

City of Waukegan, Illinois

Audited Financial Statements

For the Year Ended April 30, 2007

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ELECTED OFFICIALS & DEPARTMENT HEADS

April 30, 2007

Mayor

Richard H. Hyde

Treasurer

Patrick Dutcher

City Clerk

Wayne Motley

Aldermen

Sam Cunningham	John Balen
Greg Moisio	Tony Figueroa
Edith Newsome	Larry TenPas
Patrick Needham	Richard Larsen
Raphael Rivera	

Agency & Department Heads

Director of Governmental Services	Ray Vukovich
Corporation Counsel	Brian Grach
City Physician	Charles Holmberg, M.D.
Building Commissioner	John Jurkovic
Director of CDBG	Ezell Robins
Fire Chief	Patrick Gallagher
Police Chief	Bill Biang
City Engineer	John Moore
Director of Planning & Zoning	Russ Tomlin
Director of Public Works	William (Biddy) Johnston
Superintendent of Waterworks	Jeff Musinski
City Collector	Sharon Barnes
Director of Finance & Admin. Svcs.	Don Bruessel
Director of Waukegan Public Library	Richard Lee

Independent Auditor's Report



Evoy, Kamschulte, Jacobs & Co. LLP

Certified Public Accountants

2122 YEDMAN STREET • WAUKEGAN, ILLINOIS 60087
TELEPHONE (847) 662-8300 • FAX (847) 662-8305

VINCENT A. VARSEK, C.P.A.
DOUGLAS L. WAGNER, C.P.A.
JAMES R. HENRY, C.P.A.
DAVID B. KADISH, C.P.A.
KEVIN P. KINNAVY, C.P.A.
JOHN D. ACETO, JR., C.P.A.

ALLAN J. JACOBS, C.P.A., OF COUNSEL

PAUL E. KAMSCHULTE, C.P.A., RETIRED

RALPH S. JACOBS, C.P.A., 1935-1976
JAMES E. EVOY, C.P.A., 1970-2008

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and City Council
City of Waukegan
Waukegan, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Waukegan, Illinois, as of and for the year ended April 30, 2007, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City of Waukegan's management. Our responsibility is to express an opinion 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 and the report of the other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component, each major fund, and the aggregate remaining fund information of the City of Waukegan, Illinois, as of April 30, 2007, and the respective changes in financial position and cash flows, where applicable, 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 March 4, 2009 on our consideration of the City of Waukegan, Illinois' internal control over financial reporting and 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 read in conjunction with this report in considering the results of our audit.

The management's discussion and analysis and other required supplementary information in sections B and F, as listed in the table of contents, 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 and the other auditors 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 the City of Waukegan, Illinois' basic financial statements. The combining and individual fund financial statements and schedules in sections G through P, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied by us and the other auditors in the audit of the basic financial statements and, in our opinion, based on our audit and the report of other auditors, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Evoy, Kamschulte, Jacobs + Co. LLP

EVOY, KAMSCHULTE, JACOBS & CO. LLP

Waukegan, Illinois
March 4, 2009

MANAGEMENT'S DISCUSSION & ANALYSIS

April 30, 2007

**CITY OF WAUKEGAN
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
FOR FISCAL YEAR ENDING APRIL 30, 2007**

As management of the City of Waukegan ("City"), we offer readers of the City's financial statements, this narrative overview and analysis of the financial activities of the City of Waukegan for the fiscal year ended April 30, 2007. The basic financial statements are preceded by this MD&A, which is required supplementary information. MD&A is intended to provide an objective and easily readable analysis of the City of Waukegan financial activities based on currently known facts, decisions, or conditions. The Finance Committee Chairman, Director of Finance, Mayor and City Council are knowledgeable about the transactions, events, and conditions that are reflected in the City of Waukegan financial report and of the fiscal policies that govern its operations. MD&A provides readers with both a short and long-term analysis of the City of Waukegan activities and finances.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the City of Waukegan's basic financial statements. The City's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The *statement of net assets* presents information on all of the City's assets and liabilities, with the difference between the two reports as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The *statement of activities* presents information showing how the City's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

MANAGEMENT'S DISCUSSION & ANALYSIS

April 30, 2007

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City include general government, public safety, streets and other public works, sanitation and environment, economic development, community development, and culture and recreation. The business-type activities of the City include a water and sewer department and a motor vehicle parking system.

The government-wide financial statements include not only the City itself (known as the *primary government*), but also a legally separate library operation, known as the Waukegan Public Library, for which the City is financially accountable. Financial information on this *component unit* is reported separately from the financial information presented for the primary government itself. In addition, separately issued financial statements are available for the Library.

The government-wide financial statements can be found in Section C of this report.

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

Governmental funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financial requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

MANAGEMENT'S DISCUSSION & ANALYSIS

April 30, 2007

The City maintains thirty-one governmental funds including the Waukegan Public Library, as a Component Unit. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, four capital improvement funds, and the debt service fund, each of which are considered to be major funds. Data from the other twenty-five governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the non-major governmental funds is provided in the form of *combining and individual statements* in sections G through L of this report.

The City adopts an annual appropriated budget for all funds of the City. Budgetary comparison statements have been provided for in Sections H through P. The original budget was not amended during the year.

The basic governmental fund financial statements can be found in Section D-1 to D-9 of this report.

Proprietary funds. The City maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses enterprise funds to account for its Waterworks and Sewerage operations and for its Motor Vehicle Parking System. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for self-insurance programs in its safety and risk management and employee benefit plan funds. Because both of these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Waterworks and Sewerage Fund and for the Motor Vehicle Parking System, both of which are considered to be major funds of the City. Conversely, both internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of *combining and individual statements* in Section N of this report.

The basic proprietary fund financial statements can be found in Section M-1 to M-8 of this report.

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

The basic fiduciary fund financial statements can be found in Section O-1 to O-4 of this report.

MANAGEMENT'S DISCUSSION & ANALYSIS

April 30, 2007

Notes To The Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statement can be found in Section E-29 to E-65 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the aforementioned budgetary comparisons for the General Fund, as well as the City's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found in Section F of this report.

Combining statements presenting the financial statements of individual non-major funds are presented in Section G of this report, immediately following the required supplementary information. More detailed, combining and individual fund statements, budgetary comparison, and other schedules are presented in Sections H through P of this report.

Overall Analysis of Government-Wide Financial Statements

Governmental Activities. Spending for Governmental activities decreased by 2% from \$74 million in 2006 to \$72 million in 2007, which is substantially attributable to conservative spending and budget controls.

Business-type activities. Net Assets decreased for business-type activities by \$168 thousand dollars. Expenditures increased 11.7% and revenues were essentially flat as compared to last year.

The following tables and charts provide further details.

MANAGEMENT'S DISCUSSION & ANALYSIS
April 30, 2007

CITY OF WAUKEGAN

CHANGES IN NET ASSETS

April 30, 2007

In thousands

	Governmental Activities		Business-type Activities		Total	
	2007	2006	2007	2006	2007	2006
Current and other assets	47,334	49,850	5,828	8,214	53,162	58,064
Capital assets	64,482	64,930	54,925	53,911	119,407	118,841
Total assets	111,816	114,780	60,753	62,125	172,569	176,905
Long-term liabilities outstanding	78,688	91,883	12,359	13,862	91,047	105,745
Other liabilities	44,244	36,199	3,527	3,227	47,771	39,426
Total liabilities	122,932	128,082	15,886	17,089	138,818	145,171
Net Assets						
Invested in Capital Assets, net of related debt	13,819	9,764	41,058	38,635	54,877	48,399
Restricted	9,233	11,762	695	851	9,928	12,613
Unrestricted	-34,169	-34,829	3,114	5,550	-31,055	-29,279
Total net assets	-11,117	-13,303	44,867	45,036	33,750	31,733

MANAGEMENT'S DISCUSSION & ANALYSIS

April 30, 2007

CITY OF WAUKEGAN

CHANGES IN NET ASSETS

April 30, 2007

In thousands

	Governmental Activities		Business-type Activities		Total	
	2007	2006	2007	2006	2007	2006
Program Revenue						
Water & Sewer Services	-	-	11,363	11,547	11,363	11,547
Parking Fees	-	-	861	747	861	747
Fines	3,357	4,204	-	-	3,357	4,204
Permits & Licenses	3,592	3,583	-	-	3,592	3,583
Grants & Contributions	2,635	1,804	989	-	3,624	1,804
Ambulance & Alarm Charges	925	602	-	-	925	602
Building/Zoning Charges	1,107	1,145	-	-	1,107	1,145
Public Works Charges	330	371	-	-	330	371
Theatre Revenue	578	728	-	-	578	728
Other Program Revenue	929	1,399	-	-	929	1,399
Total Program Revenue	13,453	13,836	13,213	12,294	26,666	26,130
General Revenue						
Property Taxes	16,633	15,877	-	-	16,633	15,877
Sales & Utility Taxes	25,494	23,061	-	-	25,494	23,061
Income Taxes & Franchise Fees	12,367	11,119	-	-	12,367	11,119
Motor Fuel Taxes	2,726	2,646	-	-	2,726	2,646
Other General Revenue	869	800	138	111	1,007	911
Total General Revenue	58,089	53,503	138	111	58,227	53,614
Total Revenue	71,542	67,339	13,351	12,405	84,893	79,744

MANAGEMENT'S DISCUSSION & ANALYSIS

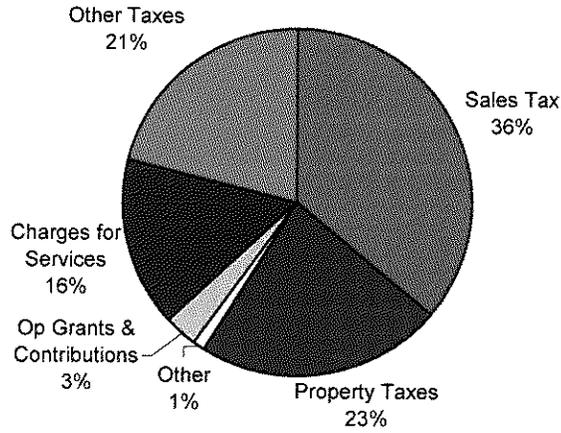
April 30, 2007

CITY OF WAUKEGAN						
CHANGES IN NET ASSETS						
April 30, 2007						
In thousands						
	Governmental Activities		Business-type Activities		Total	
	2007	2006	2007	2006	2007	2006
Expenses by Function/Program						
General Government	6,034	5,481	-	-	6,034	5,481
Public Safety	42,636	40,217	-	-	42,636	40,217
Streets, Bridges, Publ. Works	9,210	9,183	-	-	9,210	9,183
Sanitation & Environment	3,560	3,428	-	-	3,560	3,428
Economic Development	3,045	8,177	-	-	3,045	8,177
Community Development	1,390	1,444	-	-	1,390	1,444
Culture & Recreation	2,291	2,215	-	-	2,291	2,215
Interest on Long-Term Debt	3,798	3,565	-	-	3,798	3,565
Water & Sewer Operations	-	-	9,867	8,849	9,867	8,849
Parking System Operations	-	-	965	849	965	849
Total Expense	71,964	73,710	10,832	9,698	82,796	83,408
Change in Net Assets Before Transfers	(422)	(6,371)	2,519	2,707	2,097	(3,664)
Transfers	2,686	2,608	(2,686)	(2,608)	-	-
Change in Net Assets	2,264	(3,763)	(167)	99	2,097	(3,664)

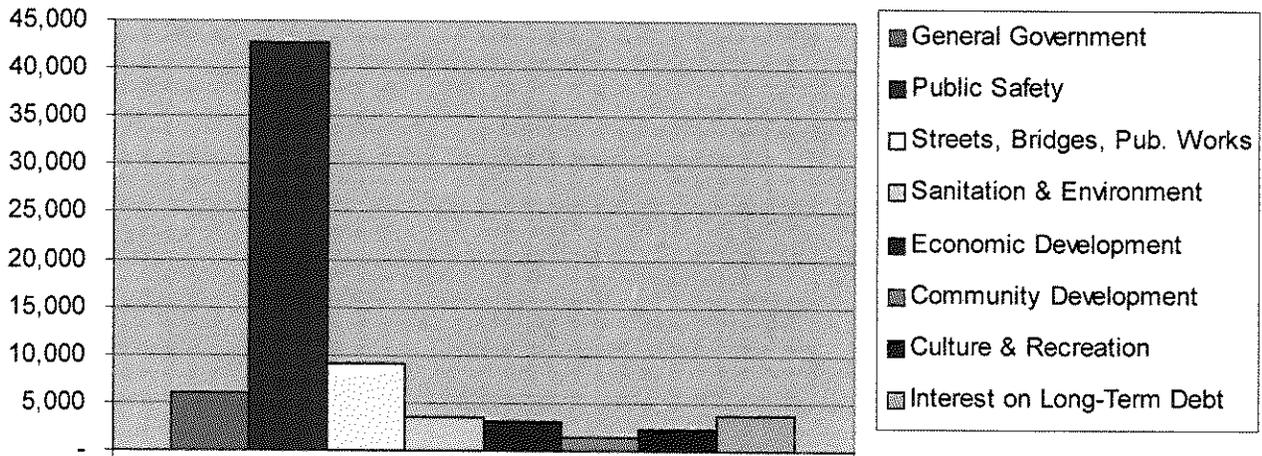
MANAGEMENT'S DISCUSSION & ANALYSIS

April 30, 2007

Revenues by Source - Governmental Activities



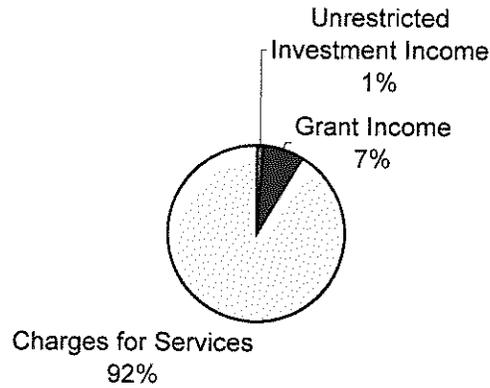
Government Expense by Function



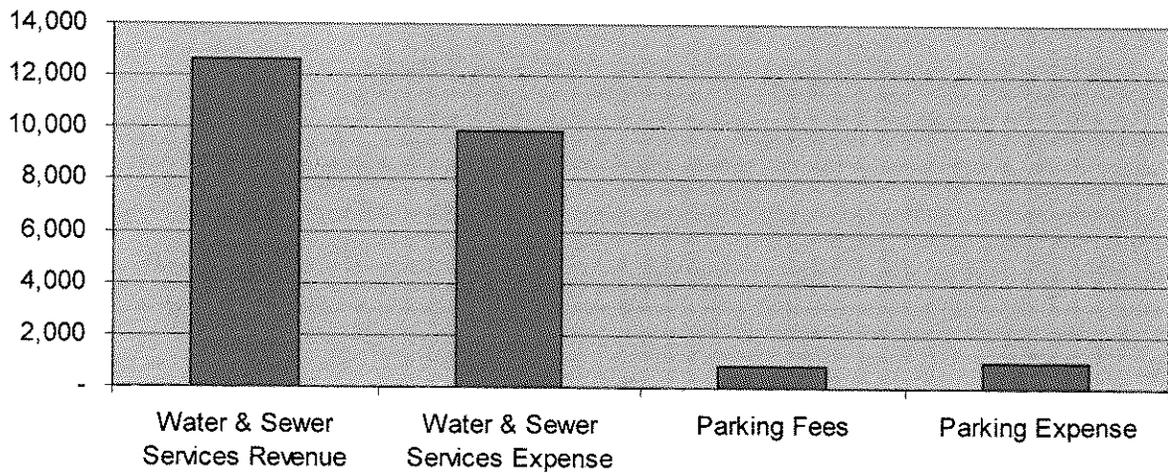
MANAGEMENT'S DISCUSSION & ANALYSIS

April 30, 2007

Revenues by Source - Business-type Activities



Business-Type Revenue & Expense



MANAGEMENT'S DISCUSSION & ANALYSIS

April 30, 2007

Financial Analysis of the Government's Funds

The City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows and balances of *spendable* resources. Such information is useful in assessing the City's financing requirements. In particular, *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the City of Waukegan's governmental funds reported combined ending fund balances of \$23 million. Approximately 65% of this total amount (\$14.9 million) constitutes *unreserved, undesignated fund balance*, which is available for spending at the government's discretion. The remainder of fund balance is *reserved* to indicate that it is not available for new spending because it has been committed 1) to long-term loans to the City's self-insurance programs (\$3.8 million), 2) to fund future debt service expenditures (\$2.8 million), 3) to fund various capital projects (\$.2 million), 4) for various inventories (\$837,000), and 5) to permanent funds where the principal is to be maintained (\$965,000).

The general fund is the chief operating fund of the City of Waukegan. At the end of the current fiscal year, unreserved, undesignated fund balance of the general fund was \$8.4 million, while total fund balance reached \$12.9. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved, undesignated fund balance represents 14.5% of total general fund expenditures, while total fund balance represents 22.3% of that same amount.

During fiscal year 2007, the fund balance of the City of Waukegan's general fund decreased by \$75 thousand, primarily reflecting a balanced budget approach to expenditures. During the fiscal year 2006, the general fund increased by \$.6 million due to an increase in income-based tax revenues and utility-based tax revenues

During the fiscal year 2007, the debt service fund decreased \$.5 to \$2.5 million due to no issuance of new debt and debt service expenditures totaling \$8.2 million.

At the end of fiscal year 2006, the special revenue fund had a total fund balance of \$4.0 million. During the fiscal year 2007, the fund balance decreased 7.7%, due to primarily to expenditures exceeding revenues in the Environmental and Economic Development Funds. Expenditures also exceeded revenues in the 911 Emergency Phone System, Motor Fuel Tax Fund and Community Development Block Grant Fund.

MANAGEMENT'S DISCUSSION & ANALYSIS

April 30, 2007

Last year, the Fund balance in the Capital Projects Funds decreased to \$4.4 million from the costs of the various construction projects and redevelopment projects in various areas of the City. This year fund balances decreased \$1.5 million reflecting continued construction project costs, including the Police Department, lakefront improvements, sludge equalization tanks, and harbor dredging.

Last year the Enterprise fund net assets increased by \$2.7 million before operating transfers out of \$2.6 million. In fiscal year 2007 the net assets increased by \$2.5 million, of which \$2.6 million was transferred out to fund other governmental activities.

Fiduciary funds consisting of both the Police and Fire Pension trust showed a 8% increase (\$7.7 million) in net assets from \$92 million to \$100 million. Components of the increase include \$7.0 million in contributions, \$8.2 million in net investment income and \$7.3 million in pension benefits and other deductions.

General Fund - Budget vs. Actual

The budgeted shortfall of \$153,000 was reduced to \$75,000, by expenditure control, sales tax, income tax, and utility tax revenues in excess of budget.

There are no currently known reasons for the above budget variation to have a significant effect on future services or liquidity.

Capital Assets and Long-Term Debt Activity

No additional debt was issued by the City. The City budgeted \$2 million for the renovation of the Police Department. For Lakefront improvements, we began the construction of the Sludge Equalization Tanks for \$1 million and continued Harbor Dredging for \$1 million.

Currently known facts, decisions, or conditions that are expected to have a significant effect on the financial position or results of operations.

The downtown renovation continues with the Genesee and Washington Streetscape projects. The City received an Illinois MainStreet award for its beautification of the downtown area, thus bringing in new restaurants and businesses.

MANAGEMENT'S DISCUSSION & ANALYSIS

April 30, 2007

In fiscal year 05/06, the City changed from the current self-insurance arrangement to a traditional health insurance with a commercial carrier and employee and retiree contributions will increase. This change resulted in a reduction in the deficit of the Employee Benefit Plan Fund of \$900,000. The City expects to recover in excess of \$400,000 of the deficit per year under the new arrangement, through the differential in insurance premiums paid and collected and the current direct payment of insurance claims.

Requests for Information

This financial report is designed to provide a general overview of the City of Waukegan's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Finance Director, 100 N. Martin Luther King, City of Waukegan, Waukegan, IL 60085.

Government-wide Financial Statements

Statement of Net Assets

April 30, 2007

	Primary Government			Component Unit Waukegan Public Library
	Governmental Activities	Business-type Activities	Total	
ASSETS				
Cash and Cash Equivalents	8,007,820	2,870,284	10,878,104	428,182
Investments	6,274,529	-	6,274,529	62,583
Property Taxes Receivable	18,199,415	-	18,199,415	3,512,702
Other Taxes Receivable	8,754,650	-	8,754,650	-
Other Receivables	2,265,126	2,265,762	4,530,888	-
Internal Balances	593,545	(593,545)	-	-
Loan to Waukegan Port District	1,251,800	-	1,251,800	-
Deposits	-	-	-	20,976
Inventories	867,369	325,044	1,192,413	-
Deferred Charges	1,119,341	183,902	1,303,243	-
Temporarily Restricted Assets				
Cash and Cash Equivalents	-	776,789	776,789	-
Capital Assets, Not Being Depreciated				
Land	13,255,507	2,649,170	15,904,677	71,486
Construction in Progress	52,565	-	52,565	10,866
Capital Assets, Net of Depreciation				
Buildings, Improvements & Parking Lots Infrastructure	40,535,373	15,490,186	56,025,569	1,746,862
Water & Sewer System	-	34,053,267	34,053,267	-
Other (Added Since May 1, 2003)	5,800,816	-	5,800,816	-
Library Materials	-	-	-	2,089,184
Vehicles, Equipment, and Furnishings	4,837,642	2,731,954	7,569,596	680,613
TOTAL ASSETS	111,815,498	60,752,823	172,568,321	8,623,454
LIABILITIES				
Accounts Payable & Accrued Expenses	3,073,593	1,661,071	4,734,664	50,344
Accrued Interest Payable	761,134	189,950	951,084	33,215
Claims & Judgments Payable	2,193,564	-	2,193,564	-
Deferred Revenue	19,404,200	49,909	19,454,109	3,619,955
Deposits	834,000	117,639	951,639	-
Noncurrent liabilities:				
Due within one year	17,977,110	1,508,475	19,485,585	130,000
Due in more than one year	78,688,413	12,358,544	91,046,957	1,700,154
Total Liabilities	122,932,014	15,885,588	138,817,602	5,533,668
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	13,818,786	41,057,568	54,876,354	2,909,011
Restricted for				
Public Works	2,471,515	-	2,471,515	-
Economic Development	2,031,775	-	2,031,775	-
Permanent Funds				
Expendable	922,297	-	922,297	-
Nonexpendable	43,041	-	43,041	-
Public Safety	648,189	-	648,189	-
Debt Service	2,544,493	695,217	3,239,710	-
Capital Projects	2,244,134	-	2,244,134	-
Other Purposes	(1,671,414)	-	(1,671,414)	-
Unrestricted	(34,169,332)	3,114,450	(31,054,882)	200,775
Total Net Assets	(11,116,516)	44,867,235	33,750,719	3,109,786
TOTAL LIABILITIES & NET ASSETS	111,815,498	60,752,823	172,568,321	8,643,454

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

Statement of Activities
Year Ended April 30, 2007

Functions/Programs Primary Government	Program Revenues			Net (Expense) Revenue and Changes in Net Assets			Component Unit Waukegan Public Library	
	Expenses	Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions	Governmental Activities	Primary Government Business-Type Activities		Total
Governmental Activities								
General Government	6,034,418	2,447,719	-	-	(3,586,699)	(3,586,699)		
Public Safety	42,635,784	7,480,236	441,563	-	(34,713,965)	(34,713,965)		
Streets, Bridges & Other Public Works	9,485,735	455,124	129,152	-	(8,901,459)	(8,901,459)		
Sanitation & Environment	3,560,301	43,841	143,638	-	(3,372,822)	(3,372,822)		
Economic Development	3,044,900	108,046	-	75,000	(2,861,854)	(2,861,854)		
Community Development	1,390,092	128,254	1,432,256	-	170,418	170,418		
Culture & Recreation	2,290,597	567,851	-	-	(1,722,746)	(1,722,746)		
Interest on Long-Term Debt	3,522,330	-	-	-	(3,522,330)	(3,522,330)		
Total Governmental Activities	71,964,157	11,231,071	2,146,629	75,000	(58,511,457)	(58,511,457)		
Business-Type Activities								
Water & Sewer	9,866,846	11,362,706	-	988,891	-	2,484,751		
Parking System	965,456	861,298	-	-	(104,158)	(104,158)		
Total Business-Type Activities	10,832,302	12,224,004	-	988,891	-	2,380,593		
Total Primary Government	82,796,459	23,455,075	2,146,629	1,063,891	(58,511,457)	(56,130,864)		
Component Unit								
Waukegan Public Library	3,346,681	174,261	359,593	-	-	(2,812,827)		
General Revenues:								
Property Taxes					16,632,724	16,632,724	3,350,808	
Sales & Utility Taxes					25,493,820	25,493,820	-	
Income Taxes & Franchise Fees					12,367,293	12,367,293	-	
Motor Fuel Taxes					2,726,393	2,726,393	-	
Unrestricted Investment Income					909,613	1,065,457	65,196	
Gain (Loss) on Sales of Fixed Assets					(40,938)	(59,171)	1,030	
Transfers					2,686,658	(2,686,658)	-	
Total General Revenues & Transfers					60,775,563	58,226,516	3,417,034	
Change in Net Assets					2,264,106	(168,454)	604,207	
Net Assets - Beginning, as Restated					(13,380,622)	45,035,689	2,505,579	
Net Assets - Ending					(11,116,516)	44,867,235	3,109,786	

Fund Financial Statements

Governmental Funds

Balance Sheet

April 30, 2007

	General	Debt Service Fund	Other Governmental Funds	Interfund Eliminations	Total Governmental Funds
ASSETS					
Cash and Cash Equivalents	1,568,408	599,695	4,517,396	-	6,685,499
Investments	-	1,434,000	4,840,529	-	6,274,529
Receivables, Net					
Property Taxes	13,082,086	4,269,835	847,494	-	18,199,415
Sales, Income, & Utility Taxes	7,111,299	244,446	1,398,905	-	8,754,650
Fees, Fines & Charges for Services	1,946,196	-	-	-	1,946,196
Accrued Interest Income	-	23,965	4,653	-	28,618
Loans	-	-	750	-	750
Intergovernmental	92,189	-	19,094	-	111,283
Loan to Waukegan Port District	-	1,251,800	-	-	1,251,800
Due From Other Funds (Short-Term)	2,552,035	480,281	1,153,550	(2,242,070)	1,943,796
Advances to Other Funds (Long-Term)	3,781,141	-	-	-	3,781,141
Other	-	-	177,175	-	177,175
Inventories	700,649	-	166,720	-	867,369
TOTAL ASSETS	30,834,003	8,304,022	13,126,266	(2,242,070)	50,022,221
LIABILITIES					
Accounts Payable & Accrued Expenses					
Accounts Payable	861,319	1,225	760,069	-	1,622,603
Accrued Salaries	1,027,030	-	78,165	-	1,105,195
Due to Other Funds (Short-Term)	254,787	150,901	2,442,210	(2,242,070)	605,828
Deferred Revenue					
Property Taxes	13,082,086	4,269,835	847,494	-	18,199,415
Other Taxes, Licenses & Fees	2,306,113	85,768	828,610	-	3,220,491
Intergovernmental	78,971	-	125,115	-	204,086
Advance to Waukegan Port District	-	1,251,800	-	-	1,251,800
Deposits	319,303	-	514,697	-	834,000
Total Liabilities	17,929,609	5,759,529	5,596,350	(2,242,070)	27,043,418
FUND BALANCES					
Reserved for:					
Inventories	700,649	-	166,720	-	867,369
Long-Term Receivable	3,781,141	-	-	-	3,781,141
Permanent Funds	-	-	965,338	-	965,338
Debt Service	-	2,837,233	-	-	2,837,233
Capital Projects	-	-	185,937	-	185,937
Unreserved, Undesignated, Reported in:					
General Fund	8,422,604	-	-	-	8,422,604
Special Revenue Funds	-	-	3,480,065	-	3,480,065
Capital Projects Funds	-	-	2,731,856	-	2,731,856
Debt Service Funds	-	(292,740)	-	-	(292,740)
Total Fund Balances	12,904,394	2,544,493	7,529,916	-	22,978,803
TOTAL LIABILITIES & FUND BALANCES	30,834,003	8,304,022	13,126,266	(2,242,070)	50,022,221

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

Reconciliation of the Governmental Funds Balance Sheet To the Statement of Net Assets

April 30, 2007

Amounts reported for governmental activities in the Statement of Net Assets (C-1) are different because:

Total Fund Balances per Governmental Funds Balance Sheet (D-1)	22,978,803
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Certain long-term receivables are not available to pay for current-period expenditures and, therefore, are deferred in the funds:

Sales Taxes	1,207,731	
Utility Taxes	637,161	
Income Taxes	374,900	
Port District Receivable	1,251,800	3,471,592

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	64,481,902
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Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds:

General Obligation Bonds Payable (Net of Unamortized Premiums, Discounts and Refunding Gains/Losses)	(80,021,300)	
Capital Leases Payable	(1,113,171)	
Compensated Absences	(5,831,873)	
Net Pension Obligations	(7,163,576)	(94,129,920)

Accrued interest on long-term liabilities is shown as a liability on the Statement of Net Assets.	(761,134)
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Deferred bond issuance costs are not recorded in the funds.	1,119,341
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Internal service funds are used by management to charge the costs of self insurance costs to individual funds. The net assets of the internal service funds are included in governmental activities in the Statement of Net Assets:

Assets	1,306,481	
Internal Balances	(4,508,619)	
Liabilities	(5,074,962)	(8,277,100)

Net assets of governmental activities (C-1)	<u>(11,116,516)</u>
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The accompanying notes are an integral part of these financial statements.

Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended April 30, 2007

	General	Debt Service Fund	Other Governmental Funds	Interfund Eliminations	Total Governmental Funds
REVENUES					
Sales-Based Taxes	11,391,892	2,070,828	5,729,064	-	19,191,784
Property-Based Taxes	12,479,998	3,525,845	626,881	-	16,632,724
Utility-Based Taxes	8,171,306	-	767,610	-	8,938,916
Income-Based Taxes	11,400,726	-	-	-	11,400,726
Fines & Forfeitures	3,253,107	-	103,794	-	3,356,901
Intergovernmental	517,576	-	2,023,994	-	2,541,570
Charges for Services	2,032,080	-	577,563	-	2,609,643
Licenses	2,024,805	-	-	-	2,024,805
Permits	1,566,973	-	-	-	1,566,973
Franchise and Other Similar Fees	962,122	-	-	-	962,122
Special Assessment Revenue	-	-	108,046	-	108,046
Investment Income	546,912	180,913	379,582	-	1,107,407
Miscellaneous Revenue	1,083,903	18,830	142,029	(18,830)	1,225,932
TOTAL REVENUES	55,431,400	5,796,416	10,458,563	(18,830)	71,667,549
EXPENDITURES					
Current:					
Public Safety - Police/Communications	24,669,371	-	1,037,696	-	25,707,067
Economic Development	847,859	-	2,157,001	-	3,004,660
Public Safety - Fire/Emergency Medical	14,062,421	-	2,217	-	14,064,638
Streets, Bridges & Other Public Works	6,300,139	-	2,287,131	-	8,587,270
Sanitation and Environment	3,403,794	-	185,407	-	3,589,201
General Government	5,373,297	-	1,919	-	5,375,216
Public Safety - Protective Inspection	1,755,503	-	70,000	-	1,825,503
Community Development	-	-	1,410,966	-	1,410,966
Culture and Recreation	528,974	-	982,339	(18,830)	1,492,483
Capital Outlay					
General Government-City Hall	-	-	7,807	-	7,807
Culture and Recreation-Genesee Theatre	-	-	236,599	-	236,599
Economic Development	-	-	688,251	-	688,251
Streets, Bridges & Other Public Works	207,301	-	852,000	-	1,059,301
Public Safety, Community Dev., Gen. Gov.	511,259	-	226,990	-	738,249
Debt Service					
Principal Retirement	265,037	6,775,046	493,451	-	7,533,534
Interest and Fiscal Charges	46,522	1,987,231	56,748	-	2,090,501
Waukegan Port District Pass Throughs	-	(542,338)	-	-	(542,338)
TOTAL EXPENDITURES	57,971,277	8,219,939	10,696,522	(18,830)	76,868,908
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,539,877)	(2,423,523)	(237,959)	-	(5,201,359)
OTHER FINANCING SOURCES (USES)					
General Fixed Asset Sales & Trade-Ins	96,024	-	16,475	-	112,499
Operating Transfers In	2,649,231	2,725,164	1,240,625	(3,678,269)	2,936,751
Operating Transfers (Out)	(280,055)	(824,478)	(2,823,829)	3,678,269	(250,093)
TOTAL OTHER FINANCING SOURCES (USES)	2,465,200	1,900,686	(1,566,729)	-	2,799,157
NET CHANGE IN FUND BALANCES	(74,677)	(522,837)	(1,804,688)	-	(2,402,202)
FUND BALANCE					
Increase (Decrease) - Reserve for Inventory	-	-	(89,900)	-	(89,900)
Beginning of Year, as restated	12,979,071	3,067,330	9,424,504	-	25,470,905
End of Year	12,904,394	2,544,493	7,529,916	-	22,978,803

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

**Reconciliation of the
Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balance
To the Statement of Net Assets**
Year Ended April 30, 2007

Amounts reported for governmental activities in the Statement of Activities (C-2) are different because:

Net Change in Fund Balances - Total Governmental Funds (D-3) (2,402,202)

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation. This is the amount by which capital outlays exceeded depreciation in the current period:

Capital Outlays	2,730,207	
Depreciation	<u>(3,024,774)</u>	(294,567)

The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, disposals, donations) is to decrease net assets. (131,516)

The issuance of long-term debt (bonds, leases) provides current financial resources to governmental funds, while repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when the debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items:

Principal Repayments-General Obligation Bonds	6,775,046	
Capital Lease Principal Payments	<u>377,058</u>	7,152,104

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds:

Police and fire pension costs-decrease in net pension obligation	(94,670)	
Change in accrued environmental liabilities	(342,240)	
Compensated Absences	339,594	
Change in accrued interest-General Obligation Bonds and Capital Leases	55,564	
Amortization of Bond Issuance Costs	(103,887)	
Amortization of Bond Premiums, Discounts and Gains/Losses on Refundings	<u>(1,109,342)</u>	(1,254,981)

The principal repayment portion of debt service pass-throughs from the Waukegan Port District provides current financial resources to governmental funds. However, only the interest portion of those pass-throughs increase net assets. (582,600)

(Continued)

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

**Reconciliation of the
Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balance
To the Statement of Net Assets**

Year Ended April 30, 2007

(Continued)

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds:

Sales Taxes	(25,766)	
Utility Taxes	85,957	
Income Taxes	<u>33,767</u>	93,958

Internal service funds are used by management to charge the costs of self insurance costs to individual funds. The net income of the internal service funds is reported with governmental activities in the Statement of Activities:

(316,090)

Change in net assets of governmental activities (C-2)

2,264,106

PROPRIETARY FUNDS

Statement of Net Assets

April 30, 2007

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	Waterworks and Sewerage	Motor Vehicle Parking System	Totals	
ASSETS				
Current Assets				
Cash And Cash Equivalents	2,797,585	72,699	2,870,284	1,286,041
Trade Receivables, Net				
Billed	606,217	16,125	622,342	-
Unbilled	1,516,446	-	1,516,446	-
Grants Receivable	79,345	-	79,345	-
Accrued Interest	7,172	265	7,437	1,104
Inventories	325,044	-	325,044	-
Due From Other Funds	143,480	62,233	205,713	19,335
Total Current Assets	5,475,289	151,322	5,626,611	1,306,480
Noncurrent Assets				
Capital Assets, Net of Depreciation				
Land	1,040,947	1,608,223	2,649,170	-
Buildings, Parking Lots & Improvements	5,398,868	10,091,328	15,490,196	-
Machinery & Equipment	1,445,440	50,637	1,496,077	890
System Infrastructure	34,053,267	-	34,053,267	-
Vehicles	1,235,877	-	1,235,877	-
Total Capital Assets	43,174,399	11,750,188	54,924,587	890
Cash & Cash Equivalents, Restricted for				
Revenue Bond Reserve Requirements	-	776,789	776,789	-
Special Assessments Receivable	302,961	-	302,961	-
Deferred Bond Issuance Costs	24,913	158,989	183,902	-
Total Noncurrent Assets	43,502,273	12,685,966	56,188,239	890
TOTAL ASSETS	48,977,562	12,837,288	61,814,850	1,307,370

(Continued)

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

PROPRIETARY FUNDS
Statement of Net Assets (cont.)
April 30, 2007

	<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental Activities - Internal Service Funds</u>
	<u>Waterworks and Sewerage</u>	<u>Motor Vehicle Parking System</u>	<u>Totals</u>	
LIABILITIES				
Current Liabilities				
Accounts Payable	812,486	359,382	1,171,868	346,046
Accrued Salaries	135,413	1,019	136,432	3,817
Interest Payable	108,378	81,572	189,950	-
Due To Other Funds (Short-Term)	372,842	426,413	799,255	-
Health Insurance Claims Payable (Net of Reinsurance)	-	-	-	4,262
Prepaid Premiums (Net)	-	-	-	(4,068)
Estimated Liability, Claims & Judgments (Net of Reinsurance)				
Environmental Matters	-	-	-	2,525,000
Other Claims & Judgments	-	-	-	2,189,302
Current Portion Of Long-Term Debt	1,159,265	349,210	1,508,475	-
Total Current Liabilities	<u>2,588,384</u>	<u>1,217,596</u>	<u>3,805,980</u>	<u>5,064,359</u>
Noncurrent Liabilities				
Bonds Payable				
(Net of Unamortized Discounts and Deferred Amounts on Refunding)				
1998 G.O. Bonds Payable	326,646	270,551	597,197	-
2000 G.O. Bonds Payable	135,097	-	135,097	-
2004A Revenue Bonds Payable	-	7,330,000	7,330,000	-
Total Bonds Payable, Net	<u>461,743</u>	<u>7,600,551</u>	<u>8,062,294</u>	<u>-</u>
Note Payable	3,245,340	-	3,245,340	-
Capital Leases Payable	1,050,910	-	1,050,910	-
Total Bonds & Notes & Capital Leases Payable	<u>4,757,993</u>	<u>7,600,551</u>	<u>12,358,544</u>	<u>-</u>
Other Noncurrent Liabilities				
Advances from Other Funds (Long-Term)	-	-	-	4,508,619
Compensated Absences	345,176	7,595	352,771	10,603
Customer Deposits	117,639	-	117,639	-
Deferred Grant Revenue	49,909	-	49,909	-
Total Noncurrent Liabilities	<u>5,270,717</u>	<u>7,608,146</u>	<u>12,878,863</u>	<u>4,519,222</u>
TOTAL LIABILITIES	<u>7,859,101</u>	<u>8,825,742</u>	<u>16,684,843</u>	<u>9,583,581</u>
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	37,257,141	3,800,427	41,057,568	890
Restricted for Debt Service/Bond Covenant Reserves	-	695,217	695,217	-
Unrestricted	3,861,320	(484,098)	3,377,222	(8,277,101)
TOTAL NET ASSETS	<u>41,118,461</u>	<u>4,011,546</u>	<u>45,130,007</u>	<u>(8,276,211)</u>
Adj. to reflect the consolidation of internal service fund activities related to enterprise funds.			(262,772)	
Net Assets of Business-Type Activities (C-1)			<u>44,867,235</u>	

