

**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT  
OF THE  
CITY OF DES PLAINES, ILLINOIS**  
Year Ended December 31, 2008

Prepared by the Finance Department

Dorothy Wisniewski  
Director of Finance

Bruce P. Raymond  
Assistant to the Director of Finance

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# CITY OF DES PLAINES

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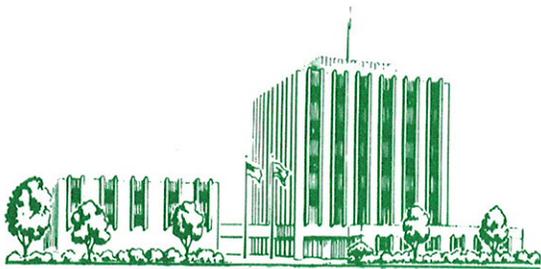
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**INTRODUCTORY SECTION**

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## CITY OF DES PLAINES

1420 Miner/Northwest Highway ■ Des Plaines, Illinois 60016-4498 ■ (847) 391-5300

May 28, 2009

Honorable Mayor and Members of the City Council  
Citizens of the City of Des Plaines

### Introduction

The Comprehensive Annual Financial Report of the City of Des Plaines, Illinois, for the fiscal year ended December 31, 2008, is hereby submitted as mandated by state statute. These statutes require that the City issue annually a report on its financial position and activity presented in conformance with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards (GAAS) by an independent firm of certified public accountants.

Management staff assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management staff has established a comprehensive internal control framework that is designed to protect the government's assets from loss, theft, or misuse. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable assurance, rather than absolute assurance, that the financial statements will be free of any material misstatements. As management staff, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City's financial statements have been audited by Virchow, Krause & Company, LLP, a firm of independent certified public accountants. The independent auditor concluded that there was a reasonable basis for rendering an unqualified opinion that the City's financial statements are fairly presented in conformity with GAAP. The independent auditor's report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it. The City of Des Plaines MD&A can be found immediately following the report of the independent auditors.



## **Profile of the Government**

The City of Des Plaines was incorporated in 1857 and operates under the City Manager form of government approved by voter referendum on November 2, 2004. It is a home rule municipality as defined by the Illinois Constitution. The City is located in northwestern Cook County and covers an area of approximately 14.36 square miles. The 2007 Special Census reported a population of 58,710, an increase of approximately 3.1% from the 2000 Census population of 56,945. The Chicago Metropolitan Agency for Planning (CMAP) population projection for 2030 is 60,343. The City is located approximately 20 miles northwest of downtown Chicago with O'Hare International Airport bordering on the south. Commuter travel to and from Chicago's downtown is available via Metra's Union Pacific Railroad's northwest line, with a commuter station located in downtown Des Plaines and the Wisconsin Central freight line which was combined into a commuter/freight rail line in 1996, connecting with O'Hare Airport and Chicago. The Northwest Tollway (I-90) and the Tri-State Tollway (I-294) provide an easy access into the City. In addition, the close proximity of O'Hare International Airport to the City makes air travel convenient.

The City has an above average residential base that is supplemented by substantial commercial and industrial real estate development. Approximately 59% of the City's property values are comprised of diversified commercial and light industrial properties.

The City's governing body is the City Council, consisting of the Mayor and eight Aldermen. This governing body is responsible for passing ordinances, adopting the budget, appointing committees, and other related duties. The Mayor, upon the advice and consent of City Council, appoints the City Manager. The City Manager is responsible for carrying out the policies and ordinances of the City Council, for overseeing the day-to-day operations of the City, and for appointing the heads of the City's departments. The Mayor and the City Clerk are elected at large for four-year terms, while the Aldermen are elected from eight wards for staggered four-year terms.

The City provides the full range of municipal services. These services include police, fire, highways and streets, community development, planning and zoning, engineering and inspection, certain social services, and general administrative services. The City operates its own water system providing Lake Michigan water purchased from the City of Chicago, with sewage treatment provided by the Metropolitan Water Reclamation District. The Des Plaines Park District, a separate governmental entity, primarily provides recreational opportunities. The Mt. Prospect Park District serves a small portion of the City.

## **Accounting System and Budgetary Control**

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

The City's accounting records are generally maintained on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when measurable and available to liquidate obligations of the current period, and expenditures are recorded when a liability is incurred that is expected to draw upon current financial resources. The modified accrual accounting records are the basis for assessing budgetary compliance. After the end of the fiscal year, the City's management staff makes adjustments to the accounting records in order to present financial statements at the entity-wide level using the accrual basis of accounting in compliance with GASB Statement No. 34. Under the accrual basis of accounting, revenues are recorded when earned and expenses are recorded when incurred.

The City maintains budgetary controls at the fund level to ensure compliance with the legal provisions embodied in both the annual budget and the appropriation ordinance. In addition, the City reviews the status of actual expenditures compared to appropriations for each department and special purpose on a monthly basis.

### **Major Initiatives and Economic Outlook**

The year 2008 saw significant economic development initiatives in Des Plaines despite the current economic climate.

First, on December 23, 2008, Des Plaines was awarded the tenth Illinois gaming license from the State Gaming Board. This license is expected to trigger a \$1.1 Billion private investment on a 20-acre site in the southeast corner of the city, in close proximity to O'Hare International Airport. This development, comprised of a 1200-seat casino and parking structure in phase 1, together with two major hotel operations and ancillary restaurant developments in phases 2 and 3, is expected to begin construction in late 2009, with the casino fully operational in 15 months. In addition to providing significant property, hotel/motel and food/beverage taxes to the City, the casino is expected to contribute an estimated \$10 million a year in gaming tax proceeds to the City. Furthermore, the casino is expected to promote additional development on commercial sites surrounding to the gaming facility.

Industrial development continued during 2008 with two large facilities completed and occupied: the 240,000 square foot Coasters distribution facility and the 155,000 square foot Nippon Express air freight forwarding facility. In addition, Nippon Express completed the acquisition of adjacent property with plans to construct a 142,000 facility and create 120 new jobs in the community. Finally, wholesale food distributor Sysco Systems completed a 100,000 square foot refrigeration facility designed to enhance its Illinois-based operations

Within the Mannheim-Higgins TIF district #6, financing was secured for a major development featuring two Hyatt flag hotels with a total of 312 rooms and independent restaurant/commercial space. In addition, two new commercial centers, one along the Lee Street commercial corridor and the other at the junction of Rand and River Roads, completed general construction activities and began tenant lease-up.

Although the housing market has been severely depressed, two large townhouse developments by Lexington Homes, Inc, began site development activities in 2008. The Lexington Park project, featuring 120 housing units, completed civil engineering work and began the construction of housing units. The Lexington Woods project, featuring 223 townhouse and condominium units, completed site assembly and acquisition and began the demolition of existing structures in preparation of sitework.

Finally, the City began negotiations for the master development of the Five Corners TIF district #4 with Forest City Enterprises; a \$12 Billion publicly traded company that is the nation's largest developer.

### **Pension Trust Funds and Post Employment Benefits**

Sworn police and fire personnel receive retirement and disability benefits from the Des Plaines Police Pension Fund and the Des Plaines Firefighters' Pension Fund, respectively. Both of these funds are single-employer plans administered by local boards of trustees. Illinois state statutes govern the defined benefits and employer/employee contribution levels. Police plan participants are required to contribute 9.91% of their base salaries and fire plan members contribute 9.455% of their base salaries. The City is required to contribute the remaining amounts necessary to finance the plans as determined by an enrolled actuary. State statutes require that each plan must be fully funded by the year 2033.

The State of Illinois Department of Insurance provides actuarial services. However, a municipality also has the option of engaging an independent actuary. The City currently contracts with Timothy W. Sharpe, an enrolled actuary, to perform an actuarial valuation for the funds. The City has annually made employer contributions to both the Police Pension Fund and the Firefighters' Pension Fund in amounts recommended by the actuary.

Non-sworn full-time and part-time employees, who work at least 1,000 hours per year are covered by the Illinois Municipal Retirement Fund (IMRF), a state-wide pension plan. IMRF acts as a common investment and administrative agent for local governments in Illinois and state statutes establish benefit provisions and funding requirements.

Employees participating in the IMRF are required to contribute 4.5% of their annual salary and the City is required to contribute the remaining amounts necessary to fund the coverage of its employees in the plan. The City's contribution rate changes annually.

The notes to the financial statements and the required supplementary information provide more information pertaining to employee pensions.

The City also provides post-retirement health and dental care benefits for certain retirees and their dependents and finances these benefits on a pay-as-you-go basis.

### **Cash Management**

State Statute required the City to modify its investment policy in 1999 to accommodate the Illinois Public Funds Investment Act. In 2005, the policy was updated to include additional language in regards to investment managers. The City Council approved an investment policy modeled after the GFOA's model policy as well as an investment procedures and internal control manual. These documents limit the Finance Department to the type of investment as well as the amount allowed in each investment type. Investments that are authorized by State Statute and City policy, and which the City utilizes, include money market funds, interest bearing checking accounts, certificates of deposit, U.S. Treasury securities and U.S. government agencies.

### **Risk Management and Health Insurance**

The City became a member of the Municipal Insurance Cooperative Agency (MICA) on December 31, 1997. This self-insured local government insurance pool consists of 20 governmental agencies in Illinois that provide first loss coverage for the first \$1 million. The City pays a \$1,000 deductible per claim (except for workers compensation in which there is no deduction) and the pool itself has a self-insured retention per claim with any excess covered through an excess insurance policy. The City also has purchased excess insurance for up to \$2 million through MICA.

For claims that exceed \$2 million the City is a member of the High-Level Excess Liability Pool (HELP). HELP is a municipal pool consisting of fifteen municipalities who have joined to self-insure liability losses. The third HELP term began in 2008 and will last ten years. HELP coverage, depending on the year and policy period, retains excess re-insurance for up to \$12 million.

The City maintains an internal service fund called the Risk Management Fund. The payments made from this Fund consist of the MICA deductible; claims still open prior to MICA membership, annual dues payments to MICA and HELP and other risk-related matters.

The Health Benefits Fund was established to account for the financial transactions of self-insured employee and retiree health benefits. In 2003 the City joined the Intergovernmental Personnel Benefit Cooperative (IPBC), a self-insured governmental insurance pool consisting of 49 municipalities located primarily in the Chicago area. The IPBC provides the City with consulting, legal, and auditing services for its health (i.e. PPO and HMO) and life insurance programs. The City continues to be self-insured for dental benefits on an individual contract basis outside of the IPBC.

## Awards

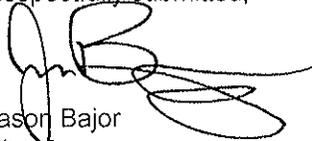
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Des Plaines for its comprehensive annual financial report for the fiscal year ended December 31, 2007. This was the twenty-eighth consecutive year the government has achieved this prestigious award. This award is nationally recognized and represents a significant accomplishment for the City and its management. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to GFOA to determine eligibility for another certificate.

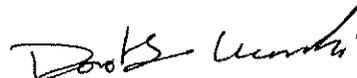
## Acknowledgments

The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of the Finance Department staff. Timely and fairly presented financial statements and reports are essential to legislative compliance, creditors, financial analysts, the general public and others having need for government financial information. We would like to thank the City Council and Management Staff for their support in planning and conducting the financial operations of the City in a professional and responsible manner.

Respectfully submitted,



Jason Bajor  
City Manager



Dorothy Wisniewski  
Director of Finance

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Des Plaines  
Illinois

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2007

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



A handwritten signature in black ink, appearing to read "M. L. R. R.", is written above the title "President".

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emer", is written above the title "Executive Director".

Executive Director



## **Legislative**

Anthony W. Arredia, Mayor

Donna McAllister, City Clerk

### **City Council**

Rosemary Argus – Eighth Ward

Martin Moylan – Second Ward

Patricia Beauvais – First Ward

Laura Murphy – Third Ward

Mark Walsten – Sixth Ward

Jean Higgason – Fourth Ward

Carla Brookman – Fifth Ward

Don Smith – Seventh Ward

## **Administration**

Jason Bajor, City Manager

Assistant City Manager ..... Jason Slowinski

City Attorney ..... David R. Wiltse

Director of Finance ..... Dorothy Wisniewski

Chief of Police ..... Jim Prandini

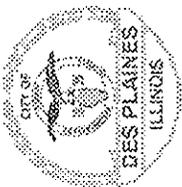
Fire Chief ..... Randy Jaeger

Director of Engineering ..... Timothy Oakley

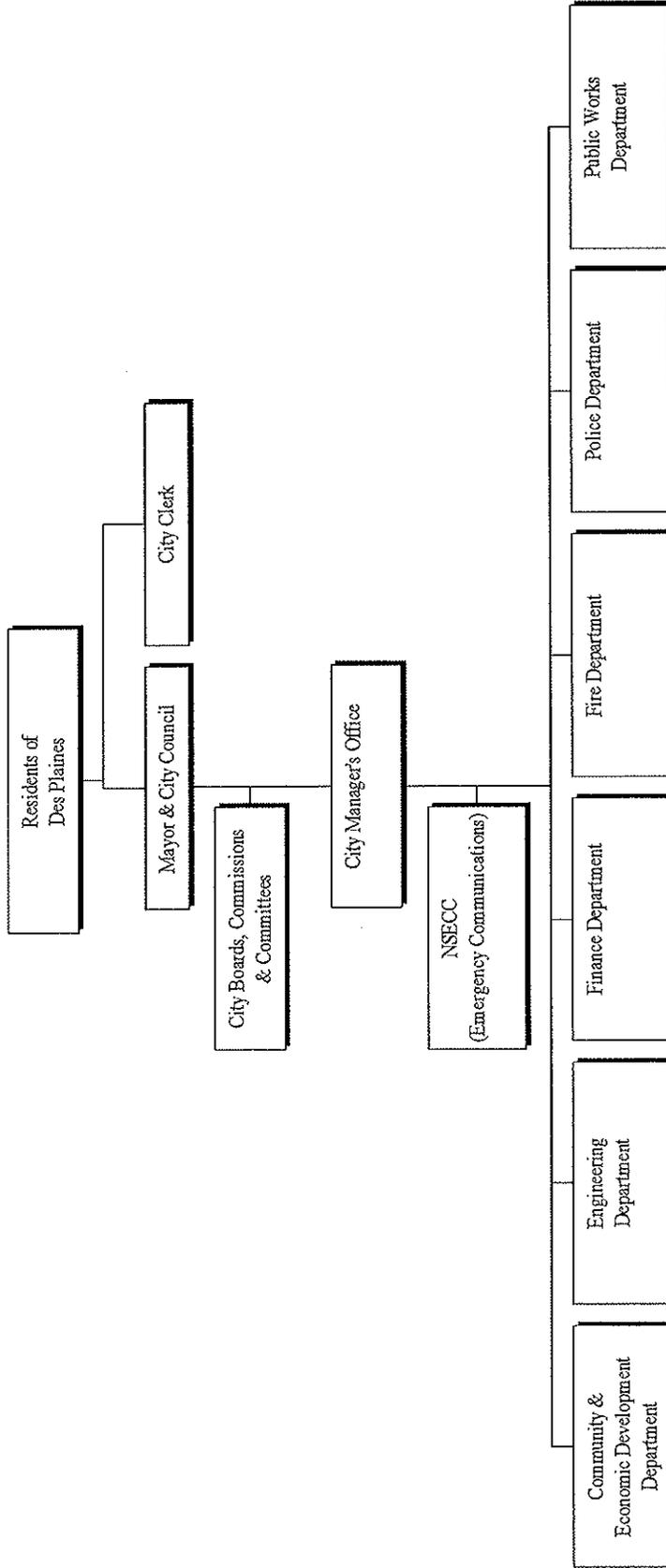
Director of Community & Economic Development ..... Michael Conlan

Director of Public Works (Acting) ..... John Laux

Director of Emergency Communications ..... Sherrill Ornberg



# City of Des Plaines



**FINANCIAL SECTION**

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**REPORT OF INDEPENDENT AUDITORS'**

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## INDEPENDENT AUDITORS' REPORT

City of Des Plaines  
1420 Miner Street  
Des Plaines, IL 60016

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 Des Plaines, Illinois, as of and for the year ended December 31, 2008, which collectively comprise City of Des Plaines's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City of Des Plaines' management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Des Plaines, Illinois as of December 31, 2008, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note I.B., the City adopted the provisions of GASB Statement No. 45, *Accounting and Financial Reporting for Post Employment Benefits Other than Pensions*, effective January 1, 2008.

In accordance with Government Auditing Standards, we have also issued a report dated May 28, 2009 on our consideration of City of Des Plaines' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

City of Des Plaines

The management's discussion and analysis, the historical pension information and the budgetary comparison schedules 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 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 Des Plaines' basic financial statements. The introductory section, combining and individual fund financial statements and schedules, statistical section and the other information are presented for purposes of additional analysis and are not a required part of the basic financial statements. The supplementary schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statement for the year ended December 31, 2008 taken as a whole. The introductory section, statistical section and other information have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

We also have previously audited, in accordance with auditing standards generally accepted in the United States, City of Des Plaines' basic financial statements for the year ended December 31, 2007, which are not presented with the accompanying financial statements. In our report dated July 24, 2008, we expressed unqualified opinions on the respective financial statements of the governmental activities, business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information. In our opinion, the 2007 information included in the individual fund financial schedules is fairly stated in all material respects in relation to the basic financial statements for the year ended December 31, 2007, taken as a whole.

Oak Brook, Illinois  
May 28, 2009

*Richard Kraus & Company, LLP*

**REQUIRED SUPPLEMENTARY INFORMATION**

**CITY OF DES PLAINES, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS - UNAUDITED**  
December 31, 2008

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The City of Des Plaines (the "City") Management Discussion and Analysis (MD&A) is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the City's financial activity, (3) identify changes in the City's financial position (its ability to address the subsequent years' challenges), (4) identify any material deviations from the financial plan (the approved budget), and (5) identify individual fund issues or concerns.

Since the MD&A is designed to focus on the current year's activities, resulting changes, and currently known facts, please read it in conjunction with the Transmittal Letter and the City's financial statements.

### **FINANCIAL HIGHLIGHTS**

- The City's total net assets increased by \$6,410,874 (4.48%) during the fiscal year ending December 31, 2008.
- The governmental net assets increased by \$5,104,710 and the business-type activities net assets increased by \$1,306,164.
- The City's combined Governmental Funds ending fund balance decreased \$2,120,976 (19.1%) as of December 31, 2008, primarily due to debt service costs within TIF District #6 that were issued for land acquisition.
- The General Fund ending fund balance increased \$1,413,489 or 17.8% over prior year.
- At the end of the current fiscal year, unreserved fund balance for the General Fund was \$1,230,256 or 2.2% of General Fund expenditures. This was an increase of \$156,601, or 14.6% from the previous year.
- Total primary government general revenues increased from \$56,302,811 to \$60,284,442, primarily due to increased revenue received from property taxes.
- General Fund revenues exceeded budgeted amounts by \$1,230,172 while General Fund expenditures were above budgeted amounts by \$854,448 primarily due to the 2008 September flood.

### **USING THIS ANNUAL REPORT**

This annual report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities provide information about the activities of the City as a whole and present a longer-term view of the City's finances. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the City's operations in more detail than the government-wide statements by providing information about the City's most significant funds. The remaining statements provide financial information about activities for which the City acts solely as a trustee or agent for the benefit of those outside of the government. Both perspectives (government-wide and major fund) allow the user to address relevant questions, broaden a basis for comparison (year to year or government to government), and enhance the City's accountability.

#### **Reporting the City as a Whole**

##### *The Statement of Net Assets and the Statement of Activities*

Our analysis of the City as a whole begins with the statement of net assets. One of the most important questions asked about the City's finances is, "Is the City as a whole better off or worse off as a result of the year's activities?" The Statement of Net Assets and the Statement of Activities report information about the City as a whole and about its activities in a way that helps answer this question.

The focus of the Statement of Net Assets (the "Unrestricted Net Assets") is designed to be similar to bottom line results for the City and its governmental and business-type activities. This statement consolidates governmental funds' current financial resources (short-term spendable resources) with capital assets and long-term obligations using the accrual basis of accounting and economic resources measurement focus. Over time, increases or decreases in net assets may serve as a useful indicator of whether or not the financial position of the City is improving.

(See independent auditor's report)

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The Statement of Activities presents information showing how the City's net assets changed during the most recent fiscal year and is focused on both the gross and net cost of various activities (including governmental and business-type), which are supported by the City's general taxes and other resources. This is intended to summarize and simplify the user's analysis of the cost of various government services and/or subsidy to various business-type activities.

These two statements report the City's *net assets* and changes in them. You can think of the City's net assets, the difference between assets and liabilities, as one way to measure the City's financial health, or *financial* position. Over time, increases or decreases in the City's net assets are one indicator of whether its *financial* health is improving or deteriorating. You will need to consider other non-financial factors, however, such as changes in the City's property tax base or the condition of the city's roads, to assess the *overall health* of the City.

In the Statement of Net Assets and the Statement of Activities we divide the City into three kinds of activities:

- Governmental activities – Most of the City's basic services are reported here, including the police, fire, public works, and general administration. Taxes (property, sales, income, utility etc...), franchise fees, and state and federal grants finance most of these activities.
- Business-type activities – The City charges a fee to customers to help it cover all or most of the cost of certain services it provides. The City's water system, parking facilities, and emergency communications are reported here.
- Component units – The Des Plaines Public Library is the City's only discretely presented component unit. Although legally separate, this "component unit" is important because the City is financially accountable for its operations.

## **Reporting the City's Most Significant Funds**

### ***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 Fund Financial Statements allow the demonstration of sources and uses and/or budgeting compliance associated therewith. Traditional users of governmental financial statements will find the Fund Financial Statements presentation more familiar. The focus is now on major funds, rather than (the previous model's) fund types. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

- ***Governmental Funds***

The Governmental Major Funds (General, TIF #1, TIF #6, and Capital Projects) are presented on a sources and uses of liquid resources basis. This is the manner in which the financial plan (the budget) is typically developed. The flow and availability of liquid resources is a clear and appropriate focus of any analysis of a government. The focus of governmental funds is narrower than that of the Government-Wide Financial Statements. The Governmental Fund Balance Sheet and the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balance provide a reconciliation to facilitate the comparison between governmental funds and governmental activities. The Governmental Major Funds Total column requires reconciliation because of the different measurement focus (current financial resources versus total economic resources), which is reflected. The flow of current financial resources reflects bond proceeds and interfund transfers as other financial sources as well as capital expenditures and bond principal payments as expenditures. The reconciliation eliminates these transactions and incorporates the capital assets and long-term obligation (bond and others) into the Governmental Activities column (in the Government-Wide Statements).

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The City maintains 22 individual governmental funds. 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, TIF #1 (Downtown), TIF #6 (Mannheim/Higgins), and the Capital Projects Fund, which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

- *Proprietary Funds*

The City maintains two different types of proprietary funds. Enterprise Funds are used to report the same functions presented in Business-Type Activities in the Government-Wide Financial Statements. 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 its risk management, medical insurance and compensated absences. Each internal service fund serves governmental rather than business-type functions and has been included with Governmental Activities in the Government-Wide Financial Statements.

Proprietary Fund Financial Statements provide the same type of information as the Government-Wide Financial Statements, only in more detail. Each of the three propriety funds is considered a major fund of the City and is presented in a separate column in the Fund Financial Statements. All three internal service funds are combined in a single, aggregate presentation in the Proprietary Fund Financial Statements. Individual fund data for the internal service funds is presented elsewhere in the report.

- *Fiduciary Funds*

The Fund Financial Statements also allow the government to address its Fiduciary Funds (Police Pension Fund and Firefighters Pension Fund). While these funds represent trust responsibilities of the government, these assets are restricted in purpose and do not represent discretionary assets of the government. Therefore, these assets are not presented as part of the Government-Wide Statements.

- *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.

- *Other information.*

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's progress in funding its obligation to provide pension benefits to its employees.

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**THE CITY AS A WHOLE**

**Statement of Net Assets**

Net assets may serve over time as a useful indicator of a government's financial position. In the case of the City of Des Plaines, assets exceeded liabilities by \$149,554,365 as of December 31, 2008.

There are six basic (normal) transactions that will affect the comparability of the Statement of Net Assets summary presentation:

1. Net Results of Activities - which will impact (increase/decrease) current assets and unrestricted net assets.
2. Borrowing for Capital - which will increase current assets and long-term debt.
3. Spending Borrowed Proceeds on New Capital - which will reduce current assets and increase capital assets. There is a second impact, an increase in invested capital assets and an increase in related net debt, which will not change the invested in capital assets, net of debt.
4. Spending of Non-borrowed Current Assets on New Capital - which will (a) reduce current assets and increase capital assets and (b) will reduce unrestricted net assets and increase invested in capital assets, net of debt.
5. Principal Payment on Debt - which will (a) reduce current assets and reduce long-term debt and (b) reduce unrestricted net assets and increase invested in capital assets, net of debt.
6. Reduction of Capital Assets through Depreciation - which will reduce capital assets and invested in capital assets, net of debt.

The following table reflects the condensed Statement of Net Assets:

**Table 1: Statement of Net Assets As of December 31, 2008**

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total Primary Government</u>	
	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>
<b>Assets</b>						
Current Assets	\$ 51,086,647	\$ 54,359,426	\$ 10,393,309	\$ 8,869,456	\$ 61,479,956	\$ 63,228,882
Non Current	945,313	1,243,004	17,957	23,343	963,270	1,266,347
Capital Assets	175,349,249	175,584,449	33,364,310	33,613,023	208,713,559	209,197,472
<b>Total Assets</b>	<u>227,381,209</u>	<u>231,186,879</u>	<u>43,775,576</u>	<u>42,505,822</u>	<u>271,156,785</u>	<u>273,692,701</u>
<b>Liabilities</b>						
Current Liabilities	33,910,815	37,018,062	1,479,157	1,223,305	35,389,972	38,241,367
Long-term Liabilities	83,929,566	89,732,699	2,282,882	2,575,144	86,212,448	92,307,843
<b>Total Liabilities</b>	<u>117,840,381</u>	<u>126,750,761</u>	<u>3,762,039</u>	<u>3,798,449</u>	<u>121,602,420</u>	<u>130,549,210</u>
<b>Net Assets</b>						
Invested in Capital Assets,						
Net of Debt	100,771,214	94,992,957	31,610,951	31,379,369	132,382,165	126,372,326
Restricted	2,049,450	4,848,350	-	-	2,049,450	4,848,350
Unrestricted	6,720,164	4,594,811	8,402,586	7,328,004	15,122,750	11,922,815
<b>Total Net Assets</b>	<u>\$ 109,540,828</u>	<u>\$ 104,436,118</u>	<u>\$ 40,013,537</u>	<u>\$ 38,707,373</u>	<u>\$ 149,554,365</u>	<u>\$ 143,143,491</u>

The City's combined net assets increased to \$149,554,365 from \$143,143,491; this represents an increase of \$6,410,874 from the prior year. Net assets of the City's governmental funds were \$109,540,828 and net assets for the City's Business-type Activities were \$40,013,537. The City's total net assets for Governmental Activities increased \$5,104,710 while total net assets for the City's Business-type Activities increased \$1,306,164. The City's unrestricted net assets for Governmental Activities; the part of net assets that can be used to finance day-to-day operations, were \$6,720,164. The City can use the unrestricted Business-type Activities net assets of \$8,402,586 to finance the continuing operation of its water, parking and emergency communications programs.

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By far the largest portion of the City's net assets \$132,382,165(89%) reflects its investment in capital assets (e.g. land, buildings, machinery, and equipment); less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City's net assets for Governmental Activities \$2,049,450 (2%) represents resources that are subject to external restrictions on how they may be used.

For more detailed information see the Statement of Net Assets.

### **Changes in Net Assets**

The Statement of Activities presents information showing how the City's net assets changed during the most recent fiscal year. The changes in Net Assets are impacted by eight basic impacts on revenues and expenses as reflected below.

#### **Revenues:**

1. Economic Condition - which can reflect a declining, stable, or growing economic environment and has a substantial impact on state income, sales, and utility tax revenue as well as public spending habits for building permits, elective user fees, and volumes of consumption.
2. Increase/Decrease in City-Approved Rates - while certain tax rates are set by statute, the City Council has significant authority to impose and periodically increase/decrease rates (property taxes, water, sewer, impact fees, building fees, home rule sales tax, prepared food tax, etc.).
3. Changing Patterns in Intergovernmental and Grant Revenue (both recurring and nonrecurring) - certain recurring revenues (State-shared revenues, etc.) may experience significant changes periodically while nonrecurring (or one-time) grants are less predictable and often distorting in their impact on year-to-year comparisons.
4. Market Impacts on Investment Income - the City's investment portfolio is managed using a similar average maturity to most governments. Market conditions may cause investment income to fluctuate.

#### **Expenses:**

5. Introduction of New Programs - within the functional expense categories (General Government, Public Safety, and Streets and Highways, etc.), individual programs may be added or deleted to meet changing community needs.
6. Increase in Authorized Personnel - changes in service demand may cause the City Council to increase/decrease authorized staffing. Staffing costs (salary and related benefits) represent over 70% of the City's General Fund expenditures.
7. Salary Increases (annual adjustments and merit) - the ability to attract and retain human and intellectual resources requires the City to strive to approach a competitive salary range position in the marketplace.
8. Inflation - while overall inflation appears to be reasonably modest, the City is a major consumer of certain-commodities such as supplies, fuels, and parts. Some functions may experience unusual commodity-specific increases.

(See independent auditor's report)

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The following chart shows the revenue and expenses of the City's activities:

**Table 2: Changes in Net Assets for the Fiscal Year Ended December 31, 2008**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2008	2007	2008	2007	2008	2007
<b>Revenues</b>						
Program Revenues						
Charges for Services	11,992,261	11,492,965	18,326,385	15,155,570	30,318,646	26,648,535
Operating Grants	3,212,671	3,170,781	153,853	25,546	3,366,524	3,196,327
Capital Grants	232,175	1,823,040	-	-	232,175	1,823,040
General Revenues						
Property Taxes	26,700,637	23,773,249	-	-	26,700,637	23,773,249
Other Taxes	31,906,006	31,031,042	-	-	31,906,006	31,031,042
Other Revenue	1,616,560	1,113,898	61,239	384,622	1,677,799	1,498,520
<b>Total Revenues</b>	<b>75,660,310</b>	<b>72,404,975</b>	<b>18,541,477</b>	<b>15,565,738</b>	<b>94,201,787</b>	<b>87,970,713</b>
<b>Expenses</b>						
General Government	5,268,048	12,376,154	-	-	5,268,048	12,376,154
Public Safety	36,126,401	31,161,886	-	-	36,126,401	31,161,886
Public Works	10,520,898	10,282,409	-	-	10,520,898	10,282,409
Streets and Highways	11,260,079	6,902,837	-	-	11,260,079	6,902,837
Economic Development	3,504,617	1,780,760	-	-	3,504,617	1,780,760
Interest	4,031,768	4,172,033	-	-	4,031,768	4,172,033
Water	-	-	11,038,869	8,693,595	11,038,869	8,693,595
Parking	-	-	1,034,814	1,015,561	1,034,814	1,015,561
Emergency Communications	-	-	-	-	-	4,724,236
			5,005,419	4,724,236	5,005,419	
<b>Total Expenses</b>	<b>70,711,811</b>	<b>66,676,079</b>	<b>17,079,102</b>	<b>14,433,392</b>	<b>87,790,913</b>	<b>81,109,471</b>
<b>Excess (deficiency)</b>						
Before Transfers	4,948,499	5,728,896	1,462,375	1,132,346	6,861,242	6,861,242
Transfers	156,211	210,074	(156,211)	(210,074)	-	-
<b>Changes in Net Assets</b>	<b>5,104,710</b>	<b>5,938,970</b>	<b>1,306,164</b>	<b>922,272</b>	<b>6,410,874</b>	<b>6,861,242</b>
<b>Beginning Net Assets</b>	<b>104,436,118</b>	<b>98,497,148</b>	<b>38,707,373</b>	<b>37,785,101</b>	<b>143,143,491</b>	<b>136,282,249</b>
<b>Ending Net Assets</b>	<b>\$ 109,540,828</b>	<b>\$ 104,436,118</b>	<b>\$ 40,013,537</b>	<b>\$ 38,707,373</b>	<b>\$ 149,554,365</b>	<b>\$ 143,143,491</b>

(See independent auditor's report)

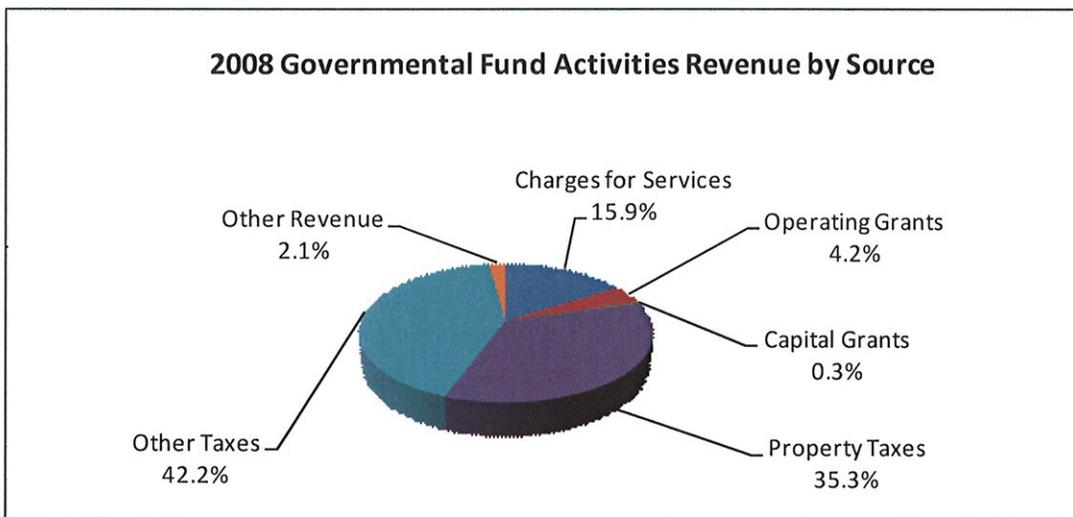
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**Current Year Impacts**

*Governmental Activities*

**Revenues:**

For the fiscal year ended December 31, 2008, revenues from Governmental Activities totaled \$75,660,310. During the fiscal year property taxes continue to be the City's single largest revenue source coming in at \$26,700,637 and representing 35.3% of total Governmental Activity revenue. Intergovernmental revenue inclusive of sales tax, and shared state income tax revenues as well as state and federal grants totals \$20,153,735 representing 26.7% of the total Governmental Activity revenue. Other taxes such as local utility tax, food and beverage tax, hotel motel tax, real estate transfer and telecommunications tax represent 17.2% of the total revenue.



The City increased its property tax levies for general operations, police and fire pension, and debt service from a 2006 tax levy extension in 2007 of \$19,581,445 to a 2007 tax levy extension in 2008 of \$20,973,442, an increase of \$1,391,997 or 7.1%. This increase was primarily a result of an increase of the City's required contribution to its police and fire pension funds and its general operations. Debt service property tax requirements decreased by \$54,441 or 3.9%. Furthermore, the assessed value of property increased by 16.94%.

**Equalized Assessed Valuation**

<u>Levy Year</u>	<u>Total</u>
2007	\$ 2,467,463,828
2006	2,110,069,506
Increase	\$ 357,394,322
% Increase	16.94%

The General Fund state-per-capita shared revenues for income tax and use tax increased by \$462,004 or 7.8%.

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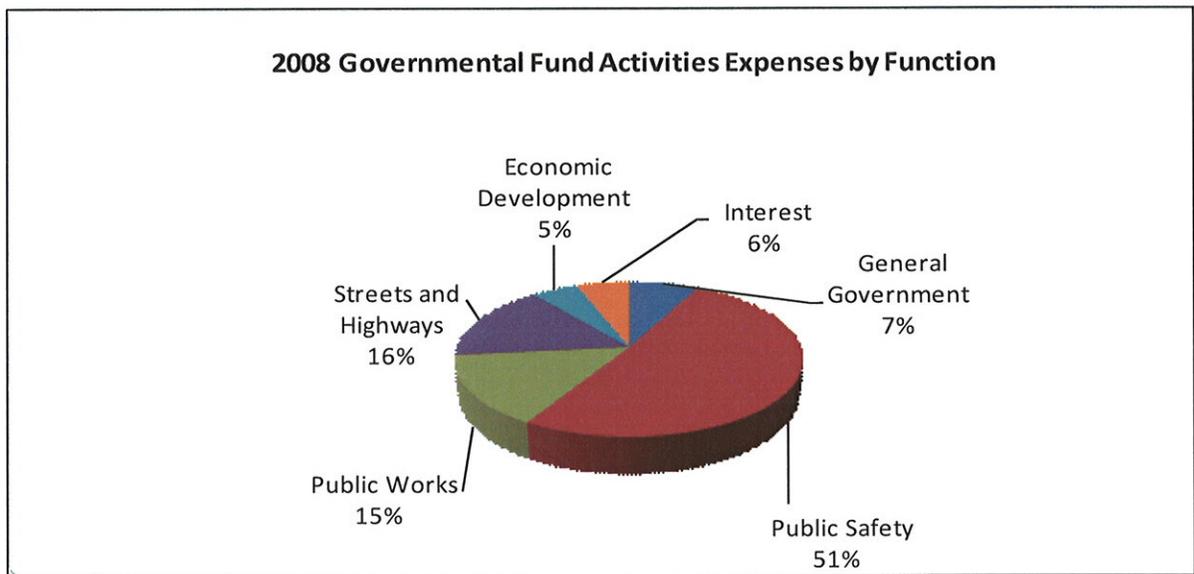
<u>State-Shared Tax</u>	<u>Fiscal Year 2008</u>	<u>Fiscal Year 2007</u>	<u>Increase / (Decrease)</u>
State Income Tax	\$ 5,551,206	\$ 5,177,900	\$ 373,306
Use Tax	861,783	773,085	88,698
<b>Total</b>	<b>\$ 6,412,989</b>	<b>\$ 5,950,985</b>	<b>\$ 462,004</b>

The City's sales tax revenue (one percent share of the State collected tax) decreased 1.3% during the fiscal year.

<u>Fiscal Year</u>	<u>Amount Received</u>	<u>Change</u>	<u>Percent Change</u>
2002	\$ 7,442,544	\$ (59,024)	-0.8%
2003	\$ 7,745,881	\$ 303,337	4.1%
2004	\$ 7,806,132	\$ 60,251	0.8%
2005	\$ 8,104,425	\$ 298,293	3.8%
2006	\$ 9,220,053	\$ 1,115,628	13.8%
2007	\$ 9,265,270	\$ 45,217	0.5%
2008	\$ 9,147,989	\$ (117,281)	-1.3%

**Expenses:**

For the fiscal year ended December 31, 2008, expenses from Governmental Activities totaled \$70,711,811. This was an increase of \$4,035,732 (6.0%) from last year. Public safety expenses represented 51.1% of the total, with streets and highways activity accounting for 15.9%. General government expenses were \$7,108,106 lower than prior year. During 2007 the General government reported a loss on sale of land relating to TIF #3 for approximately \$6 million, this resulted in a significant reduction of government expenses reported in 2008.



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***Business-Type Activities***

❖ The City of Des Plaines purchases its water from the City of Chicago. In 2008 the City passed on a 15% water rate increase imposed by the City of Chicago resulting in the current water rate charge of \$3.056 per 100 cubic feet. Water revenue increased by \$1,891,989, primarily due to the implementation of the sanitary sewer fee, and operating expenses increased by \$2,358,189, primarily due to better cost accounting of the water/sewer activities. The changes to net assets were \$866,799 or 3.9% greater.

❖ There are four municipalities (Park Ridge, Morton Grove, Niles, and Des Plaines) that share the costs of the Emergency Communications Fund. Revenues increased by \$1,156,651 or 22.7% from prior year, and the total operating expenses increased by \$281,183. In addition net assets increased by 144% to \$1,850,813 from the prior year due to the purchase of a new emergency communication system.

❖ The Metro lots revenues decreased by \$41,461 primarily due to a one-time grant received in the prior year. Net assets also decreased by \$750,711, from \$15,480,957 in 2007 to \$14,730,246 in the current year primarily due to the current year depreciation expense.

**FINANCIAL HIGHLIGHTS**

***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 financial requirements. In particular, unreserved fund balance may serve as a useful measure of the City's net resources available for spendable resources.

For the fiscal year ended December 31, 2008; the Governmental Funds reported a combined fund balance of \$8,993,045. This was a decrease of \$2,120,976, or 19.1% primarily due to the debt service costs within the TIF #6 Fund.

The General Fund is the chief operating fund of the City. At the end of the current fiscal year the General Fund balance increased by \$1,413,489, or 17.8% to \$9,370,311, and the unreserved undesignated portion of the General Fund increased by \$156,601, or 14.5% over prior year. The remainder of the General Fund balance is reserved or designated to indicate that it is not available for new spending because it is reserved for long-term receivables and other restricted purposes. 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 General Fund expenditures. Unreserved, undesignated fund balance represents 2.3% of total General Fund expenditures, while total fund balance represents 17.0% of the same amount. Key factors in this growth are as follows:

- An increase in the 2007 property tax levy resulted in \$2,003,995 of additional 2008 tax revenue. This revenue is used to fund operations of the City as well as Police and Fire pension funds.
- Intergovernmental and other tax revenue sources resulted in General Fund cumulative increase of \$548,124, while revenue from other sources such as licenses and permits, public charges for services and investment income declined.

Total General Fund expenditures increased by \$4,175,483 as a result of cost of living adjustments related to the labor agreements and contractual obligation, but the General Fund expenditures related to the Streets and Highways were reduced by \$3,992,360.

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The City maintains five separate funds created to account for the revenues and expenditures related to the City's tax increment financing (TIF) redevelopment areas. TIF #1 (Downtown) and TIF #6 (Mannheim/Higgins) are considered major governmental funds this year with the fund balances of \$1,454,834 and \$(5,102,861) respectively. The negative impact on the City's 2008 total governmental fund balance is primarily due to a negative fund balance of \$5,102,861 in TIF #6 related to the debt service costs for the purchase of land that occurred in 2007 for a redevelopment project agreement executed in 2007. The TIF #6 Projects is expected to be developed in the near future bringing in four major hotels.

The Capital Projects fund was created to account for financial resources to be used for acquisition or construction of major capital facilities and improvements. It was classified as major governmental funds in 2008. The fund balance declined by \$1,147,695 during the current fiscal year to \$903,099. This decrease is a result of higher unearned revenue from state grants and liabilities to other funds.

***Proprietary Funds***

The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. The City reports the Water, Parking System and Emergency Communications Funds as Major Proprietary Funds. At December 31, 2008, the Proprietary Funds total net assets were \$40,013,537, an increase of \$1,208,905 or 3.3%. The Water Fund net assets were \$23,058,111, a \$866,799 increase from 2007; of the total net assets \$16,193,588 are invested in capital assets net of related debt and \$6,864,523 are unrestricted. The Water Fund net assets increased mainly due to the implementation of sewer charges and an increase in charges for water services. The Parking System Fund reported net assets of \$14,730,246, a decrease of \$750,711 due to the higher accumulated depreciation. The Emergency Communications Fund reported net assets of \$1,850,813, an increase of \$1,092,817 generated by additional charges for services and a onetime Primco contract settlement of \$385,205.

**GENERAL FUND BUDGETARY HIGHLIGHTS**

**Table 3: 2008 General Fund Budgetary Highlights**

	<b>Original and Final Budget</b>	<b>Actual</b>
Revenues	\$ 56,314,888	\$ 57,545,060
Expenditures	<u>54,139,203</u>	<u>54,993,651</u>
Excess of Revenues Over Expenditures	<u>2,175,685</u>	<u>2,551,409</u>
Other Financing Sources (Uses)	<u>(1,093,700)</u>	<u>(1,137,920)</u>
Net Changes in Fund Balance	<u>\$ 1,081,985</u>	<u>\$ 1,413,489</u>

General Fund actual revenues were \$1,230,172 or 2.2% higher than the budgeted amount. In addition, General Fund actual expenditures were \$854,448, or 1.6% higher than the budgeted amount, primarily due to the 2008 flood expenditures incurred. The City continues to use conservative estimates of revenue based upon trend information.

**CITY OF DES PLAINES, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS - UNAUDITED**  
December 31, 2008

**CAPITAL ASSETS**

The City's investment in capital assets for its Governmental and Business-Type Activities as of December 31, 2008, amounts to \$208,713,559 (net of accumulated depreciation). The investment in capital assets includes land, buildings, equipment, improvements, vehicles and infrastructure. This amount represents a net decrease (including additions and deductions) of \$483,913 or less than one percent.

**Table 4: Capital Assets (net of depreciation)**

	Governmental Activities		Business-type Activities		Total Primary Government	
	2008	2007	2008	2007	2008	2007
Land	\$ 19,561,015	\$ 19,242,205	\$ 1,891,770	\$ 1,891,770	\$ 21,452,785	\$ 21,133,975
Construction In Progress	502,409	-	294,639	-	797,048	-
Land Right of Way	53,059,649	53,059,649	-	-	53,059,649	53,059,649
Buildings	21,792,634	21,792,634	18,966,509	18,966,509	40,759,143	40,759,143
Improvements	38,388,467	36,889,641	29,106,131	28,388,381	67,494,598	65,278,022
Equipment	2,711,322	2,648,823	2,120,096	2,070,046	4,831,418	4,718,869
Vehicles	7,774,396	8,111,122	181,810	209,294	7,956,206	8,320,416
Infrastructure	106,042,957	103,649,524	-	-	106,042,957	103,649,524
Less:						
Accum. Depreciation	(74,483,600)	(69,809,149)	(19,196,645)	(17,912,977)	(93,680,245)	(87,722,126)
<b>Total</b>	<b>\$ 175,349,249</b>	<b>\$ 175,584,449</b>	<b>\$ 33,364,310</b>	<b>\$ 33,613,023</b>	<b>\$ 208,713,559</b>	<b>\$ 209,197,472</b>

The Governmental Activities net capital assets decreased from last year by \$235,200. Included in capital spending was \$681,000 for the River and Pearson Traffic Signal, \$436,000 for sidewalk improvements, and \$105,000 for the Weller creek retaining wall. Business-type activities capital spending included \$629,000 in water main replacements. Depreciation expense in the governmental and business-type activities totaled \$5,308,644 and \$1,492,962, respectively, in the current fiscal year. Detailed information regarding the change in capital assets for Governmental and Business-Type Activities is included in the Notes to the Financial Statements.

**DEBT OUTSTANDING**

The City, under its home rule authority, does not have a legal debt limit. The City's current Debt Rating is Aa3 as rated by Moody's Investors Service. The City continues to plan to issue bonds for economic development purposes.

*Existing Debt*

The City's total debt outstanding at year-end is \$83,042,818. The general obligation bonded debt from governmental activities is \$80,230,000, of which only 5.9% is supported by property tax revenue and \$1,790,000 is backed by the revenues from water and sewer user fees. The City's long-term debt obligations also include two TIF development notes in the amount of \$735,201; these bonds are secured solely by the incremental tax revenue generated by the TIF districts. In addition to the general obligation bonds the City's debt includes a \$287,617 in loans payable. In 2007 the City issued a \$400,000 equipment replacement loan, which is paid from the operating funds of the Equipment Replacement Fund.

During the current fiscal year, the City issued \$2,575,000 in general obligation bonds to refund \$2,455,000 outstanding 2001C series bonds with a higher interest rate. The City's retired \$9,417,730 of general bonded debt and notes payable from governmental activities and \$523,014 of the business-type activities debt. The net direct debt ratio to equalized assessed value (EAV) is less than 1%.

Additional information of the City's long-term debt can be found in Note III F. to the Financial Statements.

**CITY OF DES PLAINES, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS - UNAUDITED**  
December 31, 2008

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**ECONOMIC FACTORS AND NEXT YEAR'S BUDGET**

The 2008 fiscal year saw significant economic development initiatives in Des Plaines despite the current economic climate. On December 23, 2008, Des Plaines was awarded the tenth Illinois gaming license from the State Gaming Board. This license is expected to trigger a \$1.1 billion private investment on a 20-acre site in the southeast corner of the city, in close proximity to O'Hare International Airport. In addition to providing significant property, hotel/motel and food/beverage taxes to the City, the casino is expected to contribute an estimated \$10 million a year in gaming tax proceeds to the City.

Industrial development continued during 2008 with two large facilities completed and occupied: the 240,000 square foot Coasters distribution facility and the 155,000 square foot Nippon Express air freight forwarding facility. In addition, Nippon Express completed the acquisition of adjacent property with plans to construct a 142,000 facility and create 120 new jobs in the community.

Within the Mannheim-Higgins TIF district #6, financing was secured for a major development featuring two Hyatt flag hotels with a total of 312 rooms and independent restaurant/commercial space. In addition, two new commercial centers, one along the Lee Street commercial corridor and the other at the junction of Rand and River Roads, completed general construction activities and began tenant lease-up.

Although the housing market has been severely depressed, two large townhouse developments by Lexington Homes, Inc began site development activities in 2008. The Lexington Park project, featuring 120 housing units, completed civil engineering work and began the construction of housing units. The Lexington Woods project, featuring 223 townhouse and condominium units, completed site assembly and acquisition and began the demolition of existing structures in preparation of site work.

Finally, the City began negotiations for the master development of the Five Corners TIF district #4 with Forest City Enterprises; a \$12 Billion publicly traded company that is the nation's largest developer.

The unemployment rate for the City of Des Plaines was 5.9% in 2008.

**CONTACTING THE CITY'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, customers, investors, and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to the Director of Finance, City of Des Plaines, 1420 Miner Street, Des Plaines, IL 60016.

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**BASIC FINANCIAL STATEMENTS**

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# CITY OF DES PLAINES

## STATEMENT OF NET ASSETS December 31, 2008

	Primary Government			Component Unit (Library)
	Governmental Activities	Business-type Activities	Total Governmental	
<b>ASSETS</b>				
Cash and investments	\$ 11,680,473	\$ 6,290,059	\$ 17,970,532	\$ 1,693,285
Receivables (net)				
Property taxes	29,209,787	-	29,209,787	6,934,578
Accounts	1,375,841	3,050,806	4,426,647	-
Accrued interest	8,207	-	8,207	-
Other taxes	1,365,222	-	1,365,222	-
Other	301,052	673,513	974,565	-
Prepaid items	592,810	9,700	602,510	61,328
Inventories	-	122,744	122,744	-
Due from other governmental units	6,645,889	153,853	6,799,742	-
Internal balances	(92,634)	92,634	-	-
Deferred charges	485,185	17,957	503,142	-
Net pension asset	460,128	-	460,128	-
Capital assets (net of accumulated depreciation)				
Capital assets not being depreciated	73,123,073	2,186,409	75,309,482	713,786
Capital assets, being depreciated	<u>102,226,176</u>	<u>31,177,901</u>	<u>133,404,077</u>	<u>220,388</u>
Total Assets	<u>227,381,209</u>	<u>43,775,576</u>	<u>271,156,785</u>	<u>9,623,365</u>
<b>LIABILITIES</b>				
Accounts payable	2,558,724	955,712	3,514,436	374,627
Accrued payroll	-	299,071	299,071	131,483
Accrued liabilities	1,667,497	-	1,667,497	-
Accrued interest payable	300,336	5,532	305,868	-
Accrued pension contributions	314,461	-	314,461	-
Unearned revenue	28,907,128	-	28,907,128	6,762,099
Deposits payable	162,669	218,842	381,511	-
Noncurrent liabilities				
Due within one year	8,611,399	544,613	9,156,012	132,830
Due in more than one year	<u>75,318,167</u>	<u>1,738,269</u>	<u>77,056,436</u>	<u>93,232</u>
Total Liabilities	<u>117,840,381</u>	<u>3,762,039</u>	<u>121,602,420</u>	<u>7,494,271</u>
<b>NET ASSETS</b>				
Invested in capital assets, net of related debt	100,771,214	31,610,951	132,382,165	934,174
Restricted for				
Public safety	2,049,450	-	2,049,450	-
Culture and recreation	-	-	-	1,194,920
Unrestricted	<u>6,720,164</u>	<u>8,402,586</u>	<u>15,122,750</u>	<u>-</u>
<b>TOTAL NET ASSETS</b>	<u>\$109,540,828</u>	<u>\$ 40,013,537</u>	<u>\$149,554,365</u>	<u>\$ 2,129,094</u>

See accompanying notes to financial statements.

