

**BOOK-ENTRY ONLY
BANK-QUALIFIED
BASE CUSIP: 476673**

**RATING: Standard & Poor's "AAA"
Local Government Underlying Rating: "A+"
INSURANCE: Financial Security Assurance Inc.**

In the opinion of Evans, Froehlich, Beth & Chamley, Bond Counsel, under existing law and assuming continued compliance with certain requirements of the Internal Revenue Code of 1986, as amended, the interest on the Bonds (including any original issuance discount properly allocable to the owners thereof) is excluded from gross income for federal income tax purposes and is not an item of tax preference for purposes of the federal alternative minimum tax imposed on individuals and corporations. The Bonds have been designated as "qualified tax-exempt obligations" within the meaning of Section 265(b)(3) of the Internal Revenue Code of 1986, as amended. See "TAX EXEMPTION," "BONDS PURCHASED AT A PREMIUM OR A DISCOUNT" and "QUALIFIED TAX EXEMPT OBLIGATIONS" herein and Appendix C hereto.

**\$3,170,000
THE COUNTY OF JERSEY, ILLINOIS
GENERAL OBLIGATION BONDS
(PUBLIC SAFETY SALES TAXES ALTERNATE REVENUE SOURCE),
SERIES 2008**

Dated: Date of Initial Delivery

Due: December 1, as shown on inside cover

The above-captioned bonds (collectively, the "**Bonds**") will be issued by The County of Jersey, Illinois (the "**County**") in fully registered form in the denomination of \$5,000 or any authorized integral multiple thereof, and will be registered in the name of Cede & Co., as nominee of The Depository Trust Company, New York, New York. Individual purchases of interests in the Bonds will be made in book-entry form only.

Principal of the Bonds will be payable annually on December 1, as shown on the inside cover hereof, and semiannual interest thereon will be payable on June 1 and December 1, beginning on December 1, 2008. Principal will be payable upon presentation and surrender of the Bonds by the registered owners thereof at the payment office of The Bank of New York Mellon Trust Company, N.A. (the "**Paying Agent**") in St. Louis, Missouri, or at such other office as designated by the Paying Agent. Interest will be payable by check or draft of the Paying Agent (or in certain circumstances by wire transfer) mailed by the Paying Agent to the persons who are the registered owners of the Bonds as of the close of business on the 15th day (whether or not a business day) of the calendar month preceding each interest payment date.

The Bonds and the interest thereon, will constitute general obligations of the County, payable from certain Pledged Revenues (as defined herein), and to the extent such revenue source is not timely received, from ad valorem taxes levied without limitation as to rate or amount upon all of the taxable property within the territorial limits of the County.

The scheduled payment of principal of and interest on the Bonds when due will be guaranteed under an insurance policy to be issued concurrently with the delivery of the Bonds by FINANCIAL SECURITY ASSURANCE INC.



The Bonds are subject to optional redemption prior to maturity as described herein.

The Bonds are offered when, as and if issued by the County, subject to the approval of legality by Evans, Froehlich, Beth & Chamley, Champaign, Illinois, Bond Counsel. It is expected that the Bonds will be available for delivery through the facilities of The Depository Trust Company in New York, New York, on or about September 25, 2008.

**STIFEL
NICOLAUS**

The date of this Official Statement is September 16, 2008.

**MATURITY SCHEDULE
BASE CUSIP 476673**

**\$3,170,000
THE COUNTY OF JERSEY, ILLINOIS
GENERAL OBLIGATION BONDS
(PUBLIC SAFETY SALES TAXES ALTERNATE REVENUE SOURCE),
SERIES 2008**

<u>Due (December 1)</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Yield</u>	<u>Price</u>	<u>CUSIP</u>
2009	\$ 110,000	3.000%	2.050%	101.103	476673 AY4
2010	115,000	3.000%	2.350%	101.373	476673 AZ1
2011	120,000	3.000%	2.650%	101.059	476673 BA5
2012	120,000	3.000%	2.850%	100.585	476673 BB3
2013	125,000	3.000%	3.030%	99.854	476673 BC1
2014	130,000	3.000%	3.210%	98.827	476673 BD9
2015	135,000	3.200%	3.370%	98.920	476673 BE7
2016	140,000	3.375%	3.530%	98.903	476673 BF4
2017	145,000	3.500%	3.680%	98.604	476673 BG2
2018	150,000	3.700%	3.830%	98.908	476673 BH0
2020	315,000	4.000%	4.050%	99.518	476673 BK3
2022	345,000	4.150%	4.200%	99.464	476673 BM9
2024	370,000	4.300%	4.350%	99.418	476673 BP2
2026	410,000	4.400%	4.450%	99.375	476673 BR8
2028	<u>440,000</u>	4.500%	4.550%	99.338	476673 BT4
Total	<u>\$3,170,000</u>				

REGARDING USE OF THIS OFFICIAL STATEMENT

No dealer, broker, salesman or other person has been authorized by the County or the Underwriter to give any information or to make any representations with respect to the Bonds offered hereby other than those contained in this Official Statement, and, if given or made, such other information or representations must not be relied upon as having been authorized by any of the foregoing. This Official Statement does not constitute an offer to sell or the solicitation of an offer to buy nor shall there be any sale of the Bonds offered hereby by any person in any jurisdiction in which it is unlawful for such person to make such offer, solicitation or sale. The information set forth herein has been furnished by the County and other sources which are believed to be reliable, but such information is not guaranteed as to accuracy or completeness and is not to be construed as a representation by the Underwriter. The information and expressions of opinion herein are subject to change without notice and neither the delivery of this Official Statement nor any sale made hereunder shall, under any circumstances, create any implication that there has been no change in the affairs of the County since the date hereof.

Any statements made in this Official Statement, including the Appendices, involving matters of opinion or estimates, whether or not so expressly stated, are set forth as such and not as representations of fact, and no representation is made that any of such estimates will be realized. This Official Statement contains certain forward-looking statements and information that are based on the County's beliefs as well as assumptions made by and information currently available to the County. Such statements are subject to certain risks, uncertainties and assumptions. Should one or more of these risks or uncertainties materialize, or should underlying assumptions prove incorrect, actual results may vary materially from those anticipated, estimated or expected.

In connection with this offering, the Underwriter may over-allot or effect transactions that stabilize or maintain the market price of the Bonds at a level above that which might otherwise prevail in the open market. Such stabilizing, if commenced, may be discontinued at any time.

The Bonds have not been registered with the Securities and Exchange Commission under the Securities Act of 1933, as amended, or under any state securities or "Blue Sky" laws. The Bonds are offered pursuant to an exemption from registration with the Securities and Exchange Commission.

Other than with respect to information concerning Financial Security Assurance Inc. ("Financial Security") contained under the caption "Bond Insurance" and Appendix C specimen "Municipal Bond Insurance Policy" herein, none of the information in this Official Statement has been supplied or verified by Financial Security and Financial Security makes no representation or warranty, express or implied, as to (i) the accuracy or completeness of such information; (ii) the validity of the Bonds; or (iii) the tax exempt status of the interest on the Bonds.

COUNTY OF JERSEY, ILLINOIS

County of Jersey
200 North Lafayette, Suite Two
Jerseyville, Illinois 62052
618-498-5571

County Officials

Pam Heitzig, Chairman, County Board
Ken Breden, Board Member, District 1
Larry Keller, Board Member, District 1
Donna Moore, Board Member, District 1
Sandy Hefner, Board Member, District 2
Howard Landon, Board Member, District 2
Don Little, Board Member, District 3
Tim Rothe, Board Member, District 3
Bob Sandkamper, Board Member, District 3
Dick Brown, Board Member, District 4
Gary Hayes, Board Member, District 4
Mike Wendle, Board Member, District 4

County State's Attorney

Benjamin Goetten, Esq.
State's Attorney

Independent Auditors

Scheffel & Company, P.C.
Jerseyville, Illinois

Bond Counsel

Evans, Froehlich, Beth & Chamley
Champaign, Illinois

Underwriter

Stifel, Nicolaus & Company, Incorporated
St. Louis, Missouri

SUMMARY STATEMENT

Issuer:	The County of Jersey, Illinois (the “County” or the “Issuer”).
Issue:	\$3,170,000 General Obligation Bonds (Public Safety Sales Taxes Alternate Revenue Source), Series 2008.
Dated Date:	Date of Initial Delivery.
Settlement Date:	On or about September 25, 2008.
Interest:	The Bonds will bear interest on the principal amount thereof; semiannual interest is due each December 1 and June 1, commencing December 1, 2008.
Principal Due:	December 1, 2009 to 2028.
Redemption Provisions:	The Bonds are subject to optional redemption and mandatory sinking fund redemption prior to maturity as provided herein under “THE BONDS - Redemption Provisions.”
Tax Exemption:	Under present law, interest on the Bonds is not includible in gross income of the beneficial owners for federal income tax purposes. See “TAX EXEMPTION” herein.
Purpose:	The Bonds are being issued for the purpose of financing the costs of acquiring, constructing, remodeling, rehabilitating and installing improvements to the County’s Criminal Justice Facility including a jail and sheriff’s office together with related furniture, fixtures, equipment, facilities and improvements. See “PLAN OF FINANCING – The Project” herein.
Security:	The Bonds are full faith and credit general obligations of the County, payable from ad valorem taxes to be levied on all taxable property within the County without limitation as to rate or amount.
Bank Qualification:	The Bonds are to be designated as “qualified tax-exempt obligations” within the meaning of Section 265(b)(3) of the Internal Revenue Code of 1986, as amended. See “QUALIFIED TAX-EXEMPT OBLIGATIONS” herein.
Bond Rating:	Standard & Poor’s Underlying Rating “A+;” Financial Security Assurance Inc. Rating “AAA.”
Bond Insurance:	Financial Security Assurance Inc.
Paying Agent/Bond Registrar:	The Bank of New York Mellon Trust Company, N.A.
Registration:	Book Entry Only.
Bond Counsel:	Evans, Froehlich, Beth & Chamley, Champaign, Illinois.
Record Date:	The fifteenth (15 th) day (whether or not a business day) of the calendar month immediately preceding each interest payment date.

This offering of Bonds is made only by means of the attached Official Statement in its entirety. No person shall be authorized to detach this Summary Statement from the Official Statement or to otherwise use such Summary Statement without the accompanying Official Statement in its entirety.

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OFFICIAL STATEMENT

\$3,170,000

**THE COUNTY OF JERSEY, ILLINOIS
GENERAL OBLIGATION BONDS
(PUBLIC SAFETY SALES TAXES ALTERNATE REVENUE SOURCE),
SERIES 2008**

INTRODUCTION

This introduction is only a brief description and summary of certain information contained in this Official Statement and is qualified in its entirety by reference to the more complete and detailed information contained in the entire Official Statement, including the cover page and appendices hereto, and the documents summarized or described herein. Capitalized words and terms not defined in this Official Statement shall have the meanings as defined in the Bond Ordinance. A full review should be made of the entire Official Statement.

Purpose of the Official Statement

The purpose of this Official Statement is to furnish information relating to (1) The County of Jersey, Illinois (the **“County”**), and (2) the County’s General Obligation Bonds (Public Safety Sales Taxes Alternate Revenue Source), Series 2008 (the **“Bonds”**), to be issued in the principal amount of \$3,170,000.

Authorization of the Bonds

The Bonds are being issued pursuant to and in full compliance with the Constitution and laws of the State of Illinois, including the Illinois Counties Code (55 ILCS 5/5-1001 *et seq.*, including Section 5-1006.5 Conversion Public Safety Sales Taxes) and the Local Government Debt Reform Act (30 ILCS 350/1 *et seq.*). The issuance and sale of the Bonds have been authorized by an Ordinance adopted on September 16, 2008, and supplemented by a Bond Order to be executed by the County Board Chairman (collectively, the **“Bond Ordinance”**).

Purpose of the Bonds

The proceeds of the Bonds will be used to pay the costs of acquiring, constructing, remodeling, rehabilitating and installing improvements to the County’s Criminal Justice Facility including a jail and sheriff’s office together with related furniture, fixtures, equipment, facilities and improvements as further described herein under the caption **“PLAN OF FINANCING – The Project.”**

Security and Source of Payment

The Bonds and the interest thereon will constitute general obligations of the County, payable from a certain distributive revenue share of proceeds of the special county retailers’ occupation taxes and the related service occupation tax for public safety purposes (collectively, the **“Public Safety Sales Taxes”**), distributed pursuant to applicable law. To the extent Public Safety Sales Taxes are not timely received in a sufficient amount, the Bonds will be paid from ad valorem taxes levied without limitation as to rate or amount upon all of the taxable property within the territorial limits of the County (the **“Pledged Taxes”**). See the caption **“SECURITY AND SOURCES OF PAYMENT FOR THE BONDS”** herein.

Financial Statements

The audited financial statements of the County for the fiscal year ended November 2007 are included in **Appendix B** to this Official Statement. These financial statements have been audited by Scheffel & Company, P.C., independent certified public accountants, of Jerseyville, Illinois, to the extent and for the periods indicated in their report which is also included in **Appendix B** hereto.

Bond Ordinance and Official Statement

All references herein to the Bond Ordinance are qualified in their entirety by reference to the Bond Ordinance. Copies of the Bond Ordinance may be viewed at the office of the Underwriter, Stifel, Nicolaus & Company, Incorporated, 501 North Broadway, St. Louis, Missouri 63102, Attention: Ms. Mary Kane, telephone 314- 342-2233. Copies of the Bond Ordinance and this Official Statement, as it may be corrected or supplemented, will be provided to any prospective purchaser requesting the same.

Continuing Disclosure Information

The County has covenanted in a Continuing Disclosure Certificate and Agreement to provide certain financial information and notices of material events to each nationally recognized municipal securities information repository, all in compliance with Rule 15c2-12 promulgated by the Securities and Exchange Commission. See the caption “**CONTINUING DISCLOSURE INFORMATION**” herein.

THE COUNTY

The County is a non-home rule municipality located approximately 40 miles northeast of St. Louis, Missouri. The County has an estimated population of 22,621 and covers approximately 369 square miles. See “**Appendix A: JERSEY COUNTY, ILLINOIS – General, Economic and Financial Information.**”

PLAN OF FINANCING

The Project

The Bonds are being issued to pay the costs of acquiring, constructing, remodeling, rehabilitating and installing improvements to the County’s Criminal Justice Facility including a jail and sheriff’s office together with related furniture, fixtures, equipment, facilities and improvements (collectively, the “**Project**”).

Sources and Uses of Funds

The following table summarizes the sources of funds, including the proceeds from the sale of the Bonds, and the expected uses of such funds, in connection with the plan of financing:

Sources of Funds:

Principal Amount of the Bonds	\$3,170,000.00
Original Issue Discount	(19,359.60)
Premium	<u>4,765.05</u>
Total	<u>\$3,155,405.45</u>

Uses of Funds:

Deposit to Project Fund	\$3,100,000.00
Costs of Issuance (including the Underwriter’s Discount and Insurance)	<u>55,405.45</u>
Total	<u>\$3,155,405.45</u>

THE BONDS

The following is a summary of certain terms and provisions of the Bonds. Reference is hereby made to the Bonds and the Bond Ordinance for the detailed terms and provisions thereof.

General Description

General. The Bonds will be dated as of the date of initial delivery thereof and will mature on December 1 in the years and in the principal amounts, all as set forth on the inside cover page of this Official Statement. The Bonds will be issued in fully registered form without coupons in the denomination of \$5,000 each or any authorized integral multiple thereof. Each Bond shall bear interest from its date, or from the most recent interest payment date to which interest has been paid, computed on the basis of a 360-day year consisting of twelve 30-day months, and payable in lawful money of the United States of America semiannually on each June 1 and December 1, commencing December 1, 2008, at the rates set forth on the inside cover page of this Official Statement.

Payment of Principal and Interest. The principal of and premium, if any, on the Bonds shall be payable in lawful money of the United States of America upon presentation and surrender thereof at the payment office of The Bank of New York Mellon Trust Company, N.A., in St. Louis, Missouri (including its successors, the “**Paying Agent**” and, as applicable, the “**Bond Registrar**”). Interest on the Bonds is payable on each interest payment date to the registered owners of record appearing on the registration books maintained by the Bond Registrar on behalf of the County for such purpose at the principal corporate trust office of the Bond Registrar as of the close of business on the 15th day (whether or not a business day) of the calendar month next preceding the applicable interest payment date. Interest on the Bonds shall be paid by check or draft mailed by the Paying Agent to such registered owners at their addresses appearing on the registration books.

The Bonds, when issued, will initially be registered in the name of Cede & Co., as nominee for DTC, and no beneficial owner will receive certificates representing such beneficial owner’s interest in the Bonds, except in the event the Bond Registrar delivers replacement bonds as provided in the Bond Ordinance. Payment of the principal of, premium, if any, and interest on each Bond will be made, and notices and other communications to Bondholders will be given, directly to DTC or its nominee, Cede & Co., by the Paying Agent. In the event the Bonds are not in a book-entry system, payment of principal of, premium, if any, and interest on the Bonds will be made and such notices and communications will be given as described in the Bond Ordinance. See “Book-Entry Only System” below.

Redemption

Optional Redemption. The Bonds maturing on and after December 1, 2020 are subject to redemption prior to maturity at the option of the County as a whole or in part on any date on and after December 1, 2018, in integral multiples of \$5,000 from such maturities or in such order as specified by the County (but in inverse order if none is specified), less than all of the Bonds of a single maturity to be selected by lot as the Bond Registrar determines, on the applicable redemption date and at a redemption price equal to the principal amount to be so redeemed, plus accrued interest to the redemption date.

Mandatory Sinking Fund Redemption

The Bonds maturing December 1, 2020, 2022, 2024, 2026 and 2028 are term bonds (the “**Term Bonds**”) and are subject to mandatory sinking fund redemption on December 1 of each of the years and in the principal amount in each year as set forth below, at 100% of the principal amount thereof to be redeemed plus accrued interest to the redemption date.

TERM BONDS MATURING ON December 1, 2020

Redemption Date	Principal Amount
December 1, 2019	\$155,000
December 1, 2020	\$160,000

TERM BONDS MATURING ON DECEMBER 1, 2022

Redemption Date	Principal Amount
December 1, 2021	\$170,000
December 1, 2022	\$175,000

TERM BONDS MATURING ON DECEMBER 1, 2024

Redemption Date	Principal Amount
December 1, 2023	\$180,000
December 1, 2024	\$190,000

TERM BONDS MATURING ON DECEMBER 1, 2026

Redemption Date	Principal Amount
December 1, 2025	\$200,000
December 1, 2026	\$210,000

TERM BONDS MATURING ON DECEMBER 1, 2028

Redemption Date	Principal Amount
December 1, 2027	\$215,000
December 1, 2028	\$225,000

Notice and Effect of Call for Redemption. Unless waived by the registered owner of Bonds to be redeemed, presentment for payment being conclusively such a waiver, notice of any such redemption shall be given by the Bond Registrar on behalf of the County by mailing the redemption notice by first class mail not less than 30 days and not more than 60 days prior to the date fixed for redemption to each registered owner of the Bond or Bonds to be redeemed at the address shown on the Bond Register or at such other address as is furnished in writing by each such registered owner to the Bond Registrar.

So long as a Securities Depository is effecting book-entry transfers of Bonds, the notices specified to be provided by the Bond Registrar to the Owners of the Bonds will be provided only to the Securities Depository. It is expected that the Securities Depository will, in turn, notify its Participants and that the Participants, in turn, will notify the beneficial owners. Any failure on the part of the Securities Depository or a Participant, or failure on the part of a nominee of a beneficial owner of a Bond, to notify the beneficial owner of the Bond so effected will not effect the validity of the redemption of such Bond.

Notice of redemption having been given as aforesaid, the Bonds or portions of Bonds so to be redeemed shall, on the redemption date, become due and payable at the redemption price therein specified, and from and after such date (unless the County shall not have sufficient funds so on deposit for the payment of the redemption price) such Bonds or portions of Bonds shall cease to bear interest.

Selection of Bonds for Redemption. For purposes of any redemption of less than all of the outstanding Bonds of a single maturity, the particular Bonds or portions of Bonds to be redeemed shall be selected at least thirty (30) days prior to the redemption date by the Bond Registrar from the outstanding Bonds by lot which may provide for the selection for redemption of Bonds or portions of Bonds in principal amounts of \$5,000 and integral multiples thereof. The Bond Registrar shall promptly notify the County in writing of the Bonds or portions of Bonds selected for redemption and, in the case of any Bond selected for partial redemption, the principal amount thereof to be redeemed.

Registration, Transfer and Exchange

The County shall cause books (the “**Bond Register**”) for the registration and for the transfer of the Bonds as provided in the Bond Ordinance to be kept at the principal corporate trust office of the Bond Registrar. *So long as a Securities Depository is affecting book-entry transfers of Bonds, the registration, transfer and exchange of beneficial ownerships in the Bonds shall be as described below under the caption “Book-Entry Only System.” If, however, the book-entry system is discontinued, the Bonds may be registered, transferred or exchanged only as described below.*

Upon surrender for transfer of any Bond at the principal corporate trust office of the Bond Registrar, duly endorsed by, or accompanied by a written instrument or instruments of transfer in form satisfactory to the Bond Registrar and duly executed by the registered owner or such owners’ attorney duly authorized in writing, the County shall execute and the Bond Registrar shall authenticate, date and deliver in the name of the transferee or transferees a new fully registered Bond or Bonds of the same maturity of authorized denominations, for a like aggregate principal amount. Any fully registered Bond or Bonds may be exchanged at the office of the Bond Registrar for a like aggregate principal amount of Bond or Bonds of the same maturity of other authorized denominations. The execution by the County of any fully registered Bond shall constitute full and due authorization of such Bond, and the Bond Registrar shall thereby be authorized to authenticate, date and deliver such Bond.

The Bond Registrar shall not be required to transfer or exchange any Bond during the period from the 15th day of the calendar month preceding any interest payment date to such interest payment date, or to transfer or exchange any Bond after notice calling such Bond for redemption has been mailed, or during a period of 15 days next preceding mailing of a notice of redemption of any Bonds.

The person in whose name any Bond shall be registered shall be deemed and regarded as the absolute owner thereof for all purposes, and payment of the principal of, premium (if any) or interest on any Bond shall be made only to or upon the order of the registered owner thereof or such registered owners legal representative. All such payments shall be valid and effectual to satisfy and discharge the liability upon such Bond to the extent of the sum or sums so paid.

No service charge shall be made for any transfer or exchange of Bonds, but the County or the Bond Registrar may require payment of a sum sufficient to cover any tax or other governmental charge that may be imposed in connection with any transfer or exchange of Bonds exchanged in the case of the issuance of a Bond or Bonds for the outstanding portion of a Bond surrendered for redemption.

BOND INSURANCE

Bond Insurance Policy

Concurrently with the issuance of the Bonds, Financial Security Assurance Inc. (“Financial Security”) will issue its Municipal Bond Insurance Policy for the Bonds (the “Policy”). The Policy guarantees the scheduled payment of principal of and interest on the Bonds when due as set forth in the form of the Policy included as an exhibit to this Official Statement.

The Policy is not covered by any insurance security or guaranty fund established under New York, California, Connecticut or Florida insurance law.

Financial Security Assurance Inc.

Financial Security is a New York domiciled financial guaranty insurance company and a wholly owned subsidiary of Financial Security Assurance Holdings Ltd. ("Holdings"). Holdings is an indirect subsidiary of Dexia, S.A., a publicly held Belgian corporation, and of Dexia Credit Local S.A., a direct wholly-owned subsidiary of Dexia, S.A. Dexia, S.A., through its bank subsidiaries, is primarily engaged in the business of public finance, banking and asset management in France, Belgium and other European countries. No shareholder of Holdings or Financial Security is liable for the obligations of Financial Security.

At June 30, 2008, Financial Security's consolidated policyholders' surplus and contingency reserves were approximately \$2,474,294,855 and its total net unearned premium reserve was approximately \$2,618,981,067 in accordance with statutory accounting principles. At June 30, 2008, Financial Security's consolidated shareholder's equity was approximately \$2,742,778,534 and its total net unearned premium reserve was approximately \$2,065,001,822 in accordance with generally accepted accounting principles.

Portions of the following documents filed by Holdings with the Securities and Exchange Commission ("SEC") that relate to Financial Security are incorporated by reference into this Official Statement and shall be deemed to be a part hereof:

- (i) Annual Report of Holdings on Form 10-K for the year ended December 31, 2007, and
- (ii) Quarterly Report of Holdings on Form 10-Q for the quarter ended March 31, 2008, and
- (iii) Quarterly Report of Holdings on Form 10-Q for the quarter ended June 30, 2008, and
- (iv) Current Report of Holdings on Form 8-K filed on August 6, 2008.

All information relating to Financial Security included in, or as exhibits to, documents filed by Holdings pursuant to Section 13(a), 13(c), 14 or 15(d) of the Securities Exchange Act of 1934 after the filing of the last document referred to above and before the termination of the offering of the Bonds shall be deemed incorporated by reference into this Official Statement and to be a part hereof from the respective dates of filing such documents. Copies of materials incorporated by reference are available over the internet at the SEC's website at <http://www.sec.gov> or at Holding's website at <http://www.fsa.com> or will be provided upon request to Financial Security Assurance Inc.: 31 West 52nd Street, New York, New York 10019, Attention: Communications Department (telephone (212) 826-0100).

Any information regarding Financial Security included herein under the captions "BOND INSURANCE – Financial Security Assurance Inc." and " – Recent Events Regarding FSA's Ratings" or included in a document incorporated by reference herein (collectively, the "Financial Security Information") shall be modified or superseded to the extent that any subsequently included Financial Security Information (either directly or through incorporation by reference) modifies or supersedes such previously included Financial Security Information. Any Financial Security Information so modified or superseded shall not constitute a part of this Official Statement, except as so modified or superseded.

The Policy does not protect investors against changes in market value of the Bonds, which market value may be impaired as a result of changes in prevailing interest rates, changes in applicable ratings or other causes. Financial Security makes no representation regarding the Bonds or the advisability of investing in the Bonds. Financial Security makes no representation regarding the Official Statement, nor has it participated in the preparation thereof, except that Financial Security has provided to the Issuer the information presented under this caption for inclusion in the Official Statement.

Recent Events Regarding FSA's Ratings

On August 6, 2008, Standard & Poor's Ratings Services revised its outlook on Financial Security to negative from stable, and affirmed Financial Security's "AAA" claims paying rating.

On August 6, 2008, Fitch Ratings affirmed Financial Security's "AAA"/Stable insurer financial strength rating.

On July 21, 2008, Moody's Investors Service, Inc. ("Moody's") placed Financial Security's "Aaa" insurance financial strength ratings on review for possible downgrade due to concerns regarding elevated risks with the financial guaranty insurance market and within Financial Security's insured portfolio. Moody's noted that, while the outcome of the review is uncertain at this time, a downgrade of Financial Security's insurance financial strength rating below "Aa2" is currently seen as unlikely.

These ratings reflect only the views of the respective rating agencies, are not recommendations to buy, sell or hold securities and are subject to revision or withdrawal at any time by those rating agencies. [See "Ratings."]

Book-Entry Only System

The Bonds are available in book-entry only form and beneficial ownership interests therein may be purchased in the principal amount of \$5,000 or any integral multiple thereof. Purchasers of the Bonds will not receive certificates representing their interests in the Bonds.

The following information concerning The Depository Trust Company ("DTC"), New York, New York and DTC's book-entry system has been obtained from sources the County believes to be reliable. However, the County takes no responsibility as to the accuracy or completeness thereof and neither the Indirect Participants nor the Beneficial Owners should rely on the following information with respect to such matters, but should instead confirm the same with DTC or the Direct Participants, as the case may be. There can be no assurance that DTC will abide by its procedures or that such procedures will not be changed from time to time.

DTC will act as securities depository for the Bonds. The Bonds will be issued as fully-registered securities registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered certificate will be issued for each maturity of the Bonds, each in the aggregate principal amount of such maturity, and will be deposited with DTC.

DTC, the world's largest depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 2.2 million issues of U.S. and non-U.S. equity, corporate and municipal debt issues, and money market instruments from over 100 countries that DTC's participants ("**Direct Participants**") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation ("**DTCC**"). DTCC, in turn, is owned by a number of Direct Participants of DTC and Members of the National Securities Clearing Corporation, Fixed Income Clearing Corporation, and Emerging Markets Clearing Corporation (NSCC, FICC, and EMCC, also subsidiaries of DTCC), as well as by the New York Stock Exchange, Inc., the American Stock Exchange LLC, and the National Association of Securities Dealers, Inc. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("**Indirect Participants**"). DTC has Standard & Poor's highest rating: AAA. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com and www.dtc.org.

Purchases of the Bonds under the DTC system must be made by or through Direct Participants, which will receive a credit for the Securities on DTC's records. The ownership interest of each actual purchaser of each Bond ("**Beneficial Owner**") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Bonds are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in Bonds, except in the event that use of the book-entry system for the Bonds is discontinued.

To facilitate subsequent transfers, all Bonds deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co. or such other name as may be requested by an authorized representative of DTC. The deposit of the Bonds with DTC and their registration in the name of Cede & Co. or such other nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Bonds; DTC's records reflect only the identity of the Direct Participants to whose accounts such Bonds are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. Beneficial Owners of the Bonds may wish to take certain steps to augment the transmission to them of notices of significant events with respect to the Bonds, such as prepayments, tenders, defaults, and proposed amendments to the bond documents. For example, Beneficial Owners of the Bonds may wish to ascertain that the nominee holding the Bonds for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the registrar and request that copies of notices be provided directly to them.

Redemption notices shall be sent to DTC. If less than all of the Bonds within a maturity are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such maturity to be redeemed.

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to the Bonds unless authorized by a Direct Participant in accordance with DTC's procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the County as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts the Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Redemption proceeds and distributions on the Bonds will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from the County or Paying Agent, on the payment date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, its nominee, the Bond Registrar/Paying Agent, or the County, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds and distributions to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the County or the Bond Registrar/Paying Agent. Disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as securities depository with respect to the Bonds at any time by giving reasonable notice to the County or the Bond Registrar/Paying Agent. Under such circumstances, in the event that a successor securities depository is not obtained, Bonds are required to be printed and delivered.