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

PROPRIETARY FUNDS
Statement of Revenues, Expenses, and Changes in Fund Net Assets
For the Year Ended April 30, 2007

	Business-type Activities - Enterprise Funds			Governmental
	Waterworks and Sewerage	Motor Vehicle Parking System	Totals	Activities - Internal Service Funds
OPERATING REVENUES				
Water and Sewer Billings	10,657,285	-	10,657,285	-
Premiums	-	-	-	11,975,076
Permits & Fees	444,301	-	444,301	-
Parking Fees & Rent	-	859,528	859,528	-
Penalties	226,692	-	226,692	-
Miscellaneous Income	34,428	1,770	36,198	98,483
TOTAL OPERATING REVENUES	11,362,706	861,298	12,224,004	12,073,559
OPERATING EXPENSES				
Personnel - Compensation	3,184,147	85,823	3,269,970	93,823
Personnel - Benefits, Taxes & Insurance	1,423,042	29,448	1,452,490	38,564
Contractual Services	1,892,039	167,169	2,059,208	225,671
Claims & Judgments				
Health Claims	-	-	-	4,257
Other Claims & Judgments	-	-	-	4,056,499
Insurance Premiums				
Health Insurance	-	-	-	7,064,472
Other Insurance	-	-	-	739,756
Commodities	955,878	20,882	976,760	9,075
Total Oper. Exp. Before Depr.	7,455,106	303,322	7,758,428	12,232,117
Depreciation	2,117,936	330,881	2,448,817	-
TOTAL OPERATING EXPENSES	9,573,042	634,203	10,207,245	12,232,117
OPERATING INCOME (LOSS)	1,789,664	227,095	2,016,759	(158,558)
NONOPERATING REVENUES (EXPENSES)				
Interest Earned	148,632	7,212	155,844	40,679
Grant Revenue	988,891	-	988,891	-
Services Provided by General Fund	(40,000)	-	(40,000)	-
Special Assessment Revenue	-	-	-	-
Net Gain/(Loss) on Disposal of Fixed Assets	(5,887)	(12,346)	(18,233)	-
Interest & Fiscal Charges	(293,804)	(331,253)	(625,057)	(198,211)
TOTAL NONOPERATING REVENUE (EXPENSES)	797,832	(336,387)	461,445	(157,532)
NET INCOME BEFORE OPERATING TRANSFERS	2,587,496	(109,292)	2,478,204	(316,090)
OPERATING TRANSFERS IN (OUT)				
Operating Transfers In	-	250,093	250,093	-
Operating Transfers Out	(2,896,751)	-	(2,896,751)	-
TOTAL OPERATING TRANSFERS IN (OUT)	(2,896,751)	250,093	(2,646,658)	-
CHANGE IN NET ASSETS	(309,255)	140,801	(168,454)	(316,090)
NET ASSETS				
Beginning of Year	41,427,716	3,870,745	45,298,461	(7,960,121)
End of Year	41,118,461	4,011,546	45,130,007	(8,276,211)

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

PROPRIETARY FUNDS
Statement of Cash Flows
For the Year Ended April 30, 2007

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	Waterworks and Sewerage	Motor Vehicle Parking System	Totals	
Cash Flows From Operating Activities				
Receipts from customers & users	11,223,817	845,173	12,068,990	-
Receipts from employees & retirees	-	-	-	1,941,698
Receipts for Special Police Duty	-	-	-	56,620
Receipts from insurance companies	-	-	-	-
Receipts from interfund services provided	-	-	-	10,458,577
Payments to suppliers & insurance carriers	(2,724,157)	(191,155)	(2,915,312)	(7,717,959)
Payments for Claims & Judgments	-	-	-	(4,017,770)
Payments to employees	(3,183,836)	(85,637)	(3,269,473)	(92,954)
Payments for interfund services (Insurance)	(405,785)	(6,442)	(412,227)	(12,880)
Payments for interfund services (Employee Health Insurance)	(500,505)	(1,180)	(501,685)	(10,019)
Payments for other employee benefits & taxes	(515,006)	(21,826)	(536,832)	(15,665)
Net Cash Provided By (Used For) Oper. Activities	3,894,528	538,933	4,433,461	589,648
Cash Flows From Noncapital Financing Activities				
Transfers to General Fund	(2,296,750)	(40,000)	(2,336,750)	-
Transfers to General Fund - Services Provided	(40,000)	-	(40,000)	-
Transfers to Other Funds	(600,001)	40,000	(560,001)	(19,335)
Transfers from Other Funds	-	250,093	250,093	-
Interest Paid On Interfund Loan	-	-	-	(198,211)
Other Interfund Advances (Net of Repayments)	(8,237)	(120,795)	(129,032)	80,042
Net Cash Provided By (Used For) Noncapital Financing Activities	(2,944,988)	129,299	(2,815,690)	(137,504)
Cash Flows From Capital & Related Financing Activities				
Payments on Special Assessments	89,342	-	89,342	-
Principal Paid On Capital Debt	(890,539)	(523,269)	(1,413,808)	-
Interest Paid On Capital Debt	(212,496)	(295,301)	(507,797)	-
Grant Revenue Received	909,546	-	909,546	-
Purchase/Construction Of Capital Assets	(3,480,700)	-	(3,480,700)	-
Net Cash Provided By (Used For) Capital & Related Financing Activities	(3,584,847)	(818,570)	(4,403,417)	-
Cash Flows From Investing Activities				
Interest Received	152,948	8,055	161,003	39,575
Net Cash Provided By (Used For) Investing Activities	152,948	8,055	161,003	39,575
NET INCREASE (DECREASE) IN CASH & CASH EQUIVALENTS	(2,482,359)	(142,284)	(2,624,643)	491,719
TOTAL CASH & CASH EQUIVALENTS				
Beginning of Year (Including \$937,789 for the Parking Fund, reported in restricted accounts)	5,279,944	991,772	6,271,716	794,322
End of Year (Including \$776,789 for the Parking Fund, reported in restricted accounts)	2,797,585	849,488	3,647,073	1,286,041

(Continued)

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

PROPRIETARY FUNDS
Statement of Cash Flows (cont.)
Year Ended April 30, 2007

	<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental</u>
	<u>Waterworks and</u>	<u>Motor Vehicle</u>	<u>Totals</u>	<u>Activities -</u>
	<u>Sewerage</u>	<u>Parking System</u>		<u>Internal Service</u>
				<u>Funds</u>
Reconciliation of operating income to				
net cash provided (used) by operating activities				
Operating Income	1,789,664	227,095	2,016,759	(158,558)
Adjustments To Reconcile Operating Income To Net Cash				
Provided By (Used For) Operating Activities				
Depreciation Expense	2,117,936	330,881	2,448,817	-
(Increase) Decrease In Receivables-Billed	(187,349)	(16,125)	(203,474)	-
(Increase) Decrease In Receivables-Unbilled	48,690	-	48,690	-
(Increase) Decrease In Inventories	(28,766)	-	(28,766)	-
Increase (Decrease) In Accounts Payable (Non-Capital Items)	152,526	(3,104)	149,422	321,015
Increase (Decrease) In Accrued Salaries	2,057	(2,669)	(612)	869
Increase (Decrease) In Compensated Absences	-	2,855	2,855	-
Increase (Decrease) In Prepaid Premiums Payable	-	-	-	383,336
Increase (Decrease) In Claims & Judgments Payable	-	-	-	42,986
Increase (Decrease) In Customer Deposits	(230)	-	(230)	-
Net Cash Provided By (Used For) Operating Activities	<u>3,894,528</u>	<u>538,933</u>	<u>4,433,461</u>	<u>589,648</u>
Supplemental Disclosure Of Non Cash				
Financing, Investing & Capital Activities				
None	-	-	-	-

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

FIDUCIARY FUNDS
Statement of Fiduciary Net Assets
April 30, 2007

	Police Pension	Fire Pension	Totals- Pension Trust Funds
ASSETS			
Cash & Cash Equivalents	1,142,725	1,033,736	2,176,461
Investments	52,147,105	39,987,365	92,134,470
Receivables:			-
Employer Contributions	2,736,980	2,268,620	5,005,600
Employee Contributions	-	-	-
Accrued Investment Income	295,823	241,109	536,932
TOTAL ASSETS	56,322,633	43,530,830	99,853,463
LIABILITIES			
Accounts Payable	-	-	-
Pensions Payable	8,122	739	8,861
TOTAL LIABILITIES	8,122	739	8,861
NET ASSETS			
Held in Trust for Pension Benefits	56,314,511	43,530,091	99,844,602

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

FIDUCIARY FUNDS
Statement Of Changes in Fiduciary Net Assets
For the Year Ended April 30, 2007

	Police Pension	Fire Pension	Totals- Pension Trust Funds
ADDITIONS			
Contributions			
Employer - Property Taxes	2,736,580	2,267,211	5,003,791
Plan Participants - Salary Deductions	1,205,640	793,847	1,999,487
Total Contributions	3,942,220	3,061,058	7,003,278
Investment Income			
Net Appreciation (Depreciation) in the Fair Value of Investments	2,432,801	2,043,176	4,475,977
Interest & Dividend Income	2,254,102	1,743,833	3,997,935
	4,686,903	3,787,009	8,473,912
Less: Investment Expense	142,229	161,759	303,988
Net Investment Income	4,544,674	3,625,250	8,169,924
TOTAL ADDITIONS	8,486,894	6,686,308	15,173,202
DEDUCTIONS			
Pension Benefits			
Retirees	2,681,066	2,417,842	5,098,908
Disability Pensions	596,104	610,819	1,206,923
Survivors Pensions	346,547	600,779	947,326
Total Pension Benefits	3,623,717	3,629,440	7,253,157
Other Deductions			
Administrative Expense	37,136	81,431	118,567
Employee Contributions Refunded	56,419	6,538	62,957
TOTAL DEDUCTIONS	3,717,272	3,717,409	7,434,681
NET INCREASE (DECREASE)	4,769,622	2,968,899	7,738,521
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS			
Beginning of Year	51,544,889	40,561,192	92,106,081
End of Year	56,314,511	43,530,091	99,844,602

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

Notes to the Financial Statements

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2007

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APRIL 30, 2007

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NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2007

Introduction - The notes to the Financial Statements contain a summary of significant accounting policies and other information considered necessary for a clear understanding of the Financial Statements.

I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The City is a municipal corporation governed by a Mayor and a nine-member City Council, each elected to four-year terms of office. Also elected are the City Treasurer and City Clerk. The Mayor heads the administration of the City and with the consent of the City Council, appoints the various department heads. The City is a home rule unit under the 1970 Illinois Constitution and accordingly has no limitation as to prevailing property tax rates or total outstanding bonded debt.

As required by generally accepted accounting principles, these financial statements present the City of Waukegan and its component units, entities for which the City is considered to be financially accountable. A discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the City.

The City has one discretely presented component unit, the Waukegan Public Library. The Mayor appoints the governing board of the Library with the approval of the City Council. The Library's budget is approved and adopted by the City Council. The Library also submits its property tax levy to the council for approval and the taxes are levied under the City's authority and included as part of the City's total tax levy. Complete financial statements may be obtained from the Library's administrative office, Waukegan Public Library, 128 N. County Street, Waukegan, Illinois 60085.

B. Related Organizations

The City's Mayor and Council are also responsible for appointing and approving the members of the Board of the Waukegan Housing Authority. However, the City's accountability for the Authority does not extend beyond making the appointments. The Authority's operating, capital and debt service expenditures are financed entirely from federal grants and rentals. The City of Waukegan has no involvement in the determination of the Authority's budget and rental rates and no obligation for the Authority's outstanding debts, if any.

C. 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 City and its component unit. Eliminations have been made to minimize the double counting of internal activities of the City. These statements distinguish between governmental and business-type activities. *Governmental activities* generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. *Business-type activities* are financed in whole or in part by fees charged to external parties. Likewise, the *primary government* (the City) is reported separately from the component unit (the Library) for which the City is financially accountable.

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2007

C. Government-wide and Fund Financial Statements (cont.)

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) fines, fees, and charges to customers, citizens, and 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*.

The *fund financial statements* provide information about the City's funds, including its fiduciary funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. The emphasis in fund financial statements is on *major* governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported in a column titled *other governmental funds*.

The City reports the following two major governmental funds:

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

Debt Service Fund – This fund accounts for the resources accumulated and payments made for principal and interest on bonded indebtedness.

The City reports the following two major proprietary funds:

Waterworks and Sewerage Fund – This fund accounts for the City's water and sewerage operations. The City operates a water filtration plant and system lines that provide water to its own citizens as well as other municipalities. The City also maintains the sewer systems and collects the sewage, although treatment is the responsibility of the North Shore Sanitary District.

Motor Vehicle Parking System – This fund accounts for the operations of the City's on and off-street parking garages, lots, and other facilities.

Additionally, the City reports the following fund types in the fund financial statements:

Internal Service Funds – These funds account for the provision of liability, workers compensation and employee health insurance to other departments of the City, through two self-insurance programs. Financial statements are presented in a separate column in the proprietary financial statements.

Pension Trust Funds – These funds account for the accumulation of resources for future disability and retirement benefits for the members of the police and firefighters' pension plans. These two funds are presented separately in the Fiduciary Fund financial statements.

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2007

D. Measurement Focus, Basis Of Accounting, and Financial Statement Presentation

Government-wide, Proprietary Fund, and Fiduciary Fund Financial Statements - The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and 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 intended to finance. For example the levy passed by council action in December 2005 will be recognized as revenue during the 2006/07 fiscal year. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the City must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. As a rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

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 *Government Accounting Standards Board* (GASB). The City also has the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The City has elected not to follow subsequent private-sector guidance.

Amounts reported as *program revenues* on the government-wide *Statement of Net Assets* include 1) charges to customers, citizens, or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources and all taxes are reported as *general revenues* rather than as program revenues.

Proprietary funds distinguish *operating* revenues and expenses from *non-operating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Water & Sewer and Parking System enterprise funds and of the City's internal service funds are charges to customers for sales and services. Operating expenses include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition, including investment income, special assessments income for user-specific water/sewer system improvements, and interest expense on debt, are reported as non-operating revenue and expenses.

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

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2007

D. Measurement Focus, Basis Of Accounting, and Financial Statement Presentation (cont.)

Governmental Fund Financial Statements - Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are 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 City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, long-term debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds.

Property taxes are recognized as revenues in the year for which they are intended to finance. Property taxes levied before the start of the fiscal year they are intended to finance are recorded as receivables with an offsetting deferred revenue amount. All other significant tax (sales, income, utility), franchise, fine, grant, and interest revenues are considered to be susceptible to accrual and so have been recognized as receivables of the current period. However, portions of such accrued revenues that are not deemed available according to the criteria as noted above, are offset by a deferred revenue liability. All other revenue items are considered to be measurable and available only when the City receives the related cash

E. Deposits and Investments

The City's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

The City's Investment Policy conforms to the Illinois State Statutes and includes the following allowable investments: (1) Bonds, notes, certificates of indebtedness, treasury bills or other securities now or hereinafter issued, which are issued by an agency of the United States or guaranteed by the full faith and credit of the United States as to principal and interest; (2) Interest - bearing savings accounts, interest bearing certificates of deposit or interest-bearing time deposits; (3) Short term obligations of corporations organized in the United States with assets exceeding \$500,000,000; (4) Money market mutual funds registered under the Investment Company Act of 1940; (5) Illinois Public Treasurer's Investment Pool; (6) Repurchase agreements; and (7) Other investments allowed by Illinois State Statutes. However, in practice the City maintains a conservative policy that generally restricts investments to repurchase agreements with local financial institutions, U.S. Treasury Securities, and the Illinois Public Treasurer's Investment Pool, *The Illinois Funds*. However, the police and fire pension funds also invest in equity securities and mutual funds, as allowed by Illinois State Statutes.

All investments are carried at fair value. *The Illinois Funds* is an external investment pool administered by the Illinois State Treasurer. The fair value of the City's investment in the fund is the same as the value of the pool shares. Although not subject to direct regulatory oversight, this fund is administered in accordance with the provisions of the Illinois Public Investment Act, 30 ILCS 235.

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2007

F. Receivables

Property Taxes - Uncollectible property taxes are less than 1 percent of the related extension and thus, property taxes receivable has been recorded at the full amount of the levy as extended. Property tax revenues are recorded on the "deferred method." In both the government-wide and fund financial statements, property tax receivables are recorded as levied. However, property tax revenues are only recorded in the year for which they were intended to finance. Therefore, at fiscal year-end, deferred revenue is recorded as a liability to indicate the property taxes receivable that have been levied for the next fiscal year's operations.

Real and personal property values are assessed on a countywide basis by the Lake County Property Assessor as of January 1, each year. The Waukegan Public Library, a component unit of the City of Waukegan, is included in the City's tax levy. The City levies a property tax rate upon the taxable value that will provide revenue required for the fiscal year beginning May 1. The tax levy must be filed with the County Clerk no later than the last Tuesday in December.

Property taxes levied by the City and all other tax authorities within the County are centrally billed and collected by Lake County, with monthly remittance to the City of the proportionate share of collected taxes. Taxes are billed on May 1, at which time the property owner can elect to pay the bill in full or in two installments due June 1 and September 1. Full payment is due no later than September 2. On September 2, unpaid amounts become delinquent with interest and penalties added thereafter. Beginning December 1, tax certificates representing delinquent amounts are sold by Lake County, with remittance to the City for its share of those receipts. Liens are attached on January 1 of each tax year.

At April 30, uncollected current year amounts are classified as delinquent taxes receivable and offset by an allowance for uncollectibles in a like amount. Generally, the City collects more than 99% of current year property taxes during the year in which they are due. Delinquent taxes collected in subsequent periods are recognized as revenue for the fiscal year in which they are received.

Unbilled Utility Receivables – In addition to unpaid utility receivables that have been billed, unbilled water and sewer utility service receivables are recorded at year-end, by prorating cycle billings subsequent to April 30 for the applicable number of days to the current fiscal year.

Due from Component Unit - The City also periodically loans funds to its component unit for cash flow purposes. Amounts outstanding at April 30 are expected to be repaid within the next year.

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2007

F. Receivables (cont.)

Loan to Waukegan Port District – A 1983 City Bond Issue (subsequently refunded) and an intergovernmental agreement with the Waukegan Port District resulted in the recording of a long-term receivable and offsetting deferred revenue for the amount of the bonds issued on behalf of the Port District. Port District payments are recorded as a reduction of the City's related debt service expenditures when due.

G. Inventories

All inventories (spare parts, salt, public works supplies) are accounted for using the consumption method and are valued at cost using the first-in/first-out (FIFO) method. Inventories in governmental funds are not available for appropriation and therefore result in a reservation of fund balance in the fund financial statements.

H. Restricted Assets – Enterprise Funds

Certain cash and cash equivalents in the parking system fund are restricted in accordance with the ordinance authorizing the issuance of the 2004A Revenue Bonds. The funds are restricted for debt service on the bonds as well as to fund various accounts required to be maintained during the repayment period of the bonds.

I. Capital Assets

Capital assets, which include land, buildings, equipment, vehicles and certain infrastructure assets (e.g., roads, bridges, traffic signals, water & sewer lines, etc.), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The City defines capital assets other than infrastructure assets as assets with an initial, individual cost of more than \$1,000 and an estimated useful life in excess of two years. Governmental activities currently report only infrastructure assets purchased or constructed beginning with fiscal year 2003/04. In accordance with generally accepted accounting standards, the City is currently inventorying and will report all governmental infrastructure assets, regardless of their acquisition date or cost, purchased or constructed before May 1, 2003 by the fiscal year ending April 30, 2008. Business-type activities report all infrastructure assets.

Capital assets are reported at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated capital assets are valued at their estimated fair value on the date received. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized, whereas improvements extending the useful lives of the related capital assets are capitalized.

NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2007

I. Capital Assets (cont.)

Capital assets of the City and its component unit are depreciated using the straight-line method over the following useful lives:

	<u>Years</u>
General Infrastructure	20-30
Water & Sewer System	15-60
Buildings & Improvements	20-45
Parking Lots	10-15
Vehicles	3-10
Machinery & Equipment	5-20
Computers	4-5
Library Materials	5-25

J. Compensated Absences

It is the City's policy to permit employees to accumulate a limited amount of earned but unused vacation and sick leave benefits, which will be paid to the employees upon separation from employment. In the government-wide and proprietary fund financial statements, compensated absences are accrued as non-current liabilities in the period in which they are earned. In all other funds, a liability is reported only if the amount has matured. (for example, as a result of employee resignations and retirement) Otherwise, no current liability has been recorded in the governmental fund financial statements, since accrued vacation and sick leave amounts as of the fiscal year end will not be liquidated with expendable available financial resources.

K. Claims & Judgments and Environmental Cleanup Liabilities

The liabilities for environmental cleanup activities and other claims and judgments represent the amount estimated by the city to be paid out in future periods. The amount is comprised of expenses and losses expected to arise from claims outstanding as of the end of the fiscal year and amounts expected to arise from claims that have been incurred but not reported to the city as of the end of the fiscal year.

L. Deferred Revenues

Deferred revenues include amounts collected before revenue recognition criteria are met, and receivables that, under the modified accrual basis of accounting, are measurable but not yet available. The deferred items consist primarily of intergovernmental grants, property taxes and the Advance to the Waukegan Port District.

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2007

M. 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. Bond premiums and discounts, refunding gains/losses, and issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount and refunding gain/loss. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

N. Fund Equity & Net Assets

In the governmental fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose.

In the government-wide and proprietary fund financial statements, equity is displayed in three categories as follows:

Invested in Capital, Net of Related Debt – This category consist of capital assets, net of accumulated depreciation, less the outstanding balances of any bonds, capital leases, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted - This category consists of net assets that are legally restricted by outside parties or by law through constitutional provisions or enabling legislation.

Unrestricted – This category consists of net assets that do not meet the definition of *restricted* or *invested in capital assets, net of related debt*.

O. Interfund Transactions

There are several types of transactions that are reported in the financial statements as interfund items:

Loans – Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either *due to/from other funds* (i.e., the current portion of interfund loans) or *advances to/from other funds* (i.e., the non-current portion of interfund loans). Non-current *advances* between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in the General Fund to indicate that they are not available for appropriation and are not expendable available financial resources.

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2007

O. Interfund Transactions – (continued)

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

Reimbursements - Interfund transactions that constitute reimbursements of a fund for expenditures or expenses initially made from that fund, which are properly applicable to another fund, are recorded as expenditures or expenses in the reimbursing fund and as reductions of the expenditure or expense in the fund that is being reimbursed. Unpaid amounts are reported as *due to/from other funds* in the governmental fund balance sheet and proprietary fund statement of net assets.

Transfers – These represent flows of assets without equivalent flows of assets in return and without a requirement for repayment. In governmental funds, transfers are reported as other financing uses/sources. In proprietary funds, transfers are reported after non-operating revenues and expenses.

In the government-wide financial statements, interfund amounts are eliminated except for residual amounts between governmental and business-type activities, which are labeled *internal balances or transfers*.

P. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Q. New Accounting Pronouncements

No new accounting pronouncements materially affected these financial statements in this fiscal year.

II - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Deficit Equity Of Individual Non-major Funds

The following non-major funds had a deficit fund balance or deficit net assets as of April 30, 2007:

Special Revenue Funds	
Community Development Block Grant	9,664
Homeland Security Fund	90,197
TIF District #1 - Lakefront Development	5,828
TIF District #4-Lakefront/Downtown Redevelopment	60,992
Environmental Remediation	1,667,112
Genesee Theatre	411,492
Capital Projects Funds	
Series 2003A Capital Improvements	10,953
Debt Service Funds	
Series 2003C Refunding Issue	1,460
Internal Service Funds	
Employee Benefits	2,626,516
Safety & Risk Management	5,649,695

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2007

III - CASH AND INVESTMENTS

The City maintains two pooled checking accounts that used by various funds of the City. In addition, many deposits and investments, including those of the pension trust funds are held separately by the individual funds.

A. Composition

Cash and investments as shown on the Statements of Net Assets/Balance Sheets are reconciled as follows:

	Police Pension	Fire Pension	All Other City Funds	Totals
Per Statements of Net Assets/Balance Sheet				
Cash & Cash Equivalents	1,142,725	1,033,736	10,841,824	13,018,285
Cash & Cash Equiv.-Restr.	-	-	776,789	776,789
Investments	52,147,105	39,987,365	6,274,529	98,408,999
	<u>53,289,830</u>	<u>41,021,101</u>	<u>17,893,142</u>	<u>112,204,073</u>
Per Analysis Below				
Carrying Amt. of Deposits	298,551	56,865	13,675,944	14,031,360
Carrying Amt. of Investments	52,991,279	40,964,236	4,213,943	98,169,458
Cash on Hand	-	-	3,255	3,255
	<u>53,289,830</u>	<u>41,021,101</u>	<u>17,893,142</u>	<u>112,204,073</u>

B. Deposits

The following is a summary of the status of City deposits as of April 30, 2007. The bank balances are categorized to give an indication of the level of risk assumed by the City at year-end as follows:

	Police Pension	Fire Pension	All Other City Funds	Totals
Carrying Amount				
Certificates of Deposit	-	-	7,747,662	7,747,662
Savings Accounts	-	-	485,774	485,774
Checking Accounts	298,551	56,865	5,442,508	5,797,924
	<u>298,551</u>	<u>56,865</u>	<u>13,675,944</u>	<u>14,031,360</u>
Bank Balances By Category				
(1) Insured or collateralized with securities held by the City or by it's agent	242,512	28,575	1,432,502	1,703,589
(2) Collateralized with securities held by the pledging Financial Inst. Trust Dept. or agent in the City's name.	-	-	11,477,389	11,477,389
(3) Uninsured and Uncollateralized	-	-	468,473	468,473
	<u>242,512</u>	<u>28,575</u>	<u>13,378,364</u>	<u>13,649,451</u>

NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2007

III - CASH AND INVESTMENTS (cont.)**C. Investments**

Investments as of April 30, 2007, categorized as to risk assumed, are as follows:

	Risk Category			Market Value
	1	2	3	
Police Pension				
U.S. Treasury Notes	27,251,125	-	-	27,251,125
Repurchase Agreements	-	-	-	-
Equity Securities	24,895,980	-	-	24,895,980
	<u>52,147,105</u>	<u>-</u>	<u>-</u>	<u>52,147,105</u>
Money Market Mutual				
Fund-Government Securities				844,174
				<u>52,991,279</u>
Fire Pension				
GNMA/FNMA Mortgage Pools	4,788,530	-	-	4,788,530
Equity Securities & Mutual Fds	18,985,625	-	-	18,985,625
U.S. Treasury Securities	5,364,539	-	-	5,364,539
U.S. Agency Securities	10,848,671	-	-	10,848,671
	<u>39,987,365</u>	<u>-</u>	<u>-</u>	<u>39,987,365</u>
Money Market Mutual				
Fund-Government Securities				976,871
				<u>40,964,236</u>
Other City Investments				
Res. Financing Corp. Bonds	1,549,394	-	-	1,549,394
Repurchase Agreements	-	-	-	-
	<u>1,549,394</u>	<u>-</u>	<u>-</u>	<u>1,549,394</u>
IL Public Treas. Inv. Pool				2,664,549
				<u>4,213,943</u>
GRAND TOTALS	<u>93,683,864</u>	<u>-</u>	<u>-</u>	<u>93,683,864</u>
				<u>4,485,594</u>
				<u>98,169,458</u>

Category 1 - This category consists of investments that are insured or registered and securities that are held by the City or its agent in the City's name

Category 2 - This category consists of uninsured and unregistered investments for which the securities are held by the counter-party's trust department or agent in the City's name.

Category 3 - Includes uninsured and unregistered investments for which the securities are held by the counter-party or its trust department or agent but not in the City's name.

D. Component Unit Cash and Investments

The Waukegan Public Library's deposits consist of cash on hand, savings, certificates of deposit and demand deposit accounts in the amount of \$428,182, classified as "cash and cash equivalents" on the balance sheet. Investments as shown on the balance sheet consist of amounts in the Illinois Public Treasurer's Investment Pool \$62,583. The total bank balance of the deposits is \$515,767 of which \$499,785 is covered by federal depository insurance and the remainder is uncollateralized and uninsured.

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2007

IV – RECEIVABLES & DEFERRED REVENUES

The following amounts are included in *property taxes receivable*:

Levied Through County	
General	17,076,560
Road & Bridge	275,361
Tax Increment Financing	847,494
	<u>18,199,415</u>

The following receivables are included in *other taxes receivable* on the Statement of Net Assets:

Sales & Local Use Tax	2,927,747
Income & Replacement Tax	2,947,911
Utility Tax	1,241,261
Telecommunications Tax	883,090
Hotel/Motel Tax	89,073
Motor Fuel Tax	458,219
911 Surcharge	207,349
	<u>8,754,650</u>

The following receivables are included in *other receivables* on the Statement of Net Assets:

	Governmental Activities	Business-type Activities
Unbilled Water/Sewer Charges	-	2,479,052
Billed Water/Sewer Charges	-	622,342
Special Assessments (Water/Sewer)	-	302,961
Fees & Fines, Charges for Services	1,946,196	-
Intergovernmental	111,283	-
Loans Receivable	750	-
Accrued Interest	28,618	7,437
Miscellaneous	178,279	79,348
	<u>2,265,126</u>	<u>3,491,140</u>

The water & sewer receivables listed above are net of an allowance for uncollectible amounts of \$53,105. All other receivables are expected to be collected in full. The special assessment receivables are being paid back over the next 9 years at approximately \$45,000 per year plus interest. All other receivables are expected to be collected within one year.

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2007

IV – RECEIVABLES & DEFERRED REVENUES (cont.)

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

	Unavailable	Unearned	Total
Income Sources Intended for Future Years			
Property Taxes	18,199,415	-	18,199,415
Vehicle Licenses	-	481,061	481,061
Advance Theatre Ticket Sales	-	106,187	106,187
Other Deferred Revenue	-	413,451	413,451
Grant Drawdowns Prior to meeting eligibility requirements	-	204,086	204,086
Government activities deferred revenue	18,199,415	1,204,785	19,404,200
Income Received More Than 60 Days After Year End			
Waukegan Port District Loan	1,251,800	-	1,251,800
Sales Tax	1,207,731	-	1,207,731
Telecommunications Tax	316,400	-	316,400
Replacement Tax	322,308	-	322,308
Utility & Other Taxes	373,353	-	373,353
Governmental Funds deferred revenue	21,671,007	1,204,785	22,875,792

V - CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2007 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities				
Capital assets, not being depreciated				
Land	12,632,519	622,987	-	13,255,506
Construction in Progress	23,447	29,118	-	52,565
Total	12,655,966	652,105	-	13,308,071
Capital assets, being depreciated				
Buildings & Improvements	48,896,572	346,091	157,357	49,085,306
Machinery & Equipment	10,420,395	576,039	106,962	10,889,472
Infrastructure	5,722,731	769,364	-	6,492,095
Vehicles	10,272,527	386,608	1,097,585	9,561,550
Total	75,312,225	2,078,102	1,361,904	76,028,423
Less: accumulated depreciation for:				
Buildings & Improvements	7,275,836	1,312,441	38,344	8,549,933
Machinery & Equipment	6,873,307	736,987	105,878	7,504,416
Infrastructure	396,565	294,714	-	691,279
Vehicles	8,493,467	680,632	1,064,245	8,109,854
Total	23,039,175	3,024,774	1,208,467	24,855,482

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2007

V - CAPITAL ASSETS (cont.)

<u>Governmental Activities (cont.)</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Total capital assets, being depreciated, net	52,273,050	(946,672)	153,437	51,172,941
Total capital assets, net - Governmental Activities	<u>64,929,016</u>	<u>(294,567)</u>	<u>153,437</u>	<u>64,481,012</u>
Depreciation Expense				
Internal Service Capital Assets		-		
Other Governmental Activities Capital Assets		3,024,774		
		<u>3,024,774</u>		
<u>Business-type Activities</u>				
Capital assets, not being depreciated				
Land	2,649,170	-	-	2,649,170
Construction in Progress	-	369,331	-	369,331
Total	<u>2,649,170</u>	<u>369,331</u>	<u>-</u>	<u>3,018,501</u>
Capital assets, being depreciated				
Buildings, Improv & Parking Lots	19,888,251	519,962	127,307	20,280,906
Machinery & Equipment	6,080,501	88,602	150,621	6,018,482
Infrastructure	55,183,619	2,502,805	-	57,686,424
Vehicles	4,089,757	-	49,598	4,040,159
Total	<u>85,242,128</u>	<u>3,111,369</u>	<u>327,526</u>	<u>88,025,971</u>
Less: accumulated depreciation for:				
Buildings, Improv & Parking Lots	4,136,328	670,489	109,074	4,697,743
Machinery & Equipment	4,276,774	396,252	150,621	4,522,405
Infrastructure	23,164,777	930,677	-	24,095,454
Vehicles	2,402,483	451,398	49,598	2,804,283
Total	<u>33,980,362</u>	<u>2,448,816</u>	<u>309,293</u>	<u>36,119,885</u>
Total capital assets, being depreciated, net	<u>51,261,766</u>	<u>662,553</u>	<u>18,233</u>	<u>51,906,086</u>
Total capital assets, net - Business-type Activities	<u>53,910,936</u>	<u>1,031,884</u>	<u>18,233</u>	<u>54,924,587</u>

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2007

V - CAPITAL ASSETS (cont.)

Depreciation expense was charged to functions/programs as follows:

Governmental Activities	
General Government	511,964
Public Safety	1,067,727
Streets, Bridges & Other Public Works	857,546
Economic Development	9,525
Community Development	13,828
Culture & Recreation	787,853
Capital assets held by the City's internal service funds are charged to the various functions based on their usage	356
	<u>3,248,799</u>
Business-type activities	
Water & Sewer	1,979,236
Parking System	260,374
	<u>2,239,610</u>

Construction Commitments – The City entered into agreement with a developer to redevelop the former Lakehurst Mall area, now known as the Lakehurst Tax Increment Financing District. Bonds were sold and as of April 30, 2006, \$23 million has been spent, with the remaining commitment expected to be \$2.2 million. The costs that the City has/will incur consists of a land purchase, demolition of the old mall, and various other site improvements. The portion of this project that will be capitalized in the City's capital assets is limited to any infrastructure (streets, etc.) improvements. To date, there have been no capitalized costs and all costs have been recorded as economic development expense. Incremental property taxes from this development are expected to be used to repay the bonds.

The construction in progress of \$23,477 consists of initial architectural work on the renovation of the old city hall to enlarge the headquarters for the police department. This project was put on hold pending investigation of funding options.

NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2007

V - CAPITAL ASSETS (cont.)

Capital assets of the city's component unit, the Waukegan Public Library are as follows:

	Beginning			Ending
	Balance	Increases	Decreases	Balance
Capital Assets, Being Depreciated				
Buildings	\$ 4,103,902	-	(1,310)	4,105,212
Furniture and Equipment	1,441,813	61,418	71,948	1,431,283
Vehicles	310,458	-	20,270	290,188
Library Materials	2,727,506	279,031	85,908	2,920,629
	<u>8,583,679</u>	<u>340,449</u>	<u>176,816</u>	<u>8,747,312</u>
Less Accumulated Depreciation for:				
Buildings	2,238,874	59,476	-	2,298,350
Furniture and Equipment	801,388	64,617	61,125	804,880
Vehicles	302,021	8,437	20,270	290,188
Library Materials	979,711	113,050	85,908	1,006,853
	<u>4,321,994</u>	<u>245,580</u>	<u>167,303</u>	<u>4,400,271</u>
Net Cap. Assets, Being Deprec.	4,261,685	94,869	9,513	4,347,041
Capital Assets, Not Being Depreciated				
Land	71,486	-	-	71,486
Total Capital Assets	4,333,171	94,869	9,513	4,418,527

VI – SELECTED LIABILITIES

Accounts Payable and Accrued Expenses as presented on the Statement of Net Assets includes accrued salaries of \$1.17 million in governmental activities and \$137,000 in business-type activities paid within 30 days of the year-end, with the remaining balance consisting of routine expenses paid soon after year-end.

Environmental Cleanup Liabilities consist of amounts owed on the EPA mandated cleanup of the Yeoman Creek superfund site. The City is a party to agreements with 5 other public and private entities ("potentially responsible parties" or "PRPs", for short) for the purpose of sharing costs of litigation, site investigations and studies, and remedial actions in cooperation with the Illinois and U.S. Environmental Protection Agencies relating to the Yeoman Creek/Edwards Field landfill superfund site located in Waukegan. The City and the other PRP's are parties to a "partial consent decree" with the USEPA to pay for the costs of remedial design and remedial action at the site. The City also is a party to a cost-sharing settlement agreement with the PRPs.

The agreements require the PRPs to share in the costs of the remedial actions noted above. Remedial construction commenced in May 2003 and was substantially complete in 2005. While many significant cost variables remain, the City's ultimate remaining share of costs, including EPA oversight and the present value of 30 years of site operation and maintenance, is expected to approximate \$2.25 million. In addition, liabilities for a smaller environmental cleanup site, Adelphi, have been accrued in the amount of approximately \$275,000. The remaining costs of environmental cleanup are being financed by future sources to be determined. These amounts have been accrued in the accompanying financial statements and are included in Long-Term Liabilities under the caption *Environmental Cleanup Liabilities*.

NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2007

VII - RISK MANAGEMENT ACTIVITIES – CLAIMS & JUDGMENTS LIABILITIES

The City's component unit, the Waukegan Public Library, purchases commercial insurance from third parties for all risks, and thus retains no significant amounts of risk. The City, however, maintains two internal service funds that account for the risk management activities normally associated with municipalities. In the government-wide financial statements, these activities are combined into the governmental activities column.

A. Safety and Risk Management Fund -

The City is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; workers compensation claims; and errors and omissions. On most liability claims, the City retains the first \$100,000 of risk. On workers compensation claims, the retention amount is \$250,000 for claims incurred in fiscal years 01/02 and before, \$300,000 for claims in FY 02/03, \$500,000 in FY 03/04 and FY 04/05, \$600,000 in FY 05/06, and \$700,000 in FY 06/07. In cases of property damage, the retention amount is generally \$25,000. The City has purchased commercial insurance from third parties for other risks and to insure against claims in excess of the risk retention amounts outlined above. No settlements have exceeded insurance coverage for the past 3 years. There have been no material changes in insurance coverage limits. All operating funds of the City participate in the Safety and Risk Management Fund. Amounts payable as premiums to the fund are calculated based on historical cost information and are adjusted annually so that over time revenues and expenses (on a cash flow basis) are approximately equal.

A deficit in the fund as of April 30, 2006 in the amount of \$4.2 million includes \$4.67 million in reserves set up for estimated future payments on claims to date and \$299,000 for claims incurred but not yet reported. A portion (\$2.25 million) of the reserves includes amounts for the remediation efforts at the Yeoman Creek landfill site (See Note VI).

B. Employee Benefit Plan Fund

The City maintains various arrangements for health insurance coverage with various employee groups AND retirees (See Note VIII) within the City. Employees generally can choose between an HMO plan and the City's own self-insured plan. Effective July 1, 2005, the self-insured plan was eliminated except to pay any run-off claims from claims occurring before that date until May 1, 2007. Under the City's plan, risks were retained to the first \$150,000 of each individual claim. Thereafter, a stop loss policy purchased by the City covered each incident up to \$1,000,000. No settlements have exceeded insurance coverage for the past 3 years. There have been no material changes in insurance coverage limits.

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2007

VII - RISK MANAGEMENT ACTIVITIES (cont.)

Premiums are determined on a per employee basis using historical cost information and are adjusted annually so that over time revenues and expenses (on a cash flow basis) are approximately equal. However, a \$4.6 million deficit fund balance level occurring during fiscal years prior to 04/05 will require additional measures. (In FY 05/06, \$300,000 was recovered) This deficit has been financed by a loan of \$4.5 million from the General Fund. As noted above, in fiscal year 05/06, the City changed from the current self-insurance arrangement to a traditional health insurance with a commercial carrier and employee and retiree contributions have been increased. Amounts recovered since FY05 are \$300,000 in FY06 and \$300,000 to date in FY07. The City expects to recover in excess of \$400,000 of the deficit in future years under the new arrangement, through the differential in insurance premiums paid and collected and the current direct payment of insurance claims.

C. Claims and Judgments Liabilities

For both funds, a liability for a claim is established if information indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss is reasonably estimable. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are reevaluated periodically to consider the effects of inflation, recent claim settlement trends (including the frequency and amount of pay-outs), and other economic and social factors. The City calculates these estimates in conjunction with outside risk management consultants and City attorneys. The estimate of claims liabilities also includes amounts for incremental claim adjustment expenses related to specific claims. Estimated recoveries, for example from salvage, subrogation, or stop loss provisions are another component of the claims liability estimate. Changes in the balances of claims liabilities during the past two years are as follow. Environmental liabilities are segregated and reported separately in the financial statements. (See Note VI)

	<u>Safety & Risk Management</u>		<u>Employee Benefits</u>	
	<u>4/30/07</u>	<u>4/30/06</u>	<u>4/30/07</u>	<u>4/30/06</u>
Unpaid Claims-Begin. Of Year	4,671,316	4,772,528	4,262	452,778
Incurred claims (including IBNRs) & changes in estimates of prior year claims	4,066,499	3,765,514	-	3,765,514
Payments of Claims	(4,023,513)	(3,866,726)	-	(4,214,030)
Unpaid Claims-End Of Year	<u>4,714,302</u>	<u>4,671,316</u>	<u>4,262</u>	<u>4,262</u>
Environmental Cleanup Liabilities	<u>(2,525,000)</u>	<u>(2,525,000)</u>		
Other Claims & Judgments Liability	2,189,302	2,146,316		
Employee Benefits Claims	<u>4,262</u>	<u>4,262</u>		
Total-Claims & Judgments Payable	<u>2,193,564</u>	<u>2,150,578</u>		

VIII - OTHER POSTEMPLOYMENT BENEFITS

In addition to pension benefits discussed elsewhere in these notes, the City provides post retirement health care benefits to retirees and widows covered under various City benefit plans in accordance with various state and local statutes and agreements. 198 participants are covered by a City sponsored plan and an additional 9 are covered by an outside HMO plan. The City sets rates annually that are paid by the participants on a monthly basis. The City pays the other portion to its self-insurance plan from its general fund. Expenditures for benefits are recognized in the Internal Service Fund as claims are incurred. Total expenditures for claims/HMO premiums during fiscal year 05/06, net of retiree premiums paid were \$4.7 million. (\$1.3 million in FY04/05)

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2007

IX - LONG-TERM OBLIGATIONS

The following is a summary of changes in long-term obligations of the city for the year ended April 30, 2007:

	Balance 5/1/2006	Additions	Retirements	Balance 4/30/2007	Due Within One Year
Governmental Activities					
Bonds Payable					
General Obligation Debt	99,740,525	-	6,231,013	93,509,512	12,968,054
Special Assessment Bonds	3,695,000	-	544,033	3,150,967	76,000
Premiums/(Discounts)	(16,955,598)	-	(1,059,957)	(15,895,641)	(1,247,293)
Refunding Gains/(Losses)	(792,923)	-	(49,385)	(743,538)	(73,468)
Total Bonds Payable	<u>85,687,004</u>	<u>-</u>	<u>5,665,704</u>	<u>80,021,300</u>	<u>11,723,293</u>
Capital Leases Payable	1,490,229	-	377,058	1,113,171	376,823
Net Pension Obligation	7,068,906	94,670	-	7,163,576	4,792,425
Environmental Cleanup Liabilities	2,525,000	-	-	2,525,000	1,050,000
Compensated Absences	6,171,467	-	339,594	5,831,873	-
Total Governmental Activities	<u>102,942,606</u>	<u>94,670</u>	<u>6,382,356</u>	<u>96,654,920</u>	<u>17,942,541</u>
Business-type Activities					
Water & Sewer					
Bonds Payable					
General Obligation Bonds	5,026,445	-	629,100	4,397,345	716,873
Premiums/(Discounts)	(4,945)	-	(907)	(4,038)	(1,678)
Refunding Gains/(Losses)	(27,347)	-	(13,715)	(13,632)	(14,558)
Total Bonds Payable	<u>4,994,153</u>	<u>-</u>	<u>614,478</u>	<u>4,379,675</u>	<u>700,637</u>
Capital Leases Payable	1,961,818	-	446,658	1,515,160	446,657
Compensated Absences	389,481	-	44,305	345,176	-
Total Water & Sewer	<u>7,345,452</u>	<u>-</u>	<u>1,105,441</u>	<u>6,240,011</u>	<u>1,147,294</u>
Parking System					
Bonds Payable					
General Obligation Bonds	528,030	-	218,269	309,761	218,269
Revenue Bonds	7,945,000	-	305,000	7,640,000	310,000
Premiums/(Discounts)	(3,707)	-	(987)	(2,720)	(1,411)
Refunding Gains/(Losses)	(30,178)	-	(21,098)	(9,080)	(17,548)
Total Bonds Payable	<u>8,439,145</u>	<u>-</u>	<u>501,184</u>	<u>7,937,961</u>	<u>509,310</u>
Compensated Absences	7,792	-	197	7,595	-
Total Parking System	<u>8,446,937</u>	<u>-</u>	<u>501,381</u>	<u>7,945,556</u>	<u>509,310</u>
Total Business-type Activities	<u>15,792,389</u>	<u>-</u>	<u>1,606,822</u>	<u>14,185,567</u>	<u>1,656,604</u>

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2007

IX - LONG-TERM OBLIGATIONS (cont.)

Sources of Repayment – Payments for Long-Term Obligations in Governmental Activities are typically funded by various sources, principally property taxes, investment income, and transfers from other funds. Business-Type Activity obligations are financed by the operating income of the related activity. Compensated absence payments are paid as they arise out of the operating budget of the fund/department that they relate to.

A. General Obligation Bonds/Notes

General obligation bonds/notes are direct obligations and pledge the full faith and credit of the government. The City issues general obligation bonds/notes to provide funds for the acquisition and construction of major capital improvements. General obligation bonds/notes have been issued for both general government and proprietary activities. These bonds are reported in the proprietary funds if they will be repaid from proprietary fund revenues. In addition, general obligation bonds have been issued to refund both general obligation and revenue bonds.

Bond Issue	Final Maturity	Interest Rates	Original Par Amount	Outstanding Balances	
				Governmental Funds	Enterprise Funds
1998 G.O. Bonds	2014	4.20-4.30%	9,760,000	1,686,253	683,747
2000 G.O. Refunding Bonds	2009	4.25-4.45%	6,550,000	983,259	261,741
2001 G.O. Bonds	2022	4.50-5.25%	20,000,000	2,565,000	-
2001A G.O. Bonds	2017	4.00-4.75%	11,000,000	9,155,000	-
2003 G.O. Refunding Bonds	2007	1.65-3.65%	9,430,000	2,175,000	-
2003A G.O. Bonds	2022	1.45-5.86%	46,405,000	45,450,000	-
2004B G.O. Bonds	2008	3.00%	9,450,000	250,000	-
2005 G.O. Note	2007	5.15%	6,900,000	6,900,000	-
2005 Spec. Assess. Improvement Bonds	2030	6.125%	3,695,000	3,150,967	-
2005A G.O. Refunding	2024	3.25-5.0%	24,760,000	24,345,000	-
2006 G. O. Note	2014	4.09%	4,000,000	-	3,761,618
				96,660,479	4,707,106

Annual debt service requirements to maturity for general obligation bonds is as follows:

Year Ending April 30	Governmental Funds			Enterprise Funds		
	Principal	Interest	Total	Principal	Interest	Total
2008	12,424,021	2,142,080	14,566,101	734,224	189,520	923,744
2009	5,045,220	1,761,939	6,807,159	757,390	158,728	916,118
2010	4,956,237	1,632,334	6,588,571	653,586	126,913	780,499
2011	5,289,352	1,515,639	6,804,991	679,602	99,750	779,352
2012	5,896,025	1,403,131	7,299,156	708,016	71,508	779,524
2013-2017	29,210,624	5,205,568	34,416,192	1,174,288	53,522	1,227,810
2018-2022	26,740,000	2,451,771	29,191,771	-	-	-
2023-2027	6,278,000	598,708	6,876,708	-	-	-
2028-2030	821,000	77,512	898,512	-	-	-
	96,660,479	16,788,682	113,449,161	4,707,106	699,941	5,407,047

NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2007**A. General Obligation Bonds (cont.)**

1. **\$9,760,000 General Obligation Bonds, Series 1998** - On July 15, 1998, the City issued \$9,760,000 of Series 1998 General Obligation Bonds. The net proceeds from the bond sale after market discount were \$9,735,677. The bonds have interest rates ranging from 4% to 4.3%, with a portion maturing each year and a final maturity on December 30, 2013. Bonds maturing after December 30, 2006 are callable at par.

A portion (\$4,368,726) of the bond proceeds were issued to advance refund portions of two outstanding bond issues: (1) \$2,420,000 of G.O. Bonds, Series 1994A and (2) \$1,460,000 of G.O. Bonds, Series 1991. The bond proceeds remaining were used for bond issuance expenses and various capital improvement projects including a new fire station and various street improvements. As portions of the refunded bonds were initially used for purposes of enterprise funds, the transaction has been allocated accordingly.

Proceeds applicable to the refunding portion were used to purchase U.S. government securities and those securities were deposited in an irrevocable trust with an escrow agent to provide debt service payments until the bonds were called and fully matured on November 15, 2004. The advance refunding met the requirements of an in-substance defeasance and the bonds were removed from the City's statement of net assets as of the 1998 issuance.

2. **\$6,550,000 General Obligation Refunding Bonds, Series 2000** - On December 28, 2000, the City issued \$6,550,000 of Series 2000 General Obligation Refunding Bonds. The net proceeds from the bond sale after market discount were \$6,541,810. The bonds have interest rates ranging from 4.25% to 4.45%, with a portion maturing each year and a final maturity on January 1, 2009.

The bond proceeds were issued to advance refund \$6,215,000 of Series 1992 G.O. Refunding Bonds. The remainder of the bond proceeds was used for bond issuance expenses. As part of the bonds refunded was initially used for purposes of Enterprise Funds, the transaction has been allocated accordingly. Bond proceeds were used to purchase U.S. government securities and those securities were deposited in an irrevocable trust with an escrow agent to provide debt service payments when the bonds were called and fully retired March 1, 2001.

As part of the original debt issues to which this refunding relates, a portion of the bonds outstanding will be repaid through an intergovernmental agreement with the Waukegan Port District:

On July 15, 1983, the City of Waukegan entered into an intergovernmental agreement with the Waukegan Port District under which the City borrowed \$7,500,000.00. The City issued general obligation debts (Harbor Bond Issue) that the Port District secured with revenues from its harbor operations. Real estate taxes have been abated since the Port District is making the payments; however, the City is contingently liable in the case of default. The City of Waukegan acts as trustee and administrator for the receipt and disbursement of all these funds under guidelines set forth in the Bond Ordinance and the Intergovernmental Agreement. The Harbor Bond Issue was included in the 1985 Refunding Bond Issue and the Port District continued to make payments according to a revised Intergovernmental Agreement.

Upon the 1992 refunding, the City entered into a revised Intergovernmental Agreement with the Waukegan Port District that altered its Debt Service schedule on bonds that were refunded by the 1985 Issue. With the 2000 refunding, the Port District will continue to pay according to the 1992 intergovernmental agreement to offset a portion of the City's debt service on the 2000 Bonds. A receivable for the principal amount still owed by the Port District is shown as an advance on the City's statement of net assets, as it was prior to the refundings.

NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2007

A. General Obligation Bonds (cont.)

3. \$20,000,000 General Obligation Bonds, Series 2001 – On May 2, 2001, the City issued \$20,000,000 in General Obligation Bonds, Series 2001. The bonds have interest rates ranging from 4.50% to 5.25% and fully mature in 2022. The proceeds were used to renovate the Genesee Theatre, to improve various City facilities, to acquire property for future development in the Lakehurst and Downtown/Waterfront TIF districts, and to perform certain redevelopment projects within the downtown and waterfront TIF District.

4. \$11,000,000 General Obligation Bonds, Series 2001A - On December 3, 2001, the City issued \$11,000,000 in General Obligation Bonds, Series 2001A. The bonds have interest rates ranging from 4.00% to 4.75% and fully mature in 2017. The proceeds were used to construct a new City Hall (\$8.0 million), and to pay the costs of environmental remediation matters, including work at the Yeoman Creek Landfill (\$3.0 million).

5. \$9,430,000 Taxable General Obligation Refunding Bonds, Series 2003 - On February 18, 2003, the City issued \$9,430,000 of Series 2003 Taxable General Obligation Refunding Bonds. The net proceeds from the bond sale after market discount were \$9,398,975. The bonds have interest rates ranging from 1.65% to 3.65%, with a portion maturing each year and a final maturity on December 30, 2007.

The bond proceeds were issued for issuance expenses and to advance refund \$9,065,000 of Series 1992 G.O. Bonds. Bond proceeds were used to purchase U.S. government securities and those securities were deposited in an irrevocable trust with an escrow agent to provide debt service payments when the bonds were called and fully retired June 30, 2003.

6. \$25,738,655 General Obligation Bonds, Series 2003A - On August 14, 2003, the City issued \$25.7 million in General Obligation Capital Appreciation Bonds, Series 2003A. The bonds have face values totaling \$46.405 million, which includes the accreted interest payable only at various maturity dates ranging from December 2004 to December 2022. Accreted interest is at effective interest rates ranging from 1.45% to 5.86%. The proceeds have been/will be used to pay for the cost of improvements (land acquisition, demolition, & site improvements) within the Lakehurst TIF District Redevelopment Project Area and to pay certain bond issuance costs. The total project cost is expected to exceed \$47.5 million with the remaining financing obtained from special assessment bonds (\$3.695 million) and private capital. The bonds are expected to be repaid through incremental property taxes created by redevelopment of the area.

7. \$2,535,000 General Obligation Bonds, Series 2003B - On October 14, 2003, the City issued \$2,535,000 in General Obligation Bonds, Series 2003B. Interest is at 2.0% and the bonds mature November 15, 2004 (\$1.265 mil) and November 15, 2005 (\$1.27 mil). The bond proceeds were issued for issuance expenses and to currently refund \$2,405,000 of Series 1994A G.O. Bonds. Bond proceeds were used to purchase U.S. government securities and those securities were deposited in an irrevocable trust with an escrow agent to provide debt service payments when the bonds were called and fully retired November 15, 2003. The reacquisition price exceeded the net carrying amount of the old debt by \$35,317. This amount is being netted against the new debt an amortized over the new debt's life, which is shorter than the refunded debt. The transaction resulted in an economic loss of \$34,581 and a reduction of \$77,012 in future debt service payments.

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2007

A. General Obligation Bonds (cont.)

8. \$9,450,000 Taxable General Obligation Bonds, Series 2004B- On April 5, 2004, the City issued \$9,450,000 in Taxable General Obligation Bonds, Series 2004B. Interest only is payable semi-annually at 3.0% and 100% of the bonds mature December 30, 2008. \$775,688 of the proceeds was deposited into the debt service fund as capitalized interest to pay interest on the bonds for the first 2-3 years. The remainder of the bond proceeds was used for issuance costs and to pay for construction costs at the Genesee Theatre. The bonds are callable after 2007 and prices between 100% and 101%.

9. \$6,900,000 Taxable General Obligation Note, Series 2005- On April 29, 2005, the City received a \$6.9 million loan from First Midwest Bank, to fund the purchase of 32 acres in the Lakehurst area that was previously paid for out of other bond proceeds. The loan is secured by the subject land, bears semiannual interest at 5.15%, and matures in full on May 1, 2007, when the principal is fully due. The City has the option to redeem all or a portion of the principal anytime before maturity. The first interest payment is due November 1, 2005. The proceeds of the bond were deposited into the capital projects funds for the city hall (\$5,081,233) and Genesee Theatre (\$1,818,767).

10. \$3,695,000 Special Assessment Improvement Bonds, Series 2005 – On June 24, 2005, the City issued \$3,695,000 in Special Assessment Improvement Bonds, to fund certain public improvements to the site formerly known as Lakehurst Mall. The site is being redeveloped as Fountain Square of Waukegan, a mixed-use retail and commercial project. The bonds will bear interest at the rate of 6.125% per annum and will mature on March 1, 2030, subject to optional or mandatory redemption. Repayment of the bonds will be from an annual assessment to be imposed on lots benefited by the improvements.

11. \$24,760,000 General Obligation Refunding Bonds, Series 2005A – On September 14, 2005, the City issued \$24,760,000 in General Obligation Refunding Bonds, to defease and advance refund a portion of the City's General Obligation Bonds, Series 2001, due December 30, 2005 and 2010-2021, both inclusive, and to pay the tender purchase price of a portion of the City's outstanding Taxable General Obligation Bonds, Series 2004B, due December 30, 2008, that are tendered for purchase.

12. \$4,000,000 General Obligation Note, Series 2006 – On April 4, 2006, the City received a \$4.0 million loan from First Midwest Bank, to fund improvements to the water and sewer system of the City. The Notes bear an interest rate of 4.09% and are payable in 14 equal installments of \$332,451.57 payable on November 1, 2006 and semiannually thereafter on May 1 and November 1 of each year.

13. Defeased Debt – \$4.48 million in defeased debt refunded by the above bond issues and not reflected in the City's financial statements consists of the 1979 Water & Sewer Revenue Bonds refunded in 1985.

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2007

B. Parking Fees and Sales Tax Revenue Bonds, Series 2004A

In addition to general obligation bonds, the City has issued revenue bonds to fund the construction of a parking garage. The bonds constitute special obligations of the City payable solely from the revenues of the Motor Vehicle Parking System of the City and the City's portion of the Sales Tax. The bonds were issued April 5, 2004 in the amount of \$8.245 million. \$5.06 million of the bonds mature in varying amounts each December 30 in the years 2005 through 2018 and carry interest rates between 2.25% and 3.85%. Bonds maturing in 2020, 2022, and 2024 are subject to partial mandatory redemption one year prior to maturity and carry interest rates between 4.00% and 4.25%. Upon completion of the construction project in December 2004, the revenue bond covenants required the City to maintain a bond reserve account equal to the highest annual debt service amount. In addition, the bonds require the City to maintain bond service, depreciation, and operating accounts in varying amounts. As of April 30, 2007, the City has the following amounts available to satisfy the various bond covenants:

	Escrow Acct. With Bond Svc. Agent	Other Cash Held For Bonds	Total
Bond Reserve	627,789	-	627,789
Bond Service	-	149,000	149,000
Depreciation Reserve	-	-	-
Operating Reserve	-	-	-
	627,789	149,000	776,789

The annual debt service requirements are as follows for the revenue bonds:

Year Ending April 30,	Principal	Interest	Total
2008	310,000	276,110	586,110
2009	315,000	269,135	584,135
2010	325,000	262,048	587,048
2011	335,000	253,516	588,516
2012	345,000	243,885	588,885
2013-2017	1,935,000	1,038,718	2,973,718
2018-2022	2,375,000	651,641	3,026,641
2023-2027	1,700,000	146,163	1,846,163
	7,640,000	3,141,216	10,781,216

C. Capital Leases – The City has entered into various lease agreements as lessee for financing the acquisition of equipment and improvements. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of the future minimum lease payments as of the inception date. A description of the various leases follows:

Assets Acquired	Origination Date	Final Payment	Cost of Asset	Balances Outstanding	
				Governmental Funds	Enterprise Funds
Water Plant Improvements	7/02	2010	1,800,000	-	700,379
911 System Equipment	2/04	2008	250,000	52,253	-
Copier Lease - Theatre	6/05	2010	10,614	6,634	-
6 Defibrillators	5/02	2008	102,177	2,004	-
City Hall Phone System	1/04	2008	242,281	64,044	-
Fleet Equipment	7/05	2011	2,000,000	814,782	814,781
Fire Truck	11/03	2010	329,492	173,454	-
				1,113,171	1,515,160

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2007

C. Capital Leases – (cont.)

The future minimum lease obligations and the net present value of these minimum lease payments as of April 30, 2007 were as follows:

Payments Due: Year Ending Apr. 30	Governmental Funds	Enterprise Funds
2008	411,392	520,671
2009	288,552	520,671
2010	287,094	372,145
2011	223,618	223,619
Total Minimum Lease Payments	1,210,656	1,637,106
Less: Interest Portion	97,485	121,946
Present Value of Minimum Lease Payments	<u>1,113,171</u>	<u>1,515,160</u>

D. Component Unit Long-Term Debt

Included in the long-term obligations of the Waukegan Public Library are \$133,699 for compensated absences and \$1,835,000 for library notes payable, including \$125,000 of notes due within one year. During the fiscal year, the only activity in these liabilities was an decrease in compensated absences of \$15,516 and a principal payment on the notes of \$115,000. A description of the library notes follows.

On October 16, 1997, the Library issued \$2.6 million in Library Building Notes, Series 1997. (Dated September 1, 1997) The notes were issued to finance an extensive remodeling of the Library's existing building. The notes are payable solely from any funds of the Library that are legally available and annually appropriated by the City of Waukegan for such purposes and are secured by a mortgage on the building. The notes are not issued under the general taxing authority of the City of Waukegan.

The annual debt service on the notes will be met through a portion of the Library's share of the City of Waukegan's annual property tax levy. Any time after January 1, 2007, the Library may elect an optional early redemption of the notes. (On any notes maturing after January 1, 2008) Call redemption prices are 101% (in 2007), 101.5% (2008), and 100% (After 2008).

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2007

D. Component Unit Long-Term Debt – (cont.)

	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Original Amount</u>
Serial Notes	2010	5.6% - 9.0%	685,000
Term Note (1)	2009	5.60%	620,000
Term Note (2)	2017	5.90%	1,295,000
			<u>2,600,000</u>

(1) - Annual mandatory sinking fund redemptions begin January 1, 2005

(2) - Annual mandatory sinking fund redemptions begin January 1, 2017

Annual Debt Service Requirements:

<u>Year Ending April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2008	130,000	99,645	229,645
2009	140,000	92,365	232,365
2010	145,000	84,525	229,525
2011	155,000	76,405	231,405
2012	165,000	67,260	232,260
2013-2017	975,000	178,475	1,153,475
	<u>1,710,000</u>	<u>598,675</u>	<u>2,308,675</u>

E. Legal Debt Limits

As the City of Waukegan is a home rule municipality, there is no legal debt limit. Article VII, Section 6(k) of the 1970 Illinois Constitution governs computation of the legal debt margin and allows the state General Assembly to set certain debt limits home rule units. To date, the General Assembly has set no limits for home rule municipalities.

F. Conduit Debt Obligations

From time to time, the City has issued various conduit debt obligations including Industrial Revenue Bonds to provide financial assistance to private sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest; Single Family Mortgage Revenue Bonds; and College Facilities Revenue Bonds. All conduit debt is secured by the property financed and are payable solely from payments received on the underlying mortgage loans. The City is not obligated in any manner for repayment of such bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. The dollar amount of the original issuance and outstanding balance of these bonds is undeterminable as of April 30, 2006.

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2007

X - RETIREMENT FUND COMMITMENTS

A. Defined Benefit Pension Plan - Illinois Municipal Retirement Fund

The City's Component Unit, Waukegan Public Library, is included in the amounts noted in the following discussion, as the IMRF considers the Library to be part of the City for pension plan purposes.

Plan Description - The City of Waukegan'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 pension plan that 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 publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois, 60523.

Funding Policy - Employees participating in IMRF are required to contribute 4.50 percent of their annual covered salary. The member rate is established by state statute. The City of Waukegan is required to contribute at an actuarially determined rate. The employer rate for calendar year 2006 was 9.03 percent 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 an open basis). The remaining amortization period at December 31, 2006 was 26 years.

Annual Pension Cost - For December 31, 2006, the City of Waukegan's annual pension cost of \$1,415,955 was equal to the City of Waukegan's required and actual contributions. The required contribution was determined as part of the December 31, 2004 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 11.6% per year depending on age and service, attributable to seniority/merit, and (d) post retirement 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 2006 actuarial valuation were based on the 2002-2004 experience study.

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2007

A. Defined Benefit Pension Plan - Illinois Municipal Retirement Fund (cont.)

Three Year Trend Information – Actuarial values and liabilities and pension costs and contributions for the last three years are reported in the table below.

	Actuarial Valuation Date		
	12/31/2006	12/31/2005	12/31/2004
Pension Cost Information			
Annual Pension Cost (APC)	\$ 1,415,955	1,274,053	964,061
% of APC Contributed	100.00%	100.00%	100.00%
Net Pension Obligation	-	-	-
Schedule of Funding Progress			
Actuarial Accrued Liability (AAL)	39,637,084	36,269,616	34,459,291
Actuarial Value of Assets	40,926,998	36,155,370	33,795,676
Unfunded AAL (UAAL)	<u>(1,289,914)</u>	<u>114,246</u>	<u>663,615</u>
Funded Ratio	103.25%	99.69%	98.07%
Covered Payroll	15,680,561	15,185,372	14,606,985
UAAL as % of Covered Payroll	0.00%	0.75%	4.54%

On a market value basis, the actuarial value of assets as of December 31, 2006 is \$44,393,068. On a market basis, the funded ration would be 112.00%

Digest of Changes for 2006 Due to 2002-2004 Experience Study.

- 1 - The 1994 Group Annuity Mortality implemented.
- 2 - For regular members, fewer normal and early retirements are expected to occur.

B. Police And Fire Pension Funds

1. Plan Description and Funding Policy

(a) Police Pension Fund - Police sworn personnel of the City of Waukegan are covered by the Waukegan Police Pension Fund (WPPF), which is a defined benefit single-employer pension plan administered by the Waukegan Police Pension Board. The WPPF issues a separate financial report that includes financial statements and required supplementary information. That report may be obtained by writing to Waukegan Police Pension Fund, 410 Robert V. Sabonjian Place, Waukegan, Illinois, 60085.

Benefit Provisions – Although this is a single-employer pension plan, the defined benefits and employee and employer contributions levels are governed by Illinois State Statues (Chapter 40 ILCS 5 Article 3) and may be amended only by the Illinois legislature. The WPPF provides retirement benefits as well as survivor and disability benefits. Retirement benefits are summarized below:

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2007

B. Police And Fire Pension Funds (cont.)

1. Plan Description and Funding Policy

(a) Police Pension Fund - Benefit Provisions (cont.)

Initial Retirement Benefits – Employee attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of one-half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The initial pension is increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75% of such salary.

Partially Vested Retirees – Employees with at least 8 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit.

Pension Increases – Pensions are increased following the first anniversary of the date of retirement, or upon reaching the age of at least 55 years, whichever comes later, by 1/12 of 3% of the original pension for each full month elapsed since the pension began. On each January 1 thereafter, pension recipients receive an additional increase of 3% of the current benefit amount.

Funding Policy – Per the Illinois State Statutes, active members are required to contribute 9.91% of their base salary to the fund. The City of Waukegan is required to contribute the remaining amounts necessary, after net investment income, to finance the plan (including administration costs) at an actuarially determined rate. By the year 2033, plan net assets must accumulate to the point where past service costs are fully funded. As those service costs have not yet been fully funded, the entire amount of net assets is a legally required reserve.

(b) Fire Pension Fund - Fire sworn personnel of the City of Waukegan are covered by the Waukegan Firemen's Pension Fund (WFPF) which is a defined benefit single-employer pension plan administered by the Waukegan Firemen's Pension Board. The WFPF issues a separate financial report that includes financial statements and required supplementary information. That report may be obtained by writing to Waukegan Firemen's Pension Fund, 410 Robert V. Sabonjian Place, Waukegan, Illinois 60085.

Benefit Provisions – Although this is a single-employer pension plan, the defined benefits and employee and employer contributions levels are governed by Illinois State Statutes (Chapter 40 ILCS 5 Article 4) and may be amended only by the Illinois legislature. The WFPF provides retirement benefits as well as survivor and disability benefits. Retirement benefits are summarized below:

Initial Retirement Benefits - Employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of one-half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The pension is increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75% of such salary.

Partially Vested Retirees – Employees with at least 10 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit.

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2007

B. Police And Fire Pension Funds (cont.)

1. Plan Description and Funding Policy

(b) Fire Pension Fund (cont.)

Pension Increases – Pensions are increased following the first anniversary of the date of retirement, or upon reaching the age of at least 55 years, whichever comes later, by 3% of the original pension for each year elapsed since the pension began. On each January 1 thereafter, pension recipients receive an additional increase of 3% of the current benefit amount.

Funding Policy – Per the Illinois State Statutes, active members are required to contribute 9.455% of their base salary to the fund. The City of Waukegan is required to contribute the remaining amounts necessary, after net investment income, to finance the plan (including administration costs) at an actuarially determined rate. By the year 2033, plan net assets must accumulate to the point where past service costs are fully funded. As those service costs have not yet been fully funded, the entire amount of net assets is a legally required reserve.

2. Annual Pension Cost and Net Pension Obligation (Asset)

The City's annual pension cost and net pension obligation (asset) for the year ended April 30, 2007 were as follows:

	<u>Police Pension</u>	<u>Fire Pension</u>
Annual Required Contribution	2,903,049	2,379,579
Interest on Net Pension Obligation	119,679	89,708
Adj. To Annual Required Contribution	(70,000)	(50,000)
Annual Pension Cost	<u>2,952,728</u>	<u>2,419,287</u>
Contributions Made	<u>2,900,146</u>	<u>2,377,199</u>
Incr. (Decr.) in Net Pension Obligation	52,582	42,088
Net Pension Obligation (Asset):		
Beginning of Year	<u>3,868,949</u>	<u>3,199,957</u>
End of Year	<u><u>3,921,531</u></u>	<u><u>3,242,045</u></u>

3. Actuarial Assumptions

The annual required contribution for the current year was determined as part of the April 30, 2006, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions included (a) 7.5% investment rate of return; (b) 5.0% projected salary increases; (c) 3.0% inflation rate; and (d) 3.0% post-retirement benefit increases. The method used to determine the actuarial value of assets was their net present value. The unfunded actuarial accrued liability is being amortized as a level percentage of payroll on a closed basis. The amortization period ends June 30, 2033.

NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2007

B. Police And Fire Pension Funds (cont.)

4. **Three-Year Trend Data** - Pension costs and contributions for the last three years are reported in the table below.

	<u>Pension Cost</u>	<u>Percentage Contributed</u>	<u>(Asset) Obligation</u>
Police Pension			
4/30/05	2,800,146	94.3%	1,434,732
4/30/06	2,913,049	94.5%	1,595,716
4/30/07	2,952,728	98.2%	1,648,298
Fire Pension			
4/30/05	2,399,087	90.1%	1,271,281
4/30/06	2,287,593	103.3%	1,196,114
4/30/07	2,419,287	98.3%	1,238,202

(Notes continue on next page.)

NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2007

XI - INTERFUND BALANCES AND ACTIVITY

Interfund transfers for the year ended April 30, 2007 were as follows:

<u>Fund Transferred From</u>	<u>Fund Transferred To</u>	<u>Description/Purpose</u>	<u>Amount</u>
General Fund Support (Ongoing)			
Water & Sewer	General	Admin. services & general support	2,296,750
Motor Fuel Tax	General	MFT funded equipment usage	312,481
Motor Vehicle Parking	General	Admin. services & general support	40,000
General Fund Support (One-Time/Infrequent)			
General	Narcotics Forfeiture	General fund support	613
Funding of Programs			
Water & Sewer	Streets & Sidewalks	Annual street/sidewalk programs	600,000
Home Rule Sales Tax	Genesee Theatre (Ops.)	Theatre Support (Operations)	120,000
Re-allocate Prior Year Expense to Proper Fund			
Environmental Remediation	EPA Grant - Brownfield	Reimb Prior Year Enviro. Proj. Exps	57,232
Re-allocate Capital Projects Resources			
2004B Cap. Improv Fund	Motor Vehicle Parking	Reimburse Expenses	250,093
Debt Service Transfers/Abatements			
1992 Capital Improvements	2003 Debt Service Fund	Debt Service Abatements	1,703,000
2003C Refunding Bonds	TIF 3 - Belvidere Redev	Residual equity	183,338
Water & Sewer	2000 Debt Service Fund	Debt Service Abatements	1
Motor Fuel Tax	1998 Debt Service Fund	Debt service on MFT funded projects	200,564
Motor Fuel Tax	2003 Debt Service Fund	Debt service on MFT funded projects	180,459
Intrafund debt service transfers			
HRST Debt Service Fund	2005A Debt Service	Debt Service Reimb	641,140
			<u>6,585,671</u>

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2007

XI - INTERFUND BALANCES AND ACTIVITY (cont.)

The general fund has loaned a total of \$4,508,619 to two other funds to cover cash shortfalls, loans that are not expected to be paid back in the short term. These loans are identified as *Advances* in the fund financial statements. Details on the 2 general fund advances are as follows:

- (1) **Safety & Risk Management Fund** – deficits over the last three years in this internal service fund have been financed by \$727,479 in loans from the general fund. City management began to address this deficit in FY05 with increased premiums, reducing the loan by \$397,755 in FY06, however, an additional \$653,637 was advanced in the fiscal year ended April 30, 2007. The balance owed as of April 30, 2007 is \$727,479.
- (2) **Health Insurance Fund** – deficits in this internal service fund over the last several years have been covered by \$3,781,140 in loans from the general fund. Effective with the 2005/06 fiscal year, changes in the insurance plans offered (to fully outside-insured plans) and increased premiums charged to the City's retirees and employees, combined with the City's intention to budget in excess of \$400,000 per year from general city income sources will eliminate this loan over approximately 10 years. The balance was reduced by \$573,595 in the fiscal year ended April 30, 2007.

All other interfund receivable/payable balances, identified in the financial statements as *Due from* and *Due to*, are expected to be paid back in the fiscal year 2007/08 and are described below:

<u>Fund Owed</u>	<u>Fund Owing</u>	<u>Amount</u>
Loan for cash flow purposes		
General	Streets & Sidewalks	31,418
General	Environmental Remediation	1,639,127
Home Rule Sales Tax	Motor Vehicle Parking System	270,000
Loan for expenditure when funding is expected from another fund (Including Grant Matching)		
Home Rule Sales Tax	Lakefront/Downtown TIF	55,194
Home Rule Sales Tax	EPA Grant Brownfields	41,968
EPA Grant Brownfields	Environmental Remediation	99,573
Re-allocate expenditure to different fund		
Home Rule Sales Tax	General	249,767
General	Motor Fuel Tax	65,818
Motor Vehicle Parking System	Streets & Sidewalks	59,736
Re-allocate debt service payments to proper fund		
Debt Service Fund (2003B)	Water & Sewer	367,527
Debt Service Fund (1998)	Motor Vehicle Parking System	100,000
Water & Sewer	Debt Service Fund (2000)	139,128
7 Other Small Loans		19,603
Re-allocate revenue/receipt to proper fund		
Home Rule Sales Tax	Genesee Theatre	381,094
All Other amounts (6 Loans)		64,556
		<u>3,584,509</u>

NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2007

XII – CONTINGENT LIABILITIES

A. EPA Actions

1. **Yeoman Creek Superfund Site – (See Note VI)** The City is a party to agreements with 5 other public and private entities ("potentially responsible parties" or "PRPs", for short) for the purpose of sharing costs of litigation, site investigations and studies, and remedial actions in cooperation with the Illinois and U.S. Environmental Protection Agencies relating to the Yeoman Creek/Edwards Field landfill superfund site located in Waukegan.

