\$ (44,140)	\$ (44,140)	11,236	\$ 55,376
Fund Balance - Beginning of Year			311,846	
Fund Balance - End of Year			<u>\$ 323,082</u>	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 LAW LIBRARY FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Charges for services	\$ 173,000	\$ 173,000	\$ 182,297	\$ 9,297
Grants, contributions, and intergovernmental	-	10,000	10,000	-
Investment income	600	600	3,196	2,596
Total Revenues	<u>173,600</u>	<u>183,600</u>	<u>195,493</u>	<u>11,893</u>
EXPENDITURES				
Current				
Judiciary and court related				
Personnel services	72,050	72,050	72,051	(1)
Contractual services	7,600	16,100	9,085	7,015
Commodities	81,400	82,900	69,003	13,897
Total Expenditures	<u>161,050</u>	<u>171,050</u>	<u>150,139</u>	<u>20,911</u>
Net Change in Fund Balance	<u>\$ 12,550</u>	<u>\$ 12,550</u>	45,354	<u>\$ 32,804</u>
Fund Balance - Beginning of Year			<u>61,688</u>	
Fund Balance - End of Year			<u>\$ 107,042</u>	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 SPECIAL COURTS FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Charges for services	\$ 161,500	\$ 161,500	\$ 215,736	\$ 54,236
Fines and forfeitures	3,000	3,000	-	(3,000)
Grants, contributions, and intergovernmental	472,825	595,983	507,966	(88,017)
Total Revenues	637,325	760,483	723,702	(36,781)
EXPENDITURES				
Current				
Judiciary and court related				
Personnel services	402,171	503,120	484,240	18,880
Contractual services	256,792	256,892	234,959	21,933
Commodities	16,250	38,359	36,090	2,269
Capital outlay	-	-	14,646	(14,646)
Total Expenditures	675,213	798,371	769,935	28,436
Net Change in Fund Balance	\$ (37,888)	\$ (37,888)	(46,233)	\$ (8,345)
Fund Balance - Beginning of Year			149,648	
Fund Balance - End of Year			<u>\$ 103,415</u>	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 EXPEDITED PERMIT FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Charges for services	\$ 20,000	\$ 20,000	\$ 1,386	\$ (18,614)
Total Revenues	<u>20,000</u>	<u>20,000</u>	<u>1,386</u>	<u>(18,614)</u>
EXPENDITURES				
Current				
Community development				
Contractual services	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ 20,000</u>	<u>\$ 20,000</u>	1,386	<u>\$ (18,614)</u>
Fund Balance - Beginning of Year			<u>(648)</u>	
Fund Balance - End of Year			<u>\$ 738</u>	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 CIRCUIT COURT DOCUMENT STORAGE FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Charges for services	\$ 550,000	\$ 550,000	\$ 569,164	\$ 19,164
Investment income	2,000	2,000	8,031	6,031
Total Revenues	<u>552,000</u>	<u>552,000</u>	<u>577,195</u>	<u>25,195</u>
EXPENDITURES				
Current				
Judiciary and court related				
Personnel services	113,489	113,489	96,015	17,474
Contractual services	329,000	359,000	282,099	76,901
Total Expenditures	<u>442,489</u>	<u>472,489</u>	<u>378,114</u>	<u>94,375</u>
Net Change in Fund Balance	<u>\$ 109,511</u>	<u>\$ 79,511</u>	199,081	<u>\$ 119,570</u>
Fund Balance - Beginning of Year			<u>319,272</u>	
Fund Balance - End of Year			<u>\$ 518,353</u>	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 PROBATION SERVICE FEE FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Charges for services	\$ 378,500	\$ 378,500	\$ 318,292	\$ (60,208)
Investment income	5,000	5,000	10,881	5,881
Miscellaneous	-	-	8,103	8,103
Total Revenues	383,500	383,500	337,276	(46,224)
EXPENDITURES				
Current				
Judiciary and court related				
Contractual services	391,000	391,000	154,271	236,729
Commodities	84,165	98,876	75,001	23,875
Total Expenditures	475,165	489,876	229,272	260,604
Net Change in Fund Balance	\$ (91,665)	\$ (106,376)	108,004	\$ 214,380
Fund Balance - Beginning of Year			389,097	
Fund Balance - End of Year			\$ 497,101	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 HUD GRANTS FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Grants, contributions, and intergovernmental	\$ 2,353,518	\$ 2,435,675	\$ 1,425,854	\$ (1,009,821)
Total Revenues	<u>2,353,518</u>	<u>2,435,675</u>	<u>1,425,854</u>	<u>(1,009,821)</u>
EXPENDITURES				
Current				
Community development				
Personal services	228,894	260,828	229,852	30,976
Contractual services	1,215,195	2,187,346	1,115,948	1,071,398
Commodities	77,529	83,061	46,515	36,546
Total Expenditures	<u>1,521,618</u>	<u>2,531,235</u>	<u>1,392,315</u>	<u>1,138,920</u>
Net Change in Fund Balance	<u>\$ 831,900</u>	<u>\$ (95,560)</u>	33,539	<u>\$ 129,099</u>
Fund Balance - Beginning of Year			<u>(33,542)</u>	
Fund Balance - End of Year			<u>\$ (3)</u>	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 CIRCUIT COURT AUTOMATION FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Charges for services	\$ 550,000	\$ 550,000	\$ 598,690	\$ 48,690
Investment income	4,000	4,000	11,535	7,535
Total Revenues	<u>554,000</u>	<u>554,000</u>	<u>610,225</u>	<u>56,225</u>
EXPENDITURES				
Current				
Judiciary and court related				
Personnel services	180,047	180,047	136,955	43,092
Contractual services	308,000	338,000	262,775	75,225
Capital outlay	5,000	5,000	-	5,000
Total Expenditures	<u>493,047</u>	<u>523,047</u>	<u>399,730</u>	<u>123,317</u>
Net Change in Fund Balance	<u>\$ 60,953</u>	<u>\$ 30,953</u>	210,495	<u>\$ 179,542</u>
Fund Balance - Beginning of Year			<u>446,950</u>	
Fund Balance - End of Year			<u>\$ 657,445</u>	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 ILLINOIS CRIMINAL JUSTICE AUTHORITY FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Grants, contributions, and intergovernmental	\$ 98,417	\$ 98,417	\$ 98,418	\$ 1
Investment income	-	-	3,053	3,053
Total Revenues	98,417	98,417	101,471	3,054
EXPENDITURES				
Current				
Judiciary and court related				
Personnel services	98,417	98,417	98,417	-
Total Expenditures	98,417	98,417	98,417	-
Net Change in Fund Balance	\$ -	\$ -	3,054	\$ 3,054
Fund Balance - Beginning of Year			2,313	
Fund Balance - End of Year			\$ 5,367	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 CIRCUIT COURT ADMIN FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Charges for services	\$ 105,000	\$ 105,000	\$ 135,937	\$ 30,937
Investment income	1,400	1,400	3,344	1,944
Total Revenues	<u>106,400</u>	<u>106,400</u>	<u>139,281</u>	<u>32,881</u>
EXPENDITURES				
Current				
Judiciary and court related				
Personnel services	22,819	22,819	19,098	3,721
Contractual services	23,000	23,000	18,494	4,506
Commodities	15,000	15,000	12,506	2,494
Capital outlay	25,000	25,000	19,175	5,825
Total Expenditures	<u>85,819</u>	<u>85,819</u>	<u>69,273</u>	<u>16,546</u>
Net Change in Fund Balance	<u>\$ 20,581</u>	<u>\$ 20,581</u>	70,008	<u>\$ 49,427</u>
Fund Balance - Beginning of Year			<u>135,043</u>	
Fund Balance - End of Year			<u>\$ 205,051</u>	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 TREASURER'S PASSPORT SERVICES FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Charges for services	\$ 140,000	\$ 140,000	\$ 105,522	\$ (34,478)
Investment income	6,500	6,500	10,991	4,491
Total Revenues	<u>146,500</u>	<u>146,500</u>	<u>116,513</u>	<u>(29,987)</u>
EXPENDITURES				
Current				
General and administrative				
Personnel services	66,805	66,805	66,806	(1)
Contractual services	6,650	6,650	3,259	3,391
Commodities	9,500	9,500	3,867	5,633
Total Expenditures	<u>82,955</u>	<u>82,955</u>	<u>73,932</u>	<u>9,023</u>
Net Change in Fund Balance	<u>\$ 63,545</u>	<u>\$ 63,545</u>	42,581	<u>\$ (20,964)</u>
Fund Balance - Beginning of Year			<u>471,024</u>	
Fund Balance - End of Year			<u>\$ 513,605</u>	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 STATE'S ATTORNEY AUTOMATION FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Charges for services	\$ 25,000	\$ 25,000	\$ 17,142	\$ (7,858)
Investment income	50	50	722	672
Total Revenues	<u>25,050</u>	<u>25,050</u>	<u>17,864</u>	<u>(7,186)</u>
EXPENDITURES				
Current				
Judiciary and court related				
Contractual services	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ 25,050</u>	<u>\$ 25,050</u>	17,864	<u>\$ (7,186)</u>
Fund Balance - Beginning of Year			<u>22,590</u>	
Fund Balance - End of Year			<u>\$ 40,454</u>	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 PUBLIC DEFENDERS RECORDS AUTOMATION FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Charges for services	\$ -	\$ -	\$ 1,201	\$ 1,201
Investment income	-	-	3	3
Total Revenues	-	-	1,204	1,204
EXPENDITURES				
Contractual services	-	-	-	-
Total Expenditures	-	-	-	-
Net Change in Fund Balance	\$ -	\$ -	1,204	\$ 1,204
Fund Balance - Beginning of Year			-	
Fund Balance - End of Year			<u>\$ 1,204</u>	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 DUI CONVICTION FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Fines and forfeitures	\$ 35,010	\$ 35,010	\$ 34,626	\$ (384)
Total Revenues	<u>35,010</u>	<u>35,010</u>	<u>34,626</u>	<u>(384)</u>
EXPENDITURES				
Current				
Public safety				
Contractual services	5,000	5,000	-	5,000
Commodities	19,959	19,959	4,281	15,678
Total Expenditures	<u>24,959</u>	<u>24,959</u>	<u>4,281</u>	<u>20,678</u>
Net Change in Fund Balance	<u>\$ 10,051</u>	<u>\$ 10,051</u>	30,345	<u>\$ 20,294</u>
Fund Balance - Beginning of Year			<u>191,145</u>	
Fund Balance - End of Year			<u>\$ 221,490</u>	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 GEOGRAPHIC INFORMATION SYSTEMS FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Charges for services	\$ 668,900	\$ 668,900	\$ 656,442	\$ (12,458)
Investment income	14,000	14,000	11,809	(2,191)
Total Revenues	<u>682,900</u>	<u>682,900</u>	<u>668,251</u>	<u>(14,649)</u>
EXPENDITURES				
Current				
General and administrative				
Personnel services	605,474	605,474	601,413	4,061
Contractual services	303,356	492,651	469,084	23,567
Commodities	39,050	39,050	35,047	4,003
Total Expenditures	<u>947,880</u>	<u>1,137,175</u>	<u>1,105,544</u>	<u>31,631</u>
Net Change in Fund Balance	<u>\$ (264,980)</u>	<u>\$ (454,275)</u>	<u>(437,293)</u>	<u>\$ 16,982</u>
Fund Balance - Beginning of Year			<u>790,910</u>	
Fund Balance - End of Year			<u>\$ 353,617</u>	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 REVOLVING LOAN FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Charges for services	\$ 1,000	\$ 1,000	\$ -	\$ (1,000)
Investment income	44,948	44,948	43,423	(1,525)
Total Revenues	<u>45,948</u>	<u>45,948</u>	<u>43,423</u>	<u>(2,525)</u>
EXPENDITURES				
Current				
Community development				
Contractual services	135,000	135,000	677	134,323
Total Expenditures	<u>135,000</u>	<u>135,000</u>	<u>677</u>	<u>134,323</u>
Excess (deficiency) of revenues over expenditures	<u>(89,052)</u>	<u>(89,052)</u>	<u>42,746</u>	<u>131,798</u>
OTHER FINANCING SOURCES AND (USES)				
Transfers out	(13,500)	(13,500)	-	13,500
Total Other Financing Sources	<u>(13,500)</u>	<u>(13,500)</u>	<u>-</u>	<u>13,500</u>
Net Change in Fund Balance	<u>\$ (102,552)</u>	<u>\$ (102,552)</u>	<u>42,746</u>	<u>\$ 145,298</u>
Fund Balance - Beginning of Year			<u>1,964,345</u>	
Fund Balance - End of Year			<u>\$ 2,007,091</u>	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 HEALTH SCHOLARSHIP FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Investment income	\$ 100	\$ 100	\$ 98	\$ (2)
Total Revenues	100	100	98	(2)
EXPENDITURES				
Current				
Public health and welfare				
Contractual services	3,100	3,100	-	3,100
Total Expenditures	3,100	3,100	-	3,100
Net Change in Fund Balance	<u>\$ (3,000)</u>	<u>\$ (3,000)</u>	98	<u>\$ 3,098</u>
Fund Balance - Beginning of Year			<u>5,724</u>	
Fund Balance - End of Year			<u>\$ 5,822</u>	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 SENIOR SERVICES FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Property taxes	\$ 1,645,000	\$ 1,645,000	\$ 1,641,656	\$ (3,344)
Investment income	10,000	10,000	48,981	38,981
Total Revenues	<u>1,655,000</u>	<u>1,655,000</u>	<u>1,690,637</u>	<u>35,637</u>
EXPENDITURES				
Current				
Public health and welfare				
Personnel services	15,192	15,192	17,176	(1,984)
Contractual services	1,655,000	1,656,926	1,676,188	(19,262)
Commodities	250	250	-	250
Total Expenditures	<u>1,670,442</u>	<u>1,672,368</u>	<u>1,693,364</u>	<u>(20,996)</u>
Excess (deficiency) of revenues over expenditures	<u>(15,442)</u>	<u>(17,368)</u>	<u>(2,727)</u>	<u>14,641</u>
OTHER FINANCING SOURCES AND (USES)				
Transfers in	15,442	15,442	-	(15,442)
Total Other Financing Sources	<u>15,442</u>	<u>15,442</u>	<u>-</u>	<u>(15,442)</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ (1,926)</u>	<u>(2,727)</u>	<u>\$ (801)</u>
Fund Balance - Beginning of Year			<u>1,836,036</u>	
Fund Balance - End of Year			<u>\$ 1,833,309</u>	

