

LASALLE COUNTY SELF-INSURANCE TRUST

LASALLE COUNTY, ILLINOIS

NOVEMBER 30, 2007

LASALLE COUNTY SELF-INSURANCE TRUST

Table of Contents

	<u>Page</u>
Independent Auditors' Report - Report on Financial Statements	1-2
Management Discussion and Analysis (Unaudited)	3-5
Statement of Net Assets- Modified Accrual Basis- Governmental Funds	Statement A 6
Statement of Activities- Modified Accrual Basis- Governmental Funds	Statement B 7
Balance Sheet- Modified Accrual Basis- Governmental Funds	Statement C 8
Statement of Revenues, Expenditures, and Changes in Fund Balances Arising from Cash Transactions	Statement D 9
Notes To Financial Statements	10-14
<i>Combining Individual Fund Statements</i>	
Required Supplemental Information:	
Principal Fund:	
Statement of Assets, Liabilities and Fund Balance Arising from Cash Transactions	Schedule A-1 15
Statement of Revenues, Expenditures and Changes in Fund Balance	Schedule A-2 16
Premium Reserve Fund:	
Statement of Assets, Liabilities and Fund Balance Arising from Cash Transactions	Schedule A-3 17
Statement of Revenues, Expenditures and Changes in Fund Balance	Schedule A-4 18

LASALLE COUNTY SELF-INSURANCE TRUST

Table of Contents

Page

Other Supplemental Information:

Non-Major Governmental Funds

Statement of Assets, Liabilities and Fund

Balance Arising from Cash Transactions	Schedule B-1	19
--	--------------	----

Statement of Revenues, Expenditures

and Changes in Fund Balance	Schedule B-2	20
-----------------------------	--------------	----

Claims Fund:

Statement of Assets, Liabilities and Fund

Balance Arising from Cash Transactions	Schedule B-3	21
--	--------------	----

Statement of Revenues, Expenditures

and Changes in Fund Balance	Schedule B-4	22
-----------------------------	--------------	----

Earnings Fund:

Statement of Assets, Liabilities and Fund

Balance Arising from Cash Transactions	Schedule B-5	23
--	--------------	----

Statement of Revenues, Expenditures

and Changes in Fund Balance	Schedule B-6	24
-----------------------------	--------------	----

2004 Levy Abatement Fund

Statement of Assets, Liabilities and Fund

Balance Arising from Cash Transactions	Schedule B-7	25
--	--------------	----

Statement of Revenues, Expenditures

and Changes in Fund Balance	Schedule B-8	26
-----------------------------	--------------	----

Other Reports -

Report on Compliance and on Internal Control

over Financial Reporting Based on an Audit

of Financial Statements Performed in

Accordance with Governmental Auditing Standards	27-28
---	-------

ECHOLS, MACK & ASSOCIATES, P.C.

Certified Public Accountants

CARRIE E. ECHOLS, CPA

TAWNIA R. MACK, CPA

Independent Auditors' Report

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

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the LaSalle County Self-Insurance Trust, 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 the LaSalle County Self-Insurance Trust, 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 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, each major fund, and the aggregate remaining fund information of the LaSalle County Self-Insurance Trust, 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 January 18, 2008, on our consideration of the LaSalle County Self-Insurance Trust, 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 management's discussion and analysis on pages 3 through 5 is not a required part of the basic financial statements but are supplementary information required by account 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 not opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the LaSalle County Self-Insurance Trust, Illinois' basic financial statements. The introductory section, combining and individual nonmajor 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 nonmajor fund financial statements has 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. The introductory section has not been subject to the auditing procedures applied in the audit of the basic financials statements and, accordingly, we express no opinion on them.

Echols, Mack & Associates, P.C.

Echols, Mack & Associates, P.C.
Certified Public Accountants

Morris, Illinois
January 18, 2008

LASALLE COUNTY SELF-INSURANCE TRUST

Management's Discussion and Analysis - Unaudited November 30, 2007

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, 2007, within the limitations of the Trust's modified accrual 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 revenues were less than total expenses, on the modified accrual basis of accounting, by \$328,746 for the year. The decrease is attributed to the payment of bonds and interest
- The Trust's investments totaled \$7,944,219, and the Claims Fund balance was \$53,374 at the end of the year. Overall the Trust ended the year with a fund balance of \$8,377,358.

