

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT
OF THE
CITY OF DES PLAINES, ILLINOIS**
Year Ended December 31, 2009

Prepared by the Finance Department

Dorothy Wisniewski
Director of Finance

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CITY OF DES PLAINES

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INTRODUCTORY SECTION

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City of Des Plaines

1420 Miner Street
Des Plaines, IL 60016
Tel: 847-391-5300
Fax: 847-391-5402

June 25, 2010

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

The Comprehensive Annual Financial Report of the City of Des Plaines, Illinois, for the fiscal year ended December 31, 2009, 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 Baker, Tilly, Virchow, Krause, LLP, a firm of independent certified public accountants. The independent auditor concluded that there was a reasonable basis for rendering an unqualified ("clean") opinion on the City of Des Plaines' financial statements for the year ended December 31, 2009. 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. MD&A complement this letter of transmittal and should be read in conjunction with it.

Profile of the City of Des Plaines

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 a 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.

Local Economy

Major industries located within the City's boundaries or in close proximity include Universal Oil Products, a chemical engineering company, Swissport USA, Inc, an international airline cargo service provider, Holy Family Medical Center and Oakton Community College. Des Plaines is home to over 600 businesses, commercial and retail establishments. More than 37,000 jobs are generated by Des Plaines based businesses attesting to its economic strength. Of those jobs, 17 percent are in the manufacturing sector, 14 percent are in the healthcare and social assistance and 11 percent are in the wholesale and retail trades.

Des Plaines' unemployment rate remained relatively stable over the last 10 years; however, it has risen to 10.1 percent in 2009 due to the economic recession. Between 2000 and 2009, the average unemployment rate was 5.9 percent with a high of 8.0 percent and a low of 4.1 percent.

The economic climate during 2009 continued to define the level of development activity. An analysis of building permit applications provides the context: the declared value of building permit activity declined nearly 43%, from \$70 million in 2008 to \$40 million in 2009; the number of permits declined only 7% during 2009, however, indicating that while the *level* of building activity remained relatively constant, the *scope* of activity was significantly less, reflecting the reduced availability of credit for capital projects.

Financing difficulties have delayed construction on commercial development projects involving hotels in the O'Hare submarket. A total of four hotels, two Marriott flags and two Hyatt flags have received all regulatory approvals but have proceeded no further. Residential construction activity has similarly stopped in a number of areas. However, despite the overall pattern, there are projects that are moving forward to completion.

The Lexington Park residential project, featuring 120 townhome units, began construction in 2009 and is currently at 40% completion; this project is continuing to finish units. Similarly, the Everleigh residential project, a 144-unit, \$40 million condominium project in the downtown area, continued build-out activity and closed on the first units during 2009. Within the industrial sector, Nippon Express, which completed and occupied a 155,000 square foot air freight forwarding facility in 2008, began site preparation work for a companion, 142,000 square foot logistics facility to house its ocean cargo branch in 2009. With demolition and site preparation activity completed during 2009, construction of the new facility is scheduled for the first quarter of 2010.

Finally, the \$1.1 billion Des Plaines Casino project completed all engineering and design work during 2009 in preparation for construction groundbreaking in April of 2010. The first phase of the project, featuring a 1,200-position gaming facility and 1,500-car parking structure, is valued at \$400 million, and it will serve as the catalyst to further development activity on commercial sites adjacent to the gaming facility.

Long-Term Financial Planning

The City's fund balance policy provides that the operating reserve shall equal at least 25% of the annual expenditures for the General Fund. At December 31, 2009, the fund balance in the General Fund totaled \$12,986,225, representing approximately 24.1 percent of total General Fund expenditures for Fiscal Year 2009, and therefore, was below the 25 percent policy guideline set by the City Council. Of this operating reserve amount, \$4,174,231 (7.8%) was undesignated and available to fund future programs and services, which is significantly below the 25 percent level. This continues to pose significant constraints on future fiscal operations, as well as the ability to maintain the City's bond rating and the funding needed to address unexpected changes in the economy, shortfalls in projected revenues or other unforeseen expenditures. Following its recent review of the City of Des Plaines' strategic plan, the Council now plans to monitor General Fund expenditures even more closely in order to reduce the amount that will need to be borrowed by the City to finance future developments.

In recent years, the City Council has implemented several new sources of revenue and taken other action to ensure the long-term financial stability of the community. In 2008, the City increased the telecommunication tax from 3 percent to 6 percent. The hotel/motel tax for the City was raised from 5% to 7%. In addition to the aforementioned 7% tax; Des Plaines also has a privilege tax of an additional 4% for areas defined as the O'Hare Corridor. In 2006, the City conducted a special census which resulted in a 1,765 increase in its population tally that resulted in a corresponding increase in its share of the State of Illinois's income tax and motor fuel tax receipts. The Casino, which will begin construction in 2010, is expected to provide a significant source of sales tax, food and beverage tax, and hotel/motel tax for years to come.

Relevant Financial Policies

To help ensure its continual ability to meet immediate and long-term service objectives, the City adopted and adheres to several financial policies. These policies govern the allocation and management of resources. Some of the more prominent policies include the following:

- An investment policy, providing for a high investment return while protecting principal;
- A purchasing policy, setting forth the procedures for ensuring that the best products and services are received at the lowest possible price;
- A policy requiring a quarterly review of revenues and expenditures compared to budget, ensuring that the City Council is aware of major variances;
- A capital policy, setting forth the thresholds for capital assets; and
- A fund balance policy, setting forth the benchmark reserve levels to be maintained in the various funds to ensure proper working capital; i.e. rainy-day funds are maintained to protect against unforeseen economic events.

Major Initiatives

The City of Des Plaines Staff and the City Council were responsive to the economic downturn that started in 2008 and worked on reducing operational expenditures during 2009 without eliminating any significant services or programs. The fiscal year ended December 31, 2009 saw several accomplishments and major initiatives come to fruition, including:

- The City Manager's office completed strategic planning initiatives with the City Council and senior management staff, developing a Strategic Plan that identifies goals and priorities for the next few years.
- The City reorganized the Public Works and Engineering functions of the City, creating the Department of Public Works and Engineering.
- The Finance Department completed bond refinancing to ensure the City's debt service costs are maintained at the lowest possible levels and reaffirmed the City's Moody's Investment Services credit rating.
- The GIS department implemented a public use mapping application on the City's web site and migrated to the new ESRI ArcGIS 9.3 system.
- The Community and Economic Development department completed the Oakton/Elmhurst Road commercial corridor planning and completed the public planning portion of the Five Corners TIF district redevelopment plan.
- The Public Works and Engineering department completed the Lee Street sanitary sewer replacement, Oakton Street storm water pumping station rehabilitation and construction at Peace Pole Park.
- The Police Department continues to develop the wireless reporting project, revised the administrative hearing program and amended the City Code to include more ordinance violations that could be brought before the hearing officer (i.e. underage drinking, pedestrian railroad gate violations and tobacco infractions).
- The Fire Department developed and implemented an infectious disease program that involves the monitoring of quality care for patients and employees by medical facilities, The Department of Public Health and allied healthcare agencies.

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, 2008. This was the twenty-ninth 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 Stowinski
 Acting 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, 2008

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.



President

Executive Director



Legislative

Martin J. Moylan, Mayor

Gloria J. Ludwig, City Clerk

City Council

Patricia Haugeberg – First Ward

James Brookman – Fifth Ward

John Robinson – Second Ward

Mark Walsten – Sixth Ward

Matthew Bogusz – Third Ward

Dan W. Wilson – Seventh Ward

Jean Higgason – Fourth Ward

Rosemary Argus – Eighth Ward

Administration

Assistant City Manager/Acting City Manager.....Jason Slowinski

City AttorneyDavid R. Wiltse

Director of Finance Dorothy Wisniewski

Chief of Police Jim Prandini

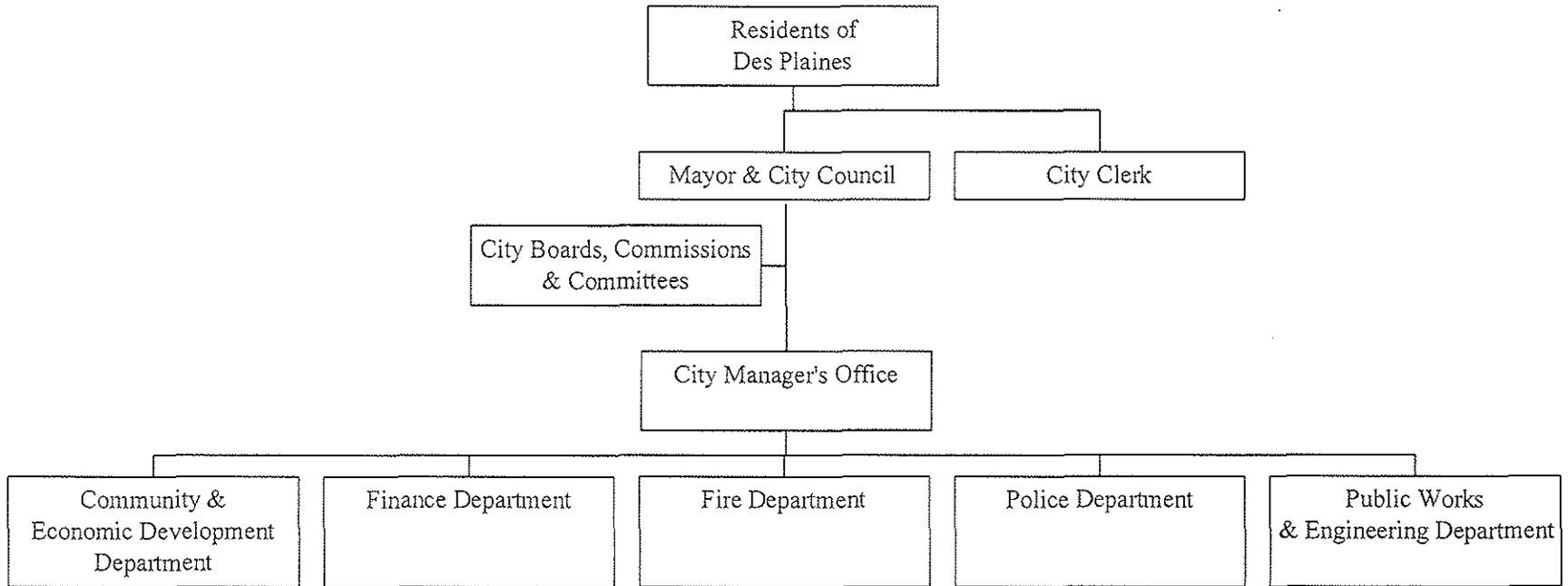
Fire Chief Alan Wax

Director of Public Works & Engineering Timothy Oakley

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



City of Des Plaines



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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, Illinois 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, 2009, which collectively comprise City of Des Plaines 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 as of December 31, 2009, 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 discussed in Note III H to the financial statements, the 2009 beginning net assets for the business-type activities has been restated due to the determination that the E-911 Emergency Communications fund was a joint venture and therefore had been included in the prior year as a fund of the City in error.

In accordance with Government Auditing Standards, we have also issued a report dated June 25, 2010 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 required supplementary information as listed in the table of contents is not a required part of the basic financial statements but is 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, supplementary information, 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 information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statement for the year ended December 31, 2009 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, 2008, which are not presented with the accompanying financial statements. In our report dated May 28, 2009, 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 2008 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, 2008, taken as a whole.

Baker Tilly Virchow Krause, LLP

Oak Brook, Illinois
June 25, 2010

REQUIRED SUPPLEMENTARY INFORMATION

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CITY OF DES PLAINES, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2009

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 \$3,442,630 (2.30%) during the fiscal year ending December 31, 2009.
- The governmental net assets increased by \$4,809,312 (4.35%) and the business-type activities net assets decreased by \$1,366,682 (3.58%).
- The City's combined Governmental Funds ending fund balance increased \$2,853,551 (31.23%) as of December 31, 2009, primarily due to increase in general fund undesignated balance.
- The General Fund ending fund balance increased \$3,615,914 or 38.1% over prior year.
- At the end of the current fiscal year, unreserved fund balance for the General Fund was \$4,174,231 or 7.66% of General Fund expenditures. This was an increase of \$2,943,975, or 235.61% from the previous year.
- Total primary government general revenues decreased from \$60,284,442 to \$58,775,269, primarily due to decreased revenue received from sales and income taxes.
- General Fund revenues were below budgeted amounts by \$741,779, while General Fund expenditures were below budgeted amounts by \$832,609 primarily due to the strict budget control.

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 is available 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.

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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/sewer system and parking facilities 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 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 inter-fund 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 21 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 two propriety funds is considered a major fund of the City and is presented in a separate column in the Fund Financial Statements. Both 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.

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 \$151,146,182 as of December 31, 2009.

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 - This will increase current assets and long-term debt.
3. Spending Borrowed Proceeds on New Capital - This 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 - This 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.

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5. Principal Payment on Debt - This 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 - This 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, 2009

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total Primary Government</u>	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Assets						
Current Assets	\$ 60,591,019	\$ 51,086,647	\$ 7,756,208	\$ 8,216,758	\$ 68,347,227	\$ 59,303,405
Non Current	1,273,917	945,313	12,571	17,957	1,286,488	963,270
Capital Assets	<u>173,544,507</u>	<u>175,349,249</u>	<u>32,171,161</u>	<u>32,720,799</u>	<u>205,715,668</u>	<u>208,070,048</u>
Total Assets	<u>235,409,443</u>	<u>227,381,209</u>	<u>39,939,940</u>	<u>40,955,514</u>	<u>275,349,383</u>	<u>268,336,723</u>
Liabilities						
Current Liabilities	42,333,465	33,910,815	1,407,745	1,581,460	43,741,210	35,492,275
Long-term Liabilities	<u>78,725,838</u>	<u>83,929,566</u>	<u>1,736,153</u>	<u>1,585,697</u>	<u>80,461,991</u>	<u>85,515,263</u>
Total Liabilities	<u>121,059,303</u>	<u>117,840,381</u>	<u>3,143,898</u>	<u>3,167,157</u>	<u>124,203,201</u>	<u>121,007,538</u>
Net Assets						
Invested in Capital Assets,						
Net of Debt	106,143,382	100,771,214	30,743,586	30,967,440	136,886,968	131,738,654
Restricted	3,610,610	2,049,450	-	-	3,610,610	2,049,450
Unrestricted	<u>4,596,148</u>	<u>6,720,164</u>	<u>6,052,456</u>	<u>7,195,284</u>	<u>10,648,604</u>	<u>13,915,448</u>
Total Net Assets	<u>\$ 114,350,140</u>	<u>\$ 109,540,828</u>	<u>\$ 36,796,042</u>	<u>\$ 38,162,724</u>	<u>\$ 151,146,182</u>	<u>\$ 147,703,552</u>

The City's combined net assets increased to \$151,146,182 from \$147,703,552; this represents an increase of \$3,442,630 from the prior year. Net assets of the City's governmental funds were \$114,350,140 and net assets for the City's Business-type Activities were \$36,796,042. The Business-type Activities were restated to reflect exclusion of the Emergency Communications (E911) Fund from the City's Business-type activities. The City's total net assets for Governmental Activities increased \$4,809,312 while total net assets for the City's Business-type Activities decreased \$1,366,682. 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 \$4,596,148. The City can use the unrestricted Business-type Activities net assets of \$6,052,456 to finance the continuing operation of its water/sewer and parking programs.

By far the largest portion of the City's net assets \$136,886,968 (90.6%) 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 \$3,610,610 (3.2%) represents resources that are subject to external restrictions on how they may be used.

For more detailed information see the Statement of Net Assets.

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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 - This 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.

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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, 2009

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2009	2008	2009	2008	2009	2008
Revenues						
Program Revenues						
Charges for Services	\$ 15,701,809	\$ 11,992,261	\$ 11,232,887	\$ 12,074,715	\$ 26,934,696	\$ 24,066,976
Operating Grants	1,970,206	3,212,671	-	153,853	1,970,206	3,366,524
Capital Grants	438,582	232,175	-	-	438,582	232,175
General Revenues						
Property Taxes	27,934,061	26,700,637	-	-	27,934,061	26,700,637
Other Taxes	29,259,123	31,906,006	-	-	29,259,123	31,906,006
Other Revenue	1,556,428	1,616,560	25,657	59,976	1,582,085	1,676,536
Total Revenues	76,860,209	75,660,310	11,258,544	12,288,544	88,118,753	87,948,854
Expenses						
General Government	8,913,451	5,268,048	-	-	8,913,451	5,268,048
Public Safety	36,457,403	36,126,401	-	-	36,457,403	36,126,401
Public Works	9,608,620	10,520,898	-	-	9,608,620	10,520,898
Streets and Highways	10,807,891	11,260,079	-	-	10,807,891	11,260,079
Economic Development	2,184,724	3,504,617	-	-	2,184,724	3,504,617
Interest	3,984,468	4,031,768	-	-	3,984,468	4,031,768
Water/Sewer	-	-	11,831,289	11,038,869	11,831,289	11,038,869
Parking	-	-	888,277	1,034,814	888,277	1,034,814
Total Expenses	71,956,557	70,711,811	12,719,566	12,073,683	84,676,123	82,785,494
Excess (deficiency)						
Before Transfers	4,903,652	4,948,499	(1,461,022)	214,861	3,442,630	5,163,360
Transfers	(94,340)	156,211	94,340	(30,721)	-	125,490
Changes in Net Assets	4,809,312	5,104,710	(1,366,682)	184,140	3,442,630	5,288,850
Beginning Net Assets (as restated)	109,540,828	104,436,118	38,162,724	37,978,584	147,703,552	142,414,702
Ending Net Assets	\$ 114,350,140	\$ 109,540,828	\$ 36,796,042	\$ 38,162,724	\$ 151,146,182	\$ 147,703,552

(See independent auditor's report)

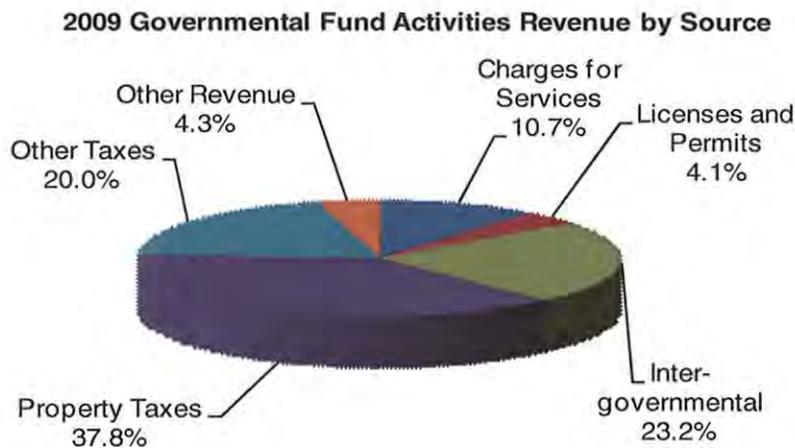
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Current Year Impacts

Governmental Activities

Revenues:

For the fiscal year ended December 31, 2009, revenues from Governmental Funds totaled \$73,965,783. During the fiscal year property taxes continue to be the City's single largest revenue source coming in at \$27,934,061 and representing 37.8% of total Governmental Fund revenue. Intergovernmental revenue inclusive of sales tax, and shared state income tax revenues as well as state and federal grants totals \$17,142,000 representing 23.2% of the total Governmental Fund revenue. Other taxes such as local utility tax, food and beverage tax, hotel motel tax, real estate transfer and telecommunications tax total \$14,805,061 and represent 20.0% of the total revenue.