County of McHenry, Illinois
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
RTA SALES TAX FUND
For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Sales taxes	\$ 10,225,000	\$ 10,225,000	\$ 10,622,067	\$ 397,067
Investment income	70,000	70,000	246,438	176,438
Total Revenues	<u>10,295,000</u>	<u>10,295,000</u>	<u>10,868,505</u>	<u>573,505</u>
EXPENDITURES				
Current				
Transportation				
Contractual services	-	-	-	-
Capital outlay	-	99,004	99,004	-
Total Expenditures	<u>-</u>	<u>99,004</u>	<u>99,004</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>10,295,000</u>	<u>10,195,996</u>	<u>10,769,501</u>	<u>573,505</u>
OTHER FINANCING SOURCES AND (USES)				
Transfers in	-	-	4,865,920	4,865,920
Transfers out	(12,447,671)	(12,447,671)	(6,650,831)	5,796,840
Total Other Financing Sources	<u>(12,447,671)</u>	<u>(12,447,671)</u>	<u>(1,784,911)</u>	<u>10,662,760</u>
Net Change in Fund Balance	<u>\$ (2,152,671)</u>	<u>\$ (2,251,675)</u>	8,984,590	<u>\$ 11,236,265</u>
Fund Balance - Beginning of Year			<u>8,051,475</u>	
Fund Balance - End of Year			<u>\$ 17,036,065</u>	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 INSURANCE LOSS FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Property taxes	\$ 1,250,000	\$ -	\$ -	\$ -
Investment income	-	-	36,132	36,132
Miscellaneous	440,620	440,620	416,973	(23,647)
Total Revenues	1,690,620	440,620	453,105	12,485
EXPENDITURES				
Current				
General and administrative				
Personnel services	1,412,926	1,412,926	1,216,435	196,491
Contractual services	2,575,015	2,612,599	1,941,252	671,347
Commodities	16,600	16,600	2,728	13,872
Capital outlay	25,000	32,007	25,417	6,590
Total Expenditures	4,029,541	4,074,132	3,185,832	888,300
Net Change in Fund Balance	\$ (2,338,921)	\$ (3,633,512)	(2,732,727)	\$ 900,785
Fund Balance - Beginning of Year			10,529,397	
Fund Balance - End of Year			\$ 7,796,670	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 CIRCUIT CLERK ELECTRONIC CITATION FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Charges for services	\$ 29,000	\$ 29,000	\$ 90,403	\$ 61,403
Investment income	800	800	880	80
Total Revenues	<u>29,800</u>	<u>29,800</u>	<u>91,283</u>	<u>61,483</u>
EXPENDITURES				
Current				
Judiciary and court related				
Contractual services	49,500	49,500	40,000	9,500
Total Expenditures	<u>49,500</u>	<u>49,500</u>	<u>40,000</u>	<u>9,500</u>
Net Change in Fund Balance	<u>\$ (19,700)</u>	<u>\$ (19,700)</u>	51,283	<u>\$ 70,983</u>
Fund Balance - Beginning of Year			<u>38,043</u>	
Fund Balance - End of Year			<u>\$ 89,326</u>	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 MOTOR FUEL TAX FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Charges for services	\$ 82,000	\$ 82,000	\$ 82,500	\$ 500
Grants, contributions, and intergovernmental	5,100,000	5,100,000	5,310,242	210,242
Investment income	32,000	32,000	152,666	120,666
Total Revenues	5,214,000	5,214,000	5,545,408	331,408
EXPENDITURES				
Current				
Transportation				
Personnel services	161,616	161,616	161,616	-
Contractual services	2,754,022	4,291,919	2,374,637	1,917,282
Commodities	-	-	26,138	(26,138)
Capital outlay	472,680	2,468,053	609,763	1,858,290
Total Expenditures	3,388,318	6,921,588	3,172,154	3,749,434
Net Change in Fund Balance	\$ 1,825,682	\$ (1,707,588)	2,373,254	\$ 4,080,842
Fund Balance - Beginning of Year			5,424,381	
Fund Balance - End of Year			<u>\$ 7,797,635</u>	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 INMATE WELFARE FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Charges for services	\$ 460,000	\$ 460,000	\$ 480,547	\$ 20,547
Investment income	4,000	4,000	23,345	19,345
Miscellaneous	-	-	7,638	7,638
Total Revenues	464,000	464,000	511,530	47,530
EXPENDITURES				
Current				
Public safety				
Contractual services	123,000	123,000	102,460	20,540
Commodities	206,231	206,231	88,932	117,299
Capital outlay	46,000	46,000	9,119	36,881
Total Expenditures	375,231	375,231	200,511	174,720
Net Change in Fund Balance	\$ 88,769	\$ 88,769	311,019	\$ 222,250
Fund Balance - Beginning of Year			923,890	
Fund Balance - End of Year			\$ 1,234,909	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 REGIONAL OFFICE OF EDUCATION FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Grants, contributions, and intergovernmental	\$ 74,800	\$ 74,800	\$ 49,966	\$ (24,834)
Investment income	600	600	1,195	595
Total Revenues	75,400	75,400	51,161	(24,239)
EXPENDITURES				
Current				
General and administrative				
Personnel services	13,000	13,000	6,573	6,427
Contractual services	59,000	59,000	57,721	1,279
Commodities	400	400	-	400
Total Expenditures	72,400	72,400	64,294	8,106
Net Change in Fund Balance	\$ 3,000	\$ 3,000	(13,133)	\$ (16,133)
Fund Balance - Beginning of Year			44,249	
Fund Balance - End of Year			<u>\$ 31,116</u>	

NONMAJOR DEBT SERVICE FUNDS

Series 2008 Certificate Fund - \$4,480,000 Debt Certificates, due in annual installments of \$380,000 to \$520,000; Interest at 3.0% to 4.25% through January 2019. The proceeds were used for the acquisition of land and property adjacent to the County courthouse campus.

Series 2010 A Certificate Fund - \$7,595,000 Debt Certificates, due in annual installments of \$185,000 to \$1,125,000; Interest at 1.5% to 4.5% through December 2019. The proceeds were used for various capital projects, including the construction of a new County archive facility, the purchase of a new local area network, the buildout of a courtroom, and the purchase of a new storage area network.

Series 2010 B Certificate Fund - \$4,000,000 Debt Certificates (Recovery Zone Economic Development Bonds), due in annual installments of \$65,000 to \$350,000; Interest at 0.75% to 5.55% through December 2024. The County will receive a reimbursement from the Federal Government equal to 45% of each scheduled interest payment. The proceeds were used for the expansion of the County mental health facility.

Series 2012 B Certificate Fund - \$4,245,000 Debt Certificates, due in annual installments of \$310,000 to \$1,245,000; Interest at 2.0% to 3.5% through January 2022. The proceeds were used to currently refund Series 2003A debt certificates and to advance refund Series 2005A debt certificates.

Series 2015 Certificate Fund - \$15,755,000 Debt Certificates, due in periodic installments of \$590,000 to \$6,410,000; Interest at 2.0% to 4.0% through December 2021. The proceeds were used to currently refund Series 2006A and Series 2007B debt certificates.