# CITY OF DES PLAINES

## STATEMENT OF ACTIVITIES For the Year Ended December 31, 2008

Functions/Programs	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>Primary Government</b>				
Governmental Activities				
General government	\$ 5,268,048	\$ 4,319,510	\$ 283,909	\$ -
Public safety	36,126,401	2,600,306	1,355,518	-
Public works	10,520,898	3,408,346	-	-
Streets and highways	11,260,079	1,664,099	1,573,244	232,175
Economic development	3,504,617	-	-	-
Interest and fiscal charges	4,031,768	-	-	-
Total Governmental Activities	70,711,811	11,992,261	3,212,671	232,175
Business-type Activities				
Water	11,038,869	11,759,644	153,853	-
Parking system	1,034,814	315,071	-	-
Emergency communications	5,005,419	6,251,670	-	-
Total Business-type Activities	17,079,102	18,326,385	153,853	-
Total Primary Government	\$ 87,790,913	\$ 30,318,646	\$ 3,366,524	\$ 232,175
<b>Component Unit</b>				
Library	\$ 6,393,149	\$ 142,245	\$ 157,151	\$ -

General Revenues

  Taxes

    Property  
    Replacement taxes  
    Sales taxes  
    Utility taxes  
    Income taxes  
    Home rule sales  
    Food and beverage  
    Hotel/motel  
    Real estate transfer  
    Other taxes

  Investment income  
  Miscellaneous

    Total General Revenues

Transfers

    Total General Revenues and Transfers

Change in net assets

NET ASSETS (Deficit) - Beginning of Year

**NET ASSETS - END OF YEAR**

Net (Expenses) Revenues and Changes in Net Assets			
Primary Government			Component Unit
Governmental Activities	Business-type Activities	Total Primary Government	Library
\$ (664,629)	\$ -	\$ (664,629)	\$ -
(32,170,577)	-	(32,170,577)	-
(7,112,552)	-	(7,112,552)	-
(7,790,561)	-	(7,790,561)	-
(3,504,617)	-	(3,504,617)	-
(4,031,768)	-	(4,031,768)	-
<u>(55,274,704)</u>	<u>-</u>	<u>(55,274,704)</u>	<u>-</u>
-	874,628	874,628	-
-	(719,743)	(719,743)	-
-	<u>1,246,251</u>	<u>1,246,251</u>	-
-	<u>1,401,136</u>	<u>1,401,136</u>	-
<u>(55,274,704)</u>	<u>1,401,136</u>	<u>(53,873,568)</u>	<u>-</u>
-	-	-	(6,093,753)
26,700,637	-	26,700,637	6,478,587
1,408,713	-	1,408,713	92,988
9,147,989	-	9,147,989	-
2,583,405	-	2,583,405	-
5,446,073	-	5,446,073	-
5,559,673	-	5,559,673	-
953,597	-	953,597	-
1,621,451	-	1,621,451	-
525,343	-	525,343	-
4,659,762	-	4,659,762	-
420,479	61,239	481,718	46,892
<u>1,196,081</u>	<u>-</u>	<u>1,196,081</u>	<u>48,461</u>
<u>60,223,203</u>	<u>61,239</u>	<u>60,284,442</u>	<u>6,666,928</u>
<u>156,211</u>	<u>(156,211)</u>	<u>-</u>	<u>-</u>
<u>60,379,414</u>	<u>(94,972)</u>	<u>60,284,442</u>	<u>6,666,928</u>
5,104,710	1,306,164	6,410,874	573,175
<u>104,436,118</u>	<u>38,707,373</u>	<u>143,143,491</u>	<u>1,555,919</u>
<u>\$ 109,540,828</u>	<u>\$ 40,013,537</u>	<u>\$ 149,554,365</u>	<u>\$ 2,129,094</u>

# CITY OF DES PLAINES

## BALANCE SHEET GOVERNMENTAL FUNDS December 31, 2008

	General	TIF #1 (Downtown)	TIF # 6 (Mannheim/Higgins)
<b>ASSETS</b>			
Cash and investments	\$ 1,166,324	\$ 1,670,335	\$ 914
Receivables (net)			
Property taxes	20,841,443	5,627,311	52,714
Other taxes	1,291,735	-	-
Accounts receivable	950,389	-	-
Accrued interest	214	-	-
Other	239,481	58,412	-
Prepaid items	1,980	-	-
Due from other governments	4,821,305	-	38,444
Due from other funds	8,542,906	-	-
<b>TOTAL ASSETS</b>	<b>\$ 37,855,777</b>	<b>\$ 7,356,058</b>	<b>\$ 92,072</b>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities			
Accounts payable	\$ 1,710,985	\$ 246,440	\$ 36,502
Accrued liabilities	1,624,786	634	634
Accrued pension contributions	314,461	-	-
Deposits payable	100,000	18,737	-
Unearned revenues	22,235,804	5,635,411	53,932
Due to other funds	2,499,430	-	5,103,865
Total Liabilities	28,485,466	5,901,222	5,194,933
Fund Balances			
Reserved			
Reserved for long-term receivable	8,138,075	-	-
Reserved for prepaid items	1,980	-	-
Reserved for public safety	-	-	-
Reserved for economic development	-	1,454,836	-
Reserved for debt service	-	-	-
Unreserved, reported in:			
General fund undesignated	1,230,256	-	-
Special revenue funds undesignated	-	-	-
Capital projects funds undesignated	-	-	(5,102,861)
Total Fund Balances	9,370,311	1,454,836	(5,102,861)
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 37,855,777</b>	<b>\$ 7,356,058</b>	<b>\$ 92,072</b>

See accompanying notes to financial statements.

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Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
\$ 13,107	\$ 5,478,833	\$ 8,329,513
28,768	2,659,551	29,209,787
73,487	-	1,365,222
425,452	-	1,375,841
-	7,993	8,207
-	2,163	300,056
-	-	1,980
1,574,179	211,961	6,645,889
-	-	8,542,906
<u>\$ 2,114,993</u>	<u>\$ 8,360,501</u>	<u>\$ 55,779,401</u>

\$ 332,065	\$ 220,790	\$ 2,546,782
12,562	2,425	1,641,041
-	-	314,461
5,337	38,595	162,669
702,915	2,695,022	31,323,084
159,015	3,036,009	10,798,319
<u>1,211,894</u>	<u>5,992,841</u>	<u>46,786,356</u>

-	-	8,138,075
-	-	1,980
-	2,049,450	2,049,450
-	112,745	1,567,581
-	330,946	330,946
-	-	1,230,256
-	323,048	323,048
903,099	(448,529)	(4,648,291)
<u>903,099</u>	<u>2,367,660</u>	<u>8,993,045</u>

<u>\$ 2,114,993</u>	<u>\$ 8,360,501</u>	<u>\$ 55,779,401</u>
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## CITY OF DES PLAINES

### RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET ASSETS December 31, 2008

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Total Fund Balances - Governmental Funds	\$ 8,993,045
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental funds are not financial resources and therefore are not reported in the funds.	175,349,249
Some receivables that are not currently available are reported as deferred revenues in the fund financial statements but are recognized as revenue when earned in the government-wide statements.	2,415,956
Interest on long-term debt is not accrued in governmental funds, but rather is recognized when due.	(300,336)
The net pension assets of the police and firefighter's funds are included in the governmental activities in the statement of net assets.	460,128
Internal service funds are reported in the statement of net assets as governmental activities.	3,530,021
Costs related to the issuance of long-term debt are recorded as expenditures when incurred in governmental funds, but are capitalized and amortized over the life of the debt issue in the statement of net assets.	485,185
Some liabilities, including long-term debt, are not due and payable in the current period, and therefore, are not reported in the funds.	<u>(81,392,420)</u>
<b>NET ASSETS OF GOVERNMENTAL ACTIVITIES</b>	<b><u>\$ 109,540,828</u></b>

See accompanying notes to financial statements.

## CITY OF DES PLAINES

### STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS

For the Year Ended December 31, 2008

	<u>General</u>	<u>TIF #1 (Downtown)</u>	<u>TIF #6 (Mannheim/Higgins)</u>
<b>REVENUES</b>			
Property taxes	\$ 19,382,014	\$ 5,011,471	\$ 142,660
Other taxes	10,649,402	-	-
Licenses and permits	3,228,153	-	-
Intergovernmental	17,626,764	-	-
Public charges for services	5,152,550	-	-
Fines, forfeitures and penalties	1,079,532	-	-
Investment income	111,718	85,996	5,460
Miscellaneous	314,927	63,842	-
Total Revenues	<u>57,545,060</u>	<u>5,161,309</u>	<u>148,120</u>
<b>EXPENDITURES</b>			
Current			
General government	7,037,168	-	-
Public safety	34,439,819	-	-
Public works	11,351,114	-	-
Streets and highways	1,267,168	-	-
Economic development	681,762	2,347,060	79,058
Debt Service			
Principal	-	1,923,254	370,000
Interest and fiscal charges	32,885	868,373	507,176
Paying agent fees	-	1,464	818
Capital outlay	183,735	1,461,847	-
Total Expenditures	<u>54,993,651</u>	<u>6,601,998</u>	<u>957,052</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,551,409</u>	<u>(1,440,689)</u>	<u>(808,932)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Proceeds from sale of capital assets	-	-	-
Transfer in	15,780	-	-
Transfer out	(1,153,700)	-	-
Principal of refunding debt	-	1,334,000	-
Transfer to escrow	-	(1,301,940)	-
Total Other Financing Sources (Uses)	<u>(1,137,920)</u>	<u>32,060</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	1,413,489	(1,408,629)	(808,932)
FUND BALANCES (DEFICIT) - Beginning of Year	<u>7,956,822</u>	<u>2,863,465</u>	<u>(4,293,929)</u>
<b>FUND BALANCES (DEFICIT) - END OF YEAR</b>	<u>\$ 9,370,311</u>	<u>\$ 1,454,836</u>	<u>\$ (5,102,861)</u>

See accompanying notes to financial statements.

Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
\$ 2,810,311	\$ 2,210,949	\$ 29,557,405
2,247,577	-	12,896,979
-	-	3,228,153
97,939	1,944,987	19,669,690
1,664,099	13,400	6,830,049
-	596,556	1,676,088
38,479	119,708	361,361
7,509	126,700	512,978
<u>6,865,914</u>	<u>5,012,300</u>	<u>74,732,703</u>
-	508,816	7,545,984
-	294,399	34,734,218
-	742,700	12,093,814
-	-	1,267,168
1,130,745	212,131	4,450,756
2,745,000	2,186,881	7,225,135
1,427,763	998,447	3,834,644
2,270	2,180	6,732
<u>2,692,051</u>	<u>1,813,873</u>	<u>6,151,506</u>
<u>7,997,829</u>	<u>6,759,427</u>	<u>77,309,957</u>
<u>(1,131,915)</u>	<u>(1,747,127)</u>	<u>(2,577,254)</u>
-	242,678	242,678
-	1,310,059	1,325,839
(15,780)	(148)	(1,169,628)
-	1,241,000	2,575,000
-	(1,215,671)	(2,517,611)
<u>(15,780)</u>	<u>1,577,918</u>	<u>456,278</u>
(1,147,695)	(169,209)	(2,120,976)
<u>2,050,794</u>	<u>2,536,869</u>	<u>11,114,021</u>
<u>\$ 903,099</u>	<u>\$ 2,367,660</u>	<u>\$ 8,993,045</u>

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## CITY OF DES PLAINES

### RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES For the Year Ended December 31, 2008

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Net change in fund balances - total governmental funds	\$	(2,120,976)
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Amounts reported for governmental activities in the statement of net assets are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of net assets the cost of these assets is capitalized and they are depreciated over their estimated useful lives and reported as depreciation expense in the statement of activities.

Capital outlay is reported as an expenditure in the fund financial statements but is capitalized in the government-wide financial statements		5,073,444
Depreciation is reported in the government-wide financial statements		(5,308,644)

Receivables not currently available are reported as revenue when collected or currently available in the fund financial statements but are recognized as revenue when earned in the government-wide financial statements.		(92,599)
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Debt issued provides current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.		
Debt issued		(2,575,000)
Principal repaid		7,225,134

Advance refundings of bond issuances are reported as an other financing use in the governmental funds. However, advance refundings are considered a change in long-term liabilities in the Statement of Net Assets.		2,455,000
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Governmental funds report debt premiums, discounts and issuance costs as other financing sources (uses) or expenditures. However, in the statement of net assets, these are deferred and reported as other assets or deductions from long-term debt. These are allocated over the period the debt is outstanding in the statement of activities and are reported as interest expense.		
Issuance cost		(3,446)
Debt discount, issuance premium and refunding loss		(199,792)

Some expenses in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.		
Adjustments to net pension assets		(294,245)
Accrued interest on debt		44,328
Change in retirement incentive		42,861
Change in other post employment benefit liability		(519,184)

Internal service funds are used by management to charge self insurance costs to individual funds. The change in net assets of the internal service fund (net of current look back adjustment) reported with governmental activities.		1,377,829
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<b>CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES</b>	<b>\$</b>	<b><u>5,104,710</u></b>
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See accompanying notes to financial statements.

**CITY OF DES PLAINES**  
**STATEMENT OF NET ASSETS**  
**PROPRIETARY FUNDS**  
December 31, 2008

		<u>Business-type Activities - Enterprise Funds</u>		
<b>ASSETS</b>		<u>Water/Sewer</u>	<u>Parking System</u>	<u>Emergency Communications</u>
<b>CURRENT ASSETS</b>				
Cash and investments		\$ 4,438,995	\$ 154,965	\$ 1,696,099
Receivables				
Accounts		3,050,806	-	-
Other		167,969	127,426	378,118
Prepaid items		-	-	9,700
Due from other governments		153,853	-	-
Due from other funds		-	-	-
Inventories		122,744	-	-
Total Current Assets		<u>7,934,367</u>	<u>282,391</u>	<u>2,083,917</u>
<b>NONCURRENT ASSETS</b>				
Capital assets				
Capital assets not being depreciated		233,828	1,657,942	294,639
Capital assets being depreciated		29,719,653	18,376,448	2,278,445
Less: accumulated depreciation		(12,006,534)	(5,260,538)	(1,929,573)
Other assets				
Deferred charges		17,957	-	-
Total Non-Current Assets		<u>17,964,904</u>	<u>14,773,852</u>	<u>643,511</u>
Total Assets		<u>25,899,271</u>	<u>15,056,243</u>	<u>2,727,428</u>

See accompanying notes to financial statements.

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<u>Totals</u>	<u>Governmental Activities - Internal Service Funds</u>
\$ 6,290,059	\$ 3,350,960
3,050,806	-
673,513	996
9,700	590,830
153,853	-
-	2,537,146
122,744	-
<u>10,300,675</u>	<u>6,479,932</u>
2,186,409	-
50,374,546	-
(19,196,645)	-
17,957	-
<u>33,382,267</u>	<u>-</u>
<u>43,682,942</u>	<u>6,479,932</u>

See accompanying notes to financial statements.

**CITY OF DES PLAINES**  
**STATEMENT OF NET ASSETS**  
**PROPRIETARY FUNDS**  
December 31, 2008

	<u>Business-type Activities - Enterprise Funds</u>		
	<u>Water/Sewer</u>	<u>Parking System</u>	<u>Emergency Communications (911)</u>
<b>LIABILITIES AND NET ASSETS</b>			
<b>CURRENT LIABILITIES</b>			
Accounts payable	\$ 674,211	\$ 44,264	\$ 237,237
Accrued liabilities	240,720	-	267,964
Accrued interest payable	5,532	-	-
Deposits payable	-	-	218,842
Due to other funds	-	281,733	-
General obligation debt payable	<u>335,000</u>	<u>-</u>	<u>-</u>
Total Current Liabilities	<u>1,255,463</u>	<u>325,997</u>	<u>724,043</u>
<b>NON-CURRENT LIABILITIES</b>			
Long-term debt			
Net OPEB obligation	17,977	-	20,901
Compensated absences	149,361	-	131,671
General obligation debt payable (net of unamortized discount, premium, and deferred loss on refunding)	<u>1,418,359</u>	<u>-</u>	<u>-</u>
Total Non-Current Liabilities	<u>1,585,697</u>	<u>-</u>	<u>152,572</u>
Total Liabilities	<u>2,841,160</u>	<u>325,997</u>	<u>876,615</u>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	16,193,588	14,773,852	643,511
Unrestricted	<u>6,864,523</u>	<u>(43,606)</u>	<u>1,207,302</u>
<b>TOTAL NET ASSETS</b>	<u>\$ 23,058,111</u>	<u>\$ 14,730,246</u>	<u>\$ 1,850,813</u>

Adjustments to reflect the consolidation of internal  
service funds activities related to enterprise funds.  
Net Assets Business-type Activities  
Net internal service funds reported in the statement  
of net assets as governmental activities

---

<u>Totals</u>	<u>Governmental Activities - Internal Service Funds</u>
\$ 955,712	\$ 11,942
508,684	1,129,309
5,532	-
218,842	-
281,733	-
<u>335,000</u>	<u>-</u>
2,305,503	1,141,251
38,878	-
281,032	1,434,293
1,418,359	-
<u>1,738,269</u>	<u>1,434,293</u>
4,043,772	2,575,544
31,610,951	-
<u>8,028,219</u>	<u>3,904,388</u>
39,639,170	3,904,388
<u>374,367</u>	<u>(374,367)</u>
<u>\$ 40,013,537</u>	<u>\$ 3,530,021</u>

See accompanying notes to financial statements.

## CITY OF DES PLAINES

### STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS PROPRIETARY FUNDS

For the Year Ended December 31, 2008

	<u>Business-type Activities - Enterprise Funds</u>		
	<u>Water/Sewer</u>	<u>Parking System</u>	<u>Emergency Communications</u>
<b>OPERATING REVENUES</b>			
Charges for services	\$ 11,759,644	\$ 315,071	\$ 5,866,464
Intergovernmental	153,853	-	385,206
Miscellaneous	-	-	-
Total Operating Revenues	<u>11,913,497</u>	<u>315,071</u>	<u>6,251,670</u>
<b>OPERATING EXPENSES</b>			
Salaries	2,951,978	-	3,204,159
Benefits	1,302,163	-	1,144,054
Contractual services	635,384	188,846	576,649
Commodities	5,018,234	164,885	29,685
Capital outlay	316,982	-	19,175
Claim expenses	-	-	-
Insurance and processing fees	-	-	-
Miscellaneous	-	-	-
Depreciation	750,515	681,543	60,904
Total Operating Expenses	<u>10,975,256</u>	<u>1,035,274</u>	<u>5,034,626</u>
Operating Income (Loss)	<u>938,241</u>	<u>(720,203)</u>	<u>1,217,044</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>			
Investment income	59,763	213	1,263
Interest expense	(131,205)	-	-
Total Nonoperating Revenues (Expenses)	<u>(71,442)</u>	<u>213</u>	<u>1,263</u>
Income (Loss) Before Contributions and Transfers	<u>866,799</u>	<u>(719,990)</u>	<u>1,218,307</u>
<b>CONTRIBUTIONS AND TRANSFERS</b>			
Transfer out	-	(30,721)	(125,490)
Total Contributions and Transfers	<u>-</u>	<u>(30,721)</u>	<u>(125,490)</u>
Change in net assets	866,799	(750,711)	1,092,817
NET ASSETS (DEFICIT) - Beginning of Year	<u>22,191,312</u>	<u>15,480,957</u>	<u>757,996</u>
NET ASSETS - END OF YEAR	<u>\$ 23,058,111</u>	<u>\$ 14,730,246</u>	<u>\$ 1,850,813</u>
Adjustment to reflect the consolidation of internal service funds activities related to enterprise funds			
Change in Net Assets of Business-type Activities			

See accompanying notes to financial statements.

---

Total Enterprise Funds	Governmental Activities - Internal Service Funds
\$ 17,941,179	\$ 11,307,311
539,059	-
-	630,268
<u>18,480,238</u>	<u>11,937,579</u>
6,156,137	-
2,446,217	-
1,400,879	-
5,212,804	-
336,157	-
-	7,824,473
-	2,581,811
-	115,325
1,492,962	-
<u>17,045,156</u>	<u>10,521,609</u>
<u>1,435,082</u>	<u>1,415,970</u>
61,239	59,118
(131,205)	-
<u>(69,966)</u>	<u>59,118</u>
<u>1,365,116</u>	<u>1,475,088</u>
(156,211)	-
<u>(156,211)</u>	<u>-</u>
1,208,905	1,475,088
	<u>2,429,300</u>
	<u>\$ 3,904,388</u>
97,259	
<u>\$ 1,306,164</u>	

**CITY OF DES PLAINES**

STATEMENT OF CASH FLOWS  
 PROPRIETARY FUNDS  
 Year Ended December 31, 2008

	Business-type Activities		
	Water/Sewer	Parking System	Emergency Communications (911)
<b>Cash flows from operating activities</b>			
Receipts from customers and users	\$ 11,176,572	\$ 315,071	\$ 6,325,467
Receipts from miscellaneous revenues	-	(53,402)	-
Payments to suppliers	(5,879,773)	(352,733)	(543,900)
Payments to employees	(4,078,116)	-	(4,235,042)
Payments for interfund services used	-	138,199	-
<b>Net cash provided by (used for) operating activities</b>	<u>1,218,683</u>	<u>47,135</u>	<u>1,546,525</u>
<b>Cash flows from non-capital financing activities</b>			
Transfers (out)	-	(30,721)	(125,490)
<b>Net Cash provided by (used for) noncapital financing activities</b>	<u>-</u>	<u>(30,721)</u>	<u>(125,490)</u>
<b>Cash flows from capital and related financing activities</b>			
Capital assets purchased	(899,560)	-	(344,689)
Bond and note principal payments	(523,014)	-	-
Bond and note interest and bank fee payments	(108,745)	-	-
<b>Net cash provided by (used for) capital and related financing activities</b>	<u>(1,531,319)</u>	<u>-</u>	<u>(344,689)</u>
<b>Cash flows from investing activities</b>			
Interest received	59,763	213	1,263
<b>Net cash provided by (used for) investing activities</b>	<u>59,763</u>	<u>213</u>	<u>1,263</u>
<b>Net increase (decrease) in cash and cash equivalents</b>	<u>(252,873)</u>	<u>16,627</u>	<u>1,077,609</u>
<b>Cash and cash equivalents, beginning of year</b>	<u>4,691,868</u>	<u>138,338</u>	<u>618,490</u>
<b>Cash and cash equivalents, end of year</b>	<u>\$ 4,438,995</u>	<u>\$ 154,965</u>	<u>\$ 1,696,099</u>
<b>Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:</b>			
Operating income (loss)	938,241	(720,203)	1,217,044
Adjustment to reconcile operating income (loss) to Net cash provided by operating activities			
Depreciation expense	750,515	681,543	60,904
(Increase) decrease in Receivables	(736,925)	(53,402)	73,797
Prepaid expenses	-	-	(9,700)
Inventories	2,800	-	-
Increase (decrease) in Accounts payable	88,027	998	(107,123)
Deposits payable	-	-	198,432
Accrued salaries	155,039	-	7,283
Post employment benefit liability	17,977	-	20,901
Due to other funds	-	138,199	-
Compensated absences payable	3,009	-	84,987
<b>Net cash provided by (used for) operating activities</b>	<u>\$ 1,218,683</u>	<u>\$ 47,135</u>	<u>\$ 1,546,525</u>

See accompanying notes to financial statements.

	Governmental Activites
Total Enterprise Funds	Internal Service Funds
\$ 17,817,110	\$ 11,307,441
(53,402)	630,268
(6,776,406)	(10,762,403)
(8,313,158)	-
138,199	-
<u>2,812,343</u>	<u>1,175,306</u>
(156,211)	59,118
<u>(156,211)</u>	<u>59,118</u>
(1,244,249)	-
(523,014)	-
<u>(108,745)</u>	<u>-</u>
<u>(1,876,008)</u>	<u>-</u>
61,239	-
<u>61,239</u>	<u>-</u>
841,363	1,234,424
<u>5,448,696</u>	<u>2,116,536</u>
<u>\$ 6,290,059</u>	<u>\$ 3,350,960</u>
1,435,082	1,415,970
1,492,962	-
(716,530)	130
(9,700)	51,991
2,800	-
(18,098)	(345)
198,432	
162,322	(292,440)
38,878	
138,199	-
87,996	-
<u>\$ 2,812,343</u>	<u>\$ 1,175,306</u>

## CITY OF DES PLAINES

### STATEMENT OF NET ASSETS FIDUCIARY FUNDS December 31, 2008

	Pension Trusts	Agency Funds
<b>ASSETS</b>		
Cash and cash equivalents	\$ 6,622,377	\$ 567,548
Investments		
U.S. treasuries	21,731,992	-
Mortgage backed securities	28,314,771	-
Mutual funds	12,399,169	-
Stocks	17,895,280	-
Corporate Bonds	1,474,441	-
State and local obligations	807,682	-
Insurance contracts	962,430	-
Receivables - (net)		
Accrued interest	571,602	-
Other	-	17,990
Contributions	314,461	-
Prepays	1,356	-
Total Assets	91,095,561	585,538
<b>LIABILITIES</b>		
Accounts payable	\$ 47,172	\$ 12,985
Accrued liabilities	-	60,214
Deposits payable	-	507,096
Due to participants	-	5,243
Total Liabilities	47,172	585,538
<b>NET ASSETS</b>		
Held in trust for pension benefits (a schedule of funding progress is presented in the required supplementary information)	\$ 91,048,389	\$ -

See accompanying notes to financial statements.

## CITY OF DES PLAINES

### STATEMENT OF CHANGES IN NET ASSETS FIDUCIARY FUNDS For the Year Ended December 31, 2008

---

	<u>Pension Trusts</u>
<b>ADDITIONS</b>	
Contributions	
Employer	\$ 4,643,100
Plan members	<u>1,788,970</u>
Total Contributions	<u>6,432,070</u>
Investment income	
Investment income	(12,793,805)
Miscellaneous	<u>1,160</u>
Total Investment Income	<u>(12,792,645)</u>
Less Investment expense	<u>438,051</u>
Net Investment Income	<u>(13,230,696)</u>
Total Additions	<u>(6,798,626)</u>
<b>DEDUCTIONS</b>	
Benefits	8,583,794
Administration	<u>230,123</u>
Total Deductions	<u>8,813,917</u>
<b>Change in Net Assets</b>	(15,612,543)
NET ASSETS - Beginning of Year	<u>106,660,932</u>
<b>NET ASSETS - END OF YEAR</b>	<u>\$ 91,048,389</u>

See accompanying notes to financial statements.

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# CITY OF DES PLAINES

## INDEX TO NOTES TO FINANCIAL STATEMENTS December 31, 2008

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# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

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### **NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

---

The City of Des Plaines, Illinois (the "City") was incorporated in 1857. The City is a home-rule municipality, under the 1970 Illinois Constitution, located in Cook County, Illinois. The City operates under a City Manager form of government and provides the following services as authorized by its charter: public safety (police and fire protection), highways and streets, sanitation (water and sewer), health and social services, public improvements, planning and zoning, civic and cultural, and general administrative services.

The accounting policies of the City of Des Plaines, Illinois conform to accounting principles generally accepted in the United States of America as applicable to governmental units. The accepted standard-setting body for establishing governmental accounting and financial reporting principles is the Governmental Accounting Standards Board (GASB).

#### ***A. REPORTING ENTITY***

This report includes all of the funds of the City of Des Plaines. The reporting entity for the City consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the reporting entity's financial statements to be misleading or incomplete. A legally separate organization should be reported as a component unit if the elected officials of the primary government are financially accountable for the organization. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to or burdens on the primary government. The primary government may be financially accountable if an organization is fiscally dependent on the primary government.

A legally separate, tax exempt organization should be reported as a component unit of a reporting entity if all of the following criteria are met: (1) The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents; (2) The primary government is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization; (3) The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government. Blended component units, although legally separate entities, are, in substance, part of the government's operations and are reported with similar funds of the primary government. The discretely presented component unit is reported in a separate column in the government-wide financial statements (see note below for description) to emphasize that it is legally separate from the primary government.

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

---

### **NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)**

---

#### **A. REPORTING ENTITY (cont.)**

##### ***Blended Component Units***

The Police Pension Employees Retirement System (PPERS) is established for the City's police employees. PPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the City's Mayor, one pension beneficiary elected by the membership, and two police employees elected by the membership constitute the pension board. The City and the PPERS participants are obligated to fund all PPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the City is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it possesses many characteristics of a legally separate government, PPERS is reported as if it were part of the primary government because its sole purpose is to finance and administer the pensions of the City's police employees and because of the fiduciary nature of such activities. PPERS is reported as a pension trust fund. No separate annual financial report is issued for the component unit.

The Firefighters' Pension Employees Retirement System (FPERS) is established for the City's firefighters. FPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the City's Mayor, one pension beneficiary elected by the membership, and two firefighter employees elected by the membership constitute the pension board. The City and the FPERS participants are obligated to fund all FPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the City is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it possesses many of the characteristics of a legally separate government, FPERS is reported as if it were part of the primary government because its sole purpose is to finance and administer the pensions of the City's firefighters because of the fiduciary nature of such activities. FPERS is reported as a pension trust fund. No separate annual financial report is issued for the FPERS.

##### ***Discretely Presented Component Unit***

###### ***Des Plaines Public Library***

The government-wide financial statements include the Des Plaines Public Library (Library) as a component unit. The Library is a legally separate organization. The board of the Library is appointed by the City Council. Illinois Statutes provide for circumstances whereby the City can impose its will on the Library, and also create a potential financial benefit to or burden on the City. See Note III. H. As a component unit, the Library's financial statements have been presented as a discrete column in the financial statements.

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

---

### **NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)**

---

#### ***B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS***

In June 2004, the GASB issued statement No. 45 - *Accounting and Financial Reporting by Employer for Postemployment Benefits Other Than Pensions*. This statement establishes standards for the measurement, regulation, and display of other postemployment benefits (OPEB) expense/expenditures and related liabilities (assets), note disclosures, and if applicable, required supplementary information (RSI) in the financial reports of state and local governmental employers.

The City made the decision to implement this standard effective January 1, 2008.

#### ***Government-Wide Financial Statements***

The statement of net assets and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

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. The City does not allocate indirect expenses to functions in the statement of activities. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not included among program revenues are reported as general revenues. Internally dedicated resources are reported as general revenues rather than as program revenues.

#### ***Fund Financial Statements***

Financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, liabilities, net assets/fund equity, revenues, and expenditure/expenses.

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

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

---

### **NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)**

---

#### ***B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (cont.)***

##### ***Fund Financial Statements (cont.)***

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

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type, and
- b. The same element of the individual governmental fund or enterprise fund that met the 10 percent test is at least 5 percent of the corresponding total for all governmental and enterprise funds combined.
- c. In addition, any other governmental or enterprise fund that the City believes is particularly important to financial statement users may be reported as a major fund.

The City reports the following major governmental funds:

- General Fund - accounts for the City's primary operating activities. It is used to account for all financial resources except those required to be accounted for in another fund.
- TIF #1 (Downtown) special revenue fund - accounts for resources legally restricted to supporting expenditures for the Downtown Redevelopment program.
- TIF #6 (Mannheim/Higgins) special revenue fund - accounts for resources legally restricted to supporting expenditures for the Mannheim/Higgins Redevelopment program.
- Capital Projects - accounts for resources legally restricted to supporting expenditures for the capital projects program.

The City reports the following major enterprise funds:

- Water/Sewer - accounts for operations of the Water system. The fund accounts for the provision of water to the residents and businesses of the City. All activities necessary to provide such services are accounted for in this fund including administration, operations, maintenance, debt service, financing, billing and collection.
- Parking System - accounts for operations of the Parking System. The fund accounts for provision of parking in the City. All activities necessary to provide such services are accounted for in this fund including administration, operations, maintenance and related debt service, billing and collection.
- Emergency Communications - accounts for the operations of the 911 Emergency system. The fund accounts for the operations of the City's Enhanced Emergency Communication Center. All activities necessary to provide such services are accounted for in this fund including administration, operations, maintenance, billing and collection.

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

---

### **NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)**

---

#### ***B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (cont.)***

##### ***Fund Financial Statements (cont.)***

The City reports the following non-major governmental funds:

Special Revenue Funds - used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes.

- Motor Fuel Tax
- Community Development Block Grant
- Asset Seizure
- Foreign Fire Insurance Tax
- TIF #3 (Wille Road)
- TIF #4 (Five Corners)
- TIF #5 (Perry/Lee)

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

- 1996A
- 2001 (Risk Management)
- 2001B (Fire Station)
- 2002A (Partial Refunding 1993)
- 2003A (Fire Station)
- 2003B (Partial Refunding 1993)
- 2007A (Partial Refunding 2001A)
- 2007B (Partial Refunding 2001B)

Capital Projects Funds - used to account for financial resources to be used for the acquisition or construction of equipment and/or major capital facilities.

- Building Replacement
- Equipment Replacement
- I.T. Replacement

In addition, the City reports the following fund types:

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City, on a cost-reimbursement basis.

- Risk Management
- Health Benefits
- Compensated Absences

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

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### NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

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#### *B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (cont.)*

##### *Fund Financial Statements (cont.)*

Pension (and other employee benefit) trust funds are used to report resources that are required to be held in trust for the members and beneficiaries of defined benefit pension plans, defined contribution plans, other postemployment benefit plans, or other employee benefit plans.

Firefighters' Pension  
Police Pension

Agency funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, and/or other governmental units.

Compliance Bond  
Section 125 Plan

#### *C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION*

##### *Government-Wide Financial Statements*

The government-wide statement of net assets and statement of activities are reported using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Property taxes are recognized as revenues in the year for which they are levied. Taxes receivable for the following year are recorded as receivables and deferred revenue. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met. Unbilled receivables are recorded as revenues when services are provided.

The business-type activities follow all pronouncements of the Governmental Accounting Standards Board, and have elected not to follow Financial Accounting Standards Board pronouncements issued after November 30, 1989.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the City's water and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

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### **NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)**

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#### ***C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (cont.)***

##### ***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 recorded when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to be used 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, with the exception of sales taxes, which they consider revenues to be available if they are collected within 90 days. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on long-term debt, claims, judgments, compensated absences, and pension expenditures, which are recorded as a fund liability when expected to be paid with expendable available financial resources.

Property taxes are recorded in the year levied as receivables and deferred revenues. They are recognized as revenues in the succeeding year when services financed by the levy are being provided.

Intergovernmental aids and grants are recognized as revenues in the period the City is entitled the resources and the amounts are available. Amounts owed to the City which are not available are recorded as receivables and deferred revenues. Amounts received prior to the entitlement period are also recorded as deferred revenues.

Revenues susceptible to accrual include property taxes, miscellaneous taxes, public charges for services, and interest. Other general revenues such as fines and forfeitures, inspection fees, and miscellaneous revenues are recognized when received in cash or when measurable and available under the criteria described above.

The City reports deferred revenues on its governmental funds balance sheet. Deferred revenues arise from taxes levied in the current year which are for subsequent year's operations. For governmental fund financial statements, deferred revenues arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when resources are received before the City has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the City has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and revenue is recognized.

Proprietary and fiduciary fund financial statements (other than agency funds) are reported using the economic resources measurement focus and the accrual basis of accounting, as described previously in this note. Agency funds follow the accrual basis of accounting, and do not have a measurement focus.

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

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### **NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)**

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#### ***C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (cont.)***

##### ***Fund Financial Statements (cont.)***

The enterprise funds follow all pronouncements of the Governmental Accounting Standards Board, and have elected not to follow Financial Accounting Standards Board pronouncements issued after November 30, 1989. The proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Water/Sewer, Parking System, and 911 Emergency funds are charges to customers for sales and services. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

##### ***All Financial Statements***

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

#### ***D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY***

##### ***1. Deposits and Investments***

For purposes of the statement of cash flows, the City considers all highly liquid investments with an initial maturity of three months or less when acquired to be cash equivalents.

The City has adopted an investment policy. That policy follows the state statute for allowable investments.

Illinois Statutes authorize the City to make deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreement to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds Investment Pool.

Pension funds may also invest in certain non-U.S. obligations, Illinois municipal corporations tax anticipation warrants, veteran's loans, obligations of the State of Illinois and its political subdivisions, and the Illinois insurance company general and separate accounts, mutual funds and equity securities. The police pension fund's investment policy allows investments in all of the above listed accounts, but does exclude any repurchase agreements. The firefighters' pension fund allows funds to be invested in any type of security authorized by the Illinois Pension Code.

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

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### **NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)**

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#### ***D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)***

##### ***1. Deposits and Investments (cont.)***

Additional restrictions may arise from local charters, ordinances, resolutions and grant resolutions.

The Police and Firefighter's Pension Trust Fund's policies is to maintain long-term focus on its investment decision-making process. Specifically, the Fund's benefit liabilities extend many years into the future. As such, the investment focus should be on long-term results.

#### **Interest Rate Risk**

The City's and Pensions' investment policies seek to ensure preservation of capital in the City's and pensions' overall portfolio. Return on investment is of secondary importance to safety of principal and liquidity. The City's, Police and Firefighter's pension's policy does not limit investment maturities except as part of statutory requirements, as a means of managing its exposure to fair value losses arising from increasing interest rates. However, all of the policies requires the City's and Pensions' investment portfolio to be sufficiently liquid to enable the City and Pensions to meet all operating requirements as they come due.

The City will minimize interest risk that the market value of securities in the portfolio will fall due to changes in general interest rates by: (1) structuring the investment portfolio so that securities mature meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity, and (2) investing operating funds primarily in short-term securities or investment pools.

#### **Credit Risk**

State Statutes limit the investments in commercial paper to the top three ratings of two nationally recognized statistical rating organizations (NRSRO's). The City's and Pension's investment policy authorizes investments in any type of security allowed for in Illinois statutes regarding the investment of public funds.

The City's general investment policy is to apply the prudent-person rule: Investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments. The City's investment policy minimizes credit risk by: (1) limiting investments to the safest type of securities; (2) pre-qualifying the financial institutions, brokers/dealers, intermediaries, and advisors with which the City will do business, and (3) diversifying the investment portfolio so that potential losses on individual securities will be minimized.

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

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### NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

---

#### *D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)*

##### *1. Deposits and Investments (cont.)*

The Police and Firefighters' Pension Trust Fund's policies requires all fixed income investments to be of investment grade quality or higher at purchase. Also, according to the provisions of the Illinois Compiled Statutes, fixed income purchases shall be limited to obligations issued or guaranteed as to principal and interest by the U.S. government or any agency or instrumentality thereof, or to corporate and municipal issues. All securities shall be of "investment grade" quality; that is, at the time of purchases, rated no lower than "Baa" by Moody's and no lower than "BBB" by Standard and Poor's. The Board, at their discretion, may impose a higher standard on an individual investment manager basis as circumstances or investment objectives dictate.

#### **Concentration of Credit Risk**

The City's and pensions' investment policies require diversification of the investment portfolio to minimize risk of loss resulting from over-concentration in a particular type of security, risk factor, issuer, or maturity. The City's and Police Pension's policy further states that no financial institution shall hold more than 50% of the City's investment portfolio at the current time of investment placement. The City operates its investments as an internal investment pool where each fund reports it's pro rata share of the investments made by the City. In this internal investment pool there were no investments which are subject to concentration of credit risk that represent more than 50% of the portfolio as of December 31, 2008.

Per the investment policy, no financial institution shall have more than 50% of the City's investment portfolio. No more than 33% of the City's investments may be commercial paper. No more than 25% of the City's investment portfolio may be brokered in certificates of deposit. Illinois funds and money market mutual funds shall not exceed 25% and IMET 15% of the City's investment portfolio. As of December 31, 2008, the City had Illinois funds money market funds of \$6,033,201 or 64% of total investments.

The Police Pension Trust Fund places no limit on the amount that may be invested in any one issuer. The policy does place a maximum of 30% concentration on Cash, a minimum of 60% and maximum of 100% on Fixed Income Securities, and a minimum of 20% and maximum of 35% on equities. As of December 31, 2008, the Police Pension Trust Fund had 8% invested in cash, 56% invested in government securities, and 32% in equities.

The Firefighters' Pension Trust Fund investment policy does not place any limits on the amount that may be invested in any one issuer for Fixed Income securities.

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

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### NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

---

#### *D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)*

##### *1. Deposits and Investments (cont.)*

#### **Custodial Credit Risk - Deposits**

The City's, Police and Firefighters' pension's investment policy limits the exposure to deposit custodial credit risk by requiring all deposits in excess of FDIC insurable limits to be secured with collateralization pledged by the applicable financial institution to the extent of 100% of the value of the deposit. The firefighters' pension's investment policy limits exposure to deposit custodial credit risk by requiring deposits in excess of FDIC insurable limits to be collateralized.

#### **Custodial Credit Risk - Investments**

Custodial credit risk is the risk that, in the event of the failure of the counterparty, the City and pensions will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's, Police and Firefighters' pensions investment policies requires that all amounts in excess of any insurance limits be collateralized by securities eligible for City and pension investment or any other high-quality, interest bearing security rated at least AA/Aa by one or more standard rating service to include Standard & Poor's, Moody's or Fitch. The market value of the pledged securities shall equal or exceed the portion of the deposit requiring collateralization.

The City's and Police Pension's investment policies require all securities to be held by a third party custodian designated by the Treasurer and evidenced by safekeeping receipts. The Firefighters' Pension's investment policy does not specifically address these risks.

Investments are stated at fair value, which is the amount at which an investment could be exchanged in a current transaction between willing parties. Fair values are based on quoted market prices. No investments are reported at amortized cost. Adjustments necessary to record investments at fair value are recorded in the operating statement as increases or decreases in investment income. Investment income on commingled investments of municipal accounting funds is allocated based on average balances. The difference between the bank balance and carrying value is due to outstanding checks and/or deposits in transit.

Illinois Funds is an investment pool managed by the State of Illinois, Office of the Treasurer, which allows governments within the State to pool their funds for investment purposes. Illinois Funds is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in Illinois Funds are valued at Illinois Fund's share price, the price for which the investments could be sold.

See Note III. A. for further information.

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

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### **NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)**

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#### ***D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)***

##### ***2. Receivables***

Property taxes for levy year 2008 attaches as an enforceable lien on January 1, 2008, on property values assessed as of the same date. Taxes are levied by December following the lien date (by passage of a Tax Levy Ordinance).

Tax bills for levy year 2007 are prepared by the County and issued on or about February 1, 2008 and September 1, 2008, and are payable in two installments, on or about March 1, 2008 and October 1, 2008 or within 30 days of the tax bills being issued.

The City collects such taxes and remits them periodically. The 2008 property tax levy is recognized as a receivable and deferral in fiscal 2008, net the allowance for uncollectible. As the taxes become available to finance current expenditures, they are recognized as revenues. At December 31, 2008, the property taxes receivable and deferred tax revenue consisted of the estimated amount collectible from the 2008 levy.

The property tax receivable is shown net of an allowance for uncollectibles. The allowance is equal to 1% of outstanding property taxes at December 31, 2008.

During the course of operations, transactions occur between individual funds that may result in amounts owed between funds. Short-term interfund loans are reported as "due to and from other funds". Interfund receivables and payables between funds within governmental activities are eliminated in the statement of net assets. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

##### ***3. Inventories and Prepaid Items***

Governmental fund inventories, if material, are recorded at cost based on the FIFO method using the purchases method of accounting. Proprietary fund inventories are generally used for construction and/or for operation and maintenance work. They are not for resale. They are valued at cost based on weighted average, and charged to construction and/or operation and maintenance expense when used.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

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### NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

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#### *D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)*

##### **4. Capital Assets**

###### ***Government-Wide Statements***

Capital assets, which include property, plant and equipment, are reported in the government-wide financial statements. Capital assets are defined by the government as assets with an initial cost of more than \$25,000 for general capital assets and \$25,000 for infrastructure assets, and an estimated useful life in excess of 1 year. All capital assets are valued at historical cost, or estimated historical cost if actual amounts are unavailable. Donated capital assets are recorded at their estimated fair value at the date of donation.

Prior to January 2003, infrastructure assets of governmental funds were not capitalized. Upon implementing GASB No. 34, governmental units are required to account for all capital assets, including infrastructure, in the government-wide statements prospectively from the date of implementation. As of December 31, 2008, the City has retroactively reported all infrastructure acquired by its governmental fund types.

Additions to and replacements of capital assets of business-type activities are recorded at original cost, which includes material, labor, overhead, and an allowance for the cost of funds used during construction when significant. For tax-exempt debt, the amount of interest capitalized equals the interest expense incurred during construction netted against any interest revenue from temporary investment of borrowed fund proceeds. No net interest was capitalized during the current year. The cost of renewals and betterments relating to retirement units is added to plant accounts. The cost of property replaced, retired or otherwise disposed of, is deducted from plant accounts and, generally, together with removal costs less salvage, is charged to accumulated depreciation.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation reflected in the statement of net assets. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Building, improvements and infrastructure	30-50 Years
Equipment	5-25 Years
Vehicles	5-20 Years

###### ***Fund Financial Statements***

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for the same way as in the government-wide statements.

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

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### **NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)**

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#### ***D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)***

##### **5. Other Assets**

In governmental funds, debt issuance costs are recognized as expenditures in the current period. For the government-wide and the proprietary fund type financial statements, debt issuance costs are deferred and amortized over the term of the debt issue.

##### **6. Compensated Absences**

Vested or accumulated vacation leave including related Social Security and Medicare is reported as an expenditure and a liability in the Compensated Absences fund (an Internal Service Fund). A liability for these amounts is reported in other governmental funds only if they matured, for example, as a result of employee resignations and retirements. Vested or accumulated vacation leave of proprietary funds is recorded as an expense and liability of those funds as the benefits accrue to employees.

In accordance with the provisions of Governmental Accounting Standards Board Statement No. 16, Accounting for Compensated Absences, no liability is recorded for non-vesting accumulating rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulating sick leave benefits that is estimated will be taken as "terminal leave" prior to retirement.

##### **7. Long-Term Obligations/Conduit Debt**

All long-term obligations to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements. The long-term obligations consist primarily of notes and bonds payable and accrued compensated absences.

Long-term obligations for governmental funds are not reported as liabilities in the fund financial statements. The face value of debts (plus any premiums) are reported as other financing sources and payments of principal and interest are reported as expenditures. The accounting in proprietary funds is the same as it is in the government-wide statements.

For the government-wide statements and proprietary fund statements, bond premiums and discounts are deferred and amortized over the life of the issue using the effective interest method. Gains or losses on prior refundings are amortized over the remaining life of the old debt, or the life of the new debt, whichever is shorter. The balance at year end for both premiums/discounts and gains/losses, as applicable, is shown as an increase or decrease in the liability section of the statement of net assets.

The City has approved the issuance of industrial revenue bonds (IRB) for the benefit of private business enterprises. IRB's are secured by mortgages or revenue agreements on the associated projects, and do not constitute indebtedness of the City. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

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### **NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)**

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#### ***D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)***

##### ***8. Claims and Judgments***

Claims and judgments are recorded as liabilities if all the conditions of Governmental Accounting Standards Board pronouncements are met. Claims and judgments that would normally be liquidated with expendable available financial resources are recorded during the year as expenditures in the governmental funds. If they are not to be liquidated with expendable available financial resources, no liability is recognized in the governmental fund statements. The related expenditure is recognized when the liability is liquidated. Claims and judgments are recorded in the government-wide statements and proprietary funds as expenses when the related liabilities are incurred. Refer to Note IV. C. on commitments and contingencies.

##### ***9. Equity Classifications***

###### ***Government-Wide Statements***

Equity is classified as net assets and displayed in three components:

- a. Invested in capital assets, net of related debt - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances (excluding unspent bond proceeds) of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net assets - Consists of net assets with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net assets - All other net assets that do not meet the definitions of "restricted" or "invested in capital assets, net of related debt."

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

###### ***Fund Statements***

Governmental fund equity is classified as fund balance. Fund balance is further classified as reserved and unreserved. Unreserved fund balance includes funds set aside by management for specific uses, which are labeled "designated". The balance of unreserved fund balance is labeled "undesignated", which indicates it is available for appropriation. Proprietary fund equity is classified the same as in the government-wide statements.

Fiduciary fund equity is classified as held in trust for agency funds on the statement of fiduciary net assets. Various donor restrictions apply, including authorizing and spending trust income, and the City believes it is in compliance with all significant restrictions.

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

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### NOTE II - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

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#### **A. BUDGETARY INFORMATION**

Annual budgets are adopted Budget amounts are as originally adopted by the City Council. All annual appropriations lapse at fiscal year end.

Prior to December 31, the City Director of Finance submits to the City Council a proposed operating budget for the fiscal year commencing January 1. The operating budget includes proposed expenditures and the means of financing them. Public hearings are conducted to obtain taxpayer comments. Prior to March 31, the budget is legally enacted through passage of an ordinance. Formal budgetary integration is employed as a management control device during the year of the general fund and special revenue funds.

The City is authorized to change budgeted amounts within any fund; however, revision must be approved by two-thirds of the members of the City Council. No revisions can be made increasing the budget unless funding is available for the purpose of the revision. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the department level. The appropriated budget is prepared by fund, function, and department. The City Director of Finance is authorized to transfer budget amounts between departments within any fund; however, the City Council must approve revisions that alter the total expenditures of any fund.

Annual budgets are adopted on a basis consistent with generally accepted accounting principles and modified accrual basis of accounting for all governmental funds and accrual basis of accounting for all proprietary funds, except the Asset Seizure, Foreign Fire Insurance, 2001B (Fire Station), and Compensated Absences funds which are not budgeted.

#### **B. EXCESS EXPENDITURES OVER APPROPRIATIONS**

<u>Funds</u>	<u>Budgeted Expenditures</u>	<u>Actual Expenditures</u>	<u>Excess Expenditures Over Budget</u>
General Fund	\$ 54,139,203	\$ 54,993,651	\$ 854,448
TIF #1 (Downtown)	6,188,406	6,601,998	413,592
Parking System	415,901	1,035,274	619,373

The City controls expenditures at the object level. Some individual departments experienced expenditures which exceeded appropriations. The detail of those items can be found in the City's year-end budget to actual report.

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

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### **NOTE II - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (cont.)**

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#### ***C. DEFICIT BALANCES***

Generally accepted accounting principles require disclosure of individual funds that have deficit balances at year end.

As of December 31, 2008, the following individual funds held a deficit balance:

<u>Fund</u>	<u>Amount</u>
TIF #3 (Wille Road)	\$ (2,185,045)
TIF #5 (Perry/Lee)	(854,714)
TIF #6 (Mannheim/Higgins)	(5,102,861)

T.I.F. District deficits are anticipated to be funded with future incremental taxes levied over the life of the districts.

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### **NOTE III - DETAILED NOTES ON ALL FUNDS**

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#### ***A. DEPOSITS AND INVESTMENTS***

The City maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of in this pool is displayed on the statement of net assets and balance sheet as cash and investments. In addition, investments are separately held by several of the City's funds.

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

### NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

#### A. DEPOSITS AND INVESTMENTS (cont.)

The City's deposits and investments at year end were comprised of the following:

	Carrying Value	Statement Balance	Associated Risks
Petty Cash	\$ 3,427	\$ -	N/A
Deposits	9,346,965	9,222,249	Custodial
Money market funds	7,804,240	7,804,240	Credit, Interest Rate
Illinois Funds	6,008,153	6,033,201	Credit, Interest Rate
Mortgage backed securities	30,312,443	30,312,443	Custodial, Credit, Interest Rate, Concentration of Credit
U.S. Treasuries	21,731,992	21,731,992	Custodial, Interest Rate
State and local obligations	807,682	807,682	Custodial, Interest Rate
Corporate Bonds	1,474,441	1,474,441	Credit, Custodial, Concentration of Credit, Interest Rate
Mutual funds	12,399,169	12,399,169	Credit
Common and preferred stock	17,895,280	17,895,280	Custodial, Concentration of Credit
Insurance contracts	962,430	962,430	Custodial, Credit, Concentration of Credit
 Total Deposits and Investments	 \$108,746,222	 \$108,643,127	
 Reconciliation to financial statements			
Per statement of net assets			
Cash and investments	\$ 17,970,532		
Per statement of net assets- fiduciary funds			
Cash - agency	567,548		
Cash - pension	6,622,377		
U.S. Treasuries	21,731,992		
Mortgage backed securities	28,314,771		
Mutual funds	12,399,169		
Stocks	17,895,280		
Insurance contracts	962,430		
State and local obligations	807,682		
Corporate bonds	1,474,441		
 Total Deposits and Investments	 \$108,746,222		

# CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS  
December 31, 2008

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## **NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)**

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### **A. DEPOSITS AND INVESTMENTS (cont.)**

#### ***Custodial Credit Risk***

##### **Deposits**

Custodial credit risk is the risk that in the event of a financial institution failure, the City's deposits may not be returned to the City.

The City does not have any deposits exposed to custodial credit risk.

##### **Investments**

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

The City does not have any investments exposed to custodial credit risk.

#### ***Credit Risk***

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations.

As of December 31, 2008, the City's investments were all rated AAA by Standard's and Poors.

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

### **NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)**

#### **A. DEPOSITS AND INVESTMENTS (cont.)**

##### **Concentration of Credit Risk**

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer.

At December 31, 2008, the City's police and firefighters' pensions investment portfolios were concentrated as follows:

<u>Investment Type</u>	<u>Amount</u>	<u>Percentage of Net Assets/Investment Pool</u>
City:		
Federal Home Loan Bank	\$1,024,396	10.93%
Federal Home Loan Mortgage Corporation	\$768,904	8.20%
Police Pension Investments:		
Federal Home Loan Bank	\$3,944,338	9.10%
Federal National Mortgage Association	\$5,851,024	13.50%
Fire Pension Investments:		
Federal National Mortgage Association	\$9,204,520	19.30%
Federal Home Loan Bank	\$3,153,911	6.61%
Federal Home Loan Mortgage Corporation	\$2,395,478	5.02%

**CITY OF DES PLAINES**

NOTES TO FINANCIAL STATEMENTS  
December 31, 2008

**NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)**

**A. DEPOSITS AND INVESTMENTS (cont.)**

**Interest Rate Risk**

Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment.