The City increased its property tax levies for general operations, police and fire pension, and debt service from a 2007 tax levy extension in 2008 of \$20,957,716 to a 2008 tax levy extension in 2009 of \$21,826,856, an increase of \$869,140 or 4.1%. 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. The Debt service reliance on the property tax decreased by \$10,377 or less than one percent. Furthermore, the assessed value of property increased by 6.53%.

Equalized Assessed Valuation

<u>Levy Year</u>	<u>Total</u>
2008	\$ 2,628,588,594
2007	\$ 2,467,463,828
Increase	\$ 161,124,766
% Increase	6.53%

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The General Fund state-per-capita shared revenues for income tax and use tax decreased by \$1,599,919 or 24.95%.

<u>State-Shared Tax</u>	<u>Fiscal Year 2009</u>	<u>Fiscal Year 2008</u>	<u>Increase / (Decrease)</u>
State Income Tax	\$ 4,091,933	\$ 5,551,206	\$ (1,459,273)
Use Tax	721,137	861,783	(140,646)
Total	<u>\$ 4,813,070</u>	<u>\$ 6,412,989</u>	<u>\$ (1,599,919)</u>

The City's sales tax revenue (one percent share of the State collected tax) decreased 9.6% during the fiscal year.

<u>Year</u>	<u>Received</u>	<u>Change</u>	<u>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%
2009	\$ 8,271,828	\$ (876,161)	-9.6%

Expenditures:

For the fiscal year ended December 31, 2009, expenditures from Governmental Funds totaled \$73,931,936. This was a decrease of \$3,378,021 (4.3%) from last year. Public safety expenses represented 48.3% of the total, with public works activity accounting for 9.0% and debt service at 14.02%. General government expenses were \$7,464,278 or \$81,706 lower than prior year, primarily due to the reduction in salaries, contractual services and capital projects.

Business-Type Activities

❖ The City of Des Plaines purchases its water from the City of Chicago. In 2009 the City passed on a 15% water rate increase imposed by the City of Chicago resulting in the current water rate charge of \$3.228 per 100 cubic feet. Water and Sewer fund revenue decreased by \$943,602 (7.9%), primarily due to the reduced level of consumption by the residents becoming more judicious and an increase in foreclosures affecting the total volume of water used. Expenditures on the other hand increased by \$829,631 (7.6%) as a result of an increase in salaries, benefits and the cost of commodities. The reduction in revenues and increase in expenditures had a negative effect on the net assets and resulted in an \$894,555 (3.9%) decline at the end of the year.

❖ The Metro lots revenues decreased by \$47,372 (15%) because the City did not receive a reimbursement for the maintenance of the Library parking deck. Expenditures were down by \$146,706 (14.2%) primarily due to decrease in spending on the contractual services and commodities as well as reduction in depreciation expense. Net assets also decreased by \$526,518 (3.6%), from \$14,730,246 in 2008 to \$14,203,728 in the current year primarily due to the current year operating losses.

❖ There are four municipalities (Park Ridge, Morton Grove, Niles, and Des Plaines) that share the costs of the Emergency Communications Fund (E-911). The E-911 fund was removed from the City's financial statements because it was determined in the current year that due to the structure of the organization, that the organization was a joint venture and not a fund of the City.

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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, 2009; the Governmental Funds reported a combined fund balance of \$11,846,596. This was an increase of \$2,853,551, or 31.2% primarily due to the reduced level of expenditures in General Fund, Downtown (TIF #1) and Mannheim/Higgins (TIF #6).

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 \$3,615,914, or 38.1% to \$12,986,225, and the unreserved undesignated portion of the General Fund increased from \$1,230,256 in 2008 to \$4,174,231 in 2009. 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 7.7% of total General Fund expenditures, while total fund balance represents 24.1% of the same amount. General Fund revenues decreased by \$1,294,774 (2.3%), key factors are as follows:

- For FY 2009 the total property tax levy increased by 1%, and resulted in \$526,886 of additional 2009 tax revenue, but the full increase is attributable to the Police and Fire Pensions contributions. This revenue is used to fund operations of the City as well as Police and Fire pension funds.
- The majority of the other tax revenue comes from utility tax, telecommunication tax, hotel/motel tax and home rule sales tax. In 2009 other tax revenue declined by \$352,916 primarily due to the economic conditions and lower than expected revenue from utility and home rule sales tax. Telecommunication tax revenue increased by \$863,691 in 2009 because it was a full year after the rate was increased from 3% to 6%.
- Intergovernmental revenue sources resulted in General Fund cumulative decrease of \$3,196,586 as a direct impact of the decline in national economy and reduced share of revenue from state income, use, personal property and a decline in sales tax.
- Revenue from other sources such as licenses and permits, public charges for services, fines and forfeits remained relatively stable. The charges for services include \$905,287 in E-911 fees that were not included in 2008 General Fund revenue.

Total General Fund expenditures were down by \$1,169,279 as a result of the management's continuing effort to reduce government spending through reductions in work force and contractual obligations.

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 \$1,023,593 and \$(5,255,258) respectively. The negative impact on the City's 2009 total governmental fund balance is primarily due to a deficit fund balance in TIF #6 related to the debt service costs for the land purchased in 2007 for a redevelopment project, due to the economic conditions, the expected development of four major hotels has been on hold for the last two year.

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 2009. The fund balance declined by \$1,377,995 during the current fiscal year to a fund balance deficit of \$474,896. This decrease is a result of the expenditures continuing to be higher than revenue from federal and state grants and debt service costs are not being covered by the property tax revenue.

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Proprietary Funds

The City's proprietary fund statements provide the same type of information found in the government-wide financial statements, but in more detail. The City reports the Water/Sewer and Parking System Funds as Major Proprietary Funds. At December 31, 2009 the Proprietary Funds total net assets were \$36,796,042, a decrease of \$1,366,682 (3.5%). In 2009 the net assets has been restated due to the removal of the E-911 Emergency Communications fund as it was determined that the structure of the organization was a joint venture and not a fund of the City.

The Water/Sewer Fund net assets were \$22,163,556, a \$894,555 decrease from 2008; of the total net assets \$16,625,601 is invested in capital assets net of related debt and \$5,537,955 is unrestricted. The Water/Sewer Fund net assets decreased mainly due to the decline in revenues and lower cash and receivable balances as well as increase in accounts payable at the end of 2009.

The Parking System Fund reported net assets of \$14,203,728, a decrease of \$526,518 primarily due to the increased amount of the accumulated depreciation; of the total net assets \$14,117,985 is invested in capital assets net of related debt and \$85,743 is unrestricted.

GENERAL FUND BUDGETARY HIGHLIGHTS

Table 3: 2009 General Fund Budgetary Highlights

	<u>Original and Final Budget</u>	<u>Actual</u>
Revenues	\$ 56,992,065	\$ 56,250,286
Expenditures	<u>54,618,637</u>	<u>53,824,372</u>
Excess of Revenues Over Expenditures	<u>2,373,428</u>	<u>2,425,914</u>
Other Financing Sources (Uses)	<u>1,190,000</u>	<u>1,190,000</u>
Net Changes in Fund Balance	<u>\$ 3,563,428</u>	<u>\$ 3,615,914</u>

General Fund actual revenues were \$741,779 or 1.3% below the budgeted amount while General Fund actual expenditures were \$832,609, or 1.5% lower than the budgeted amount, primarily due to the general state of the economy in 2009 and managements attempt to reduce the expenditures to bring them in line with the reduced level of revenue. The City continues to use conservative estimates of revenue based upon trend information.

CAPITAL ASSETS

The City's investment in capital assets for its Governmental and Business-Type Activities as of December 31, 2009, amounts to \$205,715,668 (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 \$2,354,381 or 1.1% primarily due to the increase in accumulated depreciation.

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Table 4: Capital Assets (net of depreciation)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2009	2008	2009	2008	2009	2008
Land	\$ 19,561,015	\$ 19,561,015	\$ 1,891,770	\$ 1,891,770	\$ 21,452,785	\$ 21,452,785
Construction In Progress	512,464	502,409	-	-	512,464	502,409
Land Right of Way	53,299,649	53,059,649	-	-	53,299,649	53,059,649
Buildings	21,792,634	21,792,634	18,966,509	18,966,509	40,759,143	40,759,143
Improvements	38,890,695	38,388,467	29,535,054	28,641,949	68,425,749	67,030,416
Equipment	2,711,322	2,711,322	305,833	305,833	3,017,155	3,017,155
Vehicles	7,682,609	7,774,396	166,354	181,810	7,848,963	7,956,206
Infrastructure	109,966,262	106,042,957	-	-	109,966,262	106,042,957
Less:						
Accum. Depreciation	(80,872,143)	(74,483,599)	(18,694,364)	(17,267,072)	(99,566,507)	(91,750,671)
Total	\$ 173,544,507	\$ 175,349,250	\$ 32,171,156	\$ 32,720,799	\$ 205,715,663	\$ 208,070,049

The Governmental Activities net capital assets decreased from last year by \$2,354,381. Included in capital spending was \$3,923,305 for the citywide streets, sidewalk and storm sewer improvements. Business-type activities capital spending included \$893,105 in water main and sanitary sewer replacements. Depreciation expense in the governmental and business-type activities totaled \$6,455,829 and \$1,442,743, 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 outstanding general obligation debt rating of Aa3 has been affirmed in October 2009 by Moody's Investors Service. In March 2010 Moody's recalibrated its long-term US municipal ratings to its global rating scale and assigned an Aa2 rating to the City's outstanding municipal bond issues. The City continues to plan to issue bonds for economic development purposes.

Existing Debt

The City's total general obligation debt outstanding at year-end is \$78,450,000. The general obligation bonded debt from governmental activities is \$76,995,000, of which only 4.7% is supported by property tax revenue and \$1,455,000 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 \$689,675; 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 \$459,597 in loans payable. The City has two equipment loans outstanding, in 2007 the City issued a \$400,000 (current balance \$209,597) equipment replacement loan and in 2009 a \$250,000 fire truck loan, both loans are paid from the operating funds of the Equipment Replacement Fund.

During the current fiscal year, the City issued 2009A and 2009B General Obligation Bonds. The \$5,430,000 Series 2009A Taxable GO Refunding (Capital Appreciation) bonds were issued to refund the outstanding portions of the Taxable General Obligation Bonds, Series 2003C and 2004B which relate to the debt issued for TIF #6. The Series 2009B Bonds were issued to refund the City's outstanding \$4,175,000 balance of G.O. Bonds, Series 1999 and to pay the costs of issuing the Series 2009B Bonds.

The City has retired \$12,963,546 of general bonded debt and notes payable from governmental activities and \$355,000 of the business-type activities debt. The City issued two new series of bonds subsequent to the year end on January 6, 2010. The General Obligation Refunding Bonds, Series 2010A, \$3,945,000 and General Obligation

CITY OF DES PLAINES, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2009

Refunding Bonds, Series 2010B Capital Appreciation Bonds in the amount of \$6,110,760 to make necessary adjustments to the debt service payments and align them with revenue projections in Tax Increment Financing districts 3 and 6. 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.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The continuing decline in the national and state economy throughout 2009 had a direct impact on the City's economy. In 2009 local businesses continued to close and development has come to a halt, resulting in lower than expected revenues from licensing and permit fees. High unemployment rates, increased number of foreclosures and low interest rates prompted a significant reduction of the discretionary spending plummeting the City's sales tax, income tax, utility tax, hotel/motel and real estate transfer tax revenue.

To adjust to the declining revenue base, the City continued to closely monitor its spending, minimize capital expenditures, and pay close attention to the personnel costs. In order to address the rising state mandated pension costs and low investment earning, the City has taken affirmative steps to reduce personnel costs. In the past two years the City has reduced its workforce by 50 positions (more than ten percent).

In 2008, the City of Des Plaines was awarded the tenth Illinois gaming license from the State Gaming Board. On April 16, 2010 the construction began on Midwest Gaming and Entertainment, LLC's Des Plaines casino and entertainment complex, a \$445 million 147,000 sq. ft. facility which will create hundreds of construction jobs, and upon completion, approximately 1,000 permanent jobs and over \$150 million in annual gaming tax revenue which will benefit the State of Illinois and the City of Des Plaines. In addition to providing significant property, hotel/motel and food/beverage taxes to the City, the casino is expected to contribute an estimated \$9 million a year in gaming tax proceeds to the City.

During 2009 the City Council participated in a strategic planning process that culminated in the identification and development of unified goals and priorities to guide the City's staff in preparing the 2010 Budget and beyond. A vision was established for the immediate future that focused on minimizing the impact of river and storm sewer flooding, repairing and replacing aging infrastructure, and ensuring financial stability for the City, particularly in light of the current economic climate. The 2010 Budget focused on the clear set of priorities by eliminating all unnecessary expenditures and returning the City's spending focus to the delivery of core municipal services and accelerating the efforts to minimize flooding and providing of key contingency or reserve funds.

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.

BASIC FINANCIAL STATEMENTS

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CITY OF DES PLAINES

STATEMENT OF NET ASSETS December 31, 2009

	Primary Government			Component Unit (Library)
	Governmental Activities	Business-type Activities	Total Governmental	
ASSETS				
Cash and investments	\$ 21,048,313	\$ 4,098,329	\$ 25,146,642	\$ 2,116,222
Receivables (net)				
Property taxes	29,476,448	-	29,476,448	6,599,703
Accounts	1,394,480	2,853,068	4,247,548	-
Accrued interest	4,348	-	4,348	-
Other taxes	1,202,916	-	1,202,916	-
Other	753,507	252,105	1,005,612	-
Prepaid items	697,787	-	697,787	42,243
Inventories	-	123,948	123,948	-
Due from other governmental units	6,441,978	-	6,441,978	-
Internal balances	(428,758)	428,758	-	-
Deferred charges	546,690	12,571	559,261	-
Net pension asset	727,227	-	727,227	-
Capital assets (net of accumulated depreciation)				
Capital assets not being depreciated	73,373,128	1,891,770	75,264,898	-
Capital assets, being depreciated	<u>100,171,379</u>	<u>30,279,391</u>	<u>130,450,770</u>	<u>894,053</u>
Total Assets	<u>235,409,443</u>	<u>39,939,940</u>	<u>275,349,383</u>	<u>9,652,221</u>
LIABILITIES				
Accounts payable	4,118,591	1,327,860	5,446,451	327,193
Accrued payroll	204,987	33,590	238,577	25,438
Accrued liabilities	884,324	-	884,324	-
Accrued interest payable	313,575	4,635	318,210	-
Due to other government units	269,137	-	269,137	-
Unearned revenue	29,144,543	41,660	29,186,203	6,442,163
Deposits payable	286,308	-	286,308	-
Short term notes payable	7,112,000	-	7,112,000	-
Noncurrent liabilities				
Due within one year	8,705,663	462,076	9,167,739	124,380
Due in more than one year	<u>70,020,175</u>	<u>1,274,077</u>	<u>71,294,252</u>	<u>117,388</u>
Total Liabilities	<u>121,059,303</u>	<u>3,143,898</u>	<u>124,203,201</u>	<u>7,036,562</u>
NET ASSETS				
Invested in capital assets, net of related debt	106,143,382	30,743,586	136,886,968	894,053
Restricted for				
Streets and highways	152,202	-	152,202	-
Public safety	2,362,852	-	2,362,852	-
Economic development	1,095,556	-	1,095,556	-
Culture and recreation	-	-	-	1,721,606
Unrestricted	<u>4,596,148</u>	<u>6,052,456</u>	<u>10,648,604</u>	<u>-</u>
TOTAL NET ASSETS	<u>\$ 114,350,140</u>	<u>\$ 36,796,042</u>	<u>\$ 151,146,182</u>	<u>\$ 2,615,659</u>

See accompanying notes to financial statements.