County of McHenry, Illinois
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES
 NONMAJOR DEBT SERVICE FUNDS
 For the Year Ended November 30, 2019

	<u>Series 2008 Certificate Fund</u>	<u>Series 2010 A Certificate Fund</u>
REVENUES	\$ -	\$ -
EXPENDITURES		
Debt service		
Principal retirement	520,000	185,000
Interest and fiscal charges	<u>10,469</u>	<u>13,913</u>
Total Expenditures	<u>530,469</u>	<u>198,913</u>
Deficiency of revenues over expenditures	(530,469)	(198,913)
OTHER FINANCING SOURCES		
Transfers in	<u>530,469</u>	<u>198,913</u>
Total Other Financing Sources	<u>530,469</u>	<u>198,913</u>
Net Change in Fund Balances	-	-
Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>
Fund Balances - End of Year	<u>\$ -</u>	<u>\$ -</u>

Series 2010 B Certificate Fund	Series 2012 B Certificate Fund	Series 2015 Certificate Fund	Totals
\$ -	\$ -	\$ -	\$ -
2,240,000	320,000	590,000	3,855,000
56,418	35,437	95,318	211,555
<u>2,296,418</u>	<u>355,437</u>	<u>685,318</u>	<u>4,066,555</u>
(2,296,418)	(355,437)	(685,318)	(4,066,555)
<u>2,296,418</u>	<u>355,437</u>	<u>685,318</u>	<u>4,066,555</u>
<u>2,296,418</u>	<u>355,437</u>	<u>685,318</u>	<u>4,066,555</u>
-	-	-	-
-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 SERIES 2008 CERTIFICATE FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES	\$ -	\$ -	\$ -	\$ -
EXPENDITURES				
Debt service				
Principal retirement	520,000	520,000	520,000	-
Interest and fiscal charges	11,150	11,150	10,469	681
Total Expenditures	531,150	531,150	530,469	681
Deficiency of revenues over expenditures	(531,150)	(531,150)	(530,469)	681
OTHER FINANCING SOURCES				
Transfers in	531,150	531,150	530,469	(681)
Net Change in Fund Balance	\$ -	\$ -	-	\$ -
Fund Balance - Beginning of Year			-	
Fund Balance - End of Year			\$ -	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 SERIES 2010 A CERTIFICATE FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES	\$ -	\$ -	\$ -	\$ -
EXPENDITURES				
Debt service				
Principal retirement	185,000	185,000	185,000	-
Interest and fiscal charges	13,913	13,913	13,913	-
Total Expenditures	198,913	198,913	198,913	-
Deficiency of revenues over expenditures	(198,913)	(198,913)	(198,913)	-
OTHER FINANCING SOURCES				
Transfers in	198,913	198,913	198,913	-
Net Change in Fund Balance	\$ -	\$ -	-	\$ -
Fund Balance - Beginning of Year			-	
Fund Balance - End of Year			\$ -	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 SERIES 2010 B CERTIFICATE FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES	\$ -	\$ -	\$ -	\$ -
EXPENDITURES				
Debt service				
Principal retirement	2,316,596	2,316,596	2,240,000	76,596
Interest and fiscal charges	-	-	56,418	(56,418)
Total Expenditures	2,316,596	2,316,596	2,296,418	20,178
Deficiency of revenues over expenditures	(2,316,596)	(2,316,596)	(2,296,418)	20,178
OTHER FINANCING SOURCES				
Transfers in	2,316,596	2,316,596	2,296,418	(20,178)
Net Change in Fund Balance	\$ -	\$ -	-	\$ -
Fund Balance - Beginning of Year			-	
Fund Balance - End of Year			\$ -	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 SERIES 2012 B CERTIFICATE FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES	\$ -	\$ -	\$ -	\$ -
EXPENDITURES				
Debt service				
Principal retirement	320,000	320,000	320,000	-
Interest and fiscal charges	36,083	36,083	35,437	646
Total Expenditures	356,083	356,083	355,437	646
Deficiency of revenues over expenditures	(356,083)	(356,083)	(355,437)	646
OTHER FINANCING SOURCES				
Transfers in	356,083	356,083	355,437	(646)
Net Change in Fund Balance	\$ -	\$ -	-	\$ -
Fund Balance - Beginning of Year			-	
Fund Balance - End of Year			\$ -	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 SERIES 2015 CERTIFICATE FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES	\$ -	\$ -	\$ -	\$ -
EXPENDITURES				
Debt service				
Principal retirement	590,000	590,000	590,000	-
Interest and fiscal charges	95,750	95,750	95,318	432
Total Expenditures	685,750	685,750	685,318	432
Deficiency of revenues over expenditures	(685,750)	(685,750)	(685,318)	432
OTHER FINANCING SOURCES				
Transfers in	685,750	685,750	685,318	(432)
Net Change in Fund Balance	\$ -	\$ -	-	\$ -
Fund Balance - Beginning of Year			-	
Fund Balance - End of Year			\$ -	

NONMAJOR PERMANENT FUNDS

Working Cash I and II Funds – to account for funds raised through property tax levies and interest income. Funds are available for loans to other funds. The principal portion of the fund may not be expended.

County of McHenry, Illinois
 COMBINING BALANCE SHEET
 NONMAJOR PERMANENT FUNDS
November 30, 2019

	<u>Working Cash No. 1 Fund</u>	<u>Working Cash No. 2 Fund</u>	<u>Totals</u>
ASSETS			
Cash and investments	\$ 341,077	\$ 482,853	\$ 823,930
LIABILITIES AND FUND BALANCES			
Liabilities			
Due to other funds	\$ 3,000	\$ 4,200	\$ 7,200
Fund Balances			
Nonspendable	<u>338,077</u>	<u>478,653</u>	<u>816,730</u>
Total Liabilities and Fund Balances	<u>\$ 341,077</u>	<u>\$ 482,853</u>	<u>\$ 823,930</u>

County of McHenry, Illinois
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES
 NONMAJOR PERMANENT FUNDS
 For the Year Ended November 30, 2019

	Working Cash No. 1 Fund	Working Cash No. 2 Fund	Totals
REVENUES			
Investment income	\$ 5,298	\$ 7,499	\$ 12,797
EXPENDITURES	-	-	-
Excess of revenues over expenditures	5,298	7,499	12,797
OTHER FINANCING SOURCES (USES)			
Transfers out	(3,000)	(4,200)	(7,200)
Net Change in Fund Balances	2,298	3,299	5,597
Fund Balances - Beginning of Year	335,779	475,354	811,133
Fund Balances - End of Year	<u>\$ 338,077</u>	<u>\$ 478,653</u>	<u>\$ 816,730</u>

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 WORKING CASH NO. 1 FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Investment income	\$ 3,000	\$ 3,000	\$ 5,298	\$ 2,298
EXPENDITURES	-	-	-	-
Excess of revenues over expenditures	3,000	3,000	5,298	2,298
OTHER FINANCING USES				
Transfers out	(3,000)	(3,000)	(3,000)	-
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	2,298	<u>\$ 2,298</u>
Fund Balance - Beginning of Year			<u>335,779</u>	
Fund Balance - End of Year			<u>\$ 338,077</u>	

County of McHenry, Illinois
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 WORKING CASH NO. 2 FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Investment income	\$ 4,200	\$ 4,200	\$ 7,499	\$ 3,299
EXPENDITURES	-	-	-	-
Excess of revenues over expenditures	4,200	4,200	7,499	3,299
OTHER FINANCING USES				
Transfers out	(4,200)	(4,200)	(4,200)	-
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	3,299	<u>\$ 3,299</u>
Fund Balance - Beginning of Year			<u>475,354</u>	
Fund Balance - End of Year			<u>\$ 478,653</u>	

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ENTERPRISE FUNDS

Major Fund:

Valley Hi Fund - account for the activities of the Valley Hi nursing home.

Nonmajor Fund:

911 Fund (Emergency Telephone Services Board Fund) – to account for funds raised through a telephone surcharge tax on each telephone line in the County. The money collected is distributed to this fund net of a small collection charge retained by the telephone company. The funds are used to operate and equip a 911 telephone dispatch center within the County area.

County of McHenry, Illinois
SCHEDULE OF OPERATING AND NONOPERATING REVENUES AND EXPENSES -
BUDGET AND ACTUAL (BUDGETARY BASIS)
VALLEY HI FUND
For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
OPERATING REVENUES				
Charges for services	\$ 9,865,000	\$ 9,865,000	\$ 10,849,716	\$ 984,716
Other	15,000	15,000	19,754	4,754
Total Operating Revenues	\$ 9,880,000	\$ 9,880,000	\$ 10,869,470	\$ 989,470
OPERATING EXPENSES				
Personnel services	\$ 8,491,208	\$ 8,528,883	\$ 7,962,539	\$ 566,344
Contractual services	2,334,067	2,385,387	2,440,476	(55,089)
Commodities	1,253,590	1,354,915	1,026,972	327,943
Depreciation	-	-	430,632	(430,632)
Total Operating Expenses	\$ 12,078,865	\$ 12,269,185	\$ 11,860,619	\$ 408,566
NONOPERATING REVENUES				
Investment income	\$ 750,000	\$ 875,000	\$ 1,504,785	\$ 629,785
Property taxes	10,000	10,000	10,037	37
Total Nonoperating Revenues	760,000	885,000	1,514,822	629,822
NONOPERATING EXPENDITURE				
Total Nonoperating Expenditures	-	-	-	-
SPECIAL ITEM				
Tax Rebate	-	15,000,000	8,562,311	6,437,689
TOTAL SPECIAL ITEM	-	15,000,000	8,562,311	6,437,689

County of McHenry, Illinois
 SCHEDULE OF OPERATING AND NONOPERATING REVENUES AND EXPENSES -
 BUDGET AND ACTUAL (BUDGETARY BASIS)
 911 FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
OPERATING REVENUES				
Charges for services	\$ 3,300,000	\$ 3,300,000	\$ 4,288,382	\$ 988,382
Other	-	-	74	74
Total Operating Revenues	<u>\$ 3,300,000</u>	<u>\$ 3,300,000</u>	<u>\$ 4,288,456</u>	<u>\$ 988,456</u>
OPERATING EXPENSES				
Personnel services	\$ 489,491	\$ 489,491	\$ 448,954	\$ 40,537
Contractual services	1,563,630	1,968,101	1,607,630	360,471
Commodities	92,100	778,202	94,547	683,655
Depreciation	-	-	776,812	(776,812)
Total Operating Expenses	<u>\$ 2,145,221</u>	<u>\$ 3,235,794</u>	<u>\$ 2,927,943</u>	<u>\$ 307,851</u>
NONOPERATING REVENUES				
Investment income	\$ 52,000	\$ 52,000	\$ 150,737	\$ 98,737
Intergovernmental grants	-	469,439	-	(469,439)
Total Nonoperating Revenues	<u>52,000</u>	<u>521,439</u>	<u>150,737</u>	<u>(370,702)</u>

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INTERNAL SERVICE FUND

Health Insurance Fund – to account for employee medical, dental, and prescription insurance premiums and claims

County of McHenry, Illinois
 SCHEDULE OF OPERATING AND NONOPERATING REVENUES AND EXPENSES -
 BUDGET AND ACTUAL (BUDGETARY BASIS)
 HEALTH INSURANCE FUND
 For the Year Ended November 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget
OPERATING REVENUES				
Charges for services	\$ 15,219,861	\$ 15,219,861	\$ 17,403,128	\$ 2,183,267
OPERATING EXPENSES				
Personnel services	81,551	81,551	97,580	(16,029)
Contractual services	19,678,477	19,678,477	14,419,771	5,258,706
Commodities	4,300	4,300	1,541	2,759
Total Operating Expenses	\$ 19,764,328	\$ 19,764,328	\$ 14,518,892	\$ 5,245,436
NONOPERATING REVENUES				
Investment income	\$ 38,000	\$ 38,000	\$ 30,478	\$ (7,522)

AGENCY FUNDS

Treasurer Fund – to account for the funds held by the Treasurer as an agent responsible for drainage districts, the inheritance tax account, protested taxes, tax sales escrow, and interest earned on real estate taxes.