SECURITY AND SOURCES OF PAYMENT FOR THE BONDS

Pledged Revenues

The Bonds and the interest thereon will constitute general obligations of the County, payable from Public Safety Sales Taxes, and to the extent such revenue sources listed in, are not timely received therefore from Pledged Taxes.

"Pledged Revenues" means Public Safety Sales Taxes.

Levy and Collection of Annual Tax

Pledge of Full Faith and Credit; Levy of Taxes. Pursuant to the Bond Ordinance to the extent there is a short fall in the receipt of Pledged Revenues to abate Pledged Taxes, the County has irrevocably pledged its full faith, credit and resources for the payment of the principal of and interest on the Bonds as the same become due. The County will levy on all of the taxable tangible property within the territorial limits of the County a direct annual tax (the Pledged Taxes) sufficient to produce the amounts necessary for the payment of the principal of and interest on the Bonds as the same become due. Such Pledged Taxes shall be extended upon the tax rolls in each year, and shall be levied and collected at the same time and in the same manner as the other ad valorem taxes of the County are levied and collected. The amounts derived from such Pledged Taxes shall be deposited in a separate subaccount of the debt service account created by the Bond Ordinance, separate and apart from all other funds of the County, and shall be used solely for the payment of the principal of and interest on the Bonds as and when the same become due.

Abatement of Taxes for Payment of Bonds. As provided in the Local Government Debt Reform Act, whenever the applicable Pledged Revenues have been determined to provide an amount not less than the debt service of the outstanding Series 2008 Bonds in the next succeeding bond year, and whenever the applicable Pledged Revenues have been irrevocably deposited in the respective debt service account in an amount sufficient to pay debt service on outstanding Series 2008 Bonds payable from the tax levy for a particular bond year, the County shall, in sufficient time that the Pledged Taxes levied for debt service for such bond year may be abated, direct the abatement of the Pledged Taxes, in whole or in part, and proper notification of such abatement shall be filed with the County Clerk of Jersey County in a timely manner to effect such abatement. If for any reason there is abatement of such levy of taxes and the failure thereafter to pay debt service in respect of such abatement, the Bond Ordinance provides the additional amount, together with additional interest accruing, shall be added to the tax levy in the year of, or the next year following, such failure.

Treatment of the Bonds as Debt. Pursuant to Section 15 of the Local Government Debt Reform Act, the Bonds shall be payable from the applicable Pledged Revenues and shall not constitute an indebtedness of the County within the meaning of any constitutional or statutory limitation, unless the Pledged Taxes shall have been extended pursuant to the general obligation, full faith and credit promise supporting the Bonds, in which case the amount of the outstanding Bonds will be included in the computation of indebtedness of the County for purposes of all statutory provisions or limitations until such time as an audit of the County shall show that such Bonds have been paid from the Pledged Revenues for a complete fiscal year.

Additional Bonds Payable from the Pledged Revenues

The County reserves the right to issue Additional Bonds without limit from time to time payable from the Pledged Revenues, and any such Additional Bonds will share ratably and equally in the Pledged Revenues with the Bonds; provided, however, that no Additional Bonds will be issued except in accordance with the provisions of the Local Government Debt Reform Act, the Bond Ordinance and the provisions of any ordinance authorizing outstanding bonds payable from a pledge of the Pledged Revenues.

THE LOCAL GOVERNMENT DEBT REFORM ACT

Section 15 of the Local Government Debt Reform Act provides that whenever there exists for a governmental unit (such as the County), enterprise revenues or, as for the Bonds, a revenue source, or both, such governmental units may issue its general obligation bonds payable from such enterprise revenues or revenue source, or both, and such general obligation bonds may be referred to as “alternate bonds.” Such bonds are general obligation debt payable from such revenue source or sources with the general obligation of the County as back-up security.

The Local Government Debt Reform Act prescribes the below-listed conditions that must be met before alternate bonds may be issued. Alternate bonds being issued to refund outstanding alternate bonds, however, are not required to satisfy these conditions so long as (a) the term of the refunding bonds does not exceed the term of the refunded bonds and (b) the debt service payable in any year on the refunding bonds does not exceed the debt service payable in the same year on the refunded bonds.

First, alternate bonds must be issued for a lawful corporate purpose. If issued payable from a revenue source, which revenue source is limited in its purposes or applications, then the alternate bonds can only be issued for such limited purposes or applications.

Second, the issuance must be submitted to referendum if, within the time provided by law following publication of an authorizing ordinance and notice of intent to issue alternate bonds, a petition signed by the requisite number of registered voters in the governmental unit is filed.

Third, to the extent payable from enterprise revenues, the issuer must demonstrate that the pledged revenues are sufficient in each year to provide an amount to pay all of the following: (a) costs of operation and maintenance of the utility or enterprise, excluding depreciation; (b) debt service on all outstanding revenue bonds payable from the enterprise revenues; (c) all amounts required to meet any fund or account requirements with respect to the outstanding revenue bonds; (d) other contractual or tort liability obligations, if any, payable from the enterprise revenues; and (e) in each year, an amount not less than 1.25 times debt service of all (i) outstanding alternate bonds payable from the enterprise revenues; and (ii) the alternate bonds proposed to be issued.

If one or more revenue sources are pledged as security for the alternate bonds, the issuer must demonstrate that the revenue sources are sufficient in each year to provide not less than 1.25 times debt service on all outstanding alternate bonds payable from the revenue sources and on the alternate bonds proposed to be issued. If the revenue source is a governmental revenue source, the required coverage is reduced to 1.10 times debt service on all outstanding alternate bonds payable from the governmental revenue source, including the alternate bonds proposed to be issued.

Fourth, the sufficiency of enterprise revenues or a revenue source must be supported by the most recent audit of the governmental unit. The audit must be for a fiscal year ending not earlier than 18 months prior to the issuance of the alternate bonds. If the audit does not adequately show such revenue source or if such source of revenue is shown to be insufficient, then the determination of sufficiency must be supported by the report of an independent accountant or feasibility analyst, the latter having a national reputation for expertise in such matters. Such report must demonstrate the sufficiency of the revenues and explain how the revenues will be greater than those shown in the audit.

Last, the enterprise revenues or revenue source, as applicable, must in fact be pledged to the payment of the alternate bonds.

DEBT SERVICE COVERAGE FOR THE BONDS

The sufficiency of the Pledged Revenues for the Bonds is supported by the most recent audit of the County, which is attached as **Appendix B** to this Official Statement. The table below and in **Appendix A** shows the requisite coverage for the Bonds for the following fiscal years.

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Pledged Revenues:				
Historical Public Safety Sales Taxes	\$694,431	\$718,056	\$731,788	\$741,880
Maximum Annual Debt Service ⁽¹⁾	\$241,882	\$241,882	\$241,882	\$241,882
Historical/Pro-Forma Debt Service Coverage	2.87	2.97	3.03	3.07

⁽¹⁾ Includes the debt service on the Bonds. The estimated maximum annual debt service occurs in the fiscal year ending November 30, 2024.

GENERAL COVENANTS REGARDING THE BONDS

In the Bond Ordinance, the County made, among others, the following covenants and agreements with the registered owners of the Outstanding Bonds:

(a) The County will take all action necessary to impose, levy, collect, receive and apply the Pledged Revenues and Pledged Taxes, in each case in the manner contemplated by the Bond Ordinance and that such Pledged Revenues shall not be less than as shall be required under Section 15 of the Local Government Debt Reform Act to maintain the Bonds as Alternate Bonds.

(b) The County covenants that it will, while any of the Bonds shall remain outstanding, apply Public Safety Sales Taxes sufficient to provide for or pay each of the following in any given year: (1) debt service on all outstanding revenue bonds; (2) all amounts required to meet any fund or account requirements with respect to the Bonds or any other bonds payable from Pledged Revenues; and (3) in each year, an amount not less than 1.25 times the debt service for all alternate bonds (i) all Bonds payable from Pledged Revenues, including any bonds and outstanding; and (ii) all Bonds proposed to be issued and payable from Pledged Revenues.

(c) The County will make and keep proper books and accounts (separate and apart from all other records and accounts of the County), in which complete entries shall be made of all transactions relating to the Pledged Revenues, and hereby covenants that within six months (180 days) following the close of each Fiscal Year, it will cause the books and accounts related to the Pledged Revenues to be audited by independent certified public accountants. Such audit will be available for inspection by the owners of any of the Bonds. Upon availability, the County will send the Underwriter a copy of such audit and of its general audit in each year. Each such audit, in addition to whatever matters may be thought proper by the accountants to be included therein, shall, without limiting the generality of the foregoing, include the following:

- (i) A balance sheet as of the end of such Fiscal Year, including a statement of the amount held in each of the accounts under the Bond Ordinance.
- (ii) A list of all insurance policies in force at the end of the Fiscal Year, setting out as to each policy the amount of the policy, the risks covered, the name of the insurer, and the expiration date of the policy.
- (iii) The amount and details of all Outstanding Bonds.
- (iv) The accountant's comments regarding the manner in which the County has carried out the accounting requirements of the Bond Ordinance (including as to the Alternate Bond Status of the Bonds) and has complied with Section 15 of the Local Government Debt Reform Act, and the accountant's recommendations for any changes. It is further covenanted and agreed that a copy of each such audit shall be furnished upon completion to the Underwriter, and a summary thereof shall be furnished to the registered owner of any Bond upon request.

(d) The County will keep its books and accounts in accordance with generally accepted fund reporting practices for local government entities provided, however, that the monthly credits to the debt service account for each series of Bonds shall be in cash, and such funds shall be held separate and apart in cash and investments.

(e) The County will carry insurance on the Project of the kinds and in the amounts which are usually carried by private parties operating similar properties, covering such risks as shall be recommended by a competent consulting engineer or insurance consultant employed by the County for the purpose of making such recommendations. All moneys received for loss under such insurance policies shall be deposited in a separate subaccount of the Bond proceeds account relating to the Bonds and used in making good the loss or damage in respect of which they were paid, either by repairing the property damaged or making replacement of the property destroyed, and provision for making good such loss or damage shall be made within ninety (90) days from the date of the loss.

RATING

Standard & Poor's Rating Service, a Division of the McGraw Hill Companies (the "**Rating Agency**") has assigned its bond rating of "AAA" to this issue of Bonds with the understanding that upon delivery of the Bonds, a policy insuring the payment when due of the principal of and interest on the Bonds will be issued by Financial Security Assurance Inc. See the section captioned "**BOND INSURANCE**" herein.

The **Rating Agency** has also assigned its bond rating of "A+" to the Bonds. The ratings reflect only the view of such organization at the time such ratings are given and the Underwriter and the County make no representations as to the appropriateness of the ratings. An explanation of the significance of the ratings may be obtained only from the rating agency. There is no assurance that a particular rating will be maintained for any given period of time or that it will not be lowered or withdrawn entirely if in the judgment of the rating agency originally establishing such rating circumstances so warrant.

Neither the Underwriter nor the County has undertaken any responsibility to bring to the attention of the holders of the Bonds any proposed revisions, withdrawal, of the ratings of the Securities or to oppose any such revision or withdrawal. The County supplied certain information and material concerning the County and the Bonds to the Rating Agency as part of its application for an investment rating. Generally, the Rating Agency bases its rating on such information and material provided by the County and also on such investigations, studies and assumptions that it may make independently. The above ratings are not recommendations to buy, sell or hold the Bonds. Any downgrade, revision or withdrawal of the rating may have an adverse effect on the market price of the Bonds.

LEGAL MATTERS

Legal Proceedings

As of the date hereof, there is no controversy, suit or other proceeding of any kind pending or, to the County's knowledge, threatened wherein or whereby any question is raised or may be raised, questioning, disputing or affecting in any way the legal organization of the County or its boundaries, or the right or title of any of its officers to their respective offices, or the legality of any official act in connection with the authorization, issuance and sale of the Bonds, or the constitutionality or validity of the Bonds or any of the proceedings had in relation to the authorization, issuance or sale thereof, or the levy and collection of a tax to pay the principal and interest thereof, or which might affect the County's ability to meet its obligations to pay the Bonds.

Approval of Legality

Legal matters with respect to the authorization, execution and delivery of the Bonds are subject to the approval of Evans, Froehlich, Beth & Chamley, Champaign, Illinois, as Bond Counsel. The proposed forms of opinions that Bond Counsel expects to deliver on the date the Bonds are delivered is attached to this Official Statement as *Appendix C*.

Bond Counsel has not reviewed this Official Statement except for the following portions thereof to the extent they describe the Bonds, the Bond Ordinance and the opinions to be delivered by Bond Counsel: the cover and inside cover hereof (other than prices) and the sections entitled **“THE BONDS”** (except under the caption **“–Book-Entry Only System”**), **“SECURITY AND SOURCES OF PAYMENT FOR THE BONDS,”** **“LEGAL MATTERS – Approval of Legality,”** **“TAX EXEMPTION,”** **“BONDS PURCHASED AT A PREMIUM OR A DISCOUNT”** and **“QUALIFIED TAX EXEMPT OBLIGATIONS,”** and except for such sections and appendices has not participated in the preparation of this Official Statement. The Underwriter has not independently verified the factual and financial information contained in this Official Statement.

The various legal opinions to be delivered concurrently with the delivery of the Bonds express the professional judgment of the attorneys rendering the opinions as to the legal issues explicitly addressed therein. By rendering a legal opinion, the opinion giver does not become an insurer or guarantor of that expression of professional judgment, of the transactions opined upon, or of the future performance of parties to such transaction, nor does the rendering of an opinion guarantee the outcome of any legal dispute that may arise out of the transaction.

TAX EXEMPTION

Federal tax law contains a number of requirements and restrictions which apply to the Bonds, including investment restrictions, periodic payments of arbitrage profits to the United States, requirements regarding the proper use of Bond proceeds and the facilities financed and refinanced therewith, and certain other matters. The County has covenanted to comply with all requirements that must be satisfied in order for the interest on the Bonds to be excludible from gross income for federal income tax purposes. Failure to comply with certain of such covenants could cause interest on the Bonds to become includible in gross income for federal income tax purposes retroactively to the date of issuance of the Bonds.

Subject to the County’s compliance with the above-referenced covenants, under present law, in the opinion of Bond Counsel, interest on the Bonds is not includible in the gross income of the owners thereof for federal income tax purposes, and is not included as an item of tax preference in computing the federal alternative minimum tax for individuals and corporations. Interest on the Bonds is taken into account, however, in computing an adjustment used in determining the federal alternative minimum tax for certain corporations and in computing the “branch profits tax” imposed on certain foreign corporations.

In rendering its opinion, Bond Counsel will rely upon certifications of the County with respect to certain material facts solely within the County’s knowledge. Bond Counsel’s opinion represents its legal judgment based upon its review of the law and the facts that it deems relevant to render such opinion and is not a guarantee of a result.

The Internal Revenue Code of 1986, as amended (the **“Code”**) includes provisions for an alternative minimum tax (**“AMT”**) for corporations in addition to the corporate regular tax in certain cases. The AMT, if any, depends upon the corporation’s alternative minimum taxable income (**“AMTI”**), which is the corporation’s taxable income with certain adjustments. One of the adjustment items used in computing AMTI of a corporation (excluding S Corporations, Regulated Investment Companies, Real Estate Investment Trusts, REMICs and FASITs) is an amount equal to 75% of the excess of such corporation’s “adjusted current earnings” over an amount equal to its AMTI (before such adjustment item and the alternative tax net operating loss deduction). “Adjusted current earnings” would include all tax-exempt interest, including interest on the Bonds.

Under the provisions of Section 884 of the Code, a branch profits tax is levied on the “effectively connected earnings and profits” of certain foreign corporations, which include tax-exempt interest such as interest on the Bonds.

Ownership of the Bonds may result in collateral federal income tax consequences to certain taxpayers, including, without limitation, corporations subject to the branch profits tax, financial institutions, certain insurance companies, certain S corporations, individual recipients of Social Security or Railroad Retirement benefits and taxpayers who may be deemed to have incurred (or continued) indebtedness to purchase or carry tax-exempt obligations. Prospective purchasers of the Bonds should consult their tax advisors as to applicability of any such collateral consequences.

If a Bond is purchased at any time for a price that is less than the Bond's stated redemption price at maturity or, in the case of a Bond issued with original issue discount, its Revised Issue Price (as discussed below), the purchaser will be treated as having purchased a Bond with market discount subject to the market discount rules of the Code (unless a statutory *de minimis* rule applies). Accrued market discount is treated as taxable ordinary income and is recognized when a Bond is disposed of (to the extent such accrued discount does not exceed gain realized) or, at the purchaser's election, as it accrues. The applicability of the market discount rules may adversely affect the liquidity or secondary market price of such Bond. Purchasers should consult their own tax advisors regarding the potential implications of market discount with respect to the Bonds.

There are or may be pending in the Congress of the United States, legislative proposals, including some that carry retroactive effective dates, that, if enacted, could alter or amend the federal tax matters referred to above or adversely affect the market value of the Bonds. It cannot be predicted whether or in what form any such proposal might be enacted or whether, if enacted, it would apply to bonds issued prior to enactment. Prospective purchasers of the Bonds should consult their own tax advisors regarding any pending or proposed federal tax legislation. Bond Counsel expresses no opinion regarding any pending or proposed federal tax legislation.

The Internal Revenue Service (the "**Service**") has an ongoing program of auditing tax-exempt obligations to determine whether, in view of the Service, interest on such tax-exempt obligations is includible in the gross income of the owners thereof for federal income tax purposes. No assurances can be given as to whether or not the Service will commence an audit of the Bonds. If an audit is commenced, under current procedures the Service will treat the County as the taxpayer and the Bondholders may have no right to participate in such procedure. Such an audit may adversely affect the liquidity and price of the Bonds.

Interest on the Bonds is not exempt from present Illinois income taxes.

BONDS PURCHASED AT A PREMIUM OR A DISCOUNT

If a Bond is purchased at any time for a price that is less than the Bond's stated redemption price at maturity or, in the case of a Bond issued with original issue discount, its Revised Issue Price (discussed below), the purchaser will be treated as having purchased a Bond with a market discount subject to the market discount rules of the Code (unless a statutory *de minimis* rule applies). Accrued market discount is treated as taxable ordinary income and is recognized when a Bond is disposed of (to the extent such accrued discount does not exceed gain realized) or, at the purchaser's election, as it accrues. The applicability of the market discount rules may adversely affect the liquidity or secondary market price of such Bond. Purchasers should consult their own tax advisors regarding the potential implications of market discount with respect to the Bonds.

The initial public offering price of a maturity of the Bonds may be less than the principal amount payable at maturity (such Bonds may be referred to as "**OID Bonds**"). The difference between the Issue Price (defined below) of any such maturity of OID Bonds and the principal amount payable at maturity is original issue discount. The issue price (the "**Issue Price**") for each maturity of OID Bonds is the price at which a substantial amount of such maturity of the Bonds is first sold to the public. The Issue Price of each maturity of OID Bonds is expected to be either the dollar price or the amount corresponding to the yield set forth on the cover page hereof, but is subject to change based on actual sales.

For an investor who purchases an OID Bond in the initial public offering at the Issue Price for such maturity and who holds such Bond to its stated maturity, subject to the condition that the County complies with the covenants discussed under **“TAX EXEMPTION”** above, (a) the full amount of original issue discount with respect to such Bond constitutes interest which is not includible in the gross income of the owner thereof for federal income tax purposes; (b) such owner will not realize taxable capital gain or market discount upon payment of such Bond at its stated maturity; (c) such original issue discount is not included as an item of tax preference in computing the alternative minimum tax for individuals and corporations under the Code, but is taken into account in computing an adjustment used in determining the alternative minimum tax for certain corporations under the Code, as described above; and (d) the accretion of original issue discount in each year may result in an alternative minimum tax liability for corporations or certain other collateral federal income tax consequences in each year even though a corresponding cash payment may not be received until a later year.

If a Bond issued with original issue discount is purchased at any time for a price that is less than the Bond's Issue Price plus accreted original issue discount (the **“Revised Issue Price”**), the purchaser will be treated as having purchased such Bond with market discount subject to the market discount rules of the Code (unless a statutory *de minimis* rule applies). Such treatment would apply to any purchaser who purchases such Bond for a price that is less than its Revised Issue Price.

Owners of OID Bonds who dispose of such Bonds prior to the stated maturity (whether by sale, redemption or otherwise), purchase OID Bonds in the initial public offering, but at a price different from the Issue Price or purchase OID Bonds subsequent to the initial public offering should consult their own tax advisors. Based upon the stated position of the Illinois Department of Revenue under Illinois income tax law, accreted original issue discount on such Bonds is subject to taxation as it accretes, even though there may not be a corresponding cash payment until a later year. Owners of Bonds issued with original discount should consult their own tax advisors with respect to the state and local tax consequences of original issue discount on such Bonds.

The initial public offering price of a maturity of the Bonds may be in excess of the principal amount payable at maturity (such Bonds may be referred to as **“Premium Bonds”**). Such excess is characterized for federal income tax purposes as “bond premium” and must be amortized by an investor on a constant yield basis over the remaining term of the Premium Bond in a manner that takes into account potential call dates and call prices. An investor cannot deduct amortized bond premium relating to a Premium Bond. The amortized bond premium is treated as a reduction in the tax-exempt interest received. As bond premium is amortized, it reduces the Investor's basis in the Bond. Investors who purchase a Premium Bond should consult their own tax advisors regarding the amortization of bond premium and its effect on the Bond's basis for purposes of computing gain or loss in connection with the sale, exchange, redemption or early retirement of such Bond.

QUALIFIED TAX EXEMPT OBLIGATIONS

Subject to the County's compliance with certain covenants, in the opinion of Bond Counsel, the Bonds are to be designated as “qualified tax-exempt obligations” under the small issuer exception provided under Section 265(b)(3) of the Code, which affords banks and certain other financial institutions more favorable treatment of their deduction for interest expense than would otherwise be allowed under Section 265(b)(2) of the Code.

LIMITED CONTINUING DISCLOSURE

In accordance with the requirements of Rule 15c2-12 (the "Rule") promulgated by the Securities and Exchange Commission (the "Commission"), the County has outstanding less than \$10,000,000 of obligations to be taken into account under the Rule, and the County has covenanted in a "Continuing Disclosure Certificate and Agreement" to make available certain financial and operational information on an ongoing basis while the Bonds remain outstanding, through the County Board Chairman or other designated dissemination agent (each a "Dissemination Agent"):

- (i) **Provision of Annual Report:** Within 180 days after the end of each fiscal year of the County (which currently ends November 30), commencing with the fiscal year ending November 30, 2008, the County Board Chairman shall or shall cause the Dissemination Agent to provide to any person who makes a request for such information, and to any state information depository (a "SID," of which Illinois has none of this date), certain annual financial information and operating data (the "Financial Information") as follows: the Audited Financial Statements of the County prepared in accordance with Generally Accepted Accounting Principals applicable to local governments and that financial information and operating data as presented in the final Official Statement which is customarily prepared by the County and is publicly available. There shall be specified the date as of which such information was prepared. All or a portion of the Financial Information may be included by reference to other documents which have been submitted to each Nationally Recognized Municipal Securities Information Depository (each a "NRMSIR" or in lieu, any Commission recognized "Central Post Office" or similar facility) or filed with the Commission. If the information included by reference is contained in a final official statement, the final official statement must be available from the Municipal Securities Rulemaking Board ("MSRB"); the final official statement need not be available from each NRMSIR, or the Commission. The County shall clearly identify each such time of information included by reference.
- (ii) In a timely manner, to each Repository or to the MSRB, notice of the occurrence of any of the following events with respect to the Bonds:
 - (a) principal and interest payment delinquencies;
 - (b) non-payment related defaults;
 - (c) unscheduled draws on debt service reserves reflecting financial difficulties;
 - (d) unscheduled draws on credit enhancements reflecting financial difficulties;
 - (e) substitution of credit or liquidity providers, or their failure to perform;
 - (f) adverse tax opinions or events affecting the tax-exempt status of the Bonds;
 - (g) modifications to the rights of the Bond holders;
 - (h) unscheduled bond calls;
 - (i) defeasances;
 - (j) release, substitution, or sale of property securing repayment of the securities;
 - and
 - (k) rating changes.

The County may from time to time choose to provide notice of the occurrence of any other events, in addition to those listed above, but the County does not undertake to commit to provide any such notice of the occurrence of any material event except those events listed above.

The Annual Information and notices of material events can also be obtained from the Chairman of the County Board, as the designated Dissemination Agent, at the County Administrative Office located at 200 North Lafayette Street, Suite Two, Jerseyville, Illinois 62052. The telephone number is 618-498-5571.

The obligations of the County described above will remain in effect only for such period that: (i) the Bonds are outstanding in accordance with their terms; and (ii) the County remains an obligated person with respect to the Bonds within the meaning of the Rule. The County reserves the right to terminate its obligation to provide the Annual Information and notices of events, as set forth above, if and when the County no longer remains an obligated person with respect to the Bonds within the meaning of the Rule. The County acknowledges that its undertaking pursuant to the Rule described under the heading is intended to be for the benefit of the bond owners and registered owners of the Bonds. Any owner may enforce the County's limited continuing disclosure undertaking on behalf of such holders; provided that, the right to obtain specific enforcement of the County's obligations under its limited continuing disclosure undertaking and any failure by the County to comply with the provisions of the undertaking will not be a default or an event of default with respect to the Bonds under the Bond Resolution.

MISCELLANEOUS

Financial Statements

The audited financial statements of the County, for the fiscal year ended November 30, 2007, are included in **Appendix B** to this Official Statement. These financial statements have been audited by Scheffel & Company, P.C., independent certified public accountants, of Jerseyville, Illinois, to the extent and for the periods indicated in their report which is also included in **Appendix B** hereto.

Underwriting

Stifel, Nicolaus & Company, Incorporated (the “**Underwriter**”) has agreed to purchase the Bonds from the County at a price of \$3,135,592.95 (representing the aggregate principal amount of the Bonds, less a net original issue discount of \$14,594.55 and less an underwriting discount of \$19,812.50), plus accrued interest, if any.

The Underwriter is purchasing the Bonds from the County for resale in the normal course of the Underwriter's business activities. The Underwriter reserves the right to offer any of the Bonds to one or more purchasers on such terms and conditions and at such price or prices as the Underwriter, in its discretion, shall determine.

The Underwriter has read and participated in the preparation of certain portions of this Official Statement and has supervised the compilation and editing thereof. The Underwriter has not, however, independently verified the factual and financial information contained in this Official Statement and, accordingly, the Underwriter expresses no view as to the sufficiency or accuracy thereof.

Certification and Other Matters Regarding Official Statement

Information set forth in this Official Statement has been furnished or reviewed by certain officials of the County, certified public accountants, and other sources, as referred to herein, which are believed to be reliable. Any statements made in this Official Statement involving matters of opinion, estimates or projections, whether or not so expressly stated, are set forth as such and not as representations of fact, and no representation is made that any of the estimates or projections will be realized. The descriptions contained in this Official Statement of the Bonds and the Bond Ordinance do not purport to be complete and are qualified in their entirety by reference thereto.

Simultaneously with the delivery of the Bonds, the Chairman of the County Board, acting on behalf of the County, will furnish to the Underwriter a certificate which will state, among other things, that to the best knowledge and belief of such officer, this Official Statement (and any amendment or supplement hereto) as of the date of sale and as of the date of delivery of the Bonds does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements herein, in the light of the circumstances under which they were made, not misleading in any material respect.

The form of this Official Statement, and its distribution and use by the Underwriter, has been approved by the County. Neither the County nor any of its officers or employees, in either their official or personal capacities, has made any warranties, representations or guarantees regarding the financial condition of the County or the County's ability to make payments required of it; and further, neither the County nor its officers or employees assumes any duties, responsibilities or obligations in relation to the issuance of the Bonds other than those imposed on the County by the Bond Ordinance.

Additional Information

Additional information relating to the County or the Bonds may be obtained from the Underwriter, Stifel, Nicolaus & Company, Incorporated, 501 North Broadway, St. Louis, Missouri 63102, Attention: Ms. Mary Kane, telephone 314-342-2233, or from the County, 200 North Lafayette, Jerseyville, Illinois 62052, Attention: County Board Chairman, telephone 618-498-5571.

COUNTY OF JERSEY, ILLINOIS

By: /s/ Pam Heitzig
County Board Chairman

APPENDIX A

THE COUNTY OF JERSEY, ILLINOIS

GENERAL, ECONOMIC AND FINANCIAL INFORMATION

APPENDIX A

THE COUNTY OF JERSEY, ILLINOIS GENERAL, ECONOMIC AND FINANCIAL INFORMATION

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GENERAL INFORMATION

History and Location

Jersey County, Illinois (the “County”) was first established in 1839. The County is located in southwestern Illinois, approximately 40 miles northeast of St. Louis, Missouri. The County covers approximately 369 square miles in Illinois. Neighboring counties include Madison, Greene, Macoupin and Calhoun. The County has a projected 2007 population of 22,621. The County is part of the St. Louis Metropolitan Statistical Area comprised of the City of St. Louis, St. Louis County, and the counties of St. Charles, Franklin, Jefferson, Warren and Lincoln in Missouri and Madison, St. Clair, Monroe, Jersey and Clinton counties in Illinois.

Elected Officials

The County operates under the township form of county government. Three County Board Members are elected from each District and the County Board Chairman is selected from among and by the Members.

Following is a listing of the County elected officials:

<u>Name</u>	<u>Office</u>	<u>First Elected</u>	<u>Term Expires</u>
Pam Heitzig	County Board Chairman	2004	2008
Ken Breden	Board Member, District 1	2006	2008
Larry Keller	Board Member, District 1	2006	2010
Donna Moore	Board Member, District 1	2007	2008
Sandy Hefner	Board Member, District 2	2006	2010
Howard Landon	Board Member, District 2	2004	2010
Don Little	Board Member, District 3	2004	2008
Tim Rothe	Board Member, District 3	2006	2010
Bob Sandkamper	Board Member, District 3	2006	2010
Dick Brown	Board Member, District 4	2006	2010
Gary Hayes	Board Member, District 4	2006	2010
Mike Wendle	Board Member, District 4	2004	2008

Administration

The County Board Chairman handles general administrative matters for the County with the advice and consent of the County Board. Individual departments with specific responsibilities and headed by elected or appointed officials include:

<u>Name</u>	<u>Department/Title*</u>
Stephen Pohlman	County Clerk & Recorder(E)
Benjamin Goetten	States Attorney(E)
Mark Kallal	Sheriff(E)
Gilbert Ashlock	Treasurer(E)
Tom Glynn	Supervisor of Assessments(A)
Larry Alexander	Coroner(E)
Charles Huebener	Circuit Clerk(E)
Larry Pfeifer	Regional Superintendent of Schools(E)

* (E) elected official; (A) appointed official.