2. **Lakefront Shooting Range** - The City is a party to claims of the USEPA and others for property owned partly by the City and formerly used as a shooting range. The City along with other parties to the USEPA action has remedial responsibility and based on work already performed by the USEPA, ultimate total costs will exceed \$2.7 million. As the allocation of costs to the various responsible entities has not been finalized and since City is pursuing claims against insurers and other responsible parties, the City's potential share of the liability is not estimable at this time.

B. Other Actions

The City is a party to various legal actions normally associated with municipalities. A liability for these claims has been estimated and recorded in the financial statements (See Note VII). It is the best estimate of the City that any additional maximum liability to the City during the next fiscal year should not materially affect the financial statements of the City.

C. Federal & State Grants

The City has received Federal and State grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits lead to questioned costs and potential request for reimbursements to grantor agencies for expenditures disallowed under the terms of the trust. Questioned costs are reserved in the General Fund if there is any substance to the items in question. Based upon prior experience, City Management believes such disallowances, if any, will be immaterial.

NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2007**XIII – GENESEE THEATRE**

In December 2004, the City formally re-opened the newly remodeled/reconstructed Genesee Theatre. In these financial statements, the operations of the Theatre are accounted for as a separate special revenue fund. During the year, the City entered into a three-year agreement with an outside management company to manage all operations of the theatre. The City initially paid a fixed management fee of \$10,000 per month for the first year of the agreement, and will pay \$9,000 per month for the last two years of the agreement. The City also pays an incentive fee that can be equal to but not exceed the fixed fee for each year of the agreement. No incentive fee was accrued in FY2007. The City will supply operating funds if operating revenues are unable to cover operating expenses. The City will continue to be responsible for all capital equipment and improvement and debt service expenditures. The City expects to fund any initial deficits in the theatre fund through revenues from the Home Rule Sales Tax.

The special revenue fund reports only the operations of the Theatre as managed by the contracted management company. The cost of the Theatre renovation and other Theatre equipment and the related depreciation expense is included only as part of the Government-Wide financial statements and the related debt service is reported in other funds of the City in the fund financial statements. A \$2 per ticket restoration fee is collected and reported as income in the City's Home Rule Sales Tax special revenue fund. The Theatre's management enters into various ticketing, promotional, and concession agreements in the normal course of its operations.

A related organization, *Friends of the Historic Genesee Theatre* ("Friends"), raises funds for the Theatre as a separate non-profit entity. The City does not appoint the board of Friends, but does receive a portion of the donations raised for the Theatre by Friends. The amounts donated to the Theatre are included in its revenues presented in these financial statements. The financial statements of Friends are not included as a component unit in the City's financial statements as amounts are not significant to the city as a whole.

Required Supplementary Information

REQUIRED SUPPLEMENTARY INFORMATION
Illinois Municipal Retirement Fund
Schedule of Funding Progress

Fiscal Year Ende d	Actuarial Valuation Date	Actuarial	Actuarial	Unfunded	Funded Ratio	Covered Payroll (c)	UAAL as a %
		Value of Net Assets (a)	Liability (AAL) (b)	(Over Funded) AAL (UAAL) (b-a)			of Covered Payroll [(b-a)/c]
2007	12/31/06	40,926,998	39,637,084	(1,289,914)	103.25%	15,680,561	0.00%
2006	12/31/05	36,155,370	36,269,616	114,246	99.69%	15,185,372	0.75%
2005	12/31/04	33,795,676	34,459,291	663,615	98.07%	14,606,985	4.54%
2004	12/31/03	32,668,911	31,808,697	(860,214)	102.70%	14,302,074	0.00%
2003	12/31/02	32,457,460	29,878,434	(2,579,026)	108.63%	13,359,008	0.00%
2002	12/31/01	31,258,695	28,247,525	(3,011,170)	110.66%	12,738,013	0.00%
2001	12/31/00	29,438,192	27,056,576	(2,381,616)	108.80%	12,149,077	0.00%

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 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. The assumptions used for the 2007 actuarial valuation were based on the 2002-2004

1. The 1994 Group Annuity Mortality implemented.
2. For regular members, fewer normal and early retirements are expected to occur.

REQUIRED SUPPLEMENTARY INFORMATION

Police Pension Fund
Schedule of Funding Progress

Fiscal Year Ended	Actuarial Valuation Date	Actuarial Value of Net Assets (a)	Actuarial Liability (AAL) (b)	Unfunded (Over Funded) AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a % of Covered Payroll [(b-a)/c]
2007	04/30/06	51,544,889	88,853,004	37,308,115	58.01%	10,538,598	354.01%
2006	04/30/05	45,338,959	83,753,129	38,414,170	54.13%	10,434,243	368.15%
2005	04/30/04	41,870,712	77,012,305	35,141,593	54.37%	10,176,062	345.34%
2004	04/30/03	39,989,382	72,205,227	32,215,845	55.38%	9,689,729	332.47%
2003	04/30/02	38,802,211	65,551,332	26,749,121	59.19%	9,438,740	283.40%
2002	04/30/01	37,056,987	61,204,906	24,147,919	60.55%	9,104,820	265.22%
2001	04/30/00	33,647,364	53,468,659	19,821,295	62.93%	8,828,940	224.50%

The information presented in the required supplementary schedules was determined as part of the actuarial valuations at the dates indicated. Additional information as of the latest actuarial valuation follows:

Valuation date	April 30, 2006
Actuarial cost method	Entry Age
Amortization method	Level Percentage of Pay (Closed)
Amortization period	Period ending June 30, 2033
Asset valuation method	Net Present Value
Actuarial assumptions:	
Investment rate of return	7.50%
Projected salary increases	5.00%
Post-Retirement Benefit Increases	3.00%

REQUIRED SUPPLEMENTARY INFORMATION

Fire Pension Fund
Schedule of Funding Progress

Fiscal Year Ended	Actuarial Valuation Date	Actuarial Value of Net Assets (a)	Actuarial Liability (AAL) (b)	Unfunded (Over Funded) AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a % of Covered Payroll [(b-a)/c]
2007	04/30/06	40,561,192	66,090,127	25,528,935	61.37%	7,763,386	328.84%
2006	04/30/05	36,578,328	63,036,025	26,457,697	58.03%	7,351,267	359.91%
2005	04/30/04	35,079,255	58,718,658	23,639,403	59.74%	7,019,734	336.76%
2004	04/30/03	33,316,257	55,847,732	22,531,475	59.66%	6,420,746	350.92%
2003	04/30/02	32,985,977	51,509,802	18,523,825	64.04%	6,296,028	294.21%
2002	04/30/01	32,881,708	48,927,700	16,045,992	67.20%	5,903,724	271.79%
2001	04/30/00	31,463,820	46,812,231	15,348,411	67.21%	5,215,903	294.26%

The information presented in the required supplementary schedules was determined as part of the actuarial valuations at the dates indicated. Additional information as of the latest actuarial valuation follows:

Valuation date	April 30, 2006
Actuarial cost method	Entry Age
Amortization method	Level Percentage of Pay (Closed)
Amortization period	Period ending June 30, 2033
Asset valuation method	Net Present Value
Actuarial assumptions:	
Investment rate of return	7.50%
Projected salary increases	5.00%
Post-Retirement Benefit Increases	3.00%

REQUIRED SUPPLEMENTARY INFORMATION

Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual

General Fund

Year Ended April 30, 2007

	ACTUAL	Original and Final BUDGET	VARIANCE
REVENUES			
Property-Based Taxes	12,479,998	7,358,606	5,121,392
Sales-Based Taxes	11,391,892	11,362,698	29,194
Income-Based Taxes	11,400,726	10,695,785	704,941
Utility-Based Taxes	8,171,306	8,236,938	(65,632)
Fines And Forfeitures	3,253,107	3,620,890	(367,783)
Charges For Services	2,032,080	1,876,644	155,436
Permits	1,566,973	1,436,450	130,523
Licenses	2,024,805	2,017,757	7,048
Franchise and Other Similar Fees	962,122	1,075,000	(112,878)
Intergovernmental Revenues	517,576	494,904	22,672
Investment Income	546,912	550,000	(3,088)
Miscellaneous Revenue	1,083,903	1,240,653	(156,750)
TOTAL REVENUES	55,431,400	49,966,325	5,465,075
EXPENDITURES			
Current Operating			
Public Safety - Police/Communications	24,669,371	21,476,633	(3,192,738)
Public Safety - Fire/Emergency Medical	14,062,421	11,805,243	(2,257,178)
Streets, Bridges & Other Public Works	6,300,139	6,468,896	168,757
Sanitation & Environment-Refuse Collection	3,403,794	3,361,608	(42,186)
General Government	5,373,297	5,292,815	(80,482)
Building and Zoning	1,755,503	1,921,491	165,988
Economic Development	847,659	921,772	74,113
Culture & Recreation	528,974	518,200	(10,774)
Capital Outlay	718,560	609,300	(109,260)
Debt Service (Capital Leases)			
Principal	265,037	409,753	144,716
Interest	46,522	71,969	25,447
TOTAL EXPENDITURES	57,971,277	52,857,680	(5,113,597)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,539,877)	(2,891,355)	351,478
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	2,649,231	2,643,256	5,975
Sale/Trades of General Fixed Assets	96,024	95,000	1,024
Operating Transfers Out	(280,055)	-	(280,055)
TOTAL OTHER FINANCING SOURCES (USES)	2,465,200	2,738,256	(273,056)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	(74,677)	(153,099)	78,422
FUND BALANCE			
Beginning of Year, as restated for Inventory	12,979,071		
End of Year	12,904,394		

REQUIRED SUPPLEMENTARY INFORMATION
Notes to Required Supplementary Information
Year Ended April 30, 2007

Budgetary Data

Budgetary data is presented in the Financial Statements utilizing various budgetary and accounting policies to demonstrate the City's adherence to proper fiscal control and planning.

General Budgetary Policies -The City Council annually adopts an appropriation ordinance for all funds of the city except for agency funds, although two special revenue funds, two capital projects funds, and four debt service funds were budgeted to have no activity. Budgetary control is legally maintained at the fund level. The City's Appropriation Ordinance provides transfer authority to the Mayor and Director of Finance within and between departments of the same fund. Transfers among funds must be approved by majority vote of the City Council. City Council action is also required for the approval of any supplemental appropriation ordinances.

The City Council also adopts an annual budget setting forth estimated revenues and expenditures, which can only be amended by Council action. However, the Appropriation Ordinance controls legal restrictions on expenditures. All appropriations lapse at year-end.

Encumbrances -Encumbrance accounting is utilized under which purchase orders, contracts, and other financial commitments for expenditure are recorded in order to reserve that portion of the applicable appropriation. This method is employed as an extension of formal budgetary integration in the General, Special Revenue and Capital Project Funds. However, all encumbrances lapse at year-end.

Budgetary Basis Of Accounting- Annual budgets are adopted on a basis consistent with generally accepted accounting principles.

Supplemental Appropriation Ordinances Supplemental appropriation ordinances provide for the reorganization of various responsibility centers, add various interfund transfers omitted from the original appropriation ordinance, and add new expenditures based on new revenues that become available during the fiscal year. One such ordinance were passed during the fiscal year. However it only affected one special revenue fund.

Expenditures in Excess of Appropriations Expenditures in the General Fund exceeded appropriations by \$5,113,597.

Nonmajor Funds

Nonmajor Governmental Funds

Combining Balance Sheet

April 30, 2007

	Nonmajor Capital Projects Funds						
	Capital Equipment Replacement	Series 1992 Capital Improvements	2001 Bonds Cap Improve Fund	2001A Bonds Cap Improv Fund City Hall	Bonds Cap Impr Fd Genesee Theatre	Bonds Cap Impr Fd Lakehurst TIF	Series 2005 Special Assessment
ASSETS							
Cash and Cash Equivalents	1,997	312,535	-	13,498	183,074	-	369,952
Investments	-	1,549,394	-	-	-	-	-
Receivables, Net							
Property Taxes	-	-	-	-	-	-	-
Sales, income, & Other Taxes	-	-	-	-	-	-	-
Accrued Interest Income	-	-	-	-	318	-	222
Loans	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Due From Other Funds (Short-Term)	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Inventories	-	-	-	-	-	-	-
TOTAL ASSETS	1,997	1,861,929	-	13,498	183,392	-	370,174
LIABILITIES							
Accounts Payable & Accrued Expenses							
Accounts Payable	-	-	-	-	-	10,614	-
Accrued Salaries	-	-	-	-	-	-	-
Advance Ticket Sales	-	-	-	-	-	-	-
Due to Other Funds (Short-Term)	1,997	-	-	-	-	339	-
Deferred Revenue							
Property Taxes	-	-	-	-	-	-	-
Other Taxes, Licenses & Fees	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Total Liabilities	1,997	-	-	-	-	10,953	-
FUND BALANCES							
Reserved for:							
Inventories	-	-	-	-	-	-	-
Permanent Funds	-	-	-	-	-	-	-
Capital Projects	-	-	-	13,498	183,392	(10,953)	-
Unreserved, Undesignated, Reported in:							
Capital Projects Funds	-	1,861,929	-	-	-	-	370,174
Special Revenue Funds	-	-	-	-	-	-	-
Total Fund Balances	-	1,861,929	-	13,498	183,392	(10,953)	370,174
TOTAL LIABILITIES & FUND BALANCES	1,997	1,861,929	-	13,498	183,392	-	370,174

Streets & Sidewalks	Total Nonmajor Cap. Proj. Fds.	Nonmajor Permanent Funds			Nonmaj. Spc. Rev Fds.	Total Nonmajor Governmental Funds
		Working Cash	Cemetery Trust	Total Nonmajor Perm. Fds.	Total (See I-1 Pg 2)	
465,269	1,346,325	56	-	56	3,171,015	4,517,396
-	1,549,394	921,862	43,000	964,862	2,326,273	4,840,529
-	-	-	-	-	847,494	847,494
244,446	244,446	-	-	-	1,154,459	1,398,905
677	1,217	379	41	420	3,016	4,653
-	-	-	-	-	750	750
-	-	-	-	-	19,094	19,094
-	-	-	-	-	1,153,550	1,153,550
-	-	-	-	-	177,175	177,175
-	-	-	-	-	166,720	166,720
710,392	3,141,382	922,297	43,041	965,338	9,019,546	13,126,266
61,605	72,219	-	-	-	687,840	760,059
-	-	-	-	-	78,165	78,165
-	-	-	-	-	514,697	514,697
63,266	65,602	-	-	-	2,376,608	2,442,210
-	-	-	-	-	847,494	847,494
85,768	85,768	-	-	-	742,842	828,610
-	-	-	-	-	125,115	125,115
210,639	223,589	-	-	-	5,372,761	5,596,350
-	-	-	-	-	166,720	166,720
-	-	922,297	43,041	965,338	-	965,338
-	185,937	-	-	-	-	185,937
499,753	2,731,866	-	-	-	-	2,731,856
-	-	-	-	-	3,480,065	3,480,065
499,753	2,917,793	922,297	43,041	965,338	3,646,785	7,529,916
710,392	3,141,382	922,297	43,041	965,338	9,019,546	13,126,266

NONMAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended April 30, 2007

	Nonmajor Capital Projects Funds							Total Nonmajor Cap. Proj. Fds.
	Capital Equipment Replacement	Series 1992 Capital Improvements	2001 Bonds Cap Improve Fund	2001A Bonds Cap Improv Fund City Hall	2004B Bonds Cap Impr Fd Geneseo	2003A Bonds Cap Impr Fd Lakehurst	Series 2005 Special Assessment	
REVENUES								
Taxes							1,073,495	1,073,495
Sales-Based	-	-	-	-	-	-	-	-
Property-Based	-	-	-	-	-	-	-	-
Utility-Based	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-
Special Assessment Revenue	-	-	-	-	-	108,046	-	108,046
Investment Income	-	65,968	-	309	25,436	4,473	4,848	101,034
Miscellaneous Revenue	-	-	-	-	-	-	-	-
TOTAL REVENUES	-	65,968	-	309	25,436	-	112,519	1,282,575
EXPENDITURES								
Current:								
Public Safety - Protective Inspection	-	-	-	-	-	-	-	-
Public Safety - Police/Communications	-	-	-	-	-	-	-	-
Public Safety - Fire/Homeland Security	-	-	-	-	-	-	-	-
Streets, Bridges & Other Public Works	-	-	-	-	-	-	152,703	152,703
Sanitation and Environment	-	-	-	-	-	-	-	-
General Government	-	-	-	1,919	-	-	-	1,919
Economic Development	-	-	-	-	-	-	-	-
Community Development	-	-	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	326	-	-	326
Community Dev. Grants to Other Entities:								
Private Non Profit Agencies	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	7,307	236,589	-	643,956	684,362
Debt Service								
Bond Issuance Costs	-	-	-	-	-	-	-	-
Principal Retirement	-	-	-	-	-	380,967	-	380,967
Interest and Fiscal Charges	-	-	-	-	26,038	-	12,654	40,692
TOTAL EXPENDITURES	-	-	-	9,726	264,953	-	380,967	1,464,369
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	65,968	-	(9,417)	(239,527)	-	(268,448)	(182,394)
OTHER FINANCING SOURCES (USES)								
General Fixed Asset Sales & Trade-Ins	-	-	-	-	-	-	-	-
Bond Proceeds	-	-	-	-	-	-	-	-
Bond Issuance Premium/(Discount)	-	-	-	-	-	-	-	-
Operating Transfers								
Operating Transfers In	-	-	-	-	-	-	600,000	600,000
Operating Transfers (Out)	-	(1,703,000)	-	-	(250,093)	-	-	(1,953,093)
TOTAL OTHER FIN. SOURCES (USES)	-	(1,703,000)	-	-	(250,093)	-	600,000	(1,353,093)
EXCESS (DEFICIENCY) OF REV. & OTHER FIN. SOURCES OVER (UNDER) EXPENDITURES & OTHER FIN. t	-	(1,637,032)	-	(9,417)	(489,620)	-	(268,448)	(1,535,487)
FUND BALANCE								
Incr (Decr)-Fund Bal, Reserve for Inventory	-	-	-	-	-	-	-	-
Beginning of Year, as restated	-	3,498,961	-	22,915	673,012	(10,953)	638,622	4,453,260
End of Year	-	1,861,929	-	13,498	183,392	(10,953)	370,174	2,917,793

Nonmajor Permanent Funds			Nonmaj. Spc. Rev.	Total Nonmajor Governmental Funds
Working Cash	Cemetery Trust	Total Nonmajor Perm. Fds.	Total (See (-2, Pg2))	
-	-	-	4,655,569	5,728,084
-	-	-	826,881	628,881
-	-	-	787,610	757,610
-	-	-	2,023,994	2,023,994
-	-	-	103,794	103,794
-	-	-	577,563	577,563
-	-	-	-	108,046
41,652	(13)	41,639	236,909	379,582
-	-	-	142,029	142,029
<u>41,652</u>	<u>(13)</u>	<u>41,639</u>	<u>9,134,349</u>	<u>10,458,563</u>
-	-	-	70,000	70,000
-	-	-	1,037,696	1,037,696
-	-	-	2,217	2,217
-	-	-	2,134,426	2,287,131
-	-	-	185,407	185,407
-	-	-	-	1,919
-	-	-	2,157,001	2,157,001
-	-	-	1,238,190	1,238,190
-	-	-	982,013	982,339
-	-	-	122,928	122,928
-	-	-	49,844	49,844
-	-	-	1,123,285	2,011,647
-	-	-	-	-
-	-	-	112,484	493,451
-	-	-	18,058	58,748
-	-	-	<u>9,231,553</u>	<u>10,698,522</u>
<u>41,652</u>	<u>(13)</u>	<u>41,639</u>	<u>(97,204)</u>	<u>(237,959)</u>
-	-	-	16,475	16,475
-	-	-	-	-
-	-	-	-	-
-	-	-	640,825	1,240,825
-	-	-	(870,736)	(2,823,829)
-	-	-	<u>(213,636)</u>	<u>(1,566,729)</u>
41,652	(13)	41,639	(310,840)	(1,804,688)
-	-	-	(89,900)	(89,900)
880,645	43,054	923,899	4,047,525	9,424,504
<u>922,297</u>	<u>43,041</u>	<u>965,338</u>	<u>3,646,785</u>	<u>7,529,916</u>

General Fund

GENERAL FUND**Balance Sheet***April 30, 2007***ASSETS**

Cash & Cash Equivalents	1,568,408
Taxes Receivable, Net of Uncollectibles:	
Property-Based Taxes	13,082,086
Income-Based Taxes	1,978,361
Sales-Based Taxes	3,008,587
Utility & Telecommunications	2,124,351
Other Receivables:	
Fees, Fines, & Charges for Services	1,946,196
Intergovernmental Grants	92,189
Interfund Loans	
Advances to Other Funds (Long-Term)	3,781,141
Due From Other Funds (Short-Term)	2,552,035
Inventory	700,649

TOTAL ASSETS**30,834,003****LIABILITIES AND FUND BALANCE****Liabilities**

Accrued Salaries	1,027,030
Accounts Payable	861,319
Due to Other Funds	254,787
Deferred Revenue:	
Property Taxes	13,082,086
Other Taxes	1,825,052
Vehicle Licenses	481,061
Intergovernmental Grants	78,971
Deposits	319,303

Total Liabilities**17,929,609****Fund Balance**

Reserved for Long-Term Receivable	3,781,141
Reserved for Telecom	156,402
Reserved for Inventory	700,649
Unreserved & Undesignated	8,266,202

12,904,394**TOTAL LIABILITIES AND FUND BALANCE****30,834,003**

GENERAL FUND

Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual

April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Property-Based Taxes	12,479,998	7,358,606	5,121,392
Sales-Based Taxes	11,391,892	11,362,698	29,194
Income-Based Taxes	11,400,726	10,695,785	704,941
Utility-Based Taxes	8,171,306	8,236,938	(65,632)
Fines And Forfeitures	3,253,107	3,620,890	(367,783)
Charges For Services	2,032,080	1,876,644	155,436
Permits	1,566,973	1,436,450	130,523
Licenses	2,024,805	2,017,757	7,048
Franchise and Other Similar Fees	962,122	1,075,000	(112,878)
Intergovernmental Revenues	517,576	494,904	22,672
Investment Income	546,912	550,000	(3,088)
Miscellaneous Revenue	1,083,903	1,240,653	(156,750)
TOTAL REVENUES	<u>55,431,400</u>	<u>49,966,325</u>	<u>5,465,075</u>
EXPENDITURES			
Current Operating			
Public Safety - Police/Communications	24,669,371	21,476,633	(3,192,738)
Public Safety - Fire/Emergency Medical	14,062,421	11,805,243	(2,257,178)
Streets, Bridges & Other Public Works	6,300,139	6,468,896	168,757
Sanitation & Environment-Refuse Collection	3,403,794	3,361,608	(42,186)
General Government	5,373,297	5,292,815	(80,482)
Building and Zoning	1,755,503	1,921,491	165,988
Economic Development	847,659	921,772	74,113
Culture & Recreation	528,974	518,200	(10,774)
Capital Outlay	718,560	609,300	(109,260)
Debt Service (Capital Leases)			
Principal	265,037	409,753	144,716
Interest	46,522	71,969	25,447
TOTAL EXPENDITURES	<u>57,971,277</u>	<u>52,857,680</u>	<u>(5,113,597)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(2,539,877)</u>	<u>(2,891,355)</u>	<u>351,478</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	2,649,231	2,643,256	5,975
Sale/Trades of General Fixed Assets	96,024	95,000	1,024
Operating Transfers Out	(280,055)	-	(280,055)
TOTAL OTHER FINANCING SOURCES (USES)	<u>2,465,200</u>	<u>2,738,256</u>	<u>(273,056)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>(74,677)</u>	<u>(153,099)</u>	<u>78,422</u>
FUND BALANCE			
Beginning of Year, as restated for Inventory	<u>12,979,071</u>		
End of Year	<u>12,904,394</u>		

GENERAL FUND
Schedule Of Revenues And Other Financing Sources, Compared To Budget
April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
TAXES			
Sales-Based			
State Sales	8,251,122	8,261,144	(10,022)
Home Rule Sales Tax	1,073,495	1,024,524	48,971
State Local Use	1,172,349	1,190,380	(18,031)
Local Hotel & Motel	875,008	865,000	10,008
State 2% Foreign Fire Insurance	-	-	-
State Auto Rental/Leasing	19,550	20,000	(450)
State Pull Tabs & Jar Games	-	1,400	(1,400)
State Charitable Games	368	250	118
Income-Based			
State Income	7,808,118	7,468,515	339,603
State Replacement	3,592,608	3,227,270	365,338
Utility-Based			
Local Utility	4,806,806	4,810,000	(3,194)
Local Telecommunications	3,364,500	3,426,938	(62,438)
Property-Based			
Local Property	7,016,055	7,033,606	(17,551)
Local Property (Police & Fire Pension Levies)	5,121,701	-	5,121,701
Local Road and Bridge	342,242	325,000	17,242
TOTAL TAXES	<u>43,443,922</u>	<u>37,654,027</u>	<u>5,789,895</u>
PERMITS			
Building	1,022,465	900,000	122,465
Electrical	162,598	160,000	2,598
Heating	149,835	145,000	4,835
Plumbing	69,324	80,000	(10,676)
Hazardous Materials	42,575	20,000	22,575
Elevator	24,805	30,000	(5,195)
Fire Protection Construction Work	26,355	32,200	(5,845)
Occupancy	18,800	20,000	(1,200)
Sign	29,962	25,000	4,962
Alarm	12,205	15,000	(2,795)
Demolition	2,988	5,000	(2,012)
Taxi Inspection	4,660	3,750	910
Food Handler Card	401	500	(99)
TOTAL PERMITS	<u>1,566,973</u>	<u>1,436,450</u>	<u>130,523</u>
LICENSES			
Vehicle	1,373,678	1,400,000	(26,322)
Liquor	173,960	160,000	13,960
Business - Miscellaneous	71,018	70,000	1,018
Garbage Stickers	39,094	40,000	(906)
Rental Property	99,102	92,000	7,102
Contractor's Registration	52,825	50,000	2,825
Vending Machine	38,339	40,000	(1,661)
Amusement Device	18,462	18,000	462
Tobacco Dealer	21,213	21,000	213
Restaurant	21,566	21,000	566
Animal	14,702	12,000	2,702

GENERAL FUND

Schedule Of Revenues And Other Financing Sources, Compared To Budget

April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
LICENSES (continued)			
Hotel - Motel - Rooming House Lic.	10,660	10,500	160
Meatmarket-Grocery Store	10,944	10,000	944
Vehicle Repair	9,300	9,100	200
Warehouse/Storage	13,200	12,400	800
Department Store	5,863	5,800	63
Juke Box	3,819	3,800	19
Car Dealer	4,778	3,725	1,053
Billiards, Bowling & Pool	3,422	3,400	22
Pawn Shop	4,000	3,500	500
Amusement Operator	-	-	-
Taxi Cab Company	6,875	6,800	75
Furniture	1,762	2,000	(238)
Hardware Store	1,600	1,800	(200)
Laundry/Laundromat	2,775	2,500	275
Sales Door to Door	3,138	2,500	638
Garbage Truck	700	1,600	(900)
Car Wash	2,575	1,400	1,175
Dry Cleaners	1,575	1,000	575
Currency Exchange	1,487	1,225	262
Resale Dealer	1,762	1,250	512
Bakery	988	600	388
Livery	-	-	-
Weapons	388	475	(87)
Auctioneer	675	350	325
Roller Rink	500	500	-
Car Rental	1,400	850	550
Distributor	-	300	(300)
Medical Transport	-	-	-
Mobile Food Vendor	388	350	38
Rental Service	-	-	-
Driving School	200	175	25
Automatic Music Device	-	-	-
Rooming House/Units	400	400	-
Carnival	-	-	-
Dancing School	200	250	(50)
Flea Market	-	7	(7)
Christmas Tree Lot	175	175	-
Bicycle	7	25	(18)
Theater	5,290	5,000	290
Amusement Arcade	-	-	-
Public Transportation	-	-	-
Rap Concerts	-	-	-
Ice Cream Parlor	-	-	-
Jewelry Dealer	-	-	-
Tire Sales	-	-	-
Travel Agency	-	-	-
Sporting Goods	-	-	-
TOTAL LICENSES	<u>2,024,805</u>	<u>2,017,757</u>	<u>7,048</u>

GENERAL FUND

Schedule Of Revenues And Other Financing Sources, Compared To Budget

April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
CHARGES FOR SERVICES			
Public Fees & Charges			
Ambulance Service	808,088	700,000	108,088
Plans & Specifications Review	386,981	350,000	36,981
Annual Sign Fees	171,492	177,000	(5,508)
Alarm Hook-Up	116,539	104,544	11,995
False Alarm	62,054	70,000	(7,946)
Zoning Letters & Certificates	21,912	25,000	(3,088)
Vacations of Land	77,954	77,000	954
Engineering Subdivision Inspections	-	-	-
Parking Lot Maintenance Fees	45,000	45,000	-
Vital Statistics	30,955	30,000	955
Photo Copies	35,234	34,000	1,234
Rental Unit Inspection	65,254	63,000	2,254
False Alarms - Fire Department	26,630	25,000	1,630
Volume Cap	16,640	16,500	140
Plumbers Street Openings	38,582	23,500	15,082
Dog Pound	7,391	14,000	(6,609)
License for Fire Dept. Inspections	8,675	10,000	(1,325)
Application For Sign Variance	-	500	(500)
Wage Lien Processing	7,035	5,000	2,035
Business Registration	36,125	34,975	1,150
Police/Fire Job Applicant Testing	2,946	2,000	946
Registrar's Fees	4,353	4,350	3
Follow Up Inspection	11,660	10,000	1,660
Board-Up Service	620	5,000	(4,380)
Subpoenas	2,369	2,500	(131)
Taxi Inspections	2,270	2,500	(230)
Weed Cutting	1,524	2,000	(476)
Liquor License Filing	4,020	4,000	20
Zoning-Annexation	5,050	5,000	50
Electrical Inspection	1,560	1,200	360
Bid Packages	1	475	(474)
Landlord Training Fees	260	1,000	(740)
Prisoner's Boarding Fees	30	1,000	(970)
Fire Prevention/BOCA	6,252	5,300	952
Police Registration	1,340	1,300	40
NSF Check Processing	270	500	(230)
Debris Removal	674	500	174
Grave Openings	60	-	60
Fingerprint Checks (Liquor License)	4,488	3,200	1,288
Fingerprint Checks (Walk In)	593	500	93
Zoning Ordinances & Maps	9,251	8,900	351
Fire Reports	357	200	157
Sidewalk Construction	150	200	(50)
Conservation & Genesee Restoration	9,441	10,000	(559)
TOTAL CHARGES FOR SERVICES	<u>2,032,080</u>	<u>1,876,644</u>	<u>155,436</u>

GENERAL FUND

Schedule Of Revenues And Other Financing Sources, Compared To Budget

April 30, 2007

	ACTUAL	BUDGET	VARIANCE
FRANCHISE & OTHER SIMILAR FEES			
Cable Television	576,882	570,000	6,882
Off-Track Betting	359,824	380,000	(20,176)
Cellular Communications/Tower & Dispatch Ser to Other Units	25,416	125,000	(99,584)
TOTAL FRANCHISE FEES	962,122	1,075,000	(112,878)
FINES AND FORFEITURES			
Vehicle Seizures Fines	1,264,810	1,400,000	(135,190)
Parking	1,023,938	1,185,000	(161,062)
Lake County Circuit Clerk (Traffic) & Curfew	832,555	900,000	(67,445)
Code Enforcement	72,815	70,500	2,315
City Forfeitures	9,042	3,890	5,152
County Forfeitures	38,611	25,000	13,611
Judgement Bond	4,836	30,000	(25,164)
Animal Control Violation	6,500	5,000	1,500
Court Ordered	-	1,500	(1,500)
TOTAL FINES AND FORFEITURES	3,253,107	3,620,890	(367,783)
INTERGOVERNMENTAL REVENUES			
Federal Grants & Reimbursements			
Highway Traffic Safety - Local Alcohol Program	146,614	95,916	50,698
Grant - Anti Gang Initiative	37,896	29,686	8,210
DEA-Overtime Reimbursement	4,744	30,000	(25,256)
Grant-Bulletproof Vest	2,577	-	2,577
Grant-Automated Finger	-	-	-
Federal Emergency Management	-	-	-
State Grants & Reimbursements			
State Route Highway Maintenance	129,152	52,000	77,152
State Training Reimb-Law Enforcement	29,209	30,000	(791)
Illinois Liquor Control	10,560	11,500	(940)
State Traffic Signal Maintenance Contract	-	9,500	(9,500)
Illinois Terrorist Task Force	-	-	-
Tuition Reimb.-Fire Training	1,772	5,000	(3,228)
State Fire Marshall Training Reimb.	3,750	10,000	(6,250)
Nuclear Safety-INSPA	-	-	-
Local Grants & Reimbursements			
Unit School Dist 60 Police/Sec	100,000	100,000	-
Metropolitan Enforcement Group	23,302	93,302	(70,000)
Waukegan Housing Authority-Security	28,000	28,000	-
North Chicago Reimbursement	-	-	-
TOTAL INTERGOVERNMENTAL REVENUES	517,576	494,904	22,672
INVESTMENT INCOME			
Interest Income	546,912	550,000	(3,088)
TOTAL INVESTMENT INCOME	546,912	550,000	(3,088)

GENERAL FUND

Schedule Of Revenues And Other Financing Sources, Compared To Budget

April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
MISCELLANEOUS REVENUE			
Sales of Commodities			
Gas & Oil	217,923	200,000	17,923
Labor/Materials-Outside City	80,540	80,000	540
Recyclables	30,407	120,000	(89,593)
Code Books	1,897	1,800	97
Cemetery Lot	-	-	-
Ordinance Books	150	150	-
Donations			
Public Safety	12,102	12,000	102
D.A.R.E. Program	5,462	1,000	4,462
Vital Link Ambulance Program	2,545	1,500	1,045
Miscellaneous	3,083	2,050	1,033
Late Payment Penalties	70,659	70,000	659
Reimbursements			
Other	6,671	6,530	141
Release Lien	71,240	65,250	5,990
Restitution	2,148	2,000	148
PW Services	7,542	7,542	-
Damaged Equipment	26,454	8,500	17,954
Jury Duty	81	100	(19)
Rental Income	55,210	62,000	(6,790)
Special Events Income	10,443	9,700	743
Other Revenue			
Miscellaneous Revenue	13,206	113,581	(100,375)
Special Police Duty Events	414,166	425,000	(10,834)
WHA In Lieu Of Taxes	42,648	42,000	648
Beach Concession	7,164	7,500	(336)
Phone/Vending Commissions	2,162	2,450	(288)
TOTAL MISCELLANEOUS REVENUE	<u>1,083,903</u>	<u>1,240,653</u>	<u>(156,750)</u>
 TOTAL REVENUES	 <u>55,431,400</u>	 <u>49,966,325</u>	 <u>5,465,075</u>
 OTHER FINANCING SOURCES			
General Operating Transfers In-Enterprise Fund Support	2,336,750	2,336,751	(1)
General Operating Transfers In-Other	312,481	306,505	5,976
Proceeds-Sale of General Fixed Assets/ Cap Lease Proceeds	95,024	95,000	24
Trade-In Allowances	1,000	-	1,000
TOTAL OTHER FINANCING SOURCES	<u>2,745,255</u>	<u>2,738,256</u>	<u>6,999</u>
 TOTAL REVENUES AND OTHER FINANCING SOURCES	 <u>58,176,655</u>	 <u>52,704,581</u>	 <u>5,472,074</u>

GENERAL FUND

Schedule Of Expenditures And Other Financing Uses, Compared To Budget - Summary By Department

April 30, 2007

	ACTUAL	BUDGET	VARIANCE
POLICE DEPARTMENT			
Personnel - Compensation	15,871,079	15,584,151	(286,928)
Personnel - Benefits, Taxes & Insurance	6,892,672	4,104,617	(2,788,055)
Less: Personnel Reimbursement	(21,250)	(20,000)	1,250
Contractual	1,051,556	957,131	(94,425)
Commodities	875,314	850,734	(24,580)
Capital Outlay	389,813	262,500	(127,313)
	<u>25,059,184</u>	<u>21,739,133</u>	<u>(3,320,051)</u>
FIRE DEPARTMENT			
Personnel - Compensation	8,498,650	8,774,879	276,229
Personnel - Benefits, Taxes & Insurance	4,691,305	2,180,488	(2,510,817)
Contractual	389,810	426,076	36,266
Commodities	482,656	423,800	(58,856)
Capital Outlay	40,743	143,600	102,857
Debt Service - Principal	79,819	224,535	144,716
Debt Service - Interest	8,122	33,569	25,447
	<u>14,191,105</u>	<u>12,206,947</u>	<u>(1,984,158)</u>
PUBLIC WORKS			
Personnel - Compensation	3,262,741	3,399,372	136,631
Personnel - Benefits, Taxes & Insurance	1,432,239	1,394,024	(38,215)
Contractual	486,896	615,300	128,404
Commodities	1,118,263	1,060,200	(58,063)
Capital Outlay	207,301	11,000	(196,301)
Debt Service - Principal	185,218	185,218	-
Debt Service - Interest	38,400	38,400	-
	<u>6,731,058</u>	<u>6,703,514</u>	<u>(27,544)</u>
REFUSE COLLECTION			
Personnel - Compensation	-	-	-
Personnel - Benefits, Taxes & Insurance	-	-	-
Contractual	3,403,794	3,361,608	(42,186)
Commodities	-	-	-
Capital Outlay	-	-	-
	<u>3,403,794</u>	<u>3,361,608</u>	<u>(42,186)</u>
CENTRAL SERVICES			
Personnel - Compensation	1,895,136	1,904,636	9,500
Personnel - Benefits, Taxes & Insurance	1,994,810	1,927,954	(66,856)
Contractual	1,377,074	1,345,075	(31,999)
Commodities	106,277	115,150	8,873
Capital Outlay	37,442	41,000	3,558
	<u>5,410,739</u>	<u>5,333,815</u>	<u>(76,924)</u>
BUILDING			
Personnel - Compensation	1,089,839	1,143,287	53,448
Personnel - Benefits, Taxes & Insurance	512,439	507,204	(5,235)
Less: Personnel Reimbursements	(70,000)	(70,000)	-
Contractual	186,562	289,300	102,738
Commodities	36,663	51,700	15,037
Capital Outlay	43,261	59,000	15,739
	<u>1,798,764</u>	<u>1,980,491</u>	<u>181,727</u>