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 modified cash basis of accounting.

Report Components

This report consists of three parts: management's discussion and analysis (this section), the basic financial statements (governmental-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 Assets and Statement of Activities provide information on governmental-wide statements and are in the modified 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 details statements than the governmental-wide statements. The fund statements are presented on modified accrual basis of accounting, the method the Trust uses for internal accounting.

Notes to the Financial Statements: The notes to the financial statements are an integral part of the governmental-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 and the General Fund Budgetary Comparison Schedules represent financial information required by GASB to be presented. Such information provides users of this report with additional data that supplements the Trust-wide statements, fund financial statements, and notes (referred to as "the basic financial statements").

LASALLE COUNTY SELF-INSURANCE TRUST

Management's Discussion and Analysis - Unaudited November 30, 2007

Basis of Accounting

The governmental-wide financial statements have elected to report information about the Trust using modified 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. And, related assets and liabilities are recorded when they occur rather 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 Governmental-Wide Statement of Net Assets and the Statement of Activities

The Statement of Net Assets includes all of the Trust's net assets. 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 assets are an indicator of whether its financial position is improving or deteriorating, respectively.
- 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 governmental-wide financial statements, the Trust activities are categorized as: Government 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 it 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 \$6,990,000. The Trust is not subject to any debt limitations. Refer to Note 6 for further detail regarding the Trust's long-term debt obligations.

LASALLE COUNTY SELF-INSURANCE TRUST

Management's Discussion and Analysis - Unaudited November 30, 2007

Our analysis below focuses on the net assets (table 1) and changes in net assets (table 2) of the Trust's governmental activities.

Table 1
Net Assets

	<u>Governmental Activities</u>	
	<u>2007</u>	<u>2006</u>
<u>Assets</u>		
Current and other assets	<u>\$ 8,377,358</u>	<u>8,706,104</u>
Total Assets	<u>8,377,358</u>	<u>8,706,104</u>
<u>Liabilities</u>		
Due within one year	790,000	775,000
Due in more than one year	<u>6,200,000</u>	<u>6,990,000</u>
Total Liabilities	<u>6,990,000</u>	<u>7,765,000</u>
<u>Net Assets</u>		
Restricted net assets	<u>1,387,358</u>	<u>941,104</u>
Total Net Assets	<u>1,387,358</u>	<u>941,104</u>

Table 2
Change in Net Assets

	<u>Governmental Activities</u>	
	<u>2007</u>	<u>2006</u>
General Revenues		
Interest on investments	\$ 322,058	339,868
Realized gan(loss) on investments	(7,798)	(8,676)
County contribution	990,793	1,118,811
Other	<u>98,099</u>	<u>2,356</u>
Total General Revenues	1,403,152	1,452,359
Program Expenditures		
Administrative	<u>956,898</u>	<u>883,138</u>
Total Program Expenditures	<u>956,898</u>	<u>883,138</u>
Change in Net Assets	446,254	569,221
Net assets at beginning of year	<u>941,104</u>	<u>371,883</u>
Net assets at end of year	<u>\$ 1,387,358</u>	<u>941,104</u>

LASALLE COUNTY SELF-INSURANCE TRUST

Statement A

Statement of Net Assets - Modified Accrual Basis

November 30, 2007

	Primary Government		
	Governmental	Total	
	Activities	2007	2006
<u>Assets:</u>			
Cash	\$ 53,374	53,374	48,079
Investments	7,944,219	7,944,219	8,348,372
Due from County Funds	94,547	94,547	-
Prepaid Insurance	285,218	285,218	309,653
Total assets	<u>\$ 8,377,358</u>	<u>8,377,358</u>	<u>8,706,104</u>
<u>Liabilities:</u>			
Due within one year	790,000	790,000	775,000
Due in more than one year	6,200,000	6,200,000	6,990,000
Total liabilities	<u>6,990,000</u>	<u>6,990,000</u>	<u>7,765,000</u>
<u>Net Assets:</u>			
Restricted Net Assets	1,387,358	1,387,358	941,104
Unrestricted Net Assets	-	-	-
Net Assets	<u>\$ 1,387,358</u>	<u>1,387,358</u>	<u>941,104</u>

The Notes to Financial Statements are an integral part of this statement.