Educational Facilities

The County is served by the Jersey Community Unit School District No. 100, which is comprised of six elementary schools, three of which have pre-kindergarten programs, a middle school (6-8), a high school of 1,066 students for grades 9-12 and early childhood center.

Higher education is offered at Principia College, a private religious college located in Elsah and through Lewis and Clark Community College ("LCCC"), with the main campus located in Godfrey, Illinois in adjacent Madison County. LCCC provides accredited courses leading to an associate's degree as well as continuing education, job training and professional degrees in nursing and dental hygiene. Other schools of higher education located within 15 miles of the County include Southern Illinois University-Edwardsville, a four-year institution of higher learning with an enrollment of approximately 13,000 students. The County's location also allows easy access to the many universities and colleges located in the St. Louis Metropolitan Area including the University of Missouri-St. Louis, Saint Louis University, Washington University, Webster University and Maryville University.

Health Care Facilities

Jersey Community Hospital is located on a 20-acre campus in Jerseyville, the county seat. The Hospital has 67 licensed beds with approximately 260 employees and provides medical, surgical, obstetric and pediatric services to the residents and offers state-of-the-art facilities that covers the entire range of health care needs, including cardiology, magnetic resonance imaging (MRI), a family birth center, and traditional, laser, arthroscopic, and laparoscopic surgeries. The hospital staff includes specialists in everything from family practice to neurology. Group practice clinics, managed care facilities, and individual practitioners handle private health care. Physician specialties include cardiology, oncology, obstetrics, gynecology, surgery, family planning and pediatrics.

Transportation

Jersey County is conveniently served by several major Illinois and U.S. Highways. The County is accessible north to south on Illinois Route 100 and 109 and U.S. 67. East-West travel needs are serviced by Illinois Routes 3 and 16. Within 25 miles of the County there is rail service, including Norfolk Southern and Union Pacific Railroad.

Air travel in and out of the County is also easily accessible. Lambert-St. Louis International Airport is located just 45 miles from the County to provide travelers with easy access throughout the United States and the world. The St. Louis Regional Airport is a general aviation reliever airport and is the landing site to many corporations conducting business in the St. Louis, Missouri area. The St. Louis Regional Airport is located within Madison County and serves several large metropolitan companies.

Recreation and Leisure

Jersey County is a popular destination for tourists from throughout the metropolitan region. Attractions such as Raging Rivers WaterPark, the Great Rivers National Scenic Byway and Piasa Winery and the entire City of Grafton are among the unique stopping points. The County is home to Illinois' largest state park, Pere Marquette, (7,895 acres), providing lodging and hiking, camping and fishing opportunities. The annual Jersey County Victorian Festival held Labor Day weekend is recognized as one of the "Top 100 Events for 2008" by the American Bus Association.

SELECTED DEMOGRAPHIC AND ECONOMIC INFORMATION

Population, Housing, and Income Data

Population Trends. Jersey County is projected by the Illinois State University to be among 10 fastest growing counties in the State in the period 2005 to 2020. The following table shows the population for the County, the State of Illinois and the United States:

	<u>1980 Population</u>	<u>1990 Population</u>	<u>2000 Population</u>	<u>2007 Population (est.)</u>
Jersey County	20,538	20,539	21,668	22,621
Illinois	11,426,518	11,430,602	12,419,293	12,852,548
United States	226,545,805	248,709,872	281,421,906	301,621,157

Source: United States Census Bureau, Annual Estimates of the population, December, 2007.

Population by Age. The following table shows population by age categories for the areas indicated:

	<u>Jersey County</u>	<u>Illinois</u>	<u>United States</u>
0-4 years	1,289	876,549	19,175,798
5-14 years	3,114	1,834,955	41,077,577
15-19 years	1,869	894,002	20,219,890
20-24 years	1,378	850,843	18,964,001
25-44 years	5,974	3,795,544	85,040,251
45-64 years	4,930	2,667,375	61,952,636
65 years and over	3,114	1,500,025	34,991,753

Source: United States Census Bureau, 2000 Census.

Median Age of the Population. The following table shows the median age of the populations of Jersey County and the State of Illinois:

	<u>Median Age</u>
Jersey County	37.3
State of Illinois	34.7

Source: United States Census Bureau, 2000 Census.

Household Income and Home Value. The following table shows the median home value and median household income for Jersey County, the State of Illinois and the United States: (The estimated median household income for the County in 2007 was \$51,421.)

	<u>2000 Median Home Value</u>	<u>2000 Median Household Income</u>
Jersey County	\$82,800	\$42,065
Illinois	\$130,800	\$46,590
United States	\$119,600	\$41,994

Source: United States Census Bureau, 2000 Census.

Specified Owner-Occupied Housing Value. The following table shows the value of specified owner-occupied housing units of Jersey County and the State of Illinois:

<u>Value</u>	<u>Jersey County</u>		<u>State of Illinois</u>	
	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>
Under \$50,000	567	12.5%	230,049	9.3%
\$50,000 to \$99,999	2,451	54.1	651,605	26.4
\$100,000 to \$149,999	932	20.6	583,409	23.6
\$150,000 to \$199,999	371	8.2	429,311	17.4
\$200,000 to \$299,999	176	3.9	344,651	14.0
\$300,000 or more	<u>32</u>	<u>0.8</u>	<u>231,313</u>	<u>9.4</u>
Total	<u>4,529</u>	<u>100.0%</u>	<u>2,470,338</u>	<u>100.0%</u>

Source: United States Census Bureau, 2000 Census.

Median Family Income. The median family income for Jersey County, the State of Illinois and the United States, are as follows: (The Regional Commerce & Growth Association projects the 2007 income for Jersey County at \$51,421.)

	<u>Median Family Income</u>
Jersey County	\$49,665
State of Illinois	\$55,545
United States	\$50,046

Source: United States Census Bureau, 2000 Census.

Per Capita Personal Income. The following table sets forth per capita personal income⁽¹⁾ for Jersey County and the State of Illinois for 2001 through 2006, the most recent years for which figures are available:

<u>Year</u>	<u>Jersey County</u>	<u>State of Illinois</u>
2001	\$25,949	\$32,537
2002	\$25,876	\$32,891
2003	\$27,006	\$33,811
2004	\$28,258	\$35,106
2005	\$28,728	\$36,489
2006	\$29,846	\$38,409

⁽¹⁾ *Per Capita Personal Income is the annual total Personal Income of residents divided by resident population as of July 1. "Personal Income" is the sum of Net Earnings by place of residence, rental income of persons, personal dividend income, personal interest income, and transfer payments. "Net Earnings" is earnings by place of work — the sum of wage and salary disbursements (payrolls), other labor income, and proprietors' income — less personal contributions for social insurance, plus an adjustment to convert earnings by place of work to a place-of-residence basis. Personal income is measured before the deduction of personal income taxes and other personal taxes and is reported in current dollars (no adjustment is made for price changes).*

Source: Bureau of Economic Analysis.

Employment

Major Employers. The top eight employers as of December 31, 2007 in the County are the following:

	<u>Name</u>	<u>Product or Service</u>	<u>Approximate Number of Employees</u>
1.	Jersey County Hospital	Health Care	260
2.	Jersey Community Schools	Education	260
3.	Wal-Mart	Retail	250
4.	Pere Marquette State Park	Recreation	250
5.	Principia College	Education	200
6.	Greenwood Manor	Retirement	150
7.	Raging Rivers WaterPark	Recreation	150
8.	City of Jerseyville	Administration	100

Source: *The Regional Commerce & Growth Association.*

The following table shows major employers surrounding the County. Also, the proximity to other industrial, commercial and educational centers, including Edwardsville and Wood River, Illinois and St. Louis, Missouri, facilitates cross-over employment patterns for residents of the County.

<u>Employer</u>	<u>Location</u>	<u>Product/Service</u>	<u>Approximate Employees</u>
Olin Corporation	East Alton	Small arms ammunition	3,500
Alton Memorial Hospital	Alton	Hospital	1,000
Alton Gaming Co.	Alton	Nonresidential building operator	950
St. Anthony's Hospital	Alton	Hospital	862
Alton CUSD 11	Alton & Jersey Co.	School District	838
Conoco Phillips Wood River Refinery	Wood River	Petroleum refining	790
Lewis & Clark Community College	Godfrey	Junior College	584
Beverly Farm Foundation	Godfrey	Residential mentally handicapped facility	575
American Water	Alton	Customer service center	560
Challenge Unlimited Inc.	Alton	Development of persons with disabilities	280
Schnuck Markets Inc.	Godfrey	Supermarket	200
Alton Steel Inc.	Alton	Steel foundry	170
Lowe's Home Centers Inc.	Alton	Building products and materials	150
Cope Plastics	Godfrey	Plastic sheets and rods	150
Journal Register Co.	Godfrey	Publishers newspapers	150
Laidlaw Education Service	Alton	Bus transit system	110
ConAgra	Alton	Flour	85
Miller's First Insurance Co.	Alton	Fire, marine and casualty insurance and carriers	75
Bluff City Minerals	Alton	Construction sand and gravel mining	70

Source: *2007 Harris Illinois Industrial Directory, 2007 Harris Illinois Business Service Directory and The Growth Association of Southwestern Illinois.*

Employment by Industry. The following table represents employees by industry in Jersey County and the State of Illinois:

<u>Classification</u>	<u>Jersey County</u>			<u>State of Illinois</u>	
	<u>Number</u>	<u>Percent</u>	<u>Est. 2007 Percent</u>	<u>Number</u>	<u>Percent</u>
Agriculture, forestry, fishing, hunting and mining	361	3.5%	2.0%	66,481	1.1%
Construction	701	6.8	11.3	334,176	5.7
Manufacturing	1,726	16.7	23.8	931,162	16.0
Wholesale trade	375	3.6	18.8*	222,990	3.8
Retail trade	1,245	12.0	*	643,472	11.0
Transportation and warehousing and utilities	545	5.3	*	352,193	6.0
Information	170	1.6	2.0	172,629	3.0
Finance, insurance, real estate and rental and leasing	572	5.5	4.8	462,169	7.9
Professional, scientific, management, Administrative and waste management services	574	5.5	3.1	590,913	10.1
Educational, health and social services	2,436	23.5	17.7	1,131,987	19.4
Arts, entertainment, recreation, accommodation and food services	861	8.3	6.7	417,406	7.2
Other services (except public administration)	504	4.9	7.1	275,901	4.7
Public administration	278	2.7	---	231,706	4.0
Total	<u>10,348</u>	<u>100.0%</u>	<u>100.0%</u>	<u>5,833,185</u>	<u>100.0%</u>

* 18.8% is the total of the combination of wholesale trade, retail trade and transportation, warehousing and utilities.

Source: United States Census Bureau, 2000 Census.

Employment by Occupation. The following table represents workforce by occupation in Jersey County and the State of Illinois: (The current 2007 labor force is projected to be 12,079 and the population of 15 and over is 18,452.)

<u>Classification</u>	<u>Jersey County</u>		<u>State of Illinois</u>	
	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>
Management, professional and related occupations	2,776	26.8%	1,993,671	34.2%
Service occupations	1,630	15.8	813,479	13.9
Sales and office occupations	2,680	25.9	1,609,939	27.6
Farming, fishing and forestry occupations	63	0.6	17,862	0.3
Construction, extraction and maintenance	1,337	12.9	480,418	8.2
Production, transportation and material moving	<u>1,862</u>	<u>18.0</u>	<u>917,816</u>	<u>15.7</u>
Total	<u>10,348</u>	<u>100.0%</u>	<u>5,833,185</u>	<u>100.0%</u>

Source: United States Census Bureau, 2000 Census.

Major Taxpayers

The largest identifiable taxpayers within the County as of August 1, 2008 are listed below. These taxpayers represent 2.67% of the County's 2007 equalized assessed valuation of \$306,539,192.

<u>Name</u>	<u>Product or Service</u>	<u>2007 Equalized Assessed Valuation</u>	<u>Percentage of Total Equalized Assessed Valuation</u>
Wal-Mart	Retail	\$3,226,660	1.05%
Chataqua	Residential	1,479,190	0.48%
Raging Rivers WaterPark	Recreation	840,710	0.27%
Walgreens	Retail	591,000	0.19%
Oakbrook	Real Estate	434,820	0.14%
RP Lumber	Retail	409,700	0.13%
Jeff Roberts	Residential	372,400	0.12%
Capps	Retail	330,000	0.11%
S. Hanson	Residential	267,000	0.09%
J&R Hassel	Residential	<u>246,055</u>	<u>0.08%</u>
TOTAL		<u>\$8,197,535</u>	<u>2.67%</u>

Source: Jersey County Clerk.

County Sales

The following table summarizes total taxable retail sales within the County and the surrounding counties and the State of Illinois and number of revenue generating establishments for the years 2002-2006.

<u>2006</u>			<u>2005</u>		
<u>County</u>	<u>Number of Taxpayers</u>	<u>Retail Sales</u>	<u>Number of Taxpayers</u>	<u>Retail Sales</u>	
Calhoun	270	\$ 28,788,850	266	\$ 26,458,721	
Greene	634	73,448,352	633	71,132,039	
Jersey	838	232,216,792	847	223,967,460	
Macoupin	1,970	387,068,347	2,000	395,908,302	
Madison	8,067	3,071,768,610	7,754	2,965,054,932	
Morgan	1,443	376,802,804	1,427	352,101,535	
Scott	219	24,223,255	239	22,774,490	
State of Illinois	353,786	161,842,395,152	344,443	152,687,308,413	

<u>2004</u>			<u>2003</u>			<u>2002</u>		
<u>County</u>	<u>Number of Taxpayers</u>	<u>Retail Sales</u>	<u>Number of Taxpayers</u>	<u>Retail Sales</u>	<u>Number of Taxpayers</u>	<u>Retail Sales</u>		
Calhoun	238	\$ 25,678,224	245	\$ 23,812,284	234	\$ 25,611,004		
Greene	588	69,197,122	575	67,452,345	559	66,605,260		
Jersey	794	220,667,599	789	215,602,970	774	203,872,018		
Macoupin	1,923	418,092,974	1,958	399,052,492	1,892	400,039,028		
Madison	7,264	2,887,006,721	7,533	2,759,371,977	7,263	2,673,916,504		
Morgan	1,371	347,152,690	1,390	345,567,809	1,355	342,684,831		
Scott	236	22,323,562	231	22,020,676	225	24,120,857		
State of Illinois	325,699	145,419,762,761	332,527	139,185,439,543	327,388	135,849,646,009		

Source: Illinois Department of Commerce and Economic Opportunity.

REAL PROPERTY ASSESSMENT, TAX LEVY AND COLLECTION PROCEDURES

Tax Levy and Collection Procedures

Local Assessment Officers determine the assessed valuation of taxable real property and railroad property not held or used for railroad operations. The Illinois Department of Revenue (the “**Department**”) assesses certain other types of taxable property, including railroad property held or used for railroad operations. Local Assessment Officers’ valuation determinations are subject to review at the county level and then, in general, to equalization by the Department. Such equalization is achieved by applying to each county’s assessments a multiplier determined by the Department. The purpose of equalization is to provide a common basis of assessments among counties by adjusting assessments toward the statutory standard of 33-1/3% of fair cash value. Farmland is assessed according to a statutory formula which takes into account factors such as productivity and crop mix. Taxes are extended against the assessed values after equalization.

Property tax levies of each taxing body are filed in the office of the county clerk of each county in which territory of that taxing body is located. The county clerk computes the rates and amount of taxes applicable to taxable property subject to the tax levies of each taxing body and determines the dollar amount of taxes attributable to the respective parcels of taxable property. The county clerk then supplies to the appropriate collecting officials within the county the information needed to bill the taxes in respect to the various parcels therein. After the taxes have been collected, the collecting officials distribute to the various taxing bodies their respective shares of the taxes collected. Taxes levied in one calendar year are due and payable in two installments during the next calendar year. Taxes that are not paid when due, or that are not paid by mail and postmarked on or before the due date, are subject to a penalty of 1-1/2% per month until paid. Unpaid property taxes, together with penalties, interest, and costs, constitute a lien against the property subject to the tax.

Exemptions

An annual General Homestead Exemption provides that the Equalized Assessed Valuation (“**EAV**”) of certain property owned and used for residential purposes (“**Residential Property**”) may be reduced by the amount of any increase over the 1977 EAV, up to a maximum reduction of \$4,500 for taxable years prior to tax year 2004 in counties with 3,000,000 or more inhabitants, and \$3,500 in all other counties, and a maximum reduction of \$5,000 for taxable year 2004 and thereafter (the “**General Homestead Exemption**”).

Additional exemptions exist for (i) senior citizens, with the exemption operating annually to reduce the EAV on a senior citizen’s home for taxable years prior to 2004 by \$2,000,000 in all counties, and for taxable year 2004 and thereafter, the maximum reduction shall be \$3,000 in all counties; and (ii) disabled veterans, with the exemption operating annually to exempt up to \$58,000 of the Assessed Valuation of property owned and used exclusively by such veterans or their spouses for residential purposes. Residential Properties that have been improved or rebuilt following a catastrophic event are entitled to the Homestead Improvement Exemption limited to \$45,000 through December 31, 2003, and \$75,000 per year beginning January 1, 2004 to the extent the assessed value is attributable solely to such improvements or rebuilding. A Senior Citizens Assessment Freeze Homestead Exemption freezes property tax assessments for homeowners who are 65 and older and have annual incomes of \$40,000 or less in taxable year 1999 through 2003 and \$45,000 or less in taxable year 2004 and thereafter. In general, the Exemption limits the annual real property tax bill of such property by granting the qualifying senior citizens an exemption as to a portion of the valuation of their property. The exempt amount is the difference between the current EAV of their residence and the EAV of their residence for the year prior to the year in which the senior citizen first qualifies and applies for the exemption (plus the EAV of improvements since such year). Beginning with assessment year 2003, for taxes payable in 2004, property that is first occupied as a residence after January 1 of any assessment year by a person who is eligible for the Senior Citizens Homestead Exemption must be granted a pro-rata exemption for the assessment year based on the number of days during the assessment year that the property is occupied as a residence by a person eligible for the exemption. In addition, certain property is exempt from taxation on the basis of ownership and/or use, such as public parks, not-for-profit and public schools, churches, and not-for-profit and public hospitals.

Property Tax Extension Limitation Law

The Property Tax Extension Limitation Law of the State of Illinois, as amended (the “**Limitation Law**”), limits the amount of the annual increase in property taxes to be extended for certain Illinois non-home rule units of government. In general, the Limitation Law restricts the amount of such increases to the lesser of 5% or the percentage increase in the Consumer Price Index during the calendar year preceding the levy year. Currently, the Limitation Law applies only to and is a limitation upon all non-home rule taxing (including school districts) bodies in Cook County, the five collar counties (DuPage, Kane, Lake, McHenry and Will) and several downstate counties. The Limitation Law does not apply to the County.

The effect of the Limitation Law is to limit the amount of property taxes that can be extended for a taxing body. In addition, general obligation bonds, notes and installment contracts payable from ad valorem taxes unlimited as to rate and amount cannot be issued by the affected taxing bodies unless the obligations first are approved by referendum, are alternate bonds (such as the Bonds), or are for certain refunding purposes.

The limitations set forth in the Limitation Law do not apply to the taxes levied by the County to pay the principal of and interest on the Bonds.

Truth in Taxation Law

Legislation known as the Truth in Taxation Law (the “Law”) limits the aggregate amount of certain taxes which can be levied by, and extended for, a taxing district to 105% of the amount of taxes extended in the preceding year unless specified notice, hearing and certification requirements are met by the taxing body. The express purpose of the Law is to require published disclosure of, and hearing upon, an intention to adopt a levy in excess of the specified levels. The County covenanted in the Bond Ordinances that it will not take any action which would adversely affect the levy, extension, collection, and application of the taxes levied by the County Clerk for payment of principal of and interest on the Bonds. The County also covenanted that it will comply with all present and future laws concerning the levy, extension, and collection of such taxes levied by the County.

Composition of Equalized Assessed Valuation

<u>Tax Year</u>	<u>Residential</u>	<u>Commercial</u>	<u>Industrial</u>	<u>Farm</u>	<u>Railroad</u>	<u>Total</u>	<u>% Change</u>
2005	182,082,487	40,367,467	1,509,617	48,775,675	318,864	273,054,110	4.73
2006	191,197,239	41,448,530	1,493,322	48,144,439	294,727	282,578,257	3.48
2007	209,283,805	45,078,912	1,558,747	50,328,854	288,874	306,539,192	8.47

Source: Jersey County Clerk.

Note: The State General Assembly increased homestead exemptions for residential properties in 2004 causing EAV growth to decline in most counties and communities throughout the State.

Total Equalized Assessed Valuation

<u>Tax Year</u>	<u>Total</u>	<u>% Change</u>
2002	\$240,321,330	-
2003	\$261,294,622	8.720%
2004	\$260,712,329	-.002%
2005	\$273,054,110	4.730%
2006	\$282,578,257	3.480%
2007	\$306,539,192	8.470%

Tax Rate Trend

The following table shows the property taxes levied by the County for the following years:

	<u>Max Rate⁽¹⁾</u>	<u>Levy Years</u>			
		<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
General Corporate	.27	.201	.141	.142	.153
Ambulance Service	.10	.038	.036	.035	.032
Construction of Bridges	.05	.040	.039	.038	.035
Federal Aid Matching	.05	.048	.047		.044
County Highway	.12	.094	.092	.092	.085
I.M.R.F.	No Limit	.115	.014	.138	.136
Liability Insurance	No Limit	-	.016	.016	.014
Social Security	No Limit	.098	.098	.103	.103
Veterans Assistance Commission	.03	.020	.020	.018	.017
Health	.075	.013	.013	.012	.011
CO-Op Extension	.01	-	.010	-	.010
Senior Citizen Service	.025	-	.007	-	.006
Bond & Interest	<u>No Limit</u>	<u>.083</u>	<u>.080</u>	<u>.059</u>	<u>.051</u>
TOTAL		<u>.749</u>	<u>.7184</u>	<u>.6974</u>	<u>.7017</u>

⁽¹⁾ Per \$100 equalized assessed valuation.

Source: Jersey County FY 2007 Audit. Numbers rounded to the nearest hundred.

Tax Collection Record

Property taxes for each levy year attach as an enforceable lien on January 1 of that year, on property values assessed as of the same date. Taxes are levied by December of the same year by passage of a Tax Levy Ordinance. Tax bills are prepared by the County and issued on or about June 1 of the following year and are payable in two installments, on or about July 1 and September 1 of that year. The County Collector collects such taxes and remits them to the County periodically.

The following table sets forth property tax rates, levies and collections for the County for the tax levy years indicated:

<u>Tax Levy Year</u>	<u>Rates (per \$100)</u>	<u>Total Tax Levy Extended</u>	<u>Collections</u>	<u>Percent of Levy Collected¹</u>
2004	.7498	1,954,820	1,950,294	99.7%
2005	.7184	1,961,621	1,959,695	99.9%
2006	.6974	1,970,701	1,971,009	100.0%
2007	.7017	2,150,984	N/A*	N/A*

⁽¹⁾ Delinquent taxes are shown in the year payment is actually received which may cause the percentage of taxes collected to exceed 100%.

* Taxes levied for the 2007 tax year are collected in the period July—September of 2008. Final figures are not available.

Source: Jersey County Clerk.

SELECTED FINANCIAL INFORMATION

Accounting, Budgeting and Auditing Procedures

Note 1 to the County's audited financial statements for the fiscal year ended November 30, 2007 summarizes the County's accounting policies. See **Appendix B** attached hereto.

Comparative Financial Statements

The table below sets forth a summary of the results of operations for the County's General Fund for the last three fiscal years. The complete audited financial statements for the County for the year ended November 30, 2007 are included in **Appendix B**. Potential purchasers should read **Appendix B** in its entirety for more complete information concerning the County's financial position.

GENERAL FUND SUMMARY OF OPERATIONS

	<u>Fiscal Years Ending</u>		
	<u>2005</u>	<u>2006</u>	<u>2007</u>
REVENUES			
Taxes (property, sales, income, etc.)	\$2,373,437	\$2,243,926	\$2,406,901
Interest Earned	4,697	13,159	15,148
Fees, Licenses and Fines	-	1,045,053	1,093,230-
State of Illinois Reimbursement	188,174	196,787	187,250
Miscellaneous	<u>126,428</u>	<u>75,112</u>	<u>100,560</u>
Total Revenues	<u>\$3,810,386</u>	<u>\$3,574,037</u>	<u>\$3,803,089</u>
EXPENDITURES			
General Government	\$2,549,659	\$2,836,125	\$2,957,547
Public Safety	<u>1,091,824</u>	<u>962,573</u>	<u>1,007,091</u>
Total Expenditures	<u>\$3,641,483</u>	<u>\$3,881,178</u>	<u>\$3,964,638</u>
EXCESS OF REVENUES over (under) EXPENDITURES	<u>\$168,903</u>	<u>\$307,141</u>	<u>\$(161,549)</u>
OTHER FINANCING SOURCES (uses)			
Operating Transfer In (Out)	<u>\$300,000</u>	<u>\$397,869</u>	<u>\$341,501</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES over (under) EXPENDITURES AND OTHER FINANCING USES	\$468,903	\$90,728	\$179,952
FUND BALANCE, At Beginning of Year	<u>444,134</u>	<u>913,037</u>	<u>1,003,766</u>
FUND BALANCE, At End of Year	<u>\$913,037</u>	<u>\$1,003,765</u>	<u>\$1,183,718</u>

Retirement Commitments

The County's audited financial statements for the fiscal year ended November 30, 2007 summarize the retirement commitments for all personnel and Sheriff's law enforcement personnel respectively in full detail. See **Appendix B**.

Employee Relations

The County employees are not represented by any union.

The County has good relations with its employees and no work stoppages have occurred. By law, work stoppages are not allowed for Sheriff personnel.

Debt Ratios

County Population, 2007 (est.)	22,621
Assessed Valuation, 2007	\$306,539,192
Estimated Actual Value, 2007	\$919,617,576
Outstanding General Obligation Debt ⁽¹⁾	\$1,260,000
Overlapping General Obligation Debt	\$21,999,335
Total Direct and Overlapping General Obligation Debt ⁽¹⁾	23,259,335
Per Capita Direct and Overlapping General Obligation Debt	\$1,028
Ratio of Direct and Overlapping General Obligation Debt to Assessed Valuation	7.59%
Ratio of Direct and Overlapping General Obligation Debt to Estimated Actual Value	2.53%

⁽¹⁾ Does not include alternate bonds.

Schedule of Legal Debt Margin

The Illinois Revised Statutes provides, "...counties having a population of less than 500,000 shall become indebted in any manner of or for any purpose, to an amount, including existing indebtedness in the aggregate exceeding 2.85% on the value of the taxable property therein, to be ascertained by the last assessment for state and county purposes."

Alternate bonds do not constitute an indebtedness of the County within the meaning of any constitutional or statutory provision or limitation, unless ad valorem taxes shall have been extended pursuant to the general obligation, full faith and credit promise supporting the bonds, in which case the amount of the alternate bonds then outstanding will be included in the computation of indebtedness of the County for purposes of all statutory provisions or limitations until such time as an audit of the County shows that the alternate bonds have been paid from the pledged revenues supporting them for a complete fiscal year.

Below is a calculation of the County's debt limit and remaining debt margin as of August 1, 2008.

Assessed Valuation (2007 Tax Year)	<u>\$306,539,192</u>
Statutory Debt Limit 2.85% of Assessed Valuation	<u>\$8,736,366</u>
Amount of Debt Applicable to Debt Limit	
General Obligation Series 2001 Illinois Insurance Trust	\$1,260,000
Health Department Mortgage	<u>222,861</u>
Total	<u>\$1,482,861</u>
Legal Debt Margin	<u>\$7,253,505</u>

General Obligation Indebtedness

On October 9, 2001, the County issued \$1,260,000 of General Obligation Self-Insurance Bonds, Series 2001, to finance the County's portion of the cost of remaining in a joint self-insurance program with other Illinois counties pursuant to the Illinois County Insurance Trust. The Bonds are general obligations of the County and its full faith, credit and taxing power have been pledged to the payment of the principal of and interest on the bonds. General liability and workers' compensation claims are paid by the Trust.

The following is a summary of bond transactions of the County for the fiscal year ended November 30, 2007 following the issuance of the Series 2008 Bonds. The Series 2008 Bonds are Alternate Revenue Source Bonds and do not count against the legal debt margin of the County.