CITY OF DES PLAINES

STATEMENT OF ACTIVITIES For the Year Ended December 31, 2009

Functions/Programs	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government				
Governmental Activities				
General government	\$ 8,913,451	\$ 8,182,538	\$ 441,364	\$ -
Public safety	36,457,403	2,450,209	-	-
Public works	9,608,620	3,537,886	-	-
Streets and highways	10,807,891	1,531,176	1,528,842	438,582
Economic development	2,184,724	-	-	-
Interest and fiscal charges	3,984,468	-	-	-
Total Governmental Activities	<u>71,956,557</u>	<u>15,701,809</u>	<u>1,970,206</u>	<u>438,582</u>
Business-type Activities				
Water	11,831,289	10,965,188	-	-
Parking system	888,277	267,699	-	-
Total Business-type Activities	<u>12,719,566</u>	<u>11,232,887</u>	<u>-</u>	<u>-</u>
Total Primary Government	<u>\$ 84,676,123</u>	<u>\$ 26,934,696</u>	<u>\$ 1,970,206</u>	<u>\$ 438,582</u>
Component Unit				
Library	<u>\$ 6,482,277</u>	<u>\$ 147,700</u>	<u>\$ 78,014</u>	<u>\$ -</u>

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

- Intergovernmental
- Investment income
- Miscellaneous

Gain on disposal of assets

Total General Revenues

Transfers

Total General Revenues and Transfers

Change in net assets

NET ASSETS - Beginning of Year (as restated)

NET ASSETS - END OF YEAR

See accompanying notes to financial statements.

Net (Expenses) Revenues and Changes in Net Assets			
Primary Government			Component Unit
Governmental Activities	Business-type Activities	Total Primary Government	Library
\$ (289,549)	\$ -	\$ (289,549)	\$ -
(34,007,194)	-	(34,007,194)	-
(6,070,734)	-	(6,070,734)	-
(7,309,291)	-	(7,309,291)	-
(2,184,724)	-	(2,184,724)	-
(3,984,468)	-	(3,984,468)	-
<u>(53,845,960)</u>	<u>-</u>	<u>(53,845,960)</u>	<u>-</u>
-	(866,101)	(866,101)	-
-	(620,578)	(620,578)	-
-	<u>(1,486,679)</u>	<u>(1,486,679)</u>	<u>-</u>
<u>(53,845,960)</u>	<u>(1,486,679)</u>	<u>(55,332,639)</u>	<u>-</u>
-	-	-	(6,256,563)
27,934,060	-	27,934,060	6,618,324
1,229,867	-	1,229,867	92,988
8,271,828	-	8,271,828	-
2,184,785	-	2,184,785	-
4,686,475	-	4,686,475	-
4,775,264	-	4,775,264	-
897,541	-	897,541	-
1,243,395	-	1,243,395	-
341,949	-	341,949	-
5,628,019	-	5,628,019	-
128,581	-	128,581	-
98,711	5,560	104,271	6,838
1,329,137	4,707	1,333,844	24,978
-	15,390	15,390	-
<u>58,749,612</u>	<u>25,657</u>	<u>58,775,269</u>	<u>6,743,128</u>
<u>(94,340)</u>	<u>94,340</u>	<u>-</u>	<u>-</u>
<u>58,655,272</u>	<u>119,997</u>	<u>58,775,269</u>	<u>6,743,128</u>
4,809,312	(1,366,682)	3,442,630	486,565
<u>109,540,828</u>	<u>38,162,724</u>	<u>147,703,552</u>	<u>2,129,094</u>
<u>\$ 114,350,140</u>	<u>\$ 36,796,042</u>	<u>\$ 151,146,182</u>	<u>\$ 2,615,659</u>

CITY OF DES PLAINES

BALANCE SHEET GOVERNMENTAL FUNDS December 31, 2009

	General	TIF #1 (Downtown)	TIF # 6 (Mannheim/Higgins)
ASSETS			
Cash and investments	\$ 9,957,253	\$ 2,529,285	\$ -
Receivables (net)			
Property taxes	22,179,165	4,742,662	117,453
Other taxes	1,125,325	-	-
Accounts receivable	982,339	-	-
Accrued interest	190	-	-
Other	708,758	76	76
Prepaid items	4,536	-	-
Due from other governments	4,822,972	-	-
Due from other funds	8,813,767	-	-
TOTAL ASSETS	\$ 48,594,305	\$ 7,272,023	\$ 117,529
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable	\$ 1,617,404	\$ 1,574,325	\$ 1,125
Accrued liabilities	1,057,244	-	-
Short-term notes payable	6,500,000	-	-
Due to other government units	269,137	-	-
Deposits payable	-	18,737	-
Deferred revenues	23,729,102	4,655,368	117,444
Due to other funds	2,435,193	-	5,254,218
Total Liabilities	35,608,080	6,248,430	5,372,787
Fund Balances			
Reserved			
Reserved for long-term receivable	8,807,458	-	-
Reserved for prepaid items	4,536	-	-
Reserved for public safety	-	-	-
Reserved for economic development	-	1,023,593	-
Reserved for debt service	-	-	-
Unreserved, reported in:			
General fund undesignated	4,174,231	-	-
Special revenue funds undesignated	-	-	(5,255,258)
Capital projects funds undesignated	-	-	-
Total Fund Balances (deficit)	12,986,225	1,023,593	(5,255,258)
TOTAL LIABILITIES AND FUND BALANCES	\$ 48,594,305	\$ 7,272,023	\$ 117,529

See accompanying notes to financial statements.

Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ 6,815,677	\$ 19,302,215
28,768	2,408,400	29,476,448
77,591	-	1,202,916
412,141	-	1,394,480
-	4,158	4,348
20,445	8,428	737,783
-	-	4,536
1,418,631	200,375	6,441,978
-	-	8,813,767
<u>\$ 1,957,576</u>	<u>\$ 9,437,038</u>	<u>\$ 67,378,471</u>
\$ 549,743	\$ 351,942	\$ 4,094,539
7,233	-	1,064,477
-	612,000	7,112,000
-	-	269,137
5,337	262,234	286,308
502,033	2,416,535	31,420,482
<u>1,368,126</u>	<u>2,227,395</u>	<u>11,284,932</u>
<u>2,432,472</u>	<u>5,870,106</u>	<u>55,531,875</u>
-	-	8,807,458
-	-	4,536
-	2,362,852	2,362,852
-	71,963	1,095,556
-	345,603	345,603
-	-	4,174,231
-	152,202	(5,103,056)
<u>(474,896)</u>	<u>634,312</u>	<u>159,416</u>
<u>(474,896)</u>	<u>3,566,932</u>	<u>11,846,596</u>
<u>\$ 1,957,576</u>	<u>\$ 9,437,038</u>	<u>\$ 67,378,471</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, 2009

Total Fund Balances - Governmental Funds	\$ 11,846,596
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.	173,544,507
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.	2,285,746
Interest on long-term debt is not accrued in governmental funds, but rather is recognized when due.	(313,575)
The net pension assets of the police and firefighter's funds are included in the governmental activities in the statement of net assets.	727,227
Internal service funds are reported in the statement of net assets as governmental activities.	1,554,597
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.	546,690
Some liabilities, including long-term debt, are not due and payable in the current period, and therefore, are not reported in the funds.	<u>(75,841,648)</u>
NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u>\$ 114,350,140</u>

CITY OF DES PLAINES

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

For the Year Ended December 31, 2009

	General	TIF #1 (Downtown)	TIF #6 (Mannheim/Higgins)
REVENUES			
Property taxes	\$ 19,888,602	\$ 5,268,522	\$ 92,473
Other taxes	10,296,486	-	-
Licenses and permits	3,011,551	-	-
Intergovernmental	14,430,178	-	49,170
Public charges for services	6,377,634	-	-
Fines, forfeitures and penalties	1,118,464	-	-
Investment income	15,497	6,894	12
Miscellaneous	1,111,874	8,100	-
Total Revenues	56,250,286	5,283,516	141,655
EXPENDITURES			
Current			
General government	7,093,003	-	-
Public safety	35,460,313	-	-
Public works	5,855,521	-	-
Streets and highways	5,069,135	-	-
Economic development	329,564	1,768,620	58,614
Debt Service			
Principal	-	2,207,525	25,000
Interest and fiscal charges	-	813,707	251,226
Paying agent fees	-	1,764	87,112
Capital Outlay	16,836	68,429	-
Total Expenditures	53,824,372	4,860,045	421,952
Excess (deficiency) of revenues over (under) expenditures	2,425,914	423,471	(280,297)
OTHER FINANCING SOURCES (USES)			
Transfer in	2,550,000	-	-
Transfer out	(1,360,000)	(854,714)	-
Issued general obligation partial refunding debt	-	-	3,173,084
Premium (Discount) on debt issued	-	-	-
Transfer to escrow	-	-	(3,045,184)
Total Other Financing Sources (Uses)	1,190,000	(854,714)	127,900
Net Change in Fund Balances	3,615,914	(431,243)	(152,397)
FUND BALANCES (DEFICIT) - Beginning of Year	9,370,311	1,454,836	(5,102,861)
FUND BALANCES (DEFICIT) - END OF YEAR	\$ 12,986,225	\$ 1,023,593	\$ (5,255,258)

See accompanying notes to financial statements.

Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
\$ 28,790	\$ 2,655,673	\$ 27,934,060
4,409,530	99,045	14,805,061
-	-	3,011,551
598,245	2,064,407	17,142,000
1,531,176	-	7,908,810
-	645,572	1,764,036
945	55,991	79,339
9,993	190,959	1,320,926
<u>6,578,679</u>	<u>5,711,647</u>	<u>73,965,783</u>
-	371,275	7,464,278
-	223,711	35,684,024
-	824,773	6,680,294
984,546	-	6,053,681
-	151,432	2,308,230
2,850,000	2,046,020	7,128,545
1,238,885	946,090	3,249,908
35,360	7,172	131,408
<u>2,834,027</u>	<u>2,312,276</u>	<u>5,231,568</u>
<u>7,942,818</u>	<u>6,882,749</u>	<u>73,931,936</u>
<u>(1,364,139)</u>	<u>(1,171,102)</u>	<u>33,847</u>
-	2,120,374	4,670,374
(50,000)	-	(2,264,714)
4,175,000	250,000	7,598,084
131,220	-	131,220
<u>(4,270,076)</u>	<u>-</u>	<u>(7,315,260)</u>
<u>(13,856)</u>	<u>2,370,374</u>	<u>2,819,704</u>
(1,377,995)	1,199,272	2,853,551
<u>903,099</u>	<u>2,367,660</u>	<u>8,993,045</u>
<u>\$ (474,896)</u>	<u>\$ 3,566,932</u>	<u>\$ 11,846,596</u>

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, 2009

Net change in fund balances - total governmental funds	\$	2,853,551
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		4,675,588
Depreciation is reported in the government-wide financial statements		(6,455,829)
Net book value of assets retired		(24,502)
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.		
		(130,210)
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		(7,598,084)
Principal repaid		7,128,545
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.		
		5,835,000
Some of the bonds issued in the current year are accretion bonds. Accretion of the bonds during the year increases the carrying value of the bonds and will be repaid using future year resources. The current year's accretion is charged to interest expense in the Statement of Activities.		
		(12,201)
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		61,507
Debt discount, issuance premium and refunding loss		709,822
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		267,099
Accrued interest on debt		(13,239)
Change in other post employment benefit liability		(512,311)

See accompanying notes to financial statements.

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, 2009**

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.

(1,975,424)

CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES

\$ 4,809,312

CITY OF DES PLAINES
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
December 31, 2009

	<u>Business-type Activities - Enterprise Funds</u>			Governmental Activities - Internal Service Funds
	<u>Water/Sewer</u>	<u>Parking System</u>	<u>Totals</u>	
ASSETS				
CURRENT ASSETS				
Cash and investments	\$ 4,021,093	\$ 77,236	\$ 4,098,329	\$ 1,746,098
Receivables (net)				
Accounts	2,853,068	-	2,853,068	-
Other	167,969	84,136	252,105	16,271
Prepaid items	-	-	-	693,251
Due from other funds	-	-	-	2,471,165
Inventories	123,948	-	123,948	-
Total Current Assets	<u>7,166,078</u>	<u>161,372</u>	<u>7,327,450</u>	<u>4,926,785</u>
NONCURRENT ASSETS				
Capital assets				
Capital assets not being depreciated	233,828	1,657,942	1,891,770	-
Capital assets being depreciated	30,612,758	18,376,448	48,989,206	-
Less: accumulated depreciation	(12,793,410)	(5,916,405)	(18,709,815)	-
Other assets				
Deferred charges	12,571	-	12,571	-
Total Non-Current Assets	<u>18,065,747</u>	<u>14,117,985</u>	<u>32,183,732</u>	<u>-</u>
Total Assets	<u>25,231,825</u>	<u>14,279,357</u>	<u>39,511,182</u>	<u>4,926,785</u>

See accompanying notes to financial statements.

CITY OF DES PLAINES
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
December 31, 2009

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	Water/Sewer	Parking System	Totals	
LIABILITIES AND NET ASSETS				
CURRENT LIABILITIES				
Accounts payable	\$ 1,293,891	\$ 33,969	\$ 1,327,860	\$ 24,052
Accrued liabilities	205,373	-	205,373	1,398,899
Accrued interest payable	4,635	-	4,635	-
Early retirement incentive program payable	-	-	-	105,453
Unearned revenues	-	41,660	41,660	9,807
General obligation debt payable	355,000	-	355,000	-
Total Current Liabilities	<u>1,858,899</u>	<u>75,629</u>	<u>1,934,528</u>	<u>1,538,211</u>
NON-CURRENT LIABILITIES				
Long-term debt				
Net OPEB obligation	29,719	-	29,719	-
Compensated absences	107,076	-	107,076	1,097,647
General obligation debt payable (net of unamortized discount, premium, and deferred loss on refunding)	1,072,575	-	1,072,575	-
Early retirement incentive program payable	-	-	-	307,572
Total Non-Current Liabilities	<u>1,209,370</u>	<u>-</u>	<u>1,209,370</u>	<u>1,405,219</u>
Total Liabilities	<u>3,068,269</u>	<u>75,629</u>	<u>3,143,898</u>	<u>2,943,430</u>
NET ASSETS				
Invested in capital assets, net of related debt	16,625,601	14,117,985	30,743,586	-
Unrestricted	5,537,955	85,743	5,623,698	1,983,355
TOTAL NET ASSETS	<u>\$ 22,163,556</u>	<u>\$ 14,203,728</u>	<u>36,367,284</u>	<u>1,983,355</u>
Adjustments to reflect the consolidation of internal service funds activities related to enterprise funds.			<u>428,758</u>	<u>(428,758)</u>
Net Assets Business-type Activities				
Net internal service funds reported in the statement of net assets as governmental activities			<u>\$ 36,796,042</u>	<u>\$ 1,554,597</u>

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CITY OF DES PLAINES

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
 PROPRIETARY FUNDS
 For the Year Ended December 31, 2009

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	Water/Sewer	Parking System	Total	
OPERATING REVENUES				
Charges for services	\$ 10,965,188	\$ 267,699	\$ 11,232,887	\$ 13,187,177
Miscellaneous	<u>4,707</u>	<u>-</u>	<u>4,707</u>	<u>190,420</u>
Total Operating Revenues	<u>10,969,895</u>	<u>267,699</u>	<u>11,237,594</u>	<u>13,377,597</u>
OPERATING EXPENSES				
Salaries	3,131,204	-	3,131,204	-
Benefits	1,571,721	-	1,571,721	-
Contractual services	644,466	92,160	736,626	-
Commodities	5,321,021	140,541	5,461,562	-
Capital outlay	349,599	-	349,599	-
Claim expenses	-	-	-	8,473,913
Insurance and processing fees	-	-	-	2,770,569
Miscellaneous	-	-	-	536,647
Compensated absences	-	-	-	1,036,872
Depreciation	<u>786,876</u>	<u>655,867</u>	<u>1,442,743</u>	<u>-</u>
Total Operating Expenses	<u>11,804,887</u>	<u>888,568</u>	<u>12,693,455</u>	<u>12,818,001</u>
Operating Income (Loss)	<u>(834,992)</u>	<u>(620,869)</u>	<u>(1,455,861)</u>	<u>559,596</u>
NONOPERATING REVENUES (EXPENSES)				
Investment income	5,549	11	5,560	19,371
Interest expense	(80,502)	-	(80,502)	-
Gain on sale of capital assets	<u>15,390</u>	<u>-</u>	<u>15,390</u>	<u>-</u>
Total Nonoperating Revenues (Expenses)	<u>(59,563)</u>	<u>11</u>	<u>(59,552)</u>	<u>19,371</u>
Income (Loss) Before Transfers	<u>(894,555)</u>	<u>(620,858)</u>	<u>(1,515,413)</u>	<u>578,967</u>
TRANSFERS				
Transfer in	-	250,000	250,000	-
Transfer out	<u>-</u>	<u>(155,660)</u>	<u>(155,660)</u>	<u>(2,500,000)</u>
Total Transfers	<u>-</u>	<u>94,340</u>	<u>94,340</u>	<u>(2,500,000)</u>
Change in net assets	<u>(894,555)</u>	<u>(526,518)</u>	<u>(1,421,073)</u>	<u>(1,921,033)</u>
NET ASSETS - Beginning of Year (as restated)	<u>23,058,111</u>	<u>14,730,246</u>		<u>3,904,388</u>
NET ASSETS - END OF YEAR	<u>\$ 22,163,556</u>	<u>\$ 14,203,728</u>		<u>\$ 1,983,355</u>
Adjustment to reflect the consolidation of internal service funds activities related to enterprise funds			<u>54,391</u>	
Change in Net Assets of Business-type Activities			<u>\$ (1,366,682)</u>	

See accompanying notes to financial statements.

