

**LaSalle County Self-Insurance Trust**  
Ottawa, Illinois

**Financial Statements and Supplementary  
Information**  
Years Ended November 30, 2013 and 2012

# LaSalle County Self-Insurance Trust

## Financial Statements and Supplementary Information Years Ended November 30, 2013 and 2012

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# LaSalle County Self-Insurance Trust

## Financial Statements and Supplementary Information

Years Ended November 30, 2013 and 2012

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## INDEPENDENT AUDITOR'S REPORT

To the Members of the Board  
LaSalle County Self-Insurance Trust  
LaSalle County, Illinois

### Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, and the aggregate remaining fund information of the County of LaSalle, Illinois' Self-Insurance Trust as of and for the year ended November 30, 2013, and the related notes to the financial statements, which collectively comprise the Trust's basic financial statements as listed in the table of contents.

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

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

### *Auditor's Responsibility*

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

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

## **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, and the aggregate remaining fund information of the County of LaSalle, Illinois' Self-Insurance Trust, as of November 30, 2013, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Report on Comparative Information**

We have previously audited the County of LaSalle, Illinois' Self-Insurance Trust's 2012 financial statements, and we expressed an unmodified opinion on those financial statements in our report dated March 25, 2013. In our opinion, the summarized comparative information presented herein as of and for the year ended November 30, 2012, is consistent, in all material respects, with the audited financial statements from which it has been derived.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 6 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Supplementary Information*

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

*Wipfli LLP*

April 17, 2014  
Mendota, Illinois



# LaSalle County Self-Insurance Trust

## Management's Discussion and Analysis – Unaudited

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Our discussion and analysis of LaSalle County Self-Insurance Trust's (Trust) financial performance provides an overview of the Trust's financial activities for the fiscal year ended November 30, 2013, within the limitations of the Trust's basis of accounting. Please read it in conjunction with LaSalle County Self-Insurance Trust's financial statements.

### FINANCIAL HIGHLIGHTS

- LaSalle County Self-Insurance Trust's total expenses were greater than total revenues, on the accrual basis of accounting, by \$569,924 for the year. The decrease over the prior year is attributable to an increase in expenditures.
- The Trust's investments totaled \$19,500,988, and the Claims Fund balance was \$(244,569) at the end of the year. Overall the Trust ended the year with a fund balance of \$19,256,419.

### USING THIS ANNUAL REPORT

This annual report is presented in a format consistent with the presentation requirements of the Governmental Accounting Standards Board (GASB) Statement No. 34, as applicable to the Trust's basis of accounting.

### Report Components

This report consists of three parts: Management's Discussion and Analysis (this section), the basic financial statements (government-wide and fund statements) including notes to the financial statements, and required supplementary information. The basic financial statements include two kinds of statements that present different views of LaSalle County Self-Insurance Trust:

- The Statement of Net Position and Statement of Activities provide information on governmental-wide statements and are on the accrual basis method of accounting. The statements present an aggregated view of the LaSalle County Self-Insurance Trust's finances.
- The remaining statements are Fund Financial Statements that focus on individual parts of the Trust, reporting more detailed statements than the governmental wide statements. The fund statements are presented on the modified accrual basis of accounting, the method the Trust uses for internal accounting.

**Notes to the Financial Statements:** The notes to the financial statement are an integral part of the government-wide and fund financial statements and provide expanded information and detail regarding the information reported in the statements.

**Required Supplementary Information:** This Management's Discussion and Analysis represent financial information required by GASB to be presented. Such information provides users of this report with additional data that supplements the government-wide financial statements, fund financial statements, and notes to the financial statements (referred to as "the basic financial statements").

# LaSalle County Self-Insurance Trust

## Management's Discussion and Analysis – Unaudited

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### Basis of Accounting

The government-wide financial statements have elected to report information about the Trust using accrual basis of accounting. Accrual basis of accounting is a reference to when financial events are recorded, such as the timing for recognizing revenues and expenses. Related assets and liabilities are recorded when they occur as opposed to when they arise than from cash transactions.

### Reporting the LaSalle County Self-Insurance Trust as a Whole

#### *LaSalle County Self-Insurance Trust's Entity Presentation*

This annual report includes all activities for which LaSalle County Self-Insurance Trust is fiscally responsible. These activities are defined as LaSalle County Self-Insurance Trust's reporting entity.

### **The Government-Wide Statement of Net Position and the Statement of Activities**

The Statement of Net Position includes all of the Trust's net position. The difference between the Trust's assets and liabilities are another way to measure the Trust's overall financial position. All of the current year's revenues and expenses are accounted for in the Statement of Activities.