General Obligation Debt Service Requirements

The following schedule shows the principal and interest requirements for the Bonds:

Fiscal Year Ended -----	<u>Series 2008 Bonds</u>			Fiscal Year Ended <u>November 30</u>	<u>Series 2001 Bonds</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>		<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2008	\$	\$	\$	2008	\$85,000	72,562	\$157,562
2009				2009	90,000	67,812	157,812
2010				2010	95,000	62,655	157,655
2011				2011	100,000	57,145	157,145
2012				2012	105,000	51,250	156,250
2013				2013	110,000	44,960	154,960
2014				2014	120,000	38,115	158,115
2015				2015	125,000	30,702	155,702
2016				2016	135,000	22,738	157,738
2017				2017	145,000	14,056	159,056
2018				2018	150,000	4,762	154,762
2019							
2020							
2021							
2022							
2023							
2024							
2025							
2026							
2027							
2028							
2029							
2030							
2031							
2032							
2033							
2034							
Totals	<u>\$</u>	<u>\$</u>			<u>\$1,260,000</u>	<u>\$466,757</u>	<u>\$1,726,757</u>

REVENUE AND COVERAGE
County of Jersey, Illinois (Jersey County Jail)
Series 2008 G.O. (Alternate Revenue Source) Bonds

Period Ending	Proposed Principal	Proposed Debt Service	Total Adj Debt Service	Revenue Constraints	Unused Revenues	Debt Serv Coverage
11/30/2008						
11/30/2009		92,197.	92,197.	733,503.	641,306.	795.58194%
11/30/2010	105,000.	238,085.	238,085.	733,503.	495,418.	308.08451%
11/30/2011	110,000.	239,323.	239,323.	733,503.	494,181.	306.49145%
11/30/2012	115,000.	240,385.	240,385.	733,503.	493,118.	305.13676%
11/30/2013	115,000.	236,360.	236,360.	733,503.	497,143.	310.33297%
11/30/2014	120,000.	237,248.	237,248.	733,503.	496,256.	309.17207%
11/30/2015	125,000.	237,960.	237,960.	733,503.	495,543.	308.24634%
11/30/2016	130,000.	238,433.	238,433.	733,503.	495,071.	307.63549%
11/30/2017	135,000.	238,528.	238,528.	733,503.	494,976.	307.51297%
11/30/2018	140,000.	238,163.	238,163.	733,503.	495,341.	307.98425%
11/30/2019	145,000.	237,372.	237,372.	733,503.	496,131.	309.01006%
11/30/2020	155,000.	241,088.	241,088.	733,503.	492,415.	304.24762%
11/30/2021	160,000.	239,294.	239,294.	733,503.	494,209.	306.52826%
11/30/2022	165,000.	237,081.	237,081.	733,503.	496,422.	309.38886%
11/30/2023	175,000.	239,322.	239,322.	733,503.	494,181.	306.49224%
11/30/2024	185,000.	240,881.	240,881.	733,503.	492,622.	304.50813%
11/30/2025	190,000.	236,928.	236,928.	733,503.	496,576.	309.58964%
11/30/2026	200,000.	237,568.	237,568.	733,503.	495,936.	308.75562%
11/30/2027	210,000.	237,649.	237,649.	733,503.	495,854.	308.65006%
11/30/2028	220,000.	237,140.	237,140.	733,503.	496,363.	309.31222%
11/30/2029	235,000.	240,875.	240,875.	733,503.	492,628.	304.51604%
	3,135,000.	4,861,876.	4,861,876.	15,403,563.	10,541,687.	

Other Long Term Obligations

As of November 30, 2007, the County Health Department, a subcomponent of the County, had a mortgage note outstanding in the amount of \$222,861. The interest rate is 4.74% with a final installment due April 15, 2016.

Overlapping General Obligation Bonded Debt

(As of August 1, 2008)

	<u>Gross General Obligation Debt</u>	<u>Percentage of Debt Applicable to County</u>	<u>Amount Applicable to County</u>
Jersey County	\$1,260,000	100%	\$1,260,000
Jersey CUSD 100	13,029,457	100%	13,029,457
Southwestern CUSD 9	12,035,000	1%	120,350
Alton CUSD 11	54,461,110	.5%	272,306
Lewis & Clark College District 536	<u>81,302,475</u>	9%	<u>7,317,222</u>
TOTAL	<u>\$162,088,042</u>		<u>\$21,999,335</u>

Source: County Clerk and telephone survey.

To the best knowledge of the County, there are no political subdivisions with boundaries overlapping the County or lying wholly within the County that have any general obligation bonds outstanding, other than those set forth above. However, political subdivisions may have ongoing programs requiring the issuance of bonds, the amounts of which cannot be determined at this time.

No Default

The County has no record of default and has met its debt repayment obligations promptly.

Description of the Project and Alternate Revenue Source Funding

In March of 2004, the County submitted a proposition to the voters requesting approval of a .50% (1/2 of 1%) sales tax for public safety purposes. The purpose of the tax was to assist the County in undertaking certain Criminal Justice Facility expansion and renovation activities. The referendum passed and the tax was implemented July 1, 2004. A history of the County Transportation or Public Safety Tax follows.

In December 2007, the County entered into an Agreement to Purchase properties commonly known as 201 West Exchange Street and 205-207 West Exchange Street, Jerseyville, Illinois, in connection with the Jersey County Criminal Justice Facility Additions and Renovations. The total purchase price was set at \$875,000 with a \$50,000 deposit paid at the time of the Agreement to Purchase. The County closed on these properties in April 2008. Additionally, the County purchased some adjacent properties on the same block for lesser amounts.

During 2008, the County contracted with AAIC Inc. Architects for design development of the Jersey County Criminal Justice Facility Additions and Renovations. As part of the contract, the County committed to probable total construction costs of \$3,026,500 with a 15% contingency fee included. In addition, the County will pay AAIC Inc. Architects an 8.5% design development fee based upon total construction costs.

On September 2, 2008 the County accepted bids for the Criminal Justice Facility expansion and renovation activities. Nine bids were received. The lowest bid of \$2,694,000 (including alternates) was received from Jun Construction Company. The County and Jun Construction Company will enter into a guaranteed` not to exceed contract subject to the addition of certain change orders currently under discussion but not expected to exceed \$100,000.

Sales Tax Trends

State Fiscal Year	1% County Tax (unincorporated area)	% Change	1/4% Countywide Tax	% Change	County Public Safety Tax	% Change	County Totals	% Change
1998	\$107,532	---	\$364,193	---	NA	---	\$471,725	---
1999	\$113,392	5%	\$394,852	8%	NA	---	\$508,245	8%
2000	\$108,292	-4%	\$384,695	-3%	NA	---	\$492,988	-3%
2001	\$121,274	12%	\$401,740	4%	NA	---	\$523,014	6%
2002	\$115,766	-5%	\$410,472	2%	NA	---	\$526,238	1%
2003	\$123,104	6%	\$430,506	5%	NA	---	\$553,610	5%
2004	\$123,525	0%	\$433,574	1%	\$345,309	---	\$902,408	63%
2005	\$121,210	-2%	\$441,321	2%	\$696,970	102%	\$1,259,501	40%
2006	\$122,240	1%	\$454,180	3%	\$717,918	3%	\$1,294,338	3%
2007	\$124,550	2%	\$454,854	0.1%	\$733,503	2%	\$1,312,907	1%
2008	\$125,410	1%	\$457,489	1%	\$741,880	1%	\$1,324,779	1%

* State Fiscal Year is July 1 to June 30; CTPS collections initiated July 1, 2004

Source: Illinois Department of Revenue.

2008 Year to Date

<u>Month</u>	<u>County Tax</u>	<u>Countywide Tax</u>	<u>County Public Safety Tax</u>
January	\$13,053	\$36,802	\$61,576
February	7,532	37,420	63,930
March	12,254	44,352	75,747
April	10,630	36,477	56,605
May	11,734	32,385	54,402
June	10,322	36,437	57,199
July	8,365	34,752	56,972
August	<u>8,490</u>	<u>39,374</u>	<u>64,231</u>
TOTAL	<u>\$82,380</u>	<u>\$297,999</u>	<u>\$490,662</u>

County Fiscal Year Summaries of County Transportation Public Safety Sales Tax

2005	\$694,431
2006	\$718,056
2007	\$731,788
2008	\$741,880*

* State Fiscal Year amount.

Source: County Audits and Illinois Department of Revenue.

The following is a summary of Revenues, Expenditures and Changes in Fund Balances for the Year Ended November 30, 2007 for the County Public Safety Sales Tax.

	PUBLIC SAFETY <u>TAX</u>
REVENUE	
Public Safety Tax	\$731,788
Interest Earned	<u>17,784</u>
Total Revenue	<u>\$749,572</u>
EXPENDITURES	
Total Expenditures	-----
EXCESS OF REVENUE over (under)	
EXPENDITURES	<u>\$749,572</u>
OTHER FINANCING SOURCES (Uses)	<u>(700,000)</u>
EXCESS OF REVENUE over (under)	
EXPENDITURES AND OTHER	
FINANCING SOURCES (uses)	<u>\$49,572</u>
FUND BALANCE—	
BEGINNING OF THE YEAR	<u>508,440</u>
FUND BALANCE—	
END OF THE YEAR	<u>\$558,012</u>

APPENDIX B

AUDITORS' REPORT AND AUDITED FINANCIAL STATEMENTS

The following is the Auditors' Report and Audited Financial Statements prepared by Scheffel & Company, P.C., Jerseyville, Illinois, of the County of Jersey, Illinois, for the fiscal year ended November 30, 2007.

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JERSEY COUNTY, ILLINOIS

FINANCIAL STATEMENTS

**FOR THE YEAR ENDED
NOVEMBER 30, 2007**

JERSEY COUNTY, ILLINOIS

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Scheffel & Company, P.C.

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June 27, 2008

INDEPENDENT AUDITOR'S REPORT

To the Jersey County Board
Jerseyville, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Jersey County, Illinois, as of and for the year ended November 30, 2007, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Jersey County, Illinois' management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, 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 aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Jersey County, Illinois, as of November 30, 2007, and the respective changes in financial position, and, where applicable, cash flows, thereof, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 27, 2008, on our consideration of Jersey County, Illinois' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The County has not presented management's discussion and analysis that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be a part of, the basic financial statements.

The budgetary comparison information on pages 33 through 44, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Jersey County, Illinois' basic financial statements. The combining and individual non-major fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual non-major fund financial statements have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Scheffel & Company, P.C.

Scheffel & Company, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

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June 27, 2008

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

To the Jersey County Board
Jerseyville, Illinois

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Jersey County, Illinois, as of and for the year ended November 30, 2007, which collectively comprise Jersey County, Illinois' basic financial statements and have issued our report thereon dated June 27, 2008. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Jersey County, Illinois' internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Jersey County, Illinois' internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Jersey County, Illinois' internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects Jersey County, Illinois' ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of Jersey County, Illinois' financial statements that is more than inconsequential will not be prevented or detected by Jersey County, Illinois' internal control. We consider the deficiencies described below to be significant deficiencies in internal control over financial reporting.

The County does not have personnel or staff with sufficient training or expertise to ensure the County's annual financial statements are prepared in accordance with accounting principles generally accepted in the United States of America as applied to governmental units and include all required financial statement disclosures. Under the existing accounting process, transactions are recorded on a cash basis during the year, rather than on the accrual basis. Governmental Accounting Standards Board Statement No. 34 requires the County's financial statements be prepared using full accrual basis for all the County's activities.

During our testing, it was noted that the County Clerk Operations manual subsidiary ledger was not in agreement with the checkbook balance. The County does regularly reconcile the checkbook balance to the monthly bank statement, however, a similar reconciliation should be done between the manual subsidiary ledger and the checkbook balance in order to ensure all cash collections are present in the bank account to support subsequent month's disbursements.

During our testing, it was noted that several cash accounts and/or funds of the County are not included in the County's chart of accounts and therefore, not recorded on the County's trial balance. These various cash accounts were noted in the Circuit Clerk's office, Sheriff's Department and County Clerk's office. Although these accounts, tend to carry smaller balances and have less activity than other funds, we recommend that all cash accounts and/or funds of the County be recorded on the County's trial balance to improve management oversight and accountability.

A reconciliation of transfers in (out) recorded on the general ledger should be prepared to check that the proper reciprocating entries have been made.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by Jersey County, Illinois' internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we believe that none of the significant deficiencies described above is a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Jersey County, Illinois' financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests did not disclose any instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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

Scheffel & Company, P.C.

**JERSEY COUNTY, ILLINOIS
STATEMENT OF NET ASSETS
NOVEMBER 30, 2007**

EXHIBIT A

	<u>Governmental Activities</u>	<u>Component Unit</u>
ASSETS		
CURRENT ASSETS		
Cash	\$ 1,630,977	\$ 768,576
Investments	6,275,000	102,025
Due from State of Illinois	632,016	
Due from Other Funds	107,168	
Receivables	629,289	194,271
Prepaid Expenses	22,689	4,895
Total Current Assets	<u>\$ 9,297,139</u>	<u>\$ 1,069,767</u>
NON-CURRENT ASSETS		
Capital Assets		
Land	\$ 85,279	\$ 122,015
Construction in Progress	3,338	
Buildings and Improvements	4,543,044	586,286
Machinery and Equipment	2,050,517	458,305
Vehicles	416,575	
Infrastructure	124,906	
Mapping	267,847	
Less Accumulated Depreciation	(2,056,321)	(424,355)
Total Capital Assets, Net of Depreciation	<u>\$ 5,435,185</u>	<u>\$ 742,251</u>
Total Non-current Assets	<u>\$ 5,435,185</u>	<u>\$ 742,251</u>
Total Assets	<u><u>\$ 14,732,324</u></u>	<u><u>\$ 1,812,018</u></u>
LIABILITIES		
CURRENT LIABILITIES		
Deferred Revenue	\$ 3,765	
Accounts Payable	15,354	\$ 123,541
Accrued Payroll		3,051
Fee of Others	22,710	
Due to Other Funds	8,965	
Interest Payable	34,291	
Short-term Notes Payable	30,217	
Current Portion of Long-Term Debt	85,000	20,884
Total Current Liabilities	<u>\$ 200,302</u>	<u>\$ 147,476</u>
NON-CURRENT LIABILITIES		
Non-current Portion of Long-Term Debt	<u>\$ 1,175,000</u>	<u>\$ 201,977</u>
Total Non-current Liabilities	<u>\$ 1,175,000</u>	<u>\$ 201,977</u>
Total Liabilities	<u><u>\$ 1,375,302</u></u>	<u><u>\$ 349,453</u></u>
NET ASSETS		
Investment in Capital Assets, Net of Related Debt	\$ 5,404,968	\$ 519,390
Unrestricted	7,952,054	943,175
Total Net Assets	<u>\$ 13,357,022</u>	<u>\$ 1,462,565</u>
Total Liabilities and Net Assets	<u><u>\$ 14,732,324</u></u>	<u><u>\$ 1,812,018</u></u>

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

JERSEY COUNTY, ILLINOIS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED NOVEMBER 30, 2007

Functions/Programs	Program Revenues			Net (Expense) Revenue and Change in Net Assets		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Component Unit
Primary Government						
Government Activities:						
General Government	\$ 3,412,817	\$ 1,381,729	\$ 193,401	\$ 11,232	\$ (1,826,455)	
Public Safety and Corrections	1,938,671	366,768	20,000	731,788	(820,115)	
Judiciary and Court Related	394,528				(394,528)	
Highway	1,391,460	190,536	39,752	660,077	(501,095)	
Total Primary Government	<u>\$ 7,137,476</u>	<u>\$ 1,939,033</u>	<u>\$ 253,153</u>	<u>\$ 1,403,097</u>	<u>\$ (3,542,193)</u>	
Component Unit:						
Jersey County Health Department	\$ 1,722,277	\$ 1,544,090	\$ 207,157			\$ 28,970
Total Component Unit	<u>\$ 1,722,277</u>	<u>\$ 1,544,090</u>	<u>\$ 207,157</u>			<u>\$ 28,970</u>
General Revenues:						
Taxes:						
Property Taxes					\$ 1,970,658	\$ 34,873
Sales and Use Taxes					745,329	
Motel Tax					75,982	
Personal Property Replacement Taxes					113,250	
Income Taxes					1,034,424	
Interest					336,236	15,056
Inheritance Tax					274	
Miscellaneous					130,152	396
Total General Revenues					\$ 4,406,305	\$ 50,325
Change in Net Assets					\$ 864,112	\$ 79,295
Net Assets, Beginning					12,492,910	1,383,270
Net Assets, Ending					\$ 13,357,022	\$ 1,462,565

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

JERSEY COUNTY, ILLINOIS
BALANCE SHEET GOVERNMENTAL FUNDS
NOVEMBER 30, 2007

	General	County Motor Fuel Tax	Emergency Telephone	County Capital Improvement	Debt Service	Other Governmental Funds	Total Governmental Funds
ASSETS							
Cash	\$ 642,222	\$ 29,155	\$ 121,957	\$ 56,673	\$ 133,235	\$ 647,735	\$ 1,630,977
Investments		1,060,000	350,000	1,000,000	320,000	3,545,000	6,275,000
Due from State of Illinois	445,250					186,766	632,016
Due from Other Funds	76,492					30,676	107,168
Receivables	38,433	29,175			9,375	552,306	629,289
Prepaid Expenses	17,939		4,750				22,689
Total Assets	<u>\$ 1,220,336</u>	<u>\$ 1,118,330</u>	<u>\$ 476,707</u>	<u>\$ 1,056,673</u>	<u>\$ 462,610</u>	<u>\$ 4,962,483</u>	<u>\$ 9,297,139</u>
LIABILITIES							
Deferred Revenue	\$ 3,765					\$ 8,745	\$ 3,765
Accounts Payable	3,778		\$ 2,831				15,354
Fees of Others	22,710					2,600	22,710
Due to Other Funds	6,365						8,965
Interest Payable					\$ 34,291		34,291
Total Liabilities	<u>\$ 36,618</u>	<u>\$ -</u>	<u>\$ 2,831</u>	<u>\$ -</u>	<u>\$ 34,291</u>	<u>\$ 11,345</u>	<u>\$ 85,085</u>
FUND BALANCES							
Unreserved	\$ 1,183,718						\$ 1,183,718
General Fund		\$ 1,118,330	\$ 473,876	\$ 1,056,673		\$ 4,951,138	7,600,017
Special Revenue Fund					\$ 428,319		428,319
Debt Service Fund					\$ 428,319		\$ 9,212,054
Total Fund Balances	<u>\$ 1,183,718</u>	<u>\$ 1,118,330</u>	<u>\$ 473,876</u>	<u>\$ 1,056,673</u>	<u>\$ 462,610</u>	<u>\$ 4,951,138</u>	<u>\$ 9,212,054</u>
Total Liabilities and Fund Balances	<u>\$ 1,220,336</u>	<u>\$ 1,118,330</u>	<u>\$ 476,707</u>	<u>\$ 1,056,673</u>	<u>\$ 462,610</u>	<u>\$ 4,962,483</u>	<u>\$ 9,297,139</u>

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

JERSEY COUNTY, ILLINOIS
RECONCILIATION OF THE BALANCE SHEET GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS
NOVEMBER 30, 2007

TOTAL GOVERNMENTAL FUND BALANCES	\$ 9,212,054
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in the governmental activities are not financial resources and therefore are not reported in the funds.	5,435,185
Bonds payable and notes payable are not due and payable in the current period and are not reported in the funds.	<u>(1,290,217)</u>
NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u>\$ 13,357,022</u>

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

JERSEY COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS
FOR THE YEAR ENDED NOVEMBER 30, 2007

	General	County Motor Fuel Tax	Emergency Telephone	County Capital Improvement	Debt Service	Other Governmental Funds	Total Governmental Funds
REVENUE							
Taxes -							
Property Tax	\$ 513,624				\$ 159,585	\$ 1,297,449	\$ 1,970,658
Motel Tax						75,982	75,982
Personal Property Replacement Tax	113,250						113,250
Sales and Use Tax	745,329						745,329
Income Tax	1,034,424						1,034,424
Inheritance Tax	274						274
Motor Fuel Tax		\$ 555,465					555,465
Public Safety Tax						731,788	731,788
Total Taxes	\$ 2,406,901	\$ 555,465	\$ -	\$ -	\$ 159,585	\$ 2,105,219	\$ 5,227,170
Grant Income						135,844	135,844
State of Illinois Reimbursements	187,250					45,902	233,152
Fees and Licenses	1,093,230		284,935			388,386	1,766,551
Interest Earned	15,148	74,070	21,044	44,054	17,153	164,767	336,236
Construction for Others						172,483	172,483
Miscellaneous	100,560					29,592	130,152
Total Revenue	\$ 3,803,089	\$ 629,535	\$ 305,979	\$ 44,054	\$ 176,738	\$ 3,042,193	\$ 8,001,588
EXPENDITURES							
General Control and Administration	\$ 2,163,369				\$ 109,627	\$ 216,586	\$ 2,489,582
Public Safety	1,007,091		\$ 250,283			47,465	1,304,839
Corrections	496,340					44,560	540,900
Judiciary and Court Related	285,879					101,156	387,035
Municipal Retirement						638,142	638,142
Capital Outlay	11,959	\$ 1,025,268	9,546			226,232	1,273,005
Highway		480,302				916,666	1,396,968
Development						137,869	137,869
Total Expenditures	\$ 3,964,638	\$ 1,505,570	\$ 259,829	\$ -	\$ 109,627	\$ 2,328,676	\$ 8,168,340
REVENUES OVER (UNDER) EXPENDITURES	\$ (161,549)	\$ (876,035)	\$ 46,150	\$ 44,054	\$ 67,111	\$ 713,517	\$ (166,752)
OTHER FINANCING SOURCES (USES)							
Operating Transfers In (Out)	\$ 341,501	\$ (103,657)		\$ 400,000		\$ (637,844)	\$ -
Total Other Financing Sources (Uses)	\$ 341,501	\$ (103,657)	\$ -	\$ 400,000	\$ -	\$ (637,844)	\$ -
REVENUE OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	\$ 179,952	\$ (979,692)	\$ 46,150	\$ 444,054	\$ 67,111	\$ 75,673	\$ (166,752)
FUND BALANCE, BEGINNING OF YEAR	\$ 1,003,766	\$ 2,098,022	\$ 427,726	\$ 612,619	\$ 361,208	\$ 4,875,465	\$ 9,378,806
FUND BALANCE, END OF YEAR	\$ 1,183,718	\$ 1,118,330	\$ 473,876	\$ 1,056,673	\$ 428,319	\$ 4,951,138	\$ 9,212,054

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

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

1,030,864

-10-

JERSEY COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN NET ASSETS
ALL PROPRIETARY FUND TYPES - DISCRETELY PRESENTED COMPONENT UNIT
FOR THE YEAR ENDED NOVEMBER 30, 2007

	<u>Proprietary Fund Types Component Unit</u>
REVENUE	
Net Patient Service Revenue	\$ 1,544,090
County Payments of Component Unit Employee Benefits	149,575
Other Income	(54)
Total Revenue	<u>\$ 1,693,611</u>
EXPENSES	
Nursing and Health Services	\$ 640,807
Women Infant Children (WIC) Program	86,835
Clinics and Other Programs	464,869
Administrative	435,794
Other Expenditures	93,972
Total Expenses	<u>\$ 1,722,277</u>
OPERATING (LOSS)	\$ (28,666)
NON-OPERATING REVENUE	
Grant	\$ 57,636
Investment Income	15,056
Tax Revenue	34,873
Other Income	396
Total Non-operating Revenue	<u>\$ 107,961</u>
NET INCOME	\$ 79,295
NET ASSETS, BEGINNING OF YEAR	<u>1,383,270</u>
NET ASSETS, END OF YEAR	<u><u>\$ 1,462,565</u></u>

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

JERSEY COUNTY, ILLINOIS
STATEMENT OF CASH FLOWS - ALL PROPRIETARY FUND TYPES - DISCRETELY
PRESENTED COMPONENT UNIT
FOR THE YEAR ENDED NOVEMBER 30, 2007

	Proprietary Fund Types Component Unit
Cash Flows from Operating Activities:	
Cash Received from Patients, Third Party Payers and Others	\$ 1,525,220
Cash Received from County for Employee Benefits	149,575
Cash Received from Grant	57,636
Other Receipts from Operations	(54)
Cash Paid to Employees and Suppliers	(1,603,365)
Interest Paid	(10,806)
Nonoperating Revenue	50,247
Net Cash Provided by Operating Activities	<u>\$ 168,453</u>
Cash Flows from Investing Activities:	
Proceeds from Sale of Expendable Property	\$ 78
Purchases of Equipment	(142,283)
Net Cash Used in Investing Activities	<u>\$ (142,205)</u>
Cash Flows from Capital and Related Financing Activities:	
Principal Payments on Long-Term Debt	\$ (19,971)
Net Cash Used in Capital and Related Financing Activities	<u>\$ (19,971)</u>
Increase in Cash and Cash Equivalents	\$ 6,277
Cash and Cash Equivalents, Beginning of Year	<u>864,324</u>
Cash and Cash Equivalents, End of Year	<u><u>\$ 870,601</u></u>
RECONCILIATION OF NET INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Net Income	\$ 79,295
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:	
Depreciation	56,713
Gain on Sale of Expendable Property	(78)
(Increase) in Receivables	(19,108)
Decrease in Other Assets	238
Increase in Accounts Payable	50,341
(Decrease) in Accrued Payroll	(1,238)
Increase in Accrued Vacation	2,889
(Decrease) in Other Accrued Liabilities	(599)
Net Cash Provided by Operating Activities	<u><u>\$ 168,453</u></u>

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

JERSEY COUNTY, ILLINOIS
ALL AGENCY FUNDS
STATEMENT OF FIDUCIARY NET ASSETS
NOVEMBER 30, 2007

ASSETS

Cash	\$ 918,735
Investments	<u>350,000</u>
Total Assets	<u>\$ 1,268,735</u>

LIABILITIES

Due to Other Funds	\$ 98,203
Funds Available For Distribution	<u>1,170,532</u>
Total Liabilities	<u>\$ 1,268,735</u>

NET ASSETS

\$ -

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

JERSEY COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED NOVEMBER 30, 2007

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Jersey County, Illinois (County) are based upon accounting principles generally accepted in the United States of America as applicable to governmental units. The following is a summary of the significant policies.

The financial statements of the County have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to governmental units (hereinafter referred to as GAAP).

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Fiscal year 2004 was the first year in which the County implemented GASB Statement No. 34 – *Basic Financial Statements and Management's Discussion and Analysis – for State and Local Governments*. These statements established new financial reporting requirements and significantly changed the format and content of the County's financial statements. The financial statements are prepared using full accrual for all the County's activities and the fund financial statements focus on the major funds.

- (A) Reporting Entity: Jersey County, Illinois, is a county in which county residents elect the twelve members of the county board, treasurer and collector, county clerk and recorder, circuit clerk, states attorney, circuit judges, coroner, sheriff, and the regional superintendent of education. Jersey County's reporting entity includes the activities of the County Board of Commissioners and all funds under the care, custody or control of the Jersey County Treasurer, Jersey County Clerk, Jersey County Circuit Clerk, Jersey County Sheriff, and Superintendent of Highways. The accompanying financial statements present the county's primary government and component units over which the county exercises significant influence.

The County defines its reporting entity in accordance with provisions established by the Governmental Accounting Standards Board (GASB). GASB requirements for inclusion of component units are based upon whether the County's governing body has a significant amount of financial accountability for another entity. The County is accountable if it appoints a voting majority of an entity's governing body and is able to impose its will on that entity, or there is a potential for the entity to provide specific financial benefits to, or impose specific financial burdens on the County.

The only component unit of the County is the Jersey County Health Department. Separately audited financial statements of the Jersey County Health Department may be obtained from the Health Department at 1307 State Highway 109, Jerseyville, Illinois, 62052.

The Marriage Fund of the Circuit Court of Jersey County is reported in a separately issued report. The trustees, who are not employees or elected officials of the County, of this fund may disburse to the County's General Fund monies deemed appropriate for justice administration. Jersey County has no control or significant influence over this fund and received no monies in the current fiscal year. A separate report is issued and can be obtained from the Jersey County Circuit Clerk's office.

JERSEY COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED NOVEMBER 30, 2007

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Discretely Presented Component Unit: Jersey County Health Department

Brief Description of Activities and Relationship to the County: Formed by resolution of the Jersey County Board, the Jersey County Health Department provides various health services to the residents of Jersey County. The County approves the Health Department's annual budget, appoints the members to the Health Department's Board of Health, pays the Health Department's employees' social security tax and retirement benefits and provides liability and workers' compensation insurance to the Health Department. The Health Department utilizes the proprietary fund method of accounting.

- (B) Government-Wide and Fund Financial Statements: The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the non-fiduciary activities of the County. The effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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

The County reports the following major governmental funds:

General Fund:

General Fund – This is the general operating fund of the County. It is used to account for all financial resources except those that are required to be accounted for in another fund.

JERSEY COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED NOVEMBER 30, 2007

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Special Revenue Funds:

Emergency Telephone – This fund is used to account for 911 fees collected by the phone companies in the County and for expenses of operating the 911 system within the County.

County Motor Fuel Tax – This fund is used to account for state allotments of motor fuel tax receipts and the subsequent use of those monies for purposes outlined.

County Capital Improvement – This fund is used to account for the County's capital projects.

Debt Services Funds:

Debt services funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

Additionally, the government reports the following fund types:

Special revenue funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

Fiduciary Funds:

Agency funds are used to account for assets received and held by the County in a fiduciary or agent capacity for individuals, employees, other governments, and/or other funds. These include Nonexpendable Trusts and Agency Funds. Agency Funds are custodial in nature and do not involve measurement of results of operation.

Proprietary Funds:

The Jersey County Health Department (a component unit) represents a proprietary fund.

- (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 fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers

**JERSEY COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED NOVEMBER 30, 2007**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

revenues to be available if they are collected within 90 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Private sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The Jersey County Health Department has elected to apply the provisions of all relevant pronouncements of the Financial Accounting Standards Board (FASB), including those issued after November 30, 1989, that do not conflict with or contradict GASB pronouncements.

The effect of interfund activity has been eliminated from the government-wide financial statements.

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

Licenses and permits, charges for services, fees, fines, and forfeitures, and miscellaneous revenues are recorded when received in cash because they are generally not measurable until actually received. Interest on investments is not considered to be available until received and therefore is recognized as revenue at that time. Real estate taxes are considered "measurable" when in the hands of the intermediary collecting governments and recognized when they become available. "Available" means when due or past due and receivable within the current period and collected within the current period or expected to be collected within 60 days following the end of the current period.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the County's component unit are charges to clients for health services. Operating expenses for the component unit include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When restricted funds are received, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed.

JERSEY COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED NOVEMBER 30, 2007

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- (D) Investments – All investments are carried at cost, which approximates market, unless otherwise noted. The County invests only in certificates of deposit and money market and savings accounts which are in accordance with state statutes.
- (E) Receivables – GASB Statement No. 33 – Accounting and Financial Reporting for Nonexchange Transactions requires the recognition of receivables associated with nonexchange transactions as follows:
- Derived tax receivables (such as: sales, income and motor fuel taxes) are recognized when the underlying exchange has occurred.
 - Imposed nonexchange receivables (such as: property taxes and fines) are recognized when an enforceable legal claim has arisen.
 - Government – mandates or voluntary non-exchange transaction receivable (such as: mandates or grants) are recognized when all eligibility requirements have been met.