CITY OF DES PLAINES
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended December 31, 2009

	<u>Business-type Activities - Enterprise Funds</u>			Governmental Activities - Internal Service Funds
	<u>Water/Sewer</u>	<u>Parking System</u>	<u>Total</u>	
CASH FLOWS FROM OPERATING ACTIVITIES				
Received from customers	\$ 11,321,486	\$ 352,649	\$ 11,674,135	\$ 12,144,837
Receipts from miscellaneous revenues	-	-	-	190,420
Paid to suppliers for goods and services	(5,696,610)	(242,996)	(5,939,606)	(11,459,490)
Paid to employees for services	(4,768,815)	-	(4,768,815)	-
Payments for interfund services used	-	(281,733)	(281,733)	-
Net Cash Flows From Operating Activities	<u>856,061</u>	<u>(172,080)</u>	<u>683,981</u>	<u>875,767</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	<u>5,549</u>	<u>11</u>	<u>5,560</u>	<u>19,371</u>
Net Cash Flows From Investing Activities	<u>5,549</u>	<u>11</u>	<u>5,560</u>	<u>19,371</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers in (out)	-	<u>94,340</u>	<u>94,340</u>	<u>(2,500,000)</u>
Net Cash Flows From Noncapital Financing Activities	-	<u>94,340</u>	<u>94,340</u>	<u>(2,500,000)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Debt retired	(335,000)	-	(335,000)	-
Interest paid	(66,797)	-	(66,797)	-
Acquisition and construction of capital assets	(893,105)	-	(893,105)	-
Proceeds from sale of capital assets	<u>15,390</u>	-	<u>15,390</u>	-
Net Cash Flows From Capital and Related Financing Activities	<u>(1,279,512)</u>	<u>-</u>	<u>(1,279,512)</u>	<u>-</u>
Net (Decrease) in Cash and Cash Equivalents	(417,902)	(77,729)	(495,631)	(1,604,862)
CASH AND CASH EQUIVALENTS - Beginning of Year	<u>4,438,995</u>	<u>154,965</u>	<u>4,593,960</u>	<u>3,350,960</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 4,021,093</u>	<u>\$ 77,236</u>	<u>\$ 4,098,329</u>	<u>\$ 1,746,098</u>

See accompanying notes to financial statements.

CITY OF DES PLAINES
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended December 31, 2009

	<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental Activities - Internal Service Funds</u>
	<u>Water/Sewer</u>	<u>Parking System</u>	<u>Totals</u>	
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES				
Operating income (loss)	\$ (834,992)	\$ (620,869)	\$ (1,455,861)	\$ 559,596
Adjustments to Reconcile Operating Income (Loss) to Net Cash Flows From Operating Activities				
Depreciation	786,876	655,867	1,442,743	-
Gain on sale of capital assets	-	-	-	-
Changes in assets and liabilities				
Receivables	351,591	43,290	394,881	(15,275)
Prepaid expenses	-	-	-	(102,421)
Inventories	(1,204)	-	(1,204)	-
Accounts payable	619,680	(10,295)	609,385	12,110
Accrued salaries	(35,347)	-	(35,347)	-
Post employment benefit liability	11,742	-	11,742	-
Due to other funds	-	(281,733)	(281,733)	-
Compensated absences payable	(42,285)	-	(42,285)	-
Unearned revenue	-	-	-	9,807
Early retirement contribution payable	-	-	-	413,025
Other liabilities	-	41,660	41,660	(1,075)
NET CASH FLOWS FROM OPERATING ACTIVITIES	<u>\$ 856,061</u>	<u>\$ (172,080)</u>	<u>\$ 683,981</u>	<u>\$ 875,767</u>
NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES				
None				

See accompanying notes to financial statements.

CITY OF DES PLAINES

STATEMENT OF NET ASSETS FIDUCIARY FUNDS December 31, 2009

	Pension Trusts	Agency Funds
ASSETS		
Cash and cash equivalents	\$ 6,219,301	\$ 699,982
Investments		
U.S. treasuries	20,014,614	-
Mortgage backed securities	23,602,060	-
Mutual funds	17,918,195	-
Stocks	25,837,835	-
Corporate Bonds	3,088,377	-
State and local obligations	3,064,940	-
Insurance contracts	1,431	-
Receivables - (net)		
Accrued interest	473,426	-
Other	-	27,402
Contributions	269,137	-
Prepays	9,287	-
Total Assets	100,498,603	727,384
LIABILITIES		
Accounts payable	55,699	24,348
Accrued liabilities	-	64,777
Deposits payable	-	632,951
Due to participants	-	5,308
Total Liabilities	55,699	727,384
NET ASSETS		
Held in trust for pension benefits (a schedule of funding progress is presented in the required supplementary information)	\$ 100,442,904	\$ -

See accompanying notes to financial statements.

CITY OF DES PLAINES

**STATEMENT OF CHANGES IN NET ASSETS
FIDUCIARY FUNDS
For the Year Ended December 31, 2009**

	<u>Pension Trusts</u>
ADDITIONS	
Contributions	
Employer	\$ 4,832,505
Plan members	<u>1,646,061</u>
Total Contributions	<u>6,478,566</u>
Investment income	
Investment income	12,712,158
Miscellaneous	<u>(25,771)</u>
Total Investment Income	12,686,387
Less Investment expense	<u>(375,902)</u>
Net Investment Income	<u>12,310,485</u>
Total Additions	<u>18,789,051</u>
DEDUCTIONS	
Benefits	9,242,000
Administration	<u>152,536</u>
Total Deductions	<u>9,394,536</u>
Change in Net Assets	9,394,515
NET ASSETS - Beginning of Year	<u>91,048,389</u>
NET ASSETS - END OF YEAR	<u>\$ 100,442,904</u>

See accompanying notes to financial statements.

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CITY OF DES PLAINES

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CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS

December 31, 2009

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, 2009

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 PPERS.

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. I. As a component unit, the Library's financial statements have been presented as a discrete column in the financial statements. The Library does not issue a separate audit report.

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS December 31, 2009

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

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

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.

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.

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS December 31, 2009

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

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

Fund Financial Statements (cont.)

- 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 and sewer system. The fund accounts for the provision of water and sewer 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.

The City reports the following non-major governmental funds:

Special Revenue Funds - used to account for the proceeds of specific revenue sources (other than debt service and 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)

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS December 31, 2009

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 and enterprise funds: (cont.)

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)
- 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

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

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS December 31, 2009

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

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 unearned 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.

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 the City considers 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.

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS December 31, 2009

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

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

Fund Financial Statements (cont.)

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.

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 and Parking System 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.

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS December 31, 2009

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

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

1. Deposits and Investments (cont.)

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.

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 pensions' 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.

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS December 31, 2009

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

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

1. Deposits and Investments (cont.)

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.

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, 2009.

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, 2009, the City had Illinois Funds money market funds of \$14,749,471 or 81% 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, 2009, the Police Pension Trust Fund had 7% invested in cash, 46% invested in government securities, and 44% 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, 2009

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, 2009

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

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

2. Receivables

Property taxes for levy year 2009 attaches as an enforceable lien on January 1, 2009, 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 2008 are prepared by the County and issued on or about February 1, 2009 and September 1, 2009, and are payable in two installments, on or about March 1, 2009 and October 1, 2009 or within 30 days of the tax bills being issued.

The City collects such taxes and remits them periodically. The 2009 property tax levy is recognized as a receivable and deferral in fiscal 2009, net the allowance for uncollectible. As the taxes become available to finance current expenditures, they are recognized as revenues. At December 31, 2009, the property taxes receivable and deferred tax revenue consisted of the estimated amount collectible from the 2009 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, 2009.

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, 2009

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

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.

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.

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.

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS December 31, 2009

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

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

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. The total amount of IRB's outstanding at the end of the year is approximately \$7.7 million, and is made up of 1 issue.

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS December 31, 2009

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

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, 2009

NOTE II - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

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, 1996A, 2003B 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>
Motor Fuel Tax	\$ 1,685,722	\$ 1,705,477	\$ 19,755
CDBG	331,922	492,431	160,509
TIF #3 Willie Road	1,366,895	1,606,223	239,328
Parking System	318,523	888,568	570,045
Health Benefit Fund	9,084,117	9,466,276	382,159

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, 2009

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

C. DEFICIT BALANCES

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

As of December 31, 2009, the following individual funds held a deficit balance:

<u>Fund</u>	<u>Amount</u>
Capital Projects	\$ (474,896)
TIF #3 (Wille Road)	(3,027,908)
TIF #6 (Mannheim/Higgins)	(5,255,258)

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

NOTE III - DETAILED NOTES ON ALL FUNDS

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, 2009

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	\$ 3,227	\$ -	N/A
Deposits	9,611,966	9,929,069	Custodial
Illinois Funds	13,049,015	13,049,015	Credit, Interest Rate
Mortgage backed securities	26,966,353	26,966,353	Custodial, Credit, Interest Rate, Concentration of Credit
U.S. Treasuries	20,014,614	20,014,614	Custodial, Interest Rate, Concentration of Credit
State and local obligations	3,064,940	3,064,940	Custodial, Interest Rate, Concentration of Credit
Corporate Bonds	3,088,377	3,088,377	Credit, Custodial, Concentration of Credit, Interest Rate
Money market mutual funds	6,037,424	6,037,424	Credit, Interest Rate
Mutual funds	17,918,195	17,918,195	Credit
Common and preferred stock	25,837,835	25,837,835	Custodial, Concentration of Credit
Insurance contracts	<u>1,431</u>	<u>1,431</u>	Custodial, Credit, Concentration of Credit
 Total Deposits and Investments	 <u>\$125,593,377</u>	 <u>\$125,907,253</u>	
 Reconciliation to financial statements			
Per statement of net assets			
Cash and investments	\$ 25,146,642		
Per statement of net assets- fiduciary funds			
Cash - agency	699,982		
Cash - pension	6,219,301		
U.S. Treasuries	20,014,614		
Mortgage backed securities	23,602,060		
Mutual funds	17,918,195		
Stocks	25,837,835		
Insurance contracts	1,431		
State and local obligations	3,064,940		
Corporate bonds	<u>3,088,377</u>		
 Total Deposits and Investments	 <u>\$125,593,377</u>		

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS December 31, 2009

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

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, 2009, the City's investments were all rated AAA by Standard's and Poors.

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS December 31, 2009

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, 2009, the City and 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 National Mortgage Association	\$2,612,067	14.33%
Police Pension Investments:		
U.S. Treasury Notes	6,631,528	13.56%
U.S. Treasury Bonds	2,746,990	5.62%
Federal Home Loan Bank	3,583,895	7.33%
Federal National Mortgage Association	3,269,896	6.69%
Fire Pension Investments:		
U.S. Treasury Notes	7,022,681	13.62%
U.S. Treasury Bonds	3,613,415	7.01%
Federal National Mortgage Association	5,165,291	10.01%
Federal Home Loan Bank	3,448,624	6.69%
Federal Home Loan Mortgage Corporation	3,507,872	6.80%

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS December 31, 2009

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, 2009, the City 's investments and pensions were as follows:

Investment Type	Fair Value	Maturity (In Years)		
		Less than One Year	One to Five Years	Over Five Years
City				
Mortgage backed securities	\$ 3,364,293	\$ -	\$ 1,551,234	\$ 1,813,059
Money market mutual fund	18,094	18,094	-	-
Illinois Funds	13,049,015	13,049,015	-	-
City Investment Total	16,431,402	13,067,109	1,551,234	1,813,059
Police Pension				
U.S. Treasuries	9,378,518	343,471	3,001,895	6,033,152
State and local obligations	1,622,219	-	349,730	1,272,489
Corporate bonds	1,794,850	101,966	1,692,884	-
Mortgage backed securities	11,127,756	1,202,536	5,846,488	4,078,732
Money market mutual funds	3,124,412	3,124,412	-	-
Insurance contract holdings	1,431	1,431	-	-
Police Pension Investment Total	27,049,186	4,773,816	10,890,997	11,384,373
Fire Pension				
U.S. Treasuries	10,636,096	114,490	1,464,881	9,056,725
State and local obligations	1,442,721	-	297,741	1,144,980
Mortgage backed securities	12,474,304	1,545,382	5,109,268	5,819,654
Money market mutual funds	2,894,918	2,894,918	-	-
Corporate bonds	1,293,527	-	1,293,527	-
Fire Pension Investment Total	28,741,566	4,554,790	8,165,417	16,021,359
Totals	\$ 72,222,154	\$ 22,395,715	\$ 20,607,648	\$ 29,218,791

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

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS
December 31, 2009

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	\$ -	\$ 28,844,641	\$ 28,844,641
Other receivables	1,587,676	290,095	1,877,771
Grant receivables	698,070	-	698,070
Total Deferred/Unearned Revenue for Governmental Funds	\$ 2,285,746	\$ 29,134,736	\$ 31,420,482

In addition, the internal service funds has unearned revenue of \$9,807, when added to the governmental funds unearned revenue, the total unearned revenue reported in the governmental activities is \$29,144,543.

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS December 31, 2009

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

C. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2009, was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities				
Capital assets not being depreciated				
Land	\$ 19,561,015	\$ -	\$ -	\$ 19,561,015
Construction in progress	502,409	512,464	502,409	512,464
Land right of way	53,059,649	240,000	-	53,299,649
Total Capital Assets Not Being Depreciated	73,123,073	752,464	502,409	73,373,128
Capital assets being depreciated				
Buildings	21,792,634	-	-	21,792,634
Improvements	38,388,467	502,228	-	38,890,695
Equipment	2,711,322	-	-	2,711,322
Vehicles	7,774,396	-	91,787	7,682,609
Infrastructure	106,042,957	3,923,305	-	109,966,262
Total Capital Assets Being Depreciated	176,709,776	4,425,533	91,787	181,043,522
Total Capital Assets	249,832,849	5,177,997	594,196	254,416,650
Less: Accumulated depreciation for				
Buildings	(6,995,068)	(445,931)	-	(7,440,999)
Improvements	(12,284,952)	(865,389)	-	(13,150,341)
Equipment	(1,526,657)	(193,280)	-	(1,719,937)
Vehicles	(3,999,913)	(537,204)	67,285	(4,469,832)
Infrastructure	(49,677,009)	(4,414,025)	-	(54,091,034)
Total Accumulated Depreciation	(74,483,599)	(6,455,829)	67,285	(80,872,143)
Net Capital Assets Being Depreciated	102,226,177	(2,030,296)	24,502	100,171,379
Total Governmental Activities Capital Assets, Net of Accumulated Depreciation	\$ 175,349,250	\$ (1,277,832)	\$ 526,911	\$ 173,544,507

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS

December 31, 2009

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

C. CAPITAL ASSETS (cont.)

Depreciation expense was charged to functions as follows:

Governmental Activities

General Government	\$ 7,833
Public Safety	256,569
Public Works	1,668,417
Streets & Highways	4,451,872
Economic Development	<u>71,138</u>
 Total Governmental Activities Depreciation Expense	 <u>\$ 6,455,829</u>

	Beginning Balance	Additions	Deletions	Ending Balance
Business-type Activities				
Capital assets not being depreciated				
Land	\$ 1,891,770	\$ -	\$ -	\$ 1,891,770
Total Capital Assets Not Being Depreciated	<u>1,891,770</u>	<u>-</u>	<u>-</u>	<u>1,891,770</u>
Capital assets being depreciated				
Buildings	18,966,509	-	-	18,966,509
Improvements	28,641,949	893,105	-	29,535,054
Equipment	305,833	-	-	305,833
Vehicles	181,810	-	15,451	<u>166,359</u>
Total Capital Assets Being Depreciated	<u>48,096,101</u>	<u>893,105</u>	<u>15,451</u>	<u>48,973,755</u>
Total Capital Assets	<u>49,987,871</u>	<u>893,105</u>	<u>15,451</u>	<u>50,865,525</u>
Less: Accumulated depreciation for				
Buildings	(5,526,471)	(673,278)	-	(6,199,749)
Improvements	(11,466,705)	(743,977)	-	(12,210,682)
Equipment	(264,382)	(6,461)	-	(270,843)
Vehicles	(9,514)	(19,027)	15,451	<u>(13,090)</u>
Total Accumulated Depreciation	<u>(17,267,072)</u>	<u>(1,442,743)</u>	<u>15,451</u>	<u>(18,694,364)</u>
Net Capital Assets Being Depreciated	<u>30,829,029</u>	<u>(549,638)</u>	<u>-</u>	<u>30,279,391</u>
Business-type Capital Assets, Net of Accumulated Depreciation	<u>\$ 32,720,799</u>	<u>\$ (549,638)</u>	<u>\$ -</u>	<u>\$ 32,171,161</u>

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS
December 31, 2009

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	\$ 655,867
Water	<u>786,876</u>
Total Business-type Activities Depreciation Expense	<u>\$ 1,442,743</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:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>	<u>Amount Not Due Within One Year</u>
General	Non-major Governmental	\$ 2,225,512	\$ 2,219,203
General	TIF #6 (Mannheim/Higgins)	5,254,218	5,254,218
Internal Service	General	2,435,193	-
Internal Service	Capital Projects	34,089	-
Internal Service	Non-major Governmental	1,883	-
General	Capital Projects	<u>1,334,037</u>	<u>1,334,037</u>
Total - Fund Financial Statements		<u>11,284,932</u>	
Less: Fund eliminations		(11,284,932)	
Less: Interfund receivables created with internal service fund eliminations		<u>(428,758)</u>	
Total Internal Balances - Government-Wide Statement of Net Assets		<u>\$ (428,758)</u>	

\$2,225,512 due from Non-major Governmental Funds to the General Fund for cash overdrafts in Non-major Governmental Funds.

\$5,254,218 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, 2009

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

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

\$2,435,193, \$34,089 and \$1,883 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.