- Over time, increases or decreases in the Trust's net position is an indicator of whether its financial position is improving or deteriorating.
- To assess the overall financial condition of the Trust, additional non-financial factors, such as changes in Trust's property tax base and the condition of buildings and other facilities should be considered.

In the government-wide financial statements, the Trust activities are categorized as governmental activities. The Trust's basic services are included here.

### **The Fund Financial Statements**

The fund financial statements provide more detailed information about the Trust's funds, focusing on its most significant or "major" funds – not the Trust as a whole. Funds are accounting devices the Trust uses to keep track of specific sources of funding and spending on particular programs.

- Some Funds are required by state law and by bond covenants
- The Trust can establish other funds to control and manage monies for particular purposes or to show that it is properly using certain revenues.

### **Debt Administration**

The Trust currently has outstanding debt of \$17,360,000. The Trust is not subject to any debt limitations. Refer to Note 5 for further details regarding the Trust's long-term debt obligations.

# LaSalle County Self-Insurance Trust

## Management's Discussion and Analysis - Unaudited

Our analysis below focuses on the net position (table 1) and changes in net position (table 2) of the Trusts' governmental activities:

**Table 1**  
**Net Position**

	Governmental Activities	
	2013	2012
<b>Assets</b>		
Current and other assets	\$ 19,546,419	\$ 11,926,343
<b>Total Assets</b>	<b>19,546,419</b>	<b>11,926,343</b>
<b>Liabilities</b>		
Due within one year	1,230,000	1,060,000
Due in more than one year	16,420,000	8,400,000
<b>Total Liabilities</b>	<b>17,650,000</b>	<b>9,460,000</b>
<b>Net Position</b>		
Restricted net position	1,896,419	2,466,343
<b>Total Net Position</b>	<b>\$ 1,896,419</b>	<b>\$ 2,466,343</b>

**Table 2**  
**Change in Net Position**

	Governmental Activities	
	2013	2012
<b>General Revenues</b>		
Interest on investments	\$ 446,756	\$ 410,350
Unrealized gain (loss) on investments	-0-	91,923
Realized gain (loss) on investments	(57,059)	(41,932)
County contribution	1,459,774	1,451,139
Other	147,448	3,630
<b>Total General Revenues</b>	<b>1,996,919</b>	<b>1,915,110</b>
<b>Program Expenditures</b>		
Administrative	2,566,843	1,690,377
<b>Total Program Expenditures</b>	<b>2,566,843</b>	<b>1,690,377</b>
<b>Change in Net Position</b>	<b>(569,924)</b>	<b>224,733</b>
<b>Net position at beginning of year</b>	<b>2,466,343</b>	<b>2,241,610</b>
<b>Net position at end of year</b>	<b>\$ 1,896,419</b>	<b>\$ 2,466,343</b>



# **LaSalle County Self-Insurance Trust**

## **Management's Discussion and Analysis – Unaudited**

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### **Contacting the County's Financial Management**

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the LaSalle County Self-Insurance Trust's finances and to show the Trust's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the County Clerk's Office at LaSalle County, 707 Etna Road, Ottawa, IL 61350.

# LaSalle County Self-Insurance Trust

## Statements of Net Position

November 30, 2013

	Governmental Activities	Primary Government	
		Total	
		2013	2012
<b>Assets</b>			
Cash	\$ 45,431	\$ 45,431	\$ 48,667
Investments	19,500,988	19,500,988	11,877,676
Total assets	19,546,419	19,546,419	11,926,343
<b>Liabilities</b>			
Claims payable	290,000	290,000	150,000
Due within one year	940,000	940,000	910,000
Due in more than one year	16,420,000	16,420,000	8,400,000
Total liabilities	17,650,000	17,650,000	9,460,000
<b>Net Position</b>			
Restricted Net Position	1,896,419	1,896,419	2,466,343
Unrestricted Net Position	-	-	-
Net Position	\$ 1,896,419	\$ 1,896,419	\$ 2,466,343

# LaSalle County Self-Insurance Trust

## Statements of Activities

November 30, 2013

		Program Revenues			
		Fees, Fines and Charges for Services	Governmental Activities	Total	
Program Activities	Expenditures			2013	2012
Governmental activities:					
Administrative	\$ 2,566,843	\$ -	\$ 2,566,843	\$ 2,566,843	\$ 1,690,377
Total governmental activities	\$ 2,566,843	\$ -	\$ 2,566,843	\$ 2,566,843	\$ 1,690,377
General revenues:					
Interest on investments			446,756	446,756	410,350
Unrealized gain (loss) on investments			-	-	91,923
Realized gain (loss) on investments			(57,059)	(57,059)	(41,932)
County Contribution			1,459,774	1,459,774	1,451,139
Other			147,448	147,448	3,630
Total general revenues			1,996,919	1,996,919	1,915,110
Change in net position			(569,924)	(569,924)	224,733
Net position at beginning of year			2,466,343	2,466,343	2,241,610
Net position at end of year			\$ 1,896,419	\$ 1,896,419	\$ 2,466,343