LASALLE COUNTY SELF-INSURANCE TRUST

Statement of Activities - Modified Accrual Basis
November 30, 2007

Program Activities	Expenditures	Program Revenues			Total	
		Fees, Fines and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	2007	2006
Governmental activities:						
Administrative	\$ 956,898	-	-	-	(956,898)	(883,138)
Total governmental activities	\$ 956,898	-	-	-	(956,898)	(883,138)
General revenues:						
Interest on investments					322,058	339,868
Realized gain (loss) on investments					(7,798)	(8,676)
County Contribution					990,793	1,118,811
Reimbursement					94,547	-
Other					3,552	2,356
Total general revenues					1,403,152	1,452,359
Change in net assets					446,254	569,221
Net assets at beginning of year					941,104	371,883
Net assets at end of year					1,387,358	941,104

The Notes to Financial Statements are an integral part of this statement.

LASALLE COUNTY SELF-INSURANCE TRUST

Statement C

Balance Sheet - Governmental Funds
Modified Accrual Basis
November 30, 2007

	Governmental Fund Types			Total	
	Principal	Major Funds	Other Non-Major Funds	2007	November 30, 2006
		Premium Reserve			
<u>Assets:</u>					
Cash	\$ -	-	53,374	53,374	48,079
Investments	5,917,047	1,776,173	250,999	7,944,219	8,348,372
Due from County Funds	-	-	94,547	94,547	-
Prepaid Insurance	285,218	-	-	285,218	309,653
Total assets	6,202,265	1,776,173	398,920	8,377,358	8,706,104
<u>Liabilities and fund balance:</u>					
Due within one year	-	-	-	-	-
Due in more than one year	-	-	-	-	-
Total liabilities	-	-	-	-	-
Fund balance:					
Reserved	6,202,265	1,776,173	398,920	8,377,358	8,706,104
Total fund balance	6,202,265	1,776,173	398,920	8,377,358	8,706,104
Total liabilities and fund balance	\$ 6,202,265	1,776,173	398,920		

Reconciliation to the Statement of Net Assts

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

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	(6,990,000)	(7,765,000)
Net assets of governmental activities.	1,387,358	941,104

The Notes to Financial Statements are an integral part of this statement.

LASALLE COUNTY SELF-INSURANCE TRUST

Statement D

Statement of Revenues, Expenditures, and Changes in Fund Balances
Arising from Cash Transactions
November 30, 2007

	Governmental Fund Types			Total November 30,	
	Major Funds		Other Non-Major	2007	2006
	Principal	Premium Reserve	Funds		
Revenues:					
Interest income	237,314	74,925	9,819	322,058	339,868
Realized gain (loss) on investments	(13,523)	5,725	-	(7,798)	(8,676)
Reimbursement	-	-	94,547	94,547	-
Other	-	-	3,552	3,552	2,356
Total revenues	223,791	80,650	107,918	412,359	333,548
Expenditures:					
Administrative	458,492	4,275	274,246	737,013	517,769
Bond Principal	-	-	775,000	775,000	755,000
Bond Interest	-	-	219,885	219,885	365,369
Total expenditures	458,492	4,275	1,269,131	1,731,898	1,638,138
Excess of revenues over (under) expenditures	(234,701)	76,375	(1,161,213)	(1,319,539)	(1,304,590)
Other sources and uses:					
Bond proceeds	-	-	-	-	-
Transfers from County	-	280,001	710,792	990,793	1,118,811
Transfers	(516,669)	-	516,669	-	-
Total other financing sources (uses)	(516,669)	280,001	1,227,461	990,793	1,118,811
Net Change in Fund Balance	(751,370)	356,376	66,248	(328,746)	(185,779)
Fund balance, beginning of year	6,953,635	1,419,797	332,672	8,706,104	8,891,883
Fund balance, end of year	\$ 6,202,265	1,776,173	398,920	8,377,358	8,706,104

Reconciliation to the Statement of Activities:

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

Net change in fund balances - governmental activities	(328,746)	(185,779)
Repayment of debt principal is an expenditure in the governmental funds but the repayment reduces long-term liabilities in the Statement of Net Assets:		
Capital debt obligation principal payments	775,000	755,000
Receipt of bond proceeds are recorded as revenue for governmental funds	-	-
Net assets of governmental activities	\$ 446,254	569,221

The Notes to Financial Statements are an integral part of this statement.