\$1,334,037 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:

<u>Fund Transferred To</u>	<u>Fund Transferred From</u>	<u>Amount</u>	<u>Principal Purpose</u>
General	Internal service	\$ 2,500,000	To reimburse general operating expenditures of the fund
General	Capital Projects	50,000	To reimburse capital outlay purchases.
Non-major governmental	General	720,000	For equipment purchases
Non-major governmental	General	515,000	For computer purchases
Non-major governmental	TIF #1	854,714	To support operating expenditures of the fund
Non-major governmental	Parking system	30,660	To cover current year debt service payments
Parking system	General	<u>125,000</u>	To support operating expenditures of the fund
Total - Fund Financial Statements		<u>4,795,374</u>	
Less: Fund eliminations		<u>(2,201,034)</u>	
Less: Government-wide eliminations		<u>(2,500,000)</u>	
Total Transfers - Government-Wide Statement of Activities		<u>\$ 94,340</u>	

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, 2009

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

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, 2009 was as follows:

	<u>Beginning Balance</u>	<u>Issued</u>	<u>Redeemed</u>	<u>Ending Balance</u>
Short-term bank note	\$ -	\$ 6,500,000	\$ -	\$ 6,500,000
Short-term taxable general obligation bond anticipation notes, series 2009	-	<u>612,000</u>	-	<u>612,000</u>
Totals	<u>\$ -</u>	<u>\$ 7,112,000</u>	<u>\$ -</u>	<u>\$ 7,112,000</u>

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS
December 31, 2009

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

F. LONG-TERM OBLIGATIONS

Long-term obligations activity for the year ended December 31, 2009, was as follows:

	Beginning Balance - As Restated	Increases	Decreases	Ending Balance	Amounts Due Within One Year
Governmental Activities					
Bonds and notes payable					
General obligation debt	\$ 80,230,000	\$ 7,360,285	\$ 12,840,000	\$ 74,750,285	\$ 7,085,000
Tax increment financing revenue bonds	735,201	-	45,526	689,675	47,915
Loans payable	287,617	250,000	78,020	459,597	93,777
Add/(subtract) deferred amounts for					
(discounts)/premiums	421,974	140,289	52,414	509,849	-
Refundings - gains/(losses)	<u>(801,556)</u>	<u>(1,385,184)</u>	<u>(587,487)</u>	<u>(1,599,253)</u>	<u>-</u>
Sub-totals	<u>80,873,236</u>	<u>6,365,390</u>	<u>12,428,473</u>	<u>74,810,153</u>	<u>7,226,692</u>
Other liabilities					
Vested compensated absences	2,537,146	1,036,872	1,102,853	2,471,165	1,373,518
Early retirement incentive program	-	421,813	8,788	413,025	105,453
Net other post employment benefit liability	<u>519,184</u>	<u>512,311</u>	<u>-</u>	<u>1,031,495</u>	<u>-</u>
Total Other Liabilities	<u>3,056,330</u>	<u>1,970,996</u>	<u>1,111,641</u>	<u>3,915,685</u>	<u>1,478,971</u>
Total Governmental Activities Long- Term Liabilities	<u>\$ 83,929,566</u>	<u>\$ 8,336,386</u>	<u>\$ 13,540,114</u>	<u>\$ 78,725,838</u>	<u>\$ 8,705,663</u>
Business-type Activities					
Bonds and notes payable					
General obligation debt	\$ 1,790,000	\$ -	\$ 335,000	\$ 1,455,000	\$ 355,000
Add/(subtract) deferred amounts for					
(discounts)/premiums	(410)	-	(1,969)	1,559	-
Refundings - gains/(losses)	<u>(36,231)</u>	<u>-</u>	<u>(7,247)</u>	<u>(28,984)</u>	<u>-</u>
Sub-totals	<u>1,753,359</u>	<u>-</u>	<u>325,784</u>	<u>1,427,575</u>	<u>355,000</u>
Other Liabilities					
Vested compensated absences	233,863	129,498	84,502	278,859	107,076
Net other post employment benefit liability	<u>17,977</u>	<u>11,742</u>	<u>-</u>	<u>29,719</u>	<u>-</u>
Total Other Liabilities	<u>251,840</u>	<u>141,240</u>	<u>84,502</u>	<u>308,578</u>	<u>107,076</u>
Total Business-type Activities Long- Term Liabilities	<u>\$ 2,005,199</u>	<u>\$ 141,240</u>	<u>\$ 410,286</u>	<u>\$ 1,736,153</u>	<u>\$ 462,076</u>

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS December 31, 2009

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

F. LONG-TERM OBLIGATIONS (cont.)

Governmental activities general obligation debt increases includes \$12,201 of accretion of the 2009A capital appreciation bonds.

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, 2009</u>
Governmental Activities General Obligation Debt					
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	\$ 95,000
- debt retired by capital projects fund				-	215,000
Series 2002A GO Refunding Bonds, due in annual installments of \$140,000 to \$1,000,000 - debt retired by debt service fund	May1, 2002	December 1, 2011	2.00% to 4.50%	4,800,000	1,975,000
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	940,000
- debt retired by TIF #1 fund				-	1,820,000
- debt retired by TIF #3 fund				-	1,575,000
- debt retired by TIF #5 fund				-	1,130,000
- debt retired by TIF #6 fund				-	300,000
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	2,115,000

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS
December 31, 2009

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, 2009</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	\$ 1,845,000
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	4,855,000
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	770,000
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	4,990,000
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	495,000
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	2,780,000
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	895,000

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS
December 31, 2009

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, 2009</u>
Governmental Activities General Obligation Debt (cont.)					
- debt retired by TIF #3 fund				\$ -	\$ 5,225,000
- debt retired by capital projects fund				-	5,190,000
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	4,325,000
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	425,000
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	3.80%	6,065,000	2,225,000
- debt retired from capital project fund				-	3,355,000
- 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	3.80%	1,660,000	1,015,000
- debt retired from TIF #1 fund				-	410,000
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	1,097,000
- debt retired from the TIF #3 fund				-	1,143,000
Series 2009A Taxable GO Refunding (Capital Appreciation) Bonds, due in annual installments of \$170,000 to \$1,575,000 - debt retired from TIF #6 fund	November 3, 2009	December 1, 2023	3.00% to 5.80%	5,430,000	3,185,285

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS
December 31, 2009

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, 2009</u>
Governmental Activities General Obligation Debt (cont.) Series 2009B GO Refunding Bonds, due in annual installments of \$200,000 to \$865,000 - debt retired from capital projects fund	November 3, 2009	December 1, 2018	3.00% to 3.75%	4,175,000	<u>4,175,000</u>
Total Governmental Activities - General Obligation Debt					<u>\$ 74,750,285</u>

	<u>Date of Issue</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Original Indebtedness</u>	<u>Balance December 31, 2009</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>\$ 1,455,000</u>
Total Business-type Activities General Obligation Debt					<u>\$ 1,455,000</u>

Debt service requirements to maturity are as follows (Principal Totals for Governmental Activities differs from the outstanding balance noted above in the amount of \$2,244,715, due to the future accretion on the 2009A Capital Appreciation Bonds):

<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>
2010	\$ 7,085,000	\$ 2,747,402	\$ 355,000	\$ 55,500
2011	7,445,000	2,450,817	370,000	43,074
2012	5,480,000	2,254,426	365,000	29,200
2013	6,160,000	2,314,739	365,000	14,600
2014	6,455,000	2,062,853	-	-
2015-2019	31,565,000	6,284,386	-	-
2020-2023	12,805,000	710,939	-	-
Totals	<u>\$ 76,995,000</u>	<u>\$ 18,825,562</u>	<u>\$ 1,455,000</u>	<u>\$ 142,374</u>

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS
December 31, 2009

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

F. LONG-TERM OBLIGATIONS (cont.)

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. During 2009, TIF #1 generated a tax increment of \$5,268,522. The City has pledged future incremental tax revenues, net of specified operating expenses, to repay \$689,675 in revenue notes issued in 2002-2003. Proceeds from the notes provided financing for capital development within the tax increment financing district. The notes are payable solely from incremental tax revenues and are payable through 2020. Annual principal and interest payments on the notes are expected to require \$84,123 of net revenues. The total principal and interest remaining to be paid on the notes is \$925,353. Principal and interest paid for the current year were \$45,526 and \$38,597, respectively.

Tax Increment Financing Notes at December 31, 2009, 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, 2009</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	\$ 335,143
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>354,532</u>
Total Governmental Activities Tax Increment Financing Notes					<u>\$ 689,675</u>

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS
December 31, 2009

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

F. LONG-TERM OBLIGATIONS (cont.)

Tax Increment Financing notes (cont.)

Debt service requirements to maturity are as follows:

Years	Governmental Activities Tax Increment Financing Notes	
	Principal	Interest
2010	\$ 47,915	\$ 36,208
2011	50,430	33,693
2012	53,078	31,045
2013	55,865	28,258
2014	58,797	25,326
2015-2019	343,663	76,952
2020	79,927	4,196
Totals	<u>\$ 689,675</u>	<u>\$ 235,678</u>

Loans Payable

Loans Payable at December 31, 2009 consist of the following:

Governmental Activities Loans Payable	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance December 31, 2009
Series 2007 equipment loan (tower ladder fire truck), 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	\$ 209,597
Series 2009 equipment loan (fire engine), due in annual installments of \$12,500 - debt retired by equipment replacement fund	April 7, 2009	November 1, 2029	0.00%	250,000	<u>250,000</u>
Total Governmental Activities Loans Payable					<u>\$ 459,597</u>

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS
December 31, 2009

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

F. LONG-TERM OBLIGATIONS (cont.)

Loans Payable (cont.)

Debt service requirements to maturity are as follows:

Years	Governmental Activities Loans Payable	
	Principal	Interest
2010	\$ 93,777	\$ 7,372
2011	97,169	3,979
2012	56,151	674
2013	12,500	-
2014	12,500	-
2015-2020	62,500	-
2020-2024	62,500	-
2025-2029	62,500	-
Totals	<u>\$ 459,597</u>	<u>\$ 12,025</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, 2009

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

F. LONG-TERM OBLIGATIONS (cont.)

Advance and Current Refunding

On November 3, 2009, the City issued \$5,430,000 in general obligation 2009A series capital appreciation bonds with an average interest rate of 4.4 percent to partially refund \$135,000 of outstanding 2003C series bonds with an average interest rate of 5.1 percent and \$1,525,000 of outstanding 2004B series bonds with an average interest rate of 5.3 percent. The net proceeds of \$3,045,184 (after payment of \$86,294 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. As a result, the bonds are considered to be defeased and the liability for those bonds has been removed from these financial statements.

The City cash flow requirements on the refunded 2003C and 2004B series bonds prior to the advance refunding was \$12,801,131 from 2009 through 2021. The cash flow requirements on the 2009A series refunding bonds are \$15,139,943 from 2009 through 2023. The advance refunding resulted in an economic loss (difference between the present values of the debt service payments on the old and new debt) of \$236,500 due to extending total debt service payments over the next 15 years.

Also on November 3, 2009, the City issued \$4,175,000 in general obligation 2009B series capital appreciation bonds with an average interest rate of 3.4 percent to current refund \$4,175,000 of outstanding 1999 series bonds with an average interest rate of 4.1 percent. The net proceeds of \$4,270,076 (after payment of \$33,623 in underwriting fees, insurance and other issuance costs) were used to pay the outstanding debt service requirements on the old bonds called on December 18, 2009.

The City cash flow requirements on the refunded 1999 series bonds prior to the current refunding was \$5,619,984 from 2009 through 2018. The cash flow requirements on the 2009B series refunding bonds are \$5,395,625 from 2009 through 2018. The current refunding resulted in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$218,324.

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, 2009, \$4,575,000 of bonds outstanding are considered defeased.

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS December 31, 2009

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

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 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.

H. RESTATEMENT OF NET ASSETS

Net assets has been restated due to the removal of the E-911 Emergency Communications fund as it was determined in the current year that due to the structure of the organization, the organization was a joint venture and therefore had been included as a fund of the City in error. Correcting this fund in 2008 would have resulted in a decrease in the 2008 "Change in Net Assets" for the Business-type Activities in the amount of \$1,092,817.

Business-type Net Assets Net Assets - December 31, 2008 (as reported)	\$ 40,013,537
Less: Removal of E-911 Communications Fund	<u>(1,850,813)</u>
Net Assets - January 01, 2009 (as restated)	<u>\$ 38,162,724</u>
Total Enterprise Funds Net Assets - December 31, 2008 (as reported)	\$ 39,639,170
Less: Removal of E-911 Communications Fund	<u>(1,850,813)</u>
Net assets - January 01, 2009 (as restated)	<u>\$ 37,788,357</u>

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS December 31, 2009

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

I. 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 current financial resources measurement focus.

b. Deposits and Investments

	<u>Carrying Value</u>	<u>Bank Balance</u>	<u>Associated Risks</u>
Deposits	<u>\$ 2,116,222</u>	<u>\$ 2,116,222</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 \$2,116,222 at December 31, 2009, while the bank balances were \$2,116,222. 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, 2009

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

I. 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, 2009, 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 2009 attach as an enforceable lien on January 1, 2009, 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 2008 are prepared by the County and issued on or about February 1, 2009 and August 1, 2009 and are payable in two installments, on or about March 1, 2009 and October 1, 2009. 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 2009 tax levy has been recorded as deferred revenue on the balance sheet.

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS December 31, 2009

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

I. 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

Component Units	Beginning Balance	Additions	Deletions	Ending Balance
Construction in progress	\$ 713,786	\$ -	\$ 713,786	\$ -
Total Capital Assets Not Being Depreciated	<u>713,786</u>	<u>-</u>	<u>713,786</u>	<u>-</u>
Improvements	65,335	170,539	-	235,874
Equipment	320,965	548,475	-	869,440
Vehicles	161,448	-	-	161,448
Total Capital Assets Not Being Depreciated	<u>547,748</u>	<u>719,014</u>	<u>-</u>	<u>1,266,762</u>
Less: Accumulated depreciation for				
Improvements	(10,164)	(5,021)	-	(15,185)
Equipment	(188,207)	(31,077)	-	(219,284)
Vehicles	(128,989)	(9,251)	-	(138,240)
Total Accumulated Depreciation	<u>(327,360)</u>	<u>(45,349)</u>	<u>-</u>	<u>(372,709)</u>
Net Capital Assets Being Depreciated	<u>220,388</u>	<u>673,665</u>	<u>-</u>	<u>894,053</u>
Total Component Units Capital Assets, Net of Accumulated Depreciation	<u>\$ 934,174</u>	<u>\$ 673,665</u>	<u>\$ 713,786</u>	<u>\$ 894,053</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, 2008 was \$226,062. During 2009, there were additions of \$73,506 and reductions of \$93,232 leaving the liability balance as of December 31, 2009 of \$206,336. The current portion of this liability is \$81,957.

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS
December 31, 2009

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

I. COMPONENT UNIT (cont.)

DES PLAINES PUBLIC LIBRARY (cont.)

g. Transfers

<u>Transfers</u>	<u>Transfers In</u>	<u>Transfers Out</u>
Library Capital Projects Fund	\$ 200,000	\$ -
Library General Fund	-	200,000

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

h. Operating Leases

The Library leases copier equipment under noncancelable operating lease. Total costs for such lease was \$24,060 for the year ended December 31, 2009. At December 31, 2009, future minimum lease payments for this lease are as follows:

2010	\$ 24,060
2011	24,060
2012	<u>24,060</u>
Total Operating Lease	<u>\$ 72,180</u>

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, 2009

NOTE IV - OTHER INFORMATION (cont.)

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 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 2009, the City's required contribution rate was 10.13%.

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, 2008, 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	74
Non vested	<u>28</u>
Total	<u>201</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, 2009

NOTE IV - OTHER INFORMATION (cont.)

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, 2009, the City's contribution was 30.41% 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, 2008, the Firefighters' Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	88
Current employees:	
Vested	63
Non vested	42
Total	<u>193</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, 2009

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Firefighters' Pension (cont.)