# LASALLE COUNTY SELF-INSURANCE TRUST

## Balance Sheets

November 30, 2013

	Governmental Fund Types			Total November 30,	
	Principal	Major Funds Premium Reserve	Other Non-Major Funds	2013	2012
<b>Assets</b>					
Cash	\$ -	\$ -	\$ 45,431	\$ 45,431	\$ 48,667
Investments	16,401,901	1,629,422	1,469,665	19,500,988	11,877,676
<b>Total assets</b>	<b>\$ 16,401,901</b>	<b>\$ 1,629,422</b>	<b>\$ 1,515,096</b>	<b>\$ 19,546,419</b>	<b>11,926,343</b>
<b>Liabilities and fund balance</b>					
Claims payable	\$ -	\$ -	\$ 290,000	\$ 290,000	\$ 150,000
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>290,000</b>	<b>290,000</b>	<b>150,000</b>
<b>Fund balance:</b>					
Restricted	16,401,901	1,629,422	1,225,096	19,256,419	11,776,343
<b>Total fund balance</b>	<b>16,401,901</b>	<b>1,629,422</b>	<b>1,225,096</b>	<b>19,256,419</b>	<b>11,776,343</b>
<b>Total liabilities and fund balance</b>	<b>\$ 16,401,901</b>	<b>\$ 1,629,422</b>	<b>\$ 1,515,096</b>	<b>\$ 19,546,419</b>	<b>\$ 11,926,343</b>

## Reconciliation to the Statement of Net Position

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

Fund balances - governmental funds	\$ 19,256,419	\$ 11,776,343
Some liabilities, including capital debt obligations payable, are not due and payable in the current period and, therefore are not reported in the funds:		
Bonds Payable	(17,360,000)	(9,310,000)
<b>Net position of governmental activities.</b>	<b>\$ 1,896,419</b>	<b>\$ 2,466,343</b>

# LaSalle County Self-Insurance Trust

## Statements of Revenues, Expenditures, and Changes in Fund Balances

### Governmental Funds

Year Ended November 30, 2013

	Governmental Fund Types			Total November 30,	
	Principal	Major Funds Premium Reserve	Other Non-Major Funds	2013	2012
Revenues:					
Interest income	\$ 320,714	\$ 41,351	\$ 84,691	\$ 446,756	\$ 410,350
Unrealized gain (loss) on investments	-	-	-	-	91,923
Realized gain (loss) on investments	-	(57,059)	-	(57,059)	(41,932)
Other	87,368	-	3,976	91,344	3,630
Total revenues	408,082	(15,708)	88,667	481,041	463,971
Expenditures:					
Administrative	510,889	-	1,386,564	1,877,453	1,259,952
Bond Principal	-	-	910,000	910,000	880,000
Bond Interest	-	-	327,728	327,728	430,425
Total expenditures	510,889	-	2,604,292	3,115,181	2,570,377
Excess of revenues over (under) expenditures	(102,807)	(15,708)	(2,515,625)	(2,634,140)	(2,106,406)
Other financing sources (uses):					
Proceeds from bond issuance	8,960,000	-	-	8,960,000	-
Premium on bond issuance	56,104	-	-	56,104	-
Bond issuance costs	(361,662)	-	-	(361,662)	-
Contributions from County General Fund	-	-	1,459,774	1,459,774	1,451,139
Transfers from (to) other funds	(1,474,641)	340,605	1,134,036	-	-
Total other financing sources (uses)	7,179,801	340,605	2,593,810	10,114,216	1,451,139
Net Change in Fund Balance	7,076,994	324,897	78,185	7,480,076	(655,267)
Fund balance, beginning of year	9,324,907	1,304,525	1,146,911	11,776,343	12,431,610
Fund balance, end of year	\$ 16,401,901	\$ 1,629,422	\$ 1,225,096	\$ 19,256,419	\$ 11,776,343

### Reconciliation to the Statement of Net Position

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

Net change in fund balances - governmental activities	\$ 7,480,076	\$ (655,267)
Bond issuance proceeds are other financing sources in the governmental funds but the proceeds increase long-term liabilities in the Statement of Net Position:		
Capital debt obligation issuance proceeds	(8,960,000)	-
Repayment of debt principal is an expenditure in the governmental funds but the repayment reduces long-term liabilities in the Statement of Net Position:		
Capital debt obligation principal payments	910,000	880,000
Change in net position of governmental activities	\$ (569,924)	\$ 224,733



# LaSalle County Self-Insurance Trust

## Notes to Financial Statements

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### Note 1: Summary of Significant Accounting Policies

Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements.