As of December 31, 2008, the City's investments and pension's were as follows:

Investment Type	Fair Value	Maturity (In Years)		
		Less than One Year	One to Five Years	Over Five Years
Mortgage Backed Securities	\$ 1,997,672	\$ 512,526	\$ 1,485,146	\$ -
Money Market Mutual Fund	1,344,391	1,344,391	-	-
Illinois Funds	6,033,201	6,033,201	-	-
<b>City Investment Totals</b>	<b>9,375,264</b>	<b>7,890,118</b>	<b>1,485,146</b>	<b>-</b>
Police Pension				
U.S. Treasuries	9,778,144	247,663	4,397,833	5,132,648
State and local obligations	429,763	259,214	-	170,549
Corporate bonds	747,432	-	747,432	-
Mortgage backed securities	13,560,862	800,692	6,151,217	6,608,953
Money market mutual funds	3,405,608	3,405,608	-	-
Insurance contract holdings	962,430	962,430	-	-
<b>Police Pension Investment Total</b>	<b>28,884,239</b>	<b>5,675,607</b>	<b>11,296,482</b>	<b>11,912,150</b>
Fire Pension				
U.S. Treasuries	11,953,848	783,135	1,279,296	9,891,417
State and local obligations	377,919	-	207,370	170,549
Mortgage backed securities	14,753,909	-	5,595,673	9,158,236
Money market mutual funds	3,054,241	3,054,241	-	-
Corporate bonds	727,009	-	727,009	-
<b>Fire Pension Investment Totals</b>	<b>30,866,926</b>	<b>3,837,376</b>	<b>7,809,348</b>	<b>19,220,202</b>
<b>Totals</b>	<b>\$ 69,126,429</b>	<b>\$ 17,403,101</b>	<b>\$ 20,590,976</b>	<b>\$ 31,132,352</b>

See Note I.D.1. for further information on deposit and investment policies.

**CITY OF DES PLAINES**

NOTES TO FINANCIAL STATEMENTS  
December 31, 2008

**NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)**

**B. RECEIVABLES**

All of the receivables on the balance sheet are expected to be collected within one year.

Governmental funds report *deferred revenue* in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Property taxes levied for the subsequent year are not earned and cannot be used to liquidate liabilities of the current period. 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 funds were as follows:

	Unavailable	Unearned	Totals
Property taxes receivable for subsequent year	\$ -	\$ 28,576,465	\$ 28,576,465
Other receivables	972,010	330,663	1,302,673
Grant receivables	1,443,946	-	1,443,946
Total Deferred/Unearned Revenue for Governmental Funds	\$ 2,415,956	\$ 28,907,128	\$ 31,323,084

**CITY OF DES PLAINES**

NOTES TO FINANCIAL STATEMENTS  
December 31, 2008

**NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)**

**C. CAPITAL ASSETS**

Capital asset activity for the year ended December 31, 2008, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
<b>Governmental Activities</b>				
Capital assets not being depreciated				
Land	\$ 19,242,205	\$ 318,810	\$ -	\$ 19,561,015
Construction in progress	-	502,409	-	502,409
Land right of way	<u>53,059,649</u>	-	-	<u>53,059,649</u>
Total Capital Assets Not Being Depreciated	<u>72,301,854</u>	<u>821,219</u>	-	<u>73,123,073</u>
Capital assets being depreciated				
Buildings	21,792,634	-	-	21,792,634
Improvements	36,889,641	1,498,826	-	38,388,467
Equipment	2,648,823	62,499	-	2,711,322
Vehicles	8,111,122	297,467	634,193	7,774,396
Infrastructure	<u>103,649,524</u>	<u>2,393,433</u>	-	<u>106,042,957</u>
Total Capital Assets Being Depreciated	<u>173,091,744</u>	<u>4,252,225</u>	<u>634,193</u>	<u>176,709,776</u>
Total Capital Assets	<u>245,393,598</u>	<u>5,073,444</u>	<u>634,193</u>	<u>249,832,849</u>
Less: Accumulated depreciation for				
Buildings	(6,548,443)	(446,625)	-	(6,995,068)
Improvements	(11,452,799)	(832,153)	-	(12,284,952)
Equipment	(1,341,213)	(185,444)	-	(1,526,657)
Vehicles	(4,095,922)	(538,184)	634,193	(3,999,913)
Infrastructure	<u>(46,370,772)</u>	<u>(3,306,238)</u>	-	<u>(49,677,010)</u>
Total Accumulated Depreciation	<u>(69,809,149)</u>	<u>(5,308,644)</u>	<u>634,193</u>	<u>(74,483,600)</u>
Net Capital Assets Being Depreciated	<u>103,282,595</u>	<u>(1,056,419)</u>	-	<u>102,226,176</u>
Total Governmental Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 175,584,449</u>	<u>\$ (235,200)</u>	<u>\$ -</u>	<u>\$ 175,349,249</u>

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

### NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

#### C. CAPITAL ASSETS (cont.)

Depreciation expense was charged to functions as follows:

#### Governmental Activities

General Government	\$ 8,527
Public Safety	248,246
Public Works	1,684,886
Streets & Highways	3,330,626
Economic Development	<u>36,359</u>

Total Governmental Activities Depreciation Expense \$ 5,308,644

	Beginning Balance	Additions	Deletions	Ending Balance
<b>Business-type Activities</b>				
Capital assets not being depreciated				
Land	\$ 1,891,770	\$ -	\$ -	\$ 1,891,770
Construction in progress	<u>-</u>	<u>294,639</u>	<u>-</u>	<u>294,639</u>
Total Capital Assets Not Being Depreciated	<u>1,891,770</u>	<u>294,639</u>	<u>-</u>	<u>2,186,409</u>
Capital assets being depreciated				
Buildings	18,966,509	-	-	18,966,509
Improvements	28,388,381	717,750	-	29,106,131
Equipment	2,070,046	50,050	-	2,120,096
Vehicles	<u>209,294</u>	<u>181,810</u>	<u>209,294</u>	<u>181,810</u>
Total Capital Assets Being Depreciated	<u>49,634,230</u>	<u>949,610</u>	<u>209,294</u>	<u>50,374,546</u>
Total Capital Assets	<u>51,526,000</u>	<u>1,244,249</u>	<u>209,294</u>	<u>52,560,955</u>
Less: Accumulated depreciation for				
Buildings	(4,853,193)	(673,276)	-	(5,526,469)
Improvements	(11,017,895)	(751,674)	-	(11,769,569)
Equipment	(1,832,595)	(58,498)	-	(1,891,093)
Vehicles	<u>(209,294)</u>	<u>(9,514)</u>	<u>209,294</u>	<u>(9,514)</u>
Total Accumulated Depreciation	<u>(17,912,977)</u>	<u>(1,492,962)</u>	<u>209,294</u>	<u>(19,196,645)</u>
Net Capital Assets Being Depreciated	<u>31,721,253</u>	<u>(543,352)</u>	<u>-</u>	<u>31,177,901</u>
Business-type Capital Assets, Net of Accumulated Depreciation	<u><u>\$ 33,613,023</u></u>	<u><u>\$ (248,713)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 33,364,310</u></u>

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

### NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

#### C. CAPITAL ASSETS (cont.)

##### Business-type Activities

Depreciation expense was charged to functions as follows:

##### Business-type Activities

Parking	\$ 681,543
Water	750,515
911 Emergency	<u>60,904</u>
 Total Business-type Activities Depreciation Expense	 <u><u>\$ 1,492,962</u></u>

#### D. INTERFUND RECEIVABLES/PAYABLES AND ADVANCES

The following is a schedule of interfund receivables and payables including any overdrafts on pooled cash and investment accounts:

Receivable Fund	Payable Fund	Amount	Amount Not Due Within One Year
General	Non-major Governmental	\$ 3,034,211	\$ 3,034,211
General	TIF #6 (Mannheim/Higgins)	5,103,865	5,103,864
Internal Service	General	2,499,430	-
Internal Service	Capital Projects	35,917	-
Internal Service	Non-major Governmental	1,798	-
General	Capital Projects	123,098	-
General	Parking System	<u>281,733</u>	-
Total - Fund Financial Statements		<u>11,080,052</u>	
Less: Fund eliminations		(8,261,173)	
Less: Interfund receivables created with internal service fund eliminations		<u>(2,911,513)</u>	
Total Internal Balances - Government-Wide Statement of Net Assets		<u><u>\$ (92,634)</u></u>	

\$3,034,211 due from Non-major Governmental Funds to the General Fund for cash overdrafts in Non-major Governmental Funds.

\$5,103,864 due from the TIF #6 (Mannheim/Higgins) Fund to the General Fund for cash overdrafts in the TIF #6 (Mannheim/Higgins) Fund.

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

### NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

#### *D. INTERFUND RECEIVABLES/PAYABLES AND ADVANCES (cont.)*

\$2,499,430, \$35,917 and \$1,799 due from General, Capital Projects and Non-major Governmental Funds, respectively, to the Compensated Absences Fund for cash borrowings from the funds related to compensated absences charges.

\$281,733 due from the Parking System Fund to the General Fund and \$123,098 due from the Capital Projects Fund to the General Fund for cash overdrafts.

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

The following is a schedule of interfund transfers:

Fund Transferred To	Fund Transferred From	Amount	Principal Purpose
General	Capital Improvement	\$ 15,780	To reimburse capital outlay purchases.
Non-major governmental	General	803,700	For equipment purchases
Non-major governmental	General	350,000	For computer purchases
Non-major governmental	Emergency Communications	125,490	To reimburse for construction expenses
Non-major governmental	Parking System	30,721	To cover current year debt service payments
Total - Fund Financial Statements		1,325,691	
Less: Fund eliminations		(1,169,480)	
Total Transfers - Government-Wide Statement of Activities		\$ 156,211	

Generally, transfers are used to (1) move revenues from the fund that collects them to the fund that the budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

For the statement of activities, interfund transfers within the governmental activities or business-type activities are netted and eliminated.

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

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### NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

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#### *E. SHORT-TERM DEBT ACTIVITY*

The City issues short-term debt for current working cash needs due to receiving real estate taxes late.

Short-term debt activity for the year ended December 31, 2008 was as follows:

	<u>Beginning Balance</u>	<u>Issued</u>	<u>Redeemed</u>	<u>Ending Balance</u>
Short-term Bank Notes	\$ 5,500,000	\$ -	\$ 5,500,000	\$ -
Totals	<u>\$ 5,500,000</u>	<u>\$ -</u>	<u>\$ 5,500,000</u>	<u>\$ -</u>

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

### NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

#### F. LONG-TERM OBLIGATIONS

Long-term obligations activity for the year ended December 31, 2008, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
<b>Governmental Activities</b>					
Bonds and notes payable					
General obligation debt	\$ 87,216,986	\$ 2,575,000	\$ 9,561,986	\$ 80,230,000	\$ 7,385,000
Tax increment financing bonds	778,455	-	43,254	735,201	45,526
Loan Payable	362,511	-	74,894	287,617	78,020
Add/(subtract) deferred amounts for (discounts)/premiums	472,778	-	50,804	421,974	-
Refundings - gains/(losses)	<u>(1,052,153)</u>	<u>(62,611)</u>	<u>(313,208)</u>	<u>(801,556)</u>	<u>-</u>
Sub-totals	<u>87,778,577</u>	<u>2,512,389</u>	<u>9,417,730</u>	<u>80,873,236</u>	<u>7,508,546</u>
Other liabilities					
Vested compensated absences	1,911,260	1,339,800	713,914	2,537,146	1,102,853
Long-term retirement incentive	42,862	-	42,862	-	-
Net other post employment benefit liability	-	519,184	-	519,184	-
Total Other Liabilities	<u>1,954,122</u>	<u>1,858,984</u>	<u>756,776</u>	<u>3,056,330</u>	<u>1,102,853</u>
Total Governmental Activities Long- Term Liabilities	<u>\$ 89,732,699</u>	<u>\$ 4,371,373</u>	<u>\$ 10,174,506</u>	<u>\$ 83,929,566</u>	<u>\$ 8,611,399</u>
<b>Business-type Activities</b>					
Bonds and notes payable					
General obligation debt	\$ 2,313,014	\$ -	\$ 523,014	\$ 1,790,000	\$ 335,000
Add/(subtract) deferred amounts for (discounts)/premiums	(2,379)	-	(1,969)	(410)	-
Refundings - gains/(losses)	<u>(53,638)</u>	<u>-</u>	<u>(17,407)</u>	<u>(36,231)</u>	<u>-</u>
Sub-totals	<u>2,256,997</u>	<u>-</u>	<u>503,638</u>	<u>1,753,359</u>	<u>335,000</u>
Other Liabilities					
Vested compensated absences	\$ 318,147	\$ 291,611	\$ 119,113	\$ 490,645	\$ 209,613
Net other post employment benefit liability	-	38,878	-	38,878	-
Total Other Liabilities	<u>318,147</u>	<u>330,489</u>	<u>119,113</u>	<u>529,523</u>	<u>209,613</u>
Total Business-type Activities Long- Term Liabilities	<u>\$ 2,575,144</u>	<u>\$ 330,489</u>	<u>\$ 622,751</u>	<u>\$ 2,282,882</u>	<u>\$ 544,613</u>

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

### NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

#### F. LONG-TERM OBLIGATIONS (cont.)

##### General Obligation Debt

All general obligation notes and bonds payable are backed by the full faith and credit of the City. Notes and bonds in the governmental funds will be retired by future property tax levies or tax increments accumulated by the debt service fund. Business-type activities debt is payable by revenues from user fees of those funds or, if the revenues are not sufficient, by future tax levies.

	<u>Date of Issue</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Original Indebtedness</u>	<u>Balance December 31, 2008</u>
Governmental Activities General Obligation Debt					
Series 1999 GO Bonds, due in annual installments of \$200,000 to \$850,000 - debt retired by capital projects fund	February 1, 1999	December 1, 2018	4.10% to 4.20%	\$ 10,000,000	\$ 4,885,000
Series 2001 GO Bonds, due in annual installments of \$85,000 to \$715,000 - debt retired by debt service fund	July 1, 2001	December 1, 2021	4.00% to 5.00%	5,470,000	185,000
- debt retired by capital projects fund				-	420,000
Series 2002A GO Refunding Bonds, due in annual installments of \$140,000 to \$1,000,000 - debt retired by debt service fund	May 1, 2002	December 1, 2011	2.00% to 4.50%	4,800,000	2,975,000
Series 2003A GO Bonds, due in annual installments of \$245,000 to \$585,000 - debt retired by debt service fund	September 1, 2003	December 1, 2021	2.50% to 4.50%	7,835,000	1,000,000
- debt retired by TIF #1 fund				-	1,955,000
- debt retired by TIF #3 fund				-	1,680,000
- debt retired by TIF #5 fund				-	1,205,000
- debt retired by TIF #6 fund				-	325,000
Series 2003C Taxable GO Bonds, due in annual installments of \$25,000 to \$250,000 - debt retired by TIF #6 fund	September 1, 2003	December 1, 2021	4.70% to 5.50%	2,250,000	2,250,000

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

### NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

#### F. LONG-TERM OBLIGATIONS (cont.)

##### General Obligation Debt (cont.)

	<u>Date of Issue</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Original Indebtedness</u>	<u>Balance December 31, 2008</u>
Governmental Activities General Obligation Debt (cont.) Series 2003D Taxable GO Bonds, due in annual installments of \$75,000 to \$950,000 - debt retired by TIF#1 fund	October 30, 2003	December 1, 2011	2.00% to 5.00%	\$ 4,545,000	\$ 2,735,000
Series 2004A GO Bonds, due in annual installments of \$265,000 to \$705,000 - debt retired by TIF #1 fund - debt retired by capital projects fund	June 3, 2004	December 1, 2020	4.00% to 4.50%	8,400,000	5,205,000
Series 2004B Taxable GO Bonds, due in annual installments of \$120,000 to \$575,000 - debt retired by TIF #3 fund - debt retired by TIF #3 fund - debt retired by TIF #6 fund	June 3, 2004	December 1, 2021	4.80% to 5.85%	8,900,000	815,000
Series 2005A GO Bonds, due in annual installments of \$275,000 to \$500,000 - debt retired by TIF #3 fund	January 1, 2005	December 1, 2022	3.00% to 5.25%	5,550,000	5,275,000
Series 2005B GO Refunding Bonds, due in a annual installments of \$5,000 to \$260,000 - debt retired by TIF #1 fund	January 1, 2005	December 1, 2011	2.50% to 4.25%	1,030,000	750,000
Series 2005D GO Refunding Bonds, due in annual installments of \$45,000 to \$1,610,000 - debt retired by capital projects fund - debt retired by capital projects - library fund - debt retired by capital projects - sewer fund	February 1, 2005	December 1, 2018	2.25% to 5.00%	14,650,000	3,415,000
Series 2005E GO Bonds, due in annual installments of \$215,000 to \$1,290,000 - debt retired by TIF #1 fund	June 1, 2005	December 1, 2022	3.60% to 4.25%	12,800,000	960,000

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

### **NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)**

#### **F. LONG-TERM OBLIGATIONS (cont.)**

##### **General Obligation Debt (cont.)**

	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance December 31, 2008
Governmental Activities General Obligation Debt (cont.)					
- debt retired by TIF #3 fund				\$ -	\$ 5,250,000
- debt retired by capital projects fund				-	5,565,000
Series 2005F Taxable GO Bonds, due in annual installments of \$115,000 to \$505,000 - debt retired by TIF #1 fund	June 1, 2005	December 1, 2020	4.75%	4,725,000	4,610,000
Series 2005G Taxable GO Bonds, due in annual installments of \$25,000 to \$165,000 - debt retired by TIF #3 fund	June 1, 2005	December 1, 2015	4.75%	500,000	450,000
Series 2007A GO Refunding Bonds, due in annual installments of \$45,000 to \$700,000 - debt retired from capital project fund	October 23, 2007	December 1, 2021	3.8%	6,065,000	2,545,000
- debt retired from capital project fund				-	3,375,000
- debt retired from debt service fund				-	100,000
Series 2007B GO Refunding Bonds, due in annual installments of \$85,000 to \$150,000 - debt retired from debt service fund	October 23, 2007	December 1, 2021	3.8%	1,660,000	1,080,000
- debt retired from TIF #1 fund				-	460,000
Series 2008A GO Refunding Bonds, due in annual installments of \$125,000 to \$275,000 - debt retired from TIF #1 fund	April 1, 2008	December 1, 2016	3.25% to 5.25%	2,575,000	1,229,000
- debt retired from the TIF #3 fund				-	<u>1,216,000</u>
 Total Governmental Activities - General Obligation Debt					 <u>\$ 80,230,000</u>

**CITY OF DES PLAINES**

NOTES TO FINANCIAL STATEMENTS  
December 31, 2008

**NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)**

**F. LONG-TERM OBLIGATIONS (cont.)**

**General Obligation Debt (cont.)**

	<u>Date of Issue</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Original Indebtedness</u>	<u>Balance December 31, 2008</u>
Business-type Activities General Obligation Debt Series 2005C GO Refunding Bonds, due in annual installments of \$165,000 to \$370,000 - debt retired by water/sewer fund	January 1, 2005	December 1, 2013	2.50% to 4.00%	\$ 2,330,000	\$ <u>1,790,000</u>
Total Business-type Activities General Obligation Debt					\$ <u>1,790,000</u>

Debt service requirements to maturity are as follows:

<u>Years</u>	<u>Governmental Activities General Obligation Debt</u>		<u>Business-type Activities General Obligation Debt</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2009	\$ 7,385,000	\$ 3,526,049	\$ 335,000	\$ 66,388
2010	7,585,000	3,240,812	355,000	55,500
2011	7,865,000	2,923,036	370,000	43,074
2012	5,685,000	2,578,836	365,000	29,200
2013	5,975,000	2,332,690	365,000	14,600
2014-2018	31,270,000	7,687,941	-	-
2019-2022	14,465,000	1,391,282	-	-
Totals	\$ <u>80,230,000</u>	\$ <u>23,680,646</u>	\$ <u>1,790,000</u>	\$ <u>208,762</u>

**Tax Increment Financing Notes**

Tax increment financing bonds are payable from incremental taxes derived from a separately created tax increment financing district.

The City has issued notes where the City pledges incremental taxes derived from a separately created tax increment financing district. These notes are not a general obligation of the City and are secured only by the incremental revenues generated by the TIF district. The City has pledged future incremental tax revenues, net of specified operating expenses, to repay \$735,201 in revenue notes issued in 2002-2003. Proceeds from the notes provided financing for capital development within the tax increment financing district. The bonds are payable solely from incremental tax revenues and are payable through 2020. Annual principal and interest payments on the bonds are expected to require 84,123 of net revenues. The total principal and interest remaining to be paid on the bonds is \$1,009,477. Principal and interest paid for the current year were \$43,254 and \$40,870, respectively.

**CITY OF DES PLAINES**

NOTES TO FINANCIAL STATEMENTS  
December 31, 2008

**NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)**

**F. LONG-TERM OBLIGATIONS (cont.)**

**Tax Increment Financing bonds (cont.)**

Tax Increment Financing Notes at December 31, 2008, consists of the following:

Governmental Activities Tax Increment Financing Notes	<u>Date of Issue</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Original Indebtedness</u>	<u>Balance December 31, 2008</u>
Series 2002 Tax Increment Revenue Note, due in annual installments of \$14,547 to \$38,840 - debt retired by TIF #1 fund	May 1, 2002	June 1, 2020	5.25%	\$ 462,389	\$ 357,266
Series 2003 Tax Increment Revenue Note, due in annual installments of \$12,096 to \$41,087 - debt retired by TIF #1 fund	October 6, 2003	June 1, 2020	5.25%	471,000	<u>377,935</u>
Total Governmental Activities Tax Increment Financing Notes					<u>\$ 735,201</u>

Debt service requirements to maturity are as follows:

<u>Years</u>	<u>Governmental Activities Tax Increment Financing Bonds</u>	
	<u>Principal</u>	<u>Interest</u>
2009	\$ 45,526	\$ 38,597
2010	47,915	36,208
2011	50,430	33,693
2012	53,078	31,045
2013	55,865	28,258
2014-2018	326,520	94,096
2019-2020	<u>155,867</u>	<u>12,379</u>
Totals	<u>\$ 735,201</u>	<u>\$ 274,276</u>

**Loans Payable**

The 2007 equipment loan is payable from the equipment replacement fund.

**CITY OF DES PLAINES**

NOTES TO FINANCIAL STATEMENTS  
December 31, 2008

**NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)**

**F. LONG-TERM OBLIGATIONS (cont.)**

Loans Payable at December 31, 2008 consist of the following:

Governmental Activities Loans Payable	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance December 31, 2008
Series 2007 loan, due in annual installments of \$37,490 to \$84,669 - debt retired by equipment replacement fund	June 29, 2007	June 1, 2012	4.11%	\$ 400,000	\$ <u>287,617</u>
Total Governmental Activities Loans Payable					\$ <u><u>287,617</u></u>

Debt service requirements to maturity are as follows:

Years	Governmental Activities Loans Payable	
	Principal	Interest
2009	\$ 78,020	\$ 10,629
2010	81,277	7,372
2011	84,669	3,980
2012	<u>43,651</u>	<u>674</u>
Totals	<u>\$ 287,617</u>	<u>\$ 22,655</u>

**Other Debt Information**

The City has issued Industrial Development bonds for the benefit of various organizations. The issuance of Industrial Development Revenue Bonds by the City is to finance in whole or in part the cost of the acquisition, purchase, construction, reconstruction, improvement, equipping, betterment or extension of any economic development project in order to encourage economic development within or near the City. Industrial Development Revenue Bonds are not a debt of the City and the City is not obligated in any manner for the repayment. The entity using the bond proceeds to finance a construction or improvement project is liable for the bonds. Since the City does not act as an agent for Industrial Revenue Bonds, the transactions relating to the bonds and property do not appear in the City's financial statements. In 2006, the City issued \$7.7 million of Industrial Revenue Bonds for the Science and Arts Academy expansion.

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

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### NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

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#### *F. LONG-TERM OBLIGATIONS (cont.)*

##### *Advance Refunding*

On April 1, 2008, the City issued \$2,575,000 in general obligation bonds with an average interest rate of 4.6 percent to current refund \$2,455,000 of outstanding 2001C series bonds with an average interest rate of 6.4 percent. The net proceeds of \$2,517,611 (after payment of \$57,389 in underwriting fees, insurance and other issuance costs) were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 2001C series bonds. As a result, the 2001C series bonds are considered to be defeased and the liability for those bonds has been removed from these financial statements.

The City refunded the 2001C series bonds to reduce its total debt service payments over the next 14 years by \$144,207. The advance refunding resulted in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$133,013.

##### *Prior-Year Defeasance of Debt*

In prior years, the City defeased certain general obligation and other bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the City's financial statements. At December 31, 2008, \$3,295,000 of bonds outstanding are considered defeased.

#### *G. LEGAL DEBT MARGIN*

The City is a home rule municipality. Article VII, Section 6(k) of the 1970 Illinois Constitution governs computation of the legal debt margin.

"The General Assembly may limit by law the amount and require referendum approval of debt to be incurred by home rule municipalities, payable from ad valorem property tax receipts, only in excess of the following percentages of the assessed value of its taxable property (2) if its population is more than 25,000 and less than 500,000 an aggregate of one percent; indebtedness which is outstanding effective date (July 1, 1971) of this constitution or which is thereafter approval by referendum shall not be included in the foregoing percentage amounts."

To date the General Assembly has set no limits for home rule municipalities.

**CITY OF DES PLAINES**

**NOTES TO FINANCIAL STATEMENTS**  
December 31, 2008

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**NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)**

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**H. COMPONENT UNIT**

**DES PLAINES PUBLIC LIBRARY**

This report contains the Des Plaines Public Library (the "Library"), which is included as a component unit. Financial information is presented as a discrete column in the statement of net assets, statement of activities.

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

a. Basis of Accounting/Measurement Focus

The Library follows the modified accrual basis of accounting and the flow of economic resources measurement focus.

b. Deposits and Investments

	<u>Carrying Value</u>	<u>Bank Balance</u>	<u>Associated Risks</u>
Deposits	<u>\$ 1,693,285</u>	<u>\$ 1,693,285</u>	Custodial

**Deposits**

Statutes authorize the Des Plaines Public Library (the "Library") to make deposits/invest in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds.

**Cash**

The carrying amount of deposits was \$1,693,285 at December 31, 2008, while the bank balances were \$1,693,285. All account balances at banks were either insured by the Federal Deposit Insurance Corporation (FDIC) for \$250,000, or collateralized with securities of the U.S. Government or with letters of credit issued by the Federal Home Loan Bank held in the Library's name by financial institutions acting as the Library's agent.

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

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### NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

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#### *H. COMPONENT UNIT* (cont.)

##### *DES PLAINES PUBLIC LIBRARY* (cont.)

###### Deposits and Investments (cont.)

#### **Investments**

Illinois Statutes authorize the City to make deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreement to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds Investment Pool. As of December 31, 2008, the Library did not maintain an investment balance.

*Interest Rate Risk.* The Library does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

*Credit Risk.* The Library's general investment policy is to apply the prudent-person rule: Investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments.

*Custodial Credit Risk.* For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Library will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Library's investment policy requires that all amounts in excess of any insurance limits be collateralized by securities eligible for Library investment or any other high-quality, interest bearing security rated at least AA/Aa by one or more standard rating service to include Standard & Poor's, Moody's or Fitch. The market value of the pledge securities shall equal or exceed the portion of the deposit requiring collateralization.

*Concentration of Credit Risk.* The Library places no limit on the amount that may be invested in any one issuer.

#### c. Receivables and Deferrals

Property taxes for 2008 attach as an enforceable lien on January 1, 2008, on property values assessed as of the same date. Taxes are levied by December of the fiscal year (by passage of a Tax Levy Ordinance). Tax bills for levy year 2007 are prepared by the County and issued on or about February 1, 2008 and August 1, 2008 and are payable in two installments, on or about March 1, 2008 and October 1, 2008. The County collects such taxes and remits them periodically.

The Library recognizes property tax revenues when they become both measurable and available in the fiscal year that the tax levy is intended to finance. Therefore, the entire 2008 tax levy has been recorded as deferred revenue on the balance sheet.

**CITY OF DES PLAINES**

NOTES TO FINANCIAL STATEMENTS  
December 31, 2008

**NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)**

**H. COMPONENT UNIT (cont.)**

**DES PLAINES PUBLIC LIBRARY (cont.)**

d. Prepaid Expenses

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

e. Capital Assets

<b>Component Units</b>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Construction in progress	-	713,786	-	713,786
Total Capital Assets Not Being Depreciated	-	713,786	-	713,786
Improvements	\$ 65,335	\$ -	\$ -	\$ 65,335
Equipment	320,965	-	-	320,965
Vehicles	161,448	-	-	161,448
Total Capital Assets Not Being Depreciated	547,748	-	-	547,748
Less: Accumulated depreciation for	-	-	-	-
Improvements	(7,986)	(2,178)	-	(10,164)
Equipment	(165,346)	(22,861)	-	(188,207)
Vehicles	(119,738)	(9,251)	-	(128,989)
Total Accumulated Depreciation	(293,070)	(34,290)	-	(327,360)
Net Capital Assets Being Depreciated	254,678	(34,290)	-	220,388
Total Component Units Capital Assets, Net of Accumulated Depreciation	<u>\$ 254,678</u>	<u>\$ 679,496</u>	<u>\$ -</u>	<u>\$ 934,174</u>

The title to the Library land and building is in the name of the City and is reported in the City's capital assets used in governmental activities.

f. Compensated Absences

The liability balance as of December 31, 2007 was \$203,119. During 2008, there were additions of \$226,062 and reductions of \$203,119 leaving the liability balance as of December 31, 2008 of \$226,062. The current portion of this liability is \$93,232.

**CITY OF DES PLAINES**

NOTES TO FINANCIAL STATEMENTS  
December 31, 2008

**NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)**

**H. COMPONENT UNIT (cont.)**

**DES PLAINES PUBLIC LIBRARY (cont.)**

g. Transfers

Transfers	Transfers In	Transfers Out
Library Capital Projects Fund	\$ 400,000	\$ -
Library General Fund	-	400,000

The Library transferred funds into the Capital Projects fund to help fund capital projects.

h. Operating Leases  
Operating Lease

The Library leases copier equipment under noncancelable operating lease. Total costs for such lease was \$24,060 for the year ended December 31, 2008. At December 31, 2008, future minimum lease payments for this lease are as follows:

2009	\$ 24,060
2010	24,060
2011	24,060
2012	24,060
Total Operating Lease	\$ 96,240

**NOTE IV - OTHER INFORMATION**

**A. EMPLOYEES' RETIREMENT SYSTEM**

**Plan Descriptions**

The City contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), an agent-multiple-employer public employee retirement system; the Police Pension Plan which is a single-employer pension plan; and the Firefighters' Pension Plan which is a single-employer pension plan. The benefits, benefits levels, employee contributions and employer contributions for the plans are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly. The Police Pension Plan and the Firefighters' Pension Plan do not issue separate reports on the pension plans. IMRF does issue a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report can be obtained from IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

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### NOTE IV - OTHER INFORMATION (cont.)

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#### A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

##### Illinois Municipal Retirement Fund

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Pension benefits vest after 8 years of service. Participating members who retire at or after age 60 with 8 years of service are entitled to an annual retirement benefit, payable monthly for life in an amount equal to  $1 \frac{2}{3}\%$  of their final rate (average of the highest 48 consecutive months's earnings during the last 10 years) of earnings for each year thereafter. IMRF provides credited service up to 15 years and 2% for each year thereafter. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by Illinois Compiled Statutes. Participating members are required to contribute 4.5% of their annual salary to IMRF. The City is required to contribute the remaining amounts necessary to fund the coverage of its own employees in IMRF, as specified by statute. For calendar year 2008, the City's required contribution rate was 10.10%.

##### Police Pension

Police sworn personnel are covered by the Police Pension Plan, which is a defined benefit single-employer pension plan. Although this is a single employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois State Statutes (Chapter 40 ILCS 5/3) and may be amended only by the Illinois legislature. Administrative costs are financed with current investment income. The City accounts for the plan as a pension trust fund.

At December 31, 2007, the Police Pension membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	99
Current employees:	
Vested	69
Non vested	<u>34</u>
Total	<u><u>202</u></u>

The following is a summary of the Police Pension Fund as provided for in Illinois Compiled Statutes.

The police pension fund provides retirement benefits as well as death and disability benefits. Participants 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 on the last day of service, or for one year prior to the last day, whichever is greater. The pension shall be 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. 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 retirement benefit. The monthly pension of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and paid upon reaching at least the age 55, by 3% of the original pension and 3% compounded annually thereafter.

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

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### NOTE IV - OTHER INFORMATION (cont.)

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#### A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

##### Police Pension (cont.)

Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The City is required to contribute the remaining amounts necessary to finance the plans as actuarially determined by an enrolled actuary. Effective July 1, 1993 the City's contributions must accumulate to the point where the past service cost for the Police Pension Plan is fully funded by the year 2033. For the year ended December 31, 2008, the City's contribution was 26.10% of covered payroll.

##### Firefighters' Pension

Fire sworn personnel are covered by the Firefighters' Pension Plan, which is a defined benefit single-employer pension plan. Although this is a single employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois State Statutes (Chapter 40 ILCS 5/3) and may be amended only by the Illinois legislature. Administrative costs are financed with current investment income. The City accounts for the plan as a pension trust fund.

At December 31, 2007, the Firefighters' Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	81
Current employees:	
Vested	64
Non vested	40
Total	<u>185</u>

The following is a summary of the Firefighters' Pension Fund as provided for in Illinois Compiled Statutes.

The Firefighters' Pension Plan provides retirement benefits as well as death and disability benefits. Participants attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive a monthly retirement benefit of one half of the monthly salary attached to the rank held in the fire service at the date of retirement. The monthly pension shall be increased by one twelfth of 2.5% of such monthly salary for each additional month over 20 years of service through 30 years of service to a maximum of 75% of such monthly salary. 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 retirement benefit. The monthly pension of a firefighter who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and paid upon reaching at least the age 55, by 3% of the original pension and 3% compounded annually thereafter.

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

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### NOTE IV - OTHER INFORMATION (cont.)

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#### *A. EMPLOYEES' RETIREMENT SYSTEM (cont.)*

##### **Firefighters' Pension (cont.)**

Participants contribute a fixed percentage of their base salary to the plans. At December 31, 2008, the contribution percentage was 9.455%. If a participant leaves covered employment with less than 20 years of service, accumulated participant contributions may be refunded without accumulated interest. The City is required to contribute the remaining amounts necessary to finance the plans as actuarially determined by an enrolled actuary. Effective July 1, 1993, the City's contributions must accumulate to the point where the past service cost for the Firefighters' Pension Plan is fully funded by the year 2033. For the year ended December 31, 2008, the City's contribution was 20.49% of covered payroll.

##### **Summary of Significant Accounting Policies**

###### ***Police and Firefighters' Pension Plans***

*Basis of Accounting.* The financial statements of the pension fund are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which contributions are due. The City's contributions are recognized when due and a formal commitment to provide the contributions are made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

*Method Used to Value Investments.* Plan investments are reported at fair value. Short-term investments are reported at cost, which approximated fair value. Investments that do not have an established market are reported at estimated fair values.

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

### NOTE IV - OTHER INFORMATION (cont.)

#### A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

##### Annual Pension Cost

The City annual required contribution for the current year and related information for each plan is as follows:

	Illinois Municipal Retirement	Police Pension	Firefighters' Pension
Actuarial valuation date	December 31, 2007	December 31, 2007	December 31, 2007
Contribution rates:			
Employer	10.54%	26.10%	20.49%
Employee	4.50%	9.91%	9.46%
Annual required contribution	\$1,822,744	\$2,204,996	\$1,761,182
Contributions made	\$1,822,744	\$2,040,615	\$1,631,318
Actuarial cost method	Entry-age normal 5 year smoothed	Entry-age normal	Entry-age normal
Asset valuation method	market	Market	Market
Amortization method	Level percentage of payroll	Level percentage of payroll	Level percentage of payroll
Amortization period	25 years, closed	27 years, closed	26 years, closed
Actuarial assumptions:			
Investment rate of return	7.50%	8.00%	8.00%
	Compounded annually	Compounded annually	Compounded annually
Projected salary increases	.4 to 10.0%	5.00%	5.00%
Inflation rate included	4.00%	3.00%	3.00%
Cost-of-living adjustments	3.00%	3.00%	3.00%

##### Net Pension (Asset)

The following is the net pension (asset) calculation from the December 31, 2007 actuarial report:

Net Pension (Asset):	Police Pension	Firefighters' Pension
Annual required contribution	\$ 2,213,487	\$ 1,772,574
Interest on net pension obligation	(25,771)	(34,579)
Adjustment to annual required contribution	17,280	23,187
Annual pension cost	2,204,996	1,761,182
Contributions made	(2,040,615)	(1,631,318)
Change in net pension obligation	164,381	129,864
Net pension (asset), beginning of year	(322,134)	(432,239)
Net pension (asset), end of year	<u>\$ (157,753)</u>	<u>\$ (302,375)</u>

## CITY OF DES PLAINES

### NOTES TO FINANCIAL STATEMENTS December 31, 2008

#### NOTE IV - OTHER INFORMATION (cont.)

##### A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

#### Trend Information

Trend information gives an indication of the progress made in accumulating sufficient assets to pay benefits when due.

	Fiscal Year	Illinois Municipal Retirement	Police Pension	Firefighters' Pension
Annual required contribution (ARC)	2007	\$ 1,822,744	\$ 2,204,996	\$ 1,761,182
	2006	1,720,554	2,043,720	1,646,374
	2005	1,531,255	1,990,342	1,611,648
Contributions made	2007	\$ 1,822,744	\$ 2,040,615	\$ 1,631,318
	2006	1,720,544	2,674,594	2,161,596
	2005	1,531,255	1,523,236	1,401,756
Percentage of APC contributed	2007	100.00	92.50	92.60
	2006	100.00	130.90	131.30
	2005	100.00	76.50	87.00
Net pension obligation (asset)	2007	\$ -	\$ (157,753)	\$ (302,375)
	2006	-	(322,134)	(432,239)
	2005	-	308,740	82,983

## CITY OF DES PLAINES

### NOTES TO FINANCIAL STATEMENTS December 31, 2008

#### NOTE IV - OTHER INFORMATION (cont.)

##### **A. EMPLOYEES' RETIREMENT SYSTEM (cont.)** **Funded Status and Funding Progress**

The city's actuarial value of plan assets for the current year and related information is as follows:

	Illinois Municipal Retirement	Police Pension	Firefighters' Pension
Actuarial Valuation Date	December 31, 2007	December 31, 2007	December 31, 2007
Actuarial Valuation of Assets (a)	\$ 40,901,953	\$ 50,160,219	\$ 56,500,713
Actuarial Accrued Liability (AAL) - Entry Age (b)	\$ 44,037,074	\$ 82,869,248	\$ 77,492,079
Unfunded AAL (UAAL) (b - a)	\$ 3,135,121	\$ 32,709,029	\$ 20,991,366
Funded Ratio (a/b)	92.88 %	60.53%	72.91 %
Covered Payroll (c)	\$ 17,293,584	\$ 7,817,392	\$ 7,961,049
UAAL as a percentage of Covered Payroll ( (b-a) /c)	18.13 %	418.41%	263.68 %

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

**CITY OF DES PLAINES**

NOTES TO FINANCIAL STATEMENTS  
December 31, 2008

**NOTE IV - OTHER INFORMATION (cont.)**

**A. EMPLOYEES' RETIREMENT SYSTEM (cont.)**

**PENSION INFORMATION**

*Fiduciary Net Assets*

	Pension Trust		Totals
	Firefighters Pension	Police Pension	
<b>Assets</b>			
Cash and cash equivalents	\$ 3,070,166	\$ 3,552,211	\$ 6,622,377
Investments			
U.S. treasuries	11,953,848	9,778,144	21,731,992
Mortgage backed securities	14,753,909	13,560,862	28,314,771
Mutual funds	7,077,982	5,321,187	12,399,169
Stocks	9,486,160	8,409,120	17,895,280
State and local obligations	377,919	429,763	807,682
Corporate Bonds	727,009	747,432	1,474,441
Insurance contracts	-	962,430	962,430
Accrued interest receivable	264,662	306,940	571,602
Contributions	-	314,461	314,461
Prepaid expense	-	1,356	1,356
Total assets	<u>47,711,655</u>	<u>43,383,906</u>	<u>91,095,561</u>
<b>Liabilities</b>			
Accounts payable	\$ 10,551	\$ 36,621	\$ 47,172
Total liabilities	<u>10,551</u>	<u>36,621</u>	<u>47,172</u>
<b>Net assets</b>			
Held in trust for pension benefits	<u>\$ 47,701,104</u>	<u>\$ 43,347,285</u>	<u>\$ 91,048,389</u>

**CITY OF DES PLAINES**

NOTES TO FINANCIAL STATEMENTS  
December 31, 2008

**NOTE IV - OTHER INFORMATION (cont.)**

**A. EMPLOYEES' RETIREMENT SYSTEM (cont.)**

*Changes in Plan Net Assets*

	Pension Trust		Totals
	Firefighters Pension	Police Pension	
<b>Additions</b>			
Contributions			
Employer	\$ 2,017,431	\$ 2,625,669	\$ 4,643,100
Plan members	815,206	973,764	1,788,970
Total contributions	<u>2,832,637</u>	<u>3,599,433</u>	<u>6,432,070</u>
Investment Income			
Investment income	(7,290,860)	(5,502,945)	(12,793,805)
Miscellaneous revenues	376	784	1,160
Total Investment income	(7,290,484)	(5,502,161)	(12,792,645)
Less investment expense	279,992	158,059	438,051
Net investment income	<u>(7,570,476)</u>	<u>(5,660,220)</u>	<u>(13,230,696)</u>
Total additions	<u>(4,737,839)</u>	<u>(2,060,787)</u>	<u>(6,798,626)</u>
<b>Deductions</b>			
Benefits	\$ 4,003,360	\$ 4,580,434	\$ 8,583,794
Administration	58,410	171,713	230,123
Total deductions	<u>4,061,770</u>	<u>4,752,147</u>	<u>8,813,917</u>
Net change in net assets	(8,799,609)	(6,812,934)	(15,612,543)
Net assets, beginning of year	56,500,713	50,160,219	106,660,932
Net assets, end of year	<u>\$ 47,701,104</u>	<u>\$ 43,347,285</u>	<u>\$ 91,048,389</u>

**B. RISK MANAGEMENT**

The City is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; workers compensation; and health care of its employees. The City participates in a public entity risk pool called to provide coverage for losses from torts; theft of, damage to, or destruction of assets; errors and omissions; and workers compensation. However, other risks, such as health care and dental of its employees are accounted for and financed by the City in an internal service fund – the Risk Management Fund and Health Benefits Fund.

**Self Insurance**

For dental claims, the city offers optional dental insurance to all of its employees and any dependants. Employees opting for this coverage pay 10% of the premium. The annual maximum benefit is \$1,500 per employee.

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

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### NOTE IV - OTHER INFORMATION (cont.)

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#### **B. RISK MANAGEMENT** (cont.)

##### **Self Insurance** (cont.)

All funds of the City participate in the risk management program. Amounts payable to the fund are based on actuarial estimates of the amounts necessary to pay prior and current year claims and to establish a reserve for catastrophic losses.

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. The City does not allocate overhead costs or other nonincremental costs to the claims liability.

##### **Claims Liability**

	<u>Prior Year</u>	<u>Current Year</u>
Unpaid claims - Beginning of Year	\$ 225,058	\$ 318,869
Current year claims and changes in estimates	7,651,314	7,970,719
Claim payments	<u>(7,557,476)</u>	<u>(8,263,132)</u>
 Unpaid Claims - End of Year	 <u>\$ 318,896</u>	 <u>\$ 26,456</u>

##### **Public Entity Risk Pool**

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

##### **Municipal Insurance Cooperative Association**

The City has joined together with other local governments in Illinois to form the Municipal Insurance Cooperative Association (MICA). MICA is a public entity risk pool operating a common risk management and insurance program for its member government. MICA maintains \$1,000,000 specific reinsurance contracts with a \$100,000 limit on property claims, \$100,000 limit on liability claims, \$350,000 limit on worker's compensation claims, and a \$50,000 limit on crime claims. In addition, MICA maintains a \$1,000,000 reinsurance contract for total loss aggregate of \$6,550,000. The City pays an annual premium to MICA based upon the City's prior experience within the pool to cover potential claims to the total loss aggregate for all members of \$6,550,000. In addition, the City pays the first \$1,000 for property liability and crime claims. Amounts paid into the pool in excess of claims for any coverage year are rebated back to members in subsequent periods. The City records such rebates as miscellaneous revenue in the Risk Management Fund in the year in which they are received.

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

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### NOTE IV - OTHER INFORMATION (cont.)

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#### **B. RISK MANAGEMENT (cont.)**

##### ***Intergovernmental Personnel Benefit Cooperative***

The Health Benefits Fund was established to account for the financial transactions of self-insured employee and retiree health benefits. In 2003 the City joined the Intergovernmental Personnel Benefit Cooperative (IPBC), a self-insured governmental insurance pool consisting of 49 municipalities located primarily in the Chicago area. The IPBC provides the City with consulting, legal, and auditing services for its health (i.e. PPO and HMO) and life insurance programs. The City pays premiums to IPBC based upon current employee participation and its prior experience factor with the pool. The City continues to be self-insured for dental benefits on an individual contract basis outside of the IPBC.

##### ***High-level Excess Liability Pool***

The City is also a member of the High-Level Excess Liability Pool (HELP), which consists of 15 Illinois municipalities. The purpose of HELP is to act as a joint self-insurance pool for the purpose of seeking the prevention and lessening of liability claims for injuries to persons or property or claims for errors and omissions made against members and other parties included within the scope of coverage of the pool. The Village of Elk Grove, Illinois (the initial Host Member) issued \$5,000,000 of general obligation bonds in 1987 to provide initial funding for HELP. The bond proceeds were put into escrow with LaSalle National Bank as escrow agent. An intergovernmental agreement among HELP, the Village of Elk Grove, and the members provides that HELP and its members are obligated to the Village of Elk Grove for payment of principal and interest on the bonds until such bonds have been retired. The bonds were retired December 1, 1995. The coverage provided by HELP is \$1,000,000 per occurrence and in the aggregate for each member, with a self-insurance retention of \$1,000,000 per member. In addition, HELP provides excess reinsurance of \$4,000,000 per occurrence for claims in excess of \$6,000,000.

The City has committed to purchase excess liability insurance from the pool through the term of the Agreement. Annual premiums are calculated based on a formula which specifies the following four criteria: (1) miles of streets, (2) Full-time equivalent employees, (3) number of motor vehicles, and (4) operating revenues.

Based upon the allocations for the year ended April 30, the City expects to pay a minimum of \$90,000 per year over the remaining term of the agreement.

#### **C. COMMITMENTS AND CONTINGENCIES**

From time to time, the City is party to various pending claims and legal proceedings. Although the outcome of such matters cannot be forecasted with certainty, it is the opinion of management and the City attorney that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the City's financial position or results of operations.

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

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### NOTE IV - OTHER INFORMATION (cont.)

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#### ***C. COMMITMENTS AND CONTINGENCIES (cont.)***

Sales Tax Incentive Plan: The City has entered into several business development agreements with local retailers whereby the City has authorized payment of excess retailer occupation taxes to the businesses. In these agreements, the term "excess" is an amount above a certain base amount, based on the specific agreement. These agreements range in their payouts of the excess occupation taxes from eight to fifteen years. During the year, the City had expenditures totaling \$517,579 in excess retailer's occupation tax.

Tax Increment Financing Districts: The City entered into a redevelopment agreement with a developer dated October 16, 2001, whereby the City has agreed to reimburse the developer for certain costs associated with the redevelopment project within Tax Increment Financing (TIF) District No. 1. The agreement requires the City to reimburse the developer up to \$480,000, for developer reimbursements, if certain requirements of the redevelopment agreement are met. The \$480,000, if incurred, would be in the form of a note payable issued to the developer from certain incremental revenues of the TIF, payable by June 1, 2020, with interest payable at 5.25% from the date of issuance through maturity. \$471,000 of reimbursable costs were incurred in 2003 and a note payable was issued. The balance due on the note as disclosed in Note III-F, at December 31, 2008, is \$377,935.

The City entered into a redevelopment agreement with a TIF developer dated February 5, 2001, whereby the City has agreed to reimburse the developer for certain costs associated with the redevelopment project within Tax Increment Financing (TIF) District No. 1. The agreement requires the City to reimburse the developer up to \$650,000, for developer reimbursements, if certain requirements of the redevelopment agreement are met. The \$650,000, if incurred, would be in the form of a note payable issued to the developer from certain incremental revenues of the TIF payable by June 1, 2020, with interest payable at 5.25% from the date of issuance through maturity. \$377,229 of reimbursable costs was incurred in 2002 and a note payable was issued. An additional drawdown on the note was made in 2003 for additional reimbursable costs incurred of \$31,301. Also, in 2006, a drawdown was made for \$53,091. The balance due on the note as disclosed in Note III F., at December 31, 2008, is \$357,266.

#### ***D. OTHER POSTEMPLOYMENT BENEFITS***

The City administers a single-employer defined benefit healthcare plan ("the Retiree Health Plan"). The plan provides health insurance contributions for eligible retirees and their spouses through the City's group health insurance plan, which covers both active and retired members. A retiree is eligible to receive benefits if they fall into any one of four categories. IMRF participants are eligible at age 55 with at least 8 years of service, or if they are totally and permanently disabled. Police officers and firefighters are eligible at age 50 with 20 years of service, or if they are medically disabled and unable to perform the duties as a police officer or firefighter. Police officers are eligible for a reduced benefit at age 60 with at least 10 years of service, but less than 20 years. Police officers and firefighters that terminate with a vested benefit are eligible for post-retirement healthcare benefits commencing at the time of separation. Spouses and dependents of retirees are eligible to continue healthcare coverage while the retiree is alive if they were enrolled at the time of retirement. Surviving spouses of employees are eligible for COBRA coverage. Surviving spouses and dependent children of police officers and firefighters that were injured in the line of duty, during an emergency, and surviving spouses of all retirees are eligible to continue healthcare coverage. Retirees, spouses, and dependents opting out of the retiree health program cannot re-enter into the program.

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

### NOTE IV - OTHER INFORMATION (cont.)

Contribution requirements are established through personnel policy guidelines and may be amended by the action of the governing body. The city makes the same monthly health insurance contribution on behalf of the retiree as it makes on behalf of all other active employees during that year. Plan members receiving benefits contribute 100 percent of their premium costs. The City pays 100% of the healthcare premiums for police officers and firefighters, their dependents and their surviving spouses and dependent children if they were injured or killed in the line of duty during an emergency. Healthcare premiums for surviving spouses are payable by the City until remarriage. Any amounts payable under the City's health plan will be reduced by the amounts payable under Medicare for those expenses which are covered by Medicare. For fiscal year 2008, total member contributions were \$1,437,738. Administrative costs of the plan are financed through investment earnings.

The City's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the City's annual OPEB cost for the year, the amount actually contributed to plan, and changes in the City's net OPEB obligation to the Retiree Health Plan:

Annual required contribution	\$	1,142,333
Interest on net OPEB obligation		-
Adjustment to annual required contribution		<u>-</u>
Annual OPEB cost		1,142,333
Contributions made		<u>(572,023)</u>
Increase in net OPEB obligation (asset)		570,310
Net OPEB Obligation (Asset) - Beginning of Year		<u>-</u>
Net OPEB Obligation (Asset) - End of Year	\$	<u><u>570,310</u></u>

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2008 was as follows:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
2008	1,142,333	50.07	570,310

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS

December 31, 2008

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### NOTE IV - OTHER INFORMATION (cont.)

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The funded status of the plan as of December 31, 2007, the most recent actuarial valuation date, was as follows:

Actuarial accrued liability (AAL)	\$	12,898,052
Actuarial value of plan assets		<u>-</u>
Unfunded Actuarial Accrued Liability (UAAL)	\$	<u>12,898,052</u>
Funded ratio (actuarial value of plan assets/AAL)		-%
Covered payroll (active plan members)	\$	31,327,381
UAAL as a percentage of covered payroll		41%

Actuarial valuations of an ongoing plan involve estimates for the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan is understood by the employer and plan members) and includes the types of benefits provided at the time of each valuation and the historical pattern of sharing benefit costs between the employer and plan members to that point. The methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the December 31, 2007 actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions include a 4.00 percent investment rate of return and an annual healthcare cost trend rate of 4.63 percent initially, reduced by decrements to an ultimate rate of 4.50 percent after 11 years. Both rates include a 3.00 percent inflation assumption. The actuarial value of Retiree Health Plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a three-year period. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at December 31, 2008, was 29 years for all employees, except public works employees, whose remaining amortization period was 11 years.

#### ***E. SUBSEQUENT EVENTS***

Subsequent to December 31, 2008, the investment markets have experienced a significant decline in value. It is highly likely that the values of the Police Pension Fund and the Firefighters' Pension Fund have decreased by material amounts since December 31, 2008.

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2008

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### **NOTE IV - OTHER INFORMATION (cont.)**

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#### ***F. TAX INCREMENT FINANCING DISTRICT***

The City of Des Plaines has established several Tax Increment Redevelopment Project Areas (RPA's) to encourage redevelopment of certain sites for more market oriented commercial uses of the properties that will enhance their value and improve their contributions to the City and its surrounding areas. As part of the redevelopment plans, the City has made significant improvements to utilities, public parking, intersections, and traffic signalization, streets and landscaping. The redevelopment plans also include site preparation, land acquisition and assembly, and demolition/clearance.