LASALLE COUNTY SELF-INSURANCE TRUST

Notes to Financial Statements

November 30, 2007

Note 1: Summary of Significant Accounting Policies

These financial statements are presented on a modified accrual basis of accounting. Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements. In the government-wide and fund financial statements, Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989 have been applied, to the extent they are applicable to the modified cash basis of accounting, unless those pronouncements conflict with or contradict GASB pronouncements, in which case GASB prevails.

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 two major fund type and two broad fund categories as follows:

Governmental Fund Types

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

Premium Fund – A major fund, the Premium 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. The Claims fund is used to disburse claims.

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

2004 Levy Abatement Fund – The 2004 Levy Abatement Fund is used to pay principal and interest debt payments.

LASALLE COUNTY SELF-INSURANCE TRUST

Notes to Financial Statements November 30, 2007

Note 1: Summary of Significant Accounting Policies (Continued)

C. Fixed Assets

The Trust does not have fixed assets.

D. Basis of Accounting

In the government-wide Statement of Net Assets and Statement of Activities are presented using a modified accrual basis of accounting. This basis recognizes assets, liabilities, net assets/fund equity, revenues, and expenditures/expenses when they occur and not when they result from cash transactions. Depreciation is reported in the government-wide statements. This basis is generally accepted accounting principles in the United States of America.

As a result of the use of this modified 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

The Trust prepares its government-wide financial statements on the modified accrual basis. On the modified accrual basis only long-term obligations are reported in the government-wide financial statements, payables and accrued liabilities are not reflected in the government-wide statements.

The Trust prepares its fund financial statements on the modified accrual basis. On the modified accrual basis, payables, accrued liabilities and long-term obligations are not reflected in the fund financial statements.

F. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of these assets. Net assets are 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.

LASALLE COUNTY SELF-INSURANCE TRUST

Notes to Financial Statements November 30, 2007

Note 2: Cash

Deposits

Custodial Credit Risk - the risk that in the event of bank failure, the Trust's deposits may not be returned to it. The Trust does not have a deposit policy for custodial credit risk. At November 30, 2007, the carrying amount of the Trust's deposits was \$53,374 and the bank balance was \$59,306. The deposits are categorized in accordance with risk factors created by governmental reporting standards.

	<u>Book Balance</u>	<u>Bank Balance</u>
Category #1	\$ -	-
Category #2	-	-
Category #3	<u>53,374</u>	<u>59,306</u>
Total	<u>\$ 53,374</u>	<u>59,306</u>

Category #1 – Uncollateralized.

Category #2 – Collateralized with securities held by the pledging financial institution

Category #3 - Collateralized with securities held by the pledging financial institution's trust department or agent but not in the depositor-government's name.

Note 3: Investments

At November 30, 2007, the book value of the Trust's investments was \$7,944,219 and the market value was \$7,855,137. The investments are not subject to collateralization in accordance with risk factors created by governmental reporting standards.

Note 4: Budget Information

No formal budget was adopted for any funds of LaSalle County Self-Insurance Trust.

Note 5: Certification of Reserve

The reserve balances have been audited as part of this audit as of November 30, 2007 pursuant to Illinois Compiled Statutes, Chapter 745 Civil Immunities, Act 10 Local Governmental and Governmental Employees Tort-Immunity Act, Section 9-103. (745 ILCS 10/9 – 103)

LASALLE COUNTY SELF-INSURANCE TRUST

Notes to Financial Statements November 30, 2007

Note 6: Debt Service Schedule

Debt Service Schedule				
Date	Principal	Coupon	Interest	Total P+I
12/01/2007	790,000	2.250%	106,068	896,068
06/01/2008	-	-	97,180	97,180
12/01/2008	810,000	2.500%	97,180	907,180
06/01/2009	-	-	87,055	87,055
12/01/2009	830,000	2.800%	87,055	917,055
06/01/2010	-	-	75,435	75,435
12/01/2010	855,000	3.050%	75,435	930,435
06/01/2011	-	-	62,396	62,396
12/01/2011	880,000	3.150%	62,396	942,396
06/01/2012	-	-	48,536	48,536
12/01/2012	910,000	3.300%	48,536	958,536
06/01/2013	-	-	33,521	33,521
12/01/2013	940,000	3.450%	33,521	973,521
06/01/2014	-	-	17,306	17,306
12/01/2014	<u>975,000</u>	<u>3.550%</u>	<u>17,306</u>	<u>992,306</u>
Total:	<u>\$6,990,000</u>	<u>-</u>	<u>948,926</u>	<u>7,938,926</u>