GENERAL FUND

Schedule Of Expenditures And Other Financing Uses, Compared To Budget - Summary By Department

April 30, 2007

	ACTUAL	BUDGET	VARIANCE
PLANNING & DEVELOPMENT			
Personnel - Compensation	381,605	391,372	(366,866)
Personnel - Benefits, Taxes & Insurance	156,177	153,725	(143,725)
Contractual	306,535	365,175	(431,212)
Commodities	3,342	11,500	(4,922)
Capital Outlay	-	88,200	-
	<u>847,659</u>	<u>1,009,972</u>	<u>(946,726)</u>
CULTURE AND RECREATION			
Personnel - Compensation	219,038	220,494	1,456
Personnel - Benefits, Taxes & Insurance	65,206	67,456	2,250
Contractual	224,620	208,750	(15,870)
Commodities	20,110	21,500	1,390
Capital Outlay	-	4,000	4,000
	<u>528,974</u>	<u>522,200</u>	<u>(6,774)</u>
GENERAL FUND SUMMARY			
Personnel - Compensation	31,218,088	31,418,191	200,103
Personnel - Benefits, Taxes & Insurance	15,744,848	10,335,468	(5,409,380)
Less: Personnel Reimbursements	(21,250)	(20,000)	1,250
Contractual Services	7,426,847	7,568,415	141,568
Commodities	2,642,625	2,534,584	(108,041)
Capital Outlay	718,560	609,300	(109,260)
Debt Service - Principal	265,037	409,753	144,716
Debt Service - Interest	46,522	71,969	25,447
	<u>58,041,277</u>	<u>52,927,680</u>	<u>(5,113,597)</u>
Operating Transfers Out	<u>(280,055)</u>	<u>-</u>	<u>280,055</u>
GENERAL FUND TOTALS	<u>57,761,222</u>	<u>52,927,680</u>	<u>(4,833,542)</u>
GENERAL FUND TOTALS BY FUNCTION			
Capital Outlay			
Public Safety - Police/Communications	389,813	262,500	(127,313)
Public Safety - Fire/Emergency Medical	40,743	143,600	102,857
Streets, Bridges & Other Public Works	207,301	11,000	(196,301)
Sanitation & Environment-Refuse Collection	-	-	-
General Government	37,442	41,000	3,558
Building and Zoning	43,261	59,000	15,739
Economic Development	-	88,200	88,200
Culture & Recreation	-	4,000	4,000
	<u>718,560</u>	<u>609,300</u>	<u>(109,260)</u>

GENERAL FUND

Schedule Of Expenditures And Other Financing Uses, Compared To Budget - Summary By Department

April 30, 2007

	ACTUAL	BUDGET	VARIANCE
GENERAL FUND TOTALS BY FUNCTION - Continued			
Current Operating Expenditures			
Public Safety - Police/Communications	24,669,371	21,476,633	(3,192,738)
Public Safety - Fire/Emergency Medical	14,062,421	11,805,243	(2,257,178)
Streets, Bridges & Other Public Works	6,300,139	6,468,896	168,757
Sanitation & Environment-Refuse Collection	3,403,794	3,361,608	(42,186)
General Government	5,373,297	5,292,815	(80,482)
Building and Zoning	1,755,503	1,921,491	165,988
Economic Development	847,659	921,772	(10,774)
Culture & Recreation	528,974	518,200	74,113
	<u>56,941,158</u>	<u>51,766,858</u>	<u>(5,174,500)</u>
Debt Service Expenditures			
Public Safety - Fire/Emergency Medical	87,941	258,104	170,163
Streets, Bridges & Other Public Works	223,618	223,618	-
	<u>311,559</u>	<u>481,722</u>	<u>170,163</u>
Totals			
Public Safety - Police/Communications	25,059,184	21,739,133	(3,320,051)
Public Safety - Fire/Emergency Medical	14,191,105	12,206,947	(1,984,158)
Streets, Bridges & Other Public Works	6,731,058	6,703,514	(27,544)
Sanitation & Environment-Refuse Collection	3,403,794	3,361,608	(42,186)
General Government	5,410,739	5,333,815	(76,924)
Building and Zoning	1,798,764	1,980,491	181,727
Economic Development	847,659	1,009,972	162,313
Culture & Recreation	528,974	522,200	(6,774)
	<u>57,971,277</u>	<u>52,857,680</u>	<u>(5,113,597)</u>
Operating Transfers Out	(280,055)	-	280,055
GENERAL FUND TOTALS	<u>57,691,222</u>	<u>52,857,680</u>	<u>(4,833,542)</u>

GENERAL FUND

Schedule Of Expenditures And Other Financing Uses, Compared To Budget

April 30, 2007

	ACTUAL	BUDGET	VARIANCE
POLICE DEPARTMENT			
Communications			
Personnel - Compensation	933,994	991,194	57,200
Personnel - Benefits, Taxes & Insurance	435,564	475,884	40,320
Contractual	307,585	277,908	(29,677)
Commodities	60,642	63,000	2,358
Capital Outlay	144,979	5,000	(139,979)
	<u>1,882,764</u>	<u>1,812,986</u>	<u>(69,778)</u>
Emergency Services			
Personnel - Compensation	87,978	91,276	3,298
Personnel - Benefits, Taxes & Insurance	21,559	19,476	(2,083)
Contractual	13,608	12,000	(1,608)
Commodities	600	-	(600)
Capital Outlay	-	-	-
	<u>123,745</u>	<u>122,752</u>	<u>(993)</u>
Gang Suppression Unit			
Personnel - Compensation	272,959	267,931	(5,028)
Personnel - Benefits, Taxes & Insurance	127,875	121,559	(6,316)
Contractual	9,278	-	(9,278)
Commodities	-	-	-
Capital Outlay	-	-	-
	<u>410,112</u>	<u>389,490</u>	<u>(20,622)</u>
Neighborhood Enforcement Team			
Personnel - Compensation	813,081	830,415	17,334
Personnel - Benefits, Taxes & Insurance	160,757	159,123	(1,634)
Contractual	246	18,545	18,299
Commodities	92,168	73,605	(18,563)
Capital Outlay	-	-	-
	<u>1,066,252</u>	<u>1,081,688</u>	<u>15,436</u>
Patrol Division			
Personnel - Compensation	7,864,391	7,407,645	(456,746)
Personnel - Benefits, Taxes & Insurance	1,667,252	1,700,171	32,919
Contractual	10,132	2,000	(8,132)
Commodities	360,045	278,015	(82,030)
Capital Outlay	235,453	200,000	(35,453)
	<u>10,137,273</u>	<u>9,587,831</u>	<u>(549,442)</u>
Administration & Training			
Personnel - Compensation	374,679	512,239	137,560
Personnel - Benefits, Taxes & Insurance	189,624	149,089	(40,535)
Contractual	353,102	264,603	(88,499)
Commodities	76,304	72,904	(3,400)
Capital Outlay	-	13,000	13,000
	<u>993,709</u>	<u>1,011,835</u>	<u>18,126</u>

GENERAL FUND

Schedule Of Expenditures And Other Financing Uses, Compared To Budget

April 30, 2007

	ACTUAL	BUDGET	VARIANCE
POLICE DEPARTMENT (continued)			
Civil Service			
Personnel - Compensation	6,037	9,000	2,963
Personnel - Benefits, Taxes & Insurance	1,509	689	(820)
Contractual	59,578	40,150	(19,428)
Commodities	-	1,306	1,306
Capital Outlay	-	-	-
	<u>67,124</u>	<u>51,145</u>	<u>(15,979)</u>
Community Service Division			
Personnel - Compensation	1,661,794	1,751,290	89,496
Personnel - Benefits, Taxes & Insurance	369,012	391,721	22,709
Less: CDBG Reimb-Personnel Costs	-21,250.00	-20,000.00	1,250
Contractual	9,785	101,607	91,822
Commodities	44,693	36,458	(8,235)
Capital Outlay	-	-	-
	<u>2,064,034</u>	<u>2,261,076</u>	<u>197,042</u>
Traffic Bureau			
Personnel - Compensation	572,782	551,450	(21,332)
Personnel - Benefits, Taxes & Insurance	192,210	162,378	(29,832)
Contractual	63,726	70,783	7,057
Commodities	21,162	25,912	4,750
Capital Outlay	2,681	4,500	1,819
	<u>852,561</u>	<u>815,023</u>	<u>(37,538)</u>
Vehicle Maintenance			
Personnel - Compensation	148,202	155,641	7,439
Personnel - Benefits, Taxes & Insurance	70,278	72,326	2,048
Contractual	121,251	77,000	(44,251)
Commodities	104,103	201,227	97,124
Capital Outlay	6,700	20,000	13,300
	<u>450,534</u>	<u>526,194</u>	<u>75,660</u>
Central Records			
Personnel - Compensation	734,941	704,914	(30,027)
Personnel - Benefits, Taxes & Insurance	336,873	309,751	(27,122)
Contractual	55,043	56,933	1,890
Commodities	46,321	33,225	(13,096)
Capital Outlay	-	-	-
	<u>1,173,178</u>	<u>1,104,823</u>	<u>(68,355)</u>
Animal Shelter			
Personnel - Compensation	204,922	222,317	17,395
Personnel - Benefits, Taxes & Insurance	93,338	90,432	(2,906)
Contractual	32,743	25,302	(7,441)
Commodities	30,254	19,664	(10,590)
Capital Outlay	-	-	-
	<u>361,257</u>	<u>357,715</u>	<u>(3,542)</u>

GENERAL FUND

Schedule Of Expenditures And Other Financing Uses, Compared To Budget

April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
POLICE DEPARTMENT (continued)			
Investigations Unit			
Personnel - Compensation	2,195,319	2,088,839	(106,480)
Personnel - Benefits, Taxes & Insurance	466,311	452,018	(14,293)
Contractual	15,479	10,300	(5,179)
Commodities	39,022	45,418	6,396
Capital Outlay	-	20,000	20,000
	<u>2,716,131</u>	<u>2,616,575</u>	<u>(99,556)</u>
All Functions			
Pension Expense - Police-Sworn Personnel	<u>2,760,510.00</u>	-	<u>(2,760,510)</u>
TOTALS - POLICE DEPARTMENT			
Personnel - Compensation	15,871,079	15,584,151	(286,928)
Personnel - Benefits, Taxes & Insurance	6,892,672	4,104,617	(2,788,055)
Less: Personnel Reimbursement	(21,250)	(20,000)	1,250
Contractual	1,051,556	957,131	(94,425)
Commodities	875,314	850,734	(24,580)
Capital Outlay	389,813	262,500	(127,313)
	<u>25,059,184</u>	<u>21,739,133</u>	<u>(3,320,051)</u>
FIRE DEPARTMENT			
Fire Suppression			
Personnel - Compensation	3,772,966	4,541,214	768,248
Personnel - Benefits, Taxes & Insurance	970,148	1,045,811	75,663
Contractual	121,286	112,600	(8,686)
Commodities	208,731	209,500	769
Capital Outlay	25,579	20,000	(5,579)
	<u>5,098,710</u>	<u>5,929,125</u>	<u>830,415</u>
Administration			
Personnel - Compensation	438,936	954,878	515,942
Personnel - Benefits, Taxes & Insurance	314,348	272,526	(41,822)
Contractual	207,935	181,976	(25,959)
Commodities	85,078	73,100	(11,978)
Capital Outlay	11,972	19,100	7,128
Debt Service - Principal	79,819	224,535	144,716
Debt Service - Interest	8,122	33,569	25,447
	<u>1,146,210</u>	<u>1,759,684</u>	<u>613,474</u>
Emergency Medical Services			
Personnel - Compensation	2,305,074	2,408,752	103,678
Personnel - Benefits, Taxes & Insurance	586,533	595,085	8,552
Contractual	17,271	35,000	17,729
Commodities	47,931	24,000	(23,931)
Capital Outlay	-	85,217	85,217
	<u>2,956,809</u>	<u>3,148,054</u>	<u>191,245</u>

GENERAL FUND

Schedule Of Expenditures And Other Financing Uses, Compared To Budget

April 30, 2007

	ACTUAL	BUDGET	VARIANCE
FIRE DEPARTMENT (continued)			
Apparatus Maintenance			
Personnel - Compensation	279,905	317,958	38,053
Personnel - Benefits, Taxes & Insurance	93,778	94,133	355
Contractual	28,364	69,500	41,136
Commodities	123,786	109,000	(14,786)
Capital Outlay	3,192	16,783	13,591
	529,025	607,374	78,349
Training			
Personnel - Compensation	490,343	-	(490,343)
Personnel - Benefits, Taxes & Insurance	82,838	-	(82,838)
Contractual	7,026	5,000	(2,026)
Commodities	4,576	-	(4,576)
Capital Outlay	-	-	-
	584,783	5,000	(579,783)
Physical Fitness			
Personnel - Compensation	380,402	-	(380,402)
Personnel - Benefits, Taxes & Insurance	52,198	-	(52,198)
Contractual	3,404	-	(3,404)
Commodities	2,756	-	(2,756)
Capital Outlay	-	-	-
	438,760	-	(438,760)
Fire Prevention			
Personnel - Compensation	502,737	543,077	40,340
Personnel - Benefits, Taxes & Insurance	176,502	172,244	(4,258)
Contractual	164	7,000	6,836
Commodities	7,220	5,200	(2,020)
Capital Outlay	-	2,500	2,500
	686,623	730,021	43,398
Civil Service			
Personnel - Compensation	10,563	9,000	(1,563)
Personnel - Benefits, Taxes & Insurance	1,343	689	(654)
Contractual	2,065	15,000	12,935
Commodities	-	3,000	3,000
Capital Outlay	-	-	-
	13,971	27,689	13,718
Public Education			
Personnel - Compensation	317,724	-	(317,724)
Personnel - Benefits, Taxes & Insurance	52,426	-	(52,426)
Contractual	2,295	-	(2,295)
Commodities	2,578	-	(2,578)
Capital Outlay	-	-	-
	375,023	-	(375,023)

GENERAL FUND

Schedule Of Expenditures And Other Financing Uses, Compared To Budget

April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
FIRE DEPARTMENT (continued)			
All Functions			
Pension Expense - Fire-Sworn Personnel	2,361,191.00	-	(2,361,191)
TOTALS - FIRE DEPARTMENT			
Personnel - Compensation	8,498,650	8,774,879	276,229
Personnel - Benefits, Taxes & Insurance	4,691,305	2,180,488	(2,510,817)
Contractual	389,810	426,076	36,266
Commodities	482,656	423,800	(58,856)
Capital Outlay	40,743	143,600	102,857
Debt Service - Principal	79,819	224,535	144,716
Debt Service - Interest	8,122	33,569	25,447
	<u>14,191,105</u>	<u>12,206,947</u>	<u>(1,984,158)</u>
PUBLIC WORKS			
Engineering Services			
Personnel - Compensation	498,065	492,553	(5,512)
Personnel - Benefits, Taxes & Insurance	245,086	237,631	(7,455)
Contractual	33,056	53,300	20,244
Commodities	11,960	10,300	(1,660)
Capital Outlay	11,475	8,000	(3,475)
	<u>799,642</u>	<u>801,784</u>	<u>2,142</u>
Mosquito Abatement			
Personnel - Compensation	-	-	-
Personnel - Benefits, Taxes & Insurance	-	-	-
Contractual	78,788	95,000	16,212
Commodities	-	-	-
Capital Outlay	-	-	-
	<u>78,788</u>	<u>95,000</u>	<u>16,212</u>
Snow/Ice Control			
Personnel - Compensation	-	-	-
Personnel - Benefits, Taxes & Insurance	-	-	-
Contractual	3,363	2,500	(863)
Commodities	62,474	-	(62,474)
Capital Outlay	21,990	-	(21,990)
	<u>87,827</u>	<u>2,500</u>	<u>(85,327)</u>
Vehicle & Heavy Equipment Maintenance			
Personnel - Compensation	411,096	407,760	(3,336)
Personnel - Benefits, Taxes & Insurance	186,909	180,538	(6,371)
Contractual	72,844	67,500	(5,344)
Commodities	796,057	809,350	13,293
Capital Outlay	29,210	-	(29,210)
	<u>1,496,116</u>	<u>1,465,148</u>	<u>(30,968)</u>

GENERAL FUND

Schedule Of Expenditures And Other Financing Uses, Compared To Budget

April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
PUBLIC WORKS (continued)			
Administration			
Personnel - Compensation	675,689	622,269	(53,420)
Personnel - Benefits, Taxes & Insurance	192,808	143,206	(49,602)
Contractual	47,593	52,100	4,507
Commodities	16,871	9,400	(7,471)
Capital Outlay	93,920	-	(93,920)
	<u>1,026,881</u>	<u>826,975</u>	<u>(199,906)</u>
Safety & Training			
Personnel - Compensation	66,133	64,804	(1,329)
Personnel - Benefits, Taxes & Insurance	34,351	33,925	(426)
Contractual	75	5,475	5,400
Commodities	15,018	8,500	(6,518)
Capital Outlay	-	-	-
	<u>115,577</u>	<u>112,704</u>	<u>(2,873)</u>
Forestry			
Personnel - Compensation	81,436	97,319	15,883
Personnel - Benefits, Taxes & Insurance	47,409	40,846	(6,563)
Contractual	3,549	5,000	1,451
Commodities	14,203	6,000	(8,203)
Capital Outlay	-	-	-
	<u>146,597</u>	<u>149,165</u>	<u>2,568</u>
Leaf & Brush Pick-Up			
Personnel - Compensation	56,672	59,674	3,002
Personnel - Benefits, Taxes & Insurance	26,608	26,565	(43)
Contractual	9,936	14,800	4,864
Commodities	1,848	2,000	152
Capital Outlay	28,971	-	(28,971)
	<u>124,035</u>	<u>103,039</u>	<u>(20,996)</u>
Pavement & Alley Maintenance			
Personnel - Compensation	274,237	305,099	30,862
Personnel - Benefits, Taxes & Insurance	130,163	133,265	3,102
Contractual	2,970	10,000	7,030
Commodities	24,150	31,500	7,350
Capital Outlay	-	-	-
Debt Service - Principal	185,218	185,218	-
Debt Service - Interest	38,400	38,400	-
	<u>616,738</u>	<u>665,082</u>	<u>48,344</u>
Carpentry & Related Maintenance			
Personnel - Compensation	183,975	186,513	2,538
Personnel - Benefits, Taxes & Insurance	65,248	62,733	(2,515)
Contractual	-	650	650
Commodities	13,724	15,800	2,076
Capital Outlay	-	-	-
	<u>262,947</u>	<u>265,696</u>	<u>2,749</u>

GENERAL FUND

Schedule Of Expenditures And Other Financing Uses, Compared To Budget

April 30, 2007

	ACTUAL	BUDGET	VARIANCE
PUBLIC WORKS (continued)			
Landscaping & Groundskeeping			
Personnel - Compensation	193,218	159,423	(33,795)
Personnel - Benefits, Taxes & Insurance	82,667	76,105	(6,562)
Contractual	23,531	83,700	60,169
Commodities	23,423	22,100	(1,323)
Capital Outlay	-	-	-
	<u>322,839</u>	<u>341,328</u>	<u>18,489</u>
Traffic Hazardous Area & Equipment Maintenance			
Personnel - Compensation	124,771	129,456	4,685
Personnel - Benefits, Taxes & Insurance	47,882	50,850	2,968
Contractual	260	4,400	4,140
Commodities	-	7,500	7,500
Capital Outlay	-	-	-
	<u>172,913</u>	<u>192,206</u>	<u>19,293</u>
Pavement & Sign Painting			
Personnel - Compensation	71,170	148,616	77,446
Personnel - Benefits, Taxes & Insurance	37,669	53,034	15,365
Contractual	438	1,750	1,312
Commodities	38,798	52,000	13,202
Capital Outlay	8,100	-	(8,100)
	<u>156,175</u>	<u>255,400</u>	<u>99,225</u>
Traffic Signal Maintenance & Electrical Repairs			
Personnel - Compensation	131,380	130,800	(580)
Personnel - Benefits, Taxes & Insurance	62,346	59,805	(2,541)
Contractual	31,874	25,000	(6,874)
Commodities	25,808	16,750	(9,058)
Capital Outlay	-	-	-
	<u>251,408</u>	<u>232,355</u>	<u>(19,053)</u>
Street Light Maintenance			
Personnel - Compensation	60,072	64,365	4,293
Personnel - Benefits, Taxes & Insurance	30,213	28,516	(1,697)
Contractual	1,514	4,400	2,886
Commodities	14,225	14,000	(225)
Capital Outlay	-	-	-
	<u>106,024</u>	<u>111,281</u>	<u>5,257</u>
Facility Janitorial Services			
Personnel - Compensation	322,429	368,311	45,882
Personnel - Benefits, Taxes & Insurance	190,611	207,845	17,234
Contractual	6,512	10,450	3,938
Commodities	37,222	34,000	(3,222)
Capital Outlay	-	-	-
	<u>556,774</u>	<u>620,606</u>	<u>63,832</u>

GENERAL FUND

Schedule Of Expenditures And Other Financing Uses, Compared To Budget

April 30, 2007

	ACTUAL	BUDGET	VARIANCE
PUBLIC WORKS (continued)			
Facility Maintenance			
Personnel - Compensation	112,398	162,410	50,012
Personnel - Benefits, Taxes & Insurance	52,269	59,160	6,891
Contractual	170,593	179,275	8,682
Commodities	22,482	21,000	(1,482)
Capital Outlay	13,635	3,000	(10,635)
	<u>371,377</u>	<u>424,845</u>	<u>53,468</u>
TOTALS - PUBLIC WORKS			
Personnel - Compensation	3,262,741	3,399,372	136,631
Personnel - Benefits, Taxes & Insurance	1,432,239	1,394,024	(38,215)
Contractual	486,896	615,300	128,404
Commodities	1,118,263	1,060,200	(58,063)
Capital Outlay	207,301	11,000	(196,301)
Debt Service - Principal	185,218	185,218	-
Debt Service - Interest	38,400	38,400	-
	<u>6,731,058</u>	<u>6,703,514</u>	<u>(27,544)</u>
TOTALS - REFUSE COLLECTION			
Personnel - Compensation	-	-	-
Personnel - Benefits, Taxes & Insurance	-	-	-
Contractual	3,403,794	3,361,608	(42,186)
Commodities	-	-	-
Capital Outlay	-	-	-
	<u>3,403,794</u>	<u>3,361,608</u>	<u>(42,186)</u>
CENTRAL SERVICES			
Legal Services			
Personnel - Compensation	-	-	-
Personnel - Benefits, Taxes & Insurance	-	-	-
Contractual	473,027	520,000	46,973
Commodities	-	-	-
Capital Outlay	-	-	-
	<u>473,027</u>	<u>520,000</u>	<u>46,973</u>
Administration/Office of the Mayor			
Personnel - Compensation	156,729	147,807	(8,922)
Personnel - Benefits, Taxes & Insurance	69,653	67,168	(2,485)
Contractual	141,054	67,500	(73,554)
Commodities	14,552	6,200	(8,352)
Capital Outlay	3,019	-	(3,019)
	<u>385,007</u>	<u>288,675</u>	<u>(96,332)</u>
City Council/Legislation			
Personnel - Compensation	162,970	162,000	(970)
Personnel - Benefits, Taxes & Insurance	1,212,919	1,145,924	(66,995)
Contractual	166,010	125,700	(40,310)
Commodities	568	1,650	1,082
Capital Outlay	-	-	-
	<u>1,542,467</u>	<u>1,435,274</u>	<u>(107,193)</u>

GENERAL FUND

Schedule Of Expenditures And Other Financing Uses, Compared To Budget

April 30, 2007

	ACTUAL	BUDGET	VARIANCE
CENTRAL SERVICES (continued)			
Administration			
Personnel - Compensation	171,932	160,979	(10,953)
Personnel - Benefits, Taxes & Insurance	75,727	74,595	(1,132)
Contractual	3,979	9,500	5,521
Commodities	857	3,900	3,043
Capital Outlay	-	-	-
	<u>252,495</u>	<u>248,974</u>	<u>(3,521)</u>
Accounting & Finance			
Personnel - Compensation	429,820	497,133	67,313
Personnel - Benefits, Taxes & Insurance	189,875	217,809	27,934
Contractual	39,708	28,250	(11,458)
Commodities	28,001	18,750	(9,251)
Capital Outlay	-	-	-
	<u>687,404</u>	<u>761,942</u>	<u>74,538</u>
MIS/Data Processing			
Personnel - Compensation	140,100	141,287	1,187
Personnel - Benefits, Taxes & Insurance	61,082	60,146	(936)
Contractual	187,240	168,300	(18,940)
Commodities	28,693	31,000	2,307
Capital Outlay	16,632	27,000	10,368
	<u>433,747</u>	<u>427,733</u>	<u>(6,014)</u>
City Collections			
Personnel - Compensation	316,773	302,715	(14,058)
Personnel - Benefits, Taxes & Insurance	145,167	134,846	(10,321)
Contractual	72,685	48,275	(24,410)
Commodities	5,632	6,050	418
Capital Outlay	14,179	14,000	(179)
	<u>554,436</u>	<u>505,886</u>	<u>(48,550)</u>
Purchasing			
Personnel - Compensation	42,093	42,717	624
Personnel - Benefits, Taxes & Insurance	19,790	19,673	(117)
Contractual	13,417	20,500	7,083
Commodities	3,351	7,000	3,649
Capital Outlay	-	-	-
	<u>78,651</u>	<u>89,890</u>	<u>11,239</u>
City Clerk's Office			
Personnel - Compensation	170,481	205,008	34,527
Personnel - Benefits, Taxes & Insurance	95,532	102,773	7,241
Contractual	26,838	31,050	4,212
Commodities	11,248	28,600	17,352
Capital Outlay	3,612	-	(3,612)
	<u>307,711</u>	<u>367,431</u>	<u>59,720</u>

GENERAL FUND

Schedule Of Expenditures And Other Financing Uses, Compared To Budget

April 30, 2007

	ACTUAL	BUDGET	VARIANCE
CENTRAL SERVICES (continued)			
City Treasurer's Office			
Personnel - Compensation	91,489	92,783	1,294
Personnel - Benefits, Taxes & Insurance	55,662	51,355	(4,307)
Contractual	6,157	9,800	3,643
Commodities	1,729	2,500	771
Capital Outlay	-	-	-
	<u>155,037</u>	<u>156,438</u>	<u>1,401</u>
Labor Relations			
Personnel - Compensation	212,749	152,207	(60,542)
Personnel - Benefits, Taxes & Insurance	69,403	53,665	(15,738)
Contractual	198,516	246,200	47,684
Commodities	11,646	9,500	(2,146)
Capital Outlay	-	-	-
	<u>492,314</u>	<u>461,572</u>	<u>(30,742)</u>
Municipal Audit			
Personnel - Compensation	-	-	-
Personnel - Benefits, Taxes & Insurance	-	-	-
Contractual	48,443	70,000	21,557
Commodities	-	-	-
Capital Outlay	-	-	-
	<u>48,443</u>	<u>70,000</u>	<u>21,557</u>
TOTALS - CENTRAL SERVICES			
Personnel - Compensation	1,895,136	1,904,636	9,500
Personnel - Benefits, Taxes & Insurance	1,994,810	1,927,954	(66,856)
Contractual	1,377,074	1,345,075	(31,999)
Commodities	106,277	115,150	8,873
Capital Outlay	37,442	41,000	3,558
	<u>5,410,739</u>	<u>5,333,815</u>	<u>(76,924)</u>
BUILDING			
Administration			
Personnel - Compensation	138,495	137,744	(751)
Personnel - Benefits, Taxes & Insurance	62,062	61,101	(961)
Contractual	97,377	103,050	5,673
Commodities	8,785	13,200	4,415
Capital Outlay	7,000	4,000	(3,000)
	<u>313,719</u>	<u>319,095</u>	<u>5,376</u>
Permit Administration & Inspection			
Personnel - Compensation	416,934	473,670	56,736
Personnel - Benefits, Taxes & Insurance	228,419	226,817	(1,602)
Contractual	36,934	39,500	2,566
Commodities	9,656	16,500	6,844
Capital Outlay	3,000	29,000	26,000
	<u>694,943</u>	<u>785,487</u>	<u>90,544</u>

GENERAL FUND

Schedule Of Expenditures And Other Financing Uses, Compared To Budget

April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
Code Enforcement			
Personnel - Compensation	534,410	531,873	(2,537)
Personnel - Benefits, Taxes & Insurance	221,958	219,286	(2,672)
Less: CDBG Reimb-Personnel Costs	(70,000.00)	(70,000.00)	-
Contractual	52,251	146,750	94,499
Commodities	18,222	22,000	3,778
Capital Outlay	33,261	26,000	(7,261)
	<u>790,102</u>	<u>875,909</u>	<u>85,807</u>
TOTALS - BUILDING AND ZONING			
Personnel - Compensation	1,089,839	1,143,287	53,448
Personnel - Benefits, Taxes & Insurance	512,439	507,204	(5,235)
Less: Personnel Reimbursements	(70,000)	(70,000)	-
Contractual	186,562	289,300	102,738
Commodities	36,663	51,700	15,037
Capital Outlay	43,261	59,000	15,739
	<u>1,798,764</u>	<u>1,980,491</u>	<u>181,727</u>
PLANNING & DEVELOPMENT			
Development Commission			
Personnel - Compensation	13,234	21,000	7,766
Personnel - Benefits, Taxes & Insurance	1,323	1,607	284
Contractual	-	-	-
Commodities	-	-	-
Capital Outlay	-	-	-
	<u>14,557</u>	<u>22,607</u>	<u>8,050</u>
Economic Development			
Personnel - Compensation	-	-	-
Personnel - Benefits, Taxes & Insurance	-	-	-
Contractual	272,858	316,675	43,817
Commodities	-	-	-
Capital Outlay	-	88,200	88,200
	<u>272,858</u>	<u>404,875</u>	<u>132,017</u>
Planning & Zoning			
Personnel - Compensation	368,371	370,372	2,001
Personnel - Benefits, Taxes & Insurance	154,854	152,118	(2,736)
Contractual	33,677	48,500	14,823
Commodities	3,342	11,500	8,158
Capital Outlay	-	-	-
	<u>560,244</u>	<u>582,490</u>	<u>22,246</u>

GENERAL FUND

Schedule Of Expenditures And Other Financing Uses, Compared To Budget

April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
PLANNING & DEVELOPMENT (continued)			
TOTALS - PLANNING & DEVELOPMENT			
Personnel - Compensation	381,605	391,372	9,767
Personnel - Benefits, Taxes & Insurance	156,177	153,725	(2,452)
Contractual	306,535	365,175	58,640
Commodities	3,342	11,500	8,158
Capital Outlay	-	88,200	88,200
	<u>847,659</u>	<u>1,009,972</u>	<u>162,313</u>
CULTURE AND RECREATION			
Public Relations & Marketing			
Personnel - Compensation	120,748	121,790	1,042
Personnel - Benefits, Taxes & Insurance	57,686	59,905	2,219
Contractual	199,013	175,100	(23,913)
Commodities	13,254	10,000	(3,254)
Capital Outlay	-	-	-
	<u>390,701</u>	<u>366,795</u>	<u>(23,906)</u>
Municipal Beach			
Personnel - Compensation	63,964	60,000	(3,964)
Personnel - Benefits, Taxes & Insurance	4,894	4,590	(304)
Contractual	18,494	27,250	8,756
Commodities	5,489	8,000	2,511
Capital Outlay	-	4,000	4,000
	<u>92,841</u>	<u>103,840</u>	<u>10,999</u>
Municipal Band			
Personnel - Compensation	34,326	38,704	4,378
Personnel - Benefits, Taxes & Insurance	2,626	2,961	335
Contractual	7,113	6,400	(713)
Commodities	1,367	3,500	2,133
Capital Outlay	-	-	-
	<u>45,432</u>	<u>51,565</u>	<u>6,133</u>
TOTALS - CULTURE AND RECREATION			
Personnel - Compensation	219,038	220,494	1,456
Personnel - Benefits, Taxes & Insurance	65,206	67,456	2,250
Contractual	224,620	208,750	(15,870)
Commodities	20,110	21,500	1,390
Capital Outlay	-	4,000	4,000
	<u>528,974</u>	<u>522,200</u>	<u>(6,774)</u>

GENERAL FUND

Schedule Of Expenditures And Other Financing Uses, Compared To Budget

April 30, 2007

	ACTUAL	BUDGET	VARIANCE
GENERAL FUND SUMMARY			
Personnel - Compensation	31,218,088	31,418,191	200,103
Personnel - Benefits, Taxes & Insurance	15,744,848	10,335,468	(5,409,380)
Less: Personnel Reimbursements	(91,250)	(90,000)	1,250
Contractual Services	7,426,847	7,568,415	141,568
Commodities	2,642,625	2,534,584	(108,041)
Capital Outlay	718,560	609,300	(109,260)
Debt Service - Principal	265,037	409,753	144,716
Debt Service - Interest	46,522	71,969	25,447
	<u>57,971,277</u>	<u>52,857,680</u>	<u>(5,113,597)</u>
Operating Transfers Out	(280,055)	-	280,055
GENERAL FUND TOTALS	<u>57,691,222</u>	<u>52,857,680</u>	<u>(4,833,542)</u>
GENERAL FUND TOTALS BY FUNCTION			
Capital Outlay			
Public Safety - Police/Communications	389,813	262,500	(127,313)
Public Safety - Fire/Emergency Medical	40,743	143,600	102,857
Streets, Bridges & Other Public Works	207,301	11,000	(196,301)
Sanitation & Environment-Refuse Collection	-	-	-
General Government	37,442	41,000	3,558
Public Safety - Protective Inspection	43,261	59,000	15,739
Economic Development	-	88,200	88,200
Culture & Recreation	-	4,000	4,000
	<u>718,560</u>	<u>609,300</u>	<u>(109,260)</u>
Current Operating Expenditures			
Public Safety - Police/Communications	24,669,371	21,476,633	(3,192,738)
Public Safety - Fire/Emergency Medical	14,062,421	11,805,243	(2,257,178)
Streets, Bridges & Other Public Works	6,300,139	6,468,896	168,757
Sanitation & Environment-Refuse Collection	3,403,794	3,361,608	(42,186)
General Government	5,373,297	5,292,815	(80,482)
Public Safety - Protective Inspection	1,755,503	1,921,491	165,988
Economic Development	847,659	921,772	74,113
Culture & Recreation	528,974	518,200	(10,774)
	<u>56,941,158</u>	<u>51,766,658</u>	<u>(5,174,500)</u>
Debt Service Expenditures			
Public Safety - Fire/Emergency Medical	87,941	258,104	170,163
Streets, Bridges & Other Public Works	223,618	223,618	-
	<u>311,559</u>	<u>481,722</u>	<u>170,163</u>

GENERAL FUND**Schedule Of Expenditures And Other Financing Uses, Compared To Budget***April 30, 2007*

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
Totals			
Public Safety - Police/Communications	25,059,184	21,739,133	(3,320,051)
Public Safety - Fire/Emergency Medical	14,191,105	12,206,947	(1,984,158)
Streets, Bridges & Other Public Works	6,731,058	6,703,514	(27,544)
Sanitation & Environment-Refuse Collection	3,403,794	3,361,608	(42,186)
General Government	5,410,739	5,333,815	(76,924)
Public Safety - Protective Inspection	1,798,764	1,980,491	181,727
Economic Development	847,659	1,009,972	162,313
Culture & Recreation	528,974	522,200	(6,774)
	<u>57,971,277</u>	<u>52,857,680</u>	<u>(5,113,597)</u>
Operating Transfers Out	(280,055)	-	280,055
GENERAL FUND TOTALS	<u>57,691,222</u>	<u>52,857,680</u>	<u>(4,833,542)</u>

Special Revenue Funds

SPECIAL REVENUE FUNDS
 Combining Balance Sheet
 April 30, 2007

	Public Works		CDBG	Public Safety Activities			Public Safety Grants			TIF Dist-Spec Tax Alloc Fds.			
	Motor Fuel Tax	Comm. Develop. Block Grant		Narcotics Forfeitures	911 Emerg. Phone System	Enhancing Security & Crime Prev.	Repeat Offender Program	HomeInnd Security	#1 Lakefront Develop.	#2 Lewis Ave. TIF (2003B Debt Svc)	#3 Belvidere Mill Redev.	#4 Lakefront/ Dntwn Redev.	
ASSETS													
Cash & Cash Equivalents	4,447	29,333		456,454	271,659	43,596	9,762	3,479	4,172	183,338			
Investments	2,015,573									310,700			
Taxes Receivable, Net of Uncollectibles:													
Property													
Home Rule Sales Tax													
Motor Fuel Tax	458,219								74,796				540,297
Utility Taxes (911)					207,349								
Loans Receivable		750											
Other Receivables:													
Accrued Investment Income				20	369								
Intergovernmental Grants													
Miscellaneous	165			3,050									12,344
Due From Other Funds	15,769					11,110		(27,955)					34,111
Inventory	166,720												
TOTAL ASSETS	2,660,893	30,083		459,524	479,271	54,706	9,762	(24,379)	78,968	544,305	183,338		586,752
LIABILITIES AND FUND BALANCE													
Liabilities													
Accounts Payable	155,169	21,922		3,922	87,761	13,624							8,460
Accrued Salaries	34,209	10,163		5,988	22,059								
Advance Ticket Sales													
Interfund Loans													
Due to Other Funds (Short-Term)					11,110			65,818	10,000				86,612
Deferred Revenue:													
Property Taxes													
Other Taxes					84,025				74,796	232,401			540,297
Theatre													
Intergovernmental Grants		7,632				35,378							12,345
Total Liabilities	189,378	39,747		9,920	204,955	50,002		65,818	84,796	232,401			647,744
Fund Balance													
Reserved for:													
Inventory	166,720												
Economic Development		(9,664)		449,604	274,316	4,704	9,762	(90,197)	(5,828)	311,904	183,338		(60,992)
Unreserved & Undesignated	2,304,795												
Total Fund Balance	2,471,515	(9,664)		449,604	274,316	4,704	9,762	(90,197)	(5,828)	311,904	183,338		(60,992)
TOTAL LIABILITIES AND FUND BALANCE	2,660,893	30,083		459,524	479,271	54,706	9,762	(24,379)	78,968	544,305	183,338		586,752