Included in Receivables is a loan amount past-due from a proprietor. Prior to 2007, the County made the disbursement to the proprietor from the state funded revolving loan fund. The balance due was \$470,131 as of November 30, 2007. Due to current negotiations with the proprietor and other mitigating factors, the County believes an allowance for uncollectible loans is unestimatable at this time. As such, no reserve has been recorded as of November 30, 2007.

- (F) Capital Assets – Capital assets, which include property, plant and equipment, and infrastructure assets (e.g. roads, bridges, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Capital assets are recorded at historical cost or estimated historical cost if historical cost is not known. Donated capital assets are recorded at estimated fair market value at the date of the donation.

The costs of normal maintenance and repairs that do not add value of the asset or materially extend the assets' life are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Due to the County's size, Jersey County is not required to and has elected not to retroactively report major general infrastructure assets. All other capital assets have been capitalized and reported retroactively.

Capital assets are depreciated using the straight line method over the following estimated useful lives: Buildings and Improvements 40-50 years, Equipment 5-10 years, Vehicles 5 years, Roads and Bridges 20 years, and Maps 20 years.

JERSEY COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED NOVEMBER 30, 2007

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- (G) Budgets and Budgetary Accounting – The County follows these procedures in establishing the budgetary data reflected in the financial statements:

The County budget is prepared in accordance with the Illinois Budget Code. The County Board of Commissioners prepares the budget on a cash basis. The annual County budget and the related budget hearing are acted upon each year. Encumbrance accounting is not followed by the County.

The County Board of Commissioners authorizes all transfers of budgeted amounts between accounts with any fund. For each fund, total expenditures may not legally exceed the budgeted expenditures. The budget lapses at the end of each fiscal year. The County adopted the budget at the November 14, 2006 board meeting. The County amended the budget for the General Fund for routine transfer purposes prior to year-end close.

- (H) Long-Term Obligations – In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets.

In the fund financial statements, governmental fund types recognize bond principal payments during the current period.

- (I) Cash Flow Statement – Cash and cash equivalents include cash on hand and on deposit. The component unit paid \$10,806 of interest costs during the fiscal year ended November 30, 2007.
- (J) Use of Estimates – The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that effect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE 2. CASH AND INVESTMENTS

Cash (excluding Agency Funds) as of November 30, 2007 consists of the following:

Cash on Hand	\$ 300
Deposits with Financial Institutions	1,630,677
Certificate of Deposit	<u>6,275,000</u>
Total	<u>\$ 7,905,977</u>

The County shall ensure that the loss of capital, whether from credit or market risk, is avoided, the County's anticipated cash flows are met, and the highest rate of return on investments is sought. The County shall avoid any investment transaction which in appearance or fact might impair public confidence. Investments are subject to three types of risks as follows:

JERSEY COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED NOVEMBER 30, 2007

NOTE 2. CASH AND INVESTMENTS (Continued)

a) Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Interest rate risk is eliminated since the County invests in certificates of deposit with maturities less than one year.

b) Concentration of Credit Risk

The investment policy of the County contains no limitations on the amount that can be invested in any one issuer. A concentration of credit risk includes those investments in any one issuer that represents 5% or more of total County investments. As of November 30, 2007, the County's deposits with the following entities exceeded 5% of total County's deposits.

<u>Issuer</u>	<u>Deposit Type</u>	<u>Reported Amount</u>
First Bank	Deposit Account & CDs	\$ 8,188,451
Cornerstone Bank	Deposit Account & CDs	722,989

c) Custodial Credit Risk

Bank balances of \$100,000 are insured with the FDIC. Additional bank balances are collateralized with securities held by pledging financial institutions trust department in the County's name.

Cash of the Jersey County Health Department as of November 30, 2007 consists of the following:

Cash on Hand	\$ 200
Deposits with Financial Institutions	768,376
Certificate of Deposit	<u>102,025</u>
Total	<u>\$ 870,601</u>

The Department is allowed to invest in interest bearing deposits as authorized by the Board of Health. The Department shall ensure that the loss of capital, whether from credit or market risk, is avoided, the Department's anticipated cash flows are met, and the highest rate of return on investments is sought. The Department shall avoid any investment transaction which in appearance or fact might impair public confidence.

a) Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Interest rate risk is eliminated since the Department invests in certificates of deposit with maturities less than one year.

JERSEY COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED NOVEMBER 30, 2007

NOTE 2. CASH AND INVESTMENTS (Continued)

b) Concentration of Credit Risk

The investment policy of the Department contains no limitations on the amount that can be invested in any one issuer. Investments in any one issuer that represents 5% or more of total Department investments are as follows:

<u>Issuer</u>	<u>Deposit Type</u>	<u>Reported Amount</u>
First Bank	Deposit Account	\$ 623,918
Jerseyville Banking Center	Deposit Account	77,941
Cornerstone Bank and Trust	Certificate of Deposit	49,393
Olin Community Credit Union	Certificate of Deposit	52,632
Colonial Title and Escrow	Escrow Account	92,955

c) Custodial Credit Risk

Bank balances of \$100,000 are insured with the FDIC. Additional bank balances are collateralized with securities held by pledging financial institutions trust department in the Department's name.

NOTE 3. INTERFUND RECEIVABLES AND PAYABLES

Interfund receivables and payables exist due to collections of fines and fees in one month being remitted to the proper fund in the following month. Balances as of November 30, 2007 are as follows:

<u>Funds</u>	<u>Due from other Funds</u>	<u>Due to other Funds</u>
General	\$ 76,492	\$ 6,365
Traffic	9,846	-
Law Library	500	-
Record Storage	1,756	-
Circuit Clerk Automation	2,291	-
Circuit Clerk Support Maintenance	12	-
Probation Service	6,082	-
Court Documentation	2,270	-
Sheriff's Fieldon Patrol	2,600	-
DUI Equipment	450	-
Vital Records Automation	470	-
Rental Housing Automation	188	-
Geographic Information System	3,951	-
Circuit Clerk Operations	-	92,972
Sheriff's Corp Patrol	-	2,600
Payroll Clearing	-	5,231
Police Vehicle	260	-
Total	<u>\$ 107,168</u>	<u>\$ 107,168</u>

JERSEY COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED NOVEMBER 30, 2007

NOTE 4. CAPITAL ASSETS

Capital assets and accumulated depreciation accounts consist of the following at November 30, 2007:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital Assets, Not Being Depreciated				
Land	\$ 85,279	\$ -	\$ -	\$ 85,279
Construction in Progress	<u>142,151</u>	<u>1,265,252</u>	<u>1,404,065</u>	<u>3,338</u>
Total Capital Assets, Not Being Depreciated	<u>\$ 227,430</u>	<u>\$1,265,252</u>	<u>\$1,404,065</u>	<u>\$ 88,617</u>
Capital Assets, Being Depreciated				
Buildings and Improvements	\$3,183,295	\$1,359,749	\$ -	\$4,543,044
Machinery and Equipment	2,008,449	42,068	-	2,050,517
Vehicles	354,454	62,121	-	416,575
Infrastructure	61,752	63,154	-	124,906
Mapping	<u>267,847</u>	<u>0</u>	<u>-</u>	<u>267,847</u>
Total Capital Assets, Being Depreciated	<u>\$5,875,797</u>	<u>\$1,527,092</u>	<u>\$ -</u>	<u>\$7,402,889</u>
Accumulated Depreciation:				
Buildings and Improvements	\$ 672,612	\$ 70,783	\$ -	\$ 743,395
Machinery and Equipment	733,431	198,038	-	931,469
Vehicles	280,475	41,400	-	321,875
Infrastructure	6,174	3,585	-	9,759
Mapping	<u>36,431</u>	<u>13,392</u>	<u>-</u>	<u>49,823</u>
Subtotal	<u>\$1,729,123</u>	<u>\$ 327,198</u>	<u>\$ -</u>	<u>\$2,056,321</u>
Net Capital Assets, Being Depreciated	<u>\$4,146,674</u>	<u>\$1,199,894</u>	<u>\$ -</u>	<u>\$5,346,568</u>
Total Capital Assets, Net	<u>\$4,374,104</u>	<u>\$2,465,146</u>	<u>\$1,404,065</u>	<u>\$5,435,185</u>

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

Governmental Activities:	
General Control and Administration	\$ 118,888
County Development	23,377
Public Safety and Corrections	118,434
Judiciary and Court Related	7,493
Highway	<u>59,006</u>
Total Depreciation Expense	<u>\$ 327,198</u>

JERSEY COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED NOVEMBER 30, 2007

NOTE 4. CAPITAL ASSETS (Continued)

Buildings and equipment and accumulated depreciation and amortization accounts of the Jersey County Health Department consist of the following at November 30, 2007:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital Assets, Not Being Depreciated				
Land	\$ 122,015	\$ -	\$ -	\$ 122,015
Capital Assets, Being Depreciated				
Buildings	\$ 360,542	\$ -	\$ -	\$ 360,542
Equipment	407,436	50,869	-	458,305
Improvements	134,332	91,412	-	225,744
Total Capital Assets, Being Depreciated	<u>\$ 902,310</u>	<u>\$ 142,281</u>	<u>\$ -</u>	<u>\$ 1,044,591</u>
Accumulated Depreciation				
Buildings	\$ 78,118	\$ 14,421	\$ -	\$ 92,539
Equipment	258,555	33,869	-	292,424
Improvements	30,972	8,420	-	39,392
Subtotal	<u>\$ 367,645</u>	<u>\$ 56,710</u>	<u>\$ -</u>	<u>\$ 424,355</u>
Net Capital Assets, Being Depreciated	<u>\$ 534,665</u>	<u>\$ 85,571</u>	<u>\$ -</u>	<u>\$ 620,236</u>
Total Capital Assets, Net	<u>\$ 656,680</u>	<u>\$ 85,571</u>	<u>\$ -</u>	<u>\$ 742,251</u>

NOTE 5. LONG-TERM DEBT

(A) On October 9, 2001, the County issued \$1,260,000 of General Obligation Self-Insurance Bonds, Series 2001, to finance the County's portion of the cost of remaining in a joint self-insurance program with other Illinois counties pursuant to the Illinois County Insurance Trust. The bonds are general obligations of the County and its full faith, credit and taxing power have been pledged to the payment of the principal of and interest on the bonds. General liability and workers' compensation claims will be paid by the Trust (See Note 4). Interest of \$109,606 was expensed as general and administrative expense in current year of which \$34,291 was payable at November 30, 2007.

The following is a summary of bond transactions of the County for the fiscal year ended November 30, 2007.

	<u>General Obligation</u>
Bonds Payable at December 1, 2006	\$ 1,260,000
Less Bond Payments	-
Bonds Payable at November 30, 2007	<u>\$ 1,260,000</u>

JERSEY COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED NOVEMBER 30, 2007

NOTE 5. LONG-TERM DEBT (Continued)

The annual requirements to amortize the bonds payable outstanding as of November 30, 2007 follows:

General Obligation Self-Insurance Bonds, Series 2001

<u>Fiscal Year Ended</u>	<u>Principal</u>	<u>Rate</u>	<u>Interest</u>	<u>Payment</u>
November 30, 2008	\$ 85,000	5.30%	\$ 72,562	\$ 157,562
November 30, 2009	90,000	5.55%	67,812	157,812
November 30, 2010	95,000	5.60%	62,655	157,655
November 30, 2011	100,000	5.70%	57,145	157,145
November 30, 2012	105,000	5.80%	51,250	156,250
November 30, 2013	110,000	5.90%	44,960	154,960
November 30, 2014	120,000	6.00%	38,115	158,115
November 30, 2015	125,000	6.10%	30,702	155,702
November 30, 2016	135,000	6.15%	22,738	157,738
November 30, 2017	145,000	6.25%	14,056	159,056
November 30, 2018	<u>150,000</u>	6.35%	<u>4,762</u>	<u>154,762</u>
Total	<u>\$ 1,260,000</u>		<u>\$ 466,757</u>	<u>\$ 1,726,757</u>

(B) As of November 30, 2007 the County also had \$30,217 in a short-term note payable for the purchase of Sheriff's department vehicles. During 2007, the County purchased three vehicles for a total cost of \$62,121 which was payable in two installments. The remaining balance, recorded as a short-term note payable, is due April 20, 2008.

(C) Long-term debt of the Jersey County Health Department consists of the following:

- 1) Mortgage note payable secured by a mortgage on certain property and equipment. The interest rate is 4.74% with final installment due April 15, 2016.

The summary of the change in loan payable follows:

Loan payable at December 1, 2006	\$ 242,832
Less payments	<u>(19,971)</u>
Loan payable at November 30, 2007	<u>\$ 222,861</u>

The scheduled maturities of long-term debt at November 30, 2007 are as follows:

	<u>Principal</u>
2008	\$ 20,884
2009	21,898
2010	22,933
2011	24,017
2012	25,134
2013 - 2016	<u>107,995</u>
Total	<u>\$ 222,861</u>

JERSEY COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED NOVEMBER 30, 2007

NOTE 6. LEGAL DEBT LIMIT AND DEBT MARGIN

Assessed Valuation	\$ 282,578,257
Statutory Debt Limitation, 2.875% of Assessed Value	\$ 8,124,125
General Obligation Bonds	1,260,000
Legal Debt Margin	<u>\$ 6,864,125</u>

NOTE 7. COMPENSATED ABSENCES

Accumulated unpaid vacation and sick pay has not been recorded in the financial statements because the amount cannot reasonably be estimated.

NOTE 8. PROPERTY TAX

The County's property tax is levied each year on all taxable real property located in the County on or before the last Tuesday in December. The levy was passed by the board on November 14, 2006. Property taxes attach an enforceable lien on property as of January 1 and are payable in two installments. The first installment is due and payable in July, and the second installment is due and payable in September of the year following the levy year. The County bills the taxpayers and collections are remitted to the County Collector. The County Collector disburses the tax collections as they are received. The Collector made tax distributions on October 10, 2007, November 14, 2007 and January 7, 2008. The tables in Schedule 12 reflect the County's assessed valuations, tax extensions, and tax collections for the prior three years. The 2006 levy was collected in the current year.

The following are the tax rate limits (per the Illinois Tax Rate and Levy Manual published by Illinois Department of Commerce and Community Affairs) and the actual rates levied.

	<u>Limit</u>	<u>Actual</u> <u>2006</u>	<u>2005</u>
Corporate	0.27000	0.14230	0.14100
Ambulance	0.10000	0.03470	0.03590
Construction of Bridges	0.05000	0.03830	0.03850
Federal Aid Matching	0.05000	0.04710	0.04660
County Highway	0.12000	0.09170	0.09160
I.M.R.F.	No Limit	0.13810	0.13920
Tort Immunity	No Limit	0.01560	0.01620
Social Security	No Limit	0.10270	0.09710
Veterans Assistance Commission	0.03000	0.01880	0.01950
Health	0.07500	0.01230	0.01270
Co-Op Extension	0.01000	0.01000	0.01000
Senior Citizen Service	0.02500	0.00680	0.00700
Bond & Interest	No Limit	<u>0.05580</u>	<u>0.08010</u>
Totals		<u>0.71420</u>	<u>0.73540</u>

NOTE 9. OTHER MATTERS

Generally accepted accounting principles require disclosure, as part of the Combined Statements, of certain information concerning individual funds.

JERSEY COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED NOVEMBER 30, 2007

NOTE 9. OTHER MATTERS (Continued)

In those funds with legally adopted budgets, expenditures exceeded appropriations in the following funds. Budgets were not legally adopted for all funds. (See Note 10)

<u>Fund</u>	<u>Budget</u>	<u>Expenditures</u>
Tourism	\$ 73,805	\$ 75,419
Sheriff Drug	2,200	18,704
Circuit Clerk Automation	13,500	17,403
Veterans Assistance Commission	53,000	59,060
Solid Waste	34,750	36,365
Crime Victims	18,800	19,762
MDT Grant	1,000	11,232

NOTE 10. NON-BUDGETED FUNDS

Annual budgets were not legally adopted for the following Governmental Funds:

Jersey Co. Police Vehicle	DCCA Grant	MDT Grant
Buy-out Real Estate Escrow	Sheriff's Soda	EAID Grant
Sheriff's Telephone Fee	Township Bridge	Illinois Funds
Engineering Payroll Clearance		

Alternative control over spending activities of the above funds is achieved through the applicable grant or allotment application process, as well as monitoring efforts of appropriate committees of the Jersey County Board.

NOTE 11. RISK OF LOSS

All potential risks of loss are covered by a joint self-insurance pool (See Note 12). There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years.

NOTE 12. ILLINOIS COUNTY INSURANCE TRUST

In 1995, the County deposited \$991,000 (\$1,020,000 net of \$29,000 bond issue costs) into the Illinois County Insurance Trust which operates as a joint self-insurance pool. In October 2001, an additional \$1,207,750 (\$1,260,000 bonds net of \$52,250 bond issue costs) was deposited into the Trust to finance the County's continued membership in the Trust.

Under the terms of a Trust Agreement, the County Boards of the Counties of Bond, Clinton, Monroe, and Randolph (in 1987, as the "Charter Members"), and Fayette (in 1989, as a new "Member"), and Cumberland, Edwards, and Wayne (in 1990, as new "Members"), and Shelby (in 1992, as new "Member") and Coles (in 1993, as a new "Member") and Jersey (in September 1995, as a new "Member"), and Christian (in 1996, as a new "Member"), and Williamson (in 1997, as a new "Member") established the Advance Risk Containment Program (the "Program"). In 2001, the counties of Coles, Fayette, Shelby, and Wayne withdrew from the Trust.

**JERSEY COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED NOVEMBER 30, 2007**

NOTE 12. ILLINOIS COUNTY INSURANCE TRUST (Continued)

The purpose of the program is to pool certain resources in the participating governmental entities to provide joint self-insurance and to purchase insurance policies as permitted by Statutes.

The program established pursuant to the Trust Agreement is intended to provide limited insurance coverage for any or all of the following categories of liabilities and risks:

- (a) General Liability;
- (b) Automobile Liability;
- (c) Police and Professional Liability;
- (d) Public Official Liability;
- (e) Workers' Compensation and Employers' Liability
- (f) Automobile Physical Damage;
- (g) Property Damage; and
- (h) Inland Marine.

Such coverage includes joint self-insurance up to a specific dollar amount to be determined by the Trustee on an annual basis and excess insurance coverage to be purchased from commercial reinsurance above the self-insurance limits.

The Service Agent for the program expressed an opinion that, in the absence of a major change in tort law, and assuming that the Agreement will remain in effect while the Bonds are outstanding, the Agreement embodies a financial plan which in their opinion should provide sufficient funds to pay claims covered by the Agreement when due at all times while the bonds are outstanding.

In 1995, Jersey County, Illinois issued \$1,020,000 self-insurance bonds to establish an Initial Contribution Fund based upon the opinion of the Service Agent that such amount will provide a reasonable initial level of capitalization to meet the anticipated financial obligations of the program. This level of funding was not thought to be excessive considering the loss history of the Counties, their current risk exposure, the claims to be covered under the Agreement, the anticipated amount of future Member Contributions and potential investment earnings on the Funds. However, in 2001, Jersey County was required to sell additional \$1,260,000 Bonds with the proceeds being deposited into a Recapitalization Fund because the Initial Contribution Fund had been depleted. The cause of the depletion of funds is not known but factors attributable would be poor investment returns and excessive costs incurred by the Trust.

The Initial Contribution Fund will be used to pay expenses incurred in the operation of the Trust and claims incurred prior to August 31, 2001. The Recapitalization Fund, containing the recapitalization bond contributions of the nine counties choosing to be remaining members of the Trust after August 31, 2001, will pay expenses and claims incurred subsequent to August 31, 2001.

JERSEY COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED NOVEMBER 30, 2007

NOTE 12. ILLINOIS COUNTY INSURANCE TRUST (Continued)

A pro rata portion of the investment earnings, if any, on amounts deposited to the Initial Contribution Fund and Recapitalization Fund will be rebated to the individual participants and used to pay interest on the participants' bonds. Costs to issue the bonds and establish the program were provided from the proceeds of the sale of the bonds.

The Trust Agreement also provides that the Trustees may assess additional contributions to be paid by each participant for deposit in a separate Reserve Fund established pursuant to the Trust Agreement. Money deposited into the Premium Reserve Fund will be used to continue the joint self-insurance and reinsurance coverage to be provided by the program and to pay administrative costs of the program after the Initial Contribution Fund had been depleted.

As of August 31, 2007, the Initial Contribution Fund was in the process of being closed out. This fund has a deficit balance in Net Assets, and the member counties are being assessed their respective deficit balances. As of August 31, 2007, Jersey County's deficit balance was \$100,009.

During the fiscal year ended August 31, 2007, the County paid an additional premium of \$37,889 to the trust which was deposited into the Recapitalization Fund.

At August 31, 2007, Jersey County's net assets in the Recapitalization Fund are:

Revenues:

Recapitalization	\$ 1,207,750
Contributions from County	75,778
Interest Income	96,545
Security (Gain)	215,714
Other Revenues	<u>14,817</u>
TOTAL REVENUES	<u>\$ 1,610,604</u>

Expenditures

Insurance Coverage	\$ 292,546
Claims	721,759
Administrative	211,671
Transfers	<u>76</u>
TOTAL EXPENDITURES	<u>\$ 1,226,052</u>

Member Net Assets as of August 31, 2007	<u>\$ 384,552</u>
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A copy of the audit of the Illinois County Insurance Trust can be obtained from the Jersey County Clerk's Office.

JERSEY COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED NOVEMBER 30, 2007

NOTE 13. DEFINED BENEFIT PENSION PLAN FOR ALL PERSONNEL EXCEPT SHERIFF'S LAW ENFORCEMENT PERSONNEL (COVERED IN NOTE 14)

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

Employees participating in IMRF are required to contribute 4.50% of their annual covered salary. The member rate is established by state statute. Jersey County is required to contribute at an actuarially determined rate. The employer rate for calendar year 2007 was 8.16% of payroll. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis (overfunded liability amortized on open basis). The amortization period at December 31, 2007 was 25 years.

For December 31, 2007, Jersey County's annual pension cost of \$219,761 was equal to Jersey County's required and actual contributions. The required contribution was determined as part of the December 31, 2005 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50% investment rate of return (net of administrative expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10.0% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 15% corridor. The assumptions used for the 2007 actuarial valuation were based on the 2002-2004 Experience Study.

TREND INFORMATION

Actuarial Valuation Date	Annual Pension Cost (APC)	Percentage Of APC Contributed	Net Pension Obligation
12/31/07	\$219,761	100%	\$ 0
12/31/06	228,866	100%	0
12/31/05	169,962	100%	0
12/31/04	168,266	100%	0
12/31/03	66,815	100%	0
12/31/02	28,545	100%	0
12/31/01	64,641	100%	0
12/31/00	62,708	100%	0
12/31/99	154,789	100%	0
12/31/98	167,754	100%	0

**JERSEY COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED NOVEMBER 30, 2007**

**NOTE 13. DEFINED BENEFIT PENSION PLAN FOR ALL PERSONNEL EXCEPT
SHERIFF'S LAW ENFORCEMENT PERSONNEL (COVERED IN NOTE 14)
(Continued)**

**REQUIRED SUPPLEMENTARY INFORMATION
Schedule of Funding Progress**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) ---Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Pct. of Cov. Payroll (b-a)/(c)
12/31/07	\$7,260,347	\$7,239,166	\$ (21,181)	100.29%	\$2,639,147	0.00%
12/31/06	6,534,716	6,725,600	190,884	97.16%	2,540,130	7.51%
12/31/05	6,262,780	6,130,033	(132,747)	102.17%	2,459,657	0.00%
12/31/04	5,748,033	5,841,371	93,338	98.40%	2,557,234	3.65%
12/31/03	5,393,936	5,170,628	(223,308)	104.32%	2,296,062	0.00%
12/31/02	5,571,148	5,100,479	(470,669)	109.23%	2,068,501	0.00%
12/31/01	5,893,505	4,853,605	(1,039,900)	121.43%	1,857,488	0.00%
12/31/00	5,720,390	4,649,382	(1,071,008)	123.04%	1,751,618	0.00%
12/31/99	5,548,143	4,748,828	(799,315)	116.83%	1,777,143	0.00%
12/31/98	4,616,682	4,545,937	(70,745)	101.56%	1,855,689	0.00%

On the market value basis, the actuarial value of assets as of December 31, 2007 is \$7,739,859. On a market basis, the funded ratio would be 106.92%.

Digest of Changes

The actuarial assumptions used to determine the actuarial accrued liability for 2007 are based on the 2002-2004 Experience Study.

The principal changes were:

The 1994 Group Annuity Mortality implemented.

For Regular members, fewer normal and more early retirements are expected to occur.

**NOTE 14. DEFINED BENEFIT PENSION FOR ALL SHERIFF'S LAW ENFORCEMENT
PERSONNEL (SLEP)**

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

Employees participating in IMRF are required to contribute 7.50% of their annual covered salary. The member rate is established by state statute. Jersey County is required to contribute at an actuarially determined rate. The employer rate for calendar year 2007 was 16.24% of payroll. The employer contribution requirements are

JERSEY COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED NOVEMBER 30, 2007

NOTE 14. DEFINED BENEFIT PENSION FOR ALL SHERIFF'S LAW ENFORCEMENT PERSONNEL (SLEP) (Continued)

established and may be amended by the IMRF Board of Trustees. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis (overfund liability amortized on open basis). The amortization period at December 31, 2007 was 25 years.

For December 31, 2007, Jersey County's annual pension cost of \$149,516 was equal to Jersey County's required and actual contributions. The required contribution was determined as part of the December 31, 2005 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50% investment rate of return (net of administrative expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10.0% depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 15% corridor. The assumptions used for the 2007 actuarial valuation were based on the 2002-2004 Experience Study.

TREND INFORMATION

Actuarial Valuation Date	Annual Pension Cost (APC)	Percentage Of APC Contributed	Net Pension Obligation
12/31/07	\$149,516	100%	\$ 0
12/31/06	148,262	100%	0
12/31/05	131,321	100%	0
12/31/04	126,174	100%	0
12/31/03	96,428	100%	0
12/31/02	58,245	100%	0
12/31/01	89,191	100%	0
12/31/00	69,558	100%	0
12/31/99	69,550	100%	0
12/31/98	65,465	100%	0

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) ---Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Pct. of Cov. Payroll (b-a)/(c)
12/31/07	\$1,824,090	\$2,235,812	\$411,722	81.59%	\$920,666	44.72%
12/31/06	1,428,175	2,313,755	885,580	61.73%	903,487	98.02%
12/31/05	2,161,012	2,708,119	547,107	79.80%	867,952	63.03%
12/31/04	2,195,756	2,638,054	442,298	82.23%	891,690	49.60%
12/31/03	2,002,553	2,234,507	231,954	89.62%	770,809	30.09%
12/31/02	2,437,501	2,533,294	95,793	96.22%	731,727	13.09%
12/31/01	2,428,715	2,343,732	(84,983)	103.63%	714,676	0.00%
12/31/00	2,417,323	2,145,354	(271,969)	112.68%	624,401	0.00%
12/31/99	2,060,530	1,991,908	(68,622)	103.45%	674,798	0.00%
12/31/98	1,682,542	1,655,183	(27,359)	101.65%	547,370	0.00%

JERSEY COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED NOVEMBER 30, 2007

NOTE 14. DEFINED BENEFIT PENSION FOR ALL SHERIFF'S LAW ENFORCEMENT PERSONNEL (SLEP) (Continued)

On a market value basis, the actuarial value of assets as of December 31, 2007 is \$2,003,521. On a market basis, the funded ratio would be 89.61%.

Digest of Changes

The actuarial assumptions used to determine the actuarial accrued liability for 2007 are based on the 2002-2004 Experience Study.

The principal changes were:

The 1994 Group Annuity Mortality implemented.

For Regular members, fewer normal and more early retirements are expected to occur.

NOTE 15. SUBSEQUENT EVENTS

In December 2007, the County entered into an Agreement to Purchase properties commonly known as 201 West Exchange Street and 205-207 West Exchange Street, Jerseyville, Illinois, in connection with the Jersey County Jail Additions and Renovations. The total purchase price was set at \$875,000 with a \$50,000 deposit paid at the time of the Agreement to Purchase. The County closed on these properties in April 2008. Additionally, the County purchased or was in the process of purchasing some adjacent properties on the same block for lesser amounts. The County expects to fund the costs of the Jersey County Jail Additions and Renovations with a new bond issuance.

During 2008, the County contracted with AAIC Inc. Architects for design development of the Jersey County Jail Additions and Renovations. As part of the contract, the County committed to probable total construction costs of \$3,026,500 with a 15% contingency fee included. In addition, the County will pay AAIC Inc. Architects an 8.5% design development fee based on total construction costs.