Note 7: Transfers

Transfers from County Liability Fund

Levy Abatement	710,792
Premium Reserve	<u>280,001</u>
	\$ 990,793

	Transfers To	Transfers From
Major Funds:		
Principal Account	\$ -	516,669
Non-Major Funds		
Claims	275,000	-
Earnings	241,669	241,710
Levy Abatement	<u>241,710</u>	<u>-</u>
Total	<u>\$ 758,379</u>	<u>758,379</u>

LASALLE COUNTY SELF-INSURANCE TRUST

Notes to Financial Statements

November 30, 2007

Note 8: Stop Loss Limitations

The stop loss limitations for the Trust are as follows:

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

LASALLE COUNTY SELF-INSURANCE TRUST
PRINCIPAL FUND

Statement of Assets and Liabilities and Fund Balance
Arising from Cash Transactions
November 30, 2007

		Year Ended November 30,	
		2007	2006
<u>Assets</u>			
Cash in bank	\$	-	-
Investments		5,917,047	6,643,982
Prepaid Insurance		285,218	309,653
	\$	<u>6,202,265</u>	<u>6,953,635</u>
<u>Fund Balance</u>			
Fund balance - reserved	\$	<u>6,202,265</u>	<u>6,953,635</u>
Total liabilities and fund balances	\$	<u>6,202,265</u>	<u>6,953,635</u>

LASALLE COUNTY SELF-INSURANCE TRUST
PRINCIPAL FUND

Statement of Revenues, Expenditures, and Changes In Fund Balance
Governmental Fund Types
Year Ended November 30, 2007

	Year Ended November 30,	
	2007	2006
Revenue:		
Interest income	\$ 237,314	277,698
Realized gain (loss) on investment sales	(13,523)	(9,507)
Total revenue	223,791	268,191
Expenditures:		
Administrative and advisory fees	105,926	92,618
Miscellaneous fees	3,400	2,650
Insurance premiums and claims	349,166	231,617
Total expenditures	458,492	326,885
Excess of revenues over (under) expenditures	(234,701)	(58,694)
Other sources and uses:		
Transfer to Claims account	(275,000)	(210,000)
Transfer to earnings fund	(241,669)	(277,698)
Total other sources and uses	(516,669)	(487,698)
Net Change in Fund Balance	(751,370)	(546,392)
Fund balance - reserved - beginning of year	6,953,635	7,500,027
Fund balance - reserved - end of year	\$ 6,202,265	6,953,635

LASALLE COUNTY SELF-INSURANCE TRUST
PREMIUM RESERVE FUND

Statement of Assets and Liabilities and Fund Balance
Arising from Cash Transactions
November 30, 2007

	Year Ended November 30,	
	2007	2006
<u>Assets</u>		
Cash in bank	\$ -	-
Investments	1,776,173	1,419,797
Total assets	<u>\$ 1,776,173</u>	<u>1,419,797</u>
<u>Fund balances</u>		
Fund balance - reserved	<u>\$ 1,776,173</u>	<u>1,419,797</u>
Total fund balances	<u>\$ 1,776,173</u>	<u>1,419,797</u>

LASALLE COUNTY SELF-INSURANCE TRUST
PREMIUM RESERVE FUND

SCHEDULE A-4

Statement of Revenues, Expenditures, and Changes In Fund Balance
Governmental Fund Types
Year Ended November 30, 2007