Clerk of the Circuit Court Fund – to account for the funds held by the Clerk of the Circuit Court as an agent for the courts.

Highway Fund – to account for township motor fuel tax funds held by the Division of Transportation.

Valley Hi Resident Fund – to account for the funds held by Valley Hi Nursing Home as an agent for residents and donations made for the benefit of the residents.

County Clerk Redemption Fund – to account for the funds held by the County Clerk as an agent for delinquent tax payers.

Collector Fund – to account for the funds held by the County as an agent responsible for collecting property taxes.

Regional Office of Education Fund - to account for funds held by the County as an agent for the McHenry County Regional Office of Education.

Payroll Agency Fund - to account for funds held by the County for employee flexible spending accounts (FSA).

County of McHenry, Illinois
 COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
 AGENCY FUNDS
 November 30, 2019

	Treasurer Fund	Clerk of the Circuit Court Fund	Highway Fund	Valley Hi Resident Fund	County Clerk Redemption Fund
ASSETS					
Cash and investments	\$ 1,348,699	\$ 3,930,773	\$ 1,388,614	\$ 52,079	\$ 1,028,386
Total Assets	<u>\$ 1,348,699</u>	<u>\$ 3,930,773</u>	<u>\$ 1,388,614</u>	<u>\$ 52,079</u>	<u>\$ 1,028,386</u>
LIABILITIES					
Accounts payable	\$ -	\$ -	\$ 62,667	\$ -	\$ -
Due to residents	-	-	-	52,079	-
Bond escrow	-	2,999,585	-	-	-
Due to other governments	1,348,699	397,398	1,325,947	-	-
Other liabilities	-	533,790	-	-	1,028,386
Total Liabilities	<u>\$ 1,348,699</u>	<u>\$ 3,930,773</u>	<u>\$ 1,388,614</u>	<u>\$ 52,079</u>	<u>\$ 1,028,386</u>

Collector Fund	Regional Office of Education Fund	Payroll Agency Fund	Totals
\$ 7,636	\$ 490,020	\$ 2,000	\$ 8,248,207
<u>\$ 7,636</u>	<u>\$ 490,020</u>	<u>\$ 2,000</u>	<u>\$ 8,248,207</u>
\$ -	\$ -	\$ -	\$ 62,667
-	-	-	52,079
-	-	-	2,999,585
7,636	-	-	3,079,680
<u>-</u>	<u>490,020</u>	<u>2,000</u>	<u>2,054,196</u>
<u>\$ 7,636</u>	<u>\$ 490,020</u>	<u>\$ 2,000</u>	<u>\$ 8,248,207</u>

County of McHenry, Illinois
COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
For the Year Ended November 30, 2019

	Balance November 30, 2018	Additions	Deductions	Balance November 30, 2019
Treasurer Fund				
ASSETS				
Cash and investments	\$ 1,496,928	\$ 2,248,123	\$ 2,396,352	\$ 1,348,699
LIABILITIES				
Due to other governments	\$ 1,496,928	\$ 2,248,123	\$ 2,396,352	\$ 1,348,699
Clerk of the Circuit Court Fund				
ASSETS				
Cash and investments	\$ 4,280,152	\$ 28,169,032	\$ 28,518,411	\$ 3,930,773
LIABILITIES				
Bond escrow	\$ 3,125,251	\$ 4,854,988	\$ 4,980,654	\$ 2,999,585
Due to other governments	568,992	13,641,472	13,813,066	397,398
Other liabilities	585,909	5,289,004	5,341,123	533,790
Total liabilities	\$ 4,280,152	\$ 23,785,464	\$ 24,134,843	\$ 3,930,773
Highway Fund				
ASSETS				
Cash and investments	\$ 1,460,905	\$ 1,241,954	\$ 1,314,245	\$ 1,388,614
LIABILITIES				
Accounts payable	\$ 228,836	\$ 1,194,403	\$ 1,360,572	\$ 62,667
Due to other governments	1,232,069	1,101,886	1,008,008	1,325,947
Total Liabilities	\$ 1,460,905	\$ 2,296,289	\$ 2,368,580	\$ 1,388,614
Valley Hi Resident Fund				
ASSETS				
Cash and investments	\$ 36,249	\$ 21,196	\$ 5,366	\$ 52,079
LAIBILITIES				
Due to residents	\$ 36,249	\$ 21,196	\$ 5,366	\$ 52,079

(Continued)

County of McHenry, Illinois
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
 AGENCY FUNDS
 For the Year Ended November 30, 2019

	Balance November 30, 2018	Additions	Deductions	Balance November 30, 2019
County Clerk Redemption Fund				
ASSETS				
Cash and investments	\$ 928,755	\$ 1,143,164	\$ 1,043,533	\$ 1,028,386
Liabilities				
Other liabilities	\$ 928,755	\$ 1,143,164	\$ 1,043,533	\$ 1,028,386
Collector Fund				
ASSETS				
Cash and investments	\$ 14,754	\$ 843,092,417	\$ 843,099,535	\$ 7,636
LIABILITIES				
Due to other governments	\$ 14,754	\$ 843,092,417	\$ 843,099,535	\$ 7,636
Regional Office of Education Fund				
ASSETS				
Cash and investments	\$ 561,670	\$ 3,270,394	\$ 3,342,044	\$ 490,020
LIABILITIES				
Other liabilities	\$ 561,670	\$ 3,270,394	\$ 3,342,044	\$ 490,020
Payroll Agency Fund				
ASSETS				
Cash and investments	\$ 144,396	\$ 506,911	\$ 649,307	\$ 2,000
LIABILITIES				
Other liabilities	\$ 144,396	\$ 506,911	\$ 649,307	\$ 2,000

(Continued)

County of McHenry, Illinois
COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
For the Year Ended November 30, 2019

	Balance November 30, 2018	Additions	Deductions	Balance November 30, 2019
Totals				
ASSETS				
Cash and investments	\$ 8,923,809	\$ 879,693,191	\$ 880,368,793	\$ 8,248,207
Total Assets	<u>\$ 8,923,809</u>	<u>\$ 879,693,191</u>	<u>\$ 880,368,793</u>	<u>\$ 8,248,207</u>
LIABILITIES				
Accounts payable	\$ 228,836	\$ 1,194,403	\$ 1,360,572	\$ 62,667
Due to residents	36,249	21,196	5,366	52,079
Bond escrow	3,125,251	4,854,988	4,980,654	2,999,585
Due to other governments	3,312,743	860,083,898	860,316,961	3,079,680
Other liabilities	2,220,730	10,209,473	10,376,007	2,054,196
Total Liabilities	<u>\$ 8,923,809</u>	<u>\$ 876,363,958</u>	<u>\$ 877,039,560</u>	<u>\$ 8,248,207</u>

(Concluded)

STATISTICAL

County of McHenry, Illinois
INTRODUCTION TO THE STATISTICAL SECTION
November 30, 2019

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, notes to financial statements, and required supplementary information indicate about the County's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.	160 – 167
Revenue Capacity These schedules contain information to help the reader assess the factors affecting the County's ability to generate the County's most significant own-source revenue, property taxes.	168 – 172
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.	173 – 176
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place and to help make comparisons over time and with other governments.	177 - 178
Operating Information These schedules contain information about the County's operations and resources to help the reader understand how the County's financial information relates to the services the County provides and the activities it performs.	179 - 181

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

County of McHenry, Illinois
NET POSITION - BY COMPONENT
Last Ten Fiscal Years

	2010	2011	2012	2013
Governmental Activities				
Net investment in capital assets	\$ 209,424,352	\$ 223,693,448	\$ 238,349,986	\$ 254,679,031
Restricted	107,121,300	116,754,427	111,049,850	109,592,257
Unrestricted	48,003,693	39,868,128	39,069,307	34,014,313
Total Governmental Activities	<u>\$ 364,549,345</u>	<u>\$ 380,316,003</u>	<u>\$ 388,469,143</u>	<u>\$ 398,285,601</u>
Business-Type Activities				
Net investment in capital assets	\$ 7,709,277	\$ 7,685,488	\$ 15,518,830	\$ 14,473,854
Restricted	693,237	707,422	-	-
Unrestricted	27,700,590	33,962,683	32,871,174	38,846,898
Total Business-Type Activities	<u>\$ 36,103,104</u>	<u>\$ 42,355,593</u>	<u>\$ 48,390,004</u>	<u>\$ 53,320,752</u>
Primary Government				
Net investment in capital assets	\$ 217,133,629	\$ 231,378,936	\$ 253,868,816	\$ 269,152,885
Restricted	107,814,537	117,461,849	111,049,850	109,592,257
Unrestricted	75,704,283	73,830,811	71,940,481	72,861,211
Total Primary Government	<u>\$ 400,652,449</u>	<u>\$ 422,671,596</u>	<u>\$ 436,859,147</u>	<u>\$ 451,606,353</u>

2014	2015	2016	2017	2018	2019
\$ 270,863,664	\$ 291,054,683	\$ 308,153,944	\$ 327,647,479	\$ 345,881,479	\$ 353,216,100
107,428,692	95,857,810	95,579,921	90,565,250	82,145,648	85,552,390
32,142,348	25,775,187	18,329,848	14,319,650	1,039,370	(3,859,903)
<u>\$ 410,434,704</u>	<u>\$ 412,687,680</u>	<u>\$ 422,063,713</u>	<u>\$ 432,532,379</u>	<u>\$ 429,066,497</u>	<u>\$ 434,908,587</u>
\$ 13,804,011	\$ 13,316,528	\$ 12,563,275	\$ 12,722,561	\$ 12,158,100	\$ 11,469,747
-	-	-	-	-	-
43,875,013	46,804,774	46,039,111	44,390,574	45,135,522	39,536,916
<u>\$ 57,679,024</u>	<u>\$ 60,121,302</u>	<u>\$ 58,602,386</u>	<u>\$ 57,113,135</u>	<u>\$ 57,293,622</u>	<u>\$ 51,006,663</u>
\$ 284,667,675	\$ 304,371,211	\$ 320,717,219	\$ 340,370,040	\$ 358,039,579	\$ 364,685,847
107,428,692	95,857,810	95,579,921	90,565,250	82,145,648	85,552,390
76,017,361	72,579,961	64,368,959	58,710,224	46,174,892	35,677,013
<u>\$ 468,113,728</u>	<u>\$ 472,808,982</u>	<u>\$ 480,666,099</u>	<u>\$ 489,645,514</u>	<u>\$ 486,360,119</u>	<u>\$ 485,915,250</u>