JERSEY COUNTY, ILLINOIS
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (Non - GAAP Budgetary Basis)
FOR THE YEAR ENDED NOVEMBER 30, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUE				
Real Estate Tax	\$ 402,000	\$ 402,000	\$ 513,624	\$ 111,624
Income Tax	900,000	900,000	1,034,424	134,424
Sales and Use Tax	701,000	701,000	745,329	44,329
Inheritance Tax	4,000	4,000	274	(3,726)
Personal Property Replacement Tax	75,000	75,000	113,250	38,250
Interest Earned	5,000	5,000	15,148	10,148
Fees and Licenses	1,015,240	1,015,240	1,093,230	77,990
State of Illinois Reimbursement	234,414	234,414	187,250	(47,164)
Miscellaneous	128,000	128,000	100,560	(27,440)
Total Revenue	<u>\$ 3,464,654</u>	<u>\$ 3,464,654</u>	<u>\$ 3,803,089</u>	<u>\$ 338,435</u>
EXPENDITURES				
General and Administration	\$ 707,969	\$ 727,276	\$ 700,030	\$ 27,246
Board of Review	12,708	12,708	11,862	846
County Clerk	160,440	162,030	157,397	4,633
Recorder's Office	125,257	125,258	112,717	12,541
Courthouse Maintenance	115,000	115,000	99,481	15,519
Coroner	61,070	72,386	69,969	2,417
County Board	96,895	96,895	92,677	4,218
County Treasurer	136,346	136,346	130,982	5,364
Circuit Clerk	276,773	276,773	267,276	9,497
Supervisor of Assessments	156,850	156,850	150,012	6,838
Election	132,093	132,093	67,002	65,091
Courthouse Security	63,520	67,826	65,734	2,092
Building Inspector - Flood Plain Management	57,010	57,010	55,462	1,548
Public Safety	173,000	178,151	173,526	4,625
Sheriff	1,032,822	1,040,228	1,007,091	33,137
Jail	426,207	505,315	496,340	8,975
Judiciary	42,604	42,604	13,886	28,718
State's Attorney	279,213	281,229	271,993	9,236
Capital Outlay	-	-	11,959	(11,959)
Civil Defense	12,316	12,316	9,242	3,074
Total Expenditures	<u>\$ 4,068,093</u>	<u>\$ 4,198,294</u>	<u>\$ 3,964,638</u>	<u>\$ 233,656</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	<u>\$ (603,439)</u>	<u>\$ (733,640)</u>	<u>\$ (161,549)</u>	<u>\$ 572,091</u>
OTHER FINANCING SOURCES (USES)			341,501	
FUND BALANCE, BEGINNING OF THE YEAR			<u>1,003,766</u>	
FUND BALANCE, END OF YEAR			<u>\$ 1,183,718</u>	

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

JERSEY COUNTY, ILLINOIS
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Non-GAAP Budgetary Basis)
FOR THE YEAR ENDED NOVEMBER 30, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget
GENERAL AND ADMINISTRATIVE				
IMRF Agent	\$ 1,200	\$ 1,200	\$ 1,200	\$ -
Student Trainees	5,100	5,100	4,827	273
Public Defender	47,400	47,400	45,067	2,333
Assistant Public Defender	39,280	39,280	37,824	1,456
Dog Catcher	24,000	24,000	22,264	1,736
Probation Officer and Assistant	144,100	144,100	138,377	5,723
Probation Officer Hospital Insurance	14,400	14,400	12,010	2,390
Probation Officer Longevity	2,100	2,100	2,100	-
Telephone	52,850	52,850	52,836	14
Electricity and Heat	69,185	69,185	68,148	1,037
Water	2,979	3,059	3,059	-
Copy Machine Expense	11,050	13,467	13,467	-
Postage	40,358	40,358	35,834	4,524
Computer Service	62,459	72,484	72,484	-
Mental Health	5,000	5,000	5,000	-
Soil and Water Conservation	4,000	4,000	4,000	-
Senior Citizens	2,500	2,500	2,400	100
Dues - West Central Dev	4,200	4,200	4,108	92
Regional Superintendent of Schools	36,864	36,864	36,864	-
General Office Supplies	1,153	1,153	181	972
Ambulance Funding - Medora	18,000	18,000	17,056	944
Ambulance Funding - Brighton	5,000	5,000	4,735	265
Ambulance Funding - Jerseyville	75,000	75,000	71,054	3,946
Animal Control	7,687	12,537	11,576	961
Miscellaneous	2,210	2,323	1,843	480
Audit	12,492	12,900	12,900	-
Jersey County Economic Development & Tourism	15,000	15,000	15,000	-
Capital Outlay	2,402	3,816	3,816	-
Total General and Administrative	<u>\$ 707,969</u>	<u>\$ 727,276</u>	<u>\$ 700,030</u>	<u>\$ 27,246</u>
Board of Review				
Salary - Per Diem	\$ 10,500	\$ 10,500	\$ 10,500	\$ -
Mileage	506	506	391	115
Publication Expense	690	690	435	255
Office Supplies	276	276	160	116
Appraisal	368	368	325	43
Seminars and Training	368	368	51	317
Total Board of Review	<u>\$ 12,708</u>	<u>\$ 12,708</u>	<u>\$ 11,862</u>	<u>\$ 846</u>

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

JERSEY COUNTY, ILLINOIS
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Non-GAAP Budgetary Basis) - Cont'd
FOR THE YEAR ENDED NOVEMBER 30, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget
County Clerk				
County Clerk	\$ 45,838	\$ 45,838	\$ 44,140	\$ 1,698
Deputies	79,276	82,083	79,148	2,935
Longevity	2,450	2,450	2,450	-
Hospital Insurance	21,770	23,202	23,202	-
Vacation - Buy Back	1,468	-	-	-
Sick Pay - Buy Back	900	-	-	-
Equipment Maintenance	217	135	135	-
Seminar - Training	625	590	590	-
Dues	78	432	432	-
Mileage	313	221	221	-
Printing and Publication	313	310	310	-
Box Rent	80	80	80	-
Office Supplies	5,861	6,429	6,429	-
Records Restoration	782	52	52	-
Miscellaneous	469	208	208	-
Total County Clerk	<u>\$ 160,440</u>	<u>\$ 162,030</u>	<u>\$ 157,397</u>	<u>\$ 4,633</u>
Recorder's Office				
Deputies	\$ 53,217	\$ 57,522	\$ 55,551	\$ 1,971
Longevity	2,700	1,150	1,150	-
Hospital Insurance	14,440	11,130	11,130	-
Vacation - Buy Back	990	2,397	2,397	-
Microfilm	47,421	44,974	36,285	8,689
Equipment Maintenance	2,897	3,287	3,287	-
Seminar - Training	386	386	-	386
Mileage	193	193	-	193
Dues	212	260	260	-
Record Restoration	869	869	-	869
Office Supplies	966	2,124	2,124	-
Revenue Stamps Maintenance	483	483	327	156
Revenue Stamps	97	97	81	16
Equipment Purchase	193	193	-	193
Miscellaneous	193	193	125	68
Total Recorder's Office	<u>\$ 125,257</u>	<u>\$ 125,258</u>	<u>\$ 112,717</u>	<u>\$ 12,541</u>
Courthouse Maintenance				
Janitor	\$ 31,100	\$ 32,162	\$ 31,011	\$ 1,151
Vacation Buyback	600	66	-	66
Hospital Insurance	7,200	7,734	7,734	-
Overtime	500	500	-	500
Longevity	350	350	350	-
Contractual and Rental Services	19,500	21,249	21,249	-
Supplies	7,000	7,000	6,534	466
Building Repairs and Maintenance	48,750	45,939	32,603	13,336
Total Courthouse Maintenance	<u>\$ 115,000</u>	<u>\$ 115,000</u>	<u>\$ 99,481</u>	<u>\$ 15,519</u>

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

JERSEY COUNTY, ILLINOIS
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Non-GAAP Budgetary Basis) - Cont'd
FOR THE YEAR ENDED NOVEMBER 30, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget
Coroner				
Salary	\$ 29,000	\$ 29,000	\$ 26,583	\$ 2,417
Coroner's Deputies	3,600	3,602	3,602	-
Inquests	1,646	300	300	-
Autopsies	16,463	31,269	31,269	-
Seminars - Training	1,549	860	860	-
Dues	968	695	695	-
Office Expense	2,421	2,165	2,165	-
Equipment Rental	2,421	2,136	2,136	-
Office Supplies	2,034	1,968	1,968	-
Vehicle Expense	968	391	391	-
Total Coroner	<u>\$ 61,070</u>	<u>\$ 72,386</u>	<u>\$ 69,969</u>	<u>\$ 2,417</u>
County Board				
Salaries - Per Diem	\$ 44,937	\$ 43,466	\$ 43,260	\$ 206
Secretary	27,200	28,671	27,664	1,007
Longevity	150	150	150	-
Hospital Insurance	7,219	7,734	7,734	-
Equipment Maintenance	488	488	393	95
Mileage	7,815	7,815	5,835	1,980
Publishing	1,172	1,336	1,336	-
Professional Services	977	298	128	170
Seminar - Training	782	782	443	339
Office Supplies	1,954	2,707	2,707	-
Dues and Subscriptions	1,954	1,954	1,800	154
Natural Hazard Mitigation Plan	1,954	1,031	764	267
Miscellaneous	293	463	463	-
Total County Board	<u>\$ 96,895</u>	<u>\$ 96,895</u>	<u>\$ 92,677</u>	<u>\$ 4,218</u>
County Treasurer				
Treasurer	\$ 45,838	\$ 45,838	\$ 44,140	\$ 1,698
Deputies	53,225	55,112	53,141	1,971
Sick Pay - Buy Back	1,400	1,400	1,209	191
Vacation - Buy Back	1,030	1,030	1,021	9
Extra Hire	4,000	2,633	2,633	-
Deputies Overtime	2,000	3,367	3,367	-
Longevity	1,950	1,950	1,950	-
Hospital Insurance	18,160	19,309	19,309	-
Equipment Maintenance	161	161	43	118
Seminar - Training	3,218	148	45	103
Dues and Subscriptions	322	335	335	-
Mileage	1,207	1,207	558	649
Publications	1,100	1,100	774	326
Office Supplies	2,011	2,032	2,032	-
Miscellaneous	322	322	125	197
County Trustee Tax Sale Publication	402	402	300	102
Total County Treasurer	<u>\$ 136,346</u>	<u>\$ 136,346</u>	<u>\$ 130,982</u>	<u>\$ 5,364</u>

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

JERSEY COUNTY, ILLINOIS
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Non-GAAP Budgetary Basis) - Cont'd
FOR THE YEAR ENDED NOVEMBER 30, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget
Circuit Clerk				
Circuit Clerk	\$ 45,838	\$ 45,838	\$ 44,140	\$ 1,698
Deputies	163,500	163,500	157,604	5,896
Extra Hire	7,500	5,153	1,873	3,280
Longevity	4,650	4,650	4,650	-
Hospital Insurance	38,800	41,147	41,084	63
Vacation - Buy Back	2,000	2,000	1,225	775
Microfilm Expense	1,549	644	644	-
Equipment Maintenance	775	775	3,762	(2,987)
Seminar - Training	930	1,905	1,905	-
Dues and Subscriptions	387	317	297	20
Mileage	697	697	-	697
Office Supplies	10,070	10,092	10,092	-
Miscellaneous	77	55	-	55
Total Circuit Clerk	<u>\$ 276,773</u>	<u>\$ 276,773</u>	<u>\$ 267,276</u>	<u>\$ 9,497</u>
Supervisor of Assessments				
Supervisor of Assessments Salary	\$ 45,838	\$ 45,838	\$ 44,140	\$ 1,698
Field Deputies	27,300	26,500	26,079	421
Deputy	27,300	28,150	27,135	1,015
Extra Hire	15,000	14,342	13,221	1,121
Longevity	300	250	50	200
Hospital Insurance	18,100	18,758	18,758	-
Vacation - Buy Back	750	750	-	750
Property Records Cards	452	302	206	96
Seminar - Training	4,064	4,064	4,017	47
Dues and Subscriptions	1,219	1,219	1,126	93
Mileage	1,806	1,806	1,679	127
Publication Expense	4,516	4,216	4,198	18
Computer	2,258	2,258	2,250	8
Office Supplies and Film Expense	3,612	3,612	3,579	33
Miscellaneous	271	271	125	146
Equipment Maintenance	677	677	426	251
Implementation of Bulletin 810	3,387	3,837	3,023	814
Total Supervisor of Assessments	<u>\$ 156,850</u>	<u>\$ 156,850</u>	<u>\$ 150,012</u>	<u>\$ 6,838</u>

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

JERSEY COUNTY, ILLINOIS
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Non-GAAP Budgetary Basis) - Cont'd
FOR THE YEAR ENDED NOVEMBER 30, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget
Election				
Judges' Salaries	\$ 20,000	\$ 15,701	\$ 12,272	\$ 3,429
Clerical Hire	5,000	9,299	9,299	-
Ballots and Supplies	29,448	29,448	22,590	6,858
Publication Expense	7,853	7,853	4,044	3,809
Polling Places	4,908	4,908	4,549	359
Postage	785	785	184	601
Seminars - Training	982	982	100	882
Mileage	687	396	171	225
Voter Registration	4,908	4,908	1,005	3,903
Office Supplies	4,908	4,908	1,139	3,769
Miscellaneous	982	982	297	685
Equipment Purchases	29,448	12,720	-	12,720
Dues and Subscriptions	589	880	880	-
911 Coding	1,963	1,963	508	1,455
Computer Contract	9,816	26,544	8,605	17,939
HAVA Compliance	9,816	9,816	1,359	8,457
Total Election	<u>\$ 132,093</u>	<u>\$ 132,093</u>	<u>\$ 67,002</u>	<u>\$ 65,091</u>
Courthouse Security				
Salaries	\$ 34,200	\$ 38,530	\$ 37,206	\$ 1,324
Extra Hire	24,720	24,957	24,189	768
Hospital Insurance	4,600	4,209	4,209	-
Miscellaneous		130	130	-
Total Courthouse Security	<u>\$ 63,520</u>	<u>\$ 67,826</u>	<u>\$ 65,734</u>	<u>\$ 2,092</u>
Building Inspector - Flood Plain Management				
Salary	\$ 30,000	\$ 30,000	\$ 28,889	\$ 1,111
Hospital Insurance	3,610	3,876	3,876	-
Secretary	10,000	17,303	17,011	292
Professional Services	1,500	600	600	-
Deputy Inspector	4,100	-	-	-
Seminars and Training	2,500	569	569	-
Mileage	3,000	1,451	1,432	19
Office Supplies	1,500	1,128	1,002	126
Miscellaneous	800	2,083	2,083	-
Total Building Inspector - Flood Plain Management	<u>\$ 57,010</u>	<u>\$ 57,010</u>	<u>\$ 55,462</u>	<u>\$ 1,548</u>

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

JERSEY COUNTY, ILLINOIS
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Non-GAAP Budgetary Basis) - Cont'd
FOR THE YEAR ENDED NOVEMBER 30, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget
Public Safety				
Deputies Salary	\$ 141,000	\$ 142,838	\$ 138,213	\$ 4,625
Deputies Hospital Insurance	32,000	35,313	35,313	-
Total Public Safety	\$ 173,000	\$ 178,151	\$ 173,526	\$ 4,625
Sheriff				
Sheriff	\$ 57,174	\$ 57,174	\$ 55,056	\$ 2,118
Deputies	545,625	508,883	493,116	15,767
Secretary	53,300	55,695	53,661	2,034
Hospital Insurance	104,900	110,081	110,018	63
Secretary - Vacation Buy Back	1,000	-	-	-
Secretary - Longevity	1,050	1,050	1,050	-
Mileage and Auto Expense	49,946	72,812	72,812	-
Training	8,027	6,452	6,452	-
Dues	446	400	400	-
Supplies and Equipment	12,487	15,578	15,578	(0)
Overtime and Holiday	35,000	36,678	94,987	(58,309)
Deputy Vacation and SCIDTF Overtime	105,000	116,808	45,344	71,464
Deputy Clothing	8,027	8,194	8,194	-
Auto Purchase	47,272	46,711	46,711	-
Miscellaneous	3,568	3,712	3,712	-
Total Sheriff	\$ 1,032,822	\$ 1,040,228	\$ 1,007,091	\$ 33,137
Jail				
Jailer/Dispatchers/Matrons	\$ 157,240	\$ 135,582	\$ 130,123	\$ 5,459
Hospital Insurance & Medical	36,000	38,750	38,750	-
Uniforms and Clothing	2,901	3,728	4,302	(574)
Jail Equipment	1,934	1,198	1,198	-
Meals	40,618	37,512	37,512	-
Medical Expense	31,914	28,814	28,814	-
Vacation	9,550	-	-	-
Longevity	400	400	400	-
Overtime, Holiday, Back Pay and Weekend Deputy	32,500	68,172	64,657	3,515
Jail Equipment - Maintenance	3,868	4,396	4,396	-
Supplies	1,934	2,197	2,197	-
Radio and Equipment Maintenance	5,803	5,223	5,223	-
Training	2,901	876	876	-
Prisoners Boarding	97,677	178,324	177,749	575
Miscellaneous	967	143	143	-
Total Jail	\$ 426,207	\$ 505,315	\$ 496,340	\$ 8,975

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

JERSEY COUNTY, ILLINOIS
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Non-GAAP Budgetary Basis) - Cont'd
FOR THE YEAR ENDED NOVEMBER 30, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget
Judiciary				
Judge's Salary	\$ 1,000	\$ 1,000	\$ 745	\$ 255
Bailiff	1,477	1,477	400	1,077
Court Expense	29,541	29,541	9,006	20,535
Dieting Jurors	739	739	-	739
Jurors for Circuit Clerk	8,862	8,862	2,849	6,013
Office Supplies	985	985	886	99
Total Judiciary	<u>\$ 42,604</u>	<u>\$ 42,604</u>	<u>\$ 13,886</u>	<u>\$ 28,718</u>
States Attorney's Office				
States Attorney	\$ 115,382	\$ 123,082	\$ 118,706	\$ 4,376
Assistant States Attorney	47,472	47,472	48,185	(713)
Deputies	79,260	75,390	72,455	2,935
Overtime	5,000	2,575	-	2,575
Longevity	1,950	1,950	1,950	-
Hospital Insurance	16,100	17,084	17,021	63
Vacation - Buy Back	1,000	907	907	-
Equipment Maintenance	217	86	86	-
Printing	362	309	309	-
Dues and Subscriptions	1,449	1,412	1,412	-
Seminars - Training	1,087	1,044	1,044	-
Mileage	435	435	435	-
Appeals	7,000	7,000	7,000	-
Office Supplies	1,594	1,596	1,596	-
Legal Forms	543	528	528	-
Miscellaneous	362	359	359	-
Total States Attorney's Office	<u>\$ 279,213</u>	<u>\$ 281,229</u>	<u>\$ 271,993</u>	<u>\$ 9,236</u>
Capital Outlay				
Equipment Purchases			\$ 11,959	\$ (11,959)
Total Capital Outlay	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,959</u>	<u>\$ (11,959)</u>
Civil Defense				
Salary	\$ 8,704	\$ 8,704	\$ 7,979	\$ 725
Supplies and Food	475	475	125	350
Mileage and Conference	570	570	85	485
Office Supplies	190	190	82	108
Equipment	2,377	2,377	971	1,406
Total Civil Defense	<u>\$ 12,316</u>	<u>\$ 12,316</u>	<u>\$ 9,242</u>	<u>\$ 3,074</u>
TOTAL EXPENDITURES	<u><u>\$ 4,068,093</u></u>	<u><u>\$ 4,198,294</u></u>	<u><u>\$ 3,964,638</u></u>	<u><u>\$ 233,656</u></u>

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

JERSEY COUNTY, ILLINOIS
COUNTY MOTOR FUEL TAX FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (Non-GAAP Budgetary Basis)
FOR THE YEAR ENDED NOVEMBER 30, 2007

	Original and Final Budget	Actual	Variance with Final Budget
REVENUE			
Motor Fuel Tax	\$ 538,000	\$ 555,465	\$ 17,465
Interest Earned	50,000	74,070	24,070
Total Revenue	<u>\$ 588,000</u>	<u>\$ 629,535</u>	<u>\$ 41,535</u>
EXPENDITURES			
Repairs on County Roads and Bridges	\$ 583,000	\$ 480,302	\$ 102,698
Capital Outlay	850,000	1,025,268	(175,268)
Total Expenditures	<u>\$ 1,433,000</u>	<u>\$ 1,505,570</u>	<u>\$ (72,570)</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	<u>\$ (845,000)</u>	<u>\$ (876,035)</u>	<u>\$ 114,105</u>
OTHER FINANCING SOURCES (USES)		(103,657)	
FUND BALANCE - BEGINNING OF YEAR		<u>2,098,022</u>	
FUND BALANCE - END OF YEAR		<u>\$ 1,118,330</u>	

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

JERSEY COUNTY, ILLINOIS
EMERGENCY TELEPHONE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (Non-GAAP Budgetary Basis)
FOR THE YEAR ENDED NOVEMBER 30, 2007

	Original and Final Budget	Actual	Variance with Final Budget
REVENUE			
Fees and Licenses	\$ 288,220	\$ 284,935	\$ (3,285)
Interest Earned	3,500	21,044	17,544
Total Revenue	<u>\$ 291,720</u>	<u>\$ 305,979</u>	<u>\$ 14,259</u>
EXPENDITURES			
Public Safety	\$ 285,172	\$ 250,283	\$ 34,889
Capital Outlay	85,000	9,546	75,454
Total Expenditures	<u>\$ 370,172</u>	<u>\$ 259,829</u>	<u>\$ 110,343</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	<u>\$ (78,452)</u>	\$ 46,150	<u>\$ (96,084)</u>
FUND BALANCE - BEGINNING OF YEAR		<u>427,726</u>	
FUND BALANCE - END OF YEAR		<u>\$ 473,876</u>	

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

JERSEY COUNTY, ILLINOIS
COUNTY CAPITAL IMPROVEMENT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (Non-GAAP Budgetary Basis)
FOR THE YEAR ENDED NOVEMBER 30, 2007

	Original and Final Budget	Actual	Variance with Final Budget
REVENUE			
Interest Earned	\$ 30,000	\$ 44,054	\$ 14,054
Total Revenue	<u>\$ 30,000</u>	<u>\$ 44,054</u>	<u>\$ 14,054</u>
EXPENDITURES			
Capital Outlay	\$ 1,039,000	\$ -	\$ 1,039,000
Total Expenditures	<u>\$ 1,039,000</u>	<u>\$ -</u>	<u>\$ 1,039,000</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	<u><u>\$(1,009,000)</u></u>	\$ 44,054	<u><u>\$(1,024,946)</u></u>
OTHER FINANCING SOURCES (USES)		400,000	
FUND BALANCE - BEGINNING OF YEAR		<u>612,619</u>	
FUND BALANCE - END OF YEAR		<u><u>\$ 1,056,673</u></u>	

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

JERSEY COUNTY, ILLINOIS
DEBT SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (Non-GAAP Budgetary Basis)
FOR THE YEAR ENDED NOVEMBER 30, 2007

	<u>Budget</u>	<u>Actual</u>
REVENUE		
Property Tax	\$ 158,000	\$ 159,585
Interest Earned	10,000	17,153
Total Revenue	<u>\$ 168,000</u>	<u>\$ 176,738</u>
 EXPENDITURES		
General Control and Administration	\$ 308,000	\$ 109,627
Total Expenditures	<u>\$ 308,000</u>	<u>\$ 109,627</u>
 EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	<u>\$ (140,000)</u>	\$ 67,111
 FUND BALANCE - BEGINNING OF YEAR		<u>361,208</u>
 FUND BALANCE - END OF YEAR		<u>\$ 428,319</u>

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

**JERSEY COUNTY, ILLINOIS
GENERAL FUND
BALANCE SHEET
NOVEMBER 30, 2007**

ASSETS

Cash	\$ 642,222
Due from State of Illinois	445,250
Due from Other Funds	76,492
Receivables	38,433
Prepaid Expenses	17,939
Total Assets	<u>\$ 1,220,336</u>

LIABILITIES AND FUND BALANCE

Deferred Revenues	\$ 3,765
Accounts Payable	3,778
Fees of Others	22,710
Due to Other Funds	6,365
Total Liabilities	<u>\$ 36,618</u>

Fund Balance	1,183,718
Total Liabilities and Fund Balance	<u>\$ 1,220,336</u>

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

**JERSEY COUNTY, ILLINOIS
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
NOVEMBER 30, 2007**

	Highway Departments	Non-Highway Departments	Totals
ASSETS			
Cash	\$ 99,031	\$ 756,489	\$ 855,520
Investments	2,880,000	3,075,000	5,955,000
Due from State of Illinois		186,766	186,766
Due from Other Funds		30,676	30,676
Receivables	57,988	523,493	581,481
Prepaid Expenses		4,750	4,750
Total Assets	<u>\$ 3,037,019</u>	<u>\$ 4,577,174</u>	<u>\$ 7,614,193</u>
 LIABILITIES AND FUND BALANCES			
Due to Other Funds		\$ 2,600	\$ 2,600
Accounts Payable		11,576	11,576
Total Liabilities	<u>\$ -</u>	<u>\$ 14,176</u>	<u>\$ 14,176</u>
 Fund Balances	 3,037,019	 4,564,685	 7,600,017
Total Liabilities and Fund Balances	<u>\$ 3,037,019</u>	<u>\$ 4,578,861</u>	<u>\$ 7,614,193</u>

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

**JERSEY COUNTY, ILLINOIS
SPECIAL REVENUE AGENT
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED NOVEMBER 30, 2007**

	Highway Departments	Non-Highway Departments	Totals
REVENUE			
Taxes			
Property Tax	\$ 504,676	\$ 792,773	\$ 1,297,449
Motel Tax		75,982	75,982
Motor Fuel Tax	555,465		555,465
Public Safety Tax		731,788	731,788
State of Illinois Reimbursement	39,752		39,752
State of Illinois Grant	104,612	37,382	141,994
Interest Earned	156,043	147,896	303,939
Fees and Licenses		655,268	655,268
Federal Reimbursement		12,433	12,433
Construction for Others	172,483		172,483
Fees from Townships	18,053		18,053
Miscellaneous	3,045	14,122	17,167
Total Revenue	<u>\$ 1,554,129</u>	<u>\$ 2,467,644</u>	<u>\$ 4,021,773</u>
EXPENDITURES			
General Control and Administration		\$ 216,584	\$ 216,584
Public Safety		297,748	297,748
Corrections		44,560	44,560
Judiciary and Court Related		101,156	101,156
Capital Outlay	\$ 1,240,268	20,778	1,261,046
Municipal Retirement		638,142	638,142
Highway	1,396,968		1,396,968
Development		137,869	137,869
Total Expenditures	<u>\$ 2,637,236</u>	<u>\$ 1,456,837</u>	<u>\$ 4,094,073</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	\$ (1,083,107)	\$ 1,010,807	\$ (72,300)
OTHER FINANCING SOURCES (USES)			
Transfer In (Out)		(341,501)	(341,501)
Total Other Financing Sources (Uses)	<u>\$ -</u>	<u>\$ (341,501)</u>	<u>\$ (341,501)</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES & OTHER FINANCING SOURCES (USES)	<u>\$ (1,083,107)</u>	<u>\$ 669,306</u>	<u>\$ (413,801)</u>
FUND BALANCE - BEGINNING OF YEAR	<u>4,120,126</u>	<u>3,893,692</u>	<u>8,013,818</u>
FUND BALANCE - END OF YEAR	<u>\$ 3,037,019</u>	<u>\$ 4,562,998</u>	<u>\$ 7,600,017</u>

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

JERSEY COUNTY, ILLINOIS
SPECIAL REVENUE FUNDS - NON-HIGHWAY DEPARTMENTS
COMBINING BALANCE SHEET
NOVEMBER 30, 2007

	Emergency Telephone	Illinois Municipal Retirement	Social Security	Tort Immunity	Tourism	Unemployment Insurance	Court Traffic	Law Library	Sheriff Drug	Workmen's Compensation
ASSETS										
Cash	\$ 121,957	\$ 93,688	\$ 44,162	\$ 37,716	\$ 26,272	\$ 1,562	\$ 24,855	\$ 15,753	\$ 17,362	\$ 5,051
Investments	350,000	230,000	140,000	10,000		120,000	200,000		50,000	35,000
Due from State of Illinois							9,846	500		
Due from Other Funds		22,484	16,644	2,546						
Receivables	4,750									
Prepaid Expenses										
Total Assets	<u>\$ 476,707</u>	<u>\$ 346,172</u>	<u>\$ 200,806</u>	<u>\$ 50,262</u>	<u>\$ 26,272</u>	<u>\$ 121,562</u>	<u>\$ 234,701</u>	<u>\$ 16,253</u>	<u>\$ 67,362</u>	<u>\$ 40,051</u>
LIABILITIES AND FUND BALANCE										
Due to Other Funds	\$ 2,831				\$ 8,745					
Accounts Payable					17,527	\$ 121,562	\$ 234,701	\$ 16,253	\$ 67,362	\$ 40,051
Fund Balances	<u>473,876</u>	<u>\$ 346,172</u>	<u>\$ 200,806</u>	<u>\$ 50,262</u>	<u>\$ 26,272</u>	<u>\$ 121,562</u>	<u>\$ 234,701</u>	<u>\$ 16,253</u>	<u>\$ 67,362</u>	<u>\$ 40,051</u>
Total Liabilities and Fund Balances	<u>\$ 476,707</u>	<u>\$ 346,172</u>	<u>\$ 200,806</u>	<u>\$ 50,262</u>	<u>\$ 26,272</u>	<u>\$ 121,562</u>	<u>\$ 234,701</u>	<u>\$ 16,253</u>	<u>\$ 67,362</u>	<u>\$ 40,051</u>

The accompanying notes are an integral part of the financial statement.

JERSEY COUNTY, ILLINOIS
SPECIAL REVENUE FUNDS - NON-HIGHWAY DEPARTMENTS
COMBINING BALANCE SHEET - CONTINUED
NOVEMBER 30, 2007

	Record Storage	Circuit Clerk Automation	Circuit Clerk Support Maintenance	Veterans Assistance Commission	Probation Service	Treasurer Automation	Court Documentation	Flood Plain Management	Solid Waste Fees	DCCA Grants
ASSETS										
Cash	\$ 8,840	\$ 6,522	\$ 5,261	\$ 14,126	\$ 46,655	\$ 4,042	\$ 8,152	\$ 17,858	\$ 18,074	\$ 52,657
Investments	40,000	70,000	70,000	45,000	90,000	25,000	80,000		140,000	
Due from State of Illinois										
Due from Other Funds	1,756	2,291	12		6,082		2,270			470,131
Receivables				3,068		2,480				
Prepaid Expenses										
Total Assets	\$ 50,596	\$ 78,813	\$ 75,273	\$ 62,194	\$ 142,737	\$ 31,522	\$ 90,422	\$ 17,858	\$ 158,074	\$ 522,788
LIABILITIES AND FUND BALANCE										
Due to Other Funds										
Accounts Payable										
Fund Balances	\$ 50,596	\$ 78,813	\$ 75,273	\$ 62,194	\$ 142,737	\$ 31,522	\$ 90,422	\$ 17,858	\$ 158,074	\$ 522,788
Total Liabilities and Fund Balances	\$ 50,596	\$ 78,813	\$ 75,273	\$ 62,194	\$ 142,737	\$ 31,522	\$ 90,422	\$ 17,858	\$ 158,074	\$ 522,788

The accompanying notes are an integral part of the financial statement.