	Year Ended November 30,	
	2007	2006
Revenue:		
Interest income	\$ 74,925	53,022
Realized gain (loss) on investment sales	5,725	831
	<hr/>	<hr/>
Total revenue	80,650	53,853
	<hr/>	<hr/>
Expenditures:		
Administrative and advisory fees	4,275	3,432
	<hr/>	<hr/>
Total expenditures	4,275	3,432
	<hr/>	<hr/>
Excess of revenues over (under) expenditures	76,375	50,421
	<hr/>	<hr/>
Other financing sources (uses):		
Transfer from Self-Insurance Principal Fund	-	-
Transfer from LaSalle County General Fund	280,001	115,458
	<hr/>	<hr/>
Total other financing sources (uses)	280,001	115,458
	<hr/>	<hr/>
Net change in fund balance	356,376	165,879
	<hr/>	<hr/>
Fund balance - reserved - beginning of year	1,419,797	1,253,918
	<hr/>	<hr/>
Fund balance - reserved - end of year	\$ 1,776,173	1,419,797
	<hr/> <hr/>	<hr/> <hr/>

LASALLE COUNTY SELF-INSURANCE TRUST
NON-MAJOR GOVERNMENTAL FUNDS

Combined Statement of Assets, Liabilities and Fund
Balance Arising from Cash Transactions
November 30, 2007

	Claims Fund	Earnings Fund	2004 Levy Abatement Fund	Total November 30,	
				2007	2006
<u>Assets</u>					
Cash in bank	53,374	-	-	53,374	48,079
Investments	-	-	250,999	250,999	284,593
Due from County Funds	94,547	-	-	94,547	-
Total assets	147,921	-	250,999	398,920	332,672
<u>Fund balances</u>					
Fund balance - reserved	147,921	-	250,999	398,920	332,672
Total fund balances	147,921	-	250,999	398,920	332,672

LASALLE COUNTY SELF-INSURANCE TRUST
NON-MAJOR GOVERNMENTAL FUNDS

Statement of Revenues, Expenditures, and Changes In Fund Balance
Year Ended November 30, 2007

	Claims Fund	Earnings Fund	2004 Levy Abatement Fund	Total November 30, 2007	2006
Revenue:					
Interest income	\$ 489	41	9,289	9,819	9,148
Reimbursement	94,547	-	-	94,547	-
Miscellaneous	3,552	-	-	3,552	2,356
Total revenue	98,588	41	9,289	107,918	11,504
Expenditures:					
Administrative and advisory fees	-	-	500	500	500
Miscellaneous fees	-	-	-	-	195
Bond principal	-	-	775,000	775,000	755,000
Interest expenditures	-	-	219,885	219,885	365,369
Insurance premiums and claims	273,746	-	-	273,746	186,757
Total expenditures	273,746	-	995,385	1,269,131	1,307,821
Excess of revenues over (under) expenditures	(175,158)	41	(986,096)	(1,161,213)	(1,296,317)
Other sources and uses:					
Transfer to (from) other funds	275,000	(41)	952,502	1,227,461	1,491,051
Total other sources and uses	275,000	(41)	952,502	1,227,461	1,491,051
Net Change in Fund Balance	99,842	-	(33,594)	66,248	194,734
Fund balance - reserved - beginning of year	48,079	-	284,593	332,672	137,938
Fund balance - reserved - end of year	\$ 147,921	-	250,999	398,920	332,672

LASALLE COUNTY SELF-INSURANCE TRUST
CLAIMS FUND

Statement of Assets, Liabilities and Fund Balance
Arising from Cash Transactions
November 30, 2007

	Year Ended November 30,	
	2007	2006
<u>Assets</u>		
Cash in bank	\$ 53,374	48,079
Due from County Funds	94,547	-
Total assets	<u>\$ 147,921</u>	<u>48,079</u>
<u>Fund balances</u>		
Reserved for authorized expenditures	\$ 147,921	48,079
Total fund balances	<u>\$ 147,921</u>	<u>48,079</u>

LASALLE COUNTY SELF-INSURANCE TRUST
CLAIMS FUND

Statement of Revenues, Expenditures, and Changes In Fund Balance
Governmental Fund Types
Year Ended November 30, 2007

	Year Ended November 30,	
	2007	2006
Revenue:		
Interest Income	\$ 489	-
Reimbursement from County Funds	94,547	-
Miscellaneous receipts	3,552	2,356
Total revenue	98,588	2,356
Expenditures:		
Administrative and advisory fees	-	-
Insurance premiums and claims	273,746	186,757
Total expense	273,746	186,757
Excess of revenues over (under) expenditures	(175,158)	(184,401)
Other sources and uses:		
Transfer from other funds	275,000	210,000
Net Change in Fund Balance	99,842	25,599
Fund balance - reserved - beginning of year	48,079	22,480
Fund balance - reserved - end of year	\$ 147,921	48,079