SPECIAL REVENUE FUNDS
Combining Balance Sheet (cont.)
April 30, 2007

	Econ. Dev.		Residential Develop.		Environmental Develop.			Theatre	
	Hm Rule SI Tx Lakemont/ Drivyn Reviv	COGB Home Rehabilitation Assistance	Neighborhood Stabilization	EPA Grants Brownfields Redev. Init.	Wetlands Mitigation	Environment Remediation	Genesee Theatre Operations	Totals	
ASSETS									
Cash & Cash Equivalents	1,219,853	-	132,820	33,934	13,503	48,766	715,304	3,171,015	
Investments	-	-	-	-	-	-	-	2,326,273	
Taxes Receivable, Net of Uncollectibles:									
Property	-	-	-	-	-	-	-	-	
Home Rule Sales Tax	489,891	-	-	-	-	-	-	847,494	
Motor Fuel Tax	-	-	-	-	-	-	-	438,391	
Utility Taxes (911)	-	-	-	-	-	-	-	458,219	
Loans Receivable	-	-	-	-	-	-	-	207,349	
Other Receivables:								750	
Accrued Investment Income	1,915	-	238	-	23	-	-	3,016	
Intergovernmental Grants	-	-	-	6,750	-	-	-	19,094	
Miscellaneous	-	-	-	29,333	-	-	144,622	177,175	
Due From Other Funds	989,023	-	-	99,573	-	22,822	-	1,153,590	
Inventory	-	-	-	-	-	-	-	166,720	
TOTAL ASSETS	2,708,682	-	133,056	169,645	13,526	71,588	859,926	9,019,546	

	Econ. Dev.		Residential Develop.		Environmental Develop.			Theatre	
	Hm Rule SI Tx Lakemont/ Drivyn Reviv	COGB Home Rehabilitation Assistance	Neighborhood Stabilization	EPA Grants Brownfields Redev. Init.	Wetlands Mitigation	Environment Remediation	Genesee Theatre Operations	Totals	
LIABILITIES AND FUND BALANCE									
Liabilities									
Accounts Payable	103,070	-	-	24,130	-	-	289,752	687,640	
Accrued Salaries	5,706	-	-	-	-	-	-	78,165	
Advance Ticket Sales	-	-	-	-	-	-	514,697	514,697	
Interfund Loans	-	-	-	-	-	-	-	-	
Due to Other Funds (Short-Term)	15,401	-	-	68,185	-	1,738,700	390,782	2,376,908	
Deferred Revenue:									
Property Taxes	171,636	-	-	-	-	-	-	847,494	
Other Taxes	391,094	-	-	-	-	-	-	255,561	
Theatre	-	-	-	-	-	-	106,137	437,281	
Intergovernmental Grants	-	-	-	88,760	-	-	-	125,115	
Total Liabilities	676,807	-	-	161,075	-	1,738,700	1,271,418	5,372,761	
Fund Balance									
Reserved for:									
Inventory	-	-	-	-	-	-	-	166,720	
Economic Development	-	-	-	-	-	-	-	-	
Unreserved & Undesignated	2,031,775	-	133,056	8,570	13,526	(1,667,112)	(411,452)	3,480,665	
Total Fund Balance	2,031,775	-	133,056	8,570	13,526	(1,667,112)	(411,452)	3,646,785	
TOTAL LIABILITIES AND FUND BALANCE	2,708,682	-	133,056	169,645	13,526	71,588	859,926	9,019,546	

SPECIAL REVENUE FUNDS
Combining Statement Of Revenues, Expenditures, and Changes in Fund Balance
April 30, 2007

	Public Works		Public Safety Activities				Public Safety Grants				TIF-Spec Tax Alloc Fds.						
	Motor Fuel Tax	CDBG	Narcotics Forfeitures	911 Emerg Phone System	Enhancing Security & Crime Prev.	Repeat Offender Program	Homeland Security	#1 Lakemont Develop.	#2 Lewis Ave. TIF (2003) Debt Svc)	#3 Bakkerside Mall Retrev.	#4 Lakemont/Dntwn Retrev.	Commt. Develop. Block Grant	911 Emerg Phone System	Enhancing Security & Crime Prev.	Repeat Offender Program	Homeland Security	
REVENUES																	
Property Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Home Rule Sales Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Motor Fuel Tax	2,726,393	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
911 Emergency Surcharge	-	-	-	767,610	-	-	-	-	-	-	-	-	-	-	-	-	-
Intergovernmental	-	1,214,136	-	-	90,056	-	1,326	-	-	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	261,716	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Charges for Services (Theatre Income)	-	-	103,794	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Investment Income	113,939	65	7,899	7,209	-	-	-	-	-	-	-	-	-	-	-	-	-
Miscellaneous	5,798	119,754	233	2,353	-	-	-	-	-	-	-	-	-	-	-	-	3,077
TOTAL REVENUES	2,848,130	1,333,955	393,444	777,172	90,056	-	1,326	94,063	261,232	-	290,020	-	-	-	-	-	-
EXPENDITURES																	
Current Operating																	
Economic Development	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Public Safety - Protective Inspection	-	70,000	-	-	-	-	-	13,297	-	-	265,616	-	-	-	-	-	-
Public Safety - Police/Communications	-	20,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Public Safety - Fire/Homeland Security	-	-	361,762	614,494	21,440	-	2,217	-	-	-	-	-	-	-	-	-	-
Ss., Bridges, Pub. Works	2,134,426	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sanitation & Environment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Community Development	-	960,070	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Community Development Grants	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Priv. Non-Profit Agencies	-	122,928	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Intergovernmental	-	49,848	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital Outlay	82,635	125,469	26,545	127,767	70,678	-	-	140,000	-	-	4,027	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Principal Retirement	-	-	-	50,614	-	-	-	-	-	-	-	-	-	-	-	-	-
Bad Debt Expense	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest Expense	-	-	-	3,489	-	-	-	-	-	-	-	-	-	-	-	-	7,405
TOTAL EXPENDITURES	2,217,063	1,348,255	410,307	796,574	92,118	-	2,217	153,297	-	-	277,048	-	-	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPEND.	631,067	(14,300)	(16,863)	(19,402)	(2,062)	-	(891)	(59,234)	261,232	-	12,972	-	-	-	-	-	-
OTHER FINANCING SOURCES (USES)																	
General Fixed Asset Sales & Trade-Ins	-	-	16,475	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Operating Transfers In	-	-	613	-	-	-	-	-	-	183,338	279,442	-	-	-	-	-	-
Operating Transfers Out	(693,504)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TTL. OTHER FINANCING SOURCES (USES)	(693,504)	-	17,088	-	-	-	-	-	-	-	279,442	-	-	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	(62,437)	(14,300)	225	(19,402)	(2,062)	-	(891)	(69,234)	261,232	183,338	292,414	-	-	-	-	-	-
FUND BALANCE																	
Incr./Decr./Fund Bal. Res for Inventory	(89,900)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Beginning of Year	2,633,852	4,635	449,379	293,718	6,766	9,762	(89,306)	53,406	50,672	-	(835,406)	-	-	-	-	-	-
End of Year	2,471,515	(9,664)	449,604	274,316	4,704	9,762	(90,197)	(5,828)	311,904	183,338	(60,992)	-	-	-	-	-	-

SPECIAL REVENUE FUNDS

Combining Statement of Revenues, Expenditures, and Changes in Fund Balance (cont.)

April 30, 2007

	Econ. Dev.		Residential Develop.		Environmental Develop.		Theatre		Totals
	Firm Rule SI Tx Lakefront/ Downtown Redevel	CDGB Home Rehabilitation Assistance	Neighborhood Stabilization	EPA Grants Brownfields Redevel. Inlt.	Wetlands Mitigation	Environment Remediation	Genesee Theatre Operations	Genesee Theatre Operations	
REVENUES									
Property Tax	-	-	-	-	-	-	-	-	626,861
Home Rule Sales Tax	1,928,176	-	-	-	-	-	-	-	1,928,176
Motor Fuel Tax	-	-	-	-	-	-	-	-	2,726,363
911 Emergency Surcharge	-	-	-	-	-	-	-	-	767,610
Intergovernmental	75,000	218,120	-	143,638	-	-	-	-	2,023,984
Fines & Forfeitures	-	-	-	-	-	-	-	-	103,784
Charges for Services	-	-	-	-	38,490	-	-	-	577,563
Theatre Income & Fees-Well	-	-	-	-	-	5,391	-	-	5,391
Licenses	73,549	-	7,610	-	1,354	-	12,749	-	238,909
Investment Income	-	-	8,500	-	-	-	-	-	136,638
Miscellaneous	-	-	-	-	-	-	-	-	-
TOTAL REVENUES	2,077,725	218,120	16,110	143,638	39,804	5,391	544,163	544,163	9,134,349
EXPENDITURES									
Current Operating									
Economic Development	1,567,160	-	-	-	273	310,655	-	-	2,157,001
Public Safety - Protective Inspection	-	-	-	-	-	-	-	-	70,000
Public Safety - Police/Communications	-	-	-	-	-	-	-	-	1,037,696
Public Safety - Fire/Homeland Security	-	-	-	-	-	-	-	-	2,217
Ss., Bridges, Pub. Works	-	-	-	-	-	-	-	-	2,134,426
Sanitation & Environment	-	-	-	185,407	-	-	-	-	185,407
Community Development	-	218,120	60,000	-	-	-	-	-	1,238,190
Culture & Recreation	-	-	-	-	-	-	882,013	-	882,013
Community Development Grants	-	-	-	-	-	-	-	-	122,928
Priv. Non-Profit Agencies	-	-	-	-	-	-	-	-	48,343
Intergovernmental	478,224	-	-	-	66,000	-	-	-	1,123,285
Capital Outlay	-	-	-	-	-	-	-	-	-
Debt Service	61,670	-	-	-	-	-	-	-	112,484
Principal Retirement	-	-	-	-	-	-	-	-	-
Bad Debt Expense	-	-	-	-	-	-	-	-	-
Interest Expense	5,152	-	-	-	-	-	-	-	16,056
TOTAL EXPENDITURES	2,112,206	218,120	60,000	185,407	66,273	310,655	982,013	982,013	9,231,553
EXCESS (DEFICIENCY) OF REVENUES OVER EXPEND.	(34,481)	-	(43,890)	(41,769)	(26,469)	(305,264)	(437,850)	(437,850)	(97,204)
OTHER FINANCING SOURCES (USES)									
General Fixed Asset Sales & Transfers In	-	-	-	-	-	-	-	-	16,475
Operating Transfers In	-	-	-	57,232	-	-	120,000	-	640,625
Operating Transfers Out	(120,000)	-	-	-	-	(57,232)	-	-	(870,736)
TTL. OTHER FINANCING SOURCES (USES)	(120,000)	-	-	57,232	-	(57,232)	120,000	120,000	(213,636)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	(154,481)	-	(43,890)	15,463	(26,469)	(362,496)	(317,850)	(317,850)	(310,840)
FUND BALANCE									
Incr (Decr)-Fund Bal, Res for Inventory	2,186,256	-	-	176,946	-	39,995	-	-	(69,900)
Beginning of Year	-	-	-	(16,853)	-	(1,304,619)	-	-	4,647,525
End of Year	2,031,775	-	133,056	8,570	13,526	(1,667,112)	(411,492)	(411,492)	3,646,785

**SPECIAL REVENUE FUNDS
MOTOR FUEL TAX**

**Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
April 30, 2007**

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Motor Fuel Tax	2,726,393	2,803,630	(77,237)
Intergovernmental	-	-	-
Investment Income	115,939	100,000	15,939
Miscellaneous	5,798	-	5,798
TOTAL REVENUES	<u>2,848,130</u>	<u>2,903,630</u>	<u>(55,500)</u>
EXPENDITURES			
Streets, Sidewalks & Other Public Works Activities			
Personnel - Compensation	799,797	833,006	33,209
Personnel - Benefits, Taxes & Insurance	359,637	357,132	(2,505)
Contractual	572,699	560,000	(12,699)
Commodities	402,295	435,000	32,705
Capital Outlay	<u>82,635</u>	<u>-</u>	<u>(82,635)</u>
TOTAL EXPENDITURES	<u>2,217,063</u>	<u>2,185,138</u>	<u>(31,925)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>631,067</u>	<u>718,492</u>	<u>(87,425)</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	-	-	-
Operating Transfers Out	(693,504)	(686,023)	(7,481)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(693,504)</u>	<u>(686,023)</u>	<u>(7,481)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>(62,437)</u>	<u>32,469</u>	<u>(94,906)</u>
FUND BALANCE			
Increase (Decrease) In Fund Balance, Reserved for Inventory Beginning of Year	(89,900) <u>2,623,852</u>		
End of Year	<u>2,471,515</u>		

SPECIAL REVENUE FUNDS
COMMUNITY DEVELOPMENT BLOCK GRANT
Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Intergovernmental	1,214,136	1,092,729	121,407
Investment Income	65	-	65
Rehabilitation Lien Repayments	119,754	69,106	50,648
TOTAL REVENUES	<u>1,333,955</u>	<u>1,161,835</u>	<u>172,120</u>
EXPENDITURES			
Community Development			
Personnel - Compensation	252,406	256,497	4,091
Personnel - Benefits, Taxes & Insurance	119,827	118,164	(1,663)
Contractual	579,652	631,792	52,140
Commodities	8,185	7,300	(885)
Community Development Grants			
Private Non-Profit Agencies	122,928	111,275	(11,653)
Intergovernmental	49,848	43,000	(6,848)
Public Safety - Police/Communications			
Personnel - Compensation & Benefits	20,000	20,000	-
Public Safety - Protective Inspection			
Personnel - Compensation & Benefits	70,000	70,000	-
Capital Outlay	125,409	100,753	(24,656)
Debt Service			
Principal Retirement	-	-	-
Bad Debt Expense	-	-	-
Interest Expense	-	-	-
TOTAL EXPENDITURES	<u>1,348,255</u>	<u>1,358,781</u>	<u>10,526</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(14,300)</u>	<u>(196,946)</u>	<u>182,646</u>
OTHER FINANCING SOURCES (USES)			
Sale/Trades of General Fixed Assets	-	-	-
Operating Transfers In	-	-	-
Operating Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>(14,300)</u>	<u>(196,946)</u>	<u>182,646</u>
FUND BALANCE			
Beginning of Year	<u>4,636</u>		
End of Year	<u>(9,664)</u>		

SPECIAL REVENUE FUNDS
NARCOTICS FORFEITURES
Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Intergovernmental	281,718	270,500	11,218
Fines & Forfeitures	103,794	86,668	17,126
Investment Income	7,699	10,000	(2,301)
Miscellaneous	233	-	233
TOTAL REVENUES	<u>393,444</u>	<u>367,168</u>	<u>26,276</u>
EXPENDITURES			
Public Safety - Police/Communications			
Personnel - Compensation	210,546	233,749	23,203
Personnel - Benefits, Taxes & Insurance	44,413	49,464	5,051
Contractual	120,334	127,500	7,166
Commodities	6,469	6,000	(469)
Community Development Grants			
Private Non-Profit Agencies	-	-	-
Intergovernmental	-	-	-
Capital Outlay	28,545	-	(28,545)
Debt Service			
Principal Retirement	-	-	-
Interest Expense	-	-	-
TOTAL EXPENDITURES	<u>410,307</u>	<u>416,713</u>	<u>6,406</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(16,863)</u>	<u>(49,545)</u>	<u>32,682</u>
OTHER FINANCING SOURCES (USES)			
Trade-In - Allowance	16,475	-	16,475
Operating Transfers In	613	-	613
Operating Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>17,088</u>	<u>-</u>	<u>17,088</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>225</u>	<u>(49,545)</u>	<u>49,770</u>
FUND BALANCE			
Beginning of Year	<u>449,379</u>		
End of Year	<u>449,604</u>		

SPECIAL REVENUE FUNDS
911 EMERGENCY PHONE SYSTEM
Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Property Tax	-	-	-
Home Rule Sales Tax	-	-	-
Motor Fuel Tax	-	-	-
911 Emergency Surcharge	767,610	774,000	(6,390)
Intergovernmental	-	-	-
Fines & Forfeitures	-	-	-
Investment Income	7,209	15,000	(7,791)
Miscellaneous	2,353	-	2,353
TOTAL REVENUES	<u>777,172</u>	<u>789,000</u>	<u>(11,828)</u>
EXPENDITURES			
Public Safety - Police/Communications			
Personnel - Compensation	-	-	-
Personnel - Benefits, Taxes & Insurance	-	-	-
Personnel - Compensation	183,747	263,179	79,432
Personnel - Benefits, Taxes & Insurance	71,481	65,843	(5,638)
Contractual	322,404	449,500	127,096
Commodities	36,862	46,000	9,138
Community Development Grants			
Private Non-Profit Agencies	-	-	-
Intergovernmental	-	-	-
Capital Outlay	127,767	146,000	18,233
Debt Service			
Principal Retirement	50,814	50,270	(544)
Interest Expense	3,499	4,043	544
TOTAL EXPENDITURES	<u>796,574</u>	<u>1,024,835</u>	<u>228,261</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(19,402)</u>	<u>(235,835)</u>	<u>216,433</u>
OTHER FINANCING SOURCES (USES)			
Proceeds From Capital Lease	-	-	-
Operating Transfers In	-	-	-
Operating Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>(19,402)</u>	<u>(235,835)</u>	<u>216,433</u>
FUND BALANCE			
Beginning of Year	<u>293,718</u>		
End of Year	<u>274,316</u>		

SPECIAL REVENUE FUNDS

LOCAL LAW ENFORCEMENT BLOCK GRANT - ENHANCING SECURITY/CRIME PREVENTION

Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual

April 30, 2007

	ACTUAL	BUDGET	VARIANCE
REVENUES			
Intergovernmental	90,056	136,954	(46,898)
Investment Income	-	2,500	(2,500)
TOTAL REVENUES	90,056	139,454	(49,398)
EXPENDITURES			
Public Safety - Police/Communications	-	-	-
Personnel - Compensation	-	-	-
Personnel - Benefits, Taxes & Insurance	-	-	-
Contractual	15,950	-	(15,950)
Commodities	5,490	-	(5,490)
Community Development Grants			
Private Non-Profit Agencies	-	-	-
Intergovernmental	-	-	-
Capital Outlay	70,678	76,168	5,490
Debt Service			
Principal Retirement	-	-	-
Interest Expense	-	-	-
TOTAL EXPENDITURES	92,118	76,168	(15,950)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,062)	63,286	(65,348)
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	-	-	-
Operating Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	(2,062)	63,286	(65,348)
FUND BALANCE			
Beginning of Year	6,766		
End of Year	4,704		

SPECIAL REVENUE FUNDS
LOCAL LAW ENFORCEMENT BLOCK GRANT - REPEAT OFFENDER PROGRAM
Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
April 30, 2007

	ACTUAL	BUDGET	VARIANCE
REVENUES			
Property Tax	-	-	-
Home Rule Sales Tax	-	-	-
Motor Fuel Tax	-	-	-
911 Emergency Surcharge	-	-	-
Intergovernmental	-	-	-
Fines & Forfeitures	-	-	-
Investment Income	-	100	(100)
Miscellaneous	-	-	-
TOTAL REVENUES	-	100	(100)
EXPENDITURES			
Public Safety - Police/Communications			
Personnel - Compensation	-	-	-
Personnel - Benefits, Taxes & Insurance	-	-	-
Contractual	-	-	-
Commodities	-	-	-
Community Development Grants			
Private Non-Profit Agencies	-	-	-
Intergovernmental	-	-	-
Capital Outlay	-	-	-
Debt Service			
Principal Retirement	-	-	-
Interest Expense	-	-	-
TOTAL EXPENDITURES	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	100	(100)
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	-	-	-
Operating Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	-	100	(100)
FUND BALANCE			
Beginning of Year	9,762		
End of Year	9,762		

**SPECIAL REVENUE FUNDS
HOMELAND SECURITY**

Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual

April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Property Tax	-	-	-
Home Rule Sales Tax	-	-	-
Grant-Homeland Security-Fire	-	-	-
911 Emergency Surcharge	-	-	-
Intergovernmental	1,326	-	1,326
Fines & Forfeitures	-	-	-
Investment Income	-	-	-
Miscellaneous	-	-	-
TOTAL REVENUES	<u>1,326</u>	<u>-</u>	<u>1,326</u>
EXPENDITURES			
Public Safety-Fire			
Commodities	2,217	-	(2,217)
TOTAL EXPENDITURES	<u>2,217</u>	<u>-</u>	<u>(2,217)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(891)</u>	<u>-</u>	<u>(891)</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	-	-	-
Operating Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>(891)</u>	<u>-</u>	<u>(891)</u>
FUND BALANCE			
Increase (Decrease) In Fund Balance, Reserved for Inventory Beginning of Year	<u>(89,306)</u>		
End of Year	<u>(90,197)</u>		

SPECIAL REVENUE FUNDS
TAX INCREMENT FINANCING DISTRICTS -
#1 - LAKEFRONT DEVELOPMENT SPECIAL TAX ALLOCATION
 Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Property Tax	91,041	91,839	(798)
Investment Income	3,022	3,000	22
TOTAL REVENUES	94,063	94,839	(776)
EXPENDITURES			
Economic Development			
Contractual	13,297	156,652	143,355
Capital Outlay	140,000	-	(140,000)
TOTAL EXPENDITURES	153,297	156,652	3,355
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(59,234)	(61,813)	2,579
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	-	-	-
Operating Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	(59,234)	(61,813)	2,579
FUND BALANCE			
Beginning of Year	53,406		
End of Year	(5,828)		

SPECIAL REVENUE FUNDS
TAX INCREMENT FINANCING DISTRICTS -
#2 - LEWIS AVENUE REDEVELOPMENT SPECIAL TAX ALLOCATION
Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Property Tax	248,897	248,897	-
Intergovernmental	-	-	-
Fines & Forfeitures	-	-	-
Investment Income	12,335	10,500	1,835
TOTAL REVENUES	<u>261,232</u>	<u>259,397</u>	<u>1,835</u>
EXPENDITURES			
Economic Development			
Personnel - Compensation	-	-	-
Personnel - Benefits, Taxes & Insurance	-	-	-
Contractual	-	-	-
Commodities	-	-	-
Community Development Grants			
Private Non-Profit Agencies	-	-	-
Intergovernmental	-	-	-
Capital Outlay	-	-	-
Debt Service			
Principal Retirement	-	-	-
Interest Expense	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>261,232</u>	<u>259,397</u>	<u>1,835</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	-	-	-
Operating Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>261,232</u>	<u>259,397</u>	<u>1,835</u>
FUND BALANCE			
Beginning of Year	<u>50,672</u>		
End of Year	<u>311,904</u>		

**SPECIAL REVENUE FUNDS
TAX INCREMENT FINANCING DISTRICTS -
#3 - BELVIDERE MALL REDEVELOPMENT**

Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual

April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Property Tax	-	-	-
Motor Fuel Tax	-	-	-
911 Emergency Surcharge	-	-	-
Intergovernmental	-	-	-
Fines & Forfeitures	-	-	-
Investment Income	-	-	-
TOTAL REVENUES	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES			
Economic Development			
Personnel - Compensation	-	-	-
Personnel - Benefits, Taxes & Insurance	-	-	-
Contractual	-	-	-
Commodities	-	-	-
Community Development Grants			
Private Non-Profit Agencies	-	-	-
Intergovernmental	-	-	-
Capital Outlay	-	-	-
Debt Service			
Principal Retirement	-	-	-
Interest Expense	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	183,338	-	183,338
Operating Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>183,338</u>	<u>-</u>	<u>183,338</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>183,338</u>	<u>-</u>	<u>183,338</u>
FUND BALANCE			
Beginning of Year	<u>-</u>		
End of Year	<u>183,338</u>		

**SPECIAL REVENUE FUNDS
TAX INCREMENT FINANCING DISTRICTS -
#4 - LAKEFRONT/DOWNTOWN REDEVELOPMENT SPECIAL TAX ALLOCATION**
Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Property Tax	286,943	296,964	(10,021)
Intergovernmental	-	-	-
Fines & Forfeitures	-	-	-
Investment Income	3,077	3,300	(223)
TOTAL REVENUES	<u>290,020</u>	<u>300,264</u>	<u>(10,244)</u>
EXPENDITURES			
Economic Development			
Personnel - Compensation	-	-	-
Personnel - Benefits, Taxes & Insurance	-	-	-
Contractual	265,616	267,450	1,834
Commodities	-	-	-
Community Development Grants			
Private Non-Profit Agencies	-	-	-
Intergovernmental	-	-	-
Capital Outlay	4,027	4,000	(27)
Debt Service			
Principal Retirement	-	-	-
Interest Expense	7,405	10,750	3,345
TOTAL EXPENDITURES	<u>277,048</u>	<u>282,200</u>	<u>5,152</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>12,972</u>	<u>18,064</u>	<u>(5,092)</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	279,442	-	279,442
Operating Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>279,442</u>	<u>-</u>	<u>279,442</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>292,414</u>	<u>18,064</u>	<u>274,350</u>
FUND BALANCE			
Beginning of Year	<u>(353,406)</u>		
End of Year	<u>(60,992)</u>		

SPECIAL REVENUE FUNDS
HOME RULE SALES TAX - LAKEFRONT/DOWNTOWN REDEVELOPMENT
Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Home Rule Sales Tax	1,929,176	1,805,105	124,071
Motor Fuel Tax	-	-	-
911 Emergency Surcharge	-	-	-
Intergovernmental	75,000	75,000	-
Fines & Forfeitures	-	-	-
Theatre Restoration Fees	-	-	-
Investment Income	73,549	70,000	3,549
TOTAL REVENUES	<u>2,077,725</u>	<u>1,950,105</u>	<u>127,620</u>
EXPENDITURES			
Economic Development			
Personnel - Compensation	131,202	154,095	22,893
Personnel - Benefits, Taxes & Insurance	48,341	54,936	6,595
Contractual	1,379,722	1,595,300	215,578
Commodities	7,895	18,500	10,605
Capital Outlay	478,224	162,500	(315,724)
Principal Retirement	61,670	61,670	-
Interest Expense	5,152	5,000	(152)
TOTAL EXPENDITURES	<u>2,112,206</u>	<u>2,052,001</u>	<u>(60,205)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(34,481)</u>	<u>(101,896)</u>	<u>67,415</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	-	-	-
Operating Transfers Out	(120,000)	-	(120,000)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(120,000)</u>	<u>-</u>	<u>(120,000)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>(154,481)</u>	<u>(101,896)</u>	<u>(52,585)</u>
FUND BALANCE			
Beginning of Year	<u>2,186,256</u>		
End of Year	<u>2,031,775</u>		

SPECIAL REVENUE FUNDS
CDBG HOME REHABILITATION ASSISTANCE
Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Intergovernmental	218,120	218,120	-
Fines & Forfeitures	-	-	-
Investment Income	-	-	-
Miscellaneous - Developer Impact Fees	-	-	-
TOTAL REVENUES	<u>218,120</u>	<u>218,120</u>	<u>-</u>
EXPENDITURES			
Community Development			
Contractual	218,120	218,120	-
TOTAL EXPENDITURES	<u>218,120</u>	<u>218,120</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	-	-	-
Operating Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE			
Beginning of Year	<u>-</u>		
End of Year	<u>-</u>		

SPECIAL REVENUE FUNDS
NEIGHBORHOOD STABILIZATION
Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Investment Income	7,610	7,000	610
Miscellaneous - Developer Impact Fees	8,500	8,500	-
TOTAL REVENUES	<u>16,110</u>	<u>15,500</u>	<u>610</u>
EXPENDITURES			
Community Development			
Contractual	60,000	60,000	-
TOTAL EXPENDITURES	<u>60,000</u>	<u>60,000</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(43,890)</u>	<u>(44,500)</u>	<u>610</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	-	-	-
Operating Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>(43,890)</u>	<u>(44,500)</u>	<u>610</u>
FUND BALANCE			
Beginning of Year	<u>176,946</u>		
End of Year	<u>133,056</u>		

SPECIAL REVENUE FUNDS
ILLINOIS/US EPA GRANTS - BROWNFIELDS REDEVELOPMENT INITIATIVE
Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Property Tax	-	-	-
Home Rule Sales Tax	-	-	-
Motor Fuel Tax	-	-	-
911 Emergency Surcharge	-	-	-
Intergovernmental	143,638	78,865	64,773
Fines & Forfeitures	-	-	-
Investment Income	-	-	-
Miscellaneous	-	-	-
REVENUES	143,638	78,865	64,773
EXPENDITURES			
Sanitation & Environment			
Contractual	185,407	101,958	(83,449)
Commodities	-	-	-
Community Development Grants			
Private Non-Profit Agencies	-	-	-
Intergovernmental	-	-	-
Capital Outlay	-	-	-
Debt Service			
Principal Retirement	-	-	-
Interest Expense	-	-	-
TOTAL EXPENDITURES	185,407	101,958	(83,449)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(41,769)	(23,093)	(18,676)
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	57,232	-	57,232
Operating Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	57,232	-	57,232
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	15,463	(23,093)	38,556
FUND BALANCE			
Beginning of Year	(6,893)		
End of Year	8,570		

SPECIAL REVENUE FUNDS
WETLANDS MITIGATION
Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Fees - Wetland Mitigation	38,450	38,450	
Investment Income	1,354	1,400	(46)
TOTAL REVENUES	<u>39,804</u>	<u>39,850</u>	<u>(46)</u>
EXPENDITURES			
Sanitation & Environment			
Contractual	273	226	(47)
Private Non-Profit Agencies	-	-	-
Intergovernmental	-	-	-
Capital Outlay	66,000	66,000	-
Debt Service			
Principal Retirement	-	-	-
Interest Expense	-	-	-
TOTAL EXPENDITURES	<u>66,273</u>	<u>66,226</u>	<u>(47)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(26,469)</u>	<u>(26,376)</u>	<u>(93)</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	-	-	-
Operating Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>(26,469)</u>	<u>(26,376)</u>	<u>(93)</u>
FUND BALANCE			
Beginning of Year	<u>39,995</u>		
End of Year	<u>13,526</u>		

SPECIAL REVENUE FUNDS
ENVIRONMENT REMEDIATION
Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Property Tax	-	-	-
Home Rule Sales Tax	-	-	-
Motor Fuel Tax	-	-	-
911 Emergency Surcharge	-	-	-
Intergovernmental	-	99,572	(99,572)
Fines & Forfeitures	-	-	-
Investment Income	5,391	-	5,391
Miscellaneous-Developer Fees	-	-	-
TOTAL REVENUES	<u>5,391</u>	<u>99,572</u>	<u>(94,181)</u>
EXPENDITURES			
Sanitation & Environment			
Personnel - Compensation	-	-	-
Personnel - Benefits, Taxes & Insurance	-	-	-
Contractual	310,655	376,685	66,030
Commodities	-	-	-
Community Development Grants			
Private Non-Profit Agencies	-	-	-
Intergovernmental	-	-	-
Capital Outlay	-	-	-
Debt Service			
Principal Retirement	-	-	-
Interest Expense	-	-	-
TOTAL EXPENDITURES	<u>310,655</u>	<u>376,685</u>	<u>66,030</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(305,264)</u>	<u>(277,113)</u>	<u>(28,151)</u>
OTHER FINANCING SOURCES (USES)			
Sale/Trades of General Fixed Assets	-	-	-
Operating Transfers In	-	-	-
Operating Transfers Out	(57,232)	-	(57,232)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(57,232)</u>	<u>-</u>	<u>(57,232)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>(362,496)</u>	<u>(277,113)</u>	<u>(85,383)</u>
FUND BALANCE			
Beginning of Year	<u>(1,304,616)</u>		
End of Year	<u>(1,667,112)</u>		

SPECIAL REVENUE FUNDS
GENESEE THEATRE (OPERATIONS)
Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Theatre Rental/Sales Income	403,630	-	403,630
Sponsorships	127,784	-	127,784
Investment Income	12,749	-	12,749
TOTAL REVENUES	<u>544,163</u>	<u>-</u>	<u>544,163</u>
EXPENDITURES			
Culture & Recreation			
Contractual	982,013	-	(982,013)
Commodities	-	-	-
Capital Outlay	-	-	-
TOTAL EXPENDITURES	<u>982,013</u>	<u>-</u>	<u>(982,013)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(437,850)</u>	<u>-</u>	<u>(437,850)</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	120,000	-	120,000
Operating Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>120,000</u>	<u>-</u>	<u>120,000</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>(317,850)</u>	<u>-</u>	<u>(317,850)</u>
FUND BALANCE			
Beginning of Year	<u>(93,642)</u>		
End of Year	<u>(411,492)</u>		

Capital Project Funds

CAPITAL PROJECTS FUNDS
Combining Balance Sheet
April 30, 2007

	G. O. Bonds - Capital Projects							Totals
	Perm. Cap. Proj. F.ds.	Series 1992 Capital Improvements	Series 2001	Ser. 2001A Cap. Imprv.	Series 2004B Cap. Imprv.	Ser. 2003A Cap. Imprv.	Ser. 2005 Special Assmt	
ASSETS								
Cash & Cash Equivalents								
Receivables:								
Accrued Investment Income								
Home Rule Sales Tax								
Long Term Investments								
Due From Other Funds								
TOTAL ASSETS	1,997	1,861,929	-	13,498	183,392	-	370,174	3,141,382
LIABILITIES AND FUND BALANCE								
Liabilities								
Accounts Payable								
Construction Costs/Retainage Payable								
Deferred Revenue-Home Rule Sales Tax								
Due to Other Funds								
Total Liabilities	1,997	-	-	-	-	-	-	61,605
Fund Balance								
Reserved for:								
Capital Projects								
Unreserved & Undesignated								
Total Fund Balance	-	1,861,929	-	13,498	183,392	(10,953)	370,174	1,055,864
TOTAL LIABILITIES AND FUND BALANCE	1,997	1,861,929	-	13,498	183,392	-	370,174	3,141,382

CAPITAL PROJECTS FUNDS
Combining Statement Of Revenues, Expenditures, and Changes in Fund Balance
April 30, 2007

	Perm. Cap. Proj. Fds.		G. O. Bonds - Capital Projects				Ser. 2005 Special Assmt	Totals
	Capital Equip. Replacement	Streets & Sidewalks	Series 1992 Cap. Imprv.	Series 2001 Cap. Imprv.	Series 2001A Cap. Imprv.	Series 2004B Cap. Imprv.		
REVENUES								
Home Rule Sales Tax	-	1,073,495	-	-	-	-	-	1,073,495
Special Assessment Revenue	-	-	-	-	-	-	103,046	103,046
Intergovernmental Revenue	-	4,846	-	-	-	-	-	4,846
Investment Income	-	-	65,968	-	309	25,436	-	101,034
TOTAL REVENUES	-	1,078,343	65,968	-	309	25,436	112,519	1,282,575
EXPENDITURES								
Current Operating								
General Government	-	-	-	1,919	-	326	-	2,245
Economic Development	-	-	-	-	-	-	-	-
Streets, Sidewalks, & Other Pub. Works	-	152,703	-	-	-	-	-	152,703
Sanitation & Environment	-	-	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-	-	-
Capital Outlay								
Debt Service	-	643,956	-	7,807	-	236,599	-	888,362
Bond Issuance Costs	-	-	-	-	-	-	-	-
Principal Retirement-Capital Lease	-	-	-	-	-	-	380,967	380,967
Interest Expense	-	12,654	-	-	-	23,038	-	40,692
TOTAL EXPENDITURES	-	809,313	-	9,726	-	264,963	380,967	1,464,969
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	269,030	65,968	(9,417)	-	(239,527)	(268,448)	(182,394)
OTHER FINANCING SOURCES (USES)								
Bond Proceeds	-	-	-	-	-	-	-	-
Gain/Loss-Fixed Asset Sales/Trade-Ins/Insur. Proceeds	-	-	-	-	-	-	-	-
Operating Transfers In	-	600,000	-	-	-	-	-	600,000
Operating Transfers Out	-	-	(1,703,000)	-	-	(250,093)	-	(1,953,093)
TOTAL OTHER FINANCING SOURCES (USES)	-	600,000	(1,703,000)	-	-	(250,093)	-	(1,353,093)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	-	869,030	(1,637,032)	(9,417)	-	(489,620)	(268,448)	(1,535,487)
FUND BALANCE								
Beginning of Year	-	(389,277)	3,489,961	-	22,915	673,012	(10,953)	4,453,280
End of Year	-	499,753	1,861,929	13,498	183,392	(10,863)	370,174	2,917,793

CAPITAL PROJECTS FUNDS
CAPITAL IMPROVEMENTS FUNDS-1992 G.O. REFUNDING BONDS
Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Investment Income	65,968	65,000	968
TOTAL REVENUES	<u>65,968</u>	<u>65,000</u>	<u>968</u>
EXPENDITURES			
General Government			
Contractual Services-Fixed Asset Accounting	-	-	-
Capital Outlay			
Fire Truck	-	-	-
City Hall Furnishings	-	-	-
Debt Service			
Principal Retirement-Capital Lease	-	-	-
Interest Expense-Capital Lease	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>65,968</u>	<u>65,000</u>	<u>968</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	-	-	-
Operating Transfers Out	(1,703,000)	(1,703,000)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(1,703,000)</u>	<u>(1,703,000)</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>(1,637,032)</u>	<u>(1,638,000)</u>	<u>968</u>
FUND BALANCE			
Beginning of Year	<u>3,498,961</u>		
End of Year	<u>1,861,929</u>		

CAPITAL PROJECTS FUNDS
STREETS AND SIDEWALKS
Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Home Rule Sales Tax	1,073,495	1,000,000	73,495
Investment Income	4,848	3,000	1,848
Intergovernmental Revenue	-	-	-
TOTAL REVENUES	<u>1,078,343</u>	<u>1,003,000</u>	<u>75,343</u>
EXPENDITURES			
Streets, Sidewalks, Public Works			
Contractual Services	-	-	-
Commodities - Concrete/Asphalt Patch	152,703	135,000	(17,703)
Capital Outlay			
Improvements	-	-	-
Equipment	-	-	-
Streets/Sidewalks/Bridges Improvements	643,956	1,408,000	764,044
Debt Service			
Interest Expense	12,654	-	(12,654)
TOTAL EXPENDITURES	<u>809,313</u>	<u>1,543,000</u>	<u>733,687</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>269,030</u>	<u>(540,000)</u>	<u>809,030</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	600,000	600,000	-
Operating Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>600,000</u>	<u>600,000</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>869,030</u>	<u>60,000</u>	<u>809,030</u>
FUND BALANCE			
Beginning of Year	<u>(369,277)</u>		
End of Year	<u>499,753</u>		