County of McHenry, Illinois
CHANGES IN NET POSITION
Last Ten Fiscal Years

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
EXPENSES										
Governmental Activities										
General and administrative	\$ 34,857,021	\$ 31,708,738	\$ 35,519,392	\$ 36,716,979	\$ 34,302,304	\$ 37,596,322	\$ 38,877,497	\$ 38,577,137	\$ 38,063,027	\$ 47,919,643
Community development	7,364,952	4,770,885	4,286,876	4,031,197	3,719,430	3,825,976	4,169,341	3,741,368	3,252,596	4,431,611
Transportation	17,782,366	18,281,227	19,818,851	19,462,103	21,339,490	19,992,910	18,287,903	20,307,973	25,252,117	21,019,750
Public safety	38,047,322	38,737,004	38,884,186	40,757,655	40,980,612	43,354,459	47,068,773	45,496,267	46,035,389	39,405,660
Judiciary and court related	13,778,713	13,943,432	13,996,893	14,081,733	14,255,999	15,280,218	16,271,942	15,974,311	15,676,678	18,348,313
Public health and welfare	28,710,653	27,557,830	28,423,928	24,957,498	23,516,262	22,065,296	22,780,073	22,429,015	22,339,196	17,465,674
Interest and fiscal charges	3,102,232	2,726,775	2,336,518	1,901,744	1,534,221	882,763	559,444	271,850	158,182	31,282
Total Governmental Activities	143,643,259	137,725,891	143,266,644	141,908,909	139,648,318	142,997,944	148,014,973	146,797,921	150,777,185	148,621,933
Business-Type Activities										
Public health and welfare	10,085,088	9,527,978	10,380,394	10,449,731	10,799,150	11,091,061	12,074,605	11,832,298	12,170,347	11,632,704
Public safety	2,331,714	2,765,086	2,580,677	2,666,421	2,660,194	2,695,482	2,375,850	4,740,919	2,875,848	2,915,429
Total Business-Type Activities	12,416,802	12,293,064	12,961,071	13,116,152	13,459,344	13,786,543	14,450,455	16,573,217	15,046,195	14,548,133
Total Primary Government	\$ 156,060,061	\$ 150,018,955	\$ 156,227,715	\$ 155,025,061	\$ 153,107,662	\$ 156,784,487	\$ 162,465,428	\$ 163,371,138	\$ 165,823,380	\$ 163,170,066
PROGRAM REVENUES										
Governmental Activities										
Charges for services										
General and administrative	\$ 6,779,291	\$ 5,550,919	\$ 6,005,617	\$ 5,896,726	\$ 5,771,321	\$ 5,071,025	\$ 5,137,090	\$ 4,936,745	\$ 4,784,228	\$ 4,782,622
Community development	541,192	474,634	428,441	458,793	534,174	613,406	685,159	556,382	907,574	882,406
Transportation	69,027	63,040	95,369	88,320	91,029	155,327	103,452	25,597	94,287	114,569
Public safety	12,120,177	13,465,305	11,381,987	9,757,347	8,614,756	8,305,603	9,936,049	10,830,815	12,045,077	12,550,071
Judiciary and court related	9,488,739	9,122,454	8,839,484	8,078,390	8,033,346	8,038,492	7,850,886	7,374,055	7,476,146	9,964,173
Public health and welfare	2,029,130	2,016,524	1,884,605	1,806,964	1,762,156	1,724,924	1,718,594	1,940,357	2,052,634	1,766,936
Operating grants and contributions	32,636,359	25,326,118	22,450,688	21,636,743	19,319,310	18,307,775	18,759,232	17,829,986	19,041,472	16,006,003
Capital grants and contributions	1,206,453	-	255,707	1,588,971	2,882,321	7,573,150	4,670,717	52,342	47,526	-
Total Governmental Activities	64,870,368	56,018,994	51,341,898	49,312,254	47,008,413	49,789,702	48,861,179	43,546,279	46,448,944	46,066,780
Business-Type Activities										
Charges for services										
Public health and welfare	8,429,840	9,980,585	10,235,827	10,196,234	10,733,110	10,296,060	10,257,412	9,982,967	9,994,474	10,869,470
Public safety	2,491,834	2,556,939	2,736,436	2,542,348	2,523,081	2,642,336	2,629,521	2,549,577	4,582,697	4,288,456
Operating grants and contributions	-	-	-	-	-	-	-	2,342,473	469,408	-
Total Business-Type Activities	10,921,674	12,537,524	12,972,263	12,738,582	13,256,191	12,938,396	12,886,933	14,875,017	15,046,579	15,157,926
Total Primary Government	\$ 75,792,042	\$ 68,556,518	\$ 64,314,161	\$ 62,050,836	\$ 60,264,604	\$ 62,728,098	\$ 61,748,112	\$ 58,421,296	\$ 61,495,523	\$ 61,224,706

County of McHenry, Illinois
CHANGES IN NET POSITION
Last Ten Fiscal Years

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
NET (EXPENSE)/REVENUE										
Governmental Activities	\$ (78,772,891)	\$ (81,706,897)	\$ (91,924,746)	\$ (92,596,655)	\$ (92,639,905)	\$ (93,208,242)	\$ (99,153,794)	\$ (103,251,642)	\$ (104,328,241)	\$ (102,555,153)
Business-Type Activities	(1,495,128)	244,460	11,192	(377,570)	(203,153)	(848,147)	(1,563,522)	(1,698,200)	384	609,793
Total Primary Government	\$ (80,268,019)	\$ (81,462,437)	\$ (91,913,554)	\$ (92,974,225)	\$ (92,843,058)	\$ (94,056,389)	\$ (100,717,316)	\$ (104,949,842)	\$ (104,327,857)	\$ (101,945,360)
GENERAL REVENUES AND TRANSFERS										
Governmental Activities										
Property taxes	\$ 68,390,469	\$ 70,755,868	\$ 72,206,475	\$ 73,113,284	\$ 74,017,467	\$ 75,798,457	\$ 76,113,609	\$ 79,204,833	\$ 71,727,133	\$ 69,695,233
Sales taxes	16,704,187	17,481,700	18,036,621	18,718,620	19,577,205	19,987,380	19,852,773	20,111,544	20,963,511	20,976,436
State income taxes	4,880,880	5,139,609	5,749,691	6,234,765	6,265,092	6,962,600	6,369,804	6,010,242	6,266,549	6,964,945
Tax transfer stamps	1,203,780	1,123,002	1,258,599	1,896,811	1,833,392	2,133,728	2,632,513	2,575,080	2,906,570	2,772,999
Other taxes	1,744,807	1,955,665	2,006,647	2,005,449	2,283,433	2,588,533	2,614,547	2,813,221	2,969,349	3,487,184
Investment income	423,535	342,007	309,709	275,817	263,632	259,070	511,663	1,278,965	2,238,585	3,956,054
Miscellaneous	837,572	675,704	469,454	404,762	457,065	505,127	434,918	1,348,568	1,293,653	544,392
Gain on sale of capital assets	-	-	40,690	26,164	91,722	45,671	-	-	-	-
Transfers	-	-	-	-	-	-	-	377,855	-	-
Total Governmental Activities	94,185,230	97,473,555	100,077,886	102,675,672	104,789,008	108,280,566	108,529,827	113,720,308	108,365,350	108,397,243
Business-Type Activities										
Property taxes	5,919,050	5,912,097	5,950,311	5,237,688	4,493,330	2,993,381	-	-	-	10,037
Investment income	121,309	95,932	72,908	70,630	68,095	85,068	44,606	586,804	505,108	1,655,522
Special Item	-	-	-	-	-	-	-	-	-	(8,562,311)
Transfers	-	-	-	-	-	-	-	(377,855)	-	-
Total Business-Type Activities	6,040,359	6,008,029	6,023,219	5,308,318	4,561,425	3,078,449	44,606	208,949	505,108	(6,896,752)
Total Primary Government	\$ 100,225,589	\$ 103,481,584	\$ 106,101,105	\$ 107,983,990	\$ 109,350,433	\$ 111,359,015	\$ 108,574,433	\$ 113,929,257	\$ 108,870,458	\$ 101,500,491
CHANGE IN NET POSITION										
Governmental Activities	\$ 15,412,339	\$ 15,766,658	\$ 8,153,140	\$ 10,079,017	\$ 12,149,103	\$ 15,072,324	\$ 9,376,033	\$ 10,468,666	\$ 4,037,109	\$ 5,842,090
Business-Type Activities	4,545,231	6,252,489	6,034,411	4,930,748	4,358,272	2,230,302	(1,518,916)	(1,489,251)	505,492	(6,286,959)
Total Primary Government	\$ 19,957,570	\$ 22,019,147	\$ 14,187,551	\$ 15,009,765	\$ 16,507,375	\$ 17,302,626	\$ 7,857,117	\$ 8,979,415	\$ 4,542,601	\$ (444,869)

County of McHenry, Illinois
FUND BALANCES - GOVERNMENTAL FUNDS
Last Ten Fiscal Years

	2010	2011	2012	2013	2014
General Fund					
Reserved	\$ 4,543,345	\$ -	\$ -	\$ -	\$ -
Unreserved	47,525,814	-	-	-	-
Nonspendable	-	1,440,951	979,132	1,310,108	3,228,443
Restricted	-	929,636	366,748	534,121	691,306
Assigned	-	2,957,458	3,832,006	3,497,757	4,932,913
Unassigned	-	48,567,345	48,046,334	46,556,929	39,848,586
Total General Fund	\$ 52,069,159	\$ 53,895,390	\$ 53,224,220	\$ 51,898,915	\$ 48,701,248
All Other Governmental Funds					
Reserved	\$ 36,357,884	\$ -	\$ -	\$ -	\$ -
Unreserved					
Special revenue funds	68,443,969	-	-	-	-
Capital projects funds	14,036	-	-	-	-
Nonspendable	-	1,423,664	1,348,569	1,225,166	1,244,143
Restricted	-	110,227,554	105,282,972	102,894,199	102,933,948
Committed	-	1,892,753	1,883,704	1,902,877	2,073,251
Unassigned (deficit)	-	(841,118)	(604,437)	(1,372,726)	(1,541,451)
Total All Other Governmental Funds	\$ 104,815,889	\$ 112,702,853	\$ 107,910,808	\$ 104,649,516	\$ 104,709,891

Note: The County implemented GASB Statement No. 54 - Fund Balance Reporting and Governmental Fund Type Definitions in 2011. This statement establishes new fund balance classifications, which are based primarily on the extent to which the County is bound to observe constraints on the user of the resources reported in governmental funds. As a result of implementing this standard, the fund balance categories used beginning in 2011 are not directly comparable the fund balance categories used prior to 2011.