Participants contribute a fixed percentage of their base salary to the plans. At December 31, 2009, 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, 2009, the City's contribution was 24.32% 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, 2009

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, 2008	December 31, 2008	December 31, 2008
Contribution rates:			
Employer	10.10%	30.41%	24.32%
Employee	4.50%	9.91%	9.46%
Annual required contribution	\$1,792,863	\$2,352,290	\$1,831,495
Contributions made	\$1,792,863	\$2,421,960	\$2,017,431
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	24 years, closed	25 years, closed	25 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:

Net Pension (Asset):	Police Pension	Firefighters' Pension
Annual required contribution	\$ 2,352,290	\$ 1,831,495
Interest on net pension obligation	(12,620)	(24,190)
Adjustment to annual required contribution	8,680	16,637
Annual pension cost	2,348,350	1,823,942
Contributions made	(2,421,960)	(2,017,431)
Change in net pension obligation	(73,610)	(193,489)
Net pension (asset), beginning of year	(157,753)	(302,375)
Net pension (asset), end of year	\$ (231,363)	\$ (495,864)

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS December 31, 2009

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 pension contribution (APC)	2009	\$ 1,792,863	\$ 2,348,350	\$ 1,823,942
	2008	1,822,744	2,204,996	1,761,182
	2007	1,720,554	2,043,720	1,646,374
Contributions made	2009	\$ 1,792,863	\$ 2,421,960	\$ 2,017,431
	2008	1,822,744	2,040,615	1,631,318
	2007	1,720,554	2,674,594	2,161,596
Percentage of APC contributed	2009	100.00%	103.10%	110.60%
	2008	100.00%	92.50%	92.60%
	2007	100.00%	130.90%	131.30%
Net pension (asset)	2009	\$ -	\$ (231,363)	\$ (495,864)
	2008	-	(157,753)	(302,375)
	2007	-	(322,134)	(432,239)

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS December 31, 2009

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, 2008	December 31, 2008	December 31, 2008
Actuarial Valuation of Assets (a)	\$ 35,165,730	\$ 43,143,575	\$ 47,701,104
Actuarial Accrued Liability (AAL) - Entry Age (b)	\$ 47,594,270	\$ 86,979,445	\$ 82,859,995
Unfunded AAL (UAAL) (b - a)	\$ 12,428,540	\$ 43,835,870	\$ 35,158,891
Funded Ratio (a/b)	73.89 %	49.60%	57.57 %
Covered Payroll (c)	\$ 17,751,122	\$ 7,965,425	\$ 8,296,833
UAAL as a percentage of Covered Payroll ((b-a) /c)	70.02 %	550.30%	423.80 %

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, 2009

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

PENSION INFORMATION

Fiduciary Net Assets

	Pension Trust		Totals
	Firefighters Pension	Police Pension	
Assets			
Cash and cash equivalents	\$ 2,932,107	\$ 3,287,194	\$ 6,219,301
Investments			
U.S. treasuries	10,636,096	9,378,518	20,014,614
Mortgage backed securities	12,474,304	11,127,756	23,602,060
Mutual funds	8,523,537	9,394,658	17,918,195
Stocks	14,055,613	11,782,222	25,837,835
State and local obligations	1,442,721	1,622,219	3,064,940
Corporate Bonds	1,293,527	1,794,850	3,088,377
Insurance contracts	-	1,431	1,431
Accrued interest receivable	244,526	228,900	473,426
Contributions	-	269,137	269,137
Prepaid expense	1,650	7,637	9,287
Total assets	51,604,081	48,894,522	100,498,603
Liabilities			
Accounts payable	25,339	30,360	55,699
Total liabilities	25,339	30,360	55,699
Net assets			
Held in trust for pension benefits	\$ 51,578,742	\$ 48,864,162	\$ 100,442,904

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS

December 31, 2009

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Changes in Plan Net Assets

	Pension Trust		Totals
	Firefighters Pension	Police Pension	
Additions			
Contributions			
Employer	\$ 2,158,326	\$ 2,674,179	\$ 4,832,505
Plan members	797,718	848,343	1,646,061
Total contributions	<u>2,956,044</u>	<u>3,522,522</u>	<u>6,478,566</u>
Investment Income			
Investment income	5,616,253	7,095,905	12,712,158
Miscellaneous revenues	897	(26,668)	(25,771)
Total Investment income	<u>5,617,150</u>	<u>7,069,237</u>	<u>12,686,387</u>
Less investment expense	195,573	180,329	375,902
Net investment income	<u>5,421,577</u>	<u>6,888,908</u>	<u>12,310,485</u>
Total additions	<u>8,377,621</u>	<u>10,411,430</u>	<u>18,789,051</u>
Deductions			
Benefits	4,431,093	4,810,907	9,242,000
Administration	68,890	83,646	152,536
Total deductions	<u>4,499,983</u>	<u>4,894,553</u>	<u>9,394,536</u>
Net change in net assets	3,877,638	5,516,877	9,394,515
Net assets, beginning of year	<u>47,701,104</u>	<u>43,347,285</u>	<u>91,048,389</u>
Net assets, end of year	<u>\$ 51,578,742</u>	<u>\$ 48,864,162</u>	<u>\$ 100,442,904</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 to provide coverage for losses from torts; theft of, damage to, or destruction of assets; errors and omissions; workers compensation and health insurance. The City is self insured for Dental. These risks are accounted for and financed by the City in its internal service fund – the Risk Management Fund and Health Benefits Fund. Settled claims have not exceeded coverage for the past 3 years. There was no significant reduction in coverage from the prior year.

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, 2009

NOTE IV - OTHER INFORMATION (cont.)

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	\$ 318,869	\$ 26,456
Current year claims and changes in estimates	7,970,719	510,359
Claim payments	<u>(8,263,132)</u>	<u>(511,434)</u>
 Unpaid Claims - End of Year	 <u>\$ 26,456</u>	 <u>\$ 25,381</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 Agency

The City has joined together with other local governments in Illinois to form the Municipal Insurance Cooperative Agency (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 \$150,000 limit on property claims, \$200,000 limit on liability claims, \$400,000 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 \$7,650,000. 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 \$7,650,000. 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, 2009

NOTE IV - OTHER INFORMATION (cont.)

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, 2009

NOTE IV - OTHER INFORMATION (cont.)

D. JOINT VENTURES

Joint Emergency Telephone System

The City of Des Plaines, the Village of Morton Grove, the Village of Niles and the City of Park Ridge jointly operate the local dispatch center, which is called the Joint Emergency Telephone System (JETS) and provides public safety communications services.

The governing body is made up of the respective municipalities Manager's/Administrator's and Police and Fire Chiefs. The City made a payment totaling \$2,504,470 to JETS for 2009. The City believes that JETS will continue to provide services in the future at similar rates.

Financial information of the Joint Emergency Telephone System as of December 31, 2009 is available directly from the Joint Emergency Telephone System office.

The City does not have an equity interest in the Joint Emergency Telephone System

E. 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.

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 2009, total member contributions were \$1,446,974. Administrative costs of the plan are financed through investment earnings.

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS

December 31, 2009

NOTE IV - OTHER INFORMATION (cont.)

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	\$	1,123,881
Interest on net OPEB obligation		-
Adjustment to annual required contribution		<u>-</u>
 Annual OPEB cost		 1,123,881
Contributions made		<u>(599,828)</u>
Increase in net OPEB obligation (asset)		524,053
 Net OPEB Obligation (Asset) - Beginning of Year		 <u>537,161</u>
 Net OPEB Obligation (Asset) - End of Year	\$	 <u><u>1,061,214</u></u>

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2009 was as follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2009	\$ 1,123,881	53.37%	\$ 1,061,214
2008	1,108,417	49.14%	537,161

The funded status of the plan as of December 31, 2008, the most recent actuarial valuation date, was as follows:

Actuarial accrued liability (AAL)	\$	13,540,520
Actuarial value of plan assets		<u>-</u>
 Unfunded Actuarial Accrued Liability (UAAL)	\$	 <u><u>13,540,520</u></u>
 Funded ratio (actuarial value of plan assets/AAL)		 -%
 Covered payroll (active plan members)	\$	 32,580,476
 UAAL as a percentage of covered payroll		 42%

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS

December 31, 2009

NOTE IV - OTHER INFORMATION (cont.)

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, 2008 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 10 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, 2009, was 28 years for all employees, except public works employees, whose remaining amortization period was 10 years.

F. TERMINATION BENEFITS

In 2009, the City offered early retirement incentives to all City workers who would agree to terminate in 2009. Those incentives included cash payments equal to four years of free single or single plus-one health insurance or one week of severance pay for each year of service up to a maximum of 12 weeks. Five City employees accepted the City's offer. The estimated cost of the cash payments, reported in the government-wide statement of net assets by function, is \$421,813. Due to the small scale of the health care benefits, unadjusted unpaid premiums as of December 31, 2009 were used to calculate liabilities.

G. SUBSEQUENT EVENTS

The City issued two new series of bonds on January 6, 2010. The General Obligation Refunding Bonds, Series 2010A, has a principal of \$3,945,000 with an interest rate between 3.625% and 4.250%. The General Obligation Refunding Bonds, Series 2010B Capital Appreciation Bonds, has a principal of \$5,850,000 with an interest rate between 4.000% and 5.350%.

CITY OF DES PLAINES

NOTES TO FINANCIAL STATEMENTS

December 31, 2009

NOTE IV - OTHER INFORMATION (cont.)

H. 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

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CITY OF DES PLAINES

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

For the Year Ended December 31, 2009

With Comparative Actual Amounts for the Year Ended December 31, 2008

	2009		Variance with Final Budget	2008 Actual
	Original and Final Budget	Actual		
REVENUES				
PROPERTY TAXES				
Property taxes	\$ 15,171,900	\$ 15,105,618	\$ (66,282)	\$ 14,948,936
Police pension	2,612,000	2,624,670	12,670	2,509,278
Fire pension	<u>2,125,000</u>	<u>2,158,314</u>	<u>33,314</u>	<u>1,923,800</u>
Total Property taxes	<u>19,908,900</u>	<u>19,888,602</u>	<u>(20,298)</u>	<u>19,382,014</u>
LOCAL TAXES				
Utility taxes	2,565,000	2,184,785	(380,215)	2,583,405
Gas use tax	440,000	376,783	(63,217)	412,731
Franchise tax	503,400	531,133	27,733	508,905
Road and bridge tax	146,000	186,481	40,481	165,596
Food and beverage tax	960,000	897,541	(62,459)	953,597
Telecommunication taxes	3,200,000	3,271,360	71,360	2,407,669
Hotel/motel tax	1,522,850	1,243,395	(279,455)	1,621,451
Auto rental tax	70,000	69,243	(757)	80,787
Real estate transfer tax	575,000	341,949	(233,051)	525,343
Home rule sales tax	<u>1,394,000</u>	<u>1,193,816</u>	<u>(200,184)</u>	<u>1,389,918</u>
Total Local Taxes	<u>11,376,250</u>	<u>10,296,486</u>	<u>(1,079,764)</u>	<u>10,649,402</u>
LICENSES				
Business	530,000	473,385	(56,615)	514,883
Liquor	205,000	203,935	(1,065)	215,112
Vehicle	1,300,000	1,323,660	23,660	1,320,387
Other licenses	<u>92,400</u>	<u>152,615</u>	<u>60,215</u>	<u>112,451</u>
Total Licenses	<u>2,127,400</u>	<u>2,153,595</u>	<u>26,195</u>	<u>2,162,833</u>
PERMITS				
Building	800,000	541,746	(258,254)	759,553
Other permits	<u>289,000</u>	<u>316,210</u>	<u>27,210</u>	<u>305,767</u>
Total Permits	<u>1,089,000</u>	<u>857,956</u>	<u>(231,044)</u>	<u>1,065,320</u>
INTERGOVERNMENTAL				
State income tax	5,400,000	4,091,933	(1,308,067)	5,551,206
Local use tax	838,000	721,137	(116,863)	861,783
Personal property replacement tax	1,336,000	1,229,867	(106,133)	1,408,713
Municipal sales tax	8,200,000	7,548,845	(651,155)	8,293,888
Federal, state, and local grants	300,940	711,482	410,542	1,398,319
Other state payments	<u>109,700</u>	<u>126,914</u>	<u>17,214</u>	<u>112,855</u>
Total INTERGOVERNMENTAL	<u>16,184,640</u>	<u>14,430,178</u>	<u>(1,754,462)</u>	<u>17,626,764</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, 2009

With Comparative Actual Amounts for the Year Ended December 31, 2008

	2009		Variance with Final Budget	2008 Actual
	Original and Final Budget	Actual		
CHARGES FOR SERVICES				
Ambulance fees	\$ 1,210,000	\$ 1,282,936	\$ 72,936	\$ 1,396,955
Refuse collection	3,350,000	3,537,886	187,886	3,408,346
Other fees	194,050	202,283	8,233	226,011
Rental income	212,425	449,242	236,817	121,238
E-911 fees	-	905,287	905,287	-
Total charges for services	<u>4,966,475</u>	<u>6,377,634</u>	<u>1,411,159</u>	<u>5,152,550</u>
FINES AND FORFEITS				
Fines	668,000	727,463	59,463	719,573
Other fines and forfeits	340,200	391,001	50,801	359,959
Total fines and forfeits	<u>1,008,200</u>	<u>1,118,464</u>	<u>110,264</u>	<u>1,079,532</u>
INVESTMENT INCOME				
Investment income	150,000	15,497	(134,503)	111,718
MISCELLANEOUS				
Miscellaneous	181,200	1,111,874	930,674	314,927
Total Revenues	<u>56,992,065</u>	<u>56,250,286</u>	<u>(741,779)</u>	<u>57,545,060</u>
EXPENDITURES				
GENERAL GOVERNMENT				
Legislative department				
Salaries	99,760	100,474	(714)	101,116
Benefits	133,366	112,484	20,882	128,976
Contractual services	138,962	120,275	18,687	158,077
Commodities	2,650	5,176	(2,526)	2,460
Total legislative department	<u>374,738</u>	<u>338,409</u>	<u>36,329</u>	<u>390,629</u>
City Clerk				
Salaries	126,850	98,033	28,817	239,799
Benefits	51,513	37,821	13,692	73,045
Contractual services	13,211	12,459	752	18,149
Commodities	27,700	16,557	11,143	45,106
Total city clerk	<u>219,274</u>	<u>164,870</u>	<u>54,404</u>	<u>376,099</u>
City Manager Division				
Salaries	353,206	357,257	(4,051)	262,120
Benefits	100,251	102,003	(1,752)	61,243
Contractual services	14,614	14,381	233	5,691
Commodities	8,160	3,761	4,399	5,353
Capital outlay	-	-	-	13,372
Total city manager division	<u>476,231</u>	<u>477,402</u>	<u>(1,171)</u>	<u>347,779</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, 2009

With Comparative Actual Amounts for the Year Ended December 31, 2008

	2009			2008 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
Media services				
Salaries	\$ 142,736	\$ 172,807	\$ (30,071)	\$ 43,500
Benefits	51,333	50,424	909	10,595
Contractual services	44,927	42,110	2,817	42,948
Commodities	39,400	33,784	5,616	4,703
Capital outlay	9,000	2,825	6,175	32,527
Total media services	<u>287,396</u>	<u>301,950</u>	<u>(14,554)</u>	<u>134,273</u>
Legal department				
Salaries	312,673	335,241	(22,568)	307,924
Benefits	105,965	105,636	329	100,849
Contractual services	265,756	163,635	102,121	62,361
Commodities	8,750	7,998	752	8,477
Total legal department	<u>693,144</u>	<u>612,510</u>	<u>80,634</u>	<u>479,611</u>
Department of finance - fiscal services				
Salaries	566,358	560,619	5,739	524,708
Benefits	229,931	225,286	4,645	201,452
Contractual services	107,883	153,969	(46,086)	231,143
Commodities	31,400	32,120	(720)	32,807
Capital outlay	1,700	897	803	-
Total department of finance - fiscal services	<u>937,272</u>	<u>972,891</u>	<u>(35,619)</u>	<u>990,110</u>
Information technologies				
Salaries	355,354	352,209	3,145	300,532
Benefits	133,333	123,165	10,168	190,693
Contractual services	232,971	132,250	100,721	40,009
Commodities	79,930	33,275	46,655	18,483
Capital outlay	6,000	-	6,000	31,072
Total information technologies	<u>807,588</u>	<u>640,899</u>	<u>166,689</u>	<u>580,789</u>
Overhead division - contractual services				
Early retirement program	-	-	-	42,861
Flood assistance	-	-	-	60,537
Historical museum	166,600	166,600	-	166,600
Other	380,087	170,493	209,594	140,697
Total overhead division - contractual services	<u>546,687</u>	<u>337,093</u>	<u>209,594</u>	<u>410,695</u>
Building and code enforcement				
Salaries	956,529	971,340	(14,811)	1,046,656
Benefits	398,103	414,803	(16,700)	401,696
Contractual services	109,964	137,025	(27,061)	73,691
Commodities	10,600	6,248	4,352	13,063
Total building and code enforcement	<u>1,475,196</u>	<u>1,529,416</u>	<u>(54,220)</u>	<u>1,535,106</u>
Planning and zoning				
Salaries	346,731	295,323	51,408	336,147
Benefits	112,680	133,537	(20,857)	106,933
Contractual services	306,586	161,585	145,001	261,225
Commodities	4,250	889	3,361	3,337
Total planning and zoning	<u>770,247</u>	<u>591,334</u>	<u>178,913</u>	<u>707,642</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, 2009

With Comparative Actual Amounts for the Year Ended December 31, 2008

	2009			2008 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
Human resources				
Salaries	\$ 305,146	\$ 288,383	\$ 16,763	\$ 151,023
Benefits	102,508	74,425	28,083	48,924
Contractual services	74,711	95,106	(20,395)	293,968
Commodities	13,650	8,519	5,131	11,427
Total human resources	<u>496,015</u>	<u>466,433</u>	<u>29,582</u>	<u>505,342</u>
Health and Human Services				
Salaries	184,556	171,488	13,068	210,810
Benefits	85,575	88,698	(3,123)	83,277
Contractual services	187,364	170,878	16,486	134,923
Commodities	13,475	6,778	6,697	12,232
Total Health and Human Services	<u>470,970</u>	<u>437,842</u>	<u>33,128</u>	<u>441,242</u>
Geographic information systems (GIS)				
Contractual services	234,700	225,676	9,024	212,680
Commodities	1,500	-	1,500	2,142
Total Geographic information systems (GIS)	<u>236,200</u>	<u>225,676</u>	<u>10,524</u>	<u>214,822</u>
Total general government	<u>7,790,958</u>	<u>7,096,725</u>	<u>694,233</u>	<u>7,114,139</u>
PUBLIC SAFETY				
Police department - administration				
Salaries	527,627	541,724	(14,097)	637,490
Benefits	232,599	246,430	(13,831)	280,154
Contractual services	20,208	17,053	3,155	51,129
Commodities	4,450	2,757	1,693	11,266
Total police department - administration	<u>784,884</u>	<u>807,964</u>	<u>(23,080)</u>	<u>980,039</u>
Police department - uniformed patrol				
Salaries	6,248,006	6,065,442	182,564	6,053,820
Benefits	3,012,185	3,131,632	(119,447)	3,017,496
Contractual services	154,279	131,082	23,197	230,069
Commodities	24,000	16,694	7,306	24,753
Total police department - uniformed patrol	<u>9,438,470</u>	<u>9,344,850</u>	<u>93,620</u>	<u>9,326,138</u>
Police department - criminal investigation				
Salaries	2,295,440	2,245,693	49,747	2,052,080
Benefits	1,134,720	1,183,207	(48,487)	1,127,154
Contractual services	89,298	70,288	19,010	104,542
Commodities	9,275	2,951	6,324	11,462
Total police department - criminal investigation	<u>3,528,733</u>	<u>3,502,139</u>	<u>26,594</u>	<u>3,295,238</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, 2009