#### A. Reporting Entity

The LaSalle County Self-Insurance Trust is a separate, autonomous, special purpose Trust located in LaSalle County, Illinois. The Trust was organized to provide insurance services to the employees of the County of LaSalle.

#### B. Fund Accounting

The accounts of the Trust are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, revenues, and expenditures, or expenses, as appropriate. Trust resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

The various funds are grouped, in the financial statements in this report, into fund types and broad fund categories as follows:

#### Governmental Fund Types:

Principal Fund – A major fund, the Principal Fund holds bond proceeds to the Trust.

Premium Reserve Fund – A major fund, the Premium Reserve Fund is used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for premiums.

Earnings Fund – The Earnings Fund is used to account for interest earned.

Claims Fund – The Claims Fund is used to disburse claims.

Levy Abatement Fund – The Levy Abatement Fund is used to pay principal and interest debt payments.

#### C. Fixed Assets

The Trust does not have any fixed assets.

# LaSalle County Self-Insurance Trust

## Notes to Financial Statements

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### **Note 1: Summary of Significant Accounting Policies (Continued)**

#### **D. Basis of Accounting**

The government-wide Statement of Net Position and Statement of Activities are presented using the accrual basis of accounting. This basis recognizes assets, liabilities, net position/fund equity, revenues, and expenditures/expenses when they occur and not when they result from cash transactions. This basis conforms to accounting principles generally accepted in the United States of America.

As a result of the use of the accrual basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) are recorded in these financial statements.

#### **E. Long Term Liabilities**

As discussed above, the Trust prepares its government-wide financial statements on the accrual basis. When using the accrual basis, long-term obligations are reported in the government-wide financial statements. The Trust also prepares its fund financial statements on the modified accrual basis. On the modified accrual basis, long-term obligations are not reflected in the fund financial statements.

#### **F. Net Position**

Net position represents the difference between assets and liabilities. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the Trust or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

### **Note 2: Cash Deposits**

Statutes authorize the County to invest in: 1) securities guaranteed by the full faith and credit of the United States of America; 2) deposits or other investments constituting direct obligations of any bank as defined by the Illinois Banking Act; 3) short-term obligations of corporations organized in the United States which meet other restrictions as defined in Illinois Revised Statutes Chapter 35, Paragraph 902, as amended; 4) money market funds registered under the Investment Company Act of 1940; 5) short-term discount obligations of the Federal National Mortgage Association; 6) shares or other forms of securities legally issuable by savings and loan associations; 7) various share accounts of a credit union chartered under the laws of the State of Illinois or the

# LaSalle County Self-Insurance Trust

## Notes to Financial Statements

### Note 2: Cash Deposits (Continued)

laws of the United States provided the principal office of any such credit union is located within the State of Illinois; 8) a Public Treasurer's Investment Pool created under Section 17 of "An Act to revise the law in relation to the State Treasurer", approved April 23, 1873, as amended. Bank and savings and loan investments may only be made in institutions which are insured by the Federal Deposit Insurance Corporation or the Federal Savings and Loan Insurance Corporation.

*Custodial credit risk-deposits.* In the case of deposits, this is the risk that in the event of a bank failure, the Trust's deposits may not be returned to it. As of November 30, 2013, the Trust's bank balance was \$58,234 and \$-0- of that amount was exposed to custodial credit risk because it was uninsured and collateralized with securities held by the pledging or financial institution's trust department or agent, but not in the government's name.

### Note 3: Investments

As of November 30, 2013, the Trust's investments were as follows:

	Carrying Amount	Market Value
Municipal bonds	\$19,500,988	\$19,500,988

#### Interest Rate Risk:

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The Trust has no specific policy on the interest rate risk at year-end.

Information about the sensitivity of the fair values of the Trust's investments to market interest rate fluctuations is provided by the following table that shows the distribution of the Trust's investments by maturity:

	Remaining Maturity (in Months)				Total
	12 Months Or Less	13-24 Months	25-60 Months	61+ Months	
Municipal bonds	\$3,695,661	\$519,775	\$4,439,803	\$10,845,749	\$19,500,988

# LaSalle County Self-Insurance Trust

## Notes to Financial Statements

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### Note 3: Investments (Continued)

#### Credit Risk:

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented below is the actual rating as of year-end for each investment type:

#### Total as of November 30, 2013

AAA	\$	1,288,444
AA+		4,775,636
AA		3,398,071
AA-		3,057,098
A+		2,132,145
A		1,166,375
A-		106,519
U.S. Gov't Backed Money		
Market Accounts		3,123,473
Not Rated		453,227
Total	\$	19,500,988

The Trust elects to show U.S. Government backed money market accounts as investments for financial statement purposes.