2015	2016	2017	2018	2019
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
3,563,966	3,370,973	3,383,522	3,218,058	3,220,409
431,959	468,915	532,795	937,552	672,959
4,035,922	1,228,812	5,004,472	7,467,441	2,926,430
<u>39,734,158</u>	<u>43,374,299</u>	<u>42,632,259</u>	<u>41,379,589</u>	<u>44,510,289</u>
<u>\$ 47,766,005</u>	<u>\$ 48,442,999</u>	<u>\$ 51,553,048</u>	<u>\$ 53,002,640</u>	<u>\$ 51,330,087</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
1,600,997	1,367,296	1,351,290	1,064,258	1,364,949
90,302,255	91,006,305	85,910,707	77,028,502	80,543,157
2,120,282	2,234,341	2,343,305	2,435,369	2,520,696
<u>(448,652)</u>	<u>(9,081)</u>	<u>(111)</u>	<u>(34,190)</u>	<u>(7,128)</u>
<u>\$ 93,574,882</u>	<u>\$ 94,598,861</u>	<u>\$ 89,605,191</u>	<u>\$ 80,493,939</u>	<u>\$ 84,421,674</u>

County of McHenry, Illinois
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
Last Ten Fiscal Years

	2010	2011	2012	2013
REVENUES				
Charges for services	\$ 28,813,360	\$ 28,602,757	\$ 26,671,499	\$ 24,072,857
Licenses and permits	1,166,773	1,068,367	1,057,632	1,164,101
Fines and forfeitures	1,260,451	1,159,054	1,095,605	958,208
Grants, contributions, and intergovernmental	35,501,450	28,679,928	23,297,655	21,233,366
Property taxes	64,562,786	70,755,868	72,206,475	73,113,284
Sales taxes	18,048,187	17,481,700	18,036,621	18,718,620
State income taxes	5,780,880	5,139,609	5,749,691	6,234,765
Tax transfer stamps	1,203,780	1,123,002	1,258,599	1,896,811
Other taxes	1,804,807	1,955,665	2,006,647	2,005,449
Investment income	424,921	340,280	305,078	268,731
Miscellaneous	837,572	719,739	510,144	430,926
Total Revenues	159,404,967	157,025,969	152,195,646	150,097,118
EXPENDITURES				
Current				
General and administrative	28,389,135	30,860,975	31,904,248	32,517,099
Community development	7,340,586	4,739,417	4,234,982	3,961,571
Transportation	18,675,266	18,835,196	18,672,852	17,126,943
Public safety	36,125,726	36,235,507	37,041,770	38,189,737
Judiciary and court related	13,890,625	13,745,080	13,835,337	13,432,634
Public health and welfare	28,974,311	27,586,500	28,276,597	24,915,835
Capital outlay	13,805,171	18,429,974	12,236,735	12,892,983
Debt service				
Principal retirement	8,597,661	9,468,785	13,731,719	9,687,878
Interest and fiscal charges	2,901,750	3,009,679	2,545,139	2,140,219
Total Expenditures	158,700,231	162,911,113	162,479,379	154,864,899
Excess (deficiency) of revenues over expenditures	704,736	(5,885,144)	(10,283,733)	(4,767,781)
OTHER FINANCING SOURCES (USES)				
Transfers in	13,644,072	24,073,795	24,415,247	24,459,350
Transfers out	(13,644,072)	(24,073,795)	(24,415,247)	(24,459,350)
Debt certificates issued	8,147,000	-	-	-
Refunding debt certificates issued	3,448,000	-	5,465,000	-
Premium on debt issuance	459,447	-	166,455	-
Payment to bond escrow agent	(3,583,775)	-	(1,073,000)	-
Insurance recoveries	-	-	-	-
Capital leases issued	-	2,924,043	262,063	181,184
Total Other Financing Sources (Uses)	8,470,672	2,924,043	4,820,518	181,184
Net Change in Fund Balances	\$ 9,175,408	\$ (2,961,101)	\$ (5,463,215)	\$ (4,586,597)
Debt service as a percentage of noncapital expenditures	8.2 %	8.9 %	11.1 %	8.4 %

	2014	2015	2016	2017	2018	2019
\$	21,568,291	\$ 21,776,162	\$ 22,790,054	\$ 23,204,796	\$ 25,172,416	\$ 25,603,102
	1,225,016	1,301,505	1,181,666	1,215,959	1,484,514	1,339,074
	1,039,648	962,505	1,022,990	972,574	1,124,047	1,108,161
	22,172,722	18,087,756	19,525,343	18,796,253	19,026,000	18,911,729
	74,017,467	75,798,457	76,113,609	79,204,833	71,727,133	69,695,232
	19,577,205	19,987,380	19,852,773	20,111,544	20,963,511	20,976,436
	6,265,092	6,962,600	6,369,804	6,010,242	6,266,549	6,964,945
	1,833,392	2,133,728	2,632,513	2,575,080	2,906,570	2,772,999
	2,283,433	2,588,533	2,614,547	2,813,221	2,969,349	3,487,184
	255,945	250,965	491,218	1,242,068	2,191,716	3,924,047
	583,265	550,798	434,918	1,348,568	1,293,651	924,829
	<u>150,821,476</u>	<u>150,400,389</u>	<u>153,029,435</u>	<u>157,495,138</u>	<u>155,125,456</u>	<u>155,707,738</u>
	32,892,250	34,947,227	32,513,064	34,208,007	33,316,402	37,623,785
	3,426,098	3,730,152	3,980,577	3,521,614	3,099,806	3,474,746
	17,660,855	18,495,568	16,752,462	17,234,421	17,575,985	14,950,171
	38,936,843	39,856,936	40,166,373	39,964,567	41,456,826	39,241,013
	13,581,970	14,378,987	14,342,286	13,959,429	13,899,045	14,655,693
	23,476,267	22,114,409	21,882,585	21,852,362	22,146,333	23,067,343
	13,194,968	19,754,893	13,965,789	18,084,648	28,383,996	15,883,887
	10,120,439	26,412,715	10,759,552	10,476,832	2,726,340	4,711,599
	1,755,268	1,261,106	834,421	573,642	363,565	238,630
	<u>155,044,958</u>	<u>180,951,993</u>	<u>155,197,109</u>	<u>159,875,522</u>	<u>162,968,298</u>	<u>153,846,867</u>
	<u>(4,223,482)</u>	<u>(30,551,604)</u>	<u>(2,167,674)</u>	<u>(2,380,384)</u>	<u>(7,842,842)</u>	<u>1,860,871</u>
	20,911,710	21,144,694	16,663,011	17,766,761	17,786,935	15,613,889
	(20,911,710)	(21,144,694)	(16,663,011)	(17,388,906)	(17,786,935)	(15,613,889)
	-	-	-	-	-	-
	-	15,755,000	-	-	-	-
	-	741,576	-	-	-	-
	-	-	-	-	-	-
	710,657	-	-	-	-	-
	375,533	1,691,154	3,868,647	118,908	181,182	394,311
	<u>1,086,190</u>	<u>18,187,730</u>	<u>3,868,647</u>	<u>496,763</u>	<u>181,182</u>	<u>394,311</u>
\$	<u>(3,137,292)</u>	<u>(12,363,874)</u>	<u>1,700,973</u>	<u>(1,883,621)</u>	<u>(7,661,660)</u>	<u>2,255,182</u>
	<u>8.4 %</u>	<u>17.5 %</u>	<u>8.4 %</u>	<u>7.9 %</u>	<u>2.3 %</u>	<u>3.6 %</u>

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County of McHenry, Illinois
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
Last Ten Levy Years

Year Taxes Payable	Real Property					Railroad Property and Other	Total Assessed Value	Estimated Actual Value	Total Direct Tax Rate	Total Assessed Value as a % of Estimated Actual Value
	Farm	Residential	Commercial	Industrial	Other					
2010	\$ 276,678,637	\$ 8,522,019,341	\$ 1,206,095,170	\$ 411,119,294	\$ 13,427,368	\$ 6,243,622	\$ 10,435,583,432	\$ 31,306,750,296	0.716 %	33.3 %
2011	275,661,935	7,866,580,876	1,166,707,825	397,434,087	13,333,125	7,763,227	9,727,481,075	29,182,443,225	0.792	33.3
2012	263,585,558	7,155,985,786	1,042,866,545	359,374,976	12,328,505	8,207,596	8,842,348,966	26,527,046,898	0.888	33.3
2013	246,710,702	6,359,887,024	952,581,395	326,185,550	12,468,064	9,222,423	7,907,055,158	23,721,165,474	0.996	33.3
2014	234,798,385	5,775,371,019	860,389,334	295,685,623	11,860,496	11,592,824	7,189,697,681	21,569,093,043	1.096	33.3
2015	234,249,603	5,568,261,179	827,332,318	281,474,480	10,455,494	12,346,414	6,934,119,488	20,802,358,464	1.141	33.3
2016	239,662,222	5,715,346,078	830,119,932	282,798,978	10,507,731	14,628,932	7,093,063,873	21,279,191,619	1.078	33.3
2017	254,781,212	6,112,164,172	871,049,001	295,485,965	10,321,538	14,643,690	7,558,445,578	22,675,336,734	1.054	33.3
2018	267,793,337	6,490,698,530	902,725,320	304,060,108	10,063,090	15,606,009	7,990,946,394	23,972,839,182	0.901	33.3
2019	285,508,330	6,856,708,729	945,055,590	316,757,274	11,197,674	16,943,846	8,432,171,443	25,296,514,329	0.832	33.3

Source McHenry County Assessor's Office.

Note: Each real property parcel, other than farmland, must be viewed, inspected, and revalued once every four years. Between these general assessment years, township assessors may revalue property if its value is incorrect. By law, most real property is assessed at 33.3% of its fair cash value, which is synonymous with the term market value. There are some exceptions, most notably for farmland, which is assessed based on its agricultural productivity or its ability to produce income. Farmland is reassessed each year by the Illinois Department of Revenue.