JERSEY COUNTY, ILLINOIS
SPECIAL REVENUE FUNDS - NON-HIGHWAY DEPARTMENTS
COMBINING BALANCE SHEET - CONTINUED
NOVEMBER 30, 2007

	Indemnity Fund	States Attorney Drug	Crime Victims	Sheriff's Fieldon Patrol	County Capital Improvement	DUI Equipment	Buy-Out Real Estate Escrow	Vital Records Automation	Rental Housing Automation	Geographic Information System
ASSETS										
Cash	\$ 6,777	\$ 871	\$ 3,449	\$ 10,749	\$ 56,673	\$ 2,788	\$ -	\$ 10,666	\$ 5,701	\$ 5,653
Investments	50,000				1,000,000			20,000		
Due from State of Illinois										
Due from Other Funds				2,600		450		470	188	3,951
Receivables	6,140									
Prepaid Expenses										
Total Assets	\$ 62,917	\$ 871	\$ 3,449	\$ 13,349	\$ 1,056,673	\$ 3,238	\$ -	\$ 31,136	\$ 5,889	\$ 9,604
LIABILITIES AND FUND BALANCE										
Due to Other Funds										
Accounts Payable										
Fund Balances	\$ 62,917	\$ 871	\$ 3,449	\$ 13,349	\$ 1,056,673	\$ 3,238		\$ 31,136	\$ 5,889	\$ 9,604
Total Liabilities and Fund Balances	\$ 62,917	\$ 871	\$ 3,449	\$ 13,349	\$ 1,056,673	\$ 3,238	\$ -	\$ 31,136	\$ 5,889	\$ 9,604

The accompanying notes are an integral part of the financial statement.

JERSEY COUNTY, ILLINOIS
SPECIAL REVENUE FUNDS - NON-HIGHWAY DEPARTMENTS
COMBINING BALANCE SHEET - CONTINUED
NOVEMBER 30, 2007

	Jersey County Police Vehicle Fund	Illinois Funds	MDT Grant	Public Safety Tax	EAID Grant	Sheriff's Corps Patrol	Sheriff's Telephone	Sheriff's Soda	Hazard Mitigation	Totals
ASSETS										
Cash	\$ 1,560	\$ 1,669	\$ 1,010	\$ 61,246	\$ 2,505	\$ 5,737	\$ 6,549	\$ 2,321	\$	\$ 756,489
Investments				310,000						3,075,000
Due from State of Illinois				186,766						186,766
Due from Other Funds	260									30,676
Receivables										523,493
Prepaid Expenses										4,750
Total Assets	\$ 1,820	\$ 1,669	\$ 1,010	\$ 558,012	\$ 2,505	\$ 5,737	\$ 6,549	\$ 2,321	\$ -	\$ 4,577,174
LIABILITIES AND FUND BALANCE										
Due to Other Funds					\$ 2,600				\$	2,600
Accounts Payable										11,576
Fund Balances	\$ 1,820	\$ 1,669	\$ 1,010	\$ 558,012	\$ 2,505	\$ 3,137	\$ 6,549	\$ 2,321		4,562,998
Total Liabilities and Fund Balances	\$ 1,820	\$ 1,669	\$ 1,010	\$ 558,012	\$ 2,505	\$ 5,737	\$ 6,549	\$ 2,321	\$ -	\$ 4,577,174

The accompanying notes are an integral part of the financial statement.

JERSEY COUNTY, ILLINOIS
SPECIAL REVENUE FUNDS - NON-HIGHWAY DEPARTMENTS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED NOVEMBER 30, 2007

	Emergency Telephone	Illinois Municipal Retirement	Social Security	Tort Immunity	Tourism	Unemployment Insurance	Court Traffic	Law Library
REVENUE								
Property Tax		\$ 393,350	\$ 292,742	\$ 44,470				
Public Safety Tax					\$ 75,982			
Motel Tax								
Fees and Licenses	\$ 284,935						\$ 117,195	\$ 10,810
Interest Earned	21,044	5,882	4,039	330	79	\$ 6,128	9,640	12
Miscellaneous		1,037						
State of Illinois Grant								
Federal Reimbursement								
Total Revenue	<u>\$ 305,979</u>	<u>\$ 400,269</u>	<u>\$ 296,781</u>	<u>\$ 44,800</u>	<u>\$ 76,061</u>	<u>\$ 6,128</u>	<u>\$ 126,835</u>	<u>\$ 10,822</u>
EXPENDITURES								
General Control and Administration				\$ 43,234		\$ 3,763		
Public Safety	\$ 250,283							
Municipal Retirement		\$ 354,087	\$ 284,055					
Corrections					\$ 75,419		\$ 77,727	\$ 6,026
Development								
Judiciary								
Capital Outlay	9,546							
Total Expenditures	<u>\$ 259,829</u>	<u>\$ 354,087</u>	<u>\$ 284,055</u>	<u>\$ 43,234</u>	<u>\$ 75,419</u>	<u>\$ 3,763</u>	<u>\$ 77,727</u>	<u>\$ 6,026</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	\$ 46,150	\$ 46,182	\$ 12,726	\$ 1,566	\$ 642	\$ 2,365	\$ 49,108	\$ 4,796
OTHER FINANCING SOURCES (USES)								
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	\$ 46,150	\$ 46,182	\$ 12,726	\$ 1,566	\$ 642	\$ 2,365	\$ 49,108	\$ 4,796
FUND BALANCE - BEGINNING OF YEAR	427,726	299,990	188,080	48,696	16,885	119,197	185,593	11,457
FUND BALANCE - END OF YEAR	<u>\$ 473,876</u>	<u>\$ 346,172</u>	<u>\$ 200,806</u>	<u>\$ 50,262</u>	<u>\$ 17,527</u>	<u>\$ 121,562</u>	<u>\$ 234,701</u>	<u>\$ 16,253</u>

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

JERSEY COUNTY, ILLINOIS
SPECIAL REVENUE FUNDS - NON-HIGHWAY DEPARTMENTS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - CONTINUED
FOR THE YEAR ENDED NOVEMBER 30, 2007

	Sheriff Drug	Workmen's Compensation	Record Storage	Circuit Clerk Automation	Circuit Clerk Support Maintenance	Veterans Assistance Commission	Probation Service
REVENUE						\$ 53,591	
Property Tax							
Public Safety Tax							
Motel Tax							
Fees and Licenses	\$ 5,911		\$ 20,685	\$ 30,987	\$ 5,968		\$ 56,797
Interest Earned	2,231	\$ 1,688	2,940	3,051	3,403	1,502	4,860
Miscellaneous		293					6,150
State of Illinois Grant							
Federal Reimbursement							
Total Revenue	\$ 8,142	\$ 1,981	\$ 23,625	\$ 34,038	\$ 9,371	\$ 55,093	\$ 67,807
EXPENDITURES							
General Control and Administration			\$ 40,467		\$ 36	\$ 59,060	
Public Safety	\$ 18,704						
Municipal Retirement							\$ 39,239
Corrections							
Development				\$ 17,403			
Judiciary							
Capital Outlay							
Total Expenditures	\$ 18,704	\$ -	\$ 40,467	\$ 17,403	\$ 36	\$ 59,060	\$ 39,239
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	\$ (10,562)	\$ 1,981	\$ (16,842)	\$ 16,635	\$ 9,335	\$ (3,967)	\$ 28,568
OTHER FINANCING SOURCES (USES)							(41,501)
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	\$ (10,562)	\$ 1,981	\$ (16,842)	\$ 16,635	\$ 9,335	\$ (3,967)	\$ (12,933)
FUND BALANCE - BEGINNING OF YEAR	77,924	38,070	67,438	62,178	65,938	66,161	155,670
FUND BALANCE - END OF YEAR	\$ 67,362	\$ 40,051	\$ 50,596	\$ 78,813	\$ 75,273	\$ 62,194	\$ 142,737

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

JERSEY COUNTY, ILLINOIS
SPECIAL REVENUE FUNDS - NON-HIGHWAY DEPARTMENTS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - CONTINUED
FOR THE YEAR ENDED NOVEMBER 30, 2007

	Treasurer Automation	Court Documentation	Flood Plain Management	Solid Waste Fees	DCCA Grants	Indemnity Fund	States Attorney Drug	Crime Victims
REVENUE								
Property Tax	\$ 2,480					\$ 6,140		
Public Safety Tax								
Motel Tax								
Fees and Licenses	4,543	\$ 30,356		\$ 7,475		120		
Interest Earned	1,316	3,794	\$ 67	8,192	\$ 278	2,609		\$ 10
Miscellaneous								20,000
State of Illinois Grant								
Federal Reimbursement								
Total Revenue	\$ 8,339	\$ 34,150	\$ 67	\$ 15,667	\$ 278	\$ 8,869	\$ -	\$ 20,010
EXPENDITURES								
General Control and Administration								
Public Safety	\$ 5,365	\$ 15,563	\$ 50	\$ 36,365				\$ 19,762
Municipal Retirement								
Corrections								
Development								
Judiciary								
Capital Outlay	\$ 5,365	\$ 15,563	\$ 50	\$ 36,365	\$ -	\$ -	\$ -	\$ 19,762
Total Expenditures	\$ 5,365	\$ 15,563	\$ 50	\$ 36,365	\$ -	\$ -	\$ -	\$ 19,762
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	\$ 2,974	\$ 18,587	\$ 17	\$ (20,698)	\$ 278	\$ 8,869	\$ -	\$ 248
OTHER FINANCING SOURCES (USES)			1,686					
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	\$ 2,974	\$ 18,587	\$ 1,703	\$ (20,698)	\$ 278	\$ 8,869	\$ -	\$ 248
FUND BALANCE - BEGINNING OF YEAR	28,548	71,835	16,155	178,772	522,510	54,048	871	3,201
FUND BALANCE - END OF YEAR	\$ 31,522	\$ 90,422	\$ 17,858	\$ 158,074	\$ 522,788	\$ 62,917	\$ 871	\$ 3,449

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

JERSEY COUNTY, ILLINOIS
SPECIAL REVENUE FUNDS - NON-HIGHWAY DEPARTMENTS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - CONTINUED
FOR THE YEAR ENDED NOVEMBER 30, 2007

	Sheriff's Fieldon Patrol	County Capital Improvement	DUI Equipment	Buy-Out Real Estate Escrow	Vital Records Automation	Rental Housing Automation	Geographic Information System	Jersey County Police Vehicle Fund
REVENUE								
Property Tax								
Public Safety Tax								
Motel Tax								
Fees and Licenses	\$ 10,440		\$ 5,847		\$ 7,498	\$ 2,410	\$ 41,965	\$ 2,640
Interest Earned	38	\$ 44,054	2		1,007	22	216	2
Miscellaneous							12,792	
State of Illinois Grant								
Federal Reimbursement								
Total Revenue	<u>\$ 10,478</u>	<u>\$ 44,054</u>	<u>\$ 5,849</u>	<u>\$ -</u>	<u>\$ 8,505</u>	<u>\$ 2,432</u>	<u>\$ 54,973</u>	<u>\$ 2,642</u>
EXPENDITURES								
General Control and Administration			\$ 3,419					\$ 822
Public Safety	\$ 8,999							
Municipal Retirement								
Corrections							\$ 62,450	
Development								
Judiciary								
Capital Outlay								
Total Expenditures	<u>\$ 8,999</u>	<u>\$ -</u>	<u>\$ 3,419</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 62,450</u>	<u>\$ 822</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	\$ 1,479	\$ 44,054	\$ 2,430	\$ -	\$ 8,505	\$ 2,432	\$ (7,477)	\$ 1,820
OTHER FINANCING SOURCES (USES)		400,000						
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	\$ 1,479	\$ 444,054	\$ 2,430	\$ -	\$ 8,505	\$ 2,432	\$ (7,477)	\$ 1,820
FUND BALANCE - BEGINNING OF YEAR	11,870	612,619	808		22,631	3,457	17,081	-
FUND BALANCE - END OF YEAR	<u>\$ 13,349</u>	<u>\$ 1,056,673</u>	<u>\$ 3,238</u>	<u>\$ -</u>	<u>\$ 31,136</u>	<u>\$ 5,889</u>	<u>\$ 9,604</u>	<u>\$ 1,820</u>

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

JERSEY COUNTY, ILLINOIS
SPECIAL REVENUE FUNDS - NON-HIGHWAY DEPARTMENTS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - CONTINUED
FOR THE YEAR ENDED NOVEMBER 30, 2007

	Illinois Funds	MDT Grant	Public Safety Tax	EAID Grant	Sheriff's Corps Patrol	Sheriff's Telephone	Sheriff's Soda	Hazard Mitigation	Totals
REVENUE									
Property Tax			\$ 731,788						\$ 792,773
Public Safety Tax									731,788
Motel Tax									75,982
Fees and Licenses	\$ 1,669	\$ 7	17,784			\$ 4,012	\$ 4,674		655,268
Interest Earned									147,896
Miscellaneous		11,232							14,122
State of Illinois Grant					\$ 12,433				37,382
Federal Reimbursement	\$ 1,669	\$ 11,239	\$ 749,572	\$ -	\$ 12,433	\$ 4,012	\$ 4,674	\$ -	12,433
Total Revenue	\$ 1,669	\$ 11,239	\$ 749,572	\$ -	\$ 12,433	\$ 4,012	\$ 4,674	\$ -	\$ 2,467,644
EXPENDITURES									
General Control and Administration					\$ 8,440				\$ 216,584
Public Safety									297,748
Municipal Retirement						\$ 1,248	\$ 4,073		638,142
Corrections									44,560
Development									137,869
Judiciary									101,156
Capital Outlay		\$ 11,232			\$ 8,440	\$ 1,248	\$ 4,073		20,778
Total Expenditures	\$ -	\$ 11,232	\$ -	\$ -	\$ 8,440	\$ 1,248	\$ 4,073	\$ -	\$ 1,456,837
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	\$ 1,669	\$ 7	\$ 749,572	\$ -	\$ 3,993	\$ 2,764	\$ 601	\$ -	\$ 1,010,807
OTHER FINANCING SOURCES (USES)			(700,000)					(1,686)	(341,501)
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	\$ 1,669	\$ 7	\$ 49,572	\$ -	\$ 3,993	\$ 2,764	\$ 601	\$ (1,686)	\$ 669,306
FUND BALANCE - BEGINNING OF YEAR	-	1,003	508,440	2,505	(856)	3,785	1,720	1,686	3,893,692
FUND BALANCE - END OF YEAR	\$ 1,669	\$ 1,010	\$ 558,012	\$ 2,505	\$ 3,137	\$ 6,549	\$ 2,321	\$ -	\$ 4,562,998

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

JERSEY COUNTY, ILLINOIS
SPECIAL REVENUE FUNDS - NON-HIGHWAY DEPARTMENTS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (Non-GAAP Budgetary Basis)
FOR THE YEAR ENDED NOVEMBER 30, 2007

	Illinois				Social Security		Tort Immunity	
	Emergency Telephone		Municipal Retirement		Budget		Actual	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
REVENUE								
Property Tax			\$ 390,000	\$ 393,350	\$ 290,000	\$ 292,742	\$ 44,000	\$ 44,470
Public Safety Tax								
Motel Tax		\$ 284,935						
Fees and Licenses	\$ 288,220	21,044	2,500	5,882	2,500	4,039	100	330
Interest Earned	3,500			1,037				
Miscellaneous								
State of Illinois Grant								
Federal Grant								
Total Revenue	<u>\$ 291,720</u>	<u>\$ 305,979</u>	<u>\$ 392,500</u>	<u>\$ 400,269</u>	<u>\$ 292,500</u>	<u>\$ 296,781</u>	<u>\$ 44,100</u>	<u>\$ 44,800</u>
EXPENDITURES								
General Control and Administration							\$ 43,500	\$ 43,234
Public Safety	\$ 285,172	\$ 250,283	\$ 389,000	\$ 354,087	\$ 289,500	\$ 284,055		
Municipal Retirement								
Corrections								
Development								
Judiciary								
Capital Outlay	85,000	9,546						
Total Expenditures	<u>\$ 370,172</u>	<u>\$ 259,829</u>	<u>\$ 389,000</u>	<u>\$ 354,087</u>	<u>\$ 289,500</u>	<u>\$ 284,055</u>	<u>\$ 43,500</u>	<u>\$ 43,234</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	\$ (78,452)	\$ 46,150	\$ 3,500	\$ 46,182	\$ 3,000	\$ 12,726	\$ 600	\$ 1,566
OTHER FINANCING SOURCES (USES)								
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	<u>\$ (78,452)</u>	<u>\$ 46,150</u>	<u>\$ 3,500</u>	<u>\$ 46,182</u>	<u>\$ 3,000</u>	<u>\$ 12,726</u>	<u>\$ 600</u>	<u>\$ 1,566</u>
FUND BALANCE, BEGINNING OF YEAR		427,726		299,990		188,080		48,696
FUND BALANCE, END OF YEAR		<u>\$ 473,876</u>		<u>\$ 346,172</u>		<u>\$ 200,806</u>		<u>\$ 50,262</u>

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

JERSEY COUNTY, ILLINOIS
SPECIAL REVENUE FUNDS - NON-HIGHWAY DEPARTMENTS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (Non-GAAP Budgetary Basis) - CONTINUED
FOR THE YEAR ENDED NOVEMBER 30, 2007

	Tourism		Unemployment Insurance		Court Traffic		Law Library	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
REVENUE								
Property Tax								
Public Safety Tax								
Motel Tax	\$ 72,000	\$ 75,982			\$ 105,000	\$ 117,195	\$ 8,000	\$ 10,810
Fees and Licenses								12
Interest Earned	70	79	\$ 4,000	\$ 6,128	4,000	9,640		
Miscellaneous								
State of Illinois Grant								
Federal Grant								
Total Revenue	<u>\$ 72,070</u>	<u>\$ 76,061</u>	<u>\$ 4,000</u>	<u>\$ 6,128</u>	<u>\$ 109,000</u>	<u>\$ 126,835</u>	<u>\$ 8,000</u>	<u>\$ 10,822</u>
EXPENDITURES								
General Control and Administration			\$ 4,000	\$ 3,763				
Public Safety								
Municipal Retirement								
Corrections								
Development	\$ 73,805	\$ 75,419			\$ 99,420	\$ 77,727	\$ 8,950	\$ 6,026
Judiciary								
Capital Outlay								
Total Expenditures	<u>\$ 73,805</u>	<u>\$ 75,419</u>	<u>\$ 4,000</u>	<u>\$ 3,763</u>	<u>\$ 99,420</u>	<u>\$ 77,727</u>	<u>\$ 8,950</u>	<u>\$ 6,026</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	\$ (1,735)	\$ 642	\$ -	\$ 2,365	\$ 9,580	\$ 49,108	\$ (950)	\$ 4,796
OTHER FINANCING SOURCES (USES)								
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	<u>\$ (1,735)</u>	<u>\$ 642</u>	<u>\$ -</u>	<u>\$ 2,365</u>	<u>\$ 9,580</u>	<u>\$ 49,108</u>	<u>\$ (950)</u>	<u>\$ 4,796</u>
FUND BALANCE, BEGINNING OF YEAR		16,885		119,197		185,593		11,457
FUND BALANCE, END OF YEAR		<u>\$ 17,527</u>		<u>\$ 121,562</u>		<u>\$ 234,701</u>		<u>\$ 16,253</u>

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

JERSEY COUNTY, ILLINOIS
SPECIAL REVENUE FUNDS - NON-HIGHWAY DEPARTMENTS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (Non-GAAP Budgetary Basis) - CONTINUED
FOR THE YEAR ENDED NOVEMBER 30, 2007

	Sheriff Drug		Workmen's Compensation		Record Storage		Clerk Automation	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
REVENUE								
Property Tax								
Public Safety Tax								
Motel Tax		\$ 5,911			\$ 21,000	\$ 20,685	\$ 23,000	\$ 30,987
Fees and Licenses	\$ 1,000	2,231	\$ 1,000	\$ 1,688	2,000	2,940	500	3,051
Interest Earned				293				
Miscellaneous								
State of Illinois Grant								
Federal Grant								
Total Revenue	<u>\$ 1,000</u>	<u>\$ 8,142</u>	<u>\$ 1,000</u>	<u>\$ 1,981</u>	<u>\$ 23,000</u>	<u>\$ 23,625</u>	<u>\$ 23,500</u>	<u>\$ 34,038</u>
EXPENDITURES								
General Control and Administration					\$ 72,600	\$ 40,467		
Public Safety	\$ 2,200	\$ 18,704						
Municipal Retirement								
Corrections								
Development							\$ 7,500	\$ 17,403
Judiciary							6,000	
Capital Outlay							<u>\$ 13,500</u>	<u>\$ 17,403</u>
Total Expenditures	<u>\$ 2,200</u>	<u>\$ 18,704</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 72,600</u>	<u>\$ 40,467</u>		
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	\$ (1,200)	\$ (10,562)	\$ 1,000	\$ 1,981	\$ (49,600)	\$ (16,842)	\$ 10,000	\$ 16,635
OTHER FINANCING SOURCES (USES)								
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	<u>\$ (1,200)</u>	<u>\$ (10,562)</u>	<u>\$ 1,000</u>	<u>\$ 1,981</u>	<u>\$ (49,600)</u>	<u>\$ (16,842)</u>	<u>\$ 10,000</u>	<u>\$ 16,635</u>
FUND BALANCE, BEGINNING OF YEAR		77,924		38,070		67,438		62,178
FUND BALANCE, END OF YEAR		<u>\$ 67,362</u>		<u>\$ 40,051</u>		<u>\$ 50,596</u>		<u>\$ 78,813</u>

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

JERSEY COUNTY, ILLINOIS
SPECIAL REVENUE FUNDS - NON-HIGHWAY DEPARTMENTS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (Non-GAAP Budgetary Basis) - CONTINUED
FOR THE YEAR ENDED NOVEMBER 30, 2007

	Circuit Clerk		Veterans Assistance		Probation Service		Treasurer	
	Support Maintenance		Commission		Budget		Automation	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
REVENUE								
Property Tax			\$ 53,000	\$ 53,591				\$ 2,480
Public Safety Tax								
Motel Tax								
Fees and Licenses	\$ 9,000	\$ 5,968			\$ 75,000	\$ 56,797	\$ 4,000	4,543
Interest Earned	1,500	3,403		1,502	5,000	4,860	700	1,316
Miscellaneous						6,150		
State of Illinois Grant								
Federal Grant								
Total Revenue	<u>\$ 10,500</u>	<u>\$ 9,371</u>	<u>\$ 53,000</u>	<u>\$ 55,093</u>	<u>\$ 80,000</u>	<u>\$ 67,807</u>	<u>\$ 4,700</u>	<u>\$ 8,339</u>
EXPENDITURES								
General Control and Administration								
Public Safety	\$ 7,100	\$ 36	\$ 51,580	\$ 59,060			\$ 15,000	\$ 5,365
Municipal Retirement								
Corrections					\$ 43,885	\$ 39,239		
Development								
Judiciary								
Capital Outlay	2,000		1,420					
Total Expenditures	<u>\$ 9,100</u>	<u>\$ 36</u>	<u>\$ 53,000</u>	<u>\$ 59,060</u>	<u>\$ 43,885</u>	<u>\$ 39,239</u>	<u>\$ 15,000</u>	<u>\$ 5,365</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	\$ 1,400	\$ 9,335	\$ -	\$ (3,967)	\$ 36,115	\$ 28,568	\$ (10,300)	\$ 2,974
OTHER FINANCING SOURCES (USES)					(41,501)	(41,501)		
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	<u>\$ 1,400</u>	<u>\$ 9,335</u>	<u>\$ -</u>	<u>\$ (3,967)</u>	<u>\$ (5,386)</u>	<u>\$ (12,933)</u>	<u>\$ (10,300)</u>	<u>\$ 2,974</u>
FUND BALANCE, BEGINNING OF YEAR		65,938		66,161		155,670		28,548
FUND BALANCE, END OF YEAR		<u>\$ 75,273</u>		<u>\$ 62,194</u>		<u>\$ 142,737</u>		<u>\$ 31,522</u>

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

JERSEY COUNTY, ILLINOIS
SPECIAL REVENUE FUNDS - NON-HIGHWAY DEPARTMENTS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (Non-GAAP Budgetary Basis) - CONTINUED
FOR THE YEAR ENDED NOVEMBER 30, 2007

	Court		Flood Plain Management		Solid Waste Fees		DCCA Grants	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
REVENUE								
Property Tax								
Public Safety Tax								
Motel Tax								
Fees and Licenses	\$ 23,000	\$ 30,356			\$ 5,000	\$ 7,475		\$ 278
Interest Earned	1,500	3,794	\$ 100	\$ 67	5,000	8,192		
Miscellaneous								
State of Illinois Grant								
Federal Grant								
Total Revenue	<u>\$ 24,500</u>	<u>\$ 34,150</u>	<u>\$ 100</u>	<u>\$ 67</u>	<u>\$ 10,000</u>	<u>\$ 15,667</u>	<u>\$ -</u>	<u>\$ 278</u>
EXPENDITURES								
General Control and Administration	\$ 10,000	\$ 15,563	\$ 3,000	\$ 50	\$ 33,750	\$ 36,365		
Public Safety								
Municipal Retirement								
Corrections								
Development								
Judiciary								
Capital Outlay	12,000				1,000			
Total Expenditures	<u>\$ 22,000</u>	<u>\$ 15,563</u>	<u>\$ 3,000</u>	<u>\$ 50</u>	<u>\$ 34,750</u>	<u>\$ 36,365</u>	<u>\$ -</u>	<u>\$ -</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	\$ 2,500	\$ 18,587	\$ (2,900)	\$ 17	\$ (24,750)	\$ (20,698)	\$ -	\$ 278
OTHER FINANCING SOURCES (USES)				1,686				
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	<u>\$ 2,500</u>	<u>\$ 18,587</u>	<u>\$ (2,900)</u>	<u>\$ 1,703</u>	<u>\$ (24,750)</u>	<u>\$ (20,698)</u>	<u>\$ -</u>	<u>\$ 278</u>
FUND BALANCE, BEGINNING OF YEAR		71,835		16,155		178,772		522,510
FUND BALANCE, END OF YEAR		<u>\$ 90,422</u>		<u>\$ 17,858</u>		<u>\$ 158,074</u>		<u>\$ 522,788</u>

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

JERSEY COUNTY, ILLINOIS
SPECIAL REVENUE FUNDS - NON-HIGHWAY DEPARTMENTS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (Non-GAAP Budgetary Basis) - CONTINUED
FOR THE YEAR ENDED NOVEMBER 30, 2007

	Indemnity Fund		States		Crime Victims		Sheriff's	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
REVENUE								
Property Tax	\$ 2,000	\$ 6,140						
Public Safety Tax								
Motel Tax		120						
Fees and Licenses	1,500	2,609	\$ 2			\$ 10	\$ 10,440	\$ 10,440
Interest Earned							30	38
Miscellaneous					\$ 20,000	20,000		
State of Illinois Grant								
Federal Grant								
Total Revenue	<u>\$ 3,500</u>	<u>\$ 8,869</u>	<u>\$ 2</u>	<u>\$ -</u>	<u>\$ 20,000</u>	<u>\$ 20,010</u>	<u>\$ 10,470</u>	<u>\$ 10,478</u>
EXPENDITURES								
General Control and Administration	\$ 2,000		\$ 1,000		\$ 18,800	\$ 19,762	\$ 10,376	\$ 8,999
Public Safety								
Municipal Retirement								
Corrections								
Development								
Judiciary								
Capital Outlay								
Total Expenditures	<u>\$ 2,000</u>	<u>\$ -</u>	<u>\$ 1,000</u>	<u>\$ -</u>	<u>\$ 18,800</u>	<u>\$ 19,762</u>	<u>\$ 10,376</u>	<u>\$ 8,999</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	\$ 1,500	\$ 8,869	\$ (998)	\$ -	\$ 1,200	\$ 248	\$ 94	\$ 1,479
OTHER FINANCING SOURCES (USES)								
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	<u>\$ 1,500</u>	<u>\$ 8,869</u>	<u>\$ (998)</u>	<u>\$ -</u>	<u>\$ 1,200</u>	<u>\$ 248</u>	<u>\$ 94</u>	<u>\$ 1,479</u>
FUND BALANCE, BEGINNING OF YEAR		54,048		871		3,201		11,870
FUND BALANCE, END OF YEAR		<u>\$ 62,917</u>		<u>\$ 871</u>		<u>\$ 3,449</u>		<u>\$ 13,349</u>

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

JERSEY COUNTY, ILLINOIS
SPECIAL REVENUE FUNDS - NON-HIGHWAY DEPARTMENTS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (Non-GAAP Budgetary Basis) - CONTINUED
FOR THE YEAR ENDED NOVEMBER 30, 2007

	County Capital Improvement		DUI Equipment		Buy-Out Real Estate Escrow		Vital Records Automation	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
REVENUE								
Property Tax								
Public Safety Tax								
Motel Tax								
Fees and Licenses			\$ 6,600	\$ 5,847			\$ 6,000	\$ 7,498
Interest Earned	\$ 30,000	\$ 44,054	10	2			800	1,007
Miscellaneous								
State of Illinois Grant								
Federal Grant								
Total Revenue	<u>\$ 30,000</u>	<u>\$ 44,054</u>	<u>\$ 6,610</u>	<u>\$ 5,849</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,800</u>	<u>\$ 8,505</u>
EXPENDITURES								
General Control and Administration				\$ 3,419			\$ 6,000	
Public Safety								
Municipal Retirement								
Corrections								
Development								
Judiciary								
Capital Outlay			\$ 6,610				5,000	
Total Expenditures	<u>\$ 1,039,000</u>	<u>\$ -</u>	<u>\$ 6,610</u>	<u>\$ 3,419</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,000</u>	<u>\$ -</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	\$ (1,009,000)	\$ 44,054	\$ -	\$ 2,430	\$ -	\$ -	\$ (4,200)	\$ 8,505
OTHER FINANCING SOURCES (USES)	400,000	400,000						
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	<u>\$ (609,000)</u>	<u>\$ 444,054</u>	<u>\$ -</u>	<u>\$ 2,430</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,200)</u>	<u>\$ 8,505</u>
FUND BALANCE, BEGINNING OF YEAR		612,619		808				22,631
FUND BALANCE, END OF YEAR		<u>\$ 1,056,673</u>		<u>\$ 3,238</u>				<u>\$ 31,136</u>