#### Concentration of Credit Risk:

The Trust has no investments, other than mutual funds that are exempted from this requirement, in any one issuer that represent 5% or more of total Trust's investments.

#### Custodial Credit Risk:

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party.

As of November 30, 2013 there are no investments with custodial credit risk.

#### Foreign Currency Risk:

The Trust has no foreign currency risk for investments at year end.

# LaSalle County Self-Insurance Trust

## Notes to Financial Statements

### Note 4: Certification of Reserve

The reserve balances have been audited as of November 30, 2013 pursuant to Illinois Compiled Statutes, Chapter 745 Civil Immunities, Act 10 Local Governmental and Governmental Employee Tort-Immunity Act, Section 9-103. (745ILCS 10/9 – 103)

### Note 5: Debt Service Schedule

#### Debt Service Schedule – Series 2004 Bonds

Date	Principal	Coupon	Interest	Total P & I
12/01/2013	\$ 940,000	3.450%	\$ 33,521	\$ 973,521
06/01/2014	-	-	17,306	17,306
12/01/2014	975,000	3.550%	17,306	992,306
Total:	\$1,915,000		\$ 68,133	\$1,983,133

#### Debt Service Schedule – Series 2011 Bonds

Date	Principal	Coupon	Interest	Total P & I
12/01/2013	\$ -	0.00	\$122,835	\$ 122,835
06/01/2014	-	0.00	122,835	122,835
12/01/2014	-	0.00	122,835	122,835
06/01/2015	-	0.00	122,835	122,835
12/01/2015	550,000	3.00	122,835	672,835
06/01/2016	-	0.00	114,585	114,585
12/01/2016	570,000	3.00	114,585	684,585
06/01/2017	-	0.00	106,035	106,035
12/01/2017	585,000	3.50	106,035	691,035
06/01/2018	-	0.00	95,798	95,798
12/01/2018	610,000	3.50	95,798	705,798
06/01/2019	-	0.00	85,123	85,123
12/01/2019	630,000	3.50	85,123	715,123
06/01/2020	-	0.00	74,098	74,098
12/01/2020	650,000	3.75	74,098	724,098
06/01/2021	-	0.00	61,910	61,910
12/01/2021	675,000	4.00	61,910	736,910
06/01/2022	-0-	0.00	48,410	48,410
12/01/2022	705,000	4.20	48,410	753,410
06/01/2023	-	0.00	33,605	33,605
12/01/2023	740,000	4.40	33,605	773,605
06/01/2024	-	0.00	17,325	17,325
12/01/2024	770,000	4.50	17,325	787,325
Total:	\$6,485,000		\$1,887,953	\$8,372,953



# LaSalle County Self-Insurance Trust

## Notes to Financial Statements

### Note 5: Debt Service Schedule (Continued)

#### Debt Service Schedule – Series 2013 Bonds

Date	Principal	Coupon	Interest	Total P & I
12/01/2013	\$ -	0.00	\$ 105,511	\$ 105,511
06/01/2014	-	0.00	116,515	116,515
12/01/2014	340,000	0.00	116,515	456,515
06/01/2015	-	0.00	113,115	113,115
12/01/2015	775,000	2.00	113,115	888,115
06/01/2016	-	0.00	105,365	105,365
12/01/2016	790,000	2.00	105,365	895,365
06/01/2017	-	0.00	97,465	97,465
12/01/2017	805,000	2.00	97,465	902,465
06/01/2018	-	0.00	89,415	89,415
12/01/2018	825,000	2.00	89,415	914,415
06/01/2019	-	0.00	81,165	81,165
12/01/2019	840,000	2.35	81,165	921,165
06/01/2020	-	0.00	71,295	71,295
12/01/2020	865,000	2.70	71,295	936,295
06/01/2021	-	0.00	59,618	59,618
12/01/2021	885,000	3.00	59,617	944,617
06/01/2022	-0-	0.00	46,343	46,343
12/01/2022	915,000	3.15	46,342	961,342
06/01/2023	-	0.00	31,931	31,931
12/01/2023	945,000	3.25	31,931	976,931
06/01/2024	-	0.00	16,575	16,575
12/01/2024	975,000	3.40	16,575	991,575
Total:	\$8,960,000		\$1,763,113	\$10,723,113