With Comparative Actual Amounts for the Year Ended December 31, 2008

	2009			2008 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
Police department - supporting services				
Salaries	\$ 2,430,816	\$ 2,491,047	\$ (60,231)	\$ 2,443,071
Benefits	1,053,162	1,110,653	(57,491)	1,022,803
Contractual services	205,223	158,386	46,837	244,241
Commodities	171,630	183,975	(12,345)	199,704
Capital outlay	-	-	-	13,473
Total police department - supporting services	<u>3,860,831</u>	<u>3,944,061</u>	<u>(83,230)</u>	<u>3,923,292</u>
Fire department - administration				
Salaries	671,022	563,818	107,204	666,306
Benefits	354,143	553,606	(199,463)	326,306
Contractual services	28,967	26,155	2,812	43,245
Commodities	7,900	4,663	3,237	6,488
Capital outlay	-	-	-	189
Total fire department - administration	<u>1,062,032</u>	<u>1,148,242</u>	<u>(86,210)</u>	<u>1,042,534</u>
Fire department - emergency services				
Salaries	8,395,793	8,030,988	364,805	8,362,115
Benefits	4,607,635	4,975,765	(368,130)	4,416,051
Contractual services	258,743	234,859	23,884	352,509
Commodities	135,750	127,640	8,110	157,097
Capital outlay	<u>20,892</u>	<u>-</u>	<u>20,892</u>	<u>49,519</u>
Total fire department - emergency services	<u>13,418,813</u>	<u>13,369,252</u>	<u>49,561</u>	<u>13,337,291</u>
Fire department - fire prevention				
Salaries	412,187	411,448	739	418,742
Benefits	246,358	269,505	(23,147)	260,528
Contractual services	16,585	12,795	3,790	21,341
Commodities	<u>7,100</u>	<u>5,691</u>	<u>1,409</u>	<u>5,629</u>
Total fire department - fire prevention	<u>682,230</u>	<u>699,439</u>	<u>(17,209)</u>	<u>706,240</u>
Emergency Management Agency				
Salaries	47,500	47,317	183	9,329
Benefits	8,446	8,580	(134)	746
Contractual services	20,786	16,986	3,800	27,912
Commodities	19,400	26,330	(6,930)	12,872
Capital outlay	-	-	-	5,807
Total emergency management agency	<u>96,132</u>	<u>99,213</u>	<u>(3,081)</u>	<u>56,666</u>
Board of police and fire commission				
Contractual services	118,505	37,996	80,509	44,078
Commodities	<u>4,400</u>	<u>2,687</u>	<u>1,713</u>	<u>3,699</u>
Total board of police and fire commission	<u>122,905</u>	<u>40,683</u>	<u>82,222</u>	<u>47,777</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, 2009 With Comparative Actual Amounts for the Year Ended December 31, 2008

	2009		Variance with Final Budget	2008 Actual
	Original and Final Budget	Actual		
Emergency Communications				
Contractual services	\$ 1,708,470	\$ 2,504,470	\$ (796,000)	\$ 1,793,592
Total emergency communications	<u>1,708,470</u>	<u>2,504,470</u>	<u>(796,000)</u>	<u>1,793,592</u>
Total Public Safety	<u>34,703,500</u>	<u>35,460,313</u>	<u>(756,813)</u>	<u>34,508,807</u>
PUBLIC WORKS				
Building and grounds				
Salaries	26,425	68,933	(42,508)	299,699
Benefits	10,823	23,693	(12,870)	126,550
Contractual services	484,835	346,581	138,254	233,292
Commodities	221,940	228,408	(6,468)	272,340
Capital outlay	-	-	-	1,632
Total building and grounds	<u>744,023</u>	<u>667,615</u>	<u>76,408</u>	<u>933,513</u>
Vehicle maintenance division				
Salaries	478,742	506,870	(28,128)	472,539
Benefits	207,499	226,338	(18,839)	200,008
Contractual services	89,397	72,278	17,119	99,190
Commodities	745,072	564,749	180,323	936,326
Total vehicle maintenance division	<u>1,520,710</u>	<u>1,370,235</u>	<u>150,475</u>	<u>1,708,063</u>
Public works administration				
Salaries	160,302	121,708	38,594	144,050
Benefits	71,150	60,080	11,070	67,592
Contractual services	6,152	5,251	901	11,325
Commodities	5,280	1,698	3,582	9,671
Capital outlay	-	-	-	5,000
Total public works administration	<u>242,884</u>	<u>188,737</u>	<u>54,147</u>	<u>237,638</u>
Environmental services				
Salaries	65,575	66,894	(1,319)	18,272
Benefits	22,688	23,082	(394)	3,960
Contractual services - refuse contract	3,550,000	3,484,010	65,990	3,410,804
Contractual services	27,626	23,395	4,231	26,081
Commodities	36,900	31,553	5,347	200,364
Total Environmental services	<u>3,702,789</u>	<u>3,628,934</u>	<u>73,855</u>	<u>3,659,481</u>
Total Public works	<u>6,210,406</u>	<u>5,855,521</u>	<u>354,885</u>	<u>6,538,695</u>
STREETS AND HIGHWAYS				
Engineering department				
Salaries	570,255	637,571	(67,316)	715,552
Benefits	177,212	189,162	(11,950)	216,919
Contractual services	23,167	17,445	5,722	32,357
Commodities	7,920	4,165	3,755	302,340
Total engineering department	<u>778,554</u>	<u>848,343</u>	<u>(69,789)</u>	<u>1,267,168</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, 2009

With Comparative Actual Amounts for the Year Ended December 31, 2008

	2009			2008 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
Street department				
Salaries	\$ 1,096,953	\$ 989,546	\$ 107,407	\$ 1,225,893
Benefits	481,394	495,067	(13,673)	493,856
Contractual services	125,830	117,644	8,186	118,857
Commodities	370,544	387,875	(17,331)	99,983
Capital outlay	192,500	13,114	179,386	6,080
Total street department	<u>2,267,221</u>	<u>2,003,246</u>	<u>263,975</u>	<u>1,944,669</u>
Street special services				
Salaries	1,211,137	1,272,290	(61,153)	1,173,514
Benefits	595,045	640,631	(45,586)	540,567
Contractual services	492,430	302,600	189,830	843,214
Commodities	30,090	15,139	14,951	323,167
Capital outlay	-	-	-	25,064
Total street special services	<u>2,328,702</u>	<u>2,230,660</u>	<u>98,042</u>	<u>2,905,526</u>
Total Streets and highways	<u>5,374,477</u>	<u>5,082,249</u>	<u>292,228</u>	<u>6,117,363</u>
ECONOMIC DEVELOPMENT				
Economic development				
Salaries	40,348	41,806	(1,458)	115,479
Benefits	14,298	13,882	416	39,200
Contractual services	520,244	273,814	246,430	523,133
Commodities	2,750	62	2,688	3,950
Total economic development	<u>577,640</u>	<u>329,564</u>	<u>248,076</u>	<u>681,762</u>
Total Economic Development	<u>577,640</u>	<u>329,564</u>	<u>248,076</u>	<u>681,762</u>
DEBT SERVICE				
Interest and fiscal charges	-	-	-	32,885
Total Debt Service	-	-	-	32,885
Total Expenditures	<u>54,656,981</u>	<u>53,824,372</u>	<u>832,609</u>	<u>54,993,651</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,335,084</u>	<u>2,425,914</u>	<u>90,830</u>	<u>2,551,409</u>
OTHER FINANCING SOURCES (USES)				
Transfer in	2,550,000	2,550,000	-	15,780
Transfer out	(1,360,000)	(1,360,000)	-	(1,153,700)
Total Other Financing Sources (Uses)	<u>1,190,000</u>	<u>1,190,000</u>	<u>-</u>	<u>(1,137,920)</u>
Net Change in Fund Balance	<u>\$ 3,525,084</u>	<u>3,615,914</u>	<u>\$ 90,830</u>	<u>1,413,489</u>
FUND BALANCE - Beginning of Year		<u>9,370,311</u>		<u>7,956,822</u>
FUND BALANCE - END OF YEAR		<u>\$ 12,986,225</u>		<u>\$ 9,370,311</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 #1 (DOWNTOWN)

For the Year Ended December 31, 2009

With Comparative Actual Amounts for the Year Ended December 31, 2008

	2009			2008 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
REVENUES				
Property taxes	\$ 5,684,153	\$ 5,268,522	\$ (415,631)	\$ 5,011,471
Intergovernmental	471,000	-	(471,000)	-
Investment income	51,316	6,894	(44,422)	85,996
Miscellaneous	6,200	8,100	1,900	63,842
Total Revenues	<u>6,212,669</u>	<u>5,283,516</u>	<u>(929,153)</u>	<u>5,161,309</u>
EXPENDITURES				
ECONOMIC DEVELOPMENT				
Salaries	16,931	17,840	(909)	16,747
Benefits	6,326	6,498	(172)	6,125
Contractual services	2,162,336	208,727	1,953,609	739,512
Commodities	63,500	35,555	27,945	84,676
Surplus declaration	1,500,000	1,500,000	-	1,500,000
Capital Outlay	5,270,000	68,429	5,201,571	1,461,847
Total Economic Development	<u>9,019,093</u>	<u>1,837,049</u>	<u>7,182,044</u>	<u>3,808,907</u>
DEBT SERVICE				
Principal	2,207,526	2,207,525	1	1,923,254
Interest and fiscal charges	813,705	813,707	(2)	868,373
Paying agent fees	2,525	1,764	761	1,464
Total Debt Service	<u>3,023,756</u>	<u>3,022,996</u>	<u>760</u>	<u>2,793,091</u>
Total Expenditures	<u>12,042,849</u>	<u>4,860,045</u>	<u>7,182,804</u>	<u>6,601,998</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(5,830,180)</u>	<u>423,471</u>	<u>6,253,651</u>	<u>(1,440,689)</u>
OTHER FINANCING SOURCES (USES)				
Principal of refunding debt	5,750,000	-	(5,750,000)	1,334,000
Transfer to Escrow	-	-	-	(1,301,940)
Transfer out	-	(854,714)	(854,714)	-
Total Other Financing Sources (Uses)	<u>5,750,000</u>	<u>(854,714)</u>	<u>(6,604,714)</u>	<u>32,060</u>
Net Change in Fund Balance	<u>\$ (80,180)</u>	<u>(431,243)</u>	<u>\$ (351,063)</u>	<u>(1,408,629)</u>
FUND BALANCE - Beginning of Year		<u>1,454,836</u>		<u>2,863,465</u>
FUND BALANCE - END OF YEAR		<u>\$ 1,023,593</u>		<u>\$ 1,454,836</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, 2009

With Comparative Actual Amounts for the Year Ended December 31, 2008

	2009			2008 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
REVENUES				
Property taxes	\$ 15,644	\$ 92,473	\$ 76,829	\$ 142,660
Intergovernmental	-	49,170	49,170	-
Investment income	-	12	12	5,460
Total Revenues	<u>15,644</u>	<u>141,655</u>	<u>126,011</u>	<u>148,120</u>
EXPENDITURES				
ECONOMIC DEVELOPMENT				
Salaries	16,931	17,840	(909)	16,747
Benefits	6,326	6,498	(172)	6,125
Contractual services	736,456	34,276	702,180	56,186
Capital outlay	<u>250,000</u>	<u>-</u>	<u>250,000</u>	<u>-</u>
Total Economic Development	<u>1,009,713</u>	<u>58,614</u>	<u>951,099</u>	<u>79,058</u>
DEBT SERVICE				
Principal	405,000	25,000	380,000	370,000
Interest and fiscal charges	489,490	251,226	238,264	507,176
Paying agent fees	<u>1,000</u>	<u>87,112</u>	<u>(86,112)</u>	<u>818</u>
Total Debt Service	<u>895,490</u>	<u>363,338</u>	<u>532,152</u>	<u>877,994</u>
Total Expenditures	<u>1,905,203</u>	<u>421,952</u>	<u>1,483,251</u>	<u>957,052</u>
Excess (Deficiency) of revenues over (under) expenditures	<u>(1,889,559)</u>	<u>(280,297)</u>	<u>1,609,262</u>	<u>(808,932)</u>
OTHER FINANCING SOURCES				
Proceeds from sale of capital assets	2,700,000	-	(2,700,000)	-
Issued general obligation bonds	-	3,173,084	3,173,084	-
Transfer to Escrow	<u>-</u>	<u>(3,045,184)</u>	<u>(3,045,184)</u>	<u>-</u>
Total Other Financing Sources	<u>2,700,000</u>	<u>127,900</u>	<u>(2,572,100)</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ 810,441</u>	<u>(152,397)</u>	<u>\$ (962,838)</u>	<u>(808,932)</u>
FUND BALANCE (DEFICIT) - Beginning of Year		<u>(5,102,861)</u>		<u>(4,293,929)</u>
FUND BALANCE (DEFICIT) - END OF YEAR		<u>\$ (5,255,258)</u>		<u>\$ (5,102,861)</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, 2009

<u>Actuarial Valuation Date</u>	<u>Cost (ARC)</u>	<u>Percentage of ARC Contributed</u>	<u>Net Pension Obligation</u>
12/31/08	\$ 1,792,863	100.00%	\$ -
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%	-

<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>
12/31/08	\$ 35,165,730	\$ 47,594,270	\$12,428,540	73.89%	\$ 17,751,122	70.02%
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	30,307,949	30,271,291	(36,658)	100.12%	13,457,606	-%

Digest of Changes
 Assumptions

The actuarial assumptions used to determine the actuarial accrued liability for 2008 are based on the 2005-2007 Experience Study.

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	12/31/2008
Actuarial cost method	Entry Age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	24 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, 2009

<u>Actuarial Valuation Date</u>	<u>Cost (ARC)</u>	<u>Percentage of ARC Contributed</u>	<u>Net Pension Obligation</u>
12/31/2008	\$ 2,352,290	102.96%	\$ (231,363)
12/31/2007	2,213,487	92.19%	(157,753)
12/31/2006	2,035,189	131.42%	(322,134)

<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>
12/31/2008	\$ 43,143,575	\$ 86,979,445	\$ 43,835,870	49.60%	\$ 7,965,425	550.33%
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%

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	12/31/2008
Actuarial cost method	Entry Age normal
Amortization method	Level percentage of pay, closed
Remaining amortization period	25 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

FIREFIGHTERS' PENSION FUND SCHEDULE OF EMPLOYER'S CONTRIBUTIONS AND SCHEDULE OF FUNDING PROGRESS December 31, 2009

<u>Actuarial Valuation Date</u>	<u>Cost (ARC)</u>	<u>Percentage of ARC Contributed</u>	<u>Net Pension Obligation</u>
12/31/2008	\$ 1,831,495	110.15%	\$ (495,864)
12/31/2007	1,772,574	92.03%	(302,375)
12/31/2006	1,644,081	129.90%	(432,239)

<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>
12/31/2008	\$ 47,701,104	\$ 82,859,995	\$ 35,158,891	57.57%	\$ 8,296,833	423.76%
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%

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	12/31/2008
Actuarial cost method	Entry Age normal
Amortization method	Level percentage of pay, closed
Remaining amortization period	25 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, 2009

Actuarial Valuation Date	Annual OPEB Cost	Percentage of OPEB Cost Contributed	Net OPEB Obligation
12/31/08	\$ 1,194,670	52.41%	\$ 1,138,801
12/31/07	1,142,333	50.07%	570,310
12/31/06	N/A	N/A	N/A

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/07	\$ -	\$ 13,540,520	\$ 13,540,520	0.00%	\$ 32,580,476	41.56%
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

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

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CITY OF DES PLAINES

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION December 31, 2009

BUDGETARY INFORMATION

Budgetary information is derived from the annual operating budget and is presented using generally accepted accounting principles and the modified accrual basis of accounting.