Several funds have been established to record the revenues generated in the RPA's that relate directly to servicing the debt issued to make public improvements in the RPA's.

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**REQUIRED SUPPLEMENTARY INFORMATION**

# CITY OF DES PLAINES

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND  
 For the Year Ended December 31, 2008  
 With Comparative Actual Amounts for the Year Ended December 31, 2007

	2008			2007 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
<b>REVENUES</b>				
<b>PROPERTY TAXES</b>				
Property taxes	\$ 14,780,000	\$ 14,948,936	\$ 168,936	\$ 13,402,397
Police pension	2,450,000	2,509,278	59,278	2,210,169
Fire pension	<u>1,875,000</u>	<u>1,923,800</u>	<u>48,800</u>	<u>1,765,453</u>
<b>Total Property taxes</b>	<u>19,105,000</u>	<u>19,382,014</u>	<u>277,014</u>	<u>17,378,019</u>
<b>LOCAL TAXES</b>				
Utility taxes	2,710,000	2,583,405	(126,595)	2,510,644
Gas use tax	525,000	412,731	(112,269)	395,482
Franchise tax	497,500	508,905	11,405	584,525
Road and bridge tax	142,000	165,596	23,596	136,999
Food and beverage tax	945,000	953,597	8,597	964,590
Telecommunication taxes	1,525,000	2,407,669	882,669	986,102
Hotel/motel tax	1,694,650	1,621,451	(73,199)	1,306,542
Auto rental tax	20,000	80,787	60,787	72,727
Real estate transfer tax	900,000	525,343	(374,657)	975,339
Home rule sales tax	<u>1,550,000</u>	<u>1,389,918</u>	<u>(160,082)</u>	<u>1,433,982</u>
<b>Total Local Taxes</b>	<u>10,509,150</u>	<u>10,649,402</u>	<u>140,252</u>	<u>9,366,932</u>
<b>LICENSES</b>				
Business	570,000	514,883	(55,117)	551,252
Liquor	205,000	215,112	10,112	197,217
Vehicle	1,300,000	1,320,387	20,387	1,333,760
Other licenses	<u>71,400</u>	<u>112,451</u>	<u>41,051</u>	<u>90,241</u>
<b>Total Licenses</b>	<u>2,146,400</u>	<u>2,162,833</u>	<u>16,433</u>	<u>2,172,470</u>
<b>PERMITS</b>				
Building	1,750,000	759,553	(990,447)	1,274,362
Other permits	<u>443,000</u>	<u>305,767</u>	<u>(137,233)</u>	<u>390,424</u>
<b>Total Permits</b>	<u>2,193,000</u>	<u>1,065,320</u>	<u>(1,127,680)</u>	<u>1,664,786</u>
<b>INTERGOVERNMENTAL</b>				
State income tax	4,975,000	5,551,206	576,206	5,177,900
Local use tax	790,000	861,783	71,783	773,085
Personal property replacement tax	1,480,000	1,408,713	(71,287)	1,530,070
Municipal sales tax	8,700,000	8,293,888	(406,112)	8,480,072
Federal, state, and local grants	354,000	1,398,319	1,044,319	238,510
Other state payments	<u>-</u>	<u>112,855</u>	<u>112,855</u>	<u>161,473</u>
<b>Total INTERGOVERNMENTAL</b>	<u>16,299,000</u>	<u>17,626,764</u>	<u>1,327,764</u>	<u>16,361,110</u>

See auditor's report and accompanying notes to required supplementary information.

# CITY OF DES PLAINES

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND  
 For the Year Ended December 31, 2008  
 With Comparative Actual Amounts for the Year Ended December 31, 2007

	2008			2007 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
<b>CHARGES FOR SERVICES</b>				
Ambulance fees	\$ 1,129,000	\$ 1,396,955	\$ 267,955	\$ 705,603
Refuse collection	3,150,000	3,408,346	258,346	3,187,494
Other fees	204,725	226,011	21,286	236,039
Rental income	<u>216,113</u>	<u>121,238</u>	<u>(94,875)</u>	<u>223,263</u>
<b>Total charges for services</b>	<u>4,699,838</u>	<u>5,152,550</u>	<u>452,712</u>	<u>4,352,399</u>
<b>FINES AND FORFEITS</b>				
Fines	683,000	719,573	36,573	789,736
Other fines and forfeits	<u>324,150</u>	<u>359,959</u>	<u>35,809</u>	<u>195,518</u>
<b>Total fines and forfeits</b>	<u>1,007,150</u>	<u>1,079,532</u>	<u>72,382</u>	<u>985,254</u>
<b>INVESTMENT INCOME</b>				
Investment income	165,000	111,718	(53,282)	188,975
<b>MISCELLANEOUS</b>				
Miscellaneous	<u>190,350</u>	<u>314,927</u>	<u>124,577</u>	<u>222,276</u>
<b>Total Revenues</b>	<u>56,314,888</u>	<u>57,545,060</u>	<u>1,230,172</u>	<u>52,692,221</u>
<b>EXPENDITURES</b>				
<b>GENERAL GOVERNMENT</b>				
Legislative department				
Salaries	97,548	101,116	(3,568)	98,262
Benefits	131,696	128,976	2,720	119,655
Contractual services	161,147	158,077	3,070	184,101
Commodities	<u>4,150</u>	<u>2,460</u>	<u>1,690</u>	<u>3,773</u>
Total legislative department	<u>394,541</u>	<u>390,629</u>	<u>3,912</u>	<u>405,791</u>
City Clerk				
Salaries	228,977	239,799	(10,822)	227,981
Benefits	67,178	73,045	(5,867)	67,070
Contractual services	24,045	18,149	5,896	21,020
Commodities	<u>62,500</u>	<u>45,106</u>	<u>17,394</u>	<u>55,637</u>
Total city clerk	<u>382,700</u>	<u>376,099</u>	<u>6,601</u>	<u>371,708</u>
City Manager Division				
Salaries	366,555	262,120	104,435	230,545
Benefits	110,276	61,243	49,033	84,100
Contractual services	23,774	5,691	18,083	16,381
Commodities	11,450	5,353	6,097	15,114
Capital outlay	<u>4,200</u>	<u>13,372</u>	<u>(9,172)</u>	<u>903</u>
Total city manager division	<u>516,255</u>	<u>347,779</u>	<u>168,476</u>	<u>347,043</u>

See auditor's report and accompanying notes to required supplementary information.

# CITY OF DES PLAINES

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND

For the Year Ended December 31, 2008

With Comparative Actual Amounts for the Year Ended December 31, 2007

	2008			2007 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
Media services				
Salaries	\$ 54,612	\$ 43,500	\$ 11,112	\$ 26,887
Benefits	24,267	10,595	13,672	10,811
Contractual services	51,169	42,948	8,221	39,348
Commodities	12,600	4,703	7,897	4,358
Capital outlay	7,500	32,527	(25,027)	-
Total media services	<u>150,148</u>	<u>134,273</u>	<u>15,875</u>	<u>81,404</u>
Legal department				
Salaries	302,640	307,924	(5,284)	314,490
Benefits	91,921	100,849	(8,928)	91,118
Contractual services	83,304	62,361	20,943	63,633
Commodities	8,800	8,477	323	8,382
Total legal department	<u>486,665</u>	<u>479,611</u>	<u>7,054</u>	<u>477,623</u>
Department of finance - fiscal services				
Salaries	582,553	524,708	57,845	537,956
Benefits	212,424	201,452	10,972	217,212
Contractual services	121,414	231,143	(109,729)	249,445
Commodities	32,350	32,807	(457)	21,787
Capital outlay	14,000	-	14,000	-
Total department of finance - fiscal services	<u>962,741</u>	<u>990,110</u>	<u>(27,369)</u>	<u>1,026,400</u>
Information technologies				
Salaries	425,531	300,532	124,999	314,172
Benefits	160,896	190,693	(29,797)	137,563
Contractual services	115,412	40,009	75,403	11,628
Commodities	1,550	18,483	(16,933)	1,379
Capital outlay	45,000	31,072	13,928	-
Total information technologies	<u>748,389</u>	<u>580,789</u>	<u>167,600</u>	<u>464,742</u>
Overhead division - contractual services				
Early retirement program	51,552	42,861	8,691	145,148
Flood assistance	30,000	60,537	(30,537)	28,671
Sewer lateral	-	-	-	47,289
Historical museum	166,600	166,600	-	158,670
Other	67,736	140,697	(72,961)	130,502
Total overhead division - contractual services	<u>315,888</u>	<u>410,695</u>	<u>(94,807)</u>	<u>510,280</u>
Building and code enforcement				
Salaries	1,014,645	1,046,656	(32,011)	984,327
Benefits	412,408	401,696	10,712	382,703
Contractual services	62,156	73,691	(11,535)	86,275
Commodities	16,700	13,063	3,637	17,101
Total building and code enforcement	<u>1,505,909</u>	<u>1,535,106</u>	<u>(29,197)</u>	<u>1,470,406</u>

See auditor's report and accompanying notes to required supplementary information.

# CITY OF DES PLAINES

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND

For the Year Ended December 31, 2008

With Comparative Actual Amounts for the Year Ended December 31, 2007

	2008			2007 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
Planning and zoning				
Salaries	\$ 344,339	\$ 336,147	\$ 8,192	\$ 287,070
Benefits	119,279	106,933	12,346	89,328
Contractual services	419,283	261,225	158,058	56,776
Commodities	5,000	3,337	1,663	3,240
Total planning and zoning	<u>887,901</u>	<u>707,642</u>	<u>180,259</u>	<u>436,414</u>
Human resources				
Salaries	280,172	151,023	129,149	307,802
Benefits	96,987	48,924	48,063	89,838
Contractual services	133,371	293,968	(160,597)	401,042
Commodities	14,000	11,427	2,573	18,529
Total human resources	<u>524,530</u>	<u>505,342</u>	<u>19,188</u>	<u>817,211</u>
Health and Human Services				
Salaries	178,704	210,810	(32,106)	159,540
Benefits	67,663	83,277	(15,614)	68,041
Contractual services	151,203	134,923	16,280	240,282
Commodities	15,850	12,232	3,618	16,854
Capital outlay	-	-	-	611
Total Health and Human Services	<u>413,420</u>	<u>441,242</u>	<u>(27,822)</u>	<u>485,328</u>
Geographic information systems (GIS)				
Contractual services	257,300	212,680	44,620	228,733
Commodities	2,000	2,142	(142)	1,392
Capital outlay	-	-	-	15,191
Total Geographic information systems (GIS)	<u>259,300</u>	<u>214,822</u>	<u>44,478</u>	<u>245,316</u>
Total general government	<u>7,548,387</u>	<u>7,114,139</u>	<u>434,248</u>	<u>7,139,666</u>
<b>PUBLIC SAFETY</b>				
Police department - administration				
Salaries	620,977	637,490	(16,513)	530,086
Benefits	280,298	280,154	144	236,518
Contractual services	51,249	51,129	120	18,648
Commodities	8,250	11,266	(3,016)	13,332
Total police department - administration	<u>960,774</u>	<u>980,039</u>	<u>(19,265)</u>	<u>798,584</u>
Police department - uniformed patrol				
Salaries	5,924,930	6,053,820	(128,890)	5,345,393
Benefits	2,915,988	3,017,496	(101,508)	2,616,501
Contractual services	235,872	230,069	5,803	189,049
Commodities	32,980	24,753	8,227	79,577
Capital outlay	-	-	-	45,842
Total police department - uniformed patrol	<u>9,109,770</u>	<u>9,326,138</u>	<u>(216,368)</u>	<u>8,276,362</u>

See auditor's report and accompanying notes to required supplementary information.

**CITY OF DES PLAINES**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND  
 For the Year Ended December 31, 2008  
 With Comparative Actual Amounts for the Year Ended December 31, 2007

	2008			2007 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
Police department - criminal investigation				
Salaries	\$ 2,135,627	\$ 2,052,080	\$ 83,547	\$ 1,777,232
Benefits	1,014,923	1,127,154	(112,231)	926,120
Contractual services	125,066	104,542	20,524	93,978
Commodities	15,600	11,462	4,138	15,527
Total police department - criminal investigation	<u>3,291,216</u>	<u>3,295,238</u>	<u>(4,022)</u>	<u>2,812,857</u>
Police department - supporting services				
Salaries	2,300,674	2,443,071	(142,397)	1,917,304
Benefits	1,013,061	1,022,803	(9,742)	872,647
Contractual services	283,597	244,241	39,356	374,347
Commodities	231,250	199,704	31,546	227,098
Capital outlay	-	13,473	(13,473)	-
Total police department - supporting services	<u>3,828,582</u>	<u>3,923,292</u>	<u>(94,710)</u>	<u>3,391,396</u>
Fire department - administration				
Salaries	662,220	666,306	(4,086)	570,165
Benefits	314,343	326,306	(11,963)	317,956
Contractual services	45,562	43,245	2,317	44,306
Commodities	7,700	6,488	1,212	9,776
Capital outlay	-	189	(189)	-
Total fire department - administration	<u>1,029,825</u>	<u>1,042,534</u>	<u>(12,709)</u>	<u>942,203</u>
Fire department - emergency services				
Salaries	8,012,145	8,362,115	(349,970)	7,695,135
Benefits	4,184,975	4,416,051	(231,076)	3,789,286
Contractual services	358,000	352,509	5,491	357,074
Commodities	150,000	157,097	(7,097)	186,418
Capital outlay	41,500	49,519	(8,019)	-
Total fire department - emergency services	<u>12,746,620</u>	<u>13,337,291</u>	<u>(590,671)</u>	<u>12,027,913</u>
Fire department - fire prevention				
Salaries	401,508	418,742	(17,234)	391,461
Benefits	214,315	260,528	(46,213)	178,173
Contractual services	22,238	21,341	897	19,219
Commodities	7,575	5,629	1,946	8,807
Total fire department - fire prevention	<u>645,636</u>	<u>706,240</u>	<u>(60,604)</u>	<u>597,660</u>
Emergency Management Agency				
Salaries	9,365	9,329	36	9,084
Benefits	2,145	746	1,399	734
Contractual services	26,332	27,912	(1,580)	30,156
Commodities	17,570	12,872	4,698	12,859
Capital outlay	-	5,807	(5,807)	-
Total emergency management agency	<u>55,412</u>	<u>56,666</u>	<u>(1,254)</u>	<u>52,833</u>

See auditor's report and accompanying notes to required supplementary information.

# CITY OF DES PLAINES

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND  
For the Year Ended December 31, 2008  
With Comparative Actual Amounts for the Year Ended December 31, 2007

	2008			2007 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
Board of police and fire commission				
Contractual services	\$ 83,090	\$ 44,078	\$ 39,012	\$ 124,301
Commodities	<u>1,700</u>	<u>3,699</u>	<u>(1,999)</u>	<u>1,986</u>
Total board of police and fire commission	<u>84,790</u>	<u>47,777</u>	<u>37,013</u>	<u>126,287</u>
Emergency Communications				
Contractual services	<u>1,793,592</u>	<u>1,793,592</u>	<u>-</u>	<u>1,361,867</u>
Total emergency communications	<u>1,793,592</u>	<u>1,793,592</u>	<u>-</u>	<u>1,361,867</u>
Total Public Safety	<u>33,546,217</u>	<u>34,508,807</u>	<u>(962,590)</u>	<u>30,387,962</u>
<b>PUBLIC WORKS</b>				
Building and grounds				
Salaries	318,409	299,699	18,710	257,061
Benefits	125,629	126,550	(921)	111,330
Contractual services	203,721	233,292	(29,571)	229,192
Commodities	211,250	272,340	(61,090)	209,874
Capital outlay	<u>100,000</u>	<u>1,632</u>	<u>98,368</u>	<u>23,822</u>
Total building and grounds	<u>959,009</u>	<u>933,513</u>	<u>25,496</u>	<u>831,279</u>
Sewer department				
Salaries	-	-	-	846,348
Benefits	-	-	-	363,002
Contractual services	-	-	-	98,704
Commodities	-	-	-	97,338
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>43,312</u>
Total sewer department	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,448,704</u>
Vehicle maintenance division				
Salaries	462,942	472,539	(9,597)	433,935
Benefits	189,533	200,008	(10,475)	189,574
Contractual services	109,368	99,190	10,178	77,930
Commodities	658,500	936,326	(277,826)	700,635
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,979</u>
Total vehicle maintenance division	<u>1,420,343</u>	<u>1,708,063</u>	<u>(287,720)</u>	<u>1,411,053</u>
Public works administration				
Salaries	121,830	144,050	(22,220)	88,156
Benefits	74,442	67,592	6,850	76,052
Contractual services	18,290	11,325	6,965	6,618
Commodities	11,230	9,671	1,559	4,326
Capital outlay	<u>30,000</u>	<u>5,000</u>	<u>25,000</u>	<u>18,179</u>
Total public works administration	<u>255,792</u>	<u>237,638</u>	<u>18,154</u>	<u>193,331</u>

See auditor's report and accompanying notes to required supplementary information.

# CITY OF DES PLAINES

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND

For the Year Ended December 31, 2008

With Comparative Actual Amounts for the Year Ended December 31, 2007

	2008			2007 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
<b>Environmental services</b>				
Salaries	\$ 60,130	\$ 18,272	\$ 41,858	\$ 33,437
Benefits	25,133	3,960	21,173	7,076
Contractual services - refuse contract	3,500,000	3,410,804	89,196	3,329,931
Contractual services	24,577	26,081	(1,504)	21,717
Commodities	45,000	200,364	(155,364)	19,681
<b>Total Environmental services</b>	<u>3,654,840</u>	<u>3,659,481</u>	<u>(4,641)</u>	<u>3,411,842</u>
<b>Total Public works</b>	<u>6,289,984</u>	<u>6,538,695</u>	<u>(248,711)</u>	<u>7,296,209</u>
 <b>STREETS AND HIGHWAYS</b>				
Engineering department				
Salaries	709,772	715,552	(5,780)	573,245
Benefits	215,128	216,919	(1,791)	212,841
Contractual services	32,389	32,357	32	178,004
Commodities	9,820	302,340	(292,520)	9,225
<b>Total engineering department</b>	<u>967,109</u>	<u>1,267,168</u>	<u>(300,059)</u>	<u>973,315</u>
Street department				
Salaries	1,062,469	1,225,893	(163,424)	1,066,100
Benefits	460,924	493,856	(32,932)	471,145
Contractual services	124,083	118,857	5,226	117,615
Commodities	89,850	99,983	(10,133)	59,214
Capital outlay	6,200	6,080	120	13,952
<b>Total street department</b>	<u>1,743,526</u>	<u>1,944,669</u>	<u>(201,143)</u>	<u>1,728,026</u>
Street special services				
Salaries	1,212,325	1,173,514	38,811	1,233,103
Benefits	600,780	540,567	60,213	591,556
Contractual services	1,119,553	843,214	276,339	446,831
Commodities	295,550	323,167	(27,617)	300,649
Capital outlay	21,000	25,064	(4,064)	28,520
<b>Total street special services</b>	<u>3,249,208</u>	<u>2,905,526</u>	<u>343,682</u>	<u>2,600,659</u>
<b>Total Streets and highways</b>	<u>5,959,843</u>	<u>6,117,363</u>	<u>(157,520)</u>	<u>5,302,000</u>
 <b>ECONOMIC DEVELOPMENT</b>				
Economic development				
Salaries	110,361	115,479	(5,118)	114,981
Benefits	37,974	39,200	(1,226)	36,214
Contractual services	639,187	523,133	116,054	538,490
Commodities	7,250	3,950	3,300	2,645
<b>Total economic development</b>	<u>794,772</u>	<u>681,762</u>	<u>113,010</u>	<u>692,330</u>
<b>Total Economic     Development</b>	<u>794,772</u>	<u>681,762</u>	<u>113,010</u>	<u>692,330</u>
 <b>DEBT SERVICE</b>				
Interest and fiscal charges	-	32,885	(32,885)	-
<b>Total Debt Service</b>	<u>-</u>	<u>32,885</u>	<u>(32,885)</u>	<u>-</u>
 <b>Total Expenditures</b>	 <u>54,139,203</u>	 <u>54,993,651</u>	 <u>(854,448)</u>	 <u>50,818,167</u>

See auditor's report and accompanying notes to required supplementary information.

**CITY OF DES PLAINES**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND  
 For the Year Ended December 31, 2008  
 With Comparative Actual Amounts for the Year Ended December 31, 2007

	<u>2008</u>			
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>	<u>2007 Actual</u>
Excess (deficiency) of revenues over (under) expenditures	\$ 2,175,685	2,551,409	\$ 375,724	1,874,054
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer in	60,000	15,780	(44,220)	180,000
Transfer out	<u>(1,153,700)</u>	<u>(1,153,700)</u>	<u>-</u>	<u>(1,575,000)</u>
Total Other Financing Sources (Uses)	<u>(1,093,700)</u>	<u>(1,137,920)</u>	<u>(44,220)</u>	<u>(1,395,000)</u>
<b>Net Change in Fund Balance</b>	<u>\$ 1,081,985</u>	1,413,489	<u>\$ 331,504</u>	479,054
<b>FUND BALANCE - Beginning of Year</b>		<u>7,956,822</u>		<u>7,477,768</u>
<b>FUND BALANCE - END OF YEAR</b>		<u>\$ 9,370,311</u>		<u>\$ 7,956,822</u>

## CITY OF DES PLAINES

### DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - TIF #1 (DOWNTOWN)

For the Year Ended December 31, 2008

With Comparative Actual Amounts for the Year Ended December 31, 2007

	2008			2007 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
<b>REVENUES</b>				
Property taxes	\$ 8,811,419	\$ 5,011,471	\$ (3,799,948)	\$ 4,643,501
Investment income	14,000	85,996	71,996	178,783
Miscellaneous	8,265	63,842	55,577	7,592
Total Revenues	<u>8,833,684</u>	<u>5,161,309</u>	<u>(3,672,375)</u>	<u>4,829,876</u>
<b>EXPENDITURES</b>				
<b>ECONOMIC DEVELOPMENT</b>				
Salaries	16,358	16,747	(389)	-
Benefits	6,637	6,125	512	-
Contractual services	1,068,602	739,512	329,090	261,602
Commodities	73,500	84,676	(11,176)	5,571
Surplus declaration	-	1,500,000	(1,500,000)	-
Capital Outlay	2,185,000	1,461,847	723,153	296,790
Total Economic Development	<u>3,350,097</u>	<u>3,808,907</u>	<u>(458,810)</u>	<u>563,963</u>
<b>DEBT SERVICE</b>				
Principal	1,928,254	1,923,254	5,000	1,936,097
Interest and fiscal charges	907,355	868,373	38,982	976,945
Paying agent fees	2,700	1,464	1,236	2,424
Total Debt Service	<u>2,838,309</u>	<u>2,793,091</u>	<u>45,218</u>	<u>2,915,466</u>
Total Expenditures	<u>6,188,406</u>	<u>6,601,998</u>	<u>(413,592)</u>	<u>3,479,429</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,645,278</u>	<u>(1,440,689)</u>	<u>(4,085,967)</u>	<u>1,350,447</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Principal of refunding debt	-	1,334,000	1,334,000	-
Transfer to Escrow	-	(1,301,940)	(1,301,940)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>32,060</u>	<u>32,060</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ 2,645,278</u>	<u>(1,408,629)</u>	<u>\$ (4,053,907)</u>	<u>1,350,447</u>
FUND BALANCE - Beginning of Year		<u>2,863,465</u>		<u>1,513,018</u>
FUND BALANCE - END OF YEAR		<u>\$ 1,454,836</u>		<u>\$ 2,863,465</u>

See auditor's report and accompanying notes to required supplementary information.

## CITY OF DES PLAINES

### DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - TIF #6 (MANNHEIM/HIGGINS)

For the Year Ended December 31, 2008

With Comparative Actual Amounts for the Year Ended December 31, 2007

	2008			2007 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
<b>REVENUES</b>				
Property taxes	\$ 361,631	\$ 142,660	\$ (218,971)	\$ 37,143
Investment income	14,000	5,460	(8,540)	25,957
Total Revenues	<u>375,631</u>	<u>148,120</u>	<u>(227,511)</u>	<u>63,100</u>
<b>EXPENDITURES</b>				
<b>ECONOMIC DEVELOPMENT</b>				
Salaries	16,358	16,747	(389)	-
Benefits	6,637	6,125	512	-
Contractual services	703,581	56,186	647,395	256,489
Commodities	-	-	-	146
Capital outlay	<u>750,000</u>	<u>-</u>	<u>750,000</u>	<u>8,426,161</u>
Total Economic Development	<u>1,476,576</u>	<u>79,058</u>	<u>1,397,518</u>	<u>8,682,796</u>
<b>DEBT SERVICE</b>				
Principal	370,000	370,000	-	355,000
Interest and fiscal charges	507,178	507,176	2	524,066
Paying agent fees	<u>1,100</u>	<u>818</u>	<u>282</u>	<u>882</u>
Total Debt Service	<u>878,278</u>	<u>877,994</u>	<u>284</u>	<u>879,948</u>
Total Expenditures	<u>2,354,854</u>	<u>957,052</u>	<u>1,397,802</u>	<u>9,562,744</u>
Excess (Deficiency) of revenues over (under) expenditures	<u>(1,979,223)</u>	<u>(808,932)</u>	<u>1,170,291</u>	<u>(9,499,644)</u>
Net Change in Fund Balance	<u>\$ (1,979,223)</u>	<u>(808,932)</u>	<u>\$ 1,170,291</u>	<u>(9,499,644)</u>
<b>FUND BALANCE (DEFICIT) -</b>				
Beginning of Year		<u>(4,293,929)</u>		<u>5,205,715</u>
<b>FUND BALANCE (DEFICIT) - END OF YEAR</b>		<u>\$ (5,102,861)</u>		<u>\$ (4,293,929)</u>

See auditor's report and accompanying notes to required supplementary information.

## CITY OF DES PLAINES

### ILLINOIS MUNICIPAL RETIREMENT FUND SCHEDULE OF EMPLOYER'S CONTRIBUTIONS AND SCHEDULE OF FUNDING PROGRESS December 31, 2008

Actuarial Valuation Date	Cost (ARC)	Percentage of ARC Contributed	Net Pension Obligation
12/31/07	\$ 1,822,744	100.00%	\$ -
12/31/06	1,720,554	100.00%	-
12/31/05	1,531,255	100.00%	-
12/31/04	1,062,203	100.00%	-
12/31/03	660,768	100.00%	-
12/31/02	669,303	100.00%	-

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL) Entry Age	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
12/31/07	\$ 40,901,953	\$ 44,037,074	\$ 3,135,121	92.88%	\$ 17,293,584	18.13%
12/31/06	39,113,543	42,269,133	3,155,590	92.53%	16,262,330	19.40%
12/31/05	34,076,789	38,087,983	4,011,194	89.47%	15,327,878	26.17%
12/31/04	30,880,239	34,128,883	3,248,644	90.48%	14,143,845	22.97%
12/31/03	28,629,823	30,271,291	1,641,468	94.58%	13,457,606	12.20%
12/31/02	30,307,949	29,146,380	(1,161,569)	103.99%	12,533,760	-%

#### Digest of Changes Assumptions

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

#### The principal changes were:

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

The information presented in the above required supplementary schedule was determined as part of the actuarial valuation at the date indicated. Additional information as of the latest actuarial valuation can be found in the notes to basic financial statements.

Valuation date	12/31/2007
Actuarial cost method	Entry Age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	25 years
Asset valuation method	Market
Actuarial assumptions:	
Investment rate of return	7.50%
Projected salary increases	0.4%-10.0%
Inflation factor	4.00%
Cost of living adjustments	3.00%

See auditor's report and accompanying notes to required supplementary information.

## CITY OF DES PLAINES

### POLICE PENSION FUND SCHEDULE OF EMPLOYER'S CONTRIBUTIONS AND SCHEDULE OF FUNDING PROGRESS December 31, 2008

<u>Actuarial Valuation Date</u>	<u>Cost (ARC)</u>	<u>Percentage of ARC Contributed</u>	<u>Net Pension Obligation</u>
12/31/2007	\$ 2,204,996	92.50%	\$ (157,753)
12/31/2006	2,043,720	130.90%	(322,134)
12/31/2005	1,990,342	76.50%	308,740

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL) Entry Age</u>	<u>Unfunded AAL (UAAL)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as a Percentage of Covered Payroll</u>
12/31/2007	\$ 50,160,219	\$ 82,869,248	\$ 32,709,029	60.53%	\$ 7,817,392	418.41%
12/31/2006	48,022,254	78,672,617	30,650,363	61.04%	7,557,675	405.55%
12/31/2005	44,382,067	73,847,519	29,465,452	60.10%	7,207,624	408.81%
12/31/2004	43,862,450	70,868,076	27,005,626	61.89%	7,022,866	384.54%
12/31/2003	40,868,983	67,425,823	26,556,840	60.61%	6,800,204	390.53%
12/31/2002	37,520,995	63,797,717	26,276,722	58.81%	6,763,463	388.51%

The information presented in the above required supplementary schedule was determined as part of the actuarial valuation at the date indicated. Additional information as of the latest actuarial valuation can be found in the notes to basic financial statements.

Valuation date	12/31/2007
Actuarial cost method	Entry Age normal
Amortization method	Level percentage of pay, closed
Remaining amortization period	27 years
Asset valuation method	Market
Actuarial assumptions:	
Investment rate of return	8.00%
Projected salary increases	5.00%
Inflation factor	3.00%
Cost of living adjustments	3.00%

See auditor's report and accompanying notes to required supplementary information.

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## CITY OF DES PLAINES

### FIREFIGHTERS' PENSION FUND SCHEDULE OF EMPLOYER'S CONTRIBUTIONS AND SCHEDULE OF FUNDING PROGRESS December 31, 2008

<u>Actuarial Valuation Date</u>	<u>Cost (ARC)</u>	<u>Percentage of ARC Contributed</u>	<u>Net Pension Obligation</u>
12/31/2007	\$ 1,761,182	92.60%	\$ (302,375)
12/31/2006	1,646,374	131.30%	(432,239)
12/31/2005	1,611,648	87.00%	82,983

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL) Entry Age</u>	<u>Unfunded AAL (UAAL)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as a Percentage of Covered Payroll</u>
12/31/2007	\$ 56,500,713	\$ 77,492,079	\$ 20,991,366	72.91%	\$ 7,961,049	263.68%
12/31/2006	54,319,622	73,350,611	19,030,989	74.05%	7,152,419	266.08%
12/31/2005	50,461,289	69,565,319	19,104,030	72.54%	6,858,908	278.53%
12/31/2004	48,986,021	66,146,715	17,160,694	74.06%	6,510,190	263.60%
12/31/2003	45,980,684	62,187,836	16,207,152	73.94%	6,247,391	259.42%
12/31/2002	37,583,230	58,546,245	20,963,015	64.19%	6,223,364	336.84%

The information presented in the above required supplementary schedule was determined as part of the actuarial valuation at the date indicated. Additional information as of the latest actuarial valuation can be found in the notes to basic financial statements.

Valuation date	12/31/2007
Actuarial cost method	Entry Age normal
Amortization method	Level percentage of pay, closed
Remaining amortization period	26 years
Asset valuation method	Market
Actuarial assumptions:	
Investment rate of return	8.00%
Projected salary increases	5.00%
Inflation factor	3.00%
Cost of living adjustments	3.00%

See auditor's report and accompanying notes to required supplementary information.

## CITY OF DES PLAINES

### SCHEDULE OF FUNDING PROGRESS FOR RETIREE'S HEALTH PLAN December 31, 2008

Actuarial Valuation Date	Annual OPEB Cost	Percentage of OPEB Cost Contributed	Net OPEB Obligation
12/31/07	\$ 1,142,333	50.07%	\$ 570,310
12/31/06	N/A	N/A	N/A
12/31/05	N/A	N/A	N/A

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrue- Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ( (b-a)/c)
12/31/07	\$ -	\$ 12,898,052	\$ 12,898,052	0.00%	\$ 31,327,381	41.17%
12/31/06	N/A	N/A	N/A	N/A	N/A	N/A
12/31/05	N/A	N/A	N/A	N/A	N/A	N/A

N/A - The year ended December 31, 2008 was the first year of implementation of GASB 45, as such preceding years' information is not applicable.

# CITY OF DES PLAINES

## NOTES TO REQUIRED SUPPLEMENTARY INFORMATION December 31, 2008

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Excess expenditures and other financing uses over appropriations are as follows:

	<u>Original and Budget</u>	<u>Expenditures and Other Financing Uses</u>	<u>Excess</u>
General Fund	\$ 54,139,203	\$ 54,993,651	\$ 854,448
TIF #1 (Downtown)	6,188,406	6,601,998	413,592

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**SUPPLEMENTARY INFORMATION**

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## CITY OF DES PLAINES

DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL - CAPITAL PROJECTS  
For the Year Ended December 31, 2008  
With Comparative Actual Amounts for the Year Ended December 31, 2007

	2008			2007 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
<b>REVENUES</b>				
Property taxes	\$ 28,214	\$ 30,474	\$ 2,260	\$ 26,857
Home-rule option sales tax - general	3,100,000	2,779,837	(320,163)	2,867,964
Home-rule option sales tax - library debt service	1,550,000	1,389,918	(160,082)	1,433,982
Local use	900,000	857,659	(42,341)	890,466
Intergovernmental	3,090,000	97,939	(2,992,061)	522,585
Storm sewers	1,800,000	1,664,099	(135,901)	1,752,532
Investment income	200,000	38,479	(161,521)	197,030
Miscellaneous	2,000	7,509	5,509	9,608
Total Revenues	<u>10,670,214</u>	<u>6,865,914</u>	<u>(3,804,300)</u>	<u>7,701,024</u>
<b>EXPENDITURES</b>				
<b>STREETS AND HIGHWAYS</b>				
Salaries	250,813	262,081	(11,268)	265,390
Benefits	92,826	96,018	(3,192)	92,761
Contractual services	1,046,465	747,091	299,374	272,474
Commodities	129,500	25,555	103,945	14,486
Capital outlay	5,128,417	2,692,051	2,436,366	3,883,747
Total Streets and highways	<u>6,648,021</u>	<u>3,822,796</u>	<u>2,825,225</u>	<u>4,528,858</u>
<b>DEBT SERVICE</b>				
Principal	2,745,000	2,745,000	-	2,590,000
Interest and fiscal charges	1,427,762	1,427,763	(1)	1,478,370
Paying agent fees	3,350	2,270	1,080	2,499
Total Debt service	<u>4,176,112</u>	<u>4,175,033</u>	<u>1,079</u>	<u>4,070,869</u>
Total Expenditures	<u>10,824,133</u>	<u>7,997,829</u>	<u>2,826,304</u>	<u>8,599,727</u>
(Deficiency) of revenues (under) expenditures	<u>(153,919)</u>	<u>(1,131,915)</u>	<u>(977,996)</u>	<u>(898,703)</u>
<b>OTHER FINANCING (USES)</b>				
Transfer out	(60,000)	(15,780)	44,220	(180,000)
Total Other Financing (Uses)	<u>(60,000)</u>	<u>(15,780)</u>	<u>44,220</u>	<u>(180,000)</u>
Net Change in Fund Balance	<u>\$ (213,919)</u>	<u>(1,147,695)</u>	<u>\$ (933,776)</u>	<u>(1,078,703)</u>
FUND BALANCE - Beginning of Year		<u>2,050,794</u>		<u>3,129,497</u>
FUND BALANCE - END OF YEAR		<u>\$ 903,099</u>		<u>\$ 2,050,794</u>

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

## Nonmajor Governmental Funds

**Special Revenue Funds** are governmental funds used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for particular purposes.

- Motor Fuel Tax Fund – to account for the City's share of state gasoline taxes. All projects require the advance approval of the Illinois Department of Transportation.
- Community Development Block Grant Fund – to account for the disbursement of the Federal Community Block Grant. Financing is provided by the Federal Government.
- Asset Seizure Fund – to account for the monies received from the federal, state, and county related to the seizure of assets by the Des Plaines Police Department.
- Foreign Fire Insurance Tax Fund – to account for monies received from the foreign fire insurance tax, and disbursements by the Foreign Fire Insurance Tax Board.
- TIF Tax Allocation #3 Fund – to account for revenues and expenditures related to the tax increment finance district located near Wille Road.
- TIF Tax Allocation #4 Fund – to account for revenues and expenditures related to the tax increment finance district located near Five Corners.
- TIF Tax Allocation #5 Fund – to account for revenues and expenditures related to the tax increment finance district located near Lee and Perry Streets in downtown Des Plaines

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

- 1996A Fund – to accumulate monies for payment of the bond, issued in the amount of \$9,500,000, with interest rates from 4.00% to 5.05%. These are serial bonds due in annual installments of \$400,000 to \$1,305,000 plus interest beginning December 1, 1997 until maturity in 2008. Proceeds were used to refund several previous bonds.
- 2001 Risk Management Fund – to accumulate monies for payment of the bond, issued in the amount of \$770,000, with interest rates from 4.00% to 5.00%. These are serial bonds due in annual installments of \$45,000 to \$95,000 plus interest beginning December 1, 2002 until maturity in 2010. Proceeds were used for payment of a lawsuit settlement.
- 2001B Fire Station Fund – to accumulate monies for payment of this bond, issued in the amount of \$1,425,000, with interest rates from 3.50% to 5.00%. These are serial bonds due in annual installments of \$50,000 to \$105,000 plus interest beginning December 1, 2002 until maturity in 2021. Proceeds were used for purchasing land for a new fire station headquarters building.

### **Nonmajor Governmental Funds (Continued)**

- 2002A (Partial Refunding 1993) – to accumulate monies for payment of the bond, issued in the amount of \$4,800,000, with interest rates from 2.00% and 4.50%. These are serial bonds due in annual installments of \$140,000 to \$1,000,000 plus interest beginning in December 1, 2002 until maturity in 2011. Proceeds were used to refund a portion of the 1993 bond issue.
- 2003A (Fire Station) Fund – to accumulate monies for payment of the bond, issued in the amount of \$7,835,000, with interest rates from 2.50% and 4.50%. These are serial bonds due in annual installment of \$245,000 to \$585,000 plus interest beginning December 1, 2004 until maturity in 2021. Proceeds were used to finance additional costs for the proposed new south side fire station and land acquisition and infrastructure improvement within tax increment financing districts number one, three, five, and six.
- 2003B (Partial Refunding 1993) Fund – to accumulate monies for payment of the bond, issued in the amount of \$2,355,000, with interest rates from 2.00% and 2.60%. These are serial bonds due in annual installments of \$15,000 to \$615,000 plus interest beginning December 1, 2003 until maturity in 2008. Proceeds were used to refund a portion of the 1993 bond issue.
- 2007A (Partial Refunding 2001A) Fund – to accumulate monies for payment of the bond, issued in the amount of \$6,065,000, with interest rate 3.80%. These are serial bonds due in annual installments of \$45,000 to \$700,000 plus interest beginning in December 1, 2008 until maturity in 2020. Proceeds were used to refund a portion of the 2000 and 2001 bond issues. The portion of the issuance that is paid from this fund will mature in 2011.
- 2007B (Partial Refunding 2001B) Fund – to accumulate monies for payment of the bond, issued in the amount of \$1,660,000, with interest rate 3.80%. These are serial bonds due in annual installments of \$85,000 to \$150,000 plus interest beginning in December 1, 2008 until maturity in 2020. Proceeds were used to refund a portion of the 2001B bond issue.

**Capital Project Funds** are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

- Building Replacement Fund – to account for major additions, renovations or new construction of City buildings.
- Equipment Replacement Fund – to account for the acquisition of major capital equipment (rolling stock).
- IT Replacement Fund – to account for the replacement of the City's computer and copier equipment.

**CITY OF DES PLAINES**

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
December 31, 2008

	Special Revenue Funds			
	Motor Fuel Tax	Community Development Block Grant	Asset Seizure	Foreign Fire Insurance Tax
<b>ASSETS</b>				
Cash and investments	\$ 245,773	\$ 154,991	\$ 1,819,348	\$ 296,433
Receivables (net)				
Property taxes	-	-	-	-
Accrued interest	-	-	7,993	-
Receivables - other	-	-	2,163	-
Due from other governments	142,595	65,058	4,308	-
<b>TOTAL ASSETS</b>	<b>\$ 388,368</b>	<b>\$ 220,049</b>	<b>\$ 1,833,812</b>	<b>\$ 296,433</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities</b>				
Accounts payable	65,320	17,186	42,200	-
Accrued liabilities	-	1,791	-	-
Deferred revenues	-	86,528	-	-
Due to other funds	-	1,799	-	-
Deposits payable	-	-	38,595	-
Total Liabilities	65,320	107,304	80,795	-
<b>Fund Balances</b>				
Reserved				
Reserved for public safety	-	-	1,753,017	296,433
Reserved for economic development	-	112,745	-	-
Reserved for debt service	-	-	-	-
Unreserved, undesignated reported in				
Special revenue funds undesignated	323,048	-	-	-
Capital projects funds undesignated	-	-	-	-
Total Fund Balances	323,048	112,745	1,753,017	296,433
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 388,368</b>	<b>\$ 220,049</b>	<b>\$ 1,833,812</b>	<b>\$ 296,433</b>

Special Revenue Funds			Debt Service Funds			
TIF #3 (Wille Road)	TIF #4 (Five Corners)	TIF #5 (Perry/Lee)	1996A	2001 (Risk Management)	2002A (Partial Refunding 1993)	2003A (Fire Station)
\$ -	\$ 15,698	\$ -	\$ 13,779	\$ 21,812	\$ 163,858	\$ 13,086
503,343	634,507	177,606	-	104,631	1,014,831	107,257
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 503,343</u>	<u>\$ 650,205</u>	<u>\$ 177,606</u>	<u>\$ 13,779</u>	<u>\$ 126,443</u>	<u>\$ 1,178,689</u>	<u>\$ 120,343</u>
807	8,984	42	-	-	-	-
-	634	-	-	-	-	-
508,043	615,362	177,606	-	101,781	987,188	104,335
2,179,538	-	854,672	-	-	-	-
-	-	-	-	-	-	-
<u>2,688,388</u>	<u>624,980</u>	<u>1,032,320</u>	<u>-</u>	<u>101,781</u>	<u>987,188</u>	<u>104,335</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	13,779	24,662	191,501	16,008
(2,185,045)	25,225	(854,714)	-	-	-	-
-	-	-	-	-	-	-
<u>(2,185,045)</u>	<u>25,225</u>	<u>(854,714)</u>	<u>13,779</u>	<u>24,662</u>	<u>191,501</u>	<u>16,008</u>
<u>\$ 503,343</u>	<u>\$ 650,205</u>	<u>\$ 177,606</u>	<u>\$ 13,779</u>	<u>\$ 126,443</u>	<u>\$ 1,178,689</u>	<u>\$ 120,343</u>

# CITY OF DES PLAINES

## COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS December 31, 2008

	Debt Service Funds			Capital Projects Funds
	2003B (Partial Refunding 1993)	2007A (Partial Refunding 2001A)	2007B (Partial Refunding 2001B)	Building Replacement
<b>ASSETS</b>				
Cash and investments	\$ 33,626	\$ 6,080	\$ 42,093	\$ 922,432
Receivables (net)				
Property taxes	-	4,061	113,315	-
Accrued interest	-	-	-	-
Receivables - other	-	-	-	-
Due from other governments	-	-	-	-
<b>TOTAL ASSETS</b>	<b><u>\$ 33,626</u></b>	<b><u>\$ 10,141</u></b>	<b><u>\$ 155,408</u></b>	<b><u>\$ 922,432</u></b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities</b>				
Accounts payable	-	-	-	37,540
Accrued liabilities	-	-	-	-
Deferred revenues	-	3,950	110,229	-
Due to other funds	-	-	-	-
Deposits payable	-	-	-	-
<b>Total Liabilities</b>	<b><u>-</u></b>	<b><u>3,950</u></b>	<b><u>110,229</u></b>	<b><u>37,540</u></b>
<b>Fund Balances</b>				
<b>Reserved</b>				
Reserved for public safety	-	-	-	-
Reserved for economic development	-	-	-	-
Reserved for debt service	33,626	6,191	45,179	-
<b>Unreserved, undesignated reported in</b>				
Special revenue funds undesignated	-	-	-	-
Capital projects funds undesignated	-	-	-	884,892
<b>Total Fund Balances</b>	<b><u>33,626</u></b>	<b><u>6,191</u></b>	<b><u>45,179</u></b>	<b><u>884,892</u></b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b><u>\$ 33,626</u></b>	<b><u>\$ 10,141</u></b>	<b><u>\$ 155,408</u></b>	<b><u>\$ 922,432</u></b>

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<u>Capital Projects Funds</u>		
<u>Equipment Replacement</u>	<u>I.T. Replacement</u>	<u>Total Nonmajor Governmental Funds</u>
\$ 1,595,292	\$ 134,532	\$ 5,478,833
-	-	2,659,551
-	-	7,993
-	-	2,163
-	-	<u>211,961</u>
<u>\$ 1,595,292</u>	<u>\$ 134,532</u>	<u>\$ 8,360,501</u>
33,620	15,091	220,790
-	-	2,425
-	-	2,695,022
-	-	3,036,009
-	-	<u>38,595</u>
<u>33,620</u>	<u>15,091</u>	<u>5,992,841</u>
-	-	2,049,450
-	-	112,745
-	-	330,946
-	-	(2,691,486)
<u>1,561,672</u>	<u>119,441</u>	<u>2,566,005</u>
<u>1,561,672</u>	<u>119,441</u>	<u>2,367,660</u>
<u>\$ 1,595,292</u>	<u>\$ 134,532</u>	<u>\$ 8,360,501</u>

## CITY OF DES PLAINES

### COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS For the Year Ended December 31, 2008

	Special Revenue Funds			
	Motor Fuel Tax	Community Development Block Grant	Asset Seizure	Foreign Fire Insurance Tax
<b>REVENUES</b>				
Taxes	\$ -	\$ -	\$ -	\$ 76,931
Intergovernmental	1,573,244	189,962	-	-
Public charges for services	-	-	-	-
Fines, forfeitures and penalties	-	-	596,556	-
Investment income	7,370	2,028	43,480	5,678
Miscellaneous	-	-	-	-
Total Revenues	<u>1,580,614</u>	<u>191,990</u>	<u>640,036</u>	<u>82,609</u>
<b>EXPENDITURES</b>				
Current				
General government	-	217,749	-	-
Public safety	-	-	219,335	75,064
Streets and highways	742,700	-	-	-
Economic development	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	5
Capital Outlay	762,179	30,000	110,709	-
Total Expenditures	<u>1,504,879</u>	<u>247,749</u>	<u>330,044</u>	<u>75,069</u>
Excess (deficiency) of revenues over expenditures	<u>75,735</u>	<u>(55,759)</u>	<u>309,992</u>	<u>7,540</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Proceeds from sale of capital assets	-	-	-	-
Transfer in	-	-	-	-
Transfer out	-	-	-	-
Principal of refunding debt	-	-	-	-
Transfer to escrow	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	75,735	(55,759)	309,992	7,540
FUND BALANCES (DEFICIT) - Beginning of Year	<u>247,313</u>	<u>168,504</u>	<u>1,443,025</u>	<u>288,893</u>
<b>FUND BALANCES (DEFICIT) - END OF YEAR</b>	<u>\$ 323,048</u>	<u>\$ 112,745</u>	<u>\$ 1,753,017</u>	<u>\$ 296,433</u>

Special Revenue Funds			Debt Service Funds			
TIF #3 (Wille Road)	TIF #4 (Five Corners)	TIF #5 (Perry/Lee)	1996A	2001 (Risk Management)	2001B (Fire Station)	2002A (Partial Refunding 1993)
\$ 258,013	\$ 394,840	\$ 169,989	\$ -	\$ 99,704	\$ -	\$ 579,251
-	-	-	-	-	-	-
13,400	-	-	-	-	-	-
-	-	-	-	-	-	-
2,049	352	165	142	61	-	369
100,853	-	-	-	-	-	14,852
<u>374,315</u>	<u>395,192</u>	<u>170,154</u>	<u>142</u>	<u>99,765</u>	-	<u>594,472</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
48,195	163,250	686	-	-	-	-
610,000	-	70,000	96,987	85,000	-	500,000
666,924	-	50,882	-	11,458	-	151,785
-	-	-	-	-	-	-
<u>1,325,119</u>	<u>163,250</u>	<u>121,568</u>	<u>96,987</u>	<u>96,458</u>	-	<u>651,785</u>
(950,804)	231,942	48,586	(96,845)	3,307	-	(57,313)
-	-	-	-	-	-	-
-	-	-	-	-	-	89,761
-	-	-	-	-	(148)	-
1,241,000	-	-	-	-	-	-
(1,215,671)	-	-	-	-	-	-
<u>25,329</u>	-	-	-	-	(148)	<u>89,761</u>
(925,475)	231,942	48,586	(96,845)	3,307	(148)	32,448
(1,259,570)	(206,717)	(903,300)	110,624	21,355	148	159,053
<u>\$ (2,185,045)</u>	<u>\$ 25,225</u>	<u>\$ (854,714)</u>	<u>\$ 13,779</u>	<u>\$ 24,662</u>	<u>\$ -</u>	<u>\$ 191,501</u>

## CITY OF DES PLAINES

### COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS For the Year Ended December 31, 2008

	Debt Service Funds			
	2003A (Fire Station)	2003B (Partial Refunding 1993)	2007A (Partial Refunding 2001A)	2007B (Partial Refunding 2001B)
<b>REVENUES</b>				
Taxes	\$ 105,650	\$ 405,386	\$ 3,906	\$ 117,279
Intergovernmental	-	-	-	-
Public charges for services	-	-	-	-
Fines, forfeitures and penalties	-	-	-	-
Investment income	42	190	5	83
Miscellaneous	-	10,995	-	-
Total Revenues	105,692	416,571	3,911	117,362
<b>EXPENDITURES</b>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Streets and highways	-	-	-	-
Economic development	-	-	-	-
Debt Service				
Principal	60,000	470,000	-	70,000
Interest and fiscal charges	42,326	12,368	3,807	43,970
Capital Outlay	-	-	-	-
Total Expenditures	102,326	482,368	3,807	113,970
Excess (deficiency) of revenues over expenditures	3,366	(65,797)	104	3,392
<b>OTHER FINANCING SOURCES (USES)</b>				
Proceeds from sale of capital assets	-	-	-	-
Transfer in	-	66,450	-	148
Transfer out	-	-	-	-
Principal of refunding debt	-	-	-	-
Transfer to escrow	-	-	-	-
Total Other Financing Sources (Uses)	-	66,450	-	148
<b>Net Change in Fund Balances</b>	3,366	653	104	3,540
FUND BALANCES (DEFICIT) - Beginning of Year	12,642	32,973	6,087	41,639
<b>FUND BALANCES (DEFICIT) - END OF YEAR</b>	\$ 16,008	\$ 33,626	\$ 6,191	\$ 45,179

<u>Capital Projects Funds</u>				Total Nonmajor Governmental Funds
<u>Building Replacement</u>	<u>Equipment Replacement</u>	<u>I.T. Replacement</u>		
\$ -	\$ -	\$ -	\$ 2,210,949	
-	181,781	-	1,944,987	
-	-	-	13,400	
-	-	-	596,556	
35,621	20,925	1,148	119,708	
-	-	-	126,700	
<u>35,621</u>	<u>202,706</u>	<u>1,148</u>	<u>5,012,300</u>	
196,756	-	94,311	508,816	
-	-	-	294,399	
-	-	-	742,700	
-	-	-	212,131	
-	224,894	-	2,186,881	
-	17,102	-	1,000,627	
-	<u>739,617</u>	<u>171,368</u>	<u>1,813,873</u>	
<u>196,756</u>	<u>981,613</u>	<u>265,679</u>	<u>6,759,427</u>	
<u>(161,135)</u>	<u>(778,907)</u>	<u>(264,531)</u>	<u>(1,747,127)</u>	
-	242,678	-	242,678	
-	803,700	350,000	1,310,059	
-	-	-	(148)	
-	-	-	1,241,000	
-	-	-	<u>(1,215,671)</u>	
-	<u>1,046,378</u>	<u>350,000</u>	<u>1,577,918</u>	
(161,135)	267,471	85,469	(169,209)	
<u>1,046,027</u>	<u>1,294,201</u>	<u>33,972</u>	<u>2,536,869</u>	
<u>\$ 884,892</u>	<u>\$ 1,561,672</u>	<u>\$ 119,441</u>	<u>\$ 2,367,660</u>	

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## CITY OF DES PLAINES

DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - BUDGET AND ACTUAL - MOTOR FUEL TAX  
 For the Year Ended December 31, 2008  
 With Comparative Actual Amounts for the Year Ended December 31, 2007

	2008			2007 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
<b>REVENUES</b>				
Intergovernmental	\$ 1,729,000	\$ 1,573,244	\$ (155,756)	\$ 1,687,130
Investment income	13,000	7,370	(5,630)	9,096
Miscellaneous	-	-	-	9,334
Total Revenues	<u>1,742,000</u>	<u>1,580,614</u>	<u>(161,386)</u>	<u>1,705,560</u>
<b>EXPENDITURES</b>				
<b>STREETS AND HIGHWAYS</b>				
Contractual services	415,000	360,680	54,320	340,326
Commodities	182,000	382,020	(200,020)	254,798
Capital outlay	<u>1,008,873</u>	<u>762,179</u>	<u>246,694</u>	<u>594,922</u>
Total Streets and highways	<u>1,605,873</u>	<u>1,504,879</u>	<u>100,994</u>	<u>1,190,046</u>
Total Expenditures	<u>1,605,873</u>	<u>1,504,879</u>	<u>100,994</u>	<u>1,190,046</u>
Net Change in Fund Balance	<u>\$ 136,127</u>	75,735	<u>\$ (60,392)</u>	515,514
FUND BALANCE (DEFICIT) - Beginning of Year		<u>247,313</u>		<u>(268,201)</u>
FUND BALANCE - END OF YEAR		<u>\$ 323,048</u>		<u>\$ 247,313</u>