The following is a summary of debt transactions for the governmental activities of the Trust for the year ended November 30, 2013:

Description	Balance Nov. 30, 2012	Additions	Payments	Balance, Nov. 30, 2013	Due within 1 year
Series 2004 Bonds	\$2,825,000	\$ -	\$910,000	\$1,915,000	\$940,000
Series 2011 Bonds	6,485,000	-	-	6,485,000	-
Series 2013 Bonds	-	8,960,000	-	8,960,000	-
	\$9,310,000	8,960,000	\$880,000	\$17,360,000	\$940,000

# LaSalle County Self-Insurance Trust

## Notes to Financial Statements

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### Note 6: Transfers

	Transfers In	Transfers Out
Major Funds:		
Principal Fund	\$ -	\$1,474,641
Premium Reserve Fund	340,605	-
Non-Major Funds	1,219,352	85,316
Total	\$1,559,957	\$1,559,957

### Note 7: Stop Loss Limitations

The stop loss limitations for the Trust are as follows:

Property	\$ 50,000
Malpractice	50,000
General Liability	250,000
Workman's Compensation	450,000

### Note 8: Fund Balance Reporting

According to Government Accounting Standards, fund balances are to be classified into five major classifications; Nonspendable Fund Balance, Restricted Fund Balance, Committed Fund Balance, Assigned Fund Balance, and Unassigned Fund Balance. Below are definitions of the how these balances are reported.

#### 1. Nonspendable Fund Balance

The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example inventories and prepaid amounts. The Trust has no nonspendable fund balances.

#### 2. Restricted Fund Balance

The restricted fund balance classification refers to amounts that are subject to outside restrictions, not controlled by the entity. Things such as restrictions imposed by creditors, grantors, contributors, or laws and regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. The Trust has revenue sources received within different funds that are restricted for the following purposes:

Restricted for Insurance	\$19,546,419
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# LaSalle County Self-Insurance Trust

## Notes to Financial Statements

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### **Note 8: Fund Balance Reporting (Continued)**

#### **3. Committed Fund Balance**

The committed fund balance classification refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision making authority (the County Board). Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of formal action it employed to previously commit those amounts.

The County Board commits fund balance by making motions or passing resolutions to adopt policy or to approve contracts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

The Trust has no committed fund balances.

#### **4. Assigned Fund Balance**

The assigned fund balance classification refers to amounts that are constrained by the government's intent to be used for a specific purpose, but are neither restricted or committed. Intent may be expressed by (a) the County Board itself or (b) the finance committee when the County Board has delegated the authority to assign amounts to be used for specific purposes. The Trust has no balances that are assigned at year end.

#### **5. Unassigned Fund Balance**

The unassigned fund balance classification is the residual classification for amounts in the General Fund for amounts that have not been restricted, committed, or assigned to specific purposes within the General Fund.

#### **6. Expenditures of Fund Balance**

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

## **OTHER SUPPLEMENTARY INFORMATION**

## LaSalle County Self-Insurance Trsut

### Principal Fund

#### Statements of Assets, Liabilities and Fund Balances

November 30, 2013

	Year Ended November 30,	
	2013	2012
<b>Assets</b>		
Cash in bank	\$ -	\$ -
Investments	16,401,901	9,324,907
	\$ 16,401,901	\$ 9,324,907
<b>Fund Balance</b>		
Fund balance - restricted	\$ 16,401,901	\$ 9,324,907
Total liabilities and fund balances	\$ 16,401,901	\$ 9,324,907



# LaSalle County Self-Insurance Trust

## Principal Fund

### Statements of Revenues, Expenditures, and Changes in Fund Balances

Year Ended November 30, 2013

	Year Ended November 30,	
	2013	2012
Revenue:		
Interest income	\$ 320,714	\$ 383,850
Unrealized gain (loss) on investments	-	164,453
Miscellaneous	87,368	951
Total revenue	408,082	549,254
Expenditures:		
Administrative and advisory fees	121,632	92,935
Miscellaneous fees	8,750	371
Insurance premiums and claims	380,507	335,726
Total expenditures	510,889	429,032
Excess of revenues over (under) expenditures	(102,807)	120,222
Other sources and uses:		
Proceeds from bond issuance	8,960,000	-
Premium on bond issuance	56,104	-
Bond issuance costs	(361,662)	-
Transfer to Self-Insurance Claims Fund	(1,134,036)	(442,319)
Transfer to Self-Insurance Premium Fund	(340,605)	(406,404)
Total other sources and uses	7,179,801	(848,723)
Net Change in Fund Balance	7,076,994	(728,501)
Fund balance - beginning of year	9,324,907	10,053,408
Fund balance - end of year	\$ 16,401,901	\$ 9,324,907