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SUPPLEMENTARY INFORMATION

CITY OF DES PLAINES

DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - CAPITAL PROJECTS - MAJOR FUND

For the Year Ended December 31, 2009

With Comparative Actual Amounts for the Year Ended December 31, 2008

	2009			2008 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
REVENUES				
Property taxes	\$ 28,214	\$ 28,790	\$ 576	\$ 30,474
Home-rule option sales tax - general	2,850,000	2,387,632	(462,368)	2,779,837
Home-rule option sales tax - library debt service	1,425,000	1,193,816	(231,184)	1,389,918
Local use	871,500	828,082	(43,418)	857,659
Intergovernmental	2,576,102	598,245	(1,977,857)	97,939
Storm sewers	1,608,000	1,531,176	(76,824)	1,664,099
Investment income	33,300	945	(32,355)	38,479
Miscellaneous	2,000	9,993	7,993	7,509
Total Revenues	<u>9,394,116</u>	<u>6,578,679</u>	<u>(2,815,437)</u>	<u>6,865,914</u>
EXPENDITURES				
STREETS & HIGHWAYS				
Salaries	264,383	262,830	1,553	262,081
Benefits	98,041	111,444	(13,403)	96,018
Contractual services	745,129	605,970	139,159	747,091
Commodities	55,500	4,302	51,198	25,555
Capital outlay	4,049,084	2,834,027	1,215,057	2,692,051
Total Streets & highways	<u>5,212,137</u>	<u>3,818,573</u>	<u>1,393,564</u>	<u>3,822,796</u>
DEBT SERVICE				
Principal	2,850,000	2,850,000	-	2,745,000
Interest and fiscal charges	1,325,991	1,238,885	87,106	1,427,763
Paying agent fees	2,675	35,360	(32,685)	2,270
Total Debt service	<u>4,178,666</u>	<u>4,124,245</u>	<u>54,421</u>	<u>4,175,033</u>
Total Expenditures	<u>9,390,803</u>	<u>7,942,818</u>	<u>1,447,985</u>	<u>7,997,829</u>
Excess (Deficiency) of revenues over (under) expenditures	<u>3,313</u>	<u>(1,364,139)</u>	<u>(1,367,452)</u>	<u>(1,131,915)</u>
OTHER FINANCING SOURCES (USES)				
Issued general obligation bonds	-	4,175,000	4,175,000	-
Premium (Discount) on debt issued	-	131,220	131,220	-
Transfer to Escrow	-	(4,270,076)	(4,270,076)	-
Transfer out	(50,000)	(50,000)	-	(15,780)
Total Other Financing Sources (Uses)	<u>(50,000)</u>	<u>(13,856)</u>	<u>36,144</u>	<u>(15,780)</u>

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, 2009
 With Comparative Actual Amounts for the Year Ended December 31, 2008

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>	<u>2008 Actual</u>
Net Change in Fund Balance	\$ (46,687)	(1,377,995)	\$ (1,331,308)	(1,147,695)
FUND BALANCE - Beginning of Year		<u>903,099</u>		<u>2,050,794</u>
FUND BALANCE (DEFICIT) - END OF YEAR		<u>\$ (474,896)</u>		<u>\$ 903,099</u>

CITY OF DES PLAINES

COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS December 31, 2009

	Special Revenue Funds			
	Motor Fuel Tax	Community Development Block Grant	Asset Seizure	Foreign Fire Insurance Tax
ASSETS				
Cash and investments	\$ 161,288	\$ 126,801	\$ 2,036,835	\$ 372,401
Receivables (net)				
Property taxes	-	-	-	-
Accrued interest	-	-	4,158	-
Receivables - other	-	319	4,033	-
Due from other governments	120,771	53,380	26,224	-
TOTAL ASSETS	\$ 282,059	\$ 180,500	\$ 2,071,250	\$ 372,401
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 129,857	\$ 49,671	\$ 14,347	\$ -
Short-term notes payable	-	-	-	-
Deferred revenues	-	-	66,452	-
Unearned revenues	-	50,674	-	-
Due to other funds	-	8,192	-	-
Total Liabilities	129,857	108,537	80,799	-
Fund Balances				
Reserved				
Reserved for streets & highways	152,202	-	-	-
Reserved for public safety	-	-	1,990,451	372,401
Reserved for economic development	-	71,963	-	-
Reserved for debt service	-	-	-	-
Unreserved, undesignated reported in				
Special revenue funds undesignated	-	-	-	-
Capital projects funds undesignated	-	-	-	-
Total Fund Balances	152,202	71,963	1,990,451	372,401
TOTAL LIABILITIES AND FUND BALANCES	\$ 282,059	\$ 180,500	\$ 2,071,250	\$ 372,401

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)
\$ -	\$ 385,727	\$ 52,742	\$ 13,780	\$ 23,341	\$ 169,355	\$ 14,749
632,299	315,462	159,854	-	105,651	965,155	110,220
-	-	-	-	-	-	-
-	76	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 632,299</u>	<u>\$ 701,265</u>	<u>\$ 212,596</u>	<u>\$ 13,780</u>	<u>\$ 128,992</u>	<u>\$ 1,134,510</u>	<u>\$ 124,969</u>
\$ 1,000	\$ 58,805	\$ -	\$ -	\$ -	\$ -	\$ -
612,000	-	-	-	-	-	-
195,782	-	-	-	-	-	-
632,222	301,044	159,854	-	103,049	941,379	107,505
<u>2,219,203</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>3,660,207</u>	<u>359,849</u>	<u>159,854</u>	<u>-</u>	<u>103,049</u>	<u>941,379</u>	<u>107,505</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	341,416	52,742	-	-	-	-
-	-	-	13,780	25,943	193,131	17,464
(3,027,908)	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(3,027,908)</u>	<u>341,416</u>	<u>52,742</u>	<u>13,780</u>	<u>25,943</u>	<u>193,131</u>	<u>17,464</u>
<u>\$ 632,299</u>	<u>\$ 701,265</u>	<u>\$ 212,596</u>	<u>\$ 13,780</u>	<u>\$ 128,992</u>	<u>\$ 1,134,510</u>	<u>\$ 124,969</u>

CITY OF DES PLAINES

COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS December 31, 2009

	Debt Service Funds			Capital Projects Funds
	2003B (Partial Refunding 1993)	2007A (Partial Refunding 2001A)	2007B (Partial Refunding 2001B)	Building Replacement
ASSETS				
Cash and investments	\$ 42,281	\$ 6,213	\$ 43,840	\$ 940,390
Receivables (net)				
Property taxes	-	4,050	115,709	-
Accrued interest	-	-	-	-
Receivables - other	-	-	-	-
Due from other governments	-	-	-	-
TOTAL ASSETS	<u>\$ 42,281</u>	<u>\$ 10,263</u>	<u>\$ 159,549</u>	<u>\$ 940,390</u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ 1,356
Short-term notes payable	-	-	-	-
Deferred revenues	-	-	-	-
Unearned revenues	-	3,950	112,858	-
Due to other funds	-	-	-	-
Total Liabilities	<u>-</u>	<u>3,950</u>	<u>112,858</u>	<u>1,356</u>
Fund Balances				
Reserved				
Reserved for streets & highways	-	-	-	-
Reserved for public safety	-	-	-	-
Reserved for economic development	-	-	-	-
Reserved for debt service	42,281	6,313	46,691	-
Unreserved, undesignated reported in				
Special revenue funds undesignated	-	-	-	-
Capital projects funds undesignated	-	-	-	939,034
Total Fund Balances	<u>42,281</u>	<u>6,313</u>	<u>46,691</u>	<u>939,034</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 42,281</u>	<u>\$ 10,263</u>	<u>\$ 159,549</u>	<u>\$ 940,390</u>

<u>Capital Projects Funds</u>		
<u>Equipment Replacement</u>	<u>I.T. Replacement</u>	<u>Total Nonmajor Governmental Funds</u>
\$ 1,883,280	\$ 542,654	\$ 6,815,677
-	-	2,408,400
-	-	4,158
4,000	-	8,428
-	-	<u>200,375</u>
<u>\$ 1,887,280</u>	<u>\$ 542,654</u>	<u>\$ 9,437,038</u>

\$ 19,383	\$ 77,523	\$ 351,942
-	-	612,000
-	-	262,234
4,000	-	2,416,535
-	-	<u>2,227,395</u>
<u>23,383</u>	<u>77,523</u>	<u>5,870,106</u>

-	-	152,202
-	-	2,362,852
-	-	466,121
-	-	345,603
-	-	(3,027,908)
<u>1,863,897</u>	<u>465,131</u>	<u>3,268,062</u>
<u>1,863,897</u>	<u>465,131</u>	<u>3,566,932</u>
<u>\$ 1,887,280</u>	<u>\$ 542,654</u>	<u>\$ 9,437,038</u>

CITY OF DES PLAINES

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS For the Year Ended December 31, 2009

	Special Revenue Funds			
	Motor Fuel Tax	Community Development Block Grant	Asset Seizure	Foreign Fire Insurance Tax
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ 99,045
Intergovernmental	1,533,693	451,423	-	-
Fines, forfeitures and penalties	-	-	645,572	-
Investment income	938	226	26,343	4,952
Miscellaneous	-	-	-	-
Total Revenues	<u>1,534,631</u>	<u>451,649</u>	<u>671,915</u>	<u>103,997</u>
EXPENDITURES				
Current				
General government	-	299,092	-	-
Public safety	-	-	195,682	28,029
Streets and highways	824,773	-	-	-
Economic development	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Capital Outlay	880,704	193,339	238,799	-
Total Expenditures	<u>1,705,477</u>	<u>492,431</u>	<u>434,481</u>	<u>28,029</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(170,846)</u>	<u>(40,782)</u>	<u>237,434</u>	<u>75,968</u>
OTHER FINANCING SOURCES (USES)				
Transfer in	-	-	-	-
Issued general obligation debt	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	(170,846)	(40,782)	237,434	75,968
FUND BALANCES (DEFICIT) - Beginning of Year	<u>323,048</u>	<u>112,745</u>	<u>1,753,017</u>	<u>296,433</u>
FUND BALANCES (DEFICIT) - END OF YEAR	<u>\$ 152,202</u>	<u>\$ 71,963</u>	<u>\$ 1,990,451</u>	<u>\$ 372,401</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)
\$ 758,613	\$ 447,432	\$ 176,439	\$ -	\$ 99,254	\$ -	\$ 951,621
-	-	-	-	-	-	-
-	-	-	-	-	-	-
47	565	7	1	-	-	97
4,700	-	-	-	-	-	151,038
<u>763,360</u>	<u>447,997</u>	<u>176,446</u>	<u>1</u>	<u>99,254</u>	<u>-</u>	<u>1,102,756</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
19,616	131,806	10	-	-	-	-
678,000	-	75,000	-	90,000	-	1,000,000
668,607	-	48,694	-	7,973	-	131,786
240,000	-	-	-	-	-	-
<u>1,606,223</u>	<u>131,806</u>	<u>123,704</u>	<u>-</u>	<u>97,973</u>	<u>-</u>	<u>1,131,786</u>
<u>(842,863)</u>	<u>316,191</u>	<u>52,742</u>	<u>1</u>	<u>1,281</u>	<u>-</u>	<u>(29,030)</u>
-	-	854,714	-	-	-	30,660
-	-	-	-	-	-	-
-	-	<u>854,714</u>	-	-	-	<u>30,660</u>
(842,863)	316,191	907,456	1	1,281	-	1,630
(2,185,045)	25,225	(854,714)	13,779	24,662	-	191,501
<u>\$ (3,027,908)</u>	<u>\$ 341,416</u>	<u>\$ 52,742</u>	<u>\$ 13,780</u>	<u>\$ 25,943</u>	<u>\$ -</u>	<u>\$ 193,131</u>

CITY OF DES PLAINES

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS For the Year Ended December 31, 2009

	Debt Service Funds			
	2003A (Fire Station)	2003B (Partial Refunding 1993)	2007A (Partial Refunding 2001A)	2007B (Partial Refunding 2001B)
REVENUES				
Taxes	\$ 101,908	\$ 8,655	\$ 3,929	\$ 107,822
Intergovernmental	-	-	-	-
Fines, forfeitures and penalties	-	-	-	-
Investment income	-	-	-	4
Miscellaneous	-	-	-	-
Total Revenues	<u>101,908</u>	<u>8,655</u>	<u>3,929</u>	<u>107,826</u>
EXPENDITURES				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Streets and highways	-	-	-	-
Economic development	-	-	-	-
Debt Service				
Principal	60,000	-	-	65,000
Interest and fiscal charges	40,452	-	3,807	41,314
Capital Outlay	-	-	-	-
Total Expenditures	<u>100,452</u>	<u>-</u>	<u>3,807</u>	<u>106,314</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,456</u>	<u>8,655</u>	<u>122</u>	<u>1,512</u>
OTHER FINANCING SOURCES (USES)				
Transfer in	-	-	-	-
Issued general obligation debt	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	1,456	8,655	122	1,512
FUND BALANCES (DEFICIT) - Beginning of Year	<u>16,008</u>	<u>33,626</u>	<u>6,191</u>	<u>45,179</u>
FUND BALANCES (DEFICIT) - END OF YEAR	<u>\$ 17,464</u>	<u>\$ 42,281</u>	<u>\$ 6,313</u>	<u>\$ 46,691</u>

Capital Projects Funds

<u>Building Replacement</u>	<u>Equipment Replacement</u>	<u>I.T. Replacement</u>	<u>Total Nonmajor Governmental Funds</u>
\$ -	\$ -	\$ -	\$ 2,754,718
79,291	-	-	2,064,407
-	-	-	645,572
7,260	15,506	45	55,991
-	<u>35,221</u>	-	<u>190,959</u>
<u>86,551</u>	<u>50,727</u>	<u>45</u>	<u>5,711,647</u>
32,409	250	39,524	371,275
-	-	-	223,711
-	-	-	824,773
-	-	-	151,432
-	78,020	-	2,046,020
-	10,629	-	953,262
-	<u>629,603</u>	<u>129,831</u>	<u>2,312,276</u>
<u>32,409</u>	<u>718,502</u>	<u>169,355</u>	<u>6,882,749</u>
<u>54,142</u>	<u>(667,775)</u>	<u>(169,310)</u>	<u>(1,171,102)</u>
-	720,000	515,000	2,120,374
-	<u>250,000</u>	-	<u>250,000</u>
-	<u>970,000</u>	<u>515,000</u>	<u>2,370,374</u>
54,142	302,225	345,690	1,199,272
<u>884,892</u>	<u>1,561,672</u>	<u>119,441</u>	<u>2,367,660</u>
<u>\$ 939,034</u>	<u>\$ 1,863,897</u>	<u>\$ 465,131</u>	<u>\$ 3,566,932</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, 2009
 With Comparative Actual Amounts for the Year Ended December 31, 2008

	2009			2008 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
REVENUES				
Intergovernmental	\$ 1,630,000	\$ 1,533,693	\$ (96,307)	\$ 1,573,244
Investment income	10,000	938	(9,062)	7,370
Total Revenues	<u>1,640,000</u>	<u>1,534,631</u>	<u>(105,369)</u>	<u>1,580,614</u>
EXPENDITURES				
STREETS AND HIGHWAYS				
Contractual services	367,500	352,860	14,640	360,680
Commodities	332,000	471,913	(139,913)	382,020
Capital outlay	<u>986,222</u>	<u>880,704</u>	<u>105,518</u>	<u>762,179</u>
Total Expenditures	<u>1,685,722</u>	<u>1,705,477</u>	<u>(19,755)</u>	<u>1,504,879</u>
Net Change in Fund Balance	<u>\$ (45,722)</u>	(170,846)	<u>\$ (125,124)</u>	75,735
FUND BALANCE - Beginning of Year		<u>323,048</u>		<u>247,313</u>
FUND BALANCE - END OF YEAR		<u>\$ 152,202</u>		<u>\$ 323,048</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, 2009
 With Comparative Actual Amounts for the Year Ended December 31, 2008

	2009			2008 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
REVENUES				
Operating grants from local governments	\$ 331,922	\$ 451,423	\$ 119,501	\$ 189,962
Investment income	-	226	226	2,028
Total Revenues	<u>331,922</u>	<u>451,649</u>	<u>119,727</u>	<u>191,990</u>
EXPENDITURES				
GENERAL GOVERNMENT				
Personnel	50,447	53,585	(3,138)	49,142
Benefits	15,719	16,440	(721)	15,033
Contractual services	265,756	228,912	36,844	153,169
Commodities	-	155	(155)	405
Capital outlay	-	193,339	(193,339)	30,000
Total Expenditures	<u>331,922</u>	<u>492,431</u>	<u>(160,509)</u>	<u>247,749</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>(40,782)</u>	<u>\$ (40,782)</u>	<u>(55,759)</u>
FUND BALANCE - Beginning of Year		<u>112,745</u>		<u>168,504</u>
FUND BALANCE - END OF YEAR		<u>\$ 71,963</u>		<u>\$ 112,745</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, 2009
 With Comparative Actual Amounts for the Year Ended December 31, 2008

	2009			2008 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
REVENUES				
Property taxes	\$ 508,427	\$ 758,613	\$ 250,186	\$ 258,013
Other public charges for services	-	-	-	13,400
Investment income	500	47	(453)	2,049
Miscellaneous	-	4,700	4,700	100,853
Total Revenues	<u>508,927</u>	<u>763,360</u>	<u>254,433</u>	<u>374,315</u>
EXPENDITURES				
ECONOMIC DEVELOPMENT				
Contractual services	25,096	19,616	5,480	48,195
Capital outlay	-	240,000	(240,000)	-
Total Economic Development	<u>25,096</u>	<u>259,616</u>	<u>(234,520)</u>	<u>48,195</u>
DEBT SERVICE				
Principal	678,000	678,000	-	610,000
Interest and fiscal charges	662,349	662,350	(1)	665,808
Paying agent fees	1,450	6,257	(4,807)	1,116
Total Debt Service	<u>1,341,799</u>	<u>1,346,607</u>	<u>(4,808)</u>	<u>1,276,924</u>
Total Expenditures	<u>1,366,895</u>	<u>1,606,223</u>	<u>(239,328)</u>	<u>1,325,119</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(857,968)</u>	<u>(842,863)</u>	<u>15,105</u>	<u>(950,804)</u>
OTHER FINANCING SOURCES (USES)				
Principal of refunding debt	-	-	-	1,241,000
Transfer to Escrow	-	-	-	(1,215,671)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>25,329</u>
Net Change in Fund Balance	<u>\$ (857,968)</u>	<u>(842,863)</u>	<u>\$ 15,105</u>	<u>(925,475)</u>
FUND BALANCE (DEFICIT) - Beginning of Year		<u>(2,185,045)</u>		<u>(1,259,570)</u>
FUND BALANCE (DEFICIT) - END OF YEAR		<u>\$ (3,027,908)</u>		<u>\$ (2,185,045)</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, 2009
 With Comparative Actual Amounts for the Year Ended December 31, 2008

	2009			2008 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
REVENUES				
Property taxes	\$ 621,578	\$ 447,432	\$ (174,146)	\$ 394,840
Investment income	-	565