## CITY OF DES PLAINES

DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - BUDGET AND ACTUAL - COMMUNITY DEVELOPMENT BLOCK GRANT  
 For the Year Ended December 31, 2008  
 With Comparative Actual Amounts for the Year Ended December 31, 2007

	2008			2007 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
<b>REVENUES</b>				
Grants from local governments - capital	\$ 345,029	\$ 189,962	\$ (155,067)	\$ 1,143,048
Investment income	6,178	2,028	(4,150)	6,113
Total Revenues	<u>351,207</u>	<u>191,990</u>	<u>(159,217)</u>	<u>1,149,161</u>
<b>EXPENDITURES</b>				
<b>GENERAL GOVERNMENT</b>				
Personnel	47,348	49,142	(1,794)	41,411
Benefits	15,010	15,033	(23)	7,921
Contractual services	287,699	153,169	134,530	155,167
Commodities	1,150	405	745	1,318
Capital outlay	-	30,000	(30,000)	880,199
Total General Government	<u>351,207</u>	<u>247,749</u>	<u>103,458</u>	<u>1,086,016</u>
Total Expenditures	<u>351,207</u>	<u>247,749</u>	<u>103,458</u>	<u>1,086,016</u>
Net Change in Fund Balance	<u>\$ -</u>	(55,759)	<u>\$ (55,759)</u>	63,145
FUND BALANCE - Beginning of Year		<u>168,504</u>		<u>105,359</u>
FUND BALANCE - END OF YEAR		<u>\$ 112,745</u>		<u>\$ 168,504</u>

## CITY OF DES PLAINES

**DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - BUDGET AND ACTUAL - TIF #3 (WILLE ROAD)  
 For the Year Ended December 31, 2008  
 With Comparative Actual Amounts for the Year Ended December 31, 2007**

	2008			2007 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
<b>REVENUES</b>				
Property taxes	\$ 325,779	\$ 258,013	\$ (67,766)	\$ 283,109
Other public charges for services	-	13,400	13,400	10,850
Investment income	10,000	2,049	(7,951)	946
Miscellaneous	-	100,853	100,853	-
Total Revenues	<u>335,779</u>	<u>374,315</u>	<u>38,536</u>	<u>294,905</u>
<b>EXPENDITURES</b>				
<b>ECONOMIC DEVELOPMENT</b>				
Contractual services	48,702	48,195	507	23,806
Commodities	-	-	-	580
Total Economic Development	<u>48,702</u>	<u>48,195</u>	<u>507</u>	<u>24,386</u>
<b>DEBT SERVICE</b>				
Principal	640,000	610,000	30,000	235,000
Interest and fiscal charges	700,178	665,808	34,370	709,685
Paying agent fees	1,750	1,116	634	862
Total Debt Service	<u>1,341,928</u>	<u>1,276,924</u>	<u>65,004</u>	<u>945,547</u>
Total Expenditures	<u>1,390,630</u>	<u>1,325,119</u>	<u>65,511</u>	<u>969,933</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,054,851)</u>	<u>(950,804)</u>	<u>104,047</u>	<u>(675,028)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Proceeds from sale of capital assets	-	-	-	2,292,098
Principal of refunding debt	-	1,241,000	1,241,000	-
Transfer to Escrow	-	(1,215,671)	(1,215,671)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>25,329</u>	<u>25,329</u>	<u>2,292,098</u>
Net Change in Fund Balance	<u>\$ (1,054,851)</u>	<u>(925,475)</u>	<u>\$ 129,376</u>	<u>1,617,070</u>
<b>FUND BALANCE (DEFICIT) -</b>				
Beginning of Year		<u>(1,259,570)</u>		<u>(2,876,640)</u>
FUND BALANCE (DEFICIT) - END OF YEAR		<u>\$ (2,185,045)</u>		<u>\$ (1,259,570)</u>

## CITY OF DES PLAINES

### DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - TIF #4 (FIVE CORNERS)

For the Year Ended December 31, 2008

With Comparative Actual Amounts for the Year Ended December 31, 2007

	2008			2007 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
<b>REVENUES</b>				
Property taxes	\$ 668,444	\$ 394,840	\$ (273,604)	\$ -
Investment income	750	352	(398)	-
Total Revenues	<u>669,194</u>	<u>395,192</u>	<u>(274,002)</u>	<u>-</u>
<b>EXPENDITURES</b>				
<b>ECONOMIC DEVELOPMENT</b>				
Salaries	16,358	16,747	(389)	-
Benefits	6,637	6,124	513	-
Contractual services	525,549	140,086	385,463	74,201
Commodities	-	293	(293)	-
Total Economic Development	<u>548,544</u>	<u>163,250</u>	<u>385,294</u>	<u>74,201</u>
Total Expenditures	<u>548,544</u>	<u>163,250</u>	<u>385,294</u>	<u>74,201</u>
Net Change in Fund Balance	<u>\$ 120,650</u>	231,942	<u>\$ 111,292</u>	(74,201)
<b>FUND BALANCE (DEFICIT) -</b>				
Beginning of Year		<u>(206,717)</u>		<u>(132,516)</u>
FUND BALANCE (DEFICIT) - END OF YEAR		<u>\$ 25,225</u>		<u>\$ (206,717)</u>

## CITY OF DES PLAINES

### DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - TIF #5 (PERRY/LEE)

For the Year Ended December 31, 2008

With Comparative Actual Amounts for the Year Ended December 31, 2007

	2008			2007 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
<b>REVENUES</b>				
Property taxes	\$ 228,334	\$ 169,989	\$ (58,345)	\$ 80,469
Investment income	750	165	(585)	-
Total Revenues	<u>229,084</u>	<u>170,154</u>	<u>(58,930)</u>	<u>80,469</u>
<b>EXPENDITURES</b>				
<b>ECONOMIC DEVELOPMENT</b>				
Contractual services	644	686	(42)	2,548
Capital Outlay	<u>20,000</u>	-	<u>20,000</u>	-
Total Economic Development	<u>20,644</u>	<u>686</u>	<u>19,958</u>	<u>2,548</u>
<b>DEBT SERVICE</b>				
Principal	70,000	70,000	-	70,000
Interest and fiscal charges	50,800	50,800	-	52,813
Paying agent fees	<u>150</u>	<u>82</u>	<u>68</u>	<u>82</u>
Total Debt Service	<u>120,950</u>	<u>120,882</u>	<u>68</u>	<u>122,895</u>
Total Expenditures	<u>141,594</u>	<u>121,568</u>	<u>20,026</u>	<u>125,443</u>
Net Change in Fund Balance	<u>\$ 87,490</u>	48,586	<u>\$ (38,904)</u>	(44,974)
<b>FUND BALANCE (DEFICIT) -</b>				
Beginning of Year		<u>(903,300)</u>		<u>(858,326)</u>
FUND BALANCE (DEFICIT) - END OF YEAR		<u>\$ (854,714)</u>		<u>\$ (903,300)</u>

## CITY OF DES PLAINES

DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - BUDGET AND ACTUAL - 1996A  
 For the Year Ended December 31, 2008  
 With Comparative Actual Amounts for the Year Ended December 31, 2007

	2008			2007 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
<b>REVENUES</b>				
Investment income	\$ -	\$ 142	\$ 142	\$ 1,707
Total Revenues	<u>-</u>	<u>142</u>	<u>142</u>	<u>1,707</u>
<b>EXPENDITURES</b>				
<b>DEBT SERVICE</b>				
Principal	96,987	96,987	-	76,244
Paying agent fees	450	-	450	-
Total Debt Service	<u>97,437</u>	<u>96,987</u>	<u>450</u>	<u>76,244</u>
Total Expenditures	<u>97,437</u>	<u>96,987</u>	<u>450</u>	<u>76,244</u>
<b>Net Change in Fund Balance</b>	<u>\$ (97,437)</u>	(96,845)	<u>\$ 592</u>	(74,537)
FUND BALANCE - Beginning of Year		<u>110,624</u>		<u>185,161</u>
<b>FUND BALANCE - END OF YEAR</b>		<u>\$ 13,779</u>		<u>\$ 110,624</u>

## CITY OF DES PLAINES

### DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - 2001 (RISK MANAGEMENT)

For the Year Ended December 31, 2008

With Comparative Actual Amounts for the Year Ended December 31, 2007

	2008			2007 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
<b>REVENUES</b>				
Property taxes	\$ 97,698	\$ 99,704	\$ 2,006	\$ 98,911
Investment income	200	61	(139)	243
Total Revenues	<u>97,898</u>	<u>99,765</u>	<u>1,867</u>	<u>99,154</u>
<b>EXPENDITURES</b>				
<b>DEBT SERVICE</b>				
Principal	85,000	85,000	-	80,000
Interest and fiscal charges	11,398	11,398	-	16,792
Paying agent fees	100	60	40	60
Total Debt service	<u>96,498</u>	<u>96,458</u>	<u>40</u>	<u>96,852</u>
Total Expenditures	<u>96,498</u>	<u>96,458</u>	<u>40</u>	<u>96,852</u>
Net Change in Fund Balance	<u>\$ 1,400</u>	3,307	<u>\$ 1,907</u>	2,302
FUND BALANCE - Beginning of Year		<u>21,355</u>		<u>19,053</u>
FUND BALANCE - END OF YEAR		<u>\$ 24,662</u>		<u>\$ 21,355</u>

## CITY OF DES PLAINES

### DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - 2002A (PARTIAL REFUNDING 1993)

For the Year Ended December 31, 2008

With Comparative Actual Amounts for the Year Ended December 31, 2007

	2008			2007 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
<b>REVENUES</b>				
Property taxes	\$ 551,763	\$ 579,251	\$ 27,488	\$ 568,115
Investment income	1,300	369	(931)	880
Miscellaneous	<u>14,852</u>	<u>14,852</u>	-	<u>15,307</u>
Total Revenues	<u>567,915</u>	<u>594,472</u>	<u>26,557</u>	<u>584,302</u>
<b>EXPENDITURES</b>				
<b>DEBT SERVICE</b>				
Principal	500,000	500,000	-	500,000
Interest and fiscal charges	151,376	151,375	1	171,375
Paying agent fees	<u>500</u>	<u>410</u>	<u>90</u>	<u>410</u>
Total Debt service	<u>651,876</u>	<u>651,785</u>	<u>91</u>	<u>671,785</u>
Total Expenditures	<u>651,876</u>	<u>651,785</u>	<u>91</u>	<u>671,785</u>
Excess (Deficiency) of revenues over (under) expenditures	<u>(83,961)</u>	<u>(57,313)</u>	<u>26,648</u>	<u>(87,483)</u>
<b>OTHER FINANCING SOURCES</b>				
Transfer in	<u>89,761</u>	<u>89,761</u>	-	<u>92,515</u>
Total Other Financing Sources	<u>89,761</u>	<u>89,761</u>	-	<u>92,515</u>
Net Change in Fund Balance	<u>\$ 5,800</u>	32,448	<u>\$ 26,648</u>	5,032
FUND BALANCE - Beginning of Year		<u>159,053</u>		<u>154,021</u>
FUND BALANCE - END OF YEAR		<u>\$ 191,501</u>		<u>\$ 159,053</u>

## CITY OF DES PLAINES

### DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - 2003A (FIRE STATION)

For the Year Ended December 31, 2008

With Comparative Actual Amounts for the Year Ended December 31, 2007

	2008			2007 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
<b>REVENUES</b>				
Property taxes	\$ 104,750	\$ 105,650	\$ 900	\$ 103,965
Investment income	300	42	(258)	611
Total Revenues	<u>105,050</u>	<u>105,692</u>	<u>642</u>	<u>104,576</u>
<b>EXPENDITURES</b>				
<b>DEBT SERVICE</b>				
Principal	60,000	60,000	-	60,000
Interest and fiscal charges	42,250	42,244	6	43,970
Paying agent fees	500	82	418	82
Total Debt service	<u>102,750</u>	<u>102,326</u>	<u>424</u>	<u>104,052</u>
Total Expenditures	<u>102,750</u>	<u>102,326</u>	<u>424</u>	<u>104,052</u>
Net Change in Fund Balance	<u>\$ 2,300</u>	3,366	<u>\$ 1,066</u>	524
FUND BALANCE - Beginning of Year		<u>12,642</u>		<u>12,118</u>
FUND BALANCE - END OF YEAR		<u>\$ 16,008</u>		<u>\$ 12,642</u>

## CITY OF DES PLAINES

DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - BUDGET AND ACTUAL - 2003B (PARTIAL REFUNDING 1993)  
 For the Year Ended December 31, 2008  
 With Comparative Actual Amounts for the Year Ended December 31, 2007

	2008			2007 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
<b>REVENUES</b>				
Property taxes	\$ 409,775	\$ 405,386	\$ (4,389)	\$ 439,489
Investment income	200	190	(10)	196
Miscellaneous	10,995	10,995	-	11,935
Total Revenues	<u>420,970</u>	<u>416,571</u>	<u>(4,399)</u>	<u>451,620</u>
<b>EXPENDITURES</b>				
<b>DEBT SERVICE</b>				
Principal	470,000	470,000	-	500,000
Interest and fiscal charges	12,220	12,220	-	23,470
Paying agent fees	500	148	352	410
Total Debt service	<u>482,720</u>	<u>482,368</u>	<u>352</u>	<u>523,880</u>
Total Expenditures	<u>482,720</u>	<u>482,368</u>	<u>352</u>	<u>523,880</u>
 (Deficiency) of revenues (under) expenditures	 <u>(61,750)</u>	 <u>(65,797)</u>	 <u>(4,047)</u>	 <u>(72,260)</u>
<b>OTHER FINANCING SOURCES</b>				
Transfer in	66,450	66,450	-	72,134
Total Other Financing Sources	<u>66,450</u>	<u>66,450</u>	<u>-</u>	<u>72,134</u>
 Net Change in Fund Balance	 <u>\$ 4,700</u>	 653	 <u>\$ (4,047)</u>	 (126)
 FUND BALANCE - Beginning of Year		 <u>32,973</u>		 <u>33,099</u>
 FUND BALANCE - END OF YEAR		 <u>\$ 33,626</u>		 <u>\$ 32,973</u>

## CITY OF DES PLAINES

DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - BUDGET AND ACTUAL - 2007A (PARTIAL REFUNDING 2001A)  
 For the Year Ended December 31, 2008  
 With Comparative Actual Amounts for the Year Ended December 31, 2007

	Original and Final Budget	Actual	Variance with Final Budget	2007 Actual
<b>REVENUES</b>				
Property taxes	\$ 3,800	\$ 3,906	\$ 106	\$ -
Investment income	-	5	5	26
<b>Total Revenues</b>	<u>3,800</u>	<u>3,911</u>	<u>111</u>	<u>26</u>
<b>EXPENDITURES</b>				
<b>DEBT SERVICE</b>				
Interest and fiscal charges	3,800	3,800	-	400
Paying agent fees	100	7	93	64,906
<b>Total Debt Service</b>	<u>3,900</u>	<u>3,807</u>	<u>93</u>	<u>65,306</u>
<b>Total Expenditures</b>	<u>3,900</u>	<u>3,807</u>	<u>93</u>	<u>65,306</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(100)</u>	<u>104</u>	<u>204</u>	<u>(65,280)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Principal of refunding debt	-	-	-	6,065,000
Transfer out to escrow	-	-	-	(5,993,633)
<b>Total Other Financing Sources     (Uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>71,367</u>
<b>Net Change in Fund Balance</b>	<u>\$ (100)</u>	<u>104</u>	<u>\$ 204</u>	<u>6,087</u>
FUND BALANCE - Beginning of Year		<u>6,087</u>		<u>-</u>
<b>FUND BALANCE - END OF YEAR</b>		<u>\$ 6,191</u>		<u>\$ 6,087</u>

## CITY OF DES PLAINES

### DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - 2007B (PARTIAL REFUNDING 2001B)

For the Year Ended December 31, 2008

With Comparative Actual Amounts for the Year Ended December 31, 2007

	Original and Final Budget	Actual	Variance with Final Budget	2007 Actual
<b>REVENUES</b>				
Property taxes	\$ 113,700	\$ 117,279	\$ 3,579	\$ 9,573
Investment income	400	83	(317)	425
Total Revenues	<u>114,100</u>	<u>117,362</u>	<u>3,262</u>	<u>9,998</u>
<b>EXPENDITURES</b>				
<b>DEBT SERVICE</b>				
Principal	70,000	70,000	-	-
Interest and fiscal charges	43,700	43,700	-	4,614
Paying agent fees	500	270	230	18,288
Total Debt Service	<u>114,200</u>	<u>113,970</u>	<u>230</u>	<u>22,902</u>
Total Expenditures	<u>114,200</u>	<u>113,970</u>	<u>230</u>	<u>22,902</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(100)</u>	<u>3,392</u>	<u>3,492</u>	<u>(12,904)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Principal of refunding debt	-	-	-	1,660,000
Transfer in	-	148	148	35,143
Transfer out to escrow	-	-	-	(1,640,600)
Total Other Financing Sources (Uses)	<u>-</u>	<u>148</u>	<u>148</u>	<u>54,543</u>
<b>Net Change in Fund Balance</b>	<u>\$ (100)</u>	<u>3,540</u>	<u>\$ 3,640</u>	<u>41,639</u>
FUND BALANCE - Beginning of Year		<u>41,639</u>		<u>-</u>
<b>FUND BALANCE - END OF YEAR</b>		<u>\$ 45,179</u>		<u>\$ 41,639</u>

## CITY OF DES PLAINES

DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - BUDGET AND ACTUAL - BUILDING REPLACEMENT  
 For the Year Ended December 31, 2008  
 With Comparative Actual Amounts for the Year Ended December 31, 2007

	2008			2007 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
<b>REVENUES</b>				
Intergovernmental	\$ -	\$ -	\$ -	\$ 4,033
Investment income	<u>35,000</u>	<u>35,621</u>	<u>621</u>	<u>83,354</u>
Total Revenues	<u>35,000</u>	<u>35,621</u>	<u>621</u>	<u>87,387</u>
<b>EXPENDITURES</b>				
<b>GENERAL GOVERNMENT</b>				
Contractual Services	2,895,000	196,756	2,698,244	163,717
Capital outlay	<u>8,500,000</u>	<u>-</u>	<u>8,500,000</u>	<u>307,746</u>
Total General Government	<u>11,395,000</u>	<u>196,756</u>	<u>11,198,244</u>	<u>471,463</u>
Total Expenditures	<u>11,395,000</u>	<u>196,756</u>	<u>11,198,244</u>	<u>471,463</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(11,360,000)</u>	<u>(161,135)</u>	<u>11,198,865</u>	<u>(384,076)</u>
<b>OTHER FINANCING SOURCES</b>				
Transfer in	-	-	-	80,000
Proceeds of general obligation debt	<u>10,845,000</u>	<u>-</u>	<u>(10,845,000)</u>	<u>-</u>
Total Other Financing Sources	<u>10,845,000</u>	<u>-</u>	<u>(10,845,000)</u>	<u>80,000</u>
Net Change in Fund Balance	<u>\$ (515,000)</u>	<u>(161,135)</u>	<u>\$ 353,865</u>	<u>(304,076)</u>
FUND BALANCE - Beginning of Year		<u>1,046,027</u>		<u>1,350,103</u>
FUND BALANCE - END OF YEAR		<u>\$ 884,892</u>		<u>\$ 1,046,027</u>

## CITY OF DES PLAINES

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - BUDGET AND ACTUAL - EQUIPMENT REPLACEMENT  
 For the Year Ended December 31, 2008  
 With Comparative Actual Amounts for the Year Ended December 31, 2007

	2008			2007 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
<b>REVENUES</b>				
Intergovernmental	\$ 80,000	\$ 181,781	\$ 101,781	\$ 26,950
Investment income	<u>20,000</u>	<u>20,925</u>	<u>925</u>	<u>64,016</u>
Total Revenues	<u>100,000</u>	<u>202,706</u>	<u>102,706</u>	<u>90,966</u>
<b>EXPENDITURES</b>				
<b>CAPITAL OUTLAY</b>				
Capital Outlay	<u>1,706,700</u>	<u>739,617</u>	<u>967,083</u>	<u>2,391,089</u>
<b>DEBT SERVICE</b>				
Principal	224,895	224,894	1	187,489
Interest and fiscal charges	<u>17,131</u>	<u>17,102</u>	<u>29</u>	<u>13,593</u>
Total Debt Service	<u>242,026</u>	<u>241,996</u>	<u>30</u>	<u>201,082</u>
Total Expenditures	<u>1,948,726</u>	<u>981,613</u>	<u>967,113</u>	<u>2,592,171</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,848,726)</u>	<u>(778,907)</u>	<u>1,069,819</u>	<u>(2,501,205)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer in	1,000,000	803,700	(196,300)	1,945,000
Proceeds from sale of capital asset	150,000	242,678	92,678	178,133
Debt issued	<u>-</u>	<u>-</u>	<u>-</u>	<u>400,000</u>
Total Other Financing Sources (Uses)	<u>1,150,000</u>	<u>1,046,378</u>	<u>(103,622)</u>	<u>2,523,133</u>
Net Change in Fund Balance	<u>\$ (698,726)</u>	<u>267,471</u>	<u>\$ 966,197</u>	<u>21,928</u>
FUND BALANCE - Beginning of Year		<u>1,294,201</u>		<u>1,272,273</u>
FUND BALANCE - END OF YEAR		<u>\$ 1,561,672</u>		<u>\$ 1,294,201</u>

## CITY OF DES PLAINES

DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - BUDGET AND ACTUAL - I.T. REPLACEMENT  
 For the Year Ended December 31, 2008  
 With Comparative Actual Amounts for the Year Ended December 31, 2007

	2008			2007 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
<b>REVENUES</b>				
Investment income	\$ 300	\$ 1,148	\$ 848	\$ 614
Total Revenues	300	1,148	848	614
<b>EXPENDITURES</b>				
<b>GENERAL GOVERNMENT</b>				
Contractual Services	59,920	78,579	(18,659)	78,147
Commodities	11,850	15,732	(3,882)	15,003
Capital outlay	222,350	171,368	50,982	97,531
Total General government	294,120	265,679	28,441	190,681
Total Expenditures	294,120	265,679	28,441	190,681
Excess (Deficiency) of revenues over (under) expenditures	(293,820)	(264,531)	29,289	(190,067)
<b>OTHER FINANCING SOURCES</b>				
Transfer in	350,000	350,000	-	200,000
Total Other Financing Sources	350,000	350,000	-	200,000
Net Change in Fund Balance	\$ 56,180	85,469	\$ 29,289	9,933
FUND BALANCE - Beginning of Year		33,972		24,039
FUND BALANCE - END OF YEAR		\$ 119,441		\$ 33,972

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## **Enterprise Funds**

**Enterprise Funds** are established to account for the financing of self-supporting activities of the City that render services on a user-charge basis.

- **Water/Sewer Fund** – to account for the provision of water and sewer services to the residents of the City. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, and improvements.
- **Parking System Fund** – to account for the operation of the City's parking lots, garages and monies received from permit sales. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, and improvements.
- **Emergency Communications Fund** – to account for surcharges as well as contractual fees for services provided to Des Plaines, Niles, Morton Grove and Park Ridge. Funds are utilized for products and services necessary for the implementation, upgrade, and maintenance of the emergency communications system.

## CITY OF DES PLAINES

### SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL WATER/SEWER FUND

For the Year Ended December 31, 2008

With Comparative Actual Amounts for the Year Ended December 31, 2007

	2008			2007 Actual
	Original And Final Budget	Actual	Variance with Final Budget	
<b>OPERATING REVENUES</b>				
Water sales	\$ 10,180,000	\$ 9,605,813	\$ (574,187)	\$ 9,638,445
Sewer sales	1,600,000	2,072,836	472,836	-
Sales of water meters	30,000	17,097	(12,903)	23,797
Water permit fees	40,000	19,235	(20,765)	31,957
Service charges, cut off and connector fees	22,000	22,448	448	22,455
Administrative charges	18,580	18,580	-	17,000
Intergovernmental	-	153,853	153,853	-
Miscellaneous	-	-	-	161,232
Other fees	2,000	3,635	1,635	2,481
Total Operating Revenues	<u>11,892,580</u>	<u>11,913,497</u>	<u>20,917</u>	<u>9,897,367</u>
<b>OPERATING EXPENSES</b>				
Salaries	2,923,083	2,951,978	(28,895)	2,102,260
Benefits	1,337,253	1,302,163	35,090	886,036
Contractual services	978,895	635,384	343,511	554,158
Commodities	4,827,865	5,018,234	(190,369)	4,354,390
Capital outlay	3,120,207	316,982	2,803,225	-
Depreciation	-	750,515	(750,515)	720,223
Total Operating Expenses	<u>13,187,303</u>	<u>10,975,256</u>	<u>2,212,047</u>	<u>8,617,067</u>
Operating income (loss)	<u>(1,294,723)</u>	<u>938,241</u>	<u>2,232,964</u>	<u>1,280,300</u>
<b>NON-OPERATING REVENUES (EXPENSES)</b>				
Investment income	190,000	59,763	(130,237)	215,344
Principal	(523,013)	-	523,013	-
Interest and fiscal charges	(94,008)	(91,705)	2,303	(123,061)
Bank and paying agent fees	(16,450)	(14,738)	1,712	(14,822)
Amortization of issuance costs and discount	-	(24,762)	(24,762)	(24,762)
Total Non-Operating Revenues (Expenses)	<u>(443,471)</u>	<u>(71,442)</u>	<u>372,029</u>	<u>52,699</u>
Net Income (Loss) Before Contributions and Transfers	<u>(1,738,194)</u>	<u>866,799</u>	<u>2,604,993</u>	<u>1,332,999</u>

## CITY OF DES PLAINES

### SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL WATER/SEWER FUND

For the Year Ended December 31, 2008

With Comparative Actual Amounts for the Year Ended December 31, 2007

	2008			2007 Actual
	Original And Final Budget	Actual	Variance with Final Budget	
<b>CONTRIBUTION AND TRANSFERS</b>				
Capital contributions	\$ -	\$ -	\$ -	\$ 104,575
Transfer out	<u>(196,300)</u>	<u>-</u>	<u>196,300</u>	<u>(150,000)</u>
Net Contribution And Transfers	<u>(196,300)</u>	<u>-</u>	<u>196,300</u>	<u>(45,425)</u>
 Change in net assets	 <u>\$ (1,934,494)</u>	 866,799	 <u>\$ 2,801,293</u>	 1,287,574
NET ASSETS - Beginning of Year		<u>22,191,312</u>		<u>20,903,738</u>
NET ASSETS - END OF YEAR		<u>\$ 23,058,111</u>		<u>\$ 22,191,312</u>

## CITY OF DES PLAINES

### SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL PARKING SYSTEM FUND

For the Year Ended December 31, 2008

With Comparative Actual Amounts for the Year Ended December 31, 2007

	2008			2007 Actual
	Original And Final Budget	Actual	Variance with Final Budget	
<b>OPERATING REVENUES</b>				
Parking lots, garages, permits and other	\$ 294,700	\$ 315,071	\$ 20,371	\$ 329,478
Intergovernmental	-	-	-	25,546
Total Operating Revenues	<u>294,700</u>	<u>315,071</u>	<u>20,371</u>	<u>355,024</u>
<b>OPERATING EXPENSES</b>				
Contractual services	138,401	188,846	(50,445)	145,632
Commodities	217,500	164,885	52,615	179,446
Capital outlay	60,000	-	60,000	-
Depreciation	-	681,543	(681,543)	690,562
Total Operating Expenses	<u>415,901</u>	<u>1,035,274</u>	<u>(619,373)</u>	<u>1,015,640</u>
Operating (Loss)	<u>(121,201)</u>	<u>(720,203)</u>	<u>(599,002)</u>	<u>(660,616)</u>
<b>NON-OPERATING REVENUES</b>				
Investment income	400	213	(187)	1,721
Total Non-Operating Revenues	<u>400</u>	<u>213</u>	<u>(187)</u>	<u>1,721</u>
Net Income (Loss) Before Transfers	<u>(120,801)</u>	<u>(719,990)</u>	<u>(599,189)</u>	<u>(658,895)</u>
<b>TRANSFERS</b>				
Transfer out	(30,721)	(30,721)	-	(32,380)
Transfers	<u>(30,721)</u>	<u>(30,721)</u>	<u>-</u>	<u>(32,380)</u>
Change in net assets	<u>\$ (151,522)</u>	<u>(750,711)</u>	<u>\$ (599,189)</u>	<u>(691,275)</u>
NET ASSETS - Beginning of Year		<u>15,480,957</u>		<u>16,172,232</u>
NET ASSETS - END OF YEAR		<u>\$ 14,730,246</u>		<u>\$ 15,480,957</u>

## CITY OF DES PLAINES

### SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL EMERGENCY COMMUNICATIONS FUND

For the Year Ended December 31, 2008

With Comparative Actual Amounts for the Year Ended December 31, 2007

	2008			2007 Actual
	Original And Final Budget	Actual	Variance with Final Budget	
<b>OPERATING REVENUES</b>				
Charges for services	\$ 5,827,657	\$ 5,866,464	\$ 38,807	\$ 5,089,957
Intergovernmental	-	385,206	385,206	-
Total Operating Revenues	<u>5,827,657</u>	<u>6,251,670</u>	<u>424,013</u>	<u>5,089,957</u>
<b>OPERATING EXPENSES</b>				
Salaries	3,308,314	3,204,159	104,155	3,110,965
Benefits	1,189,164	1,144,054	45,110	1,092,116
Contractual services	666,480	576,649	89,831	506,787
Commodities	17,215	29,685	(12,470)	32,400
Capital outlay	512,624	19,175	493,449	-
Depreciation	-	60,904	(60,904)	58,415
Total Operating Expenses	<u>5,693,797</u>	<u>5,034,626</u>	<u>659,171</u>	<u>4,800,683</u>
Operating income	<u>133,860</u>	<u>1,217,044</u>	<u>1,083,184</u>	<u>289,274</u>
<b>NON-OPERATING REVENUES</b>				
Investment income	-	1,263	1,263	6,325
Total Non-Operating Revenues	<u>-</u>	<u>1,263</u>	<u>1,263</u>	<u>6,325</u>
Net Income Before Transfers	<u>133,860</u>	<u>1,218,307</u>	<u>1,084,447</u>	<u>295,599</u>
<b>TRANSFERS</b>				
Transfer out	(125,490)	(125,490)	-	(132,269)
Net Transfers	<u>125,490</u>	<u>125,490</u>	<u>-</u>	<u>(132,269)</u>
Change in net assets	<u>\$ 8,370</u>	1,092,817	<u>\$ 1,084,447</u>	163,330
NET ASSETS - Beginning of Year		<u>757,996</u>		<u>594,666</u>
NET ASSETS - END OF YEAR		<u>\$ 1,850,813</u>		<u>\$ 757,996</u>

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## **Internal Service Funds**

**Internal Service Funds** are used to account for the financing of goods and services provided by one department or agency of a government to other departments or agencies on a cost-reimbursement basis.

- Risk Management Fund – to account for the servicing and payment of claims for liability and workmen's compensation. Financing is provided via self-imposed premiums and investment earnings.
- Health Benefits Fund – to account for the operations of the City's self-insured medical plan. Financing is provided via self-imposed premiums and investment earnings.
- Compensated Absences Fund – to account for compensated absences liabilities of the governmental funds. Financing is provided by the governmental funds.

## CITY OF DES PLAINES

### COMBINING STATEMENT OF NET ASSETS INTERNAL SERVICE FUNDS December 31, 2008

	<u>Risk Management</u>	<u>Health Benefits</u>	<u>Compensated Absences</u>	<u>Totals</u>
<b>ASSETS</b>				
Current Assets				
Cash and cash equivalents	\$ 1,404,815	\$ 1,946,145	\$ -	\$ 3,350,960
Receivables				
Receivables - other	-	996	-	996
Prepaid items	590,830	-	-	590,830
Due from other funds	-	-	2,537,146	2,537,146
Total Current Assets	<u>1,995,645</u>	<u>1,947,141</u>	<u>2,537,146</u>	<u>6,479,932</u>
Total Assets	<u>1,995,645</u>	<u>1,947,141</u>	<u>2,537,146</u>	<u>6,479,932</u>
<b>LIABILITIES</b>				
Current Liabilities				
Accounts payable	11,942	-	-	11,942
Compensated absences	-	-	1,102,853	1,102,853
Other	-	26,456	-	\$ 26,456
Total Current Liabilities	<u>11,942</u>	<u>26,456</u>	<u>1,102,853</u>	<u>1,141,251</u>
Non-Current Liabilities				
Compensated absences	-	-	1,434,293	1,434,293
Total Noncurrent Liabilities	<u>-</u>	<u>-</u>	<u>1,434,293</u>	<u>1,434,293</u>
Total Liabilities	<u>11,942</u>	<u>26,456</u>	<u>2,537,146</u>	<u>2,575,544</u>
<b>NET ASSETS</b>				
Unrestricted	<u>1,983,703</u>	<u>1,920,685</u>	<u>-</u>	<u>3,904,388</u>
<b>TOTAL NET ASSETS</b>	<u><u>\$ 1,983,703</u></u>	<u><u>\$ 1,920,685</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 3,904,388</u></u>

## CITY OF DES PLAINES

COMBINING STATEMENT OF REVENUES, EXPENSES, AND  
CHANGES IN FUND NET ASSETS  
INTERNAL SERVICE FUNDS  
For the Year Ended December 31, 2008

	<u>Risk Management</u>	<u>Health Benefits</u>	<u>Total</u>
<b>OPERATING REVENUES</b>			
Charges for services	\$ 2,478,643	\$ 8,828,668	\$ 11,307,311
Miscellaneous	<u>630,268</u>	<u>-</u>	<u>630,268</u>
Total Operating Revenues	<u>3,108,911</u>	<u>8,828,668</u>	<u>11,937,579</u>
<b>OPERATING EXPENSES</b>			
Claim expenses	48,862	7,775,611	7,824,473
Insurance and processing fees	1,955,768	626,043	2,581,811
Miscellaneous	<u>54,767</u>	<u>60,558</u>	<u>115,325</u>
Total Operating Expenses	<u>2,059,397</u>	<u>8,462,212</u>	<u>10,521,609</u>
Operating Income	<u>1,049,514</u>	<u>366,456</u>	<u>1,415,970</u>
<b>NONOPERATING REVENUES</b>			
Investment income	<u>1,996</u>	<u>57,122</u>	<u>59,118</u>
Total Nonoperating Revenues	<u>1,996</u>	<u>57,122</u>	<u>59,118</u>
Change in net assets	1,051,510	423,578	1,475,088
Net assets, beginning of year	<u>932,193</u>	<u>1,497,107</u>	<u>2,429,300</u>
<b>NET ASSETS - END OF YEAR</b>	<u>\$ 1,983,703</u>	<u>\$ 1,920,685</u>	<u>\$ 3,904,388</u>

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## CITY OF DES PLAINES

### COMBINING STATEMENT OF CASH FLOWS INTERNAL SERVICE FUNDS Year Ended December 31, 2008

	<u>Risk Management</u>	<u>Health Benefits</u>	<u>Totals</u>
<b>Cash flows from operating activities</b>			
Receipts from customers and users	\$ 2,478,773	\$ 8,828,668	\$ 11,307,441
Receipts from miscellaneous revenues	630,268	-	630,268
Payments to suppliers	<u>(2,007,751)</u>	<u>(8,754,652)</u>	<u>(10,762,403)</u>
<b>Net cash provided by (used for) operating activities</b>	<u>1,101,290</u>	<u>74,016</u>	<u>1,175,306</u>
<b>Cash flows from investing activities</b>			
Interest received	<u>1,996</u>	<u>57,122</u>	<u>59,118</u>
<b>Net increase (decrease) in cash and cash equivalents</b>	1,103,286	131,138	1,234,424
<b>Cash and cash equivalents, beginning of year</b>	<u>301,529</u>	<u>1,815,007</u>	<u>2,116,536</u>
<b>Cash and cash equivalents, end of year</b>	<u>\$ 1,404,815</u>	<u>\$ 1,946,145</u>	<u>\$ 3,350,960</u>
<b>Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:</b>			
Operating income (loss)	\$ 1,049,514	\$ 366,456	\$ 1,415,970
Adjustment to reconcile operating income (loss) to Net cash provided by operating activities			
(Increase) decrease in			
Receivables	130	-	130
Prepaid items	51,991	-	51,991
Increase (decrease) in			
Accounts payable	(345)	-	(345)
Accrued self losses	<u>-</u>	<u>(292,440)</u>	<u>(292,440)</u>
<b>Net cash provided by (used for) operating activities</b>	<u>\$ 1,101,290</u>	<u>\$ 74,016</u>	<u>\$ 1,175,306</u>

## CITY OF DES PLAINES

### SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL RISK MANAGEMENT FUND

For the Year Ended December 31, 2008

With Comparative Actual Amounts for the Year Ended December 31, 2007

	2008			2007 Actual
	Original And Final Budget	Actual	Variance with Final Budget	
<b>OPERATING REVENUES</b>				
Charges for services	\$ 2,604,459	\$ 2,478,643	\$ (125,816)	\$ 2,216,305
Miscellaneous	<u>135,000</u>	<u>630,268</u>	<u>495,268</u>	<u>203,619</u>
Total Operating Revenues	<u>2,739,459</u>	<u>3,108,911</u>	<u>369,452</u>	<u>2,419,924</u>
<b>OPERATING EXPENSES</b>				
Claims expense				
Unemployment claims	7,200	10,349	(3,149)	367
Worker's compensation claims	<u>35,000</u>	<u>38,513</u>	<u>(3,513)</u>	<u>42,594</u>
Total claims expense	<u>42,200</u>	<u>48,862</u>	<u>(6,662)</u>	<u>42,961</u>
Insurance and processing fees				
Claims administration fees (worker's compensation)	900	838	62	838
Claims administration fees (unemployment)	5,000	1,881	3,119	9,734
Insurance premiums (worker's compensation)	-	537	(537)	173
Insurance premiums (liability)	125,000	99,684	25,316	97,602
MICA loss fund	2,217,734	1,825,484	392,250	1,836,152
MICA deductible	<u>20,000</u>	<u>27,344</u>	<u>(7,344)</u>	<u>14,275</u>
Total insurance and processing fees	<u>2,368,634</u>	<u>1,955,768</u>	<u>412,866</u>	<u>1,958,774</u>
Miscellaneous				
City-wide substance abuse program	5,000	930	4,070	-
Self-insured losses	30,000	53,466	(23,466)	31,031
Miscellaneous contractual services	<u>21,000</u>	<u>371</u>	<u>20,629</u>	<u>-</u>
Total miscellaneous	<u>56,000</u>	<u>54,767</u>	<u>1,233</u>	<u>31,031</u>
Total Operating Expenses	<u>2,466,834</u>	<u>2,059,397</u>	<u>407,437</u>	<u>2,032,766</u>
Operating income	<u>272,625</u>	<u>1,049,514</u>	<u>776,889</u>	<u>387,158</u>
<b>NON-OPERATING REVENUES</b>				
Investment income	<u>-</u>	<u>1,996</u>	<u>1,996</u>	<u>-</u>
Total Non-Operating Revenues	<u>-</u>	<u>1,996</u>	<u>1,996</u>	<u>-</u>

## CITY OF DES PLAINES

### SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL RISK MANAGEMENT FUND

For the Year Ended December 31, 2008

With Comparative Actual Amounts for the Year Ended December 31, 2007

	2008			2007 Actual
	Original And Final Budget	Actual	Variance with Final Budget	
<b>TRANSFERS</b>				
Transfer out	\$ _____ -	\$ _____ -	\$ _____ -	\$ (500,000)
Total Transfers	_____ -	_____ -	_____ -	(500,000)
Change in net assets	\$ _____ -	1,051,510	\$ <u>778,885</u>	(112,842)
NET ASSETS - Beginning of Year		932,193		1,045,035
NET ASSETS - END OF YEAR		\$ <u>1,983,703</u>		\$ <u>932,193</u>

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## CITY OF DES PLAINES

### SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL HEALTH BENEFITS FUND

For the Year Ended December 31, 2008

With Comparative Actual Amounts for the Year Ended December 31, 2007

	2008			2007 Actual
	Original And Final Budget	Actual	Variance with Final Budget	
<b>OPERATING REVENUES</b>				
Charges for services	\$ 9,128,711	\$ 8,828,668	\$ (300,043)	\$ 8,635,486
Total Operating Revenues	<u>9,128,711</u>	<u>8,828,668</u>	<u>(300,043)</u>	<u>8,635,486</u>
<b>OPERATING EXPENSES</b>				
Claims expense				
Claims paid - City - PPO	6,946,080	6,354,162	591,918	5,766,076
Claims paid - City - HMO	<u>1,459,860</u>	<u>1,421,449</u>	<u>38,411</u>	<u>1,365,460</u>
Total claims expense	<u>8,405,940</u>	<u>7,775,611</u>	<u>630,329</u>	<u>7,131,536</u>
Insurance and processing fees				
Dental claims and administration fee	336,169	487,521	(151,352)	415,940
Life insurance premium	<u>134,454</u>	<u>138,522</u>	<u>(4,068)</u>	<u>129,275</u>
Total insurance and processing fees	<u>470,623</u>	<u>626,043</u>	<u>(155,420)</u>	<u>545,215</u>
Miscellaneous	<u>41,099</u>	<u>60,558</u>	<u>(19,459)</u>	<u>51,818</u>
Total miscellaneous	<u>41,099</u>	<u>60,558</u>	<u>(19,459)</u>	<u>51,818</u>
Total Operating Expenses	<u>8,917,662</u>	<u>8,462,212</u>	<u>455,450</u>	<u>7,728,569</u>
Operating income	<u>211,049</u>	<u>366,456</u>	<u>155,407</u>	<u>906,917</u>
<b>NON-OPERATING REVENUES</b>				
Investment income	<u>-</u>	<u>57,122</u>	<u>57,122</u>	<u>-</u>
Total Non-Operating Revenues	<u>-</u>	<u>57,122</u>	<u>57,122</u>	<u>-</u>
Change in net assets	\$ <u>211,049</u>	423,578	\$ <u>212,529</u>	906,917
NET ASSETS - Beginning of Year		<u>1,497,107</u>		<u>590,190</u>
NET ASSETS - END OF YEAR		\$ <u>1,920,685</u>		\$ <u>1,497,107</u>

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## **Fiduciary Funds**

**Fiduciary Funds** are used to account for assets held by the City in a trustee capacity for individuals, governmental entities and non-public organizations.

### Pension Trust

- Firefighters' and Police Pension Funds – Pension Trust Funds used to account for the accumulation of resources and administration costs to be used for retirement annuity payments at appropriate amounts and times in the future. Resources are contributed by employees at rates fixed by law and by the City at amounts determined by an annual actuarial study.

### Agency

- Compliance Bond Fund – an agency fund used to account for the collection and repayment of deposits made in conformance with local ordinances to ensure that work performed meets local code requirements. Fund also includes other smaller miscellaneous agency funds related to the City.
- Section 125 Plan Fund – an agency fund used to account for a Section 125 Benefit Plan administered by the City.

**CITY OF DES PLAINES**

COMBINING STATEMENT OF NET ASSETS  
PENSION TRUST FUNDS  
December 31, 2008

	<u>Firefighters Pension</u>	<u>Police Pension</u>	<u>Totals</u>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 3,070,166	\$ 3,552,211	\$ 6,622,377
Investments			
U.S. treasuries	11,953,848	9,778,144	21,731,992
Mortgage backed securities	14,753,909	13,560,862	28,314,771
Mutual funds	7,077,982	5,321,187	12,399,169
Stocks	9,486,160	8,409,120	17,895,280
Corporate Bonds	727,009	747,432	1,474,441
State and local obligations	377,919	429,763	807,682
Insurance contracts	-	962,430	962,430
Receivables - (net of allowances for uncollectibles)			
Accrued interest	264,662	306,940	571,602
Contributions	-	314,461	314,461
Prepays	-	1,356	1,356
Total Assets	<u>47,711,655</u>	<u>43,383,906</u>	<u>91,095,561</u>
<b>LIABILITIES</b>			
Accounts payable	<u>10,551</u>	<u>36,621</u>	<u>47,172</u>
Total Liabilities	<u>10,551</u>	<u>36,621</u>	<u>47,172</u>
<b>NET ASSETS</b>			
Held in trust for pension benefits	<u>\$ 47,701,104</u>	<u>\$ 43,347,285</u>	<u>\$ 91,048,389</u>

## CITY OF DES PLAINES

### COMBINING STATEMENT OF CHANGES IN NET ASSETS PENSION TRUST FUNDS For the Year Ended December 31, 2008

	Firefighters Pension	Police Pension	Totals
<b>ADDITIONS</b>			
Contributions			
Employer	\$ 2,017,431	\$ 2,625,669	\$ 4,643,100
Plan members	<u>815,206</u>	<u>973,764</u>	<u>1,788,970</u>
Total Contributions	<u>2,832,637</u>	<u>3,599,433</u>	<u>6,432,070</u>
Investment income			
Investment income	(7,290,860)	(5,502,945)	(12,793,805)
Miscellaneous	<u>376</u>	<u>784</u>	<u>1,160</u>
Total Investment Income	<u>(7,290,484)</u>	<u>(5,502,161)</u>	<u>(12,792,645)</u>
Less Investment expense	<u>279,992</u>	<u>158,059</u>	<u>438,051</u>
Net Investment Income	<u>(7,570,476)</u>	<u>(5,660,220)</u>	<u>(13,230,696)</u>
Total Additions	<u>(4,737,839)</u>	<u>(2,060,787)</u>	<u>(6,798,626)</u>
<b>DEDUCTIONS</b>			
Benefits	4,003,360	4,580,434	8,583,794
Administration	<u>58,410</u>	<u>171,713</u>	<u>230,123</u>
Total Deductions	<u>4,061,770</u>	<u>4,752,147</u>	<u>8,813,917</u>
<b>Change in Net Assets</b>	(8,799,609)	(6,812,934)	(15,612,543)
NET ASSETS - Beginning of Year	<u>56,500,713</u>	<u>50,160,219</u>	<u>106,660,932</u>
<b>NET ASSETS - END OF YEAR</b>	<u>\$ 47,701,104</u>	<u>\$ 43,347,285</u>	<u>\$ 91,048,389</u>

# CITY OF DES PLAINES

## COMBINING STATEMENT OF FIDUCIARY NET ASSETS AGENCY FUNDS Year Ended December 31, 2008

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	<u>Compliance Bond</u>	<u>Section 125 Plan</u>	<u>Totals</u>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 512,170	\$ 55,378	\$ 567,548
Other receivable	<u>17,990</u>	<u>-</u>	<u>17,990</u>
Total assets	<u>\$ 530,160</u>	<u>\$ 55,378</u>	<u>\$ 585,538</u>
<b>LIABILITIES</b>			
Accounts payable	\$ 12,985	\$ -	\$ 12,985
Accrued liabilities	10,079	50,135	60,214
Deposits payable	507,096	-	507,096
Due to participants	<u>-</u>	<u>5,243</u>	<u>5,243</u>
Total liabilities	<u>\$ 530,160</u>	<u>\$ 55,378</u>	<u>\$ 585,538</u>

# CITY OF DES PLAINES

## COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES AGENCY FUNDS

Year Ended December 31, 2008

	<u>Balances January 1</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balances December 31</u>
<b>COMPLIANCE BOND FUND</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 451,419	\$ 1,053,599	\$ 992,848	\$ 512,170
Other receivable	24,421	17,990	24,421	17,990
Total assets	<u>\$ 475,840</u>	<u>\$ 1,071,589</u>	<u>\$ 1,017,269</u>	<u>\$ 530,160</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 4,113	\$ 266,669	\$ 257,797	\$ 12,985
Accrued liabilities	13,079	10,080	13,080	10,079
Deposits payable	458,648	794,840	746,392	507,096
Total liabilities	<u>\$ 475,840</u>	<u>\$ 1,071,589</u>	<u>\$ 1,017,269</u>	<u>\$ 530,160</u>
<b>SECTION 125 PLAN FUND</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 679	\$ 324,660	\$ 269,961	\$ 55,378
Total assets	<u>\$ 679</u>	<u>\$ 324,660</u>	<u>\$ 269,961</u>	<u>\$ 55,378</u>
<b>LIABILITIES</b>				
Accrued liabilities	\$ 668	\$ 50,135	\$ 668	\$ 50,135
Due to participants	11	274,525	269,293	5,243
Total liabilities	<u>\$ 679</u>	<u>\$ 324,660</u>	<u>\$ 269,961</u>	<u>\$ 55,378</u>
<b>ALL FUNDS</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 452,098	\$ 1,378,259	\$ 1,262,809	\$ 567,548
Other receivable	24,421	17,990	24,421	17,990
Total assets	<u>\$ 476,519</u>	<u>\$ 1,396,249</u>	<u>\$ 1,287,230</u>	<u>\$ 585,538</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 4,113	\$ 266,669	\$ 257,797	\$ 12,985
Accrued liabilities	13,747	60,215	13,748	60,214
Deposits payable	458,648	794,840	746,392	507,096
Due to participants	11	274,525	269,293	5,243
Total liabilities	<u>\$ 476,519</u>	<u>\$ 1,396,249</u>	<u>\$ 1,287,230</u>	<u>\$ 585,538</u>

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## **Component Unit**

**The Component Unit** operates and maintains the public library within the governmental unit.

# CITY OF DES PLAINES

## COMPONENT UNIT - LIBRARY STATEMENT OF NET ASSETS AND GOVERNMENTAL FUNDS COMBINING BALANCE SHEET December 31, 2008

	General	Capital Projects	Totals
<b>ASSETS</b>			
Cash and investments	\$ 1,152,730	\$ 326,741	\$ 1,479,471
Receivables			
Property taxes	6,934,578	-	6,934,578
Prepaid expenses	61,328	-	61,328
Capital assets	-	-	-
Total assets	\$ 8,148,636	\$ 326,741	\$ 8,475,377
<b>LIABILITIES AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts payable	\$ 210,545	\$ 164,082	\$ 374,627
Accrued payroll	131,483	-	131,483
Deferred revenues	6,762,099	-	6,762,099
Noncurrent liabilities:			
Due within one year	-	-	-
Due in more than one year	-	-	-
Total liabilities	7,104,127	164,082	7,268,209
Fund balances/net assets			
Invested in capital assets	-	-	-
Restricted for culture and recreation	-	-	-
Reserved for prepaid items	61,328	-	61,328
Unreserved	983,181	162,659	1,145,840
Total fund balances/net assets	1,044,509	162,659	1,207,168
<b>TOTAL LIABILITIES AND FUND BALANCES/NET ASSETS</b>	<b>\$ 8,148,636</b>	<b>\$ 326,741</b>	<b>\$ 8,475,377</b>

Adjustments			
Internal Service Fund Compensated Absences	Net OPEB Obligation	Long-term Assets	Statement of Net Assets
\$ 213,814	\$ -	\$ -	\$ 1,693,285
-	-	-	6,934,578
-	-	-	61,328
-	-	934,174	934,174
<u>\$ 213,814</u>	<u>\$ -</u>	<u>\$ 934,174</u>	<u>\$ 9,623,365</u>
\$ -	\$ -	\$ -	\$ 374,627
-	-	-	131,483
-	-	-	6,762,099
132,830	-	-	132,830
80,984	12,248	-	93,232
<u>213,814</u>	<u>12,248</u>	<u>-</u>	<u>7,494,271</u>
-	-	934,174	934,174
-	-	1,194,920	1,194,920
-	-	(61,328)	-
-	(12,248)	(1,133,592)	-
<u>-</u>	<u>(12,248)</u>	<u>934,174</u>	<u>2,129,094</u>
<u>\$ 213,814</u>	<u>\$ -</u>	<u>\$ 934,174</u>	<u>\$ 9,623,365</u>

# CITY OF DES PLAINES

COMPONENT UNIT - LIBRARY  
 STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUNDS  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES/NET ASSETS  
 Year Ended December 31, 2008

	General	Capital Projects	Totals
Revenues			
Property taxes	\$ 6,478,587	\$ -	\$ 6,478,587
Intergovernmental	182,431	-	182,431
Charges for services	26,705	-	26,705
Fines	115,540	-	115,540
Investment income	28,932	17,960	46,892
Miscellaneous	116,169	-	116,169
	<u>6,948,364</u>	<u>17,960</u>	<u>6,966,324</u>
Total revenues			
Expenditures			
Civic and cultural	6,150,216	37,660	6,187,876
Capital outlay	23,576	848,945	872,521
	<u>6,173,792</u>	<u>886,605</u>	<u>7,060,397</u>
Total expenditures			
Excess (deficiency) of revenues over (under) expenditures	<u>774,572</u>	<u>(868,645)</u>	<u>(94,073)</u>
Other financing sources (uses)			
Transfers in (out)	(400,000)	400,000	-
	<u>(400,000)</u>	<u>400,000</u>	<u>-</u>
Total other financing sources (uses)			
Net changes in fund balances/net assets	374,572	(468,645)	(94,073)
Fund balances/net assets, beginning of year	<u>669,937</u>	<u>631,304</u>	<u>1,301,241</u>
Fund balances/net assets, end of year	<u>\$ 1,044,509</u>	<u>\$ 162,659</u>	<u>\$ 1,207,168</u>

\*Governmental funds report capital outlays as expenditures. However, in the statement of net assets the costs of these assets is capitalized and they are depreciated over their estimated useful lives and reported as depreciation expense in the statement of activities. Adjustment necessary to record depreciation and to reclassify capital outlay that did not have an initial cost of \$25,000 to civic and cultural expense function.