# LaSalle County Self-Insurance Trust

## Premium Reserve Fund

### Statements of Assets, Liabilities and Fund Balances

November 30, 2013

	Year Ended November 30,	
	2013	2012
<b>Assets</b>		
Cash in bank	\$ -	\$ -
Investments	1,629,422	1,304,525
Total assets	\$ 1,629,422	\$ 1,304,525
<b>Fund balances</b>		
Fund balance - restricted	\$ 1,629,422	\$ 1,304,525
Total fund balances	\$ 1,629,422	\$ 1,304,525

## LaSalle County Self-Insurance Trust

### Premium Reserve Fund

#### Statements of Revenues, Expenditures and Changes in Fund Balances

Year Ended November 30, 2013

	Year Ended November 30,	
	2013	2012
Revenue:		
Interest income	\$ 41,351	\$ 26,456
Unrealized gain (loss) on investments	-	(72,530)
Realized gain (loss) on investment sales	(57,059)	(41,932)
Total revenue	(15,708)	(88,006)
Expenditures:		
Administrative and advisory fees	-	-
Total expenditures	-	-
Excess of revenues over (under) expenditures	(15,708)	(88,006)
Other financing sources (uses):		
Transfer from Self-Insurance Principal Fund	340,605	406,404
Total other financing sources (uses)	340,605	406,404
Net change in fund balance	324,897	318,398
Fund balance - beginning of year	1,304,525	986,127
Fund balance - end of year	\$ 1,629,422	\$ 1,304,525

# LaSalle County Self-Insurance Trust

## Non-Major Governmental Funds

### Combining Statements of Assets, Liabilities and Fund Balances

November 30, 2013

					Total November 30,	
	Claims Fund	Earnings Fund	Levy Abate- ment Fund		2013	2012
<b>Assets</b>						
Cash in bank	\$ 45,431	\$ -	\$ -	\$ 45,431	\$ 48,667	
Investments	-	3	1,469,662	1,469,665	1,248,244	
Total assets	\$ 45,431	\$ 3	\$ 1,469,662	\$ 1,515,096	\$ 1,296,911	
<b>Liabilities</b>						
Claims payable	\$ 290,000	\$ -	\$ -	\$ 290,000	\$ 150,000	
Total liabilities	\$ 290,000	\$ -	\$ -	\$ 290,000	\$ 150,000	
<b>Fund Balances</b>						
Fund balance - restricted	\$ (244,569)	\$ 3	\$ 1,469,662	\$ 1,225,096	\$ 1,146,911	
Total fund balances	\$ (244,569)	\$ 3	\$ 1,469,662	\$ 1,225,096	\$ 1,146,911	

# LaSalle County Self-Insurance Trust

## Non-Major Governmental Funds

### Combining Statements of Revenues, Expenditures, and Changes in Fund Balances

Year Ended November 30, 2013

	Claims Fund	Earnings Fund	Levy Abate- ment Fund	Total November 30,	
				2013	2012
<b>Revenue</b>					
Interest income/realized gains	\$ -	\$ 1	\$ 84,690	\$ 84,691	\$ 44
Miscellaneous	3,976	-	-	3,976	2,679
Total Revenue	3,976	1	84,690	88,667	2,723
<b>Expenditures</b>					
Bond principal	-	-	910,000	910,000	880,000
Interest expense	-	-	327,728	327,728	430,425
Insurance premiums and claims	1,366,564	-	-	1,366,564	830,920
Total Expenditures	1,366,564	-	1,237,728	2,604,292	2,141,345
Excess of revenues over (under) expenditures	(1,362,588)	1	(1,153,038)	(2,515,625)	(2,138,622)
Other financing sources and uses:					
Contribution from County General Fund	-	-	1,459,774	1,459,774	1,451,139
Transfers from Self-Insurance Earnings Fund	-	-	-	-	20
Transfers from Self-Insurance Principal Fund	1,134,036	-	-	1,134,036	442,319
Transfers to Self-Insurance Claims Fund	-	-	(85,316)	(85,316)	(170,565)
Transfers from Self-Insurance Levy Abatement Fund	85,316	-	-	85,316	170,545
Total other financing sources and uses	1,219,352	-	1,374,458	2,593,810	1,893,458
Net change in fund balance	(143,236)	1	221,420	78,185	(245,164)
Fund balance - restricted Beginning of year	(101,333)	2	1,248,242	1,146,911	1,392,075
Fund balance - restricted End of year	\$ (244,569)	\$ 3	\$ 1,469,662	\$ 1,225,096	\$ 1,146,911