CAPITAL PROJECTS FUNDS
2001 G.O. BONDS - CAPITAL IMPROVEMENTS
Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Investment Income	-	-	-
TOTAL REVENUES	-	-	-
EXPENDITURES			
Contractual Services			
Engineering Services	-	-	-
TOTAL EXPENDITURES	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	-
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	-	-	-
Operating Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	-	-	-
FUND BALANCE			
Beginning of Year	-	-	
End of Year	-		

CAPITAL PROJECTS FUNDS
2001A G.O. BONDS - CAPITAL IMPROVEMENTS
Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Investment Income	309	800	(491)
TOTAL REVENUES	<u>309</u>	<u>800</u>	<u>(491)</u>
EXPENDITURES			
General Government			
Contractual Services	-	-	-
Commodities	1,919	-	(1,919)
Capital Outlay			
New City Hall Construction	-	-	-
New City Hall Phone System	-	-	-
New City Hall Furniture	7,807	10,000	2,193
Debt Service			
Bond Issuance Costs	-	-	-
Principal Retirement-Capital Lease	-	-	-
Interest Expense-Capital Lease	-	-	-
TOTAL EXPENDITURES	<u>9,726</u>	<u>10,000</u>	<u>274</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(9,417)</u>	<u>(9,200)</u>	<u>(217)</u>
OTHER FINANCING SOURCES (USES)			
Bond Anticipation Note Proceeds	-	-	-
Operating Transfers In	-	-	-
Operating Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>(9,417)</u>	<u>(9,200)</u>	<u>(217)</u>
FUND BALANCE			
Beginning of Year	<u>22,915</u>		
End of Year	<u>13,498</u>		

CAPITAL PROJECTS FUNDS
2001A G.O. BONDS - ENVIRONMENTAL REMEDIATION
Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Intergovernmental Revenue	-	-	-
Investment Income	-	-	-
Miscellaneous	-	-	-
TOTAL REVENUES	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES			
Sanitation & Environment			
Contractual Svcs.-Environ. Matters - Legal/Other	-	-	-
Contractual Svcs.-Yeoman Creek Remediation	-	-	-
Debt Service			
Interest Expense	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	-	-	-
Operating Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE			
Beginning of Year	<u>-</u>		
End of Year	<u>-</u>		

CAPITAL PROJECTS FUNDS
2004B G.O. BONDS - CAPITAL IMPROVEMENTS
Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Investment Income	25,436	25,000	436
TOTAL REVENUES	<u>25,436</u>	<u>25,000</u>	<u>436</u>
EXPENDITURES			
Culture & Recreation			
Contractual Svcs.	250	250	-
Commodities	76	-	(76)
Capital Outlay			
Computer Equipment Acquisitions	1,599	1,600	1
Benny Plaza Improvements		-	-
Environmental Remediation		-	-
Genesee Theatre Construction & Equipment	235,000	235,000	-
Debt Service			
Interest Expense	28,038	-	(28,038)
TOTAL EXPENDITURES	<u>264,963</u>	<u>236,850</u>	<u>(28,113)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(239,527)</u>	<u>(211,850)</u>	<u>(27,677)</u>
OTHER FINANCING SOURCES (USES)			
Bond Anticipation Notes	-	-	-
Operating Transfers In	-	-	-
Operating Transfers Out	(250,093)	(250,000)	(93)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(250,093)</u>	<u>(250,000)</u>	<u>(93)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>(489,620)</u>	<u>(461,850)</u>	<u>(27,770)</u>
FUND BALANCE			
Beginning of Year	<u>673,012</u>		
End of Year	<u>183,392</u>		

CAPITAL PROJECTS FUNDS
2003 G.O. BONDS - CAPITAL IMPROVEMENTS
Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Investment Income	-	-	-
Property Tax	-	-	-
TOTAL REVENUES	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES			
Economic Development			
Contractual Svcs	-	-	-
Legal Services	-	-	-
Lakehurst Land/Redevelopment Costs-City Share	-	-	-
Debt Service			
Interest Expense	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	-	-	-
Operating Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE			
Beginning of Year	<u>(10,953)</u>		
End of Year	<u>(10,953)</u>		

CAPITAL PROJECTS FUNDS
2005 SPECIAL ASSESSMENT BONDS-FOUNTAIN SQUARE
Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Investment Income	4,473	17,000	(12,527)
Special Assessment Revenue	108,046	50,000	58,046
TOTAL REVENUES	<u>112,519</u>	<u>67,000</u>	<u>45,519</u>
EXPENDITURES			
Economic Development			
Legal Services	-	1,092	1,092
Special Assessment Project Expense	-	2,350,534	2,350,534
Fire Station/Access Road Construction	-	-	-
Fire Station Renovation	-	-	-
Debt Service			
Bond Issuance Costs	-	-	-
Principal Retirement	380,967	380,967	-
Interest Expense	-	-	-
TOTAL EXPENDITURES	<u>380,967</u>	<u>2,732,593</u>	<u>2,351,626</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(268,448)</u>	<u>(2,665,593)</u>	<u>2,397,145</u>
OTHER FINANCING SOURCES (USES)			
Bond Proceeds	-	3,594,290	(3,594,290)
Operating Transfers In	-	-	-
Operating Transfers Out	-	(570,783)	570,783
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>3,023,507</u>	<u>(3,023,507)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>(268,448)</u>	<u>357,914</u>	<u>(626,362)</u>
FUND BALANCE			
Beginning of Year	<u>638,622</u>		
End of Year	<u>370,174</u>		

Debt Service Fund

DEBT SERVICE FUND

Schedule of Assets, Liabilities & Fund Balance - By Bond Issue

April 30, 2007

	General Obligation Bonds						
	Spec Tx Bds	\$9,760,000 Series 1998	\$6,550,000 Series 2000	\$20,000,000 Series 2001	\$11,000,000 Series 2001A	\$9,430,000 Series 2003	
ASSETS							
Cash & Cash Equivalents	13,940	1,502	17	1,047	440		
Investments		80,000	499,500	160,700	135,300		
Taxes Receivable, Net of Uncollectibles:							
Property		277,916		175,252	1,192,596		407,049
Home Rule Sales Tax							
Other Receivables:							
Accrued Investment Income		1,337	8,348	2,686	2,261		
Advance to Waukegan Port District			1,251,800				
Due From Other Funds		100,000					6,115
TOTAL ASSETS	13,940	460,755	1,759,665	175,252	1,357,029	551,165	
LIABILITIES AND FUND BALANCE							
Liabilities							
Accounts Payable							625
Interfund Loans							
Due to Other Funds		5,543	145,243				
Deferred Revenue:							
Property Taxes		277,916		175,252	1,192,596		407,049
Home Rule Sales Tax							
Advance to Waukegan Port District			1,251,800				
Total Liabilities		283,459	1,397,043	175,252	1,192,596	407,674	
Fund Balance							
Reserved for Debt Service	13,940	177,296	362,622		164,433	143,491	
Unreserved & Undesignated							
Total Fund Balance	13,940	177,296	362,622		164,433	143,491	
TOTAL LIABILITIES AND FUND BALANCE	13,940	460,755	1,759,665	175,252	1,357,029	551,165	

DEBT SERVICE FUND

Schedule of Assets, Liabilities & Fund Balance - By Bond Issue (cont.)
April 30, 2007

	General Obligation Bonds				General Use		
	\$26,000,000 Series 2003A	\$2,545,000 Series 2003B	\$625,000 Series 2003C	\$9,450,000 Series 2004B	\$24,760,000 Series 2005A	Home Rule Sales Tax-Debt Service	Totals
ASSETS							
Cash & Cash Equivalents	1,527	-	-	329	1,302	579,591	599,695
Investments	299,500	-	-	114,000	145,000	-	1,434,000
Taxes Receivable, Net of Uncollectibles:							
Property	946,177	-	287,511	7,620	975,714	-	4,269,835
Home Rule Sales Tax	-	-	-	-	-	244,446	244,446
Other Receivables:							
Accrued Investment Income	5,005	-	-	1,905	2,423	-	23,965
Advance to Waukegan Port District	-	-	-	-	-	-	1,251,800
Due From Other Funds	339	373,712	-	-	-	115	480,281
TOTAL ASSETS	1,252,548	373,712	287,511	123,854	1,124,439	824,152	8,304,022
LIABILITIES AND FUND BALANCE							
Liabilities							
Accounts Payable	(1,260)	-	1,460	200	200	-	1,225
Interfund Loans	-	-	-	-	-	-	-
Due to Other Funds	-	-	-	115	-	-	150,901
Deferred Revenue:							
Property Taxes	946,177	-	287,511	7,620	975,714	-	4,269,835
Home Rule Sales Tax	-	-	-	-	-	85,768	85,768
Advance to Waukegan Port District	-	-	-	-	-	-	1,251,800
Total Liabilities	944,917	-	288,971	7,935	975,914	85,768	5,759,529
Fund Balance							
Reserved for Debt Service	307,631	373,712	(1,460)	115,919	148,525	-	1,806,109
Unreserved & Undesignated	-	-	-	-	-	738,384	738,384
Total Fund Balance	307,631	373,712	(1,460)	115,919	148,525	738,384	2,544,493
TOTAL LIABILITIES AND FUND BALANCE	1,252,548	373,712	287,511	123,854	1,124,439	824,152	8,304,022

DEBT SERVICE FUND

Combining Schedule Of Revenues, Expenditures, and Changes in Fund Balance - By Bond Issue

April 30, 2007

	Spec Tx Bds	General Obligation Bonds					Refunding Bds
		Fountain Sq 2005 Sp Assmt	\$9,760,000 Series 1998	\$6,550,000 Series 2000	\$20,000,000 Series 2001	\$11,000,000 Series 2001A	
REVENUES							
Property Tax	-	1,132,369	-	178,575	-	756,198	310,581
Genesee Theatre Restoration Fees	-	-	-	-	-	-	-
Home Rule Sales Tax	-	-	-	-	-	-	-
Harbor Fund Pass Through Receipts	-	-	542,338	-	-	-	-
Investment Income	7,236	28,454	25,353	11,299	-	20,442	14,309
TOTAL REVENUES	7,236	1,160,823	567,691	189,874	776,640	324,890	
EXPENDITURES							
Contractual	-	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-	-
Bond Issuance Costs	-	-	-	-	-	-	-
Principal Retirement	544,033	1,188,205	477,808	790,000	395,000	2,140,000	
Interest & Fiscal Charges	27,750	122,791	64,532	153,200	422,763	149,318	
Waukegan Port District Pass-Throughs	-	-	-	-	-	-	-
TOTAL EXPENDITURES	571,783	1,310,996	542,340	943,200	817,763	2,289,318	
EXCESS (DEFICIENCY) OF REVENUES OVER EXPEND.	(564,547)	(150,173)	25,351	(753,326)	(41,123)	(1,964,428)	
OTHER FINANCING SOURCES (USES)							
General Obligation Bonds Issued-Principal	-	-	-	-	-	-	-
General Obligation Bonds Issued-Premium	-	-	-	-	-	-	-
Pmt. to Refunded Bond Escrow Agent	-	-	-	-	-	-	-
Operating Transfers In	-	200,564	1	641,140	-	1,883,459	-
Operating Transfers Out	-	-	-	-	-	-	-
TTL. OTHER FINANCING SOURCES (USES)	-	200,564	1	641,140	-	1,883,459	
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	(564,547)	50,391	25,352	(112,186)	(41,123)	(80,969)	
FUND BALANCE							
Beginning of Year	578,487	126,905	337,270	112,186	205,556	224,450	
End of Year	13,940	177,296	362,622	-	164,433	143,491	

DEBT SERVICE FUND

Combining Schedule of Revenues, Expenditures, and Changes in Fund Balance - By Bond Issue (cont.)

Year Ended April 30, 2007

	General Obligation Bonds					General Use	
	\$26,000,000 Series 2003A	\$2,545,000 Series 2003B	Refunding Bds \$625,000 Series 2003C	\$9,450,000 Series 2004B	\$24,760,000 Series 2005A	Home Rule Sales Tax-Debt Service	Totals
REVENUES							
Property Tax	869,629	-	278,493	-	-	-	3,525,845
Genesee Theatre Restoration Fees	-	-	-	-	-	18,830	18,830
Home Rule Sales Tax	-	-	-	-	997,333	1,073,495	2,070,828
Harbor Fund Pass Through Receipts	24,368	-	7,739	5,754	29,509	6,430	542,338
Investment Income	-	-	-	-	-	-	180,913
TOTAL REVENUES	894,017	-	286,232	5,754	1,026,842	1,098,755	6,338,754
EXPENDITURES							
Contractual	-	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-	-
Principal Retirement	595,000	-	230,000	-	415,000	-	6,775,046
Interest & Fiscal Charges	400	-	11,376	7,900	1,027,201	-	1,987,231
Waukegan Port District Pass-Throughs	-	-	-	-	-	-	-
TOTAL EXPENDITURES	595,400	-	241,376	7,900	1,442,201	-	8,762,277
EXCESS (DEFICIENCY) OF REVENUES OVER EXPEND.	298,617	-	44,856	(2,146)	(415,359)	1,098,755	(2,423,523)
OTHER FINANCING SOURCES (USES)							
General Obligation Bonds Issued-Principal	-	-	-	-	-	-	-
General Obligation Bonds Issued-Premium	-	-	-	-	-	-	-
Prnt. to Refunded Bond Escrow Agent	-	-	-	-	-	-	-
Operating Transfers In	-	-	(183,338)	-	-	(641,140)	2,725,164
Operating Transfers Out	-	-	-	-	-	-	(824,478)
TTL. OTHER FINANCING SOURCES (USES)	-	-	(183,338)	-	-	(641,140)	1,900,686
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	298,617	-	(138,482)	(2,146)	(415,359)	457,615	(522,837)
FUND BALANCE							
Beginning of Year	9,014	373,712	137,022	118,065	563,884	280,769	3,067,330
End of Year	307,631	373,712	(1,460)	115,919	148,525	738,384	2,544,493

DEBT SERVICE FUND - DETAIL BY BOND ISSUE
\$3,695,000 ASSESSMENT BONDS - SERIES 2005

Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
Year Ended April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Property Tax	-	-	-
Investment Income	7,236	14,000	(6,764)
TOTAL REVENUES	<u>7,236</u>	<u>14,000</u>	<u>(6,764)</u>
EXPENDITURES			
Contractual			-
Debt Service			
Principal Retirement	544,033	544,033	-
Interest & Fiscal Charges	27,750	27,750	-
TOTAL EXPENDITURES	<u>571,783</u>	<u>571,783</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(564,547)</u>	<u>(557,783)</u>	<u>(6,764)</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	-	-	-
Operating Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>(564,547)</u>	<u>(557,783)</u>	<u>(6,764)</u>
FUND BALANCE			
Beginning of Year	<u>578,487</u>		
End of Year	<u>13,940</u>		

DEBT SERVICE FUND - DETAIL BY BOND ISSUE
\$9,760,000 GENERAL OBLIGATION BONDS - SERIES 1998
REFUNDING (1991, 1994A G.O. BONDS), NORTHWEST FIRE STATION/EQUIPMENT,
STREETS/SIDEWALKS & WATER/SEWER IMPROVEMENTS
 Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
 Year Ended April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Property Tax	1,132,369	1,110,432	21,937
Investment Income	28,464	27,500	954
TOTAL REVENUES	<u>1,160,823</u>	<u>1,137,932</u>	<u>22,891</u>
EXPENDITURES			
Contractual - Refund to Homeowners	-	-	-
Debt Service			
Principal Retirement	1,188,205	1,188,205	-
Interest & Fiscal Charges	122,791	122,791	-
TOTAL EXPENDITURES	<u>1,310,996</u>	<u>1,310,996</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(150,173)</u>	<u>(173,064)</u>	<u>22,891</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	200,564	200,564	-
Operating Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>200,564</u>	<u>200,564</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>50,391</u>	<u>27,500</u>	<u>22,891</u>
FUND BALANCE			
Beginning of Year	<u>126,905</u>		
End of Year	<u>177,296</u>		

DEBT SERVICE FUND - DETAIL BY BOND ISSUE
\$6,550,000 GENERAL OBLIGATION REFUNDING BONDS - SERIES 2000
ADVANCE REFUNDING OF SERIES 1992 GENERAL OBLIGATION REFUNDING BONDS
Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
Year Ended April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Property Tax			-
Home Rule Sales Tax			-
Investment Income	25,353	22,500	2,853
Harbor Fund Pass Thru Receipts	542,338	542,339	(1)
TOTAL REVENUES	<u>567,691</u>	<u>564,839</u>	<u>2,853</u>
EXPENDITURES			
Contractual			-
Debt Service			
Principal Retirement	477,808	477,808	-
Interest & Fiscal Charges	64,532	64,532	-
Less: Debt Service Pass Throughs			-
TOTAL EXPENDITURES	<u>542,340</u>	<u>542,340</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>25,351</u>	<u>22,499</u>	<u>2,853</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	1	-	1
Operating Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>1</u>	<u>-</u>	<u>1</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>25,352</u>	<u>22,499</u>	<u>2,854</u>
FUND BALANCE			
Beginning of Year	<u>337,270</u>		
End of Year	<u>362,622</u>		

DEBT SERVICE FUND - DETAIL BY BOND ISSUE
\$20,000,000 GENERAL OBLIGATION BONDS - SERIES 2001
GENESEE THEATRE RENOVATION, CITY HALL REMODELING, DOWNTOWN/WATERFRONT TIF
PROPERTY ACQUISITIONS & VARIOUS OTHER CAPITAL ACQUISITIONS/IMPROVEMENTS
 Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
 Year Ended April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Property Tax	178,575	178,575	-
Investment Income	11,299	12,000	(701)
TOTAL REVENUES	<u>189,874</u>	<u>190,575</u>	<u>(701)</u>
EXPENDITURES			
Contractual			-
Debt Service			
Principal Retirement	790,000	790,000	-
Interest & Fiscal Charges	153,200	153,200	-
TOTAL EXPENDITURES	<u>943,200</u>	<u>943,200</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(753,326)</u>	<u>(752,625)</u>	<u>(701)</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	641,140	650,000	(8,860)
Operating Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>641,140</u>	<u>650,000</u>	<u>(8,860)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>(112,186)</u>	<u>(102,625)</u>	<u>(9,561)</u>
FUND BALANCE			
Beginning of Year	<u>112,186</u>		
End of Year	<u>0</u>		

DEBT SERVICE FUND - DETAIL BY BOND ISSUE
\$11,000,000 GENERAL OBLIGATION BONDS - SERIES 2001A
CITY HALL CONSTRUCTION & ENVIRONMENTAL REMEDIATION
 Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
 Year Ended April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Property Tax	756,198	742,763	13,435
Investment Income	20,442	20,000	442
TOTAL REVENUES	<u>776,640</u>	<u>762,763</u>	<u>13,877</u>
EXPENDITURES			
Contractual			-
Debt Service			
Principal Retirement	395,000	395,000	-
Interest & Fiscal Charges	422,763	422,763	-
TOTAL EXPENDITURES	<u>817,763</u>	<u>817,763</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(41,123)</u>	<u>(55,000)</u>	<u>13,877</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	-	-	-
Operating Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>(41,123)</u>	<u>(55,000)</u>	<u>13,877</u>
FUND BALANCE			
Beginning of Year	<u>205,556</u>		
End of Year	<u>164,433</u>		

DEBT SERVICE FUND - DETAIL BY BOND ISSUE
\$9,430,000 GENERAL OBLIGATION REFUNDING BONDS - SERIES 2003
ADVANCE REFUNDING OF SERIES 1992 GENERAL OBLIGATION BONDS
Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
Year Ended April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Property Tax	310,581	304,409	6,172
Investment Income	14,309	15,000	(691)
TOTAL REVENUES	<u>324,890</u>	<u>319,409</u>	<u>5,481</u>
EXPENDITURES			
Contractual			-
Debt Service			
Principal Retirement	2,140,000	2,140,000	-
Interest & Fiscal Charges	149,318	147,868	(1,450)
TOTAL EXPENDITURES	<u>2,289,318</u>	<u>2,287,868</u>	<u>(1,450)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(1,964,428)</u>	<u>(1,968,459)</u>	<u>4,031</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	1,883,459	1,883,459	-
Operating Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,883,459</u>	<u>1,883,459</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>(80,969)</u>	<u>(85,000)</u>	<u>4,031</u>
FUND BALANCE			
Beginning of Year	<u>224,460</u>		
End of Year	<u>143,491</u>		

DEBT SERVICE FUND - DETAIL BY BOND ISSUE
\$26,000,000 GENERAL OBLIGATION BONDS - SERIES 2003A
LAKEHURST REDEVELOPMENT TIF DISTRICT - CAPITAL APPRECIATION BONDS
Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
Year Ended April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Property Tax	869,629	595,000	274,629
Investment Income	24,388	263,898	(239,510)
TOTAL REVENUES	<u>894,017</u>	<u>858,898</u>	<u>35,119</u>
EXPENDITURES			
Contractual			-
Debt Service			
Principal Retirement	595,000	551,256	(43,744)
Interest & Fiscal Charges	400	43,744	43,344
TOTAL EXPENDITURES	<u>595,400</u>	<u>595,000</u>	<u>(400)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>298,617</u>	<u>263,898</u>	<u>34,719</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	-	-	-
Operating Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>298,617</u>	<u>263,898</u>	<u>34,719</u>
FUND BALANCE			
Beginning of Year	<u>9,014</u>		
End of Year	<u>307,631</u>		

DEBT SERVICE FUND - DETAIL BY BOND ISSUE
\$2,545,000 GENERAL OBLIGATION BONDS - SERIES 2003B
ADVANCE REFUNDING OF SERIES 1994A GENERAL OBLIGATION BONDS &
EQUIPMENT & FURNISHINGS - NEW MUNICIPAL BUILDING
 Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
Year Ended April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Property Tax	-		-
Investment Income	-		-
TOTAL REVENUES	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES			
Contractual			-
Debt Service			
Principal Retirement	-		-
Interest & Fiscal Charges	-		-
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	-		-
Operating Transfers Out	-		-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE			
Beginning of Year	<u>373,712</u>		
End of Year	<u>373,712</u>		

DEBT SERVICE FUND - DETAIL BY BOND ISSUE
\$625,000 GENERAL OBLIGATION REFUNDING BONDS - SERIES 2003C
ADVANCE REFUNDING OF SERIES 1994A & 1994B GENERAL OBLIGATION BONDS
Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
Year Ended April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Property Tax	278,493	235,175	43,318
Investment Income	7,739	10,000	(2,261)
TOTAL REVENUES	<u>286,232</u>	<u>245,175</u>	<u>41,057</u>
EXPENDITURES			
Contractual			-
Debt Service			
Principal Retirement	230,000	230,000	-
Interest & Fiscal Charges	11,376	5,175	(6,201)
TOTAL EXPENDITURES	<u>241,376</u>	<u>235,175</u>	<u>(6,201)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>44,856</u>	<u>10,000</u>	<u>34,856</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	-	-	-
Operating Transfers Out	(183,338)	-	(183,338)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(183,338)</u>	<u>-</u>	<u>(183,338)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>(138,482)</u>	<u>10,000</u>	<u>(148,482)</u>
FUND BALANCE			
Beginning of Year	<u>137,022</u>		
End of Year	<u>(1,460)</u>		

DEBT SERVICE FUND - DETAIL BY BOND ISSUE
\$9,450,000 GENERAL OBLIGATION BONDS - SERIES 2004B
DOWNTOWN REDEVELOPMENT - GENESEE THEATRE
Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
Year Ended April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Property Tax	-	-	-
Investment Income	5,754	5,200	554
TOTAL REVENUES	<u>5,754</u>	<u>5,200</u>	<u>554</u>
EXPENDITURES			
Contractual			-
Debt Service			
Interest & Fiscal Charges	7,900	7,500	(400)
TOTAL EXPENDITURES	<u>7,900</u>	<u>7,500</u>	<u>(400)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(2,146)</u>	<u>(2,300)</u>	<u>154</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	-	-	-
Operating Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>(2,146)</u>	<u>(2,300)</u>	<u>154</u>
FUND BALANCE			
Beginning of Year	<u>118,065</u>		
End of Year	<u>115,919</u>		

DEBT SERVICE FUND - DETAIL BY BOND ISSUE
\$24,760,000 GENERAL OBLIGATION BONDS - SERIES 2005A
ADVANCE REFUNDING OF 2001 AND 2004B G.O.BONDS
Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
Year Ended April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Property Tax	997,333	979,511	17,822
Investment Income	29,509	31,000	(1,491)
TOTAL REVENUES	<u>1,026,842</u>	<u>1,010,511</u>	<u>16,331</u>
EXPENDITURES			
Contractual			-
Debt Service			
Principal Retirement	415,000	415,000	-
Interest & Fiscal Charges	1,027,201	1,026,601	(600)
TOTAL EXPENDITURES	<u>1,442,201</u>	<u>1,441,601</u>	<u>(600)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(415,359)</u>	<u>(431,090)</u>	<u>15,731</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	-	-	-
Operating Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>(415,359)</u>	<u>(431,090)</u>	<u>15,731</u>
FUND BALANCE			
Beginning of Year	<u>563,884</u>		
End of Year	<u>148,525</u>		

DEBT SERVICE FUND - DETAIL BY BOND ISSUE
HOME RULE SALES TAX
(FOR UNRESTRICTED USE IN DEBT SERVICE FUND)
Schedule Of Revenues, Expenditures, and Changes in Fund Balance - Budget & Actual
Year Ended April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Genesee Theatre Restoration Fees	18,830	20,000	(1,170)
Home Rule Sales Tax	1,073,495	1,024,524	48,971
Investment Income	6,430	-	6,430
TOTAL REVENUES	<u>1,098,755</u>	<u>1,044,524</u>	<u>54,231</u>
EXPENDITURES			
Debt Service			
Interest & Fiscal Charges	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>1,098,755</u>	<u>1,044,524</u>	<u>54,231</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	-	-	-
Operating Transfers Out	(641,140)	(1,052,752)	411,612
TOTAL OTHER FINANCING SOURCES (USES)	<u>(641,140)</u>	<u>(1,052,752)</u>	<u>411,612</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>457,615</u>	<u>(8,228)</u>	<u>465,843</u>
FUND BALANCE			
Beginning of Year	<u>280,769</u>		
End of Year	<u>738,384</u>		

Permanent Funds

PERMANENT FUNDS
Combining Balance Sheet
April 30, 2007

	<u>Working Cash</u>	<u>Cemetery Trust</u>	<u>Totals</u>
ASSETS			
Cash And Cash Equivalents	56	-	56
Investments	921,862	43,000	964,862
Accrued Interest	379	41	420
TOTAL ASSETS	<u>922,297</u>	<u>43,041</u>	<u>965,338</u>
LIABILITIES & FUND BALANCE			
Liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance			
Reserved for:			
Cemetery Trust	-	43,041	43,041
Working Cash	922,297	-	922,297
Total Fund Balance	<u>922,297</u>	<u>43,041</u>	<u>965,338</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>922,297</u>	<u>43,041</u>	<u>965,338</u>

PERMANENT FUNDS

Combining Statement Of Revenues, Expenditures, and Changes in Fund Balance

Year Ended April 30, 2007

	Working Cash	Cemetery Trust	Totals
REVENUES			
Investment Income	41,652	(13)	41,639
EXPENDITURES	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>41,652</u>	<u>(13)</u>	<u>41,639</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	-	-	-
Operating Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>41,652</u>	<u>(13)</u>	<u>41,639</u>
FUND BALANCE			
Beginning of Year	<u>880,645</u>	<u>43,054</u>	<u>923,699</u>
End of Year	<u>922,297</u>	<u>43,041</u>	<u>965,338</u>

PERMANENT FUNDS
WORKING CASH

Schedule Of Revenues, Expenditures, and Changes in Fund Balance, Budget and Actual
Year Ended April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Investment Income	41,652	-	41,652
EXPENDITURES	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>41,652</u>	<u>-</u>	<u>41,652</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	-	-	-
Operating Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>41,652</u>	<u>-</u>	<u>41,652</u>
FUND BALANCE			
Beginning of Year	<u>880,645</u>		
End of Year	<u>922,297</u>		

PERMANENT FUNDS
CEMETERY TRUST

Schedule Of Revenues, Expenditures, and Changes in Fund Balance, Budget and Actual
Year Ended April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
REVENUES			
Investment Income	(13)	1,291	(1,304)
EXPENDITURES	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(13)	1,291	(1,304)
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	-	-	-
Operating Transfers Out	-	(1,291)	1,291
TOTAL OTHER FINANCING SOURCES (USES)	-	(1,291)	1,291
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	(13)	-	(13)
FUND BALANCE			
Beginning of Year	43,054		
End of Year	43,041		

Enterprise Funds

ENTERPRISE FUNDS
Combining Statement of Net Assets
April 30, 2007

	<u>Waterworks and Sewerage</u>	<u>Motor Vehicle Parking System</u>	<u>Totals</u>
ASSETS			
Current Assets			
Cash And Cash Equivalents	2,797,585	72,699	2,870,284
Trade Receivables, Net			
Billed	606,217	16,125	622,342
Unbilled	1,516,446	-	1,516,446
Grants Receivable	79,345	-	79,345
Accrued Interest	7,172	265	7,437
Inventories	325,044	-	325,044
Due From Other Funds	143,480	62,233	205,713
Total Current Assets	<u>5,475,289</u>	<u>151,322</u>	<u>5,626,611</u>
Noncurrent Assets			
Capital Assets, Net of Depreciation			
Land	1,040,947	1,608,223	2,649,170
Buildings, Parking Lots & Improvements	5,398,868	10,091,328	15,490,196
Machinery & Equipment	1,293,933	50,637	1,344,570
System Infrastructure	34,053,267	-	34,053,267
Vehicles	1,235,877	-	1,235,877
Computers	151,507	-	151,507
Total Capital Assets	<u>43,174,399</u>	<u>11,750,188</u>	<u>54,924,587</u>
Cash & Cash Equivalents, Restricted for			
Revenue Bond Reserve Requirements	-	776,789	776,789
Special Assessments Receivable	302,961	-	302,961
Deferred Bond Issuance Costs	24,913	158,989	183,902
Total Noncurrent Assets	<u>43,502,273</u>	<u>12,685,966</u>	<u>56,188,239</u>
TOTAL ASSETS	<u>48,977,562</u>	<u>12,837,288</u>	<u>61,814,850</u>

ENTERPRISE FUNDS
Combining Statement of Net Assets (continued)
April 30, 2007

	<u>Waterworks and Sewerage</u>	<u>Motor Vehicle Parking System</u>	<u>Totals</u>
LIABILITIES			
Current Liabilities			
Accounts Payable	812,486	359,382	1,171,868
Accrued Salaries	135,413	1,019	136,432
Interest Payable	108,378	81,572	189,950
Due To Other Funds	372,842	426,413	799,255
Current Portion Of Long-Term Debt	1,159,265	349,210	1,508,475
Total Current Liabilities	<u>2,588,384</u>	<u>1,217,596</u>	<u>3,805,980</u>
Noncurrent Liabilities			
Bonds Payable (Net of Unamortized Discounts and Deferred Amounts on Refunding)			
1998 G.O. Bonds Payable	326,646	270,551	597,197
2000 G.O. Bonds Payable	135,097	-	135,097
2004A Revenue Bonds Payable	-	7,330,000	7,330,000
Total Bonds Payable, Net	<u>461,743</u>	<u>7,600,551</u>	<u>8,062,294</u>
Notes Payable	3,245,340	-	3,245,340
Capital Leases Payable	1,050,910	-	1,050,910
Total Bonds, Notes & Capital Leases Payable	<u>4,757,993</u>	<u>7,600,551</u>	<u>12,358,544</u>
Other Noncurrent Liabilities			
Compensated Absences	345,176	7,595	352,771
Customer Deposits	117,639	-	117,639
Deferred Grant Revenue	49,909	-	49,909
Total Noncurrent Liabilities	<u>5,270,717</u>	<u>7,608,146</u>	<u>12,878,863</u>
TOTAL LIABILITIES	<u>7,859,101</u>	<u>8,825,742</u>	<u>16,684,843</u>
NET ASSETS			
Invested in Capital Assets, Net of Related Debt	37,257,141	3,800,427	41,057,568
Restricted for Debt Service/Bond Covenant Reserves	-	695,217	695,217
Unrestricted	3,861,320	(484,098)	3,377,222
TOTAL NET ASSETS	<u>41,118,461</u>	<u>4,011,546</u>	<u>45,130,007</u>

ENTERPRISE FUNDS

Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets

April 30, 2007

	Waterworks and Sewerage	Motor Vehicle Parking System	Totals
OPERATING REVENUES			
Water and Sewer Billings	10,657,285	-	10,657,285
Permits & Fees	444,301	-	444,301
Parking Fees & Rent	-	859,528	859,528
Penalties	226,692	-	226,692
Miscellaneous Income	34,428	1,770	36,198
TOTAL OPERATING REVENUES	11,362,706	861,298	12,224,004
OPERATING EXPENSES			
Personnel - Compensation	3,184,147	85,823	3,269,970
Personnel - Benefits, Taxes & Insurance	1,423,042	29,448	1,452,490
Contractual Services	1,892,039	167,169	2,059,208
Commodities	955,878	20,882	976,760
Total Oper. Exp. Before Depr.	7,455,106	303,322	7,758,428
Depreciation	2,117,936	330,881	2,448,817
TOTAL OPERATING EXPENSES	9,573,042	634,203	10,207,245
OPERATING INCOME (LOSS)	1,789,664	227,095	2,016,759
NONOPER. REVENUES (EXP.)			
Interest Earned	148,632	7,212	155,844
Grant Revenue	988,891	-	988,891
Services Provided by General Fund	(40,000)	-	(40,000)
Special Assessment Revenues	-	-	-
Net Gain/(Loss) on Disposal of Fixed Assets	(5,887)	(12,346)	(18,233)
Interest & Fiscal Charges	(293,804)	(331,253)	(625,057)
TOTAL NONOPER. REV (EXP.)	797,832	(336,387)	461,445
NET INCOME BEFORE OPER TRANSFERS	2,587,496	(109,292)	2,478,204
OPERATING TRANSFERS IN(OUT)			
Operating Transfers In	-	250,093	250,093
Operating Transfers Out	(2,896,751)	-	(2,896,751)
TOTAL OPER. TRANSFERS IN(OUT)	(2,896,751)	250,093	(2,646,658)
NET INCOME	(309,255)	140,801	(168,454)
FUND NET ASSETS			
Beginning of Year	41,427,716	3,870,745	45,298,461
End of Year	41,118,461	4,011,546	45,130,007

ENTERPRISE FUNDS
Combining Statement of Cash Flows

April 30, 2007

	Waterworks and Sewerage	Motor Vehicle Parking System	Totals
Cash Flows From Operating Activities			
Receipts from customers & users	11,205,831	845,173	12,051,004
Receipts from interfund services provided	17,986	-	17,986
Payments to suppliers	(2,724,157)	(191,155)	(2,915,312)
Payments to employees	(3,183,836)	(85,637)	(3,269,473)
Payments for interfund services (Insurance)	(405,785)	(6,442)	(412,227)
Payments for interfund services (Employee Health Insurance)	(500,505)	(1,180)	(501,685)
Payments for other employee benefits & taxes	(515,006)	(21,826)	(536,832)
Net Cash Provided By (Used For) Oper. Activities	<u>3,894,528</u>	<u>538,933</u>	<u>4,433,461</u>
Cash Flows From Noncapital Financing Activities			
Transfers to General Fund	(2,296,750)	(40,000)	(2,336,750)
Transfers to General Fund - Services Provided	(40,000)	-	(40,000)
Transfers to Other Funds (Capital Projects, Debt Service)	(600,001)	40,000	(560,001)
Transfers from Other Funds (For Debt Service)	-	250,093	250,093
Repayment of Advance to Capital Projects Fund	-	-	-
Other Interfund Advances (Net of Repayments)	(8,237)	(120,795)	(129,032)
Net Cash Prov. By (Used For) Noncap. Fin. Activ.	<u>(2,944,988)</u>	<u>129,299</u>	<u>(2,815,690)</u>
Cash Flows From Capital & Related Financing Activities			
Payments on Special Assessments	89,342	-	89,342
Principal Paid On Capital Debt	(890,539)	(523,269)	(1,413,808)
Interest Paid On Capital Debt	(212,496)	(295,301)	(507,797)
Grant Revenue Received	909,546	-	909,546
Interest Earned on Bond Proceeds (Reductions of Capitalized Bond Interest Payments)	-	-	-
Purchase/Construction Of Capital Assets	(3,480,700)	-	(3,480,700)
Net Cash Prov. By (Used For) Cap. & Rel. Fin. Activ.	<u>(3,584,847)</u>	<u>(818,570)</u>	<u>(4,403,417)</u>
Cash Flows From Investing Activities			
Interest Received	152,948	8,055	161,003
Net Cash Provided By (Used For) Inv. Activities	<u>152,948</u>	<u>8,055</u>	<u>161,003</u>
NET INCREASE(DECREASE) IN CASH & CASH EQUIV.	(2,482,359)	(142,284)	(2,624,643)
TOTAL CASH & CASH EQUIVALENTS			
Beginning of Year			
(Including \$937,789 for the Parking Fund, reported in restricted accounts)	<u>5,279,944</u>	<u>991,772</u>	<u>6,271,716</u>
End of Year			
(Including \$776,789 for the Parking Fund, reported in restricted accounts)	<u>2,797,585</u>	<u>849,488</u>	<u>3,647,073</u>

ENTERPRISE FUNDS
Combining Statement of Cash Flows

April 30, 2007

	Waterworks and Sewerage	Motor Vehicle Parking System	Totals
Reconciliation of operating income to net cash provided (used) by operating activities			
Operating Income	1,789,664	227,095	2,016,759
Adjustments To Reconcile Operating Income To Net Cash Provided By (Used For) Operating Activities			
Depreciation Expense	2,117,936	330,881	2,448,817
(Increase) Decrease In Receivables-Billed	(187,349)	(16,125)	(203,474)
(Increase) Decrease In Receivables-Unbilled	48,690	-	48,690
(Increase) Decrease In Inventories	(28,766)	-	(28,766)
Increase (Decrease) In Accounts Payable (Non-Capital Items)	152,526	(3,104)	149,422
Increase (Decrease) In Accrued Salaries	2,057	(2,669)	(612)
Increase (Decrease) In Compensated Absences	-	2,855	2,855
Increase (Decrease) In Customer Deposits	(230)	-	(230)
Net Cash Provided By (Used For) Oper. Activities	3,894,528	538,933	4,433,461
Supplemental Disclosure Of Non Cash Financing, Investing & Capital Activities			
None	-	-	-