\*\*In the Statement of Activities, operating expenses are measured by the amounts incurred during the year. However, certain of these items are included in the governmental funds only to the extent that they require the expenditure of current financial resources.

Adjustments		
Capital-related Items*	Net OPEB Obligation**	Statement of Activities
\$ -	\$ -	\$ 6,478,587
-	-	182,431
-	-	26,705
-	-	115,540
-	-	46,892
-	-	116,169
-	-	6,966,324
193,025	12,248	6,393,149
(872,521)	-	-
(679,496)	12,248	6,393,149
679,496	(12,248)	573,175
-	-	-
-	-	-
679,496	(12,248)	573,175
254,678	-	1,555,919
<u>\$ 934,174</u>	<u>\$ (12,248)</u>	<u>\$ 2,129,094</u>

## CITY OF DES PLAINES

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - BUDGET AND ACTUAL - LIBRARY GENERAL FUND  
 For the Year Ended December 31, 2008  
 With Comparative Actual Amounts for the Year Ended December 31, 2007

	Original and Final Budget	Actual	Variance with Final Budget	2007 Actual
<b>REVENUES</b>				
Property taxes	\$ 6,416,968	\$ 6,478,587	\$ 61,619	\$ 5,970,175
Replacement taxes	92,988	92,988	-	92,988
State grants	98,217	89,443	(8,774)	93,667
Charges for service	30,000	26,705	(3,295)	35,166
Fines	110,000	115,540	5,540	117,621
Investment income	20,000	28,932	8,932	28,027
Miscellaneous	20,000	116,169	96,169	38,009
Total Revenues	6,788,173	6,948,364	160,191	6,375,653
<b>EXPENDITURES</b>				
<b>CIVIC AND CULTURAL</b>				
Salaries	3,465,150	3,107,933	357,217	3,210,850
Benefits	1,098,544	930,148	168,396	963,726
Contractual services	833,512	945,819	(112,307)	678,833
Commodities	1,219,270	1,166,316	52,954	975,290
Total Civic and cultural	6,616,476	6,150,216	466,260	5,828,699
<b>CAPITAL OUTLAY</b>				
Capital outlay	59,170	23,576	35,594	67,470
Total Expenditures	6,675,646	6,173,792	501,854	5,896,169
Excess of revenues over expenditures	112,527	774,572	662,045	479,484
<b>OTHER FINANCING SOURCES (USES)</b>				
Proceeds from sale of capital assets	1,000	-	(1,000)	-
Transfer out	(400,000)	(400,000)	-	(200,000)
Total Other Financing Sources (Uses)	(399,000)	(400,000)	(1,000)	(200,000)
Net Change in Fund Balance	\$ (286,473)	374,572	\$ 661,045	279,484
FUND BALANCE - Beginning of Year		669,937		390,453
FUND BALANCE - END OF YEAR		\$ 1,044,509		\$ 669,937

## CITY OF DES PLAINES

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - BUDGET AND ACTUAL - LIBRARY CAPITAL PROJECT FUND  
 For the Year Ended December 31, 2008  
 With Comparative Actual Amounts for the Year Ended December 31, 2007

	Original and Final Budget	Actual	Variance with Final Budget	2007 Actual
<b>REVENUES</b>				
Investment income	\$ 10,000	\$ 17,960	\$ 7,960	\$ 24,390
Other revenue	-	-	-	2,800
Total Revenues	<u>10,000</u>	<u>17,960</u>	<u>7,960</u>	<u>27,190</u>
<b>EXPENDITURES</b>				
<b>CIVIC AND CULTURAL</b>				
Contractual services	<u>51,000</u>	<u>37,660</u>	<u>13,340</u>	<u>-</u>
<b>CAPITAL OUTLAY</b>				
Capital outlay	<u>864,492</u>	<u>848,945</u>	<u>15,547</u>	<u>109,664</u>
Total Expenditures	<u>915,492</u>	<u>886,605</u>	<u>28,887</u>	<u>109,664</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(905,492)</u>	<u>(868,645)</u>	<u>36,847</u>	<u>(82,474)</u>
<b>OTHER FINANCING SOURCES</b>				
Transfer in	<u>400,000</u>	<u>400,000</u>	<u>-</u>	<u>200,000</u>
Total Other Financing Sources	<u>400,000</u>	<u>400,000</u>	<u>-</u>	<u>200,000</u>
Net Change in Fund Balance	<u>\$ (505,492)</u>	<u>(468,645)</u>	<u>\$ 36,847</u>	<u>117,526</u>
FUND BALANCE - Beginning of Year		<u>631,304</u>		<u>513,778</u>
FUND BALANCE - END OF YEAR		<u>\$ 162,659</u>		<u>\$ 631,304</u>

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**OTHER SUPPLEMENTARY SCHEDULES**

# CITY OF DES PLAINES

## LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 1999 December 31, 2008

Date of issue	February 1, 1999
Date of maturity	December 1, 2018
Authorized issue	\$ 10,000,000
Denomination of bonds	\$ 5,000
Interest rates	4.10% to 4.20%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	Requirements			Interest Due			
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>June 1</u>	<u>Amount</u>	<u>December 1</u>	<u>Amount</u>
2009	\$ 710,000	\$ 203,324	\$ 913,324	2009	\$ 101,662	2009	\$ 101,662
2010	740,000	174,214	914,214	2010	87,107	2010	87,107
2011	775,000	143,688	918,688	2011	71,844	2011	71,844
2012	810,000	111,720	921,720	2012	55,860	2012	55,860
2013	850,000	77,700	927,700	2013	38,850	2013	38,850
2014	200,000	42,000	242,000	2014	21,000	2014	21,000
2015	200,000	33,600	233,600	2015	16,800	2015	16,800
2016	200,000	25,200	225,200	2016	12,600	2016	12,600
2017	200,000	16,800	216,800	2017	8,400	2017	8,400
2018	200,000	8,400	208,400	2018	4,200	2018	4,200
	<u>\$ 4,885,000</u>	<u>\$ 836,646</u>	<u>\$ 5,721,646</u>		<u>\$ 418,323</u>		<u>\$ 418,323</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2001 (TOTAL ISSUE) December 31, 2008

Date of issue	July 1, 2001
Date of maturity	December 1, 2010
Authorized issue	\$ 5,470,000
Denomination of bonds	\$ 5,000
Interest rates	4.00% to 5.00%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	Requirements			Interest Due			
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>June 1</u>	<u>Amount</u>	<u>December 1</u>	<u>Amount</u>
2009	\$295,000	\$ 25,876	\$ 320,876	2009	\$ 12,938	2009	\$ 12,938
2010	310,000	13,486	323,486	2010	6,743	2010	6,743
	<u>\$605,000</u>	<u>\$ 39,361</u>	<u>\$ 644,361</u>		<u>\$ 19,680</u>		<u>\$ 19,680</u>

**CITY OF DES PLAINES**

LONG TERM DEBT REQUIREMENTS  
 GENERAL OBLIGATION BONDS, SERIES 2001 (STREETS PORTION)  
 December 31, 2008

Date of issue	July 1, 2001
Date of maturity	December 1, 2010
Authorized issue	\$ 4,700,000
Denomination of bonds	\$ 5,000
Interest rates	4.00% to 5.00%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

**CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year Ending <u>December 31</u>	<u>Requirements</u>			<u>Interest Due</u>			
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>June 1</u>	<u>Amount</u>	<u>December 1</u>	<u>Amount</u>
2009	\$205,000	\$ 17,963	\$ 222,963	2009	\$ 8,981	2009	\$ 8,981
2010	215,000	9,353	224,353	2010	4,676	2010	4,676
	<u>\$420,000</u>	<u>\$ 27,315</u>	<u>\$ 447,315</u>		<u>\$ 13,658</u>		<u>\$ 13,658</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2001 (RISK PORTION) December 31, 2008

Date of issue	July 1, 2001
Date of maturity	December 1, 2010
Authorized issue	\$ 770,000
Denomination of bonds	\$ 5,000
Interest rates	4.00% to 5.00%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	Requirements			Interest Due			
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>June 1</u>	<u>Amount</u>	<u>December 1</u>	<u>Amount</u>
2009	\$ 90,000	\$ 7,913	\$ 97,913	2009	\$ 3,956	2009	\$ 3,956
2010	95,000	4,133	99,133	2010	2,066	2010	2,066
	<u>\$ 185,000</u>	<u>\$ 12,046</u>	<u>\$ 197,046</u>		<u>\$ 6,023</u>		<u>\$ 6,023</u>

# CITY OF DES PLAINES

## LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2002A December 31, 2008

Date of issue	May 1, 2002
Date of maturity	December 1, 2011
Authorized issue	\$ 4,800,000
Denomination of bonds	\$ 5,000
Interest rates	2.00% to 4.50%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2009	\$ 1,000,000	\$ 131,376	\$ 1,131,376	2009	\$ 65,688	2009	\$ 65,688
2010	990,000	88,876	1,078,876	2010	44,438	2010	44,438
2011	985,000	44,326	1,029,326	2011	22,163	2011	22,163
	<u>\$ 2,975,000</u>	<u>\$ 264,578</u>	<u>\$ 3,239,578</u>		<u>\$ 132,289</u>		<u>\$ 132,289</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2003A (TOTAL ISSUE) December 31, 2008

Date of issue	September 1, 2003
Date of maturity	December 1, 2021
Authorized issue	\$ 7,835,000
Denomination of bonds	\$ 5,000
Interest rates	2.50% to 4.50%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2009	\$ 400,000	\$ 247,666	\$ 647,666	2009	\$ 123,833	2009	\$ 123,833
2010	405,000	234,666	639,666	2010	117,333	2010	117,333
2011	420,000	219,680	639,680	2011	109,840	2011	109,840
2012	430,000	204,140	634,140	2012	102,070	2012	102,070
2013	450,000	188,230	638,230	2013	94,115	2013	94,115
2014	470,000	171,130	641,130	2014	85,565	2014	85,565
2015	480,000	152,800	632,800	2015	76,400	2015	76,400
2016	500,000	133,600	633,600	2016	66,800	2016	66,800
2017	515,000	113,100	628,100	2017	56,550	2017	56,550
2018	545,000	91,470	636,470	2018	45,735	2018	45,735
2019	565,000	68,036	633,036	2019	34,018	2019	34,018
2020	585,000	43,740	628,740	2020	21,870	2020	21,870
2021	400,000	18,000	418,000	2021	9,000	2021	9,000
	<u>\$ 6,165,000</u>	<u>\$ 1,886,258</u>	<u>\$ 8,051,258</u>		<u>\$ 943,129</u>		<u>\$ 943,129</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2003A (FIRE STATION PORTION) December 31, 2008

Date of issue	September 1, 2003
Date of maturity	December 1, 2021
Authorized issue	\$ 1,270,000
Denomination of bonds	\$ 5,000
Interest rates	2.50% to 4.50%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	<u>Requirements</u>			<u>Interest Due</u>			
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>June 1</u>	<u>Amount</u>	<u>December 1</u>	<u>Amount</u>
2009	\$ 60,000	\$ 40,370	\$ 100,370	2009	\$ 20,185	2009	\$ 20,185
2010	65,000	38,420	103,420	2010	19,210	2010	19,210
2011	65,000	36,016	101,016	2011	18,008	2011	18,008
2012	65,000	33,610	98,610	2012	16,805	2012	16,805
2013	70,000	31,206	101,206	2013	15,603	2013	15,603
2014	75,000	28,546	103,546	2014	14,273	2014	14,273
2015	75,000	25,620	100,620	2015	12,810	2015	12,810
2016	80,000	22,620	102,620	2016	11,310	2016	11,310
2017	80,000	19,340	99,340	2017	9,670	2017	9,670
2018	85,000	15,980	100,980	2018	7,990	2018	7,990
2019	90,000	12,324	102,324	2019	6,162	2019	6,162
2020	95,000	8,454	103,454	2020	4,227	2020	4,227
2021	95,000	4,276	99,276	2021	2,138	2021	2,138
	<u>\$ 1,000,000</u>	<u>\$ 316,782</u>	<u>\$ 1,316,782</u>		<u>\$ 158,391</u>		<u>\$ 158,391</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2003A (TIF #1 PORTION) December 31, 2008

Date of issue	September 1, 2003
Date of maturity	December 1, 2020
Authorized issue	\$ 2,535,000
Denomination of bonds	\$ 5,000
Interest rates	2.50% to 4.40%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	Requirements			Interest Due			
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>June 1</u>	<u>Amount</u>	<u>December 1</u>	<u>Amount</u>
2009	\$ 135,000	\$ 77,928	\$ 212,928	2009	\$ 38,964	2009	\$ 38,964
2010	135,000	73,540	208,540	2010	36,770	2010	36,770
2011	140,000	68,546	208,546	2011	34,273	2011	34,273
2012	145,000	63,366	208,366	2012	31,683	2012	31,683
2013	150,000	58,000	208,000	2013	29,000	2013	29,000
2014	160,000	52,300	212,300	2014	26,150	2014	26,150
2015	165,000	46,060	211,060	2015	23,030	2015	23,030
2016	170,000	39,460	209,460	2016	19,730	2016	19,730
2017	175,000	32,488	207,488	2017	16,244	2017	16,244
2018	185,000	25,140	210,140	2018	12,570	2018	12,570
2019	195,000	17,186	212,186	2019	8,593	2019	8,593
2020	200,000	8,800	208,800	2020	4,400	2020	4,400
	<u>\$ 1,955,000</u>	<u>\$ 562,814</u>	<u>\$ 2,517,814</u>		<u>\$ 281,407</u>		<u>\$ 281,407</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2003A (TIF #3 PORTION) December 31, 2008

Date of issue	September 1, 2003
Date of maturity	December 1, 2021
Authorized issue	\$ 2,130,000
Denomination of bonds	\$ 5,000
Interest rates	2.50% to 4.50%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	Requirements			Interest Due			
	Principal	Interest	Total	<u>June 1</u>	<u>Amount</u>	<u>December 1</u>	<u>Amount</u>
2009	\$ 105,000	\$ 67,792	\$ 172,792	2009	\$ 33,896	2009	\$ 33,896
2010	105,000	64,380	169,380	2010	32,190	2010	32,190
2011	110,000	60,496	170,496	2011	30,248	2011	30,248
2012	115,000	56,426	171,426	2012	28,213	2012	28,213
2013	120,000	52,168	172,168	2013	26,084	2013	26,084
2014	120,000	47,610	167,610	2014	23,805	2014	23,805
2015	125,000	42,930	167,930	2015	21,465	2015	21,465
2016	130,000	37,930	167,930	2016	18,965	2016	18,965
2017	135,000	32,600	167,600	2017	16,300	2017	16,300
2018	145,000	26,930	171,930	2018	13,465	2018	13,465
2019	150,000	20,694	170,694	2019	10,347	2019	10,347
2020	155,000	14,244	169,244	2020	7,122	2020	7,122
2021	165,000	7,426	172,426	2021	3,713	2021	3,713
	<u>\$ 1,680,000</u>	<u>\$ 531,626</u>	<u>\$ 2,211,626</u>		<u>\$ 265,813</u>		<u>\$ 265,813</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2003A (TIF #5 PORTION) December 31, 2008

Date of issue	September 1, 2003
Date of maturity	December 1, 2021
Authorized issue	\$ 1,525,000
Denomination of bonds	\$ 5,000
Interest rates	2.50% to 4.50%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2009	\$ 75,000	\$ 48,612	\$ 123,612	2009	\$ 24,306	2009	\$ 24,306
2010	75,000	46,176	121,176	2010	23,088	2010	23,088
2011	80,000	43,400	123,400	2011	21,700	2011	21,700
2012	80,000	40,440	120,440	2012	20,220	2012	20,220
2013	85,000	37,480	122,480	2013	18,740	2013	18,740
2014	90,000	34,250	124,250	2014	17,125	2014	17,125
2015	90,000	30,740	120,740	2015	15,370	2015	15,370
2016	95,000	27,140	122,140	2016	13,570	2016	13,570
2017	100,000	23,244	123,244	2017	11,622	2017	11,622
2018	105,000	19,046	124,046	2018	9,523	2018	9,523
2019	105,000	14,528	119,528	2019	7,264	2019	7,264
2020	110,000	10,014	120,014	2020	5,007	2020	5,007
2021	115,000	5,176	120,176	2021	2,588	2021	2,588
	<u>\$ 1,205,000</u>	<u>\$ 380,246</u>	<u>\$ 1,585,246</u>		<u>\$ 190,123</u>		<u>\$ 190,123</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2003A (TIF #6 PORTION) December 31, 2008

Date of issue	September 1, 2003
Date of maturity	December 1, 2021
Authorized issue	\$ 375,000
Denomination of bonds	\$ 5,000
Interest rates	2.50% to 4.50%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2009	\$ 25,000	\$ 12,962	\$ 37,962	2009	\$ 6,481	2009	\$ 6,481
2010	25,000	12,150	37,150	2010	6,075	2010	6,075
2011	25,000	11,226	36,226	2011	5,613	2011	5,613
2012	25,000	10,300	35,300	2012	5,150	2012	5,150
2013	25,000	9,376	34,376	2013	4,688	2013	4,688
2014	25,000	8,426	33,426	2014	4,213	2014	4,213
2015	25,000	7,450	32,450	2015	3,725	2015	3,725
2016	25,000	6,450	31,450	2016	3,225	2016	3,225
2017	25,000	5,426	30,426	2017	2,713	2017	2,713
2018	25,000	4,374	29,374	2018	2,187	2018	2,187
2019	25,000	3,300	28,300	2019	1,650	2019	1,650
2020	25,000	2,224	27,224	2020	1,112	2020	1,112
2021	25,000	1,126	26,126	2021	563	2021	563
	\$ 325,000	\$ 94,790	\$ 419,790		\$ 47,395		\$ 47,395

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2003C (TIF #6) December 31, 2008

Date of issue	September 1, 2003
Date of maturity	December 1, 2021
Authorized issue	\$ 2,250,000
Denomination of bonds	\$ 5,000
Interest rates	4.70% to 5.50%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	Requirements			Interest Due			
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>June 1</u>	<u>Amount</u>	<u>December 1</u>	<u>Amount</u>
2009	\$ 25,000	\$ 124,208	\$ 149,208	2009	\$ 62,104	2009	\$ 62,104
2010	50,000	123,032	173,032	2010	61,516	2010	61,516
2011	60,000	120,682	180,682	2011	60,341	2011	60,341
2012	75,000	117,742	192,742	2012	58,871	2012	58,871
2013	100,000	113,918	213,918	2013	56,959	2013	56,959
2014	125,000	108,818	233,818	2014	54,409	2014	54,409
2015	165,000	102,442	267,442	2015	51,221	2015	51,221
2016	190,000	93,862	283,862	2016	46,931	2016	46,931
2017	220,000	83,792	303,792	2017	41,896	2017	41,896
2018	250,000	71,912	321,912	2018	35,956	2018	35,956
2019	290,000	58,162	348,162	2019	29,081	2019	29,081
2020	325,000	41,126	366,126	2020	20,563	2020	20,563
2021	375,000	22,032	397,032	2021	11,016	2021	11,016
	<u>\$ 2,250,000</u>	<u>\$ 1,181,728</u>	<u>\$ 3,431,728</u>		<u>\$ 590,864</u>		<u>\$ 590,864</u>

## CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS  
 TAXABLE GENERAL OBLIGATION REFUNDING BONDS, SERIES 2003D (TIF #1)  
 December 31, 2008

Date of issue	October 30, 2003
Date of maturity	December 1, 2011
Authorized issue	\$ 4,545,000
Denomination of bonds	\$ 5,000
Interest rates	2.00% to 5.00%

Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2009	\$ 890,000	\$ 128,740	\$ 1,018,740	2009	\$ 64,370	2009	\$ 64,370
2010	895,000	92,250	987,250	2010	46,125	2010	46,125
2011	950,000	47,500	997,500	2011	23,750	2011	23,750
	\$ 2,735,000	\$ 268,490	\$ 3,003,490		\$ 134,245		\$ 134,245

# CITY OF DES PLAINES

## LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2004A (TOTAL ISSUE) December 31, 2008

Date of issue	June 3, 2004
Date of maturity	December 1, 2020
Authorized issue	\$ 8,400,000
Denomination of bonds	\$ 5,000
Interest rates	4.00% to 4.50%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	<u>Requirements</u>			<u>Interest Due</u>			
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>June 1</u>	<u>Amount</u>	<u>December 1</u>	<u>Amount</u>
2009	\$ 460,000	\$ 283,344	\$ 743,344	2009	\$ 141,672	2009	\$ 141,672
2010	480,000	264,944	744,944	2010	132,472	2010	132,472
2011	490,000	245,744	735,744	2011	122,872	2011	122,872
2012	510,000	226,144	736,144	2012	113,072	2012	113,072
2013	530,000	205,744	735,744	2013	102,872	2013	102,872
2014	550,000	184,544	734,544	2014	92,272	2014	92,272
2015	570,000	162,544	732,544	2015	81,272	2015	81,272
2016	595,000	139,742	734,742	2016	69,871	2016	69,871
2017	620,000	115,200	735,200	2017	57,600	2017	57,600
2018	645,000	89,160	734,160	2018	44,580	2018	44,580
2019	675,000	61,424	736,424	2019	30,712	2019	30,712
2020	705,000	31,726	736,726	2020	15,863	2020	15,863
	<u>\$ 6,830,000</u>	<u>\$ 2,010,260</u>	<u>\$ 8,840,260</u>		<u>\$ 1,005,130</u>		<u>\$ 1,005,130</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2004A (TIF #1 PORTION) December 31, 2008

Date of issue	June 3, 2004
Date of maturity	December 1, 2020
Authorized issue	\$ 6,400,000
Denomination of bonds	\$ 5,000
Interest rates	4.00% to 4.50%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending	Requirements			Interest Due			
	December 31	Principal	Interest	Total	June 1	Amount	December 1
2009	\$ 350,000	\$ 215,914	\$ 565,914	2009	\$ 107,957	2009	\$ 107,957
2010	365,000	201,914	566,914	2010	100,957	2010	100,957
2011	375,000	187,314	562,314	2011	93,657	2011	93,657
2012	390,000	172,314	562,314	2012	86,157	2012	86,157
2013	405,000	156,714	561,714	2013	78,357	2013	78,357
2014	420,000	140,514	560,514	2014	70,257	2014	70,257
2015	435,000	123,714	558,714	2015	61,857	2015	61,857
2016	455,000	106,314	561,314	2016	53,157	2016	53,157
2017	470,000	87,546	557,546	2017	43,773	2017	43,773
2018	490,000	67,806	557,806	2018	33,903	2018	33,903
2019	515,000	46,736	561,736	2019	23,368	2019	23,368
2020	535,000	24,074	559,074	2020	12,037	2020	12,037
	<u>\$ 5,205,000</u>	<u>\$ 1,530,874</u>	<u>\$ 6,735,874</u>		<u>\$ 765,437</u>		<u>\$ 765,437</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2004A (CITY STREETS PORTION) December 31, 2008

Date of issue	June 3, 2004
Date of maturity	December 1, 2020
Authorized issue	\$ 2,000,000
Denomination of bonds	\$ 5,000
Interest rates	4.00% to 4.50%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2009	\$ 110,000	\$ 67,430	\$ 177,430	2009	\$ 33,715	2009	\$ 33,715
2010	115,000	63,030	178,030	2010	31,515	2010	31,515
2011	115,000	58,430	173,430	2011	29,215	2011	29,215
2012	120,000	53,830	173,830	2012	26,915	2012	26,915
2013	125,000	49,030	174,030	2013	24,515	2013	24,515
2014	130,000	44,030	174,030	2014	22,015	2014	22,015
2015	135,000	38,830	173,830	2015	19,415	2015	19,415
2016	140,000	33,430	173,430	2016	16,715	2016	16,715
2017	150,000	27,654	177,654	2017	13,827	2017	13,827
2018	155,000	21,354	176,354	2018	10,677	2018	10,677
2019	160,000	14,690	174,690	2019	7,345	2019	7,345
2020	170,000	7,648	177,648	2020	3,824	2020	3,824
	<u>\$ 1,625,000</u>	<u>\$ 479,386</u>	<u>\$ 2,104,386</u>		<u>\$ 239,693</u>		<u>\$ 239,693</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS TAXABLE GENERAL OBLIGATION BONDS, SERIES 2004B (TOTAL ISSUE) December 31, 2008

Date of issue	June 3, 2004
Date of maturity	December 1, 2021
Authorized issue	\$ 8,900,000
Denomination of bonds	\$ 5,000
Interest rates	4.80% to 5.85%

Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	Requirements			Interest Due			
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>June 1</u>	<u>Amount</u>	<u>December 1</u>	<u>Amount</u>
2009	\$ 520,000	\$ 416,246	\$ 936,246	2009	\$ 208,123	2009	\$ 208,123
2010	545,000	390,766	935,766	2010	195,383	2010	195,383
2011	575,000	364,060	939,060	2011	182,030	2011	182,030
2012	460,000	335,598	795,598	2012	167,799	2012	167,799
2013	485,000	311,908	796,908	2013	155,954	2013	155,954
2014	510,000	286,202	796,202	2014	143,101	2014	143,101
2015	535,000	258,662	793,662	2015	129,331	2015	129,331
2016	570,000	228,702	798,702	2016	114,351	2016	114,351
2017	600,000	196,782	796,782	2017	98,391	2017	98,391
2018	640,000	162,282	802,282	2018	81,141	2018	81,141
2019	670,000	125,482	795,482	2019	62,741	2019	62,741
2020	715,000	86,288	801,288	2020	43,144	2020	43,144
2021	760,000	44,460	804,460	2021	22,230	2021	22,230
	<u>\$7,585,000</u>	<u>\$ 3,207,438</u>	<u>\$10,792,438</u>		<u>\$ 1,603,719</u>		<u>\$ 1,603,719</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS TAXABLE GENERAL OBLIGATION BONDS, SERIES 2004B (TIF #3 LEASE BUYOUT PORTION) December 31, 2008

Date of issue	June 3, 2004
Date of maturity	December 1, 2021
Authorized issue	\$ 900,000
Denomination of bonds	\$ 5,000
Interest rates	4.80% to 5.85%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2009	\$ 45,000	\$ 44,992	\$ 89,992	2009	\$ 22,496	2009	\$ 22,496
2010	45,000	42,788	87,788	2010	21,394	2010	21,394
2011	50,000	40,582	90,582	2011	20,291	2011	20,291
2012	50,000	38,108	88,108	2012	19,054	2012	19,054
2013	55,000	35,532	90,532	2013	17,766	2013	17,766
2014	60,000	32,618	92,618	2014	16,309	2014	16,309
2015	60,000	29,378	89,378	2015	14,689	2015	14,689
2016	65,000	26,018	91,018	2016	13,009	2016	13,009
2017	70,000	22,378	92,378	2017	11,189	2017	11,189
2018	75,000	18,352	93,352	2018	9,176	2018	9,176
2019	75,000	14,040	89,040	2019	7,020	2019	7,020
2020	80,000	9,650	89,650	2020	4,825	2020	4,825
2021	85,000	4,970	89,970	2021	2,485	2021	2,485
	<u>\$ 815,000</u>	<u>\$ 359,406</u>	<u>\$ 1,174,406</u>		<u>\$ 179,703</u>		<u>\$ 179,703</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS TAXABLE GENERAL OBLIGATION BONDS, SERIES 2004B (TIF #3 SOFT COSTS PORTION) December 31, 2008

Date of issue	June 3, 2004
Date of maturity	December 1, 2011
Authorized issue	\$ 500,000
Denomination of bonds	\$ 5,000
Interest rates	4.80% to 5.85%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	Requirements			Interest Due			
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>June 1</u>	<u>Amount</u>	<u>December 1</u>	<u>Amount</u>
2009	\$ 120,000	\$ 18,932	\$ 138,932	2009	\$ 9,466	2009	\$ 9,466
2010	130,000	13,050	143,050	2010	6,525	2010	6,525
2011	135,000	6,680	141,680	2011	3,340	2011	3,340
	\$ 385,000	\$ 38,662	\$ 423,662		\$ 19,331		\$ 19,331

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS TAXABLE GENERAL OBLIGATION BONDS, SERIES 2004B (TIF #6 PORTION) December 31, 2008

Date of issue	June 3, 2004
Date of maturity	December 1, 2021
Authorized issue	\$ 7,500,000
Denomination of bonds	\$ 5,000
Interest rates	4.80% to 5.85%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	<u>Requirements</u>			<u>Interest Due</u>			
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>June 1</u>	<u>Amount</u>	<u>December 1</u>	<u>Amount</u>
2009	\$ 355,000	\$ 352,320	\$ 707,320	2009	\$ 176,160	2009	\$ 176,160
2010	370,000	334,926	704,926	2010	167,463	2010	167,463
2011	390,000	316,796	706,796	2011	158,398	2011	158,398
2012	410,000	297,490	707,490	2012	148,745	2012	148,745
2013	430,000	276,376	706,376	2013	138,188	2013	138,188
2014	450,000	253,586	703,586	2014	126,793	2014	126,793
2015	475,000	229,286	704,286	2015	114,643	2015	114,643
2016	505,000	202,686	707,686	2016	101,343	2016	101,343
2017	530,000	174,406	704,406	2017	87,203	2017	87,203
2018	565,000	143,930	708,930	2018	71,965	2018	71,965
2019	595,000	111,442	706,442	2019	55,721	2019	55,721
2020	635,000	76,634	711,634	2020	38,317	2020	38,317
2021	675,000	39,486	714,486	2021	19,743	2021	19,743
	<u>\$ 6,385,000</u>	<u>\$ 2,809,364</u>	<u>\$ 9,194,364</u>		<u>\$ 1,404,682</u>		<u>\$ 1,404,682</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2005A (TIF #3) December 31, 2008

Date of issue	January 1, 2005
Date of maturity	December 1, 2022
Authorized issue	\$ 5,550,000
Denomination of bonds	\$ 5,000
Interest rates	3.00% to 5.25%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2009	\$ 285,000	\$ 239,488	\$ 524,488	2009	\$ 119,744	2009	\$ 119,744
2010	295,000	230,224	525,224	2010	115,112	2010	115,112
2011	305,000	217,688	522,688	2011	108,844	2011	108,844
2012	320,000	206,250	526,250	2012	103,125	2012	103,125
2013	330,000	193,450	523,450	2013	96,725	2013	96,725
2014	345,000	180,250	525,250	2014	90,125	2014	90,125
2015	355,000	166,450	521,450	2015	83,225	2015	83,225
2016	370,000	152,250	522,250	2016	76,125	2016	76,125
2017	390,000	132,824	522,824	2017	66,412	2017	66,412
2018	410,000	112,350	522,350	2018	56,175	2018	56,175
2019	435,000	90,824	525,824	2019	45,412	2019	45,412
2020	455,000	67,988	522,988	2020	33,994	2020	33,994
2021	480,000	44,100	524,100	2021	22,050	2021	22,050
2022	500,000	22,500	522,500	2022	11,250	2022	11,250
	<u>\$ 5,275,000</u>	<u>\$ 2,056,636</u>	<u>\$ 7,331,636</u>		<u>\$ 1,028,318</u>		<u>\$ 1,028,318</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2005B (TIF #1) December 31, 2008

Date of issue	January 1, 2005
Date of maturity	December 1, 2011
Authorized issue	\$ 1,030,000
Denomination of bonds	\$ 5,000
Interest rates	2.50% to 4.25%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	Requirements			Interest Due			
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>June 1</u>	<u>Amount</u>	<u>December 1</u>	<u>Amount</u>
2009	\$ 255,000	\$ 28,100	\$ 283,100	2009	\$ 14,050	2009	\$ 14,050
2010	250,000	19,812	269,812	2010	9,906	2010	9,906
2011	245,000	9,188	254,188	2011	4,594	2011	4,594
	\$ 750,000	\$ 57,100	\$ 807,100		\$ 28,550		\$ 28,550

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2005C (WATER/SEWER) December 31, 2008

Date of issue	January 1, 2005
Date of maturity	December 1, 2013
Authorized issue	\$ 2,330,000
Denomination of bonds	\$ 5,000
Interest rates	2.50% to 4.00%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	Requirements			Interest Due			
	Principal	Interest	Total	<u>June 1</u>	<u>Amount</u>	<u>December 1</u>	<u>Amount</u>
2009	\$ 335,000	\$ 66,388	\$ 401,388	2009	\$ 33,194	2009	\$ 33,194
2010	355,000	55,500	410,500	2010	27,750	2010	27,750
2011	370,000	43,074	413,074	2011	21,537	2011	21,537
2012	365,000	29,200	394,200	2012	14,600	2012	14,600
2013	365,000	14,600	379,600	2013	7,300	2013	7,300
	\$ 1,790,000	\$ 208,762	\$ 1,998,762		\$ 104,381		\$ 104,381

**CITY OF DES PLAINES**

LONG TERM DEBT REQUIREMENTS  
 GENERAL OBLIGATION REFUNDING BONDS, SERIES 2005D (TOTAL ISSUE)  
 December 31, 2008

Date of issue	February 1, 2005
Date of maturity	December 1, 2018
Authorized issue	\$ 14,650,000
Denomination of bonds	\$ 5,000
Interest rates	2.25% to 5.00%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

**CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year Ending December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2009	\$ 1,110,000	\$ 592,910	\$ 1,702,910	2009	\$ 296,455	2009	\$ 296,455
2010	1,140,000	559,610	1,699,610	2010	279,805	2010	279,805
2011	1,185,000	519,710	1,704,710	2011	259,855	2011	259,855
2012	1,240,000	460,460	1,700,460	2012	230,230	2012	230,230
2013	1,295,000	398,460	1,693,460	2013	199,230	2013	199,230
2014	1,360,000	333,710	1,693,710	2014	166,855	2014	166,855
2015	1,405,000	283,390	1,688,390	2015	141,695	2015	141,695
2016	1,460,000	230,000	1,690,000	2016	115,000	2016	115,000
2017	1,530,000	157,000	1,687,000	2017	78,500	2017	78,500
2018	1,610,000	80,500	1,690,500	2018	40,250	2018	40,250
	<u>\$ 13,335,000</u>	<u>\$ 3,615,750</u>	<u>\$ 16,950,750</u>		<u>\$ 1,807,875</u>		<u>\$ 1,807,875</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2005D (STREET PORTION) December 31, 2008

Date of issue	February 1, 2005
Date of maturity	December 1, 2013
Authorized issue	\$ 4,090,000
Denomination of bonds	\$ 5,000
Interest rates	2.25% to 5.00%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2009	\$ 635,000	\$ 148,300	\$ 783,300	2009	\$ 74,150	2009	\$ 74,150
2010	650,000	129,250	779,250	2010	64,625	2010	64,625
2011	680,000	106,500	786,500	2011	53,250	2011	53,250
2012	710,000	72,500	782,500	2012	36,250	2012	36,250
2013	740,000	37,000	777,000	2013	18,500	2013	18,500
	\$ 3,415,000	\$ 493,550	\$ 3,908,550		\$ 246,775		\$ 246,775

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2005D (SEWER PORTION) December 31, 2008

Date of issue	February 1, 2005
Date of maturity	December 1, 2018
Authorized issue	\$ 6,985,000
Denomination of bonds	\$ 5,000
Interest rates	2.25% to 5.00%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2009	\$ 465,000	\$ 285,926	\$ 750,926	2009	\$ 142,963	2009	\$ 142,963
2010	480,000	271,974	751,974	2010	135,987	2010	135,987
2011	500,000	255,176	755,176	2011	127,588	2011	127,588
2012	520,000	230,174	750,174	2012	115,087	2012	115,087
2013	545,000	204,174	749,174	2013	102,087	2013	102,087
2014	765,000	176,924	941,924	2014	88,462	2014	88,462
2015	740,000	148,620	888,620	2015	74,310	2015	74,310
2016	760,000	120,500	880,500	2016	60,250	2016	60,250
2017	800,000	82,500	882,500	2017	41,250	2017	41,250
2018	850,000	42,500	892,500	2018	21,250	2018	21,250
	<u>\$ 6,425,000</u>	<u>\$ 1,818,468</u>	<u>\$ 8,243,468</u>		<u>\$ 909,234</u>		<u>\$ 909,234</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2005D (LIBRARY PORTION) December 31, 2008

Date of issue	February 1, 2005
Date of maturity	December 1, 2018
Authorized issue	\$ 3,575,000
Denomination of bonds	\$ 5,000
Interest rates	2.25% to 5.00%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2009	\$ 10,000	\$ 158,684	\$ 168,684	2009	\$ 79,342	2009	\$ 79,342
2010	10,000	158,386	168,386	2010	79,193	2010	79,193
2011	5,000	158,034	163,034	2011	79,017	2011	79,017
2012	10,000	157,786	167,786	2012	78,893	2012	78,893
2013	10,000	157,284	167,284	2013	78,642	2013	78,642
2014	595,000	156,786	751,786	2014	78,393	2014	78,393
2015	665,000	134,770	799,770	2015	67,385	2015	67,385
2016	700,000	109,500	809,500	2016	54,750	2016	54,750
2017	730,000	74,500	804,500	2017	37,250	2017	37,250
2018	760,000	38,000	798,000	2018	19,000	2018	19,000
	<u>\$ 3,495,000</u>	<u>\$ 1,303,730</u>	<u>\$ 4,798,730</u>		<u>\$ 651,865</u>		<u>\$ 651,865</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2005E (TOTAL ISSUE) December 31, 2008

Date of issue	June 1, 2005
Date of maturity	December 1, 2022
Authorized issue	\$ 12,800,000
Denomination of bonds	\$ 5,000
Interest rates	3.60% to 4.25%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2009	\$ 465,000	\$ 471,850	\$ 936,850	2009	\$ 235,925	2009	\$ 235,925
2010	480,000	454,994	934,994	2010	227,497	2010	227,497
2011	495,000	437,474	932,474	2011	218,737	2011	218,737
2012	510,000	419,158	929,158	2012	209,579	2012	209,579
2013	530,000	400,034	930,034	2013	200,017	2013	200,017
2014	1,005,000	378,834	1,383,834	2014	189,417	2014	189,417
2015	1,045,000	338,634	1,383,634	2015	169,317	2015	169,317
2016	1,090,000	296,834	1,386,834	2016	148,417	2016	148,417
2017	1,135,000	253,234	1,388,234	2017	126,617	2017	126,617
2018	1,180,000	207,834	1,387,834	2018	103,917	2018	103,917
2019	1,235,000	160,042	1,395,042	2019	80,021	2019	80,021
2020	1,290,000	109,100	1,399,100	2020	54,550	2020	54,550
2021	645,000	55,566	700,566	2021	27,783	2021	27,783
2022	670,000	28,474	698,474	2022	14,237	2022	14,237
	<u>\$ 11,775,000</u>	<u>\$ 4,012,062</u>	<u>\$ 15,787,062</u>		<u>\$ 2,006,031</u>		<u>\$ 2,006,031</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2005E (TIF #1 PORTION) December 31, 2008

Date of issue	June 1, 2005
Date of maturity	December 1, 2020
Authorized issue	\$ 1,000,000
Denomination of bonds	\$ 5,000
Interest rates	3.625% to 4.15%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2009	\$ 65,000	\$ 37,858	\$ 102,858	2009	\$ 18,929	2009	\$ 18,929
2010	65,000	35,502	100,502	2010	17,751	2010	17,751
2011	70,000	33,128	103,128	2011	16,564	2011	16,564
2012	70,000	30,538	100,538	2012	15,269	2012	15,269
2013	75,000	27,914	102,914	2013	13,957	2013	13,957
2014	75,000	24,914	99,914	2014	12,457	2014	12,457
2015	80,000	21,914	101,914	2015	10,957	2015	10,957
2016	85,000	18,714	103,714	2016	9,357	2016	9,357
2017	90,000	15,314	105,314	2017	7,657	2017	7,657
2018	90,000	11,712	101,712	2018	5,856	2018	5,856
2019	95,000	8,068	103,068	2019	4,034	2019	4,034
2020	100,000	4,150	104,150	2020	2,075	2020	2,075
	<b>\$ 960,000</b>	<b>\$ 269,726</b>	<b>\$ 1,229,726</b>		<b>\$ 134,863</b>		<b>\$ 134,863</b>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2005E (TIF #3 PORTION) December 31, 2008

Date of issue	June 1, 2005
Date of maturity	December 1, 2022
Authorized issue	\$ 5,300,000
Denomination of bonds	\$ 5,000
Interest rates	3.625% to 4.25%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2009	\$ 25,000	\$ 214,588	\$ 239,588	2009	\$ 107,294	2009	\$ 107,294
2010	25,000	213,682	238,682	2010	106,841	2010	106,841
2011	25,000	212,770	237,770	2011	106,385	2011	106,385
2012	25,000	211,844	236,844	2012	105,922	2012	105,922
2013	25,000	210,908	235,908	2013	105,454	2013	105,454
2014	480,000	209,908	689,908	2014	104,954	2014	104,954
2015	500,000	190,708	690,708	2015	95,354	2015	95,354
2016	520,000	170,708	690,708	2016	85,354	2016	85,354
2017	540,000	149,908	689,908	2017	74,954	2017	74,954
2018	565,000	128,308	693,308	2018	64,154	2018	64,154
2019	590,000	105,424	695,424	2019	52,712	2019	52,712
2020	615,000	81,088	696,088	2020	40,544	2020	40,544
2021	645,000	55,564	700,564	2021	27,782	2021	27,782
2022	670,000	28,474	698,474	2022	14,237	2022	14,237
	<u>\$ 5,250,000</u>	<u>\$ 2,183,882</u>	<u>\$ 7,433,882</u>		<u>\$ 1,091,941</u>		<u>\$ 1,091,941</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2005E (INFRASTRUCTURE PORTION) December 31, 2008

Date of issue	June 1, 2005
Date of maturity	December 1, 2020
Authorized issue	\$ 6,500,000
Denomination of bonds	\$ 5,000
Interest rates	3.60% to 4.15%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2009	\$ 375,000	\$ 219,404	\$ 594,404	2009	\$ 109,702	2009	\$ 109,702
2010	390,000	205,810	595,810	2010	102,905	2010	102,905
2011	400,000	191,576	591,576	2011	95,788	2011	95,788
2012	415,000	176,776	591,776	2012	88,388	2012	88,388
2013	430,000	161,212	591,212	2013	80,606	2013	80,606
2014	450,000	144,012	594,012	2014	72,006	2014	72,006
2015	465,000	126,012	591,012	2015	63,006	2015	63,006
2016	485,000	107,412	592,412	2016	53,706	2016	53,706
2017	505,000	88,012	593,012	2017	44,006	2017	44,006
2018	525,000	67,812	592,812	2018	33,906	2018	33,906
2019	550,000	46,550	596,550	2019	23,275	2019	23,275
2020	575,000	23,862	598,862	2020	11,931	2020	11,931
	<u>\$ 5,565,000</u>	<u>\$ 1,558,450</u>	<u>\$ 7,123,450</u>		<u>\$ 779,225</u>		<u>\$ 779,225</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS TAXABLE GENERAL OBLIGATION BONDS, SERIES 2005F (TIF #1) December 31, 2008

Date of issue	June 1, 2005
Date of maturity	December 1, 2020
Authorized issue	\$ 4,725,000
Denomination of bonds	\$ 5,000
Interest rates	4.75%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	Requirements			Interest Due			
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>June 1</u>	<u>Amount</u>	<u>December 1</u>	<u>Amount</u>
2009	\$ 285,000	\$ 218,974	\$ 503,974	2009	\$ 109,487	2009	\$ 109,487
2010	300,000	205,438	505,438	2010	102,719	2010	102,719
2011	315,000	191,188	506,188	2011	95,594	2011	95,594
2012	330,000	176,226	506,226	2012	88,113	2012	88,113
2013	350,000	160,550	510,550	2013	80,275	2013	80,275
2014	365,000	143,924	508,924	2014	71,962	2014	71,962
2015	385,000	126,588	511,588	2015	63,294	2015	63,294
2016	410,000	108,300	518,300	2016	54,150	2016	54,150
2017	430,000	88,824	518,824	2017	44,412	2017	44,412
2018	455,000	68,400	523,400	2018	34,200	2018	34,200
2019	480,000	46,788	526,788	2019	23,394	2019	23,394
2020	505,000	23,986	528,986	2020	11,993	2020	11,993
	<u>\$ 4,610,000</u>	<u>\$ 1,559,186</u>	<u>\$ 6,169,186</u>		<u>\$ 779,593</u>		<u>\$ 779,593</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS TAXABLE GENERAL OBLIGATION BONDS, SERIES 2005G (TIF #3) December 31, 2008

Date of issue	June 1, 2005
Date of maturity	December 1, 2015
Authorized issue	\$ 500,000
Denomination of bonds	\$ 5,000
Interest rates	4.75%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	Requirements			Interest Due			
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>June 1</u>	<u>Amount</u>	<u>December 1</u>	<u>Amount</u>
2009	\$ 25,000	\$ 21,376	\$ 46,376	2009	\$ 10,688	2009	\$ 10,688
2010	25,000	20,188	45,188	2010	10,094	2010	10,094
2011	25,000	19,000	44,000	2011	9,500	2011	9,500
2012	25,000	17,812	42,812	2012	8,906	2012	8,906
2013	25,000	16,624	41,624	2013	8,312	2013	8,312
2014	160,000	15,438	175,438	2014	7,719	2014	7,719
2015	165,000	7,838	172,838	2015	3,919	2015	3,919
	<u>\$ 450,000</u>	<u>\$ 118,276</u>	<u>\$ 568,276</u>		<u>\$ 59,138</u>		<u>\$ 59,138</u>

## CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS  
GENERAL OBLIGATION REFUNDING BONDS, SERIES 2007A (TOTAL ISSUE)  
December 31, 2008

Date of issue	October 23, 2007
Date of maturity	December 1, 2021
Authorized issue	\$ 6,065,000
Denomination of bonds	\$ 5,000
Interest rates	3.80%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2009	\$ 340,000	\$ 228,760	\$ 568,760	2009	\$ 114,380	2009	\$ 114,380
2010	350,000	215,840	565,840	2010	107,920	2010	107,920
2011	695,000	202,540	897,540	2011	101,270	2011	101,270
2012	615,000	176,130	791,130	2012	88,065	2012	88,065
2013	650,000	152,760	802,760	2013	76,380	2013	76,380
2014	675,000	128,060	803,060	2014	64,030	2014	64,030
2015	700,000	102,410	802,410	2015	51,205	2015	51,205
2016	305,000	75,810	380,810	2016	37,905	2016	37,905
2017	310,000	64,220	374,220	2017	32,110	2017	32,110
2018	325,000	52,440	377,440	2018	26,220	2018	26,220
2019	340,000	40,090	380,090	2019	20,045	2019	20,045
2020	350,000	27,170	377,170	2020	13,585	2020	13,585
2021	365,000	13,870	378,870	2021	6,935	2021	6,935
	\$ 6,020,000	\$ 1,480,100	\$ 7,500,100		\$ 740,050		\$ 740,050

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2007A (REFUNDING 2000 PORTION) December 31, 2008

Date of issue	October 23, 2007
Date of maturity	December 1, 2015
Authorized issue	\$ 2,570,000
Denomination of bonds	\$ 5,000
Interest rates	3.80%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2009	\$ 320,000	\$ 96,710	\$ 416,710	2009	\$ 48,355	2009	\$ 48,355
2010	330,000	84,550	414,550	2010	42,275	2010	42,275
2011	350,000	72,010	422,010	2011	36,005	2011	36,005
2012	360,000	58,710	418,710	2012	29,355	2012	29,355
2013	380,000	45,030	425,030	2013	22,515	2013	22,515
2014	395,000	30,590	425,590	2014	15,295	2014	15,295
2015	410,000	15,580	425,580	2015	7,790	2015	7,790
	\$ 2,545,000	\$ 403,180	\$ 2,948,180		\$ 201,590		\$ 201,590

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2007A (STREET PORTION) December 31, 2008

Date of issue	October 23, 2007
Date of maturity	December 1, 2021
Authorized issue	\$ 3,395,000
Denomination of bonds	\$ 5,000
Interest rates	3.80%

Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2009	\$ 20,000	\$ 128,250	\$ 148,250	2009	\$ 64,125	2009	\$ 64,125
2010	20,000	127,490	147,490	2010	63,745	2010	63,745
2011	245,000	126,730	371,730	2011	63,365	2011	63,365
2012	255,000	117,420	372,420	2012	58,710	2012	58,710
2013	270,000	107,730	377,730	2013	53,865	2013	53,865
2014	280,000	97,470	377,470	2014	48,735	2014	48,735
2015	290,000	86,830	376,830	2015	43,415	2015	43,415
2016	305,000	75,810	380,810	2016	37,905	2016	37,905
2017	310,000	64,220	374,220	2017	32,110	2017	32,110
2018	325,000	52,440	377,440	2018	26,220	2018	26,220
2019	340,000	40,090	380,090	2019	20,045	2019	20,045
2020	350,000	27,170	377,170	2020	13,585	2020	13,585
2021	365,000	13,870	378,870	2021	6,935	2021	6,935
	<u>\$ 3,375,000</u>	<u>\$ 1,065,520</u>	<u>\$ 4,440,520</u>		<u>\$ 532,760</u>		<u>\$ 532,760</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2007A (RISK PORTION) December 31, 2008

Date of issue	October 23, 2007
Date of maturity	December 1, 2011
Authorized issue	\$ 100,000
Denomination of bonds	\$ 5,000
Interest rates	3.80%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	Requirements			Interest Due			
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>June 1</u>	<u>Amount</u>	<u>December 1</u>	<u>Amount</u>
2009	\$ -	\$ 3,800	\$ 3,800	2009	\$ 1,900	2009	\$ 1,900
2010	-	3,800	3,800	2010	1,900	2010	1,900
2011	100,000	3,800	103,800	2011	1,900	2011	1,900
	\$ 100,000	\$ 11,400	\$ 111,400		\$ 5,700		\$ 5,700

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2007B (TOTAL ISSUE) December 31, 2008

Date of issue	October 23, 2007
Date of maturity	December 1, 2021
Authorized issue	\$ 1,660,000
Denomination of bonds	\$ 5,000
Interest rates	3.80%

Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2009	\$ 115,000	\$ 58,520	\$ 173,520	2009	\$ 29,260	2009	\$ 29,260
2010	120,000	54,150	174,150	2010	27,075	2010	27,075
2011	125,000	49,590	174,590	2011	24,795	2011	24,795
2012	130,000	44,840	174,840	2012	22,420	2012	22,420
2013	135,000	39,900	174,900	2013	19,950	2013	19,950
2014	140,000	34,770	174,770	2014	17,385	2014	17,385
2015	150,000	29,450	179,450	2015	14,725	2015	14,725
2016	150,000	23,750	173,750	2016	11,875	2016	11,875
2017	85,000	18,050	103,050	2017	9,025	2017	9,025
2018	90,000	14,820	104,820	2018	7,410	2018	7,410
2019	95,000	11,400	106,400	2019	5,700	2019	5,700
2020	100,000	7,790	107,790	2020	3,895	2020	3,895
2021	105,000	3,990	108,990	2021	1,995	2021	1,995
	<u>\$ 1,540,000</u>	<u>\$ 391,020</u>	<u>\$ 1,931,020</u>		<u>\$ 195,510</u>		<u>\$ 195,510</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2007B (TIF#1 PORTION) December 31, 2008

Date of issue	October 23, 2007
Date of maturity	December 1, 2016
Authorized issue	\$ 510,000
Denomination of bonds	\$ 5,000
Interest rates	3.80%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2009	\$ 50,000	\$ 17,480	\$ 67,480	2009	\$ 8,740	2009	\$ 8,740
2010	50,000	15,580	65,580	2010	7,790	2010	7,790
2011	55,000	13,680	68,680	2011	6,840	2011	6,840
2012	55,000	11,590	66,590	2012	5,795	2012	5,795
2013	60,000	9,500	69,500	2013	4,750	2013	4,750
2014	60,000	7,220	67,220	2014	3,610	2014	3,610
2015	65,000	4,940	69,940	2015	2,470	2015	2,470
2016	65,000	2,470	67,470	2016	1,235	2016	1,235
	\$ 460,000	\$ 82,460	\$ 542,460		\$ 41,230		\$ 41,230

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2007B (FIRE STATION PORTION) December 31, 2008

Date of issue	October 23, 2007
Date of maturity	December 1, 2021
Authorized issue	\$ 1,150,000
Denomination of bonds	\$ 5,000
Interest rates	3.80%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2009	\$ 65,000	\$ 41,040	\$ 106,040	2009	\$ 20,520	2009	\$ 20,520
2010	70,000	38,570	108,570	2010	19,285	2010	19,285
2011	70,000	35,910	105,910	2011	17,955	2011	17,955
2012	75,000	33,250	108,250	2012	16,625	2012	16,625
2013	75,000	30,400	105,400	2013	15,200	2013	15,200
2014	80,000	27,550	107,550	2014	13,775	2014	13,775
2015	85,000	24,510	109,510	2015	12,255	2015	12,255
2016	85,000	21,280	106,280	2016	10,640	2016	10,640
2017	85,000	18,050	103,050	2017	9,025	2017	9,025
2018	90,000	14,820	104,820	2018	7,410	2018	7,410
2019	95,000	11,400	106,400	2019	5,700	2019	5,700
2020	100,000	7,790	107,790	2020	3,895	2020	3,895
2021	105,000	3,990	108,990	2021	1,995	2021	1,995
	<u>\$ 1,080,000</u>	<u>\$ 308,560</u>	<u>\$ 1,388,560</u>		<u>\$ 154,280</u>		<u>\$ 154,280</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2008A (TOTAL ISSUE) December 31, 2008

Date of issue	April 1, 2008
Date of maturity	December 1, 2021
Authorized issue	\$ 2,575,000
Denomination of bonds	\$ 5,000
Interest rates	3.25% to 5.25%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2009	\$ 205,000	\$ 105,296	\$ 310,296	2009	\$ 52,648	2009	\$ 52,648
2010	210,000	98,324	308,324	2010	49,162	2010	49,162
2011	220,000	90,976	310,976	2011	45,488	2011	45,488
2012	230,000	82,614	312,614	2012	41,307	2012	41,307
2013	245,000	73,414	318,414	2013	36,707	2013	36,707
2014	250,000	63,370	313,370	2014	31,685	2014	31,685
2015	260,000	52,621	312,621	2015	26,311	2015	26,311
2016	275,000	40,920	315,920	2016	20,460	2016	20,460
2017	100,000	27,996	127,996	2017	13,998	2017	13,998
2018	100,000	23,094	123,094	2018	11,547	2018	11,547
2019	110,000	18,096	128,096	2019	9,048	2019	9,048
2020	115,000	12,486	127,486	2020	6,243	2020	6,243
2021	125,000	6,562	131,562	2021	3,281	2021	3,281
	\$ 2,445,000	\$ 695,769	\$ 3,140,769		\$ 347,885		\$ 347,885

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2008A (TIF#1 PORTION) December 31, 2008

Date of issue	April 1, 2008
Date of maturity	December 1, 2016
Authorized issue	\$ 1,334,000
Denomination of bonds	\$ 5,000
Interest rates	3.25% to 4.70%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	<u>Requirements</u>			<u>Interest Due</u>			
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>June 1</u>	<u>Amount</u>	<u>December 1</u>	<u>Amount</u>
2009	\$ 132,000	\$ 50,114	\$ 182,114	2009	\$ 25,057	2009	\$ 25,057
2010	138,000	45,626	183,626	2010	22,813	2010	22,813
2011	144,000	40,796	184,796	2011	20,398	2011	20,398
2012	149,000	35,324	184,324	2012	17,662	2012	17,662
2013	160,000	29,364	189,364	2013	14,682	2013	14,682
2014	161,000	22,804	183,804	2014	11,402	2014	11,402
2015	167,000	15,881	182,881	2015	7,941	2015	7,941
2016	178,000	8,366	186,366	2016	4,183	2016	4,183
	<u>\$ 1,229,000</u>	<u>\$ 248,275</u>	<u>\$ 1,477,275</u>		<u>\$ 124,138</u>		<u>\$ 124,138</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2008A (TIF #3 PORTION) December 31, 2008

Date of issue	April 1, 2008
Date of maturity	December 1, 2021
Authorized issue	\$ 1,241,000
Denomination of bonds	\$ 5,000
Interest rates	3.25% to 5.25%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2009	\$ 73,000	\$ 55,182	\$ 128,182	2009	\$ 27,591	2009	\$ 27,591
2010	72,000	52,698	124,698	2010	26,349	2010	26,349
2011	76,000	50,180	126,180	2011	25,090	2011	25,090
2012	81,000	47,290	128,290	2012	23,645	2012	23,645
2013	85,000	44,050	129,050	2013	22,025	2013	22,025
2014	89,000	40,566	129,566	2014	20,283	2014	20,283
2015	93,000	36,740	129,740	2015	18,370	2015	18,370
2016	97,000	32,554	129,554	2016	16,277	2016	16,277
2017	100,000	27,996	127,996	2017	13,998	2017	13,998
2018	100,000	23,094	123,094	2018	11,547	2018	11,547
2019	110,000	18,096	128,096	2019	9,048	2019	9,048
2020	115,000	12,486	127,486	2020	6,243	2020	6,243
2021	125,000	6,562	131,562	2021	3,281	2021	3,281
	<u>\$ 1,216,000</u>	<u>\$ 447,494</u>	<u>\$ 1,663,494</u>		<u>\$ 223,747</u>		<u>\$ 223,747</u>

**CITY OF DES PLAINES**  
LONG TERM DEBT REQUIREMENTS  
TAX INCREMENT REVENUE NOTE, SERIES 2002 - NORWOOD PARTNERSHIP LLC  
December 31, 2008

Date of issue	June 1, 2002
Date of maturity	June 1, 2020
Authorized issue	\$ 462,389
Interest rates	5.25%
Interest dates	June 1
Principal maturity date	June 1
Payable at	Norwood Partnership LLC

**CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year Ending December 31	Requirements		
	Principal	Interest	Total
2009	\$ 22,123	\$ 18,756	\$ 40,879
2010	23,284	17,595	40,879
2011	24,506	16,373	40,879
2012	25,793	15,086	40,879
2013	27,147	13,732	40,879
2014	28,572	12,307	40,879
2015	30,072	10,807	40,879
2016	31,651	9,228	40,879
2017	33,313	7,566	40,879
2018	35,062	5,817	40,879
2019	36,903	3,976	40,879
2020	38,840	2,039	40,879
	<u>\$ 357,266</u>	<u>\$ 133,282</u>	<u>\$ 490,548</u>

**CITY OF DES PLAINES**  
LONG TERM DEBT REQUIREMENTS  
TAX INCREMENT REVENUE NOTE, SERIES 2003 - LAB GRACELAND  
December 31, 2008

Date of issue	October 6, 2003
Date of maturity	June 1, 2020
Authorized issue	\$ 471,000
Interest rates	5.25%
Interest dates	June 1
Principal maturity date	June 1
Payable at	LAB Graceland Development Ltd.

**CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year Ending <u>December 31</u>	Requirements		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2009	\$ 23,403	\$ 19,841	\$ 43,244
2010	24,631	18,613	43,244
2011	25,924	17,320	43,244
2012	27,285	15,959	43,244
2013	28,718	14,526	43,244
2014	30,225	13,019	43,244
2015	31,812	11,432	43,244
2016	33,482	9,762	43,244
2017	35,240	8,004	43,244
2018	37,090	6,154	43,244
2019	39,038	4,206	43,244
2020	41,087	2,157	43,244
	<u>\$ 377,935</u>	<u>\$ 140,993</u>	<u>\$ 518,928</u>

**CITY OF DES PLAINES**  
 SHORT TERM DEBT REQUIREMENTS  
 EQUIPMENT LOAN (TOWER LADDER FIRE TRUCK)  
 December 31, 2008

Date of issue	June 29, 2007
Date of maturity	June 1, 2012
Authorized amount	\$ 400,000
Interest rates	4.11%
Interest dates	March 1, June 1, September 1 and December 1
Principal maturity date	June 1
Payable at	CitiCapital Municipal Finance

Fiscal Year Ending December 31	Requirements			Interest Due			
	Principal	Interest	Total	March 1	June 1	September 1	December 1
2009	\$ 78,020	\$ 10,629	\$ 88,649	\$ 2,955	\$ 2,758	\$ 2,559	\$ 2,357
2010	81,277	7,372	88,649	2,154	1,948	1,740	1,530
2011	84,669	3,980	88,649	1,318	1,104	888	669
2012	43,651	674	44,325	449	225	-	-
	\$ 287,617	\$ 22,655	\$ 310,272	\$ 6,876	\$ 6,036	\$ 5,187	\$ 4,557

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INDEPENDENT ACCOUNTANT'S REPORT ON COMPLIANCE

The Honorable Mayor  
Members of the City Council  
City of Des Plaines, Illinois

We have examined the City of Des Plaines, Illinois', (City's) compliance with the requirements of subsection (q) of Section 11-74.4-3 of the Illinois Tax Increment Redevelopment Allocation Act during the year ended December 31, 2008. Management is responsible for the City's compliance with those requirements. Our responsibility is to express an opinion on the City's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institution of Certified Public Accountants and accordingly, included examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination of the City's compliance with specified requirements.

In our opinion, the City complied in all material respects, with the aforementioned requirements for the year ended December 31, 2008.

Oak Brook, Illinois  
May 28, 2009

*Virchow Krause & Company, LLP*

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## Statistical Section

This part of the Government's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Government's overall financial health.

<b><u>Contents</u></b>	<b><u>Page</u></b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the Government's financial performance and well-being have changed over time.	194 – 200
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the Government's most significant local revenue source, the property tax.	201 - 217
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the Government's current levels of outstanding debt and the Government's ability to issue additional debt in the future.	218 - 222
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within the Government's financial activities take place.	223 - 226
<b>Operating Information</b> These schedules contain information about the Government's service and resources to help the reader understand how the Government's financial information relates to the services the Government provides and the activities it performs.	227 - 234

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The Government implemented Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.

## CITY OF DES PLAINES

### CHANGES IN NET ASSETS Last Six Calendar Years (accrual basis of accounting) December 31, 2008

	2003	2004	2005	2006	2007	2008
<b>Expenses</b>						
<b>Governmental activities</b>						
General government	\$ 5,491,601	\$ 9,700,124	\$ 5,905,963	\$ 6,752,529	\$ 6,267,556	\$ 5,268,048
Public safety	26,348,625	28,066,656	28,982,520	34,102,357	31,161,886	36,126,401
Public works	9,665,540	10,519,422	10,957,745	8,730,946	10,282,409	10,520,898
Streets and highways	5,891,769	2,836,098	8,522,062	9,692,117	6,902,837	11,260,079
Economic development	5,871,898	12,009,233	7,695,464	2,885,691	1,780,760	3,504,617
Interest	2,925,987	3,337,330	4,610,023	4,049,875	4,172,033	4,031,768
<b>Total governmental activities expenses</b>	<b>56,195,420</b>	<b>66,468,863</b>	<b>66,673,777</b>	<b>66,213,515</b>	<b>60,567,481</b>	<b>70,711,811</b>
<b>Business-type activities</b>						
Water	7,717,105	8,123,930	8,924,500	8,706,183	8,693,595	11,038,869
Parking system	652,738	593,148	781,808	1,206,169	1,015,561	1,034,814
Emergency communications	3,736,381	3,994,408	4,172,076	4,816,445	4,724,236	5,005,419
<b>Total business-type activities</b>	<b>12,106,224</b>	<b>12,711,486</b>	<b>13,878,384</b>	<b>14,728,797</b>	<b>14,433,392</b>	<b>17,079,102</b>
<b>Total primary government expenses</b>	<b>\$ 68,301,644</b>	<b>\$ 79,180,349</b>	<b>\$ 80,552,161</b>	<b>\$ 80,942,312</b>	<b>\$ 75,000,873</b>	<b>\$ 87,790,913</b>
Component unit - public library	\$ 4,803,525	\$ 5,282,629	\$ 5,493,487	\$ 5,696,530	\$ 6,041,020	\$ 6,393,149
<b>Program Revenues</b>						
<b>Governmental activities</b>						
<b>Charges for services</b>						
General government	\$ 2,945,480	\$ 3,644,050	\$ 4,293,840	\$ 3,150,016	\$ 3,417,462	\$ 4,319,510
Public safety	1,465,598	1,196,534	1,189,971	3,398,632	3,135,477	2,600,306
Public works	3,550,663	4,230,909	4,486,652	2,673,882	3,187,494	3,408,346
Streets and highways	1,388,056	1,610,978	1,377,833	1,717,115	1,752,532	1,664,099
Economic development	50,129	87,200	187,626	-	-	-
Operating grants and contributions	2,161,494	2,563,445	2,159,872	599,948	1,483,651	3,212,671
Capital grants and contributions	562,988	613,719	222,311	945,493	1,823,040	232,175
<b>Total governmental activities program Revenues</b>	<b>12,124,408</b>	<b>13,946,835</b>	<b>13,918,105</b>	<b>12,485,086</b>	<b>14,799,656</b>	<b>15,437,107</b>
<b>Business-type activities</b>						
<b>Charges for services</b>						
Water	9,165,940	9,666,082	10,301,213	9,639,028	9,736,135	11,759,644
Parking system	184,809	174,123	209,090	261,747	329,478	315,071
Emergency communications	3,968,410	3,974,111	4,450,986	4,581,164	5,089,957	6,251,670
Operating grants and contributions	-	-	-	309,784	25,546	153,853
<b>Total business-type activities program Revenues</b>	<b>13,319,159</b>	<b>13,814,316</b>	<b>14,961,289</b>	<b>14,791,723</b>	<b>15,181,116</b>	<b>18,480,238</b>
<b>Total primary government program Revenues</b>	<b>\$ 25,443,567</b>	<b>\$ 27,761,151</b>	<b>\$ 28,879,394</b>	<b>\$ 27,276,809</b>	<b>\$ 29,980,772</b>	<b>\$ 33,917,345</b>
Component unit - public library						
Charges for services	\$ 144,098	\$ 148,898	\$ 147,392	\$ 154,056	\$ 152,787	\$ 142,245
Operating grants	73,400	112,598	148,902	137,227	108,801	157,151
Capital grants	50,482	-	-	-	-	-
<b>Total component unit - public library Revenues</b>	<b>\$ 267,980</b>	<b>\$ 261,496</b>	<b>\$ 296,294</b>	<b>\$ 291,283</b>	<b>\$ 261,588</b>	<b>\$ 299,396</b>
<b>Net (expense)/revenue</b>						
Governmental activities	(44,071,012)	(52,522,028)	(52,755,672)	(53,728,429)	(45,767,825)	(55,274,704)
Business-type activities	1,212,935	1,102,830	1,082,905	62,926	747,724	1,401,136
<b>Total primary government net expense</b>	<b>\$(42,858,077)</b>	<b>\$(51,419,198)</b>	<b>\$(51,672,767)</b>	<b>\$(53,665,503)</b>	<b>\$(45,020,101)</b>	<b>\$(53,873,568)</b>
Component unit - public library net Expense	\$ (4,535,545)	\$ (5,021,133)	\$ (5,197,193)	\$ (5,405,247)	\$ (5,779,432)	\$ (6,093,753)

## CITY OF DES PLAINES

### CHANGES IN NET ASSETS Last Six Calendar Years (accrual basis of accounting) December 31, 2008

	2003	2004	2005	2006	2007	2008
<b>General Revenues and Other Changes in Net Assets</b>						
Governmental activities						
Taxes						
Property	\$ 17,002,913	\$ 17,828,162	\$ 19,949,024	\$ 22,115,583	\$ 23,773,249	\$ 26,700,637
Replacement	716,865	821,910	1,193,354	1,238,962	1,530,070	1,408,713
Sales	7,845,715	7,806,132	8,104,425	9,220,053	9,265,270	9,147,989
Utility	2,410,726	2,358,182	2,594,534	2,579,105	2,510,644	2,583,405
Income	3,870,529	3,644,821	4,284,621	5,197,409	5,296,209	5,446,073
Home rule sales	3,828,194	3,952,935	4,119,582	4,887,837	5,735,928	5,559,673
Food and beverage	795,868	769,662	807,421	933,162	964,590	953,597
Hotel/motel	670,314	706,308	789,748	1,242,613	1,298,403	1,621,451
Real estate transfer	973,516	1,004,785	1,114,479	1,186,212	975,339	525,343
Local option motor fuel	631,840	1,052,946	929,005	1,527,438	1,687,130	857,659
Other	1,961,501	1,967,450	1,982,000	2,541,496	3,454,589	3,802,103
Investment income	276,627	569,439	895,113	1,445,882	816,908	420,479
Miscellaneous	2,134,017	130,091	181,237	246,840	296,990	1,095,228
Gain (loss) on sale of capital assets	(69,879)	81,816	45,300	3,479,486	(6,108,598)	100,853
Contributions	41,571	-	-	-	-	-
Transfers	192,120	(4,746,515)	(847,230)	(45,809)	210,074	156,211
Total governmental activities	<u>43,282,437</u>	<u>37,948,124</u>	<u>46,142,613</u>	<u>57,796,269</u>	<u>51,706,795</u>	<u>60,379,414</u>
Business-type activities						
Investment income	7,917	11,039	29,041	76,614	223,390	61,239
Miscellaneous	87,801	47,345	13,651	6,626	161,232	-
Contributions	136,878	-	-	-	-	-
Transfers	(192,120)	4,746,515	847,230	45,809	(210,074)	(156,211)
Total business-type activities	<u>40,476</u>	<u>4,804,899</u>	<u>889,922</u>	<u>129,049</u>	<u>174,548</u>	<u>(94,972)</u>
Total primary government	<u>\$ 43,322,913</u>	<u>\$ 42,753,023</u>	<u>\$ 47,032,535</u>	<u>\$ 57,925,318</u>	<u>\$ 51,881,343</u>	<u>\$ 60,284,442</u>
Component unit - public library						
Taxes						
Property	\$ 4,235,753	\$ 4,657,586	\$ 5,129,546	\$ 5,696,408	\$ 5,970,175	\$ 6,478,587
Replacement	92,988	92,988	92,988	92,988	92,988	92,988
Investment income	11,615	3,771	8,526	29,406	52,417	46,892
Other general revenues	15,069	17,905	53,423	36,001	25,675	48,461
Total component unit - public library	<u>\$ 4,355,425</u>	<u>\$ 4,772,250</u>	<u>\$ 5,284,483</u>	<u>\$ 5,854,803</u>	<u>\$ 6,141,255</u>	<u>\$ 6,666,928</u>
<b>Changes in Net Assets</b>						
Governmental activities	\$ (788,575)	\$(14,573,904)	\$ (6,613,059)	\$ 4,067,840	\$ 5,938,970	\$ 5,104,710
Business-type activities	1,253,411	5,907,729	1,972,827	191,975	922,272	1,306,164
Total primary government	<u>\$ 464,836</u>	<u>\$ (8,666,175)</u>	<u>\$ (4,640,232)</u>	<u>\$ 4,259,815</u>	<u>\$ 6,861,242</u>	<u>\$ 6,410,874</u>
Total component unit - public library	<u>\$ (180,120)</u>	<u>\$ (248,883)</u>	<u>\$ 87,290</u>	<u>\$ 449,556</u>	<u>\$ 361,823</u>	<u>\$ 573,175</u>

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**CITY OF DES PLAINES**

NET ASSETS BY COMPONENT  
Last Six Calendar Years  
(accrual basis of accounting)  
December 31, 2008

	2003	2004	2005	2006	2007	2008
<b>Governmental Activities</b>						
Invested in Capital Assets, net of related debt	\$ 101,112,363	\$ 92,567,545	\$ 80,553,806	\$ 84,159,240	\$ 94,992,957	\$ 100,771,214
Restricted	11,895,745	12,681,078	9,879,543	5,730,529	4,848,350	2,049,450
Unrestricted	7,190,498	330,345	5,783,030	10,394,451	4,594,811	6,720,164
<b>Total Governmental Activities net assets</b>	<b>\$ 120,198,606</b>	<b>\$ 105,578,968</b>	<b>\$ 96,216,379</b>	<b>\$ 100,284,220</b>	<b>\$ 104,436,118</b>	<b>\$ 109,540,828</b>
<b>Business-type Activities</b>						
Invested in Capital Assets, net of related debt	\$ 23,133,889	\$ 28,369,911	\$ 31,767,374	\$ 32,091,486	\$ 31,379,369	\$ 31,610,951
Unrestricted	3,391,064	4,382,465	5,611,933	5,479,796	7,328,004	8,402,586
<b>Total Business-type Activities net assets</b>	<b>\$ 26,524,953</b>	<b>\$ 32,752,376</b>	<b>\$ 37,379,307</b>	<b>\$ 37,571,282</b>	<b>\$ 38,707,373</b>	<b>\$ 40,013,537</b>
<b>Primary Government</b>						
Invested in Capital Assets, net of related debt	\$ 124,246,252	\$ 120,937,456	\$ 112,321,180	\$ 116,250,726	\$ 126,372,326	\$ 132,382,165
Restricted	11,895,745	12,681,078	9,879,543	5,730,529	4,848,350	2,049,450
Unrestricted	10,581,562	4,712,810	11,394,963	15,874,247	11,922,815	15,122,750
<b>Total Primary Government net assets</b>	<b>\$ 146,723,559</b>	<b>\$ 138,331,344</b>	<b>\$ 133,595,686</b>	<b>\$ 137,855,502</b>	<b>\$ 143,143,491</b>	<b>\$ 149,554,365</b>
<b>Component Unit - Public Library</b>						
Invested in Capital Assets, net of related debt	\$ 279,720	\$ 358,776	\$ 324,570	\$ 289,865	\$ 254,678	\$ 934,174
Restricted	525,051	197,112	318,608	802,869	1,301,241	1,194,920
<b>Total Component Unit net assets</b>	<b>\$ 804,771</b>	<b>\$ 555,888</b>	<b>\$ 643,178</b>	<b>\$ 1,092,734</b>	<b>\$ 1,555,919</b>	<b>\$ 2,129,094</b>

## CITY OF DES PLAINES

### FUND BALANCES, GOVERNMENTAL FUNDS Last Ten Calendar Years (modified accrual basis of accounting) December 31, 2008

	1999	2000	2001	2002
General Fund				
Reserved	\$ 22,188	\$ 43,844	\$ 20,874	\$ 10,323
Unreserved	<u>6,496,435</u>	<u>6,670,089</u>	<u>3,578,880</u>	<u>4,451,730</u>
Total general fund	<u>6,518,623</u>	<u>6,713,933</u>	<u>3,599,754</u>	<u>4,462,053</u>
All Other Governmental Funds				
Reserved	5,666,988	6,727,783	10,953,776	10,494,344
Unreserved, reported in				
Special revenue funds	4,059,943	4,554,863	5,040,269	2,092,525
Debt service funds	-	-	-	-
Capital projects funds	<u>20,585,509</u>	<u>7,268,480</u>	<u>10,306,941</u>	<u>4,251,563</u>
Total all other governmental funds	<u>30,312,440</u>	<u>18,551,126</u>	<u>26,300,986</u>	<u>16,838,432</u>
Total Fund Balances	<u>\$ 36,831,063</u>	<u>\$ 25,265,059</u>	<u>\$ 29,900,740</u>	<u>\$ 21,300,485</u>

<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
\$ 20,097	\$ 14,104	\$ 12,159	\$ 3,853,331	\$ 6,881,187	\$ 8,140,055
<u>9,044,751</u>	<u>8,127,664</u>	<u>7,208,910</u>	<u>3,929,509</u>	<u>1,075,635</u>	<u>1,230,256</u>
<u>9,064,848</u>	<u>8,141,768</u>	<u>7,221,069</u>	<u>7,782,840</u>	<u>7,956,822</u>	<u>9,370,311</u>
9,553,545	12,476,268	9,732,766	9,056,602	5,148,408	-
(436,909)	(3,806,028)	(811,113)	(4,143,559)	(6,416,203)	3,940,079
-	-	-	-	-	330,946
<u>4,419,476</u>	<u>5,834,777</u>	<u>7,852,816</u>	<u>5,399,856</u>	<u>4,424,994</u>	<u>(4,648,291)</u>
<u>13,536,112</u>	<u>14,505,017</u>	<u>16,774,469</u>	<u>10,312,899</u>	<u>3,157,199</u>	<u>(377,266)</u>
<u>\$ 22,600,960</u>	<u>\$ 22,646,785</u>	<u>\$ 23,995,538</u>	<u>\$ 18,095,739</u>	<u>\$ 11,114,021</u>	<u>\$ 8,993,045</u>

## CITY OF DES PLAINES

### CHANGE IN FUND BALANCES, GOVERNMENTAL FUNDS Last Ten Calendar Years (modified accrual basis of accounting) December 31, 2008

	1999	2000	2001	2002
<b>Revenues</b>				
Taxes	\$ 30,878,148	\$ 32,676,992	\$ 32,905,548	\$ 34,788,165
Licenses and permits	2,810,194	2,596,606	2,727,812	3,044,361
Intergovernmental	6,503,091	7,630,834	8,118,287	7,460,661
Charges for services	4,791,842	4,992,218	5,307,708	6,290,962
Fines and forfeits	941,628	858,783	810,126	840,796
Investment income	813,024	2,562,462	1,083,618	870,395
Contributions	-	-	-	-
Miscellaneous	776,691	698,119	219,399	259,695
Total revenues	<u>47,514,618</u>	<u>52,016,014</u>	<u>51,172,498</u>	<u>53,555,035</u>
<b>Expenditures</b>				
General government	4,283,921	3,909,208	5,113,311	4,488,140
Public safety	19,969,517	21,042,864	23,235,960	25,744,068
Municipal development	1,796,728	1,972,582	2,016,173	1,941,033
Public works	13,424,129	11,148,279	9,913,709	12,481,026
Streets and highways	-	-	-	-
Human resources and social services	452,970	547,460	572,531	587,576
Civic and cultural	142,571	148,268	204,360	-
Community Development Block Grant Program	433,657	324,864	458,156	452,907
Economic development	-	-	-	-
Capital outlay	17,796,943	22,896,731	9,280,333	9,515,908
Debt service				
Principal retirement	2,727,145	3,947,145	3,602,145	3,818,404
Interest and fiscal charges	3,065,851	2,986,520	3,188,630	3,395,460
Total expenditures	<u>64,093,432</u>	<u>68,923,921</u>	<u>57,585,308</u>	<u>62,424,522</u>
Excess (deficiency) of revenues over expenditures	<u>(16,578,814)</u>	<u>(16,907,907)</u>	<u>(6,412,810)</u>	<u>(8,869,487)</u>
<b>Other financing sources (uses)</b>				
Proceeds from issuance of debt	10,000,000	4,110,000	12,630,000	4,860,548
Premium on bond issuance	-	-	-	-
Discount on bond issuance	-	-	-	-
Note proceeds	-	-	-	377,229
Proceeds from sale of capital assets	-	-	-	-
Payments to escrow agent	-	-	(1,784,201)	(4,817,933)
Transfers in	3,475,843	2,726,593	3,216,733	4,525,236
Transfers (out)	<u>(3,355,882)</u>	<u>(2,563,241)</u>	<u>(3,052,262)</u>	<u>(4,351,922)</u>
Total other financing sources (uses)	<u>10,119,961</u>	<u>4,273,352</u>	<u>11,010,270</u>	<u>593,158</u>
<b>Net Changes in Fund Balance</b>	<u>\$ (6,458,853)</u>	<u>\$ (12,634,555)</u>	<u>\$ 4,597,460</u>	<u>\$ (8,276,329)</u>
Debt service as a percentage of noncapital expenditures	12.5%	15.1%	14.1%	13.6%

2003	2004	2005	2006	2007	2008
\$ 36,682,228	\$ 29,421,135	\$ 31,999,844	\$ 35,327,688	\$ 38,408,908	\$ 42,454,384
3,702,236	4,649,570	5,035,156	4,087,868	3,837,256	3,228,153
7,104,318	15,686,591	16,490,108	17,506,403	19,744,856	19,669,690
4,075,411	4,775,440	5,270,418	5,217,844	6,115,781	6,830,049
1,159,037	1,147,014	952,933	1,369,000	1,431,591	1,676,088
276,630	569,439	895,080	1,445,831	816,908	361,361
-	-	-	-	-	-
<u>243,176</u>	<u>2,672,277</u>	<u>191,419</u>	<u>1,004,746</u>	<u>463,875</u>	<u>512,978</u>
<u>53,243,036</u>	<u>58,921,466</u>	<u>60,834,958</u>	<u>65,959,380</u>	<u>70,819,175</u>	<u>74,732,703</u>
4,952,301	5,751,293	6,561,256	7,244,757	7,585,644	7,545,984
24,954,192	28,003,280	28,697,511	31,076,746	30,618,015	34,734,218
-	-	-	-	-	-
8,289,415	9,450,181	10,205,911	9,737,407	7,831,725	12,093,814
2,906,623	5,120,479	1,688,099	927,067	5,259,528	1,267,168
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
10,564,290	11,854,692	7,126,888	2,653,204	1,962,384	4,450,756
4,298,170	9,277,240	20,361,771	15,015,630	17,051,160	6,151,506
7,214,635	4,847,212	5,607,651	6,055,440	6,649,830	7,225,135
-	3,263,697	4,392,379	4,801,392	4,135,049	3,841,376
<u>63,179,626</u>	<u>77,568,074</u>	<u>84,641,466</u>	<u>77,511,643</u>	<u>81,093,335</u>	<u>77,309,957</u>
<u>(9,936,590)</u>	<u>(18,646,608)</u>	<u>(23,806,508)</u>	<u>(11,552,263)</u>	<u>(10,274,160)</u>	<u>(2,577,254)</u>
16,985,000	18,050,000	39,255,000	-	8,125,000	2,575,000
60,458	11,365	1,042,125	-	-	-
(104,548)	(88,961)	(296,416)	-	-	-
502,301	-	-	-	-	-
423,182	81,816	845,300	5,232,723	2,292,098	242,678
(6,863,167)	-	(16,263,176)	-	(7,634,233)	(2,517,611)
2,887,468	954,933	2,344,347	3,854,740	2,604,792	1,325,839
<u>(2,682,817)</u>	<u>(680,000)</u>	<u>(1,935,000)</u>	<u>(3,435,000)</u>	<u>(1,790,143)</u>	<u>(1,169,628)</u>
<u>11,207,877</u>	<u>18,329,153</u>	<u>24,992,180</u>	<u>5,652,463</u>	<u>3,597,514</u>	<u>456,278</u>
<u>\$ 1,271,287</u>	<u>\$ (317,455)</u>	<u>\$ 1,185,672</u>	<u>\$ (5,899,800)</u>	<u>\$ (6,676,646)</u>	<u>\$ (2,120,976)</u>
12.3%	11.9%	15.6%	17.4%	16.8%	15.4%

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## CITY OF DES PLAINES

### ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY Last Ten Levy Years December 31, 2008

Levy Year	Equalized Assessed Value				Total Equalized Assessed Value	Total Direct Rate	Total Actual Value
	Residential Property	Commercial Property	Industrial Property	Railroad Property			
1998	580,267,786	389,500,690	442,521,371	752,059	1,413,041,906	0.849	4,239,125,718
1999	606,150,920	407,796,209	449,927,215	753,430	1,464,627,774	0.882	4,393,883,322
2000	603,869,556	388,661,968	460,257,802	807,746	1,453,597,072	0.880	4,360,791,216
2001	746,001,992	441,890,666	479,650,600	821,286	1,668,364,544	0.818	5,005,093,632
2002	815,636,863	452,257,361	508,406,299	930,959	1,777,231,482	0.830	5,331,694,446
2003	820,152,717	435,374,304	504,398,708	1,008,971	1,760,934,700	0.895	5,282,804,100
2004	968,894,536	466,225,897	538,079,254	1,254,325	1,974,454,012	0.852	5,923,362,036
2005	1,048,729,126	486,965,767	562,477,260	1,277,551	2,099,449,704	0.865	6,298,349,112
2006	1,098,297,899	456,777,248	553,576,732	1,417,627	2,110,069,506	0.928	6,330,208,518

Levy Year	Equalized Assessed Value			Total Equalized Assessed Value	Total Direct Rate	Total Actual Value
	Real Estate Property	Air Pollution Control District	Railroad Property			
2007	\$ 2,465,848,831	1,042	1,613,955	2,467,463,828	0.850	7,402,391,484

Source: Cook County Clerk's Office (new categories for the 2007 Levy)

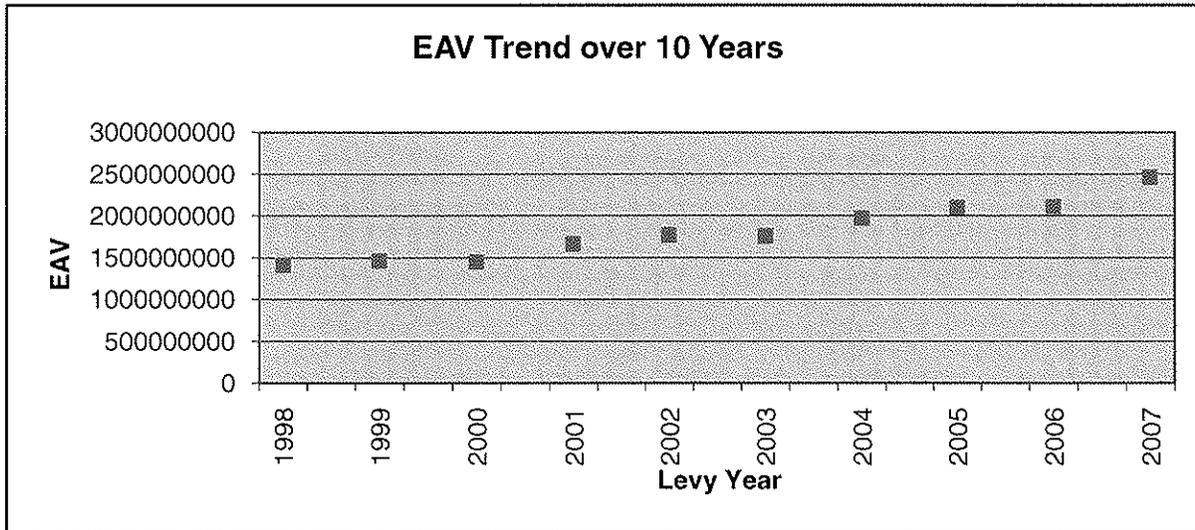
Note: Property is reassessed once every three years. Property is assessed at 1/3 actual value. Tax rates are per \$100 of assessed value. Fiscal year data is based on the previous calendar year's (levy year) assessed value (i.e. data presented for the Fiscal Year ended December 31, 2008 is based on the 2007 assessed value.)

# CITY OF DES PLAINES

## TREND OF EQUALIZED ASSESSED VALUATIONS Last Ten Levy Years December 31, 2008

Levy Year	Equalized Assessed Value	Percentage Increase (Decrease)	Estimated Actual Value	Ratio of Equalized Assessed Value to Estimated Actual Value
1998	1,413,041,906	6.54%	4,239,125,718	33.33%
1999	1,464,627,774	3.65%	4,393,883,322	33.33%
2000	1,453,597,072	(0.75%)	4,360,787,073	33.33%
2001	1,668,364,544	14.77%	5,005,093,632	33.33%
2002	1,777,231,482	6.53%	5,331,694,446	33.33%
2003	1,760,934,700	(0.92%)	5,282,804,100	33.33%
2004	1,974,454,012	12.13%	5,923,362,036	33.33%
2005	2,099,449,704	6.33%	6,298,349,112	33.33%
2006	2,110,069,506	0.51%	6,330,208,518	33.33%
2007	2,467,463,828	16.94%	7,402,391,484	33.33%

Source: Cook County Clerk's office



## CITY OF DES PLAINES

### MAINE TOWNSHIP TYPICAL TAX RATES PER \$100 OF EQUALIZED ASSESSED VALUATION Last Ten Calendar Years

Tax Levy Year	Total	City	Library	Cook County	Water Reclamation District	Park District	School (1)	Other (2)
1998	7.917	0.849	0.215	0.983	0.444	0.449	4.817	0.160
1999	7.856	0.882	0.253	0.947	0.419	0.447	4.749	0.159
2000	8.074	0.880	0.290	0.893	0.415	0.462	4.966	0.168
2001	7.312	0.818	0.253	0.845	0.401	0.408	4.437	0.150
2002	7.025	0.830	0.244	0.751	0.371	0.422	4.263	0.144
2003	7.266	0.895	0.273	0.718	0.361	0.444	4.426	0.149
2004	7.110	0.852	0.268	0.653	0.347	0.427	4.431	0.132
2005	6.966	0.865	0.278	0.547	0.315	0.350	4.416	0.195
2006	7.179	0.928	0.294	0.500	0.284	0.356	4.619	0.198
2007	6.417	0.850	0.266	0.446	0.263	0.312	4.093	0.187

*Notes:*

*(1) School District No. 62, High School District No. 207, and Community College District No. 535.*

*(2) Suburban T.B. Sanitarium, Northwest Mosquito Abatement District, Maine Township, Road and Bridge, General Assistance, Consolidated General Elections and Forest Preserve.*

*Source: Cook County Clerk*

**CITY OF DES PLAINES**

MAINE TOWNSHIP  
 ALLOCATION OF THE 2007 PROPERTY TAX LEVY COLLECTED IN 2008  
 December 31, 2008

	2000		2001		2002		2003	
	Tax per \$100 of Equalized Assessed Valuation	Percentage	Tax per \$100 of Equalized Assessed Valuation	Percentage	Tax per \$100 of Equalized Assessed Valuation	Percentage	Tax per \$100 of Equalized Assessed Valuation	
City of Des Plaines	% \$ 0.880	0.109	% \$ 0.818	0.112	% \$ 0.830	0.118	% \$ 0.895	
Des Plaines Library	0.29	0.036	0.253	0.035	0.244	0.035	0.273	
High School District 207	2.298	0.285	2.026	0.277	1.936	0.276	2.012	
Oakton College District	0.213	0.026	0.186	0.025	0.179	0.025	0.186	
School District 62	2.455	0.304	2.225	0.304	2.148	0.306	2.228	
Des Plaines Park District	0.462	0.057	0.408	0.056	0.422	0.060	0.444	
Cook County	0.893	0.111	0.845	0.116	0.751	0.107	0.718	
Metro Water Reclamation District	0.415	0.051	0.401	0.055	0.371	0.053	0.361	
N.W. Mosquito Abatement District	0.011	0.001	0.01	0.001	0.009	0.001	0.01	
Suburban T.B. Sanitarium	0.008	0.001	0.007	0.001	0.006	0.001	0.004	
Maine Township	0.149	0.018	0.133	0.018	0.129	0.018	0.095	
Cook County Forest Preserve	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	
<b>TOTAL</b>	<b>% \$ <u>8.074</u></b>	<b><u>100.00</u></b>	<b>% \$ <u>7.312</u></b>	<b><u>100.00</u></b>	<b>% \$ <u>7.025</u></b>	<b><u>100.00</u></b>	<b>% \$ <u>7.226</u></b>	

Source: Cook County Clerk

2004		2005		2006		2007	
Percentage	Tax per \$100 of Equalized Assessed Valuation	Percentage	Tax per \$100 of Equalized Assessed Valuation	Percentage	Tax per \$100 of Equalized Assessed Valuation	Percentage	Tax per \$100 of Equalized Assessed Valuation
0.124 %	\$ 0.852	11.98 %	\$ 0.865	0.124 %	\$ 0.928	0.129 %	\$ 0.850
0.038	0.268	3.77	0.278	0.040	0.294	0.041	0.266
0.278	1.795	25.25	1.757	0.252	1.826	0.254	1.602
0.026	0.161	2.26	0.158	0.023	0.166	0.023	0.141
0.308	2.475	34.81	2.501	0.359	2.627	0.366	2.35
0.061	0.427	6.01	0.35	0.050	0.356	0.050	0.312
0.099	0.653	9.18	0.547	0.079	0.500	0.070	0.458
0.050	0.347	4.88	0.315	0.045	0.284	0.040	0.263
0.001	0.009	0.13	0.009	0.001	0.009	0.001	0.008
0.001	0.001	0.01	0.005	0.001	0.005	0.001	0.000
0.013	0.122	1.72	0.121	0.017	0.127	0.018	0.114
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.060</u>	<u>0.009</u>	<u>0.057</u>	<u>0.008</u>	<u>0.053</u>
<u>100.00 %</u>	<u>\$ 7.110</u>	<u>100.00 %</u>	<u>\$ 6.966</u>	<u>100.00 %</u>	<u>\$ 7.179</u>	<u>100.00 %</u>	<u>\$ 6.417</u>

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## CITY OF DES PLAINES

### ELK GROVE TOWNSHIP TYPICAL TAX RATES PER \$100 OF EQUALIZED ASSESSED VALUATION Last Ten Calendar Years

Tax Levy Year	Total	City	Library	Cook County	Water Reclamation District	Park District	School (1)	Other (2)
1998	7.673	0.849	0.215	0.983	0.444	0.568	4.510	0.104
1999	7.633	0.882	0.253	0.947	0.419	0.557	4.474	0.101
2000	7.873	0.880	0.290	0.893	0.415	0.571	4.720	0.104
2001	7.149	0.818	0.253	0.845	0.401	0.502	4.240	0.090
2002	6.792	0.830	0.244	0.751	0.371	0.473	4.038	0.085
2003	7.250	0.895	0.273	0.718	0.361	0.498	4.419	0.086
2004	6.716	0.852	0.268	0.653	0.347	0.455	4.069	0.072
2005	6.573	0.865	0.278	0.593	0.315	0.459	3.973	0.090
2006	6.737	0.928	0.294	0.500	0.284	0.474	4.124	0.133
2007	6.038	0.850	0.266	0.446	0.263	0.411	3.672	0.130

*Notes:*

*(1) School District No. 59, High School District No. 214, and Community College District No. 512*

*(2) Suburban T.B. Sanitarium, Northwest Mosquito Abatement District, Elk Grove Township, Road and Bridge, General Assistance, Consolidated General Elections and Forest Preserve.*

*Source: Cook County Clerk*

**CITY OF DES PLAINES**

ELK GROVE TOWNSHIP  
 ALLOCATION OF THE 2007 PROPERTY TAX LEVY COLLECTED IN 2008  
 December 31, 2008

	<u>Percentage</u>	2000 Tax per \$100 of Equalized Assessed Valuation	<u>Percentage</u>	2001 Tax per \$100 of Equalized Assessed Valuation	<u>Percentage</u>	2002 Tax per \$100 of Equalized Assessed Valuation	<u>Percentage</u>
City of Des Plaines	0.1487 %	\$ 0.880	0.1118 %	\$ 0.818	0.1144 %	\$ 0.830	0.1236 %
Des Plaines Library	0.2860	0.29	0.0368	0.253	0.0354	0.244	0.0363
High School District 214	0.0354	2.257	0.2867	1.989	0.2782	1.888	0.2811
Harper College District 512	0.2648	0.347	0.0441	0.308	0.0431	0.295	0.0439
School District 59	0.0730	2.116	0.2688	1.943	0.2718	1.855	0.2762
Mt. Prospect Park District	0.1149	0.571	0.0725	0.502	0.0702	0.473	0.0704
Cook County	0.0549	0.893	0.1134	0.845	0.1182	0.751	0.1118
Metro Water Reclamation District	0.0013	0.415	0.0527	0.401	0.0561	0.371	0.0552
N.W. Mosquito Abatement District	0.0092	0.011	0.0014	0.01	0.0014	0.0009	0.0001
Suburban T.B. Sanitarium	0.0010	0.008	0.0010	0.007	0.0010	0.0006	0.0001
Elk Grove Township	<u>0.0109</u>	<u>0.085</u>	<u>0.0108</u>	<u>0.073</u>	<u>0.0102</u>	<u>0.007</u>	<u>0.0010</u>
TOTAL	<u>100.00%</u>	<u>\$ 7.873</u>	<u>100.00%</u>	<u>\$ 7.149</u>	<u>100.00%</u>	<u>\$ 6.716</u>	<u>100.00%</u>

Source: Cook County Clerk

2003		2004		2005		2006		2007	
Tax per \$100 of Equalized Assessed Valuation	Percentage								
\$ 0.895	0.1239 %	\$ 0.852	0.1269 %	\$ 0.865	0.1316 %	\$ 0.928	0.1377 %	\$ 0.850	0.1408 %
0.273	0.0378	0.268	0.0399	0.278	0.0423	0.294	0.0436	0.266	0.0441
1.982	0.2743	1.818	0.2707	1.759	0.2676	1.823	0.2706	1.621	0.2685
0.31	0.0429	0.279	0.0415	0.281	0.0428	0.288	0.0427	0.26	0.0431
2.127	0.2944	1.972	0.2936	1.933	0.2941	2.013	0.2988	1.791	0.2966
0.473	0.0655	0.455	0.0677	0.459	0.0698	0.474	0.0704	0.411	0.0681
0.718	0.0994	0.653	0.0972	0.607	0.0923	0.557	0.0827	0.511	0.0846
0.361	0.0500	0.347	0.0517	0.315	0.0479	0.284	0.0422	0.263	0.0436
0.01	0.0014	0.009	0.0013	0.009	0.0014	0.009	0.0013	0.008	0.0013
0.004	0.0006	0.001	0.0001	0.005	0.0008	0.005	0.0007	0.000	0.0000
<u>0.072</u>	<u>0.0100</u>	<u>0.0620</u>	<u>0.0092</u>	<u>0.062</u>	<u>0.0094</u>	<u>0.062</u>	<u>0.0092</u>	<u>0.057</u>	<u>0.0094</u>
<u>\$ 7.225</u>	<u>100.00%</u>	<u>\$ 6.716</u>	<u>100.00%</u>	<u>\$ 6.573</u>	<u>100.00%</u>	<u>\$ 6.737</u>	<u>100.00%</u>	<u>\$ 6.038</u>	<u>100.00%</u>

## CITY OF DES PLAINES

### PROPERTY TAX RATES AND EXTENSIONS Last Ten Calendar Years

<u>Property Tax Levy Year</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>
<b>Property tax rates (1)</b>				
General corporate	0.5996	0.5958	0.6183	0.5886
Police pension	0.0421	0.0563	0.0682	0.0764
Firefighters' pension	0.0576	0.0595	0.0638	0.0595
General bond retirement	<u>0.1494</u>	<u>0.1702</u>	<u>0.1290</u>	<u>0.0930</u>
 Total property tax rates	 <u>0.8487</u>	 <u>0.8818</u>	 <u>0.8793</u>	 <u>0.8175</u>
 <b>Property tax extensions (2)</b>				
General corporate	\$ 8,472,017	\$ 8,726,178	\$ 8,987,963	\$ 9,821,316
Police pension	596,659	824,487	991,401	1,273,393
Firefighters' pension	816,323	870,981	927,050	992,275
General bond retirement	<u>2,111,727</u>	<u>2,493,027</u>	<u>1,874,585</u>	<u>1,552,010</u>
 Total property tax extensions	 <u>\$ 11,996,726</u>	 <u>\$ 12,914,673</u>	 <u>\$ 12,780,999</u>	 <u>\$ 13,638,994</u>

**Notes:**

(1) Property tax rates are per \$100 of equalized assessed valuation.

(2) Property tax extensions include 3% "loss levy" for general corporate purposes and 5% for debt service.

Source: Cook County Clerk

<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
0.5825	0.5856	0.5896	0.6071	0.6657	0.6149
0.0884	0.1139	0.1041	0.0998	0.1099	0.0539
0.0759	0.1070	0.0843	0.0807	0.0865	0.1023
<u>0.0832</u>	<u>0.0885</u>	<u>0.0740</u>	<u>0.0766</u>	<u>0.0657</u>	<u>0.0783</u>
<u>0.8300</u>	<u>0.8950</u>	<u>0.8520</u>	<u>0.8642</u>	<u>0.9278</u>	<u>0.8494</u>
\$ 10,347,230	\$ 10,304,439	\$ 11,641,985	\$ 12,745,221	\$ 14,046,349	\$ 15,171,900
1,569,830	2,004,048	2,054,752	2,096,245	2,318,002	1,331,066
1,348,139	1,881,800	1,663,764	1,693,403	1,825,751	2,523,500
<u>1,478,413</u>	<u>1,557,566</u>	<u>1,461,847</u>	<u>1,607,211</u>	<u>1,385,507</u>	<u>1,931,250</u>
<u>\$ 14,743,612</u>	<u>\$ 15,747,853</u>	<u>\$ 16,822,348</u>	<u>\$ 18,142,080</u>	<u>\$ 19,575,609</u>	<u>\$ 20,957,716</u>

## CITY OF DES PLAINES

### PRINCIPAL PROPERTY TAX PAYERS Current Calendar Year and Three Years Ago December 31, 2008

<u>Taxpayer</u>	<u>Type of Business/Property</u>	<u>2007 Equalized Assessed Valuation</u>	<u>Percentage of Total Taxable Assessed Value</u>
Universal Oil Products Tax Department	Chemicals	\$ 41,215,972	1.67%
O'Hare Lakes Office Plaza LLC	Office Complex	34,150,259	1.38%
MR Properties	Real Estate	22,770,812	0.92%
Abbott Labs	Medical Laboratories	17,584,084	0.71%
Thomson Property Tax Group	Real Property	19,762,654	0.80%
C & O Pts	Real Property		
Marc Realty	Real Estate		
Sysco Food Services	Food Wholesalers		
MLRP Messenger LLC	Real Property	14,497,582	0.59%
Crane and Norcross	Real Property	15,851,634	0.64%
First Washington Mgmt	Real Estate	13,997,064	0.57%
Marriot Corp	Real Property	14,297,696	0.58%
Juno Lighting Inc	Lighting Products	<u>18,212,048</u>	<u>0.74%</u>
1111 Touhy	Real Estate		
Flatrock Partners II LP	Real Estate		
Center Point Property	Industrial Property		
Met Life Escrow Dept	Office Building		
Deloitte & Touche	Management Consulting		
Finance Barbacia	Office Building		
LaSalle National Bank	Real Estate		
Great Lakes REIT Inc	Real Estate		
Crane and Norcross	Real Estate		
Trident Development	Real Estate		
<b>Total</b>		<u>\$ 212,339,805</u>	<u>8.61%</u>

Data Sources

(1) Based on City's Municipal Development Department records and estimated constructions cost declared by applicants at time of application.

(2) Cook County Clerk

Note: The City began maintaining data on principal taxpayers in 2004

2004 Equalized Assessed Valuation	Percentage of Total Taxable Assessed Value
\$ 29,077,922	2.06%
24,335,080	1.72%
14,846,344	1.05%
14,620,583	1.03%
13,218,451	0.94%
12,778,005	0.90%
12,070,183	0.85%
11,214,117	0.79%
9,893,472	0.70%
<u>8,697,797</u>	<u>0.62%</u>
<u>\$ 150,751,954</u>	<u>10.66%</u>

# CITY OF DES PLAINES

## PROPERTY TAX LEVIES AND COLLECTIONS Last Ten Calendar Years December 31, 2008

Tax Levy Year	Year of Collections	Total Tax Levy (1)	Collections of Current Years' Taxes During Fiscal Period	Percentage of Levy Collected Fiscal Period (1)	Collections of Prior Years' Taxes During Fiscal Period (2)
1998	1999	11,604,249	11,633,832	100.25%	151,498
1999	2000	12,492,414	12,315,911	98.59%	189,098
2000	2001	12,374,071	11,976,199	96.78%	88,241
2001	2002	13,213,041	13,150,527	99.53%	59,934
2002	2003	14,286,846	14,180,390	99.25%	52,385
2003	2004	15,333,356	15,078,645	98.34%	25,441
2004	2005	16,299,049	16,336,965	100.23%	129,775
2005	2006	17,583,947	17,619,047	100.20%	1,624
2006	2007	18,979,823	18,807,403	99.09%	(104,222)
2007	2008	20,322,682	20,312,823	99.95%	405,220

**Notes:**

(1) Total tax levy does not include the "loss levy" of 3% for corporate purposes and 5% for debt service which is extended by the County to cover the County's operating costs. The City may receive a portion of this "loss levy," and therefore, the percentage of levy collected may exceed 100%.

(2) Negative amount indicates that refunds made in the current year of prior year tax payments exceeded the current year's collection of prior year's taxes.

(3) Levy amount and collections refer only to City, and not the Library Component Unit.

Source: Cook County Clerk

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<u>Total Collections</u>	<u>Ratio of Total Collections to Tax Levy</u>
11,785,330	101.56%
12,505,009	100.10%
12,064,440	97.50%
13,210,461	99.98%
14,232,775	99.62%
15,104,086	98.50%
16,466,740	101.03%
17,620,671	100.21%
18,703,181	98.54%
20,718,043	101.95%

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## CITY OF DES PLAINES

### PROPERTY VALUE AND CONSTRUCTION Last Ten Calendar Years December 31, 2008

Calendar Year	Property Value (2)	Construction (1)				Total Value of All Construction (including Commercial)
		Single Family		Multi Family		
		Number of Permits	Value	Number of Permits	Value	
1999	4,239,126	62	11,290	4	6,666	105,051
2000	4,391,623	29	6,078	1	2,000	49,915
2001	4,358,364	23	5,249	2	14,740	60,977
2002	5,005,094	24	6,856	6	17,857	64,346
2003	5,331,694	26	9,198	14	22,942	95,851
2004	5,282,804	48	17,166	29	63,455	174,657
2005	5,923,362	47	18,994	153	67,714	136,586
2006	6,298,349	36	14,519	10	20,081	115,998
2007	6,330,209	19	7,159	5	26,617	114,259
2008	7,402,391	3	1,077	7	4,874	69,112

*Source:*

*(1) Based on City's Municipal Development Department records and estimated construction costs declared by applicants at time of application.*

*(2) Cook County Clerk*

*Property Values in Thousands.*

## CITY OF DES PLAINES

### TAXABLE SALES BY CATEGORY Last Ten Calendar Years (in thousands of dollars) December 31, 2008

	1999	2000	2001	2002
General merchandise	\$ 68,494,256	\$ 68,968,437	\$ 70,034,794	\$ 70,852,672
Food stores	86,457,181	88,213,247	91,654,187	93,126,536
Drinking & eating places	68,654,705	71,146,033	69,976,392	70,057,263
Apparel	2,813,770	2,686,228	2,253,848	1,987,674
Furniture, household & radio	8,539,020	10,085,660	8,902,055	12,751,905
Lumber, building & hardware	15,084,259	27,361,572	26,496,169	27,646,684
Automotive & filling stations	158,892,617	155,923,036	160,729,389	150,466,805
Drugs and miscellaneous retail	71,749,856	82,624,077	101,592,093	113,425,964
Agriculture & all others	197,081,102	189,737,501	165,909,412	150,639,615
Manufacturers	53,285,351	58,414,859	52,608,389	53,299,395
<b>Total</b>	<b>\$ 731,052,117</b>	<b>\$ 755,160,650</b>	<b>\$ 750,156,728</b>	<b>\$ 744,254,513</b>
City direct sales tax rate	1.00%	1.00%	1.00%	1.00%

Source: Illinois Department of Revenue

Note: Effective July 1, 2006 the Home Rule Tax is one percent.