County of McHenry, Illinois
DIRECT AND OVERLAPPING PROPERTY TAX RATES
Last Ten Levy Years

	Year Taxes Payable				
	2010	2011	2012	2013	2014
DIRECT RATES - COUNTY					
General	0.326	0.370	0.417	0.480	0.541
Highway	0.060	0.065	0.072	0.084	0.089
County Bridge	0.010	0.010	0.012	0.016	0.015
Matching	0.010	0.011	0.013	0.016	0.016
Mental Health	0.118	0.129	0.144	0.150	0.150
Tuberculosis Care and Treatment	0.004	0.005	0.004	0.003	0.003
Illinois Municipal Retirement	0.043	0.046	0.053	0.067	0.095
Veterans' Assistance	0.003	0.004	0.004	0.005	0.006
Loss Prevention and Protection	0.037	0.040	0.044	0.038	0.038
Social Security	0.031	0.033	0.037	0.048	0.056
Senior Services	0.017	0.018	0.020	0.023	0.024
Nursing Home	0.057	0.061	0.068	0.066	0.063
Total County	0.716	0.792	0.888	0.996	1.096
OVERLAPPING RATES					
Municipalities	0.180 - 1.487	0.192 - 1.707	0.207 - 1.943	0.232 - 2.210	0.264 - 2.356
Unit School Districts	3.274 - 4.791	3.503 - 5.226	3.638 - 5.894	3.593 - 6.900	4.014 - 7.742
Elementary School Districts	1.956 - 3.933	2.154 - 4.229	2.487 - 5.250	2.962 - 5.927	3.311 - 6.894
High School Districts	1.625 - 2.279	1.780 - 2.510	2.093 - 2.926	2.407 - 3.123	2.704 - 3.486
Community College Districts	0.274 - 0.467	0.278 - 0.454	0.290 - 0.465	0.338 - 0.505	0.359 - 0.547
Conservation District	0.178	0.196	0.219	0.248	0.275
Township and Road Districts	0.101 - 0.658	0.123 - 0.708	0.123 - 0.586	0.142 - 0.819	0.152 - 0.851
Park Districts	0.032 - 0.535	0.034 - 0.575	0.035 - 0.659	0.038 - 0.758	0.042 - 0.836
Fire Protection Districts	0.193 - 0.637	0.213 - 0.718	0.243 - 0.722	0.288 - 0.827	0.325 - 0.936
Library Districts	0.072 - 0.391	0.078 - 0.419	0.089 - 0.467	0.104 - 0.532	0.119 - 0.595
Sanitary Districts	0.057	0.062 - 0.066	0.070 - 0.071	0.071 - 0.083	0.078 - 0.091
Cemetery Districts	0.001 - 0.008	0.001 - 0.009	0.002 - 0.011	0.002 - 0.012	0.002 - 0.013
Rescue Squad District	0.200	0.200	0.200	0.200	0.200

Source: McHenry County Clerk's Office

Notes: Rates are per \$100 of assessed valuation.

The County's ability to change property taxes is limited by the Property Tax Extension Limitation Law (PTELL). Increases are limited to the lesser of 5 percent or the increase in the national consumer price index (CPI) for the year preceding the levy year. For the 2018 levy (payable in 2019), the increase was limited to the CPI increase of 1.9%.



Year Taxes Payable

2015	2016	2017	2018	2019
0.584	0.588	0.590	0.500	0.449
0.093	0.110	0.086	0.072	0.069
0.007	0.091	0.007	0.006	0.006
0.026	0.007	0.024	0.021	0.021
0.150	0.150	0.145	0.131	0.130
0.004	0.004	0.003	0.002	0.002
0.113	0.026	0.103	0.096	0.087
0.006	0.018	0.005	0.004	0.005
0.032	0.056	0.017	0.003	-
0.058	0.005	0.053	0.046	0.043
0.025	-	0.022	0.021	0.020
0.043	0.023	0.000	0.000	0.000
1.141	1.078	1.055	0.902	0.832

0.278 - 2.545	0.289 - 2.553	0.276 - 2.474	2.387	0.000 - 2.188
5.068 - 8.215	4.749 - 8.174	4.797 - 7.613	4.505 - 7.055	4.572 - 6.972
3.532 - 7.659	3.434 - 6.221	3.307 - 5.802	3.3214 - 5.590	3.159 - 5.433
2.887 - 3.891	2.943 - 3.792	2.749 - 3.547	2.702 - 3.440	2.613 - 3.253
0.445 - 0.668	0.424 - 0.566	0.407 - 0.572	0.385 - 0.512	.3660 - .5240
0.284	0.277	0.259	0.245	.2380 - .2380
0.157 - 0.837	0.083 - 0.268	0.070 - 0.258	0.057 - 0.522	.0510 - .4770
0.052 - 0.903	0.049 - 0.882	0.050 - 0.836	0.046 - 0.805	.0190 - .7800
0.345 - 0.999	0.338 - 0.991	0.324 - 1.044	0.317 - 1.013	.3120 - .9850
0.127 - 0.638	0.129 - 0.622	0.123 - 0.596	0.119 - 0.576	.1110 - .4800
0.071 - 0.131	0.064 - 0.094	0.058 - 0.089	0.053 - 0.086	.0460 - .0830
0.002 - 0.014	0.002 - 0.014	0.001 - 0.013	0.002 - 0.013	0.000 - 0.000
0.200	0.200	0.193	0.189	.1870 - .1870

County of McHenry, Illinois
PRINCIPAL PROPERTY TAX PAYERS
 Current Year and Nine Years Ago

Taxpayer	Year Taxes Payable			Year Taxes Payable		
	2019		Percentage of Total Assessed Value	2010		Percentage of Total Assessed Value
Assessed Value	Rank	Assessed Value		Rank	Assessed Value	
Nimed Corp.	\$ 18,680,658	1	0.18 %	\$ 17,468,338	2	0.16 %
Walmart Real Estate Business	17,397,302	2	0.17	23,182,335	1	0.21
Fox River TEI LLC ET AL	12,885,583	3	0.13			
US BK NA TRS	9,419,261	4	0.09			
Strategic Sky Ridge LLC	9,189,642	5	0.09			
Sage Products LLC	8,547,683	6	0.08			
Meijer Stores LTD Partnership	8,417,887	7	0.08	9,097,939	8	0.08
Centro Bradley Crystal Lake	6,245,866	8	0.06	15,903,374	3	0.14
2018 IAVF Prairie View LLC	6,084,101	9	0.06			
Kirkat IL LLC	6,048,819	10	0.06			
Inland Real Estate Corp	-	-	-	10,911,261	4	0.10
Sky Ridge Partners LP	-	-	-	10,385,450	5	0.09
DDR McHenry SQ				10,059,687	6	0.09
Rubloff				9,412,240	7	0.08
Menard Inc.				8,827,066	9	0.08
Target (Dayton Hudson)	-	-	-	7,902,491	10	0.07
	-	-	-			
	<u>\$ 102,916,802</u>		<u>1.00 %</u>	<u>\$ 123,150,181</u>		<u>1.10 %</u>

Source: McHenry County Assessor's Office.

County of McHenry, Illinois
PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Levy Years

Fiscal Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Net Amount Collected in Subsequent Years	Total Collected to Date	
		Amount	Percent of Levy		Amount	Percent of Levy
2010	\$ 74,443,780	\$ 74,299,194	99.81	\$ (10,690)	\$ 74,288,504	99.79 %
2011	76,846,500	76,659,934	99.76	12,681	76,672,615	99.77
2012	78,285,064	78,153,090	99.83	(812)	78,152,550	99.83
2013	78,535,191	78,356,747	99.77	10,922	78,368,166	99.79
2014	78,627,451	78,505,603	99.85	(11,481)	78,493,750	99.83
2015	78,966,290	78,804,983	99.80	15,669	78,821,523	99.82
2016	76,289,016	76,098,099	99.75	(16,546)	76,087,517	99.74
2017	79,424,611	79,187,833	99.70	17,217	79,220,610	99.74
2018	71,839,960	71,673,880	99.77	23,498	71,673,880	99.77
2019	69,848,810	69,699,326	99.79	-	69,699,326	99.79

Source: McHenry County Treasurer's Office.

County of McHenry, Illinois
RATIOS OF OUTSTANDING DEBT - BY TYPE
 Last Ten Fiscal Years

Fiscal Year	Governmental Activities			Business-Type Activities			Total Primary Government	Percentage of Personal Income	Per Capita
	Debt Certificates	Debt Certificate Issuance Premiums	Capital Leases	Debt Certificates	Revenue Bonds	Capital Leases			
2010	\$ 72,045,000	\$ 546,623	\$ 647,074	\$ 9,555,000	\$ -	\$ -	\$ 82,793,697	0.66 %	268.15
2011	63,540,000	484,835	2,607,332	8,915,000	-	57,613	75,604,780	0.57	245.36
2012	55,180,000	570,574	1,927,676	-	-	43,981	57,722,231	0.42	187.32
2013	46,205,000	490,099	1,395,982	-	-	29,934	48,121,015	0.35	156.54
2014	36,875,000	412,375	981,076	-	-	15,460	38,283,911	0.27	124.59
2015	27,205,000	969,427	1,684,515	-	-	546	29,859,488	0.20	97.15
2016	18,245,000	794,431	3,753,610	-	-	-	22,793,041	0.15	73.73
2017	9,485,000	622,568	2,155,686	-	-	-	12,263,254	0.08	39.67
2018	7,670,000	451,388	1,425,527	-	-	-	9,546,915	0.06	30.94
2019	3,815,000	282,812	916,299	-	-	-	5,014,111	0.03	16.29

Notes: Details regarding the County's outstanding debt can be found in the notes to financial statements.

County of McHenry, Illinois
RATIOS OF OUTSTANDING GENERAL BONDED DEBT
Last Ten Fiscal Years

Fiscal Year	General Bonded Debt				Percentage of Estimated Actual Value of Property	Per Capita
	Debt Certificates	Debt Certificate Issuance Premiums	Less: Amounts Restricted to Repaying Principal	Net General Bonded Debt		
2010	\$ 81,600,000	\$ 546,623	\$ -	\$ 82,146,623	0.26 %	266.05
2011	72,455,000	484,835	-	72,939,835	0.25	236.71
2012	55,180,000	570,574	-	55,750,574	0.21	180.92
2013	46,205,000	490,099	-	46,695,099	0.20	151.90
2014	36,875,000	412,375	-	37,287,375	0.17	121.35
2015	36,875,000	412,375	-	37,287,375	0.18	121.32
2016	18,245,000	794,431	-	19,039,431	0.09	61.59
2017	9,485,000	622,568	-	10,107,568	0.04	32.70
2018	7,670,000	451,388	-	8,121,388	0.03	26.32
2019	3,815,000	282,812	-	4,097,812	0.02	13.31

Notes: Details regarding the County's outstanding debt can be found in the notes to financial statements.

County of McHenry, Illinois
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
November 30, 2019

	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Direct and Overlapping Debt
Direct			
County of McHenry	\$ 8,574,757	100%	\$ 8,574,757
Overlapping			
Municipalities	227,273,097	7.1 - 100%	201,319,078
Unit School Districts	673,161,747	4.4 - 100%	307,760,200
Elementary School Districts	26,516,878	93.9 - 100%	26,424,135
High School Districts	66,957,205	98.6-100%	66,657,734
Community College Districts	403,021,855	0.0 - 95.9%	25,075,482
Conservation District	88,085,000	88%	77,638,699
Township and Road Districts	1,622,210	100%	1,622,210
Park Districts	21,262,018	13.2 - 100%	20,213,110
Fire Protection Districts	23,568,879	2.7 - 100%	19,055,577
Library Districts	30,269,310	2.6 - 100%	15,301,738
Rescue Squad District	80,000	100.0%	80,000
Total Overlapping			<u>761,147,963</u>
Total Direct and Overlapping Debt			<u>\$ 769,722,720</u>

Sources: Assessed value data used to estimate applicable percentages provided the County Clerk's Office. Debt outstanding data obtained from annual financial reports submitted to the Illinois Comptroller or Illinois State Board of Education or from individual comprehensive annual financial reports.