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

JERSEY COUNTY, ILLINOIS
SPECIAL REVENUE FUNDS - NON-HIGHWAY DEPARTMENTS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (Non-GAAP Budgetary Basis) - CONTINUED
FOR THE YEAR ENDED NOVEMBER 30, 2007

	Rental		Geographic Information System		Jersey County Police Vehicle		Illinois Funds	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
REVENUE								
Property Tax								
Public Safety Tax								
Motel Tax		\$ 2,410	\$ 50,500	\$ 41,965		\$ 2,640		\$ 1,669
Fees and Licenses		22	200	216		2		
Interest Earned	\$ 1,500		1,500	12,792				
Miscellaneous								
State of Illinois Grant								
Federal Grant								
Total Revenue	<u>\$ 1,500</u>	<u>\$ 2,432</u>	<u>\$ 52,200</u>	<u>\$ 54,973</u>	<u>\$ -</u>	<u>\$ 2,642</u>	<u>\$ -</u>	<u>\$ 1,669</u>
EXPENDITURES								
General Control and Administration	\$ 3,000					\$ 822		
Public Safety								
Municipal Retirement								
Corrections			\$ 66,115	\$ 62,450				
Development								
Judiciary								
Capital Outlay								
Total Expenditures	<u>\$ 3,000</u>	<u>\$ -</u>	<u>\$ 66,115</u>	<u>\$ 62,450</u>	<u>\$ -</u>	<u>\$ 822</u>	<u>\$ -</u>	<u>\$ -</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	\$ (1,500)	\$ 2,432	\$ (13,915)	\$ (7,477)	\$ -	\$ 1,820	\$ -	\$ 1,669
OTHER FINANCING SOURCES (USES)								
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	<u>\$ (1,500)</u>	<u>\$ 2,432</u>	<u>\$ (13,915)</u>	<u>\$ (7,477)</u>	<u>\$ -</u>	<u>\$ 1,820</u>	<u>\$ -</u>	<u>\$ 1,669</u>
FUND BALANCE, BEGINNING OF YEAR		3,457		17,081				
FUND BALANCE, END OF YEAR		<u>\$ 5,889</u>		<u>\$ 9,604</u>		<u>\$ 1,820</u>		<u>\$ 1,669</u>

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

JERSEY COUNTY, ILLINOIS
SPECIAL REVENUE FUNDS - NON-HIGHWAY DEPARTMENTS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (Non-GAAP Budgetary Basis) - CONTINUED
FOR THE YEAR ENDED NOVEMBER 30, 2007

	MDT Grant	Public Safety Tax	EAID Grant	Sheriff's Corp Patrol
	Budget	Actual	Budget	Actual
REVENUE				
Property Tax				
Public Safety Tax		\$ 690,000	\$ 731,788	
Motel Tax				
Fees and Licenses		\$ 7	10,000	17,784
Interest Earned				
Miscellaneous		11,232		
State of Illinois Grant				
Federal Grant		\$ 11,239	\$ 749,572	\$ 20,000
Total Revenue	\$ -	\$ 11,239	\$ -	\$ 20,000
				\$ 12,433
				\$ 12,433
EXPENDITURES				
General Control and Administration	\$ 1,000			\$ 19,830
Public Safety				\$ 8,440
Municipal Retirement				
Corrections				
Development				
Judiciary				
Capital Outlay		\$ 11,232		
Total Expenditures	\$ 1,000	\$ 11,232	\$ -	\$ 19,830
				\$ 8,440
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	\$ (1,000)	\$ 7	\$ -	\$ 3,993
OTHER FINANCING SOURCES (USES)				
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	\$ (1,000)	\$ 7	\$ -	\$ 170
				\$ 3,993
FUND BALANCE, BEGINNING OF YEAR		1,003	2,505	(856)
FUND BALANCE, END OF YEAR		\$ 1,010	\$ 2,505	\$ 3,137

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

JERSEY COUNTY, ILLINOIS
SPECIAL REVENUE FUNDS - NON-HIGHWAY DEPARTMENTS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (Non-GAAP Budgetary Basis) - CONTINUED
FOR THE YEAR ENDED NOVEMBER 30, 2007

	Sheriff's Telephone Fees		Sheriff's Soda Fund		Hazard Mitigation	
	Budget	Actual	Budget	Actual	Budget	Actual
REVENUE						
Property Tax						
Public Safety Tax						
Motel Tax						
Fees and Licenses		\$ 4,012		\$ 4,674		
Interest Earned						
Miscellaneous						
State of Illinois Grant						
Federal Grant						
Total Revenue	\$ -	\$ 4,012	\$ -	\$ 4,674	\$ -	\$ -
EXPENDITURES						
General Control and Administration					\$ 2,294	
Public Safety						
Municipal Retirement						
Corrections		\$ 1,248		\$ 4,073		
Development						
Judiciary						
Capital Outlay						
Total Expenditures	\$ -	\$ 1,248	\$ -	\$ 4,073	\$ 2,294	\$ -
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	\$ -	\$ 2,764	\$ -	\$ 601	\$ (2,294)	\$ -
OTHER FINANCING SOURCES (USES)						(1,686)
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	\$ -	\$ 2,764	\$ -	\$ 601	\$ (2,294)	\$ (1,686)
FUND BALANCE, BEGINNING OF YEAR		3,785		1,720		1,686
FUND BALANCE, END OF YEAR		\$ 6,549		\$ 2,321		\$ -

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

JERSEY COUNTY, ILLINOIS
SPECIAL REVENUE FUNDS - HIGHWAY FUNDS
COMBINING BALANCE SHEET
NOVEMBER 30, 2007

	County Highway	County Motor Fuel Tax	Construction of Bridges	Engineering Payroll Clearance	Federal Aid Matching	Township Bridge	Totals
ASSETS							
Cash	\$ 28,875	\$ 29,155	\$ 24,652	\$ 5,182	\$ 6,191	\$ 4,976	\$ 99,031
Investments	290,000	1,060,000	450,000	90,000	975,000	15,000	2,880,000
Receivables	14,920	29,175	6,235		7,658		57,988
Total Assets	<u>\$ 333,795</u>	<u>\$ 1,118,330</u>	<u>\$ 480,887</u>	<u>\$ 95,182</u>	<u>\$ 988,849</u>	<u>\$ 19,976</u>	<u>\$ 3,037,019</u>
LIABILITIES AND FUND BALANCES							
Fund Balances	\$ 333,795	\$ 1,118,330	\$ 480,887	\$ 95,182	\$ 988,849	\$ 19,976	\$ 3,037,019
Total Liabilities and Fund Balances	<u>\$ 333,795</u>	<u>\$ 1,118,330</u>	<u>\$ 480,887</u>	<u>\$ 95,182</u>	<u>\$ 988,849</u>	<u>\$ 19,976</u>	<u>\$ 3,037,019</u>

The accompanying notes are an integral part of the financials statements.

JERSEY COUNTY, ILLINOIS
SPECIAL REVENUE FUNDS - HIGHWAY FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (Non-GAAP Budgetary Basis)
For the Year Ended November 30, 2007

	County Highway		County Motor Fuel Tax		Construction of Bridges		Engineering Payroll Clearance		Federal Aid Matching		Township Bridge		Totals Highway Funds	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
REVENUE														
Property Tax	\$ 259,000	\$ 261,317			\$ 108,000	\$ 109,149			\$ 133,000	\$ 134,210			\$ 500,000	\$ 504,676
Personal Property Replacement Tax					25,000								25,000	-
Motor Fuel Tax			\$ 538,000	\$ 555,465									538,000	555,465
Interest Earned	8,000	13,132	50,000	74,070	75,000	16,569		\$ 4,735	35,000	45,747	\$ 1,790		168,000	156,043
State of Illinois	40,000	39,752									104,612		40,000	144,364
Construction for Others	150,000	59,725				112,758							150,000	172,483
Fees from Townships							18,053							18,053
Other Income		2,679					366							3,045
Total Revenue	\$ 457,000	\$ 376,605	\$ 588,000	\$ 629,535	\$ 208,000	\$ 238,476	\$ -	\$ 23,154	\$ 168,000	\$ 179,957	\$ -	\$ 106,402	\$ 1,421,000	\$ 1,554,129
EXPENDITURES														
Repairs on County Roads and Bridges	\$ 401,000	\$ 371,870	\$ 583,000	\$ 480,302	\$ 280,000	\$ 419,627		\$ 10,679	\$ 255,000		\$ 114,490		\$ 1,519,000	\$ 1,396,968
Capital Outlay	285,000	215,000	850,000	1,025,268									1,135,000	1,240,268
Total Expenditures	\$ 686,000	\$ 586,870	\$ 1,433,000	\$ 1,505,570	\$ 280,000	\$ 419,627	\$ -	\$ 10,679	\$ 255,000	\$ -	\$ 114,490	\$ 114,490	\$ 2,654,000	\$ 2,637,236
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	\$ (229,000)	\$ (210,265)	\$ (845,000)	\$ (876,035)	\$ (72,000)	\$ (181,151)	\$ -	\$ 12,475	\$ (87,000)	\$ 179,957	\$ -	\$ (8,088)	\$ (1,233,000)	\$ (1,083,107)
OTHER FINANCING SOURCES (USES)	109,188	(103,657)		76,184								(81,715)		
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	\$ (229,000)	\$ (101,077)	\$ (845,000)	\$ (979,692)	\$ (72,000)	\$ (104,967)	\$ -	\$ 12,475	\$ (87,000)	\$ 179,957	\$ -	\$ (89,803)	\$ (1,233,000)	\$ (1,083,107)
FUND BALANCE - BEGINNING OF YEAR		434,872		2,098,022		585,854		82,707		808,892		109,779		4,120,126
FUND BALANCE - END OF YEAR		\$ 333,795		\$ 1,118,330		\$ 480,887		\$ 95,182		\$ 988,849		\$ 19,976		\$ 3,037,019

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

**JERSEY COUNTY, ILLINOIS
DEBT SERVICE FUND
BALANCE SHEET
NOVEMBER 30, 2007**

ASSETS

Cash	\$ 133,235
Investments	320,000
Receivables	9,375
Total Assets	<u>\$ 462,610</u>

LIABILITIES

Interest Payable	\$ 34,291
------------------	-----------

FUND BALANCE

Unreserved	428,319
Total Liabilities and Fund Balance	<u>\$ 462,610</u>

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

JERSEY COUNTY, ILLINOIS
ALL AGENCY FUNDS
COMBINING BALANCE SHEET
NOVEMBER 30, 2007

	Motor Home Privilege Tax	Escheat	Inheritance Tax	Tax Protest	Payroll Clearing	Real Estate Tax Escrow	County Collector	Township Motor Fuel Tax
ASSETS								
Cash	\$ 62,764	\$ 5,942	\$ 13	\$ 4,653	\$ 14,381	\$ 1,080	\$ 570,960	\$ 20,877
Investments		40,000		100,000				30,000
Total Assets	<u>\$ 62,764</u>	<u>\$ 45,942</u>	<u>\$ 13</u>	<u>\$ 104,653</u>	<u>\$ 14,381</u>	<u>\$ 1,080</u>	<u>\$ 570,960</u>	<u>\$ 50,877</u>
LIABILITIES								
Due to Other Funds					\$ 5,231			
Funds Available for Distribution	\$ 62,764	\$ 45,942	\$ 13	\$ 104,653	9,150	\$ 1,080	\$ 570,960	\$ 50,877
Total Liabilities	<u>\$ 62,764</u>	<u>\$ 45,942</u>	<u>\$ 13</u>	<u>\$ 104,653</u>	<u>\$ 14,381</u>	<u>\$ 1,080</u>	<u>\$ 570,960</u>	<u>\$ 50,877</u>

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

JERSEY COUNTY, ILLINOIS
ALL AGENCY FUNDS
COMBINING BALANCE SHEET - CONTINUED
NOVEMBER 30, 2007

	Sheriff Prisoners' Account	Marriage	Back Tax	Band- Stand	Veteran's Memorial	Employee Flower	Circuit Clerk Escrow	Circuit Clerk Operations	Totals (Memos Only)
ASSETS									
Cash	\$ 463	\$ 3,039	\$ 30,661	\$ 3,855	\$ 4,318	\$ 238	\$ 69,258	\$ 126,233	\$ 918,735
Investments								180,000	350,000
Total Assets	\$ 463	\$ 3,039	\$ 30,661	\$ 3,855	\$ 4,318	\$ 238	\$ 69,258	\$ 306,233	\$ 1,268,735
LIABILITIES									
Due to Other Funds								\$ 92,972	\$ 98,203
Funds Available for Distribution	\$ 463	\$ 3,039	\$ 30,661	\$ 3,855	\$ 4,318	\$ 238	\$ 69,258	213,261	1,170,532
Total Liabilities	\$ 463	\$ 3,039	\$ 30,661	\$ 3,855	\$ 4,318	\$ 238	\$ 69,258	\$ 306,233	\$ 1,268,735

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

JERSEY COUNTY, ILLINOIS
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED NOVEMBER 30, 2007

	Mobile Home Privilege Tax	Escheat	Inheritance Tax	Tax Protest	Payroll Clearing	Real Estate Tax Escrow	County Collector	Township Motor Fuel Tax
BALANCE DEC 1, 2006	\$ 62,393	\$ 43,756	\$ 13	\$ 99,340	\$ 105,434	\$ 1,080	\$ 3,024	\$ 107,282
ADDITIONS								
Bail Bonds, Child Sup. Etc.								
Property Tax	\$ 62,484						\$ 17,543,094	
State of Illinois								\$ 584,415
Interest Earned	93	\$ 2,186		\$ 5,313			25,797	4,514
Miscellaneous/Transfers							9,255	59,091
Estate Income			\$ 300,605					
Back Taxes Collected								
Dues/Fees Collected								
Total Additions	\$ 62,577	\$ 2,186	\$ 300,605	\$ 5,313	\$ -	\$ -	\$ 17,578,146	\$ 648,020
DEDUCTIONS								
Distribution to Others	\$ 62,206						\$ 17,010,210	
Construct/Capital Bldg.								\$ 704,425
Miscellaneous			\$ 300,605					
State of Illinois								
Payroll Clearance					\$ 96,284			
Total Deductions	\$ 62,206	\$ -	\$ 300,605	\$ -	\$ 96,284	\$ -	\$ 17,010,210	\$ 704,425
BALANCE NOV 30, 2007	\$ 62,764	\$ 45,942	\$ 13	\$ 104,653	\$ 9,150	\$ 1,080	\$ 570,960	\$ 50,877

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

JERSEY COUNTY, ILLINOIS
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - CONTINUED
FOR THE YEAR ENDED NOVEMBER 30, 2007

	Sheriff Prisoners' Account	Marriage	Back Tax	Band- Stand	Veteran's Memorial	Employee Flower	Circuit Clerk Escrow	Circuit Clerk Operations
BALANCE DEC 1, 2006	\$ 335	\$ 3,377	\$ 13,191	\$ 3,601	\$ 44	\$ 141	\$ 66,240	\$ 455,890
ADDITIONS								
Bail Bonds, Child Sup. Etc.								\$ 1,914,220
Property Tax								
State of Illinois								
Interest Earned			\$ 687	\$ 4				6,741
Miscellaneous/Transfers	\$ 24,795				\$ 4,685	\$ 147	\$ 78,089	
Estate Income								
Back Taxes Collected			16,783					
Dues/Fees Collected		\$ 450		250				
Total Additions	\$ 24,795	\$ 450	\$ 17,470	\$ 254	\$ 4,685	\$ 147	\$ 78,089	\$ 1,920,961
DEDUCTIONS								
Distribution to Others	\$ 23,705						\$ 75,071	\$ 2,163,590
Construct/Capital Bldg.								
Miscellaneous	962				\$ 411	\$ 50		
State of Illinois								
Payroll Clearance								
Total Deductions	\$ 24,667	\$ -	\$ -	\$ -	\$ 411	\$ 50	\$ 75,071	\$ 2,163,590
BALANCE NOV 30, 2007	\$ 463	\$ 3,827	\$ 30,661	\$ 3,855	\$ 4,318	\$ 238	\$ 69,258	\$ 213,261

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

JERSEY COUNTY, ILLINOIS
SCHEDULE OF ASSESSED VALUATIONS
TAX EXTENSIONS, TAX RATES AND COLLECTIONS
FOR THE LEVY YEARS 2006, 2005, AND 2004

	2006			2005			2004		
ASSESSED VALUATION	\$ 282,578,257			\$ 273,054,110			\$ 260,712,329		
	EXTENSIONS	RATES	COLLECTIONS	EXTENSIONS	RATES	COLLECTIONS	EXTENSIONS	RATES	COLLECTIONS
General Fund	\$ 402,109	0.14230	\$ 402,172	\$ 385,006	0.14100	\$ 384,896	\$ 525,074	0.20140	\$ 523,859
Ambulance	98,055	0.03470	98,070	98,026	0.03590	98,001	98,028	0.03760	97,801
County Highway	259,124	0.09170	259,165	250,118	0.09160	250,054	245,070	0.09400	244,502
Illinois Municipal									
Retirement Fund	390,241	0.13810	390,302	380,091	0.13920	380,000	300,080	0.11510	299,385
Liability Insurance	44,082	0.01560	44,089	44,235	0.01620	44,227	-	0.00000	-
Construction of Bridges	108,227	0.03830	108,244	105,126	0.03850	105,092	103,242	0.03960	103,003
Federal Aid Matching	133,094	0.04710	133,115	127,243	0.04660	127,211	125,142	0.04800	124,852
Health	34,757	0.01230	34,763	34,678	0.01270	32,854	34,675	0.01330	34,594
Social Security	290,208	0.10270	290,253	265,136	0.09710	265,468	256,019	0.09820	255,427
Veterans Assistance									
Commissions	53,125	0.01880	53,133	53,246	0.01950	53,232	51,360	0.01970	51,241
Bond & Interest	157,679	0.05580	157,703	218,716	0.08010	218,660	216,130	0.08290	215,630
TOTAL	\$1,970,701	0.69740	\$ 1,971,009	\$1,961,621	0.71840	\$ 1,959,695	\$1,954,820	0.74980	\$ 1,950,294

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

APPENDIX C

FORM OF OPINION OF BOND COUNSEL

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September 25, 2008

**\$3,170,000 GENERAL OBLIGATION BONDS
(PUBLIC SAFETY SALES TAXES ALTERNATE REVENUE SOURCE),
SERIES 2008
OF THE COUNTY OF JERSEY, ILLINOIS**

Opinion of Bond Counsel

We have acted as bond counsel for, and have examined, among other things, certified copies of the proceedings of the County Board of, The County of Jersey, Illinois (the “**Issuer**”), in connection with the issuance by the Issuer of its \$3,170,000 aggregate principal amount General Obligation Bonds (Public Safety Sales Taxes Alternate Revenue Source), Series 2008 (the “**Bonds**”), dated September 25, 2008, bearing interest and maturing annually on December 1 in the principal amount in each year, as follows:

<u>Year</u>	<u>Principal Amount(\$)</u>	<u>Interest Rate (%)</u>
2009	110,000	3.000
2010	115,000	3.000
2011	120,000	3.000
2012	120,000	3.000
2013	125,000	3.000
2014	130,000	3.000
2015	135,000	3.200
2016	140,000	3.375
2017	145,000	3.500
2018	150,000	3.700
****	*****	****
2020	315,000	4.000
****	*****	****
2022	345,000	4.150
****	*****	****
2024	370,000	4.300
****	*****	****
2026	410,000	4.400
****	*****	****
2028	440,000	4.500

Interest is due and payable semiannually on June 1 and December 1 of each year, commencing December 1, 2008. Bonds maturing on and after December 1, 2020 are subject to optional redemption prior to maturity on any date on and after December 1, 2018, in the manner as therein provided.

Bonds maturing December 1 of the years 2020, 2022, 2024, 2026 and 2028 are Term Bonds (the “**Term Bonds**”), which are subject to mandatory sinking fund redemption in the principal amount on December 1 of each of the years, as follows:

<u>Dec. 1, 2020 Term Bonds</u>		<u>Dec. 1, 2022 Term Bonds</u>		<u>Dec. 1, 2024 Term Bonds</u>	
<u>Year</u>	<u>Principal Amount(\$)</u>	<u>Year</u>	<u>Principal Amount(\$)</u>	<u>Year</u>	<u>Principal Amount(\$)</u>
2019	155,000	2021	170,000	2023	180,000
2020	160,000*	2022	175,000*	2024	190,000*

<u>Dec. 1, 2026 Term Bonds</u>		<u>Dec. 1, 2028 Term Bonds</u>	
<u>Year</u>	<u>Principal Amount(\$)</u>	<u>Year</u>	<u>Principal Amount(\$)</u>
2025	200,000	2027	215,000
2026	210,000*	2028	225,000*

*To be paid at maturity unless previously retired.

The Bonds are issuable in fully registered form in the denomination of \$5,000 each or any authorized integral multiple thereof. The Bank of New York Mellon Trust Company, N.A., St. Louis, Missouri, is the Bond Registrar (including its successors, the “**Bond Registrar**”) and Paying Agent (including its successors, the “**Paying Agent**”) in connection with the Bonds. Payment of the installments of interest on the Bonds shall be made to the registered owners of the Bonds at their addresses as shown on the registration books of the Issuer maintained by the Bond Registrar at the close of business on the fifteenth (15th) day (whether or not a business day) of the calendar month next preceding of the applicable interest payment date and shall be paid by check or draft of the Paying Agent, payable in lawful money of the United States of America, mailed to such registered owners at their addresses appearing on such registration books or at such other addresses furnished in writing by such registered owners to the Bond Registrar.

For the prompt payment of the Bonds, and any obligations on equal parity therewith, both principal and interest, in addition to pledging the Issuer's receipts of Public Safety Sales Taxes, constituting Pledged Revenues, as each term is defined in the Bond Ordinance, the Issuer has provided for a levy of taxes without limit as to rate or amount to pay the principal of and interest on the Bonds.

The Bonds are issued by the Issuer for the purpose of paying costs of completing the acquisition, construction (which shall include rehabilitation, remodeling and repair) and installation of a Criminal Justice System facility, including a jail and sheriff's offices, together with related furniture, fixtures, equipment, facilities, improvements and costs, including the costs of issuance of the Bonds, pursuant to and in all respects in compliance with the provisions of authorizing ordinances adopted September 16, 2008 and August 12, 2008 (collectively, the “**Bond Ordinance**,” with respect to which undefined terms herein shall have the meanings therein).

We are of the opinion that the Bonds are in the form as required by law, that the foregoing show lawful authority for the issuance and sale of the Bonds as **“alternate bonds”** under and pursuant to the Constitution and laws of the State of Illinois, and that the Bonds constitute legal, valid and binding general obligations of the Issuer, payable, together with all revenue bonds ranking on a parity therewith, from Public Safety Sales Taxes, as provided in the Bond Ordinance, and from ad valorem taxes levied against all taxable property in the territory of the Issuer without limitation as to rate or amount, to pay the principal thereof and interest thereon. We are also of the opinion that as of the date of delivery thereof, and assuming the Issuer's compliance with the terms and provisions of the Bond Ordinance, the Bonds are not arbitrage bonds or private activity bonds, and the interest on the Bonds does not constitute a specific item of tax preference for individuals or corporations and is excluded from gross income under Section 103 of the Internal Revenue Code of 1986, as amended. However, the interest on the Bonds may be subject to adjusted current earnings alternative minimum taxes, and branch profits tax, on certain foreign corporations, and may be a factor in a computation in connection with certain collateral federal income tax consequences, including that certain social security and railroad pension income may be subject to federal income taxes.

The interest on the Bonds is not exempt from income taxation by the State of Illinois.

We are also of the opinion that the Bonds do constitute **“qualified tax-exempt obligations”** under Section 265(b)(3) of the Code.

Respectfully yours,

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APPENDIX D

BOND INSURANCE SPECIMEN

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**FINANCIAL
SECURITY
ASSURANCE®**

MUNICIPAL BOND INSURANCE POLICY

ISSUER:

Policy No.: -N

BONDS:

Effective Date:

Premium: \$

FINANCIAL SECURITY ASSURANCE INC. ("Financial Security"), for consideration received, hereby UNCONDITIONALLY AND IRREVOCABLY agrees to pay to the trustee (the "Trustee") or paying agent (the "Paying Agent") (as set forth in the documentation providing for the issuance of and securing the Bonds) for the Bonds, for the benefit of the Owners or, at the election of Financial Security, directly to each Owner, subject only to the terms of this Policy (which includes each endorsement hereto), that portion of the principal of and interest on the Bonds that shall become Due for Payment but shall be unpaid by reason of Nonpayment by the Issuer.

On the later of the day on which such principal and interest becomes Due for Payment or the Business Day next following the Business Day on which Financial Security shall have received Notice of Nonpayment, Financial Security will disburse to or for the benefit of each Owner of a Bond the face amount of principal of and interest on the Bond that is then Due for Payment but is then unpaid by reason of Nonpayment by the Issuer, but only upon receipt by Financial Security, in a form reasonably satisfactory to it, of (a) evidence of the Owner's right to receive payment of the principal or interest then Due for Payment and (b) evidence, including any appropriate instruments of assignment, that all of the Owner's rights with respect to payment of such principal or interest that is Due for Payment shall thereupon vest in Financial Security. A Notice of Nonpayment will be deemed received on a given Business Day if it is received prior to 1:00 p.m. (New York time) on such Business Day; otherwise, it will be deemed received on the next Business Day. If any Notice of Nonpayment received by Financial Security is incomplete, it shall be deemed not to have been received by Financial Security for purposes of the preceding sentence and Financial Security shall promptly so advise the Trustee, Paying Agent or Owner, as appropriate, who may submit an amended Notice of Nonpayment. Upon disbursement in respect of a Bond, Financial Security shall become the owner of the Bond, any appurtenant coupon to the Bond or right to receipt of payment of principal of or interest on the Bond and shall be fully subrogated to the rights of the Owner, including the Owner's right to receive payments under the Bond, to the extent of any payment by Financial Security hereunder. Payment by Financial Security to the Trustee or Paying Agent for the benefit of the Owners shall, to the extent thereof, discharge the obligation of Financial Security under this Policy.

Except to the extent expressly modified by an endorsement hereto, the following terms shall have the meanings specified for all purposes of this Policy. "Business Day" means any day other than (a) a Saturday or Sunday or (b) a day on which banking institutions in the State of New York or the Insurer's Fiscal Agent are authorized or required by law or executive order to remain closed. "Due for Payment" means (a) when referring to the principal of a Bond, payable on the stated maturity date thereof or the date on which the same shall have been duly called for mandatory sinking fund redemption and does not refer to any earlier date on which payment is due by reason of call for redemption (other than by mandatory sinking fund redemption), acceleration or other advancement of maturity unless Financial Security shall elect, in its sole discretion, to pay such principal due upon such acceleration together with any accrued interest to the date of acceleration and (b) when referring to interest on a Bond, payable on the stated date for payment of interest. "Nonpayment" means, in respect of a Bond, the failure of the Issuer to have provided sufficient funds to the Trustee or, if there is no Trustee, to the Paying Agent for payment in full of all principal and interest that is Due for Payment on such Bond. "Nonpayment" shall also include, in respect of a Bond, any payment of principal or interest that is Due for Payment

made to an Owner by or on behalf of the Issuer which has been recovered from such Owner pursuant to the United States Bankruptcy Code by a trustee in bankruptcy in accordance with a final, nonappealable order of a court having competent jurisdiction. "Notice" means telephonic or telecopied notice, subsequently confirmed in a signed writing, or written notice by registered or certified mail, from an Owner, the Trustee or the Paying Agent to Financial Security which notice shall specify (a) the person or entity making the claim, (b) the Policy Number, (c) the claimed amount and (d) the date such claimed amount became Due for Payment. "Owner" means, in respect of a Bond, the person or entity who, at the time of Nonpayment, is entitled under the terms of such Bond to payment thereof, except that "Owner" shall not include the Issuer or any person or entity whose direct or indirect obligation constitutes the underlying security for the Bonds.

Financial Security may appoint a fiscal agent (the "Insurer's Fiscal Agent") for purposes of this Policy by giving written notice to the Trustee and the Paying Agent specifying the name and notice address of the Insurer's Fiscal Agent. From and after the date of receipt of such notice by the Trustee and the Paying Agent, (a) copies of all notices required to be delivered to Financial Security pursuant to this Policy shall be simultaneously delivered to the Insurer's Fiscal Agent and to Financial Security and shall not be deemed received until received by both and (b) all payments required to be made by Financial Security under this Policy may be made directly by Financial Security or by the Insurer's Fiscal Agent on behalf of Financial Security. The Insurer's Fiscal Agent is the agent of Financial Security only and the Insurer's Fiscal Agent shall in no event be liable to any Owner for any act of the Insurer's Fiscal Agent or any failure of Financial Security to deposit or cause to be deposited sufficient funds to make payments due under this Policy.

To the fullest extent permitted by applicable law, Financial Security agrees not to assert, and hereby waives, only for the benefit of each Owner, all rights (whether by counterclaim, setoff or otherwise) and defenses (including, without limitation, the defense of fraud), whether acquired by subrogation, assignment or otherwise, to the extent that such rights and defenses may be available to Financial Security to avoid payment of its obligations under this Policy in accordance with the express provisions of this Policy.

This Policy sets forth in full the undertaking of Financial Security, and shall not be modified, altered or affected by any other agreement or instrument, including any modification or amendment thereto. Except to the extent expressly modified by an endorsement hereto, (a) any premium paid in respect of this Policy is nonrefundable for any reason whatsoever, including payment, or provision being made for payment, of the Bonds prior to maturity and (b) this Policy may not be canceled or revoked. THIS POLICY IS NOT COVERED BY THE PROPERTY/CASUALTY INSURANCE SECURITY FUND SPECIFIED IN ARTICLE 76 OF THE NEW YORK INSURANCE LAW.

In witness whereof, FINANCIAL SECURITY ASSURANCE INC. has caused this Policy to be executed on its behalf by its Authorized Officer.

[Countersignature]

FINANCIAL SECURITY ASSURANCE INC.

By _____

By _____

Authorized Officer

A subsidiary of Financial Security Assurance Holdings Ltd.
31 West 52nd Street, New York, N.Y. 10019

(212) 826-0100

Form 500NY (5/90)