## LaSalle County Self-Insurance Trust

### Claims Fund

#### Statements of Assets, Liabilities and Fund Balances

November 30, 2013

	Year Ended November 30,	
	2013	2012
<b>Assets</b>		
Cash in bank	\$ 45,431	\$ 48,667
Investments	-	-
Total assets	\$ 45,431	\$ 48,667
<b>Liabilities</b>		
Claims payable	\$ 290,000	\$ 150,000
Total liabilities	\$ 290,000	\$ 150,000
<b>Fund Balance</b>		
Fund balance - restricted	\$ (244,569)	\$ (101,333)
Total fund balances	\$ (244,569)	\$ (101,333)

# LaSalle County Self-Insurance Trust

## Claims Fund

### Statements of Revenues, Expenditures, and Changes in Fund Balance

Year Ended November 30, 2013

	Year Ended November 30,	
	2013	2012
<b>Revenue</b>		
Interest income	\$ -	\$ -
Miscellaneous receipts	3,976	2,679
Total revenues	3,976	2,679
<b>Expenditures</b>		
Insurance premiums and claims	1,366,564	830,920
Total expenditures	1,366,564	830,920
Excess of revenues over (under) expenditures	(1,362,588)	(828,241)
Other financing sources and uses:		
Transfer from Self-Insurance Principal Fund	1,134,036	442,319
Transfer from Self-Insurance 2004 Levy Abatement Fund	85,316	170,545
Transfer from Self-Insurance Earnings Fund	-	20
Total other financing sources and uses	1,219,352	612,884
Net Change in Fund Balance	(143,236)	(215,357)
Fund balance - beginning of year	(101,333)	114,024
Fund balance - end of year	\$ (244,569)	\$ (101,333)

## LaSalle County Self-Insurance Trust

### Earnings Fund

#### Statements of Assets, Liabilities and Fund Balances

November 30, 2013

	Year Ended November 30,	
	2013	2012
<b>Assets</b>		
Cash in bank	\$ -	\$ -
Investments	3	2
Total assets	\$ 3	\$ 2
<b>Fund Balance</b>		
Fund balance - restricted	\$ 3	\$ 2
Total fund balances	\$ 3	\$ 2

# LaSalle County Self-Insurance Trust

## Earnings Fund

### Statements of Revenues, Expenditures, and Changes In Fund Balances

Year Ended November 30, 2013

	Year Ended November 30,	
	2013	2012
<b>Revenues</b>		
Interest	\$ 1	\$ 20
Total revenue	1	20
<b>Expenditures</b>		
Fees	-	-
Total expenditures	-	-
Excess of revenues over (under) expenditures	1	20
Other financing sources (uses):		
Transfer to Self-Insurance Claims Fund	-	(20)
Total other financing sources (uses)	-	(20)
Net change in fund balance	1	-
Fund balance - beginning of year	2	2
Fund balance - end of year	\$ 3	\$ 2

# LaSalle County Self-Insurance Fund

## Levy Abatement Fund

### Statements of Assets and Liabilities and Fund Balances

November 30, 2013

	Year Ended November 30,	
	2013	2012
<b>Assets</b>		
Cash in bank	\$ -	\$ -
Investments	1,469,662	1,248,242
Total assets	\$ 1,469,662	\$ 1,248,242
<b>Fund Balance</b>		
Fund balance - restricted	\$ 1,469,662	\$ 1,248,242
Total fund balances	\$ 1,469,662	\$ 1,248,242

# LaSalle County Self-Insurance Trust

## Levy Abatement Fund

### Statements of Revenues, Expenditures, and Changes In Fund Balances

Year Ended November 30, 2013

	Year Ended November 30,	
	2013	2012
<b>Revenues</b>		
Interest income/realized gains	\$ 84,690	\$ 24
Total revenue	84,690	24
<b>Expenditures</b>		
Bond principal	910,000	880,000
Interest expense	327,728	430,425
Total expenditures	1,237,728	1,310,425
Excess of revenues over (under) expenditures	(1,153,038)	(1,310,401)
Other financing sources (uses):		
Transfer to Self-Insurance Claims Fund	(85,316)	(170,545)
Contribution from LaSalle County General Fund	1,459,774	1,451,139
Total other financing sources (uses)	1,374,458	1,280,594
Net change in fund balance	221,420	(29,807)
Fund balance - beginning of year	1,248,242	1,278,049
Fund balance - end of year	\$ 1,469,662	\$ 1,248,242