LASALLE COUNTY SELF-INSURANCE TRUST
EARNINGS FUND

Statement of Assets, Liabilities and Fund Balance
Arising from Cash Transactions
November 30, 2007

		Year Ended November 30,	
		2007	2006
<u>Assets</u>			
Cash	\$	-	-
Investments		-	-
Total assets	\$	-	-
<u>Fund balances</u>			
Reserved for Authorized expenditures	\$	-	-
Total fund balances	\$	-	-

LASALLE COUNTY SELF-INSURANCE FUND
EARNINGS FUND

Statement of Revenues, Expenditures, and Changes In Fund Balance
Governmental Fund Types
Year Ended November 30, 2007

	Year Ended November 30,	
	2007	2006
Revenues:		
Interest	\$ 41	2,498
Total revenues	41	2,498
Expenditures:		
Fees	-	195
Total expenditures	-	195
Excess of revenues over (under) expenditures	41	2,303
Other financing sources and uses:		
Transfer to other funds	(241,710)	(395,459)
Transfer from other funds	241,669	277,698
Total other financing sources and uses	(41)	(117,761)
Net Change in Fund Balance	-	(115,458)
Fund balance - reserved - beginning of year	-	115,458
Fund balance - reserved - end of year	\$ -	-

LASALLE COUNTY SELF-INSURANCE TRUST
2004 LEVY ABATEMENT FUND

Statement of Assets, Liabilities and Fund Balance
Arising from Cash Transactions
November 30, 2007

	Year Ended November 30,	
	2007	2006
<u>Assets</u>		
Cash in bank	\$ -	-
Investments	250,999	284,593
Total assets	<u>\$ 250,999</u>	<u>284,593</u>
<u>Fund balances</u>		
Fund balance - reserved	250,999	284,593
Total fund balance	<u>\$ 250,999</u>	<u>284,593</u>

LASALLE COUNTY SELF-INSURANCE TRUST
2004 LEVY ABATEMENT FUND

Statement of Revenues, Expenditures, and Changes In Fund Balance
Governmental Fund Types
Year Ended November 30, 2007

	Year Ended November 30, 2007	Year Ended November 30, 2006
Revenue:		
Interest income	\$ 9,289	6,650
Total revenue	9,289	6,650
Expenditures:		
Administrative and advisory fees	500	500
Bond Principal	775,000	755,000
Interest expense	219,885	365,369
Total expenditures	995,385	1,120,869
Excess of revenues over (under) expenditures	(986,096)	(1,114,219)
Other financing sources (uses):		
Transfer from Self-Insurance Earnings Fund	241,710	395,459
Transfer from LaSalle County General Fund	710,792	1,003,353
Total other financing sources (uses)	952,502	1,398,812
Net change in fund balance	(33,594)	284,593
Fund balance - reserved - beginning of year	284,593	-
Fund balance - reserved - end of year	\$ 250,999	284,593

ECHOLS, MACK & ASSOCIATES, P.C.

Certified Public Accountants

CARRIE E. ECHOLS, CPA

TAWNYA R. MACK, CPA

Report on Compliance and on Internal Control over Financial
Reporting Based on an Audit of Financial Statements Performed
in Accordance With Government Auditing Standards

To the Members of the Board
LaSalle County Self-Insurance Trust
LaSalle County, 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 the LaSalle County Self-Insurance Trust, Illinois, as of and for the year ended November 30, 2007, which collectively comprise the LaSalle County Self-Insurance Trust, Illinois' basic financial statements and have issued our report thereon dated January 18, 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 the LaSalle County Self-Insurance Trust, Illinois' internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the LaSalle County Self-Insurance Trust, Illinois' financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information of management, the Commission Board and management and is not intended to be and should not be used by anyone other than those specified parties.

Echols, Mack & Associates, P.C.

Echols, Mack & Associates, P.C.
Certified Public Accountants

Morris, Illinois
January 18, 2008