General merchandise	\$ 684,943	\$ 689,684	\$ 700,348	\$ 708,527
Food stores	864,572	882,132	916,542	931,265
Drinking & eating places	686,547	711,460	699,764	700,573
Apparel	28,138	26,862	22,538	19,877
Furniture, household & radio	85,390	100,857	89,021	127,519
Lumber, building & hardware	150,843	273,616	264,962	276,467
Automotive & filling stations	1,588,926	1,559,230	1,607,294	1,504,668
Drugs and miscellaneous retail	717,499	826,241	1,015,921	1,134,260
Agriculture & all others	1,970,811	1,897,375	1,659,094	1,506,396
Manufacturers	532,854	584,149	526,084	532,994
<b>Total</b>	<b>\$ 7,310,521</b>	<b>\$ 7,551,607</b>	<b>\$ 7,501,567</b>	<b>\$ 7,442,545</b>
City direct sales tax rate	1.00%	1.00%	1.00%	1.00%

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	2003	2004	2005	2006	2007	2008
\$	70,967,263	\$ 75,693,674	\$ 72,371,754	\$ 67,575,860	\$ 72,349,187	\$ 71,506,904
	97,392,087	97,536,943	105,023,780	107,634,554	111,530,323	115,184,430
	67,735,819	67,689,011	72,432,529	81,943,708	81,685,374	75,402,995
	1,969,944	2,027,145	2,638,151	3,461,525	3,337,621	4,060,854
	6,554,433	9,072,989	10,806,660	7,685,148	8,003,659	5,203,117
	24,820,381	32,004,002	36,796,001	39,117,507	36,036,504	33,272,081
	197,679,686	188,702,457	206,285,264	212,204,995	216,995,152	208,453,378
	106,558,735	96,348,194	86,526,477	92,275,196	95,113,803	96,353,652
	155,201,069	136,163,547	135,355,631	146,835,031	138,711,660	134,998,089
	55,692,040	75,375,283	82,206,231	79,989,845	84,243,953	84,953,341
\$	<u>784,571,457</u>	<u>780,613,245</u>	<u>810,442,478</u>	<u>838,723,369</u>	<u>848,007,236</u>	<u>829,388,841</u>

1.00%                      1.00%                      1.00%                      1.00%                      1.00%                      1.00%

\$	709,673	\$ 756,937	\$ 723,718	\$ 675,759	\$ 723,492	\$ 715,069
	973,921	975,369	1,050,238	1,076,346	1,115,303	1,151,844
	677,358	676,890	724,325	819,437	816,854	754,030
	19,699	20,271	26,382	34,615	33,376	40,609
	65,544	90,730	108,067	76,851	80,037	52,031
	248,204	320,040	367,960	391,175	360,365	332,721
	1,976,797	1,887,025	2,062,853	2,122,050	2,169,952	2,084,534
	1,065,587	963,482	865,265	922,752	951,138	963,537
	1,552,011	1,361,635	1,353,556	1,468,350	1,387,117	1,349,981
	556,920	753,753	822,062	799,898	842,440	849,533
\$	<u>7,845,715</u>	<u>7,806,132</u>	<u>8,104,425</u>	<u>8,387,234</u>	<u>8,480,072</u>	<u>8,293,888</u>

1.00%                      1.00%                      1.00%                      1.00%                      1.00%                      1.00%

## CITY OF DES PLAINES

### RATIO OF OUTSTANDING DEBT BY TYPE Last Ten Calendar Years December 31, 2008

<u>Governmental Activities</u>						
Fiscal Year	Debt Service General Obligation Bonds	Tax Increment Financing General Obligation Bonds	Capital Projects General Obligation Bonds	Equipment Replacement Installment Notes Payable	Tax Increment Revenue Note Incentive Agreement	Short Term Note Payable
1998	15,567,620	34,865,000	-	-	-	-
1999	14,180,475	12,230,000	31,295,000	-	-	-
2000	12,106,115	11,500,000	34,200,000	-	-	-
2001	12,793,970	14,730,000	37,640,000	-	-	-
2002	7,101,825	13,685,000	40,730,000	-	376,183	-
2003	11,874,573	21,760,000	34,355,000	-	865,421	-
2004	10,527,469	35,545,000	34,545,000	600,000	840,313	-
2005	9,109,623	50,755,000	39,120,000	450,000	805,508	-
2006	7,843,230	42,205,000	43,070,000	300,000	768,876	-
2007	6,621,986	45,950,000	34,495,000	512,511	778,445	5,500,000
2008	5,340,000	43,140,000	31,750,000	287,617	735,201	-

*Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.*

*Source: Audited financial statements from January 1, 1998 to December 31, 2008*

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Business-type Activities

<u>Water General Obligation Bonds</u>	<u>Water Installment Notes Payable</u>	<u>Total Primary Government</u>	<u>Percentage of Personal Income</u>
6,572,380	-	57,005,000	N/A
6,124,525	-	63,830,000	N/A
5,713,885	-	63,520,000	4.81%
5,221,030	-	70,385,000	4.34%
4,703,175	-	66,596,183	4.59%
4,240,427	800,000	73,895,421	4.13%
3,767,531	605,000	86,430,313	3.53%
3,335,377	405,000	103,980,508	2.94%
2,826,770	205,000	97,218,876	3.14%
2,313,014	-	96,170,956	3.27%
1,790,000	-	83,042,818	3.79%

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## CITY OF DES PLAINES

### RATIO NET GENERAL OBLIGATION BONDED DEBT TO ASSESSED VALUE AND NET GENERAL OBLIGATION BONDED DEBT PER CAPITA Last Ten Calendar Years

Fiscal Year	Population (1)	Equalized Assessed Value (2)	Net General Obligation Bonded Debt (3)	Ratio of Bonded Debt to Equalized Assessed Value	Bonded Debt Per Capita
1999	53,414	1,475,215,750	9,804,960	0.66	183.57
2000	56,945	1,464,627,774	9,090,055	0.62	159.63
2001	56,945	1,453,597,072	10,280,851	0.71	180.54
2002	56,945	1,668,364,544	10,472,316	0.63	183.90
2003	56,945	1,777,231,482	10,535,271	0.59	185.01
2004	56,945	1,760,934,700	9,821,765	0.56	172.48
2005	56,945	1,974,454,012	8,576,418	0.43	150.61
2006	56,945	2,099,449,704	7,323,033	0.35	128.60
2007	58,710	2,110,069,506	6,120,233	0.29	104.25
2008	58,710	2,467,463,828	4,862,215	0.20	82.82

Data Source

(1) U.S. Census Bureau/City of Des Plaines' Community Development Department.

(2) Cook County Clerk

(3) City of Des Plaines' Annual Financial Reports. Only debt that is property tax supported is being reported.

## CITY OF DES PLAINES

### RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL OBLIGATION BONDED DEBT TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES Last Ten Calendar Years

Fiscal Year	Principal	Interest	Total Debt Service	Total General Expenditures (1)	Ratio of Debt Service to Total General Expenditures
1999	2,022,145	1,584,385	3,606,530	47,696,793	7.56
2000	2,742,145	1,485,960	4,228,105	47,537,697	8.89
2001	2,342,145	1,363,594	3,705,739	50,115,498	7.39
2002	3,818,249	3,524,937	7,343,186	54,425,138	13.49
2003	2,510,315	1,156,501	3,666,816	59,347,472	6.18
2004	2,888,295	1,508,762	4,397,057	60,894,727	7.22
2005	3,347,651	2,657,519	6,005,170	68,650,154	8.75
2006	4,064,047	3,099,818	7,163,865	68,969,875	10.39
2007	6,421,244	3,987,525	10,408,769	75,245,127	13.83
2008	7,748,148	3,895,764	11,643,912	74,928,477	15.54

*Notes :*

*(1) Includes General, Special Revenue, Debt Service Funds and Component Unit - Library Funds*

Data Source

*City of Des Plaines Annual Financial Reports*

## CITY OF DES PLAINES

### SCHEDULE FOR DIRECT AND OVERLAPPING DEBT December 31, 2008

<u>Governmental Unit</u>	<u>Outstanding Bonds (1)</u>	<u>Applicable to the City Percent (3)</u>	<u>Amount</u>
City of Des Plaines (2)	\$ 4,862,215	100.00%	\$ 4,862,215
Cook County	\$ 3,013,080,000	1.55%	\$ 46,702,740
Cook County Forest Preserve	117,720,000	1.55%	1,824,660
Water Reclamation District	1,392,699,076	1.58%	22,004,645
Des Plaines Park District	8,369,400	92.89%	7,774,336
Elk Grove Park District	10,632,000	0.81%	86,119
Mt. Prospect Park District	6,875,000	18.93%	1,301,438
School District No. 26	10,395,000	6.94%	721,413
School District No. 57	8,445,000	1.39%	117,386
School District No. 59	23,180,000	10.34%	2,396,812
School District No. 64	15,745,000	0.00%	299
High School District 207	13,800,000	41.71%	5,755,980
High School District 214	31,670,000	3.75%	1,187,625
Community College District 512	44,550,000	1.72%	766,260
Subtotal - Overlapping Debt	<u>4,697,160,476</u>		<u>90,639,712</u>
Total Direct and Overlapping Debt	<u>\$ 4,702,022,691</u>		<u>\$ 95,501,927</u>

*Notes:*

(1) Outstanding principal of general obligation bonds as of December 31, 2008. 100% of the principal of outstanding general obligation bonds of overlapping taxing district have been displayed in this schedule.

(2) Excluded City's self-supporting general obligation debt.

(3) Percentages are based on 2007 equalized assessed valuations.

(4) Percentage equals .0019%

Data Sources

Assessed Valuation - Cook County Clerk

Outstanding bonds - Cook County Clerk

# CITY OF DES PLAINES

## DEMOGRAPHIC STATISTICS Last Ten Calendar Years

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<u>Fiscal Year</u>	<u>Population (1)</u>	<u>Personal Income (thousands) (1)</u>	<u>Median Household Income (1)</u>	<u>Per Capita Income (1)</u>
1999	53,414	N/A	N/A	N/A
2000	56,945	3,054,416	53,638	N/A
2001	56,945	3,054,416	53,638	N/A
2002	56,945	3,054,416	53,638	24,146
2003	56,945	3,054,416	53,638	24,146
2004	56,945	3,054,416	53,638	24,146
2005	56,945	3,054,416	53,638	24,146
2006	56,945	3,054,416	53,638	24,146
2007	58,710	3,149,087	53,638	24,146
2008	58,710	3,149,087	53,638	24,146

### Data Sources

(1) U.S. Census Bureau.

(2) Bureau of Labor Statistics

(3) This includes only the public schools located within the City.

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<u>Median Age (1)</u>	<u>Education Level in Years of Schooling</u>	<u>School Enrollment (3)</u>	<u>Unemploy- ment Rate (2)</u>
N/A	N/A	8,523	4.3
39.7	12+	8,511	4.2
39.7	12+	8,639	6.3
39.7	12+	N/A	7.8
39.7	12+	8,603	8.0
39.7	12+	8,808	6.2
39.7	12+	8,759	5.7
39.7	12+	8,451	4.2
39.7	12+	8,384	4.1
39.7	12+	8,394	6.7

## CITY OF DES PLAINES

### PRINCIPAL EMPLOYERS Current Year and Two Years Ago December 31, 2008

Employer	2008			2006		
	Employees	Rank	Percentage City Total Employment	Employees	Rank	Percentage City Total Employment
Universal Oil Products	2,000	1	5.0%	2,000	1	3.7%
Holy Family	1,036	2	2.6%	560	9	1.0%
Oakton Community College	990	3	2.5%	1,490	2	2.8%
Symons by Dayton Superior	864	4	2.2%			N/A
School District 62	720	5	1.8%	696	4	1.3%
Juno Lighting	705	6	1.8%	647	5	1.2%
Hart Schaffner & Marx	700	7	1.8%			N/A
Sysco Food Services	700	8	1.8%	600	7	1.1%
City of Des Plaines	630	9	1.6%	608	6	1.1%
Wheels Inc.	550	10	1.4%	600	7	1.1%
Park District				586	8	1.1%
Lawson				525	10	1.0%
Littel Fuse				797	3	1.5%
<b>Total</b>	<b>8,895</b>		<b>22.5%</b>	<b>9,109</b>		<b>16.9%</b>
<b>City Total Employment</b>	<b>39,605</b>		<b>22.5%</b>	<b>53,987</b>		<b>16.9%</b>

*Note: The City began to compile information on principal employers in 2006.*

*Source: 2009 Illinois Manufacturer's Directory, 2009 Illinois Services Directory, 2009 Illinois Industrial Directory, Goodman Williams Group, and Individual Employers Approximations*

## CITY OF DES PLAINES

### FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION Last Seven Calendar Years December 31, 2008

<u>Function/Program</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Legislative	1.00	1.00	1.00	1.00	1.00	1.00	1.00
City Clerk	4.00	4.00	4.00	5.00	4.00	3.00	3.00
General Government							
Manager's Department	13.50	12.90	15.00	16.50	16.00	17.00	20.00
Finance	10.50	10.50	10.50	17.25	16.25	15.75	14.50
Police							
Officers	109.00	109.00	106.00	103.00	105.00	105.00	105.00
Civilians	53.50	36.75	39.50	26.75	25.75	27.25	26.25
Fire							
Firefighters and officers	93.00	93.00	88.00	88.00	88.00	97.00	98.00
Civilians	4.50	2.50	5.50	5.50	5.50	6.50	6.50
Engineering	16.50	14.00	11.75	13.00	13.00	13.50	13.50
Public works	60.50	57.50	94.63	88.00	88.00	90.50	90.50
Community Development	17.50	18.00	17.50	18.50	18.50	18.75	22.00
Emergency Communications	33.50	33.50	46.50	53.40	53.40	56.00	56.00
EMA	<i>Note (1)</i>	<i>Note (1)</i>	1.00	1.00	1.00	1.00	1.00
Subtotal	417.00	392.65	440.88	436.90	435.40	452.25	457.25
Library	<u>83.50</u>	<u>84.50</u>	<u>87.00</u>	<u>90.00</u>	<u>90.00</u>	<u>90.00</u>	<u>90.00</u>
Total	<u>500.50</u>	<u>477.15</u>	<u>527.88</u>	<u>526.90</u>	<u>525.40</u>	<u>542.25</u>	<u>547.25</u>

Source: Finance Department Budget documents

Note: The City began maintaining information on employees by function in 2002 and began separating EMA in 2004.

## CITY OF DES PLAINES

### OPERATING INDICATORS BY FUNCTION / PROGRAMS Last Ten Calendar Years December 31, 2008

<u>Function/Program</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
<b>Police</b>					
Physical arrests ( 1)	1,108	1,183	1,230	1,160	1,172
Compliance and Parking Violations	24,505	24,829	24,292	23,148	20,874
Traffic violations	14,474	12,907	11,804	14,000	12,293
<b>Fire</b>					
Emergency Medical Calls	4,202	4,348	4,357	4,601	4,790
Fires/Reports of Fires	1,986	2,087	2,193	1,931	1,891
Inspections	1,037	1,076	1,038	1,073	1,000
<b>Engineering</b>					
Street resurfacing (square yards)	11,700	14,100	15,500	7,900	3,600
Sidewalks removed & replaced (sq ft) (4)	234,000	280,000	176,000	101,000	89,000
Snow and ice control (tons of salt)	3,536	5,568	2,027	3,474	3,511
<b>Community Development</b>					
Building permits issued	3,063	3,100	3,617	3,624	3,624
Overall inspection totals	N/A	N/A	N/A	N/A	N/A
<b>Health</b>					
Home health visits	N/A	94	79	85	56
<b>Library</b>					
Volumes in collection (5)	215,817	233,773	249,879	269,321	293,460
Total volumes borrowed	747,931	701,557	853,490	962,178	1,078,456
Total annual attendance	326,098	327,775	454,781	535,574	556,108
Total resident library cards still active	35,828	40,116	39,076	42,753	34,592
<b>Water</b>					
Water Main Breaks	143	113	75	121	126
New Connections	N/A	N/A	N/A	N/A	N/A
Number of Consumers	16,075	16,075	16,075	16,109	16,109
Miles of Water Mains	201	201	201	201	201
Average daily consumption	9,848,141	8,751,040	8,449,784	8,835,458	8,835,458
Daily average consumptions per Capita	184	149	144	155	155
Number of Fire Hydrants	2,212	2,212	2,212	2,212	2,212
<b>Sewer</b>					
Sanitary sewer replaced (linear feet)	300	2,400	1,100	2,800	1,100
Sanitary sewer televised (linear feet)	N/A	35,475	49,067	38,009	25,719
Sanitary sewer cleaned (linear feet)	110,870	228,503	386,645	313,477	312,088
Sanitary sewer lined (linear feet)	N/A	N/A	N/A	N/A	N/A
<b>Municipal Parking Lots</b>					
Metra (2)	(3)	(3)	19,409	24,848	24,116
City Owned (2)	70,387	70,422	57,735	63,267	58,810
<b>Transit</b>					
Taxi Cab cards issued	393	352	636	397	403
Handicapped Placards issued	106	126	131	109	71

Source: Various City departments

(1) Physical arrest made regardless of the number of charges associated with an arrest.

(2) Consumers are approximately calculated by revenue divided by the daily rate.

(3) Revenue of 1999 Through 2000 Combined for City owned and Metra Leased Parking.

(4) In years 1999 through 2001 a much higher Capital Improvements budget was allocated to street repair.

(5) Volumes in Collection includes Books, Audio, Video, Magazines and Newspapers Print and Microfilm, Subscriptions, Online Databases.

2004	2005	2006	2007	2008
738	1,236	2,013	2,679	2,726
15,330	16,421	17,818	15,290	18,250
10,800	11,728	11,214	16,119	12,756
4,606	4,969	5,167	5,038	5,209
2,156	2,298	2,276	2,610	2,502
925	963	6,138	7,226	6,878
8,000	7,500	6,600	37,000	76,000
80,000	50,000	78,000	21,000	50,000
3,467	4,359	1,676	5,026	8,427
3,890	3,895	3,582	3,267	2,988
19,514	21,380	19,191	14,463	14,632
83	58	55	90	134
301,437	301,546	312,469	313,696	305,471
1,083,691	1,077,145	1,100,133	1,088,404	1,111,558
550,517	521,881	577,554	509,668	500,618
34,727	35,205	35,765	35,427	35,266
96	169	74	128	101
26	76	70	65	13
16,303	16,497	17,086	16,983	16,742
235	235	237	241	245
7,768,744	8,458,430	7,702,836	7,639,118	7,913,061
136	136	135	130	135
2,583	2,583	2,597	2,615	2,628
1,500	1,500	300	300	154
28,900	59,782	26,446	5,187	14,270
186,333	364,360	403,483	267,301	93,679
N/A	N/A	4,954	N/A	6,635
38,283	54,435	50,815	47,225	50,563
21,027	10,384	19,618	34,714	33,612
244	481	420	324	305
43	59	40	67	62

# CITY OF DES PLAINES

## CAPITAL ASSETS STATISTICS BY FUNCTION Last Ten Calendar Years December 31, 2008

<b>Function/Program</b>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>
Police				
Station	1	1	1	1
Sworn Police Officers	101	107	107	109
Fire Stations				
Station	3	3	3	3
Sworn Firefighters	94	94	94	94
Other Public Works				
Streets (miles)**	145	145	145	145
Streetlights*				
Traffic Signals	1	1	1	1
Water				
Water mains (miles)	201	201	201	201
Fire hydrants	2,212	2,212	2,212	2,212
Storage capacity (millions of gallons)	19	19	19	19

\* These items were not tracked previous to 2006.

\*\* The City of Des Plaines also maintains an additional 95 miles of state and county highways and roads.

Source: Various City departments

<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
1	1	1	1	1	1
102	103	103	105	105	105
3	3	3	3	3	3
92	92	92	92	102	102
145	145	145	145	145	145
			576	680	680
1	1	1	1	1	2
201	235	235	237	237	245
2,212	2583	2,583	2,597	2,615	2,628
19	19	19	19	19	19

## CITY OF DES PLAINES

WATER SOLD  
Last Ten Calendar Years  
(in thousands)  
December 31, 2008

	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>
<u>Gallons sold</u>				
Residential	\$ 1,322,252	\$ 1,568,760	\$ 1,567,103	\$ 1,518,821
Commercial	626,351	680,761	729,871	667,965
Industrial	<u>391,893</u>	<u>400,898</u>	<u>349,019</u>	<u>380,686</u>
Totals	<u>\$ 2,340,496</u>	<u>\$ 2,650,419</u>	<u>\$ 2,645,993</u>	<u>\$ 2,567,472</u>
Water rate per 1,000 gallons	\$2.69	\$2.69	\$2.73	\$3.26
Storm Sewer rate per 1,000 gallons	\$0.76	\$0.76	\$0.76	\$0.76

*Source: City of Des Plaines Water Consumption Report*

<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
\$ 1,345,030	\$ 1,340,980	\$ 1,341,733	\$ 1,852,194	\$ 1,435,498	\$ 1,357,309
626,582	626,560	627,368	597,343	710,984	598,489
<u>377,827</u>	<u>343,278</u>	<u>461,071</u>	<u>333,270</u>	<u>241,646</u>	<u>253,998</u>
<u>\$ 2,349,439</u>	<u>\$ 2,310,818</u>	<u>\$ 2,430,172</u>	<u>\$ 2,782,807</u>	<u>\$ 2,388,128</u>	<u>\$ 2,209,796</u>
\$3.44	\$3.61	\$3.79	\$3.88	\$3.88	\$4.08
\$0.76	\$0.76	\$0.76	\$0.76	\$0.76	\$0.76

# CITY OF DES PLAINES

## MISCELLANEOUS STATISTICS

December 31, 2008

Date of incorporation (Town of Rand)	1857
Form of government	City Manager
Building permits:	
Permits issued	2,988
Estimated value	\$69,111,509
Fire protection:	
Number of stations	3
Number of sworn firefighters	102
Police protection:	
Number of stations	1
Number of sworn police officers	105
Municipal water plant	
Number of consumers	17,387
Daily average consumption (gallons)	7,913,061
Daily average consumption per capita (gallons)	135
Miles of water mains	245
Number of fire hydrants	2,628
Employees as of December 31	
Full time	476.75
Part time	70.50
Total	547.25 (1)
Population	
1880	818
1890	986
1900	1,666
1910	2,348
1920	3,451
1930	8,798
1940	9,518
1950	14,994
1960	34,886
1970	57,237
1980	53,568
1990	53,414
2000	56,945
2007	58,710
2008	58,710

# CITY OF DES PLAINES

## MISCELLANEOUS STATISTICS

December 31, 2008

Area and land use - City of Des Plaines

Total area December 31, 2008 - 9,198.54 acres or 14.37 square miles (Based on municipal boundary data.)

Distribution of land uses

	Acres	Percent of Total
Residential	3,908.83	42.5%
Manufacturing	1,469.05	16.0%
Wholesale and retail	Combined with Commercial Services	
Commercial services	694.63	7.6%
Education and recreation	1,447.09	15.7%
Streets, alleys, and railroads	1,238.04	13.5%
 Total developed	 8,757.64	 95.2%
 Vacant land	 440.90	 4.8%
 Total	 9,198.54	 100.0%

Housing Units

Single Family	16,516
Multiple Family	6,712
Total	23,228

Data Sources

*U.S. Census Bureau and Various City Departments*

*(1) Includes library component unit.*

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**OTHER INFORMATION**  
**CONTINUING DISCLOSURE – ANNUAL FINANCIAL INFORMATION**

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2009 DISCLOSURE

Relating to

CITY OF DES PLAINES

Cook County, Illinois

CUSIP NUMBER 250217

\$10,000,000 General Obligation Corporate Purpose Bonds, Series 1999

\$5,470,000 General Obligation Corporate Purpose bonds, Series 2001

\$4,800,000 General Obligation Corporate Purpose Refunding Bonds, Series 2002A

\$7,835,000 General Obligation Bonds, Series 2003A

\$2,250,000 General Obligation Taxable General Obligation Bonds, Series 2003C

\$4,545,000 Taxable General Obligation Refunding Bonds, Series 2003D

\$8,400,000 General Obligation Bonds, Series 2004A

\$8,900,000 Taxable General Obligation Bonds, Series 2004B

\$5,550,000 General Obligation Bonds, Series 2005A

\$1,030,000 General Obligation Refunding Bonds, Series 2005B

\$2,330,000 General Obligation Refunding Bonds, Series 2005C

\$14,650,000 General Obligation Refunding Bonds, Series 2005D

\$12,800,000 General Obligation Bonds, Series 2005E

\$4,725,000 Taxable General Obligation Bonds, Series 2005F

\$500,000 Taxable General Obligation Bonds, Series 2005G

\$6,065,000 General Obligation Refunding Bonds, Series 2007A

\$1,660,000 General Obligation Refunding Bonds, Series 2007B

and

\$2,575,000 Taxable General Obligation Corporate Purpose Refunding Bonds, Series 2008A

For further information please contact:

Ms. Dorothy Wisniewski

Director of Finance

City of Des Plaines

1420 Miner Street

Des Plaines, Illinois 60016-4498

Telephone Number: (847) 391-5317

Fax Number: (847) 391-5402

Email: [dwisniewski@desplaines.org](mailto:dwisniewski@desplaines.org)

## Retailers' Occupation, Service Occupation and Use Tax(1)

State Fiscal Year Ending June 30	State Sales Tax Distributions(2)	Home Rule Sales Tax Distributions	Total Distributions	Percentage Change + (-)
1999 .....	7,176,166	2,820,427	9,996,593	7.60%(3)
2000 .....	7,485,012	3,684,512	11,169,524	11.73%
2001 .....	7,560,867	3,832,348	11,393,215	2.00%
2002 .....	7,382,615	3,737,356	11,119,971	(2.40%)
2003 .....	7,719,732	3,786,409	11,506,141	3.47%
2004 .....	7,869,504	3,881,000	11,750,504	2.12%
2005 .....	7,819,815	3,970,243	11,790,058	0.34%
2006 .....	8,377,712	4,223,008	12,600,721	6.88%
2007 .....	8,333,032	5,517,995	13,851,027	9.92%
2008 .....	8,590,038	5,739,317	14,329,355	3.45%
Growth from 1999 to 2008 .....				43.34%

- Notes: (1) Source: Illinois Department of Revenue.  
 (2) Tax distributions are based on records of the Illinois Department of Revenue relating to the 1% municipal portion of the Retailers' Occupation, Service Occupation and Use Tax, collected on behalf of the City, less a State administration fee. The municipal 1% includes tax receipts from the sale of food and drugs which are not taxed by the State.  
 (3) The 1999 percentage is based on a 1998 sales tax receipts of \$9,290,411.

## DEBT INFORMATION

### General Obligation Debt – By Issue(1)

Issue Date	Issue Date	Principal Outstanding	Supported By
2/1/1999 .....	General Obligation Corporate Purpose Bonds, Series 1999 .....	\$ 4,885,000	Sales & Utility Taxes/Fees
6/4/2001 .....	General Obligation Corporate Purpose Bonds, Series 2001 .....	605,000	Property Taxes/Sales & Utility Taxes/Fees
5/6/2002 .....	General Obligation Corporate Purpose Refunding Bonds, Series 2002A .....	2,975,000	Property Taxes/Special Revenues
9/3/2003 .....	General Obligation Bonds, Series 2003A .....	6,165,000	TIF Revenues/Property Taxes
9/3/2003 .....	Taxable General Obligation Bonds, Series 2003C .....	2,250,000	TIF Revenues
10/30/2003 .....	Taxable General Obligation Refunding Bonds, Series 2003D .....	2,735,000	TIF Revenues
6/3/2004 .....	General Obligation Bonds, Series 2004A .....	6,830,000	TIF Revenues/Special Revenues
6/3/2004 .....	Taxable General Obligation Bonds, Series 2004B .....	7,585,000	TIF Revenues
1/3/2005 .....	General Obligation Bonds, Series 2005A .....	5,275,000	TIF Revenues
1/3/2005 .....	General Obligation Bonds, Series 2005B .....	750,000	TIF Revenues
1/3/2005 .....	General Obligation Bonds, Series 2005C .....	1,790,000	Water Fund
2/1/2005 .....	General Obligation Refunding Bonds, Series 2005D .....	13,335,000	Sales & Utility Taxes/Fees
6/1/2005 .....	General Obligation Bonds, Series 2005E .....	11,775,000	Sewer Fees/TIF Revenues
6/1/2005 .....	Taxable General Obligation Bonds, Series 2005F .....	4,610,000	TIF Revenues
6/1/2005 .....	General Obligation Bonds, Series 2005G .....	450,000	TIF Revenues
10/23/2007 .....	General Obligation Refunding Bonds, Series 2007A .....	6,020,000	Property Taxes/ Sales & Utility Taxes/Fees
10/23/2007 .....	General Obligation Refunding Bonds, Series 2007B .....	1,540,000	Property Taxes/TIF Revenues
4/1/2008 .....	Taxable General Obligation Corporate Purpose Refunding Bonds, Series 2008A .....	2,445,000	TIF Revenues
Total Outstanding General Obligation Debt .....		\$ 82,020,000	
Less: Self Supporting Debt .....		(77,157,785)	
Total Property Tax Supported General Obligation Debt .....		\$ 4,862,215	

Note: (1) Source: the City.

**General Obligation Bonded Debt(1)**  
(Principal Only)

Calendar Year	Total Outstanding Debt	Total Debt	Less: Total Self-Supporting	Total Property Tax Supporting Principal	Cumulative Property Tax Supported Principal Retired	
					Amount	Percent
2009	\$ 7,720,000	\$ 7,720,000	\$ 6,665,600	\$ 1,054,400	\$ 1,054,400	21.69%
2010	7,940,000	7,940,000	6,878,994	1,061,006	2,115,406	43.51%
2011	8,235,000	8,235,000	7,173,191	1,061,809	3,177,215	65.35%
2012	6,050,000	6,050,000	5,910,000	140,000	3,317,215	69.22%
2013	6,340,000	6,340,000	6,195,000	145,000	3,462,215	71.21%
2014	6,155,000	6,155,000	6,000,000	155,000	3,617,215	74.39%
2015	6,415,000	6,415,000	6,255,000	160,000	3,777,215	77.69%
2016	6,115,000	6,115,000	5,950,000	165,000	3,942,215	81.08%
2017	6,135,000	6,135,000	5,970,000	165,000	4,107,215	84.47%
2018	6,450,000	6,450,000	6,275,000	175,000	4,282,215	88.07%
2019	4,895,000	4,895,000	4,710,000	185,000	4,467,215	91.68%
2020	5,145,000	5,145,000	4,950,000	195,000	4,662,215	95.89%
2021	3,255,000	3,255,000	3,055,000	200,000	4,862,215	100.00%
2022	1,170,000	1,170,000	1,170,000	0		
Total	\$82,020,000	\$82,020,000	\$77,157,785	\$ 4,862,215		

Note: (1) Source: The City.

**Detailed Overlapping Bonded Debt(1)**

	Total Debt(2)	Applicable to the City	
		Percent(3)	Amount
<b>Schools:</b>			
School District 26	\$ 10,395,000	6.94%	\$ 721,413
School District No. 57	8,445,000	1.39%	117,386
School District No. 59	23,180,000	10.34%	2,396,812
School District No. 64	15,745,000	0.00%(4)	299
High School District No. 207	13,800,000	41.71%	5,755,980
High School District No. 214	31,670,000	3.75%	1,187,625
Harper Community College District No. 512	44,550,000	1.72%	766,760
<b>Total Schools</b>			<b>\$10,945,775</b>
<b>Other</b>			
Cook County	3,013,080,000	1.55%	46,702,740
Cook County Forest Preserve District	117,720,000	1.55%	1,824,660
Metropolitan Water Reclamation District	1,392,699,075	1.58%	22,004,645
Eik Grove Park District	10,632,000	0.81%	86,119
Des Plaines Park District	8,369,400	92.89%	7,774,366
HL Prospect Park District	6,875,000	18.93%	1,301,438
<b>Total Others</b>			<b>\$79,693,936</b>
<b>Total Overlapping Debt</b>			<b>\$90,639,712</b>

- Notes: (1) Source: Cook County Clerk.  
(2) As of December 31, 2008.  
(3) Percentage based on 2007 EAV's.  
(4) Percentage equals 0.0019%.

**Statement of Bonded Indebtedness(I)**  
(As of December 31, 2008)

	Amount Applicable	Ratio To		Per Capita (2000 Census 56,945)
		Equalized Assessed	Estimated Actual	
City EAV of Taxable Property, 2007	\$2,467,463,828	100.00%	83.83%	\$ 43,330.65
Estimated Actual Value, 2007	\$7,402,391,484	300.00%	100.00%	\$129,991.95
Total Direct Bonded Debt	\$ 82,020,000	3.32%	1.11%	\$ 1,440.34
Less: Self Supporting	(77,157,785)	(3.13%)	(1.04%)	(1,354.95)
Net Direct Debt	\$ 4,862,215	0.20%	0.07%	\$ 85.38
Overlapping Bonded Debt:				
Schools	\$ 10,945,775	0.44%	0.15%	\$ 192.22
Other	79,693,938	3.23%	1.08%	1,399.49
Total Overlapping Bonded Debt	\$ 90,639,713	3.67%	1.22%	\$ 1,591.71
Total Direct and Overlapping Bonded Debt	\$ 95,501,928	3.87%	1.29%	\$ 1,677.09

Note: (1) Source: Cook County Clerk

**PROPERTY ASSESSMENT AND TAX INFORMATION**

**City Equalized Assessed Valuation(I)**

Property Class	Levy Years					2007
	2003	2004(2)	2005	2006	2007	
Residential	\$ 820,152,717	\$ 968,854,535	\$1,048,729,126	\$1,058,297,899		Detail
Farm	0	0	0	0		Not
Commercial	435,374,304	466,225,897	486,965,767	456,777,248		Available
Industrial	504,398,708	538,079,254	562,477,260	553,576,732		
Railroad	1,000,971	1,254,325	1,277,551	1,417,627		
Total	\$1,760,934,700	\$1,974,454,012	\$2,099,449,704	\$2,110,069,506	\$2,467,463,828	
Percent Change (+/-)	(0.92%)(3)	12.13%	6.33%	0.51%	16.94%	

Notes: (1) Source: Cook County Clerk.  
(2) Levy year was a triennial reassessment year.  
(3) Percentage change based on 2002 EAV of \$1,777,231,482

**Equalized Assessed Valuation by Township(I)**

	2007			
	Elk Grove	Maine	Wheeling	Total
Real Estate Property	\$405,527,634	\$2,014,285,677	\$46,033,120	\$2,465,846,431
Air Pollution Control District	0	1,042	0	1,042
Railroad Property	0	1,613,955	0	1,613,955
Total	\$405,527,634	\$2,015,900,674	\$46,033,120	\$2,467,463,828

Note: (1) Source: Cook County Clerk

**Representative Tax Rates(1)**  
(Per \$100 EAV)

City Rates:	Levy Years				
	2003	2004	2005	2006	2007
General Corporate(2)	\$0.8058	\$0.7776	\$0.7976	\$0.8621	\$0.7955
Public Library	0.2730	0.2680	0.2777	0.2940	0.2658
Bonds and Interest	0.0885	0.0740	0.0766	0.0657	0.0539
<b>Total City Rates(3)</b>	<b>1.1680</b>	<b>\$1.1200</b>	<b>\$1.1430</b>	<b>\$1.2220</b>	<b>\$1.1150</b>
Cook County	0.6300	0.5930	0.5330	0.5000	0.4460
Cook County Forest Preserve	0.0590	0.0500	0.0500	0.0570	0.0530
Metropolitan Water Reclamation District	0.3610	0.3470	0.3150	0.2840	0.2630
Maine Township	0.0790	0.0710	0.1210	0.1270	0.1140
School District Number 62	2.2280	2.4750	2.5010	2.6270	2.3500
High School District Number 207	2.0120	1.7950	1.7570	1.8260	1.6020
Community College Number 535	0.1860	0.1610	0.1580	0.1660	0.1410
Des Plaines Park District	0.4440	0.4270	0.3500	0.3560	0.3120
Other Districts	0.0950	0.0610	0.0280	0.0140	0.0200
<b>Total Tax Rates(4)</b>	<b>\$7.2620</b>	<b>\$7.1100</b>	<b>\$6.9660</b>	<b>\$7.1790</b>	<b>\$6.4160</b>

- Notes: (1) Source: Cook County Clerk.  
 (2) Includes Police and Firemen's Pension.  
 (3) As a home rule municipality, the City has no statutory tax rate limits.  
 (4) Representative tax rates for other government units are from Maine Township tax code 22028, which represents 65.99% of the City's 2007 EAV, the most recent available.

**City Tax Levies and Collections(1)**

Levy Year	Coll. Year	Taxes Levied	Total Collections(2)	
			Amount	Percent
2003	2004	\$15,333,356	\$15,109,920	98.54%
2004	2005	16,299,048	16,336,965	100.23%
2005	2006	17,583,947	17,578,485	99.97%
2006	2007	18,979,823	18,807,403	99.09%
2007	2008	20,322,683	20,312,823	99.95%

- Notes: (1) Source: Cook County Clerk and the City.  
 (2) Total Collections reflect all monies attributable to the specific tax but distributed to the taxing body over a period of time. This is updated annually by the County Treasurer and therefore is subject to revision as the treasurer makes allocations in the future. Excludes refunds and includes taxes held in reserve and interest earnings.  
 (3) Total tax levy does not include the "loss levy" of 3% for corporate purposes and 5% for debt service which is extended by the County to cover the County's operating costs. The City may receive a portion of this "loss levy", and therefore the percentage of levy collected may exceed 100%.  
 (4) Levy amount and collections refer only to City, and not the Library Component Unit.

## Large City Taxpayers(1)

Taxpayer Name	Product/Business	2007 EAV(2)
Universal Oil Products	Chemicals Manufacturer, Catalysts Research and Development	\$ 41,215,972
Dhare Lake Office Park LLC	Office Complex	34,150,259
MR Properties	Real Estate	22,770,812
Thompson Property Tax Group	Real Property	19,762,654
Juno Lighting	Lighting Products	18,212,048
Abbott Labs	Medical Laboratories	17,594,084
Crane & Norcross	Real Property	15,851,634
MLRP Messenger LLC	Real Property	14,497,582
Marriott Corp.	Real Property	14,297,696
First Washington Management	Real Property	13,597,064
<b>Total</b>		<b>\$212,339,805</b>
Ten largest as a percent of the District's 2007 EAV (\$2,467,463,828)		8.61%

- Notes: (1) Source: Cook County Clerk.  
 (2) Every effort has been made to reach and report the largest taxpayers. However, many of the taxpayers listed contain multiple parcels and it is possible that some parcels and their valuations have been overlooked. The 2007 EAV is the most current available.

### Statement of Net Assets Primary Government Governmental Activities

	Audited As of December 31				
	2003	2004	2005	2006	2007
<b>ASSETS:</b>					
Cash	\$ 7,652,359	\$ 5,294,764	\$ 4,935,594	\$ 14,985,550	\$15,736,253(1)
Investments	12,469,235	19,730,482	26,197,998	5,204,718	0
Receivables, Net of Allowances For Uncollectibles:					
Property Taxes	15,278,814	16,772,526	17,582,901	19,151,802	27,682,916
Accounts	3,156,900	986,284	1,226,592	1,214,281	1,310,872
Accrued Interest	99,740	90,421	110,584	10,696	7,327
Other Taxes	616,408	805,445	744,028	733,852	972,284
Other	202,377	143,394	112,020	265,908	225,058
Prepaid Expenses	878,668	688,787	697,840	680,591	642,821
Due from Other Governments	3,923,906	4,225,601	4,549,009	5,492,537	7,128,591
Pension Refund Receivable	0	0	0	0	757,933
Internal Balances	0	(1,954,021)	(3,231,704)	192,492	(133,574)
Deferred Charges	645,551	686,461	486,112	444,805	489,631
Net Pension Asset	348,700	332,310	285,275	0	754,373
Capital Assets Not Being Depreciated	66,272,709	67,234,130	76,656,600	73,612,205	72,301,854
Capital Assets, Net of Accumulated Depreciation	98,859,228	97,767,127	95,041,459	100,457,453	103,782,595
<b>Total Assets</b>	<b>\$210,404,595</b>	<b>\$212,803,711</b>	<b>\$225,394,708</b>	<b>\$222,446,900</b>	<b>\$231,157,934</b>
<b>LIABILITIES:</b>					
Accounts Payable	\$ 2,105,592	\$ 3,690,565	\$ 5,553,118	\$ 3,568,242	\$ 2,982,236
Accrued Liabilities	0	0	0	0	1,651,060
Accrued Payroll	348,018	750,149	660,003	236,277	0
Other Payables	17,174	110,382	33,433	881,506	0
Accrued Interest Payable	280,063	391,888	749,768	370,573	344,664
Unearned Revenue	15,901,356	17,042,855	17,812,056	19,423,597	25,867,503
Deposits Payable	11,473	33,036	47,410	162,062	147,469
Short Term Notes Payable	0	0	0	0	5,500,000
Claims Payable	72,666	0	0	0	0
Accrued Pension Contributions	14,847	713,236	1,501,945	378,235	495,186
Net Pension Obligation	0	0	0	391,723	0
Non Current Liabilities:					
Due Within One Year	6,623,966	7,482,328	6,602,538	7,093,508	8,016,910
Due in More Than One Year	64,830,834	77,010,304	96,218,059	89,656,957	81,715,789
<b>Total Liabilities</b>	<b>\$90,205,989</b>	<b>\$107,224,743</b>	<b>\$129,178,329</b>	<b>\$122,162,680</b>	<b>\$126,721,816</b>
<b>NET ASSETS:</b>					
Investment in Capital Assets, Net of Related Debt	\$101,112,363	\$ 92,567,545	\$ 80,553,806	\$ 84,159,240	\$ 94,992,957
Restricted For:					
Streets and Highways	658,868	885,973	292,421	0	0
Public Safety	1,872,914	1,879,351	1,624,728	1,426,250	1,721,918
Economic Development	4,126,368	7,932,906	7,511,810	4,252,562	3,076,575
Debt Service	5,237,595	1,982,848	450,584	51,727	39,857
Unrestricted	7,190,499	330,345	5,783,030	10,394,451	4,594,811
<b>Total Net Assets</b>	<b>\$120,198,606</b>	<b>\$105,578,968</b>	<b>\$ 96,216,379</b>	<b>\$108,284,220</b>	<b>\$104,438,110</b>

Note: (1) Includes cash and investments.

**Statement of Activities  
Governmental Activities  
Net (Expense) Revenue and Changes in Net Assets**

Functions/Programs	Audited Year Ended of December 31				
	2003	2004	2005	2006	2007
<b>Primary Government</b>					
General Government.....	\$ (2,266,275)	\$ (5,732,749)	\$ (1,375,338)	\$ (3,196,902)	\$ (7,580,958)
Public Safety.....	(24,696,921)	(26,281,463)	(27,611,899)	(30,509,368)	(27,935,116)
Public Works.....	(5,641,899)	(6,288,513)	(6,471,093)	(6,057,064)	(7,094,915)
Streets and Highways.....	(2,728,171)	1,040,060	(5,179,481)	(7,742,903)	(1,640,135)
Economic Development.....	(5,821,769)	(11,922,033)	(7,507,839)	(2,172,297)	(1,765,126)
Interest.....	(2,925,987)	(3,337,330)	(4,610,023)	(4,049,875)	(4,172,033)
<b>Total Governmental Activities(1)</b>	<b>\$(44,071,012)</b>	<b>\$(52,522,020)</b>	<b>\$(52,755,672)</b>	<b>\$(53,728,429)</b>	<b>\$(50,189,293)</b>
<b>General Revenues:</b>					
<b>Taxes:</b>					
Property.....	\$ 17,002,913	\$ 17,828,162	\$ 19,949,024	\$ 22,115,583	\$ 23,773,249
Replacement.....	716,865	821,910	1,193,354	1,238,962	1,530,070
Sales.....	7,845,715	7,806,132	8,104,425	9,220,053	9,265,270
Utility.....	2,410,726	2,358,182	2,594,534	2,579,105	2,510,644
Income.....	3,870,529	3,644,821	4,284,621	5,197,409	5,296,209
Home Rule Sales.....	3,828,194	3,952,935	4,119,582	4,887,637	5,735,928
Food and Beverage Tax.....	795,868	769,662	807,421	933,162	964,590
Hotel/Motel.....	670,314	706,308	789,748	1,242,613	1,298,403
Real Estate Transfer.....	973,516	1,004,785	1,114,479	1,186,212	975,339
Local Option Motor Fuel.....	631,940	1,052,946	929,005	1,527,438	0
Other.....	1,951,501	1,967,450	1,982,000	2,541,496	3,454,589
Investment Income.....	276,627	569,439	895,113	1,445,862	816,908
Miscellaneous.....	2,134,017	130,091	181,237	246,840	256,990
Gain (Loss) on Sale of Capital Assets.....	(69,879)	81,816	45,300	3,479,486	0
Contributions.....	29,040	0	0	0	0
Transfers.....	192,120	(4,746,515)	(847,230)	(45,809)	210,074
Component Unit Transfers.....	12,531	0	0	0	0
<b>Total.....</b>	<b>\$ 43,282,457</b>	<b>\$ 37,948,124</b>	<b>\$ 46,142,613</b>	<b>\$ 57,796,269</b>	<b>\$ 56,128,263</b>
<b>Change in Net Assets.....</b>	<b>(788,575)</b>	<b>(14,573,904)</b>	<b>(6,613,059)</b>	<b>4,067,840</b>	<b>5,938,970</b>
Prior Period Adjustments.....	0	(45,734)	(2,749,530)	0	0
<b>Net Assets, January 1.....</b>	<b>120,987,181</b>	<b>120,198,605</b>	<b>105,578,968</b>	<b>96,216,390</b>	<b>98,497,147(2)</b>
<b>Net Assets, December 31.....</b>	<b>\$120,198,606</b>	<b>\$105,578,968</b>	<b>\$ 96,216,379</b>	<b>\$100,284,230</b>	<b>\$104,436,118</b>

Notes: (1) Expenses less Charges for Services, Operating Grants and Capital Grants  
(2) As restated.

**General Fund  
Balance Sheet**

Audited as of December 31

ASSETS:	2003	2004	2005	2006	2007
Investments .....	\$ 2,702,045	\$ 5,151,774	\$ 3,890,569	\$ 1,884,571	\$4,330,902(1)
Cash and Equivalents .....	2,442,978	250,151	307,994	2,435,869	0
Receivables:					
Accounts .....	505,028	582,391	749,053	761,344	879,919
Property Taxes .....	13,776,978	15,276,061	15,180,024	17,790,784	20,514,658
Sales Taxes .....	0	0	666,364	658,093	891,651
Other Receivables .....	629,213	641,170	111,024	202,972	183,530
Accrued Pension Contributions .....	0	0	0	0	757,933
Accrued Interest .....	14,440	18,951	11,126	859	460
Due From Other Governments .....	2,809,634	2,906,680	3,101,973	4,198,467	5,473,114
Due From Other Funds .....	1,625,778	941,985	4,591,084	4,509,152	7,028,745
Prepaid Items .....	20,997	14,104	12,159	5,900	0
Total Assets .....	<u>\$21,526,191</u>	<u>\$26,023,267</u>	<u>\$29,621,390</u>	<u>\$32,448,019</u>	<u>\$40,060,822</u>
LIABILITIES AND FUND EQUITY:					
Liabilities:					
Accounts Payable .....	\$ 1,005,908	\$ 1,048,512	\$ 1,068,918	\$ 1,720,276	\$ 1,551,048
Accrued Payroll .....	346,027	746,647	695,206	884,290	0
Other Payables .....	17,174	17,662	33,433	135,650	1,321,971
Deferred Revenue .....	14,077,307	15,355,442	16,405,846	18,808,683	100,000
Due to Other Funds .....	14,847	0	2,744,893	2,738,043	21,258,115
Short-Term Notes Payable .....	0	0	0	0	1,875,689
Compensated Absences Payable .....	0	0	0	0	5,500,000
Accrued Pension Contributions .....	0	713,236	1,501,945	378,235	496,166
Total Liabilities .....	<u>\$15,461,343</u>	<u>\$17,881,459</u>	<u>\$22,400,321</u>	<u>\$24,665,179</u>	<u>\$32,104,000</u>
Fund Equity:					
Reserved .....	\$ 20,097	\$ 14,104	\$ 12,159	\$ 3,853,331	\$ 6,881,187
Unreserved .....	9,044,751	8,127,664	7,208,910	3,929,809	1,075,635
Total Fund Equity .....	<u>\$ 9,064,848</u>	<u>\$ 8,141,768</u>	<u>\$ 7,221,069</u>	<u>\$ 7,782,840</u>	<u>\$ 7,956,822</u>
Total Liabilities and Fund Equity .....	<u>\$21,526,191</u>	<u>\$26,023,267</u>	<u>\$29,621,390</u>	<u>\$32,448,019</u>	<u>\$40,060,822</u>

Note: (1) Includes cash and equivalents.

## General Fund Revenues and Expenditures

Audited as of December 31

REVENUES:	2003	2004	2005	2006	2007
Taxes .....	\$27,949,038	\$20,099,129	\$21,723,494	\$23,461,237(1)	\$26,744,951
Licenses and Permits .....	3,702,235	4,649,570	5,035,156	4,087,868	3,837,256
Intergovernmental .....	4,591,416	13,314,150	14,466,315	16,169,175(1)	16,361,110(2)
Charges for Services .....	2,770,366	2,981,739	3,198,838	3,472,029	4,352,399
Fines and Forfeits .....	971,523	821,080	805,710	999,024	955,254
Investment Income .....	97,526	135,765	300,596	394,117	189,976
Miscellaneous .....	189,861	236,775	119,941	170,247	222,276
<b>Total Revenues .....</b>	<b>\$40,271,966</b>	<b>\$42,238,238</b>	<b>\$45,650,659</b>	<b>\$48,773,697</b>	<b>\$52,692,222</b>
<b>EXPENDITURES:</b>					
<b>Current:</b>					
General Government .....	\$ 4,675,420	\$ 5,502,261	\$ 6,425,705	\$ 6,835,983	\$ 7,139,666
Public Safety .....	24,068,944	27,492,553	28,817,121	30,816,836	30,387,962
Public Works .....	7,805,766	8,614,884	9,329,949	9,526,298	7,296,210
Streets and Highways .....	719,254	759,230	835,979	927,067	5,307,000
Economic Development .....	535,487	667,840	571,504	815,210	692,330
<b>Total Expenditures .....</b>	<b>\$37,805,871</b>	<b>\$43,031,768</b>	<b>\$45,980,259</b>	<b>\$48,922,444</b>	<b>\$50,818,168</b>
Excess (Deficiency) of Revenues Over Expenditures .....	\$ 2,466,095	\$ (793,530)	\$ (330,299)	\$ (148,747)	\$ 1,874,054
Other Financing Sources (Uses), net .....	2,135,700	(360,000)	(695,000)	710,516	(1,395,000)
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses .....	\$ 4,602,795	\$(1,153,530)	\$(1,025,299)	\$ 561,771	\$ 479,054
Balance, January 1 .....	\$ 4,462,053	\$ 9,064,848	\$ 8,141,768	\$ 7,221,069	\$ 7,477,763(3)
Residual Equity Transfers In/ Prior Period Adjustment .....	0	230,450	104,600	0	0
<b>Balance, December 31 .....</b>	<b>\$ 9,064,848</b>	<b>\$ 8,141,768</b>	<b>\$ 7,221,069</b>	<b>\$ 7,782,840</b>	<b>\$ 7,956,822</b>

- Notes: (1) Home-rule sales taxes in the amount of \$766,110 are included in intergovernmental.  
 (2) Home-rule sales taxes in the amount of \$773,885 are included in intergovernmental.  
 (3) As restated

## General Fund Budget and Interim Information

	Budget Fiscal Year 2008
<b>REVENUES:</b>	
Taxes .....	\$29,614,150
Licenses & Permits .....	4,339,400
Intergovernmental .....	16,299,000
Charges for Services .....	4,837,588
Fines and Forfeits .....	1,007,150
Investment Income .....	165,000
Other .....	112,600
<b>Total Revenues .....</b>	<b>\$56,374,888</b>
<b>EXPENDITURES:</b>	
General Government .....	\$ 7,769,759
Public Safety .....	31,667,835
Economic Development .....	4,505,491
Public Works .....	6,359,884
Streets & Highways .....	4,992,734
<b>Total Expenditures .....</b>	<b>\$55,292,963</b>

Note (1) Source: the City.

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