Notes: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the County. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the County. This process recognizes that, when considering the County's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses of the County should be taken into account. However, this does not mean that every taxpayer of the County is a taxpayer of each of the above overlapping districts and responsible for bearing the repayment of the long-term debt of each overlapping district.

The percentage of overlapping debt applicable is estimated using assessed property values. Applicable percentages were estimated by determining the portion of another district's assessed value that is within the County's boundaries and dividing it by that district's total assessed value.

Amounts are rounded to the nearest thousand.

County of McHenry, Illinois
LEGAL DEBT MARGIN INFORMATION
Last Ten Fiscal Years

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Debt limit	\$ 300,023,024	\$ 279,665,081	\$ 254,217,533	\$ 227,327,836	\$ 206,703,808	\$ 199,355,935	\$ 203,925,586	\$ 217,305,310	\$ 229,739,709	\$ 242,424,929
Less: total debt applicable to limit	<u>(40,805,000)</u>	<u>(35,715,000)</u>	<u>(30,405,000)</u>	<u>(24,855,000)</u>	<u>(19,050,000)</u>	<u>(12,665,000)</u>	<u>(5,900,948)</u>	<u>(2,283,840)</u>	<u>(5,950,528)</u>	<u>(4,531,299)</u>
Legal debt margin	<u>\$ 259,218,024</u>	<u>\$ 243,950,081</u>	<u>\$ 223,812,533</u>	<u>\$ 202,472,836</u>	<u>\$ 187,653,808</u>	<u>\$ 186,690,935</u>	<u>\$ 198,024,638</u>	<u>\$ 215,021,470</u>	<u>\$ 223,789,181</u>	<u>\$ 237,893,630</u>
Total debt applicable to limit as a % of debt limit	<u>13.60 %</u>	<u>12.77 %</u>	<u>11.96 %</u>	<u>10.93 %</u>	<u>9.22 %</u>	<u>6.35 %</u>	<u>2.89 %</u>	<u>1.05 %</u>	<u>2.59 %</u>	<u>1.90 %</u>

Legal Debt Margin Calculation for Fiscal Year 2019

Assessed valuation (2018 tax year)	\$ 8,432,171,443
Debt limitation (2.875% of assessed valuation)	<u>242,424,929</u>
Debt outstanding	
Debt Certificates	3,815,000
Capital Leases	<u>916,299</u>
Subtotal	4,731,299
Less: debt not subject to limitation	<u>(200,000)</u>
Total debt applicable to limit	<u>4,531,299</u>
Debt limit margin	<u>\$ 237,893,630</u>

Note: Per state statute, the County is limited to issuing debt in an amount not to exceed 2.875% of the assessed value of the taxable property within the County. However, this limitation does not apply to debt issued for the purpose of building a County court house, jail, or other necessary County buildings and for the accommodation thereof. (50 ILCS 405 - Local Government Debt Limitation Act)

County of McHenry, Illinois
DEMOGRAPHIC AND ECONOMIC STATISTICS
 Last Ten Fiscal Years

Year	(1) Population	(2) Personal Income	Capita Personal Income	(3) School Enrollment	(3) Number of Teachers	(4) Unemployment Rate
2010	308,760	\$ 12,546,535,000	\$ 40,635	53,179	3,456	9.6 %
2011	308,135	13,150,557,000	42,678	52,875	3,438	9.4
2012	308,145	13,768,164,000	44,681	52,209	3,369	8.4
2013	307,409	13,905,855,000	45,236	51,547	3,634	8.3
2014	307,283	14,356,414,000	46,720	50,652	3,695	6.4
2015	307,343	15,200,285,000	49,457	49,973	3,607	5.3
2016	307,004	15,671,668,000	48,182	49,449	3,634	5.3
2017	309,122	15,427,535,000	49,908	49,147	3,636	4.5
2018	308,570	16,557,246,000	53,658	48,228	3,630	3.5
2019	307,774	17,193,564,000	55,864	50,306	3,692	2.7

Sources:

- (1) US Census Bureau.
- (2) Bureau of Economic Analysis, US Department of Commerce.
- (3) Regional Superintendent of Schools.
- (4) Illinois Department of Employment Security.

County of McHenry, Illinois
PRINCIPAL EMPLOYERS
 Current Year and Nine Years Ago

Employer	2019			2010		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Northwestern Medicine (Centegra)	5,000	1	3.17 %	3,650	1	2.23 %
District 47	1,528	2	0.97			-
District 158	1,500	3	0.95			-
County of McHenry	1,400	4	0.89	1,388	4	0.85
Follett Library Resources	1,378	5	0.87	1,378	5	0.84
Catalent Pharma Solutions Inc.	830	6	0.53	830	6	0.51
Mercy Health System	732	7	0.46	732	7	-
Snap-On Tools, Inc.	590	8	0.37	590	9	0.36
Stryker-Sage Products	583	9	0.37	583	10	0.36
Medela	540	10	0.34			-
Walmart	-	-	-	2,200	2	1.35
Jewel Osco	-	-	-	1,400	3	0.86
Brown Printing	-	-	-	650	8	0.40
	-	-	-			-
	<u>14,081</u>		<u>8.94 %</u>	<u>13,401</u>		<u>8.21 %</u>

Source: Principal employers and total County employment obtained from the McHenry County Economic Development Corporation (does not include employers that are not headquartered in the County).

Note: In prior years, major corporate employers not headquartered in McHenry County were included.

County of McHenry, Illinois
FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES - BY FUNCTION
 Last Ten Fiscal Years

<u>FUNCTION/PROGRAM</u>	Full-time Equivalent Employees as of November 30,									
	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
General and administrative	207.3	205.4	206.1	207.0	206.3	194.6	185.6	187.0	206.6	222.6
Community development	28.0	26.9	26.9	30.0	24.8	24.7	23.9	24.9	25.1	22.9
Transportation	56.4	60.0	60.0	57.0	56.0	63.2	62.2	58.4	56.4	62.1
Public safety	401.0	402.7	402.8	400.2	395.7	393.7	385.0	368.8	372.3	379.3
Judiciary and court related	214.9	207.0	208.3	209.2	208.2	212.2	201.5	194.1	188.8	191.5
Public health and welfare	358.3	333.1	329.2	308.4	306.1	276.9	272.8	272.3	250.8	261.3
	<u>1,265.9</u>	<u>1,235.1</u>	<u>1,233.3</u>	<u>1,211.8</u>	<u>1,197.1</u>	<u>1,165.3</u>	<u>1,131.0</u>	<u>1,105.5</u>	<u>1,100.0</u>	<u>1,139.7</u>

Source: McHenry County Department of Human Resources

Note: A full-time employee is schedule to work 37.5 hours per week, which is equal to 1950 hours per year (52 weeks * 37.5 hours/week). Full-time equivalent employment is calculated by dividing total labor hours by 1950.

County of McHenry, Illinois
OPERATING INDICATORS - BY FUNCTION
 Last Ten Fiscal Years

<u>FUNCTION/PROGRAM</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
General and administrative										
Documents recorded	59,651	54,381	62,098	62,056	44,148	48,547	50,470	49,008	50,336	52,713
Real estate transfer declarations	3,809	3,723	4,721	6,620	6,090	6,490	7,261	7,466	7,537	6,997
Birth certificates issued	1,900	1,807	1,804	1,659	1,690	1,722	1,644	1,818	1,835	1,749
Registered deaths	1,642	1,635	1,661	1,651	1,640	1,772	1,760	1,987	1,939	1,733
Parcels assessed	149,278	149,348	149,353	149,251	149,189	149,461	149,372	148,999	148,675	148,713
Registered voters	202,033	202,494	203,225	204,129	206,197	205,178	227,452	221,003	238,290	231,610
Tax bills mailed	137,857	138,522	138,134	138,154	138,343	138,250	134,928	137,922	134,077	138,047
Passports applications processed	1,067	1,124	1,545	2,258	3,300	4,003	4,493	3,707	2,708	2,378
Teachers certified	3,456	3,438	3,369	3,634	3,695	3,607	3,634	3,636	3,630	3,692
Community development										
Building permit applications	1,086	886	899	904	1,002	1,010	996	1,174	1,056	1,161
Zoning petitions filed	51	51	52	48	52	40	49	30	65	45
Transportation										
Permits (access, facility, & utility)	76	105	86	64	76	91	93	96	100	98
Lane miles resurfaced	28.3	17.6	18.2	28.6	27.0	25.0	31.0	24.6	23.9	18.1
Public safety										
Incoming 911 calls	36,722	39,393	42,186	40,177	29,793	29,440	27,505	26,001	26,906	17,088
Citations issued	13,558	12,322	14,679	10,709	10,127	9,524	10,278	9,555	17,099	18,692
Inmates processed	8,765	8,396	7,615	6,655	6,639	6,368	6,624	6,622	7,025	6,523
Hazardous material and other emergency responses	39	26	30	60	48	36	34	40	26	24
Judiciary and court related										
Judges	16	19	19	19	19	19	19	19	19	19
Total cases filed	90,367	81,058	77,258	72,330	64,110	59,378	57,535	55,922	58,282	54,417
Jury trials	80	77	47	62	92	66	82	57	71	69
Defendants appointed to public defender	4,406	4,179	3,888	4,281	4,126	4,114	4,088	4,108	4,787	4,343
Charges disposed by public defender	9,195	8,912	8,144	8,095	8,533	8,303	8,123	7,998	8,327	8,554
Public health and welfare										
Food establishment inspections	5,612	4,899	4,612	4,811	4,746	5,446	4,352	5,368	4,599	5,323
Vision screenings	7,966	9,135	8,275	7,699	7,926	8,880	8,067	8,321	8,184	7,858
Hearing screenings	11,999	12,381	12,222	11,202	12,954	12,888	11,366	12,056	11,298	10,995
Nursing home - resident days	44,945	44,731	44,239	44,201	44,819	44,262	44,151	41,278	42,395	42,760

Source: County Departments.

County of McHenry, Illinois
CAPITAL ASSET STATISTICS - BY FUNCTION
 Last Ten Fiscal Years

<u>FUNCTION/PROGRAM</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
General and administrative										
Primary buildings	2	2	2	2	2	2	2	2	2	2
Transportation										
Lane miles	497	497	518	518	522	524	525	525	525	525
Street lights	379	393	351	506	541	559	579	597	612	610
Traffic signals	32	35	35	36	40	40	42	42	43	42
Bridges	41	42	42	43	43	43	44	52	50	51
Vehicles	76	76	77	79	79	78	78	82	83	73
Public safety										
Jail inmate capacity	666	666	666	666	666	666	666	666	650	622
Sheriff vehicles	192	164	162	159	148	152	152	162	168	173
Sheriff boats	5	5	5	5	5	5	5	5	4	4
Judiciary and court related										
Courtrooms	16	18	18	18	18	18	18	18	18	18
Public health and welfare										
Nursing home capacity	128	128	128	128	128	128	128	128	128	128
Vehicles - veterans assistance	5	4	4	4	4	4	4	4	4	4

Sources: County Departments.