**ENTERPRISE FUNDS
WATERWORKS & SEWERAGE**

Schedule of Revenues, Expenses, and Changes in Fund Net Assets, Budget & Actual

Year Ended April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
OPERATING REVENUES			
Water and Sewer Billings	10,657,285	10,599,000	58,285
Permits & Fees	444,301	425,000	19,301
Rental Income	-	-	-
Penalties	226,692	225,000	1,692
Miscellaneous Income	34,428	33,000	1,428
TOTAL OPERATING REVENUES	<u>11,362,706</u>	<u>11,282,000</u>	<u>80,706</u>
OPERATING EXPENSES			
Personnel - Compensation	3,184,147	3,346,368	162,221
Personnel - Benefits, Taxes & Insurance	1,423,042	1,458,064	35,022
Contractual Services	1,892,039	2,085,568	193,529
Commodities	955,878	988,600	32,722
Total Oper. Exp. Before Depr.	<u>7,455,106</u>	<u>7,878,600</u>	<u>423,494</u>
Depreciation	2,117,936	1,400,000	(717,936)
TOTAL OPERATING EXPENSES	<u>9,573,042</u>	<u>9,278,600</u>	<u>(294,442)</u>
OPERATING INCOME (LOSS)	<u>1,789,664</u>	<u>2,003,400</u>	<u>(213,736)</u>
NON OPERATING REVENUES (EXPENSES)			
Interest Earned	148,632	150,000	(1,368)
Grant	988,891	1,000,000	(11,109)
Services Provided by General Fund	(40,000)	(856,771)	816,771
Special Assessment Revenue	-	-	-
Proceeds-Sale of Fixed Assets	(5,887)	-	(5,887)
Interest & Fiscal Charges	(293,804)	(294,395)	591
TOTAL NON OPERATING REVENUES (EXPENSES)	<u>797,832</u>	<u>(1,166)</u>	<u>798,998</u>
INCOME BEFORE OPER TRANSFERS	<u>2,587,496</u>	<u>2,002,234</u>	<u>585,262</u>
OPERATING TRANSFERS IN (OUT)			
Operating Transfers In	-	-	-
Operating Transfers Out	(2,896,751)	(2,000,000)	(896,751)
TOTAL OPERATING TRANSFERS IN (OUT)	<u>(2,896,751)</u>	<u>(2,000,000)</u>	<u>(896,751)</u>
CHANGE IN NET ASSETS	<u>(309,255)</u>	<u>2,234</u>	<u>(311,489)</u>
NET ASSETS			
Beginning of Year, as restated	<u>41,427,716</u>		
End of Year	<u>41,118,461</u>		

ENTERPRISE FUNDS
WATERWORKS & SEWERAGE
 Schedule Of Expenses, Budget & Actual
 Year Ended April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
SEWER DIVISION			
Rodding & Jetting			
Personnel - Compensation	369,789	331,464	(38,325)
Personnel - Benefits, Taxes & Insurance	172,853	156,659	(16,194)
Contractual	24,026	6,000	(18,026)
Commodities	-	3,500	3,500
Capital Outlay	-	-	-
	<u>566,668</u>	<u>497,623</u>	<u>(69,045)</u>
Administration & Office Services			
Personnel - Compensation	-	-	-
Personnel - Benefits, Taxes & Insurance	-	-	-
Contractual	35,838	57,975	22,137
Commodities	14	7,850	7,836
Capital Outlay	-	50,000	50,000
	<u>35,852</u>	<u>115,825</u>	<u>79,973</u>
Snow And Ice Control			
Personnel - Compensation	97,160	97,991	841
Personnel - Benefits, Taxes & Insurance	35,074	32,784	(2,290)
Contractual	-	1,250	1,250
Commodities	-	2,000	2,000
Capital Outlay	-	50,000	50,000
	<u>132,224</u>	<u>184,025</u>	<u>51,801</u>
Ravine Maintenance			
Personnel - Compensation	-	-	-
Personnel - Benefits, Taxes & Insurance	-	1,138	1,138
Contractual	-	1,000	1,000
Commodities	-	2,500	2,500
Capital Outlay	-	-	-
	<u>-</u>	<u>4,638</u>	<u>4,638</u>
Vehicle & Equipment Maintenance			
Personnel - Compensation	160,602	170,701	10,099
Personnel - Benefits, Taxes & Insurance	67,468	66,097	(1,371)
Contractual	440	3,500	3,060
Commodities	60,797	66,500	5,703
Capital Outlay	-	50,000	50,000
	<u>289,307</u>	<u>356,798</u>	<u>67,491</u>
Televising			
Personnel - Compensation	57,710	70,241	12,531
Personnel - Benefits, Taxes & Insurance	29,475	27,752	(1,723)
Contractual	310	3,000	2,690
Commodities	-	4,500	4,500
Capital Outlay	-	-	-
	<u>87,495</u>	<u>105,493</u>	<u>17,998</u>

ENTERPRISE FUNDS
WATERWORKS & SEWERAGE
 Schedule Of Expenses, Budget & Actual
 Year Ended April 30, 2007

	ACTUAL	BUDGET	VARIANCE
SEWER DIVISION (continued)			
Safety & Training Administration			
Personnel - Compensation	-	-	-
Personnel - Benefits, Taxes & Insurance	-	-	-
Contractual	877	6,325	5,448
Commodities	-	4,500	4,500
Capital Outlay	-	-	-
	<u>877</u>	<u>10,825</u>	<u>9,948</u>
Lift Station Maintenance			
Personnel - Compensation	-	-	-
Personnel - Benefits, Taxes & Insurance	-	-	-
Contractual	40,266	17,000	(23,266)
Commodities	7,665	6,500	(1,165)
Capital Outlay	-	-	-
	<u>47,931</u>	<u>23,500</u>	<u>(24,431)</u>
Storm/Sanitary/Pipe Repair			
Personnel - Compensation	-	42,142	42,142
Personnel - Benefits, Taxes & Insurance	6,473	26,225	19,752
Contractual	-	4,000	4,000
Commodities	72,692	55,000	(17,692)
Capital Outlay	-	25,000	25,000
	<u>79,165</u>	<u>152,367</u>	<u>73,202</u>
TOTALS - SEWER DIVISION			
Personal Services	685,251	712,539	27,288
Personnel Related	311,343	310,655	(688)
Contractual	101,757	100,050	(1,707)
Commodities	141,168	152,850	11,682
Capital Outlay	-	175,000	175,000
	<u>1,239,519</u>	<u>1,451,094</u>	<u>211,575</u>
WATER DIVISION			
Meter Shop			
Personnel - Compensation	611,763	591,869	(19,894)
Personnel - Benefits, Taxes & Insurance	277,277	264,763	(12,514)
Contractual	7,508	11,250	3,742
Commodities	109,526	196,500	86,974
Capital Outlay	-	4,000	4,000
	<u>1,006,074</u>	<u>1,068,382</u>	<u>62,308</u>
Water Dept Vehicle Maintenance			
Personnel - Compensation	-	-	-
Personnel - Benefits, Taxes & Insurance	-	-	-
Contractual	-	8,500	8,500
Commodities	14,939	22,000	7,061
Capital Outlay	-	15,000	15,000
	<u>14,939</u>	<u>45,500</u>	<u>30,561</u>

ENTERPRISE FUNDS
WATERWORKS & SEWERAGE
 Schedule Of Expenses, Budget & Actual
 Year Ended April 30, 2007

	ACTUAL	BUDGET	VARIANCE
WATER DIVISION (continued)			
Water Dept Safety & Training			
Personnel - Compensation	-	-	-
Personnel - Benefits, Taxes & Insurance	-	-	-
Contractual	7,462	12,000	4,538
Commodities	16,485	15,000	(1,485)
Capital Outlay	-	-	-
	<u>23,947</u>	<u>27,000</u>	<u>3,053</u>
Water Testing & Analysis			
Personnel - Compensation	104,955	98,640	(6,315)
Personnel - Benefits, Taxes & Insurance	52,432	49,636	(2,796)
Contractual	1	37,000	36,999
Commodities	17,255	16,250	(1,005)
Capital Outlay	-	5,000	5,000
	<u>174,643</u>	<u>206,526</u>	<u>31,883</u>
Water Main Distribution			
Personnel - Compensation	697,609	732,522	34,913
Personnel - Benefits, Taxes & Insurance	311,851	326,519	14,668
Contractual	12,882	15,000	2,118
Commodities	309,113	260,500	(48,613)
Capital Outlay	-	80,000	80,000
	<u>1,331,455</u>	<u>1,414,541</u>	<u>83,086</u>
Water Dept Administration			
Personnel - Compensation	161,000	160,035	(965)
Personnel - Benefits, Taxes & Insurance	62,253	66,871	4,618
Contractual	21,782	32,000	10,218
Commodities	24,194	19,500	(4,694)
Capital Outlay	-	5,000	5,000
	<u>269,229</u>	<u>283,406</u>	<u>14,177</u>
Building & Equipment Maintenance			
Personnel - Compensation	383,445	443,288	59,843
Personnel - Benefits, Taxes & Insurance	186,103	203,403	17,300
Contractual	10,538	20,500	9,962
Commodities	161,757	76,000	(85,757)
Capital Outlay	-	20,000	20,000
	<u>741,843</u>	<u>763,191</u>	<u>21,348</u>
Water Pumping & Filtration			
Personnel - Compensation	409,124	438,660	29,536
Personnel - Benefits, Taxes & Insurance	168,870	167,466	(1,404)
Contractual	598,901	765,500	166,599
Commodities	115,014	205,000	89,986
Capital Outlay	-	40,000	40,000
	<u>1,291,909</u>	<u>1,616,626</u>	<u>324,717</u>

ENTERPRISE FUNDS
WATERWORKS & SEWERAGE
 Schedule Of Expenses, Budget & Actual
 Year Ended April 30, 2007

	ACTUAL	BUDGET	VARIANCE
WATER DIVISION (cont.)			
Collections/Data Processing			
Personnel - Compensation	131,000	168,815	37,815
Personnel - Benefits, Taxes & Insurance	52,913	68,751	15,838
Contractual	326,028	418,550	92,522
Commodities	44,928	25,000	(19,928)
Capital Outlay	28,470	105,000	76,530
	<u>583,339</u>	<u>786,116</u>	<u>202,777</u>
TOTALS - WATER DIVISION			
Personal Services	2,498,896	2,633,829	134,933
Personnel Related	1,111,699	1,147,409	35,710
Contractual	985,102	1,320,300	335,198
Commodities	813,211	835,750	22,539
Capital Outlay	28,470	274,000	245,530
	<u>5,437,378</u>	<u>6,211,288</u>	<u>773,910</u>
CAPITAL IMPROVEMENTS			
Contractual	805,180	665,218	(139,962)
Commodities	1,499	-	(1,499)
Construction & Improvements	3,452,230	3,125,000	(327,230)
	<u>4,258,909</u>	<u>3,790,218</u>	<u>(468,691)</u>
TOTAL OPERATING EXPENSES			
Personal Services	3,184,147	3,346,368	162,221
Personnel Related	1,423,042	1,458,064	35,022
Contractual Services	1,892,039	2,085,568	193,529
Commodities	955,878	988,600	32,722
Capital Outlay	3,480,700	3,574,000	93,300
	<u>10,935,806</u>	<u>11,452,600</u>	<u>516,794</u>
Less: Capital Outlay	(3,480,700)	(3,574,000)	(93,300)
Add: Depreciation Expense	2,117,936	1,400,000	(717,936)
TOTAL OPERATING EXPENSES	<u>9,573,042</u>	<u>9,278,600</u>	<u>(294,442)</u>
NON-OPERATING EXPENSES			
Services Provided by General Fund	40,000	856,771	816,771
Interest Expense	293,804	294,395	591
TOTAL NON-OPERATING EXPENSES	<u>333,804</u>	<u>1,151,166</u>	<u>817,362</u>
OPERATING TRANSFERS OUT			
Transfer to General Fund	2,296,750	1,400,000	(896,750)
Transfer to Debt Service Fund	1	-	(1)
Transfer to Streets & Sidewalks	600,000	600,000	-
TOTAL OPERATING TRANSFERS OUT	<u>2,896,751</u>	<u>2,000,000</u>	<u>(896,751)</u>

ENTERPRISE FUNDS
WATERWORKS & SEWERAGE
Schedule Of Expenses, Budget & Actual
Year Ended April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
GRAND TOTALS			
Operating Expenses	9,573,042	9,278,600	(294,442)
Non-Operating Expenses	333,804	1,151,166	817,362
Operating Transfers Out	2,896,751	2,000,000	(896,751)
	<u>12,803,597</u>	<u>12,429,766</u>	<u>(373,831)</u>

**ENTERPRISE FUNDS
MOTOR VEHICLE PARKING SYSTEM**

Schedule of Revenues, Expenses, and Changes in Fund Net Assets, Budget & Actual

Year Ended April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
OPERATING REVENUES			
Parking Lot Fees & Permits	679,473	644,000	35,473
Parking Lot Rentals	180,055	186,000	(5,945)
Other Revenue	1,770	-	1,770
TOTAL OPERATING REVENUES	<u>861,298</u>	<u>830,000</u>	<u>31,298</u>
OPERATING EXPENSES			
Personnel - Compensation	85,823	77,694	(8,129)
Personnel - Benefits, Taxes & Insurance	29,448	25,248	(4,200)
Contractual Services	167,169	192,200	25,031
Commodities	20,882	28,782	7,900
Total Oper. Exp. Before Depr.	<u>303,322</u>	<u>323,924</u>	<u>20,602</u>
Depreciation	330,881	80,000	(250,881)
TOTAL OPERATING EXPENSES	<u>634,203</u>	<u>403,924</u>	<u>(230,279)</u>
OPERATING INCOME (LOSS)	<u>227,095</u>	<u>426,076</u>	<u>(198,981)</u>
NON OPERATING REVENUES (EXPENSES)			
Principal Retirement-Bonds	(523,269)	(523,269)	-
Interest Earned	7,212	10,000	(2,788)
Interest & Fiscal Charges	(331,253)	(346,852)	15,599
Gain/(Loss) on Disposal of Fixed Assets	(12,346)	-	(12,346)
TOTAL NON OPERATING REVENUE (EXPENSES)	<u>(847,310)</u>	<u>(860,121)</u>	<u>12,811</u>
INCOME BEFORE OPER TRANSFERS	<u>(620,215)</u>	<u>(434,045)</u>	<u>(186,170)</u>
OPERATING TRANSFERS IN (OUT)			
Operating Transfers In	250,093	250,093	-
Operating Transfers Out	-	-	-
TOTAL OPERATING TRANSFERS IN (OUT)	<u>250,093</u>	<u>250,093</u>	<u>-</u>
CHANGE IN NET ASSETS	<u>(370,122)</u>	<u>(183,952)</u>	<u>(186,170)</u>
NET ASSETS			
Beginning of Year	<u>3,870,745</u>		
End of Year	<u>3,500,623</u>		

ENTERPRISE FUNDS
MOTOR VEHICLE PARKING SYSTEM
 Schedule Of Expenses, Budget & Actual

Year Ended April 30, 2007

	ACTUAL	2007 BUDGET	VARIANCE
OPERATING EXPENSES			
Personnel - Compensation	85,823	77,694	(8,129)
Personnel - Benefits, Taxes & Insurance	29,448	25,248	(4,200)
Contractual Services	167,169	192,200	25,031
Commodities	20,882	28,782	7,900
Capital Outlay	-	-	-
	<u>303,322</u>	<u>323,924</u>	<u>20,602</u>
Less: Capital Outlay	-	-	-
Add: Depreciation Expense	330,881	80,000	(250,881)
TOTAL OPERATING EXPENSES	<u>634,203</u>	<u>403,924</u>	<u>(230,279)</u>
NON-OPERATING EXPENSES			
Principal Retirement - Bonds	523,269	523,269	-
Interest Expense	331,253	346,852	15,599
Gain or Loss on Disposal of Fixed Assets	12,346	-	(12,346)
	<u>866,868</u>	<u>870,121</u>	<u>3,253</u>
Less: Principal Retirement - Bonds	(523,269)	(523,269)	-
TOTAL Non-Operating Expenses	<u>343,599</u>	<u>346,852</u>	<u>3,253</u>
OPERATING TRANSFERS OUT	<u>-</u>	<u>-</u>	<u>-</u>
GRAND TOTALS			
Operating Expenses	634,203	403,924	(230,279)
Non-Operating Expenses	343,599	346,852	3,253
Operating Transfers Out	-	-	-
	<u>977,802</u>	<u>750,776</u>	<u>(227,026)</u>

ENTERPRISE FUNDS
Schedule of Capital Assets
April 30, 2007

	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Net Book Value</u>
WATERWORKS AND SEWERAGE			
Depreciable Assets			
Buildings & Improvements	8,340,483	2,941,615	5,398,868
Computers	864,943	713,436	151,507
Machinery & Equipment	4,962,275	3,668,342	1,293,933
Vehicles	4,007,585	2,771,708	1,235,877
System Infrastructure	58,103,371	24,050,104	34,053,267
Totals, Depreciable Assets	76,278,657	34,145,205	42,133,452
Capital Assets Not Being Depreciated			
Land	1,040,947	-	1,040,947
TOTAL	77,319,604	34,145,205	43,174,399
MOTOR VEHICLE PARKING SYSTEM			
Depreciable Assets			
Buildings/Parking Lot Improvements	11,892,808	1,801,480	10,091,328
Machinery & Equipment	169,796	119,159	50,637
Vehicles	32,574	32,574	-
Totals, Depreciable Assets	12,095,178	1,953,213	10,141,965
Capital Assets Not Being Depreciated			
Land	1,608,223	-	1,608,223
TOTAL	13,703,401	1,953,213	11,750,188

Internal Service Funds

INTERNAL SERVICE FUNDS
Combining Statement of Net Assets
April 30, 2007

	<u>Employee Benefit Plan</u>	<u>Safety & Risk Management</u>	<u>Totals</u>
ASSETS			
Current Assets			
Cash And Cash Equivalents	1,165,487	120,554	1,286,041
Accounts Receivable	-	-	-
Accrued Interest Receivable	1,104	-	1,104
Due From Other Funds	327	19,008	19,335
Total Current Assets	1,166,918	139,562	1,306,480
Fixed Assets			
Furnishings & Equipment	5,968	-	5,968
Accumulated Depreciation	(5,078)	-	(5,078)
Total Fixed Assets	890	-	890
TOTAL ASSETS	1,167,808	139,562	1,307,370
LIABILITIES			
Current Liabilities			
Accounts Payable	479	345,567	346,046
Accrued Salaries And Benefits	1,908	1,909	3,817
Due to Other Funds	-	-	-
Claims Payable (Net of Reinsurance)	4,262	-	4,262
Prepaid Premiums (Net)	(4,068)	-	(4,068)
Estimated Liability - Claims & Judgments (Net of Reinsurance)	-	-	-
Environmental Matters	-	2,525,000	2,525,000
Other	-	2,189,302	2,189,302
Total Current Liabilities	2,581	5,061,778	5,064,359
Noncurrent Liabilities			
Advance from Other Funds (Long-Term)	3,781,140	727,479	4,508,619
Compensated Absences	10,603	-	10,603
Total Noncurrent Liabilities	3,791,743	727,479	4,519,222
TOTAL LIABILITIES	3,794,324	5,789,257	9,583,581
NET ASSETS			
Invested in Capital Assets, Net of Related Debt	890	-	890
Unrestricted	(2,627,406)	(5,649,695)	(8,277,101)
TOTAL NET ASSETS	(2,626,516)	(5,649,695)	(8,276,211)

INTERNAL SERVICE FUNDS

Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets

For the Year Ended April 30, 2007

	Employee Benefit Plan	Safety & Risk Management	Totals
OPERATING REVENUES			
Premiums	8,421,562	3,553,514	11,975,076
Other Revenue	31,571	66,912	98,483
TOTAL OPERATING REVENUES	8,453,133	3,620,426	12,073,559
OPERATING EXPENSES			
Personnel - Compensation	47,440	46,383	93,823
Personnel - Benefits, Taxes & Insurance	15,526	23,038	38,564
Contractual	50,540	175,131	225,671
Commodities	2,086	6,989	9,075
Claims & Judgments	4,257	4,056,499	4,060,756
Insurance Premiums	7,064,472	739,756	7,804,228
Depreciation	-	-	-
TOTAL OPERATING EXPENSES	7,184,321	5,047,796	12,232,117
OPERATING INCOME (LOSS)	1,268,812	(1,427,370)	(158,558)
NON-OPERATING REVENUES (EXP.)			
Interest Expense (Interfund Loans)	(198,211)	-	(198,211)
Investment Income	39,539	1,140	40,679
TOTAL NON-OPERATING REVENUES (EXP.)	(158,672)	1,140	(157,532)
CHANGE IN NET ASSETS	1,110,140	(1,426,230)	(316,090)
NET ASSETS			
Beginning of Year	(3,736,656)	(4,223,465)	(7,960,121)
End of Year	(2,626,516)	(5,649,695)	(8,276,211)

INTERNAL SERVICE FUNDS
Combining Statement of Cash Flows
For the Year Ended April 30, 2007

	Employee Benefit Plan	Safety & Risk Management	Totals
Cash Flows From Operating Activities			
Receipts from employees & retirees	1,941,698	-	1,941,698
Receipts for Special Police Duty	-	56,620	56,620
Receipts from other funds for premiums	6,516,741	3,941,836	10,458,577
Payments to suppliers & insurance carriers	(7,121,557)	(596,402)	(7,717,959)
Payments for Claims & Judgments	(4,257)	(4,013,513)	(4,017,770)
Payments to employees	(47,006)	(45,948)	(92,954)
Payments for interfund services (Insurance)	(3,212)	(9,668)	(12,880)
Payments for interfund services (Employee Health Insurance)	(4,399)	(5,620)	(10,019)
Payments for other employee benefits & taxes	(7,915)	(7,750)	(15,665)
Net Cash Provided By (Used For) Oper. Activities	1,270,093	(680,445)	589,648
Cash Flows From Noncapital Financing Activities			
Interfund Loans	(327)	(19,008)	(19,335)
Interest Received/(Paid) on Interfund Loan	(198,211)	-	(198,211)
Advances from/(to) General Fund	(573,595)	653,637	80,042
	<u>(772,133)</u>	<u>634,629</u>	<u>(137,504)</u>
Cash Flows From Investing Activities			
Interest Income Received	38,435	1,140	39,575
	<u>38,435</u>	<u>1,140</u>	<u>39,575</u>
NET INCREASE(DECREASE) IN CASH & CASH EQUIV.	536,395	(44,676)	491,719
TOTAL CASH & CASH EQUIVALENTS			
Beginning of Year	629,092	165,230	794,322
End of Year	<u>1,165,487</u>	<u>120,554</u>	<u>1,286,041</u>
Reconciliation of operating income to net cash provided (used) by operating activities			
Operating Income (loss)	1,268,812	(1,427,370)	(158,558)
Adjustments To Reconcile Operating Income To Net Cash Provided By (Used For) Operating Activities			
Depreciation Expense	-	-	-
Increase (Decrease) In Accounts Payable	(4,459)	325,474	321,015
Increase (Decrease) In Accrued Salaries	434	435	869
Increase (Decrease) In Compensated Absences	-	-	-
Increase (Decrease) In Prepaid Premiums Payable	5,306	378,030	383,336
Increase (Decrease) In Claims & Judgments Payable	-	42,986	42,986
Net Cash Provided By (Used For) Oper. Activities	1,270,093	(680,445)	589,648
Supplemental Disclosure Of Non Cash Financing, Investing & Capital Activities			
NONE	-	-	-

**INTERNAL SERVICE FUNDS
EMPLOYEE BENEFIT PLAN**

Schedule Of Revenues, Expenses, and Changes in Fund Net Assets, Budget and Actual

For the Year Ended April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
OPERATING REVENUES			
Premiums-City	6,516,741	6,750,699	(233,958)
Premiums-Retirees	1,167,001	1,209,684	(42,683)
Premiums-Employees	737,820	716,626	21,194
Miscellaneous Revenue	31,571	32,000	
TOTAL OPERATING REVENUES	<u>8,453,133</u>	<u>8,709,009</u>	<u>(255,447)</u>
OPERATING EXPENSES			
Personnel - Compensation	47,440	28,300	(19,140)
Personnel - Benefits, Taxes & Insurance	15,526	10,699	(4,827)
Contractual	50,540	101,620	51,080
Commodities	2,086	5,750	3,664
Claims & Judgments (Net of Reinsurance Claims)	4,257	20,000	15,743
Insurance Premiums			
HMO Premiums	6,159,724	5,280,976	(878,748)
Stop Loss & Other Premiums	904,748	719,720	(185,028)
Depreciation	-	-	-
TOTAL OPERATING EXPENSES	<u>7,184,321</u>	<u>6,167,065</u>	<u>(1,017,256)</u>
OPERATING INCOME (LOSS)	<u>1,268,812</u>	<u>2,541,944</u>	<u>(1,272,703)</u>
NON-OPERATING REVENUES (EXP.)			
Interest Expense (Interfund Loans)	(198,211)	(200,000)	1,789
Investment Income	39,539	35,000	4,539
TOTAL NON-OPERATING REVENUES (EXP.)	<u>(158,672)</u>	<u>(165,000)</u>	<u>6,328</u>
CHANGE IN NET ASSETS	<u>1,110,140</u>	<u>2,376,944</u>	<u>(1,266,375)</u>
NET ASSETS			
Beginning of Year	<u>(3,736,656)</u>		
End of Year	<u>(2,626,516)</u>		

INTERNAL SERVICE FUNDS
SAFETY AND RISK MANAGEMENT

Schedule Of Revenues, Expenses, and Changes in Fund Net Assets, Budget and Actual

For the Year Ended April 30, 2007

	ACTUAL	BUDGET	VARIANCE
OPERATING REVENUES			
Premiums (From City Operating Funds)	3,553,514	3,538,649	14,865
Miscellaneous Revenue	10,292	10,000	292
Special Police Duty Premiums	56,620	60,000	(3,380)
TOTAL OPERATING REVENUES	<u>3,620,426</u>	<u>3,608,649</u>	<u>11,777</u>
OPERATING EXPENSES			
Personnel - Compensation	46,383	65,961	19,578
Personnel - Benefits, Taxes & Insurance	23,038	28,810	5,772
Contractual	175,131	175,450	319
Commodities	6,989	7,500	511
Claims & Judgments (Net of Reinsurance Claims)			
Environmental	-	-	-
Other	4,056,499	3,590,000	(466,499)
Insurance Premiums	739,756	586,148	(153,608)
Depreciation	-	-	-
TOTAL OPERATING EXPENSES	<u>5,047,796</u>	<u>4,453,869</u>	<u>(593,927)</u>
OPERATING INCOME (LOSS)	<u>(1,427,370)</u>	<u>(845,220)</u>	<u>(582,150)</u>
NON-OPERATING REVENUES (EXP.)			
Investment Income	1,140	2,000	(860)
CHANGE IN NET ASSETS	<u>(1,426,230)</u>	<u>(843,220)</u>	<u>(583,010)</u>
NET ASSETS			
Beginning of Year	<u>(4,223,465)</u>		
End of Year	<u>(5,649,695)</u>		
Capital Outlay Budget	<u>-</u>	<u>2,500</u>	<u>2,500</u>

Fiduciary Funds - Pension Trust Funds

FIDUCIARY FUNDS
PENSION TRUST FUNDS
 Combining Statement of Fiduciary Net Assets
April 30, 2007

	Police Pension	Fire Pension	Totals
ASSETS			
Cash & Cash Equivalents	1,142,725	1,033,736	2,176,461
Investments	52,147,105	39,987,365	92,134,470
Receivables:			
Employer Contributions	2,736,980	2,268,620	5,005,600
Accrued Investment Income	295,823	241,109	536,932
TOTAL ASSETS	56,322,633	43,530,830	99,853,463
LIABILITIES			
Accounts Payable	-	-	-
Pensions Payable	8,122	739	8,861
TOTAL LIABILITIES	8,122	739	8,861
NET ASSETS			
Held in Trust for Pension Benefits	56,314,511	43,530,091	99,844,602

FIDUCIARY FUNDS
PENSION TRUST FUNDS
 Combining Statement Of Changes in Fiduciary Net Assets
 For the Year Ended April 30, 2007

	Police Pension	Fire Pension	Totals
ADDITIONS			
Contributions			
City-Property Taxes	2,736,580	2,267,211	5,003,791
Plan Participants-Salary Deductions	1,205,640	793,847	1,999,487
Total Contributions	3,942,220	3,061,058	7,003,278
Investment Income			
Net Appreciation (Depreciation) in the Fair Value of Investments	2,432,801	2,043,176	4,475,977
Interest & Dividend Income	2,254,102	1,743,833	3,997,935
	4,686,903	3,787,009	8,473,912
Less: Investment Expense	142,229	161,759	303,988
Net Investment Income	4,544,674	3,625,250	8,169,924
TOTAL ADDITIONS	8,486,894	6,686,308	15,173,202
DEDUCTIONS			
Pension Benefits			
Retirees	2,681,066	2,417,842	5,098,908
Disability Pensions	596,104	610,819	1,206,923
Survivors Pensions	346,547	600,779	947,326
Total Pension Benefits	3,623,717	3,629,440	7,253,157
Other Deductions			
Administrative Expense	37,136	81,431	118,567
Employee Contributions Refunded	56,419	6,538	62,957
TOTAL DEDUCTIONS	3,717,272	3,717,409	7,434,681
NET INCREASE (DECREASE)	4,769,622	2,968,899	7,738,521
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS			
Beginning of Year, as restated	51,544,889	40,561,192	92,106,081
End of Year	56,314,511	43,530,091	99,844,602

FIDUCIARY FUNDS
PENSION TRUST FUNDS
POLICE PENSION

Schedule Of Changes in Fiduciary Net Assets, Budget and Actual

For the Year Ended April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
ADDITIONS			
Contributions			
City of Waukegan	2,736,580	2,769,961	(33,381)
Plan Participants	1,205,640	1,016,127	189,513
Total Contributions	<u>3,942,220</u>	<u>3,786,088</u>	<u>156,132</u>
Investment Income			
Net Appreciation (Depreciation) in the Fair Value of Investments	2,432,801		
Interest & Dividend Income	2,254,102		
	<u>4,686,903</u>		
Less: Investment Expense	142,229		
Net Investment Income	<u>4,544,674</u>	<u>1,680,000</u>	<u>2,864,674</u>
TOTAL ADDITIONS	<u>8,486,894</u>	<u>5,466,088</u>	<u>3,020,806</u>
DEDUCTIONS			
Pension Benefits			
Retirees	2,681,066		
Disability Pensions	596,104		
Survivors Pensions	346,547		
Total Pension Benefits	<u>3,623,717</u>	<u>3,660,000</u>	<u>36,283</u>
Other Deductions			
Administrative Expense	37,136	25,000	(12,136)
Employee Contributions Refunded	56,419	50,000	(6,419)
TOTAL DEDUCTIONS	<u>3,717,272</u>	<u>3,735,000</u>	<u>17,728</u>
NET INCREASE (DECREASE)	<u>4,769,622</u>	<u>1,731,088</u>	<u>3,038,534</u>
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS			
Beginning of Year	<u>51,544,889</u>		
End of Year	<u>56,314,511</u>		

FIDUCIARY FUNDS
PENSION TRUST FUNDS
FIRE PENSION

Schedule Of Changes in Fiduciary Net Assets, Budget and Actual

For the Year Ended April 30, 2007

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>
ADDITIONS			
Contributions			
City of Waukegan	2,267,211	2,370,315	(103,104)
Plan Participants	793,847	664,620	129,227
Total Contributions	<u>3,061,058</u>	<u>3,034,935</u>	<u>26,123</u>
Investment Income			
Net Appreciation (Depreciation) in the Fair Value of Investments	2,043,176		
Interest & Dividend Income	1,743,833		
	<u>3,787,009</u>		
Less: Investment Expense	161,759		
Net Investment Income	<u>3,625,250</u>	<u>1,480,000</u>	<u>2,145,250</u>
TOTAL ADDITIONS	<u>6,686,308</u>	<u>4,514,935</u>	<u>2,171,373</u>
DEDUCTIONS			
Pension Benefits			
Retirees	2,417,842		
Disability Pensions	610,819		
Survivors Pensions	600,779		
Total Pension Benefits	<u>3,629,440</u>	<u>3,840,000</u>	<u>210,560</u>
Other Deductions			
Administrative Expense	81,431	20,000	(61,431)
Employee Contributions Refunded	6,538	30,000	23,462
TOTAL DEDUCTIONS	<u>3,717,409</u>	<u>3,890,000</u>	<u>172,591</u>
NET INCREASE (DECREASE)	<u>2,968,899</u>	<u>624,935</u>	<u>2,343,964</u>
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS			
Beginning of Year	<u>40,561,192</u>		
End of Year	<u>43,530,091</u>		

Component Unit - Waukegan Public Library

COMPONENT UNIT
WAUKEGAN PUBLIC LIBRARY
 Governmental Funds Balance Sheet
 and
 Statement of Net Assets
 April 30, 2007

	General Fund	Adjustments	Statement of Net Assets
Assets			
Cash and Cash Equivalents	\$ 428,182	-	428,182
Investments	62,583	-	62,583
Receivables			
Property Taxes	3,512,702	-	3,512,702
Other	-	-	-
Deposits - Insurance Risk Pool	20,976	-	20,976
Capital Assets Not Being Depreciated			
Land	-	71,486	71,486
Artwork	-	20,000	20,000
Construction in Progress	-	10,866	10,866
Capital Assets, Net of Depreciation			
Building & Improvements	-	1,746,862	1,746,862
Furnishings & Equipment	-	680,613	680,613
Library Materials	-	2,089,184	2,089,184
Total Assets	<u>4,024,443</u>	<u>4,619,011</u>	<u>8,643,454</u>
Liabilities			
Accounts Payable	29,639	-	29,639
Accrued Interest Payable	-	33,215	33,215
Accrued Salaries	20,705	-	20,705
Deferred Revenue			
Property Taxes	3,512,702	-	3,512,702
Other	107,253	-	107,253
Noncurrent Liabilities			
Due within one year	-	130,000	130,000
Due in more than one year	-	1,700,154	1,700,154
Total Liabilities	<u>3,670,299</u>	<u>1,863,369</u>	<u>5,533,668</u>
Fund Balance / Net Assets			
Fund Balance			
Reserved - Insurance Risk Pool Deposit	20,976	(20,976)	-
Unreserved, Undesignated	333,168	(333,168)	-
Total Fund Balance	<u>354,144</u>	<u>(354,144)</u>	<u>-</u>
Total Liabilities and Fund Balance	<u>4,024,443</u>		
Net Assets			
Invested in Capital Assets, Net of Related Debt		2,909,011	2,909,011
Unrestricted		200,775	200,775
Total Net Assets		<u>3,109,786</u>	<u>3,109,786</u>

COMPONENT UNIT
WAUKEGAN PUBLIC LIBRARY

*Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits)
and
Statement of Activities
For the Year Ended April 30, 2007*

	General Fund	Adjustments	Statement of Activities
Expenditures			
Library Services-Operation			
Personnel Services	\$ 1,893,772	(13,545)	1,880,227
Personnel Related	549,537	-	549,537
Contractual Services	494,991	-	494,991
Commodities	75,509	-	75,509
Depreciation	-	242,000	242,000
Capital Outlay	442,484	(442,484)	-
Debt Service			
Principal	125,000	(125,000)	-
Interest & Fiscal Charges	106,750	(2,333)	104,417
Total Expenditures	<u>3,688,043</u>	<u>(341,362)</u>	<u>3,346,681</u>
Program Revenues			
Charges for Services			
Licenses, Permits & Fees	79,617	-	79,617
Fines	77,287	-	77,287
Operating Grants & Contributions			
Intergovernmental	243,185	-	243,185
Private Sources	116,408	-	116,408
Total Program Revenues	<u>516,497</u>	<u>-</u>	<u>516,497</u>
Net Program Expense			<u>2,830,184</u>
General Revenues			
Property Taxes	3,350,808	-	3,350,808
Interest Income	65,196	-	65,196
Sale of Equipment	1,030	-	1,030
Lease Buyout	14,875	-	14,875
Other	2,482	-	2,482
Total General Revenues	<u>3,434,391</u>	<u>-</u>	<u>3,434,391</u>
Excess (Deficiency) of Revenues & Transfers In Over Expenditures & Transfers Out	262,845	(262,845)	-
Change in Net Assets	-	604,207	604,207
Fund Balances/Net Assets			
Beginning of Year	<u>91,299</u>	<u>2,414,280</u>	<u>2,505,579</u>
End of Year	<u>354,144</u>	<u>2,755,642</u>	<u>3,109,786</u>

COMPONENT UNIT
WAUKEGAN PUBLIC LIBRARY

*Schedule of Revenues, Expenditures and Changes in Fund Balances, Budget & Actual
 For the Year Ended April 30, 2007*

Revenues	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
Property Taxes	3,350,808	3,355,169	(4,361)
Licenses, Permits & Fees	156,904	133,750	23,154
Intergovernmental	243,185	220,250	22,935
Interest Income	65,196	27,250	37,946
Private Source Grants	116,408	42,500	73,908
Other	2,482	250	2,232
Total Revenues	<u>3,934,983</u>	<u>3,779,169</u>	<u>155,814</u>
Expenditures			
Current			
Personnel Services	1,893,772	1,981,000	87,228
Personnel Related	549,537	613,000	63,463
Contractual Services	494,991	431,000	(63,991)
Commodities	75,509	79,000	3,491
Capital Outlay	442,484	411,000	(31,484)
Debt Service			-
Principal	125,000	125,000	-
Interest & Fiscal Charges	106,750	106,645	(105)
Total Expenditures	<u>3,688,043</u>	<u>3,746,645</u>	<u>58,602</u>
Excess of Revenues Over Expenditures	<u>246,940</u>	<u>32,524</u>	<u>214,416</u>
Other Financing Sources (Uses)			
Sale of Equipment	1,030	-	1,030
Lease Buyout	14,875	-	14,875
Operating Transfers In	-	-	-
Operating Transfers Out	-	-	-
Total Other Financing Sources (Uses)	<u>15,905</u>	<u>-</u>	<u>15,905</u>
Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	<u>262,845</u>	<u>32,524</u>	<u>230,321</u>
Fund Balance - Beginning of Year	<u>91,299</u>		
Fund Balance - End of Year	<u>354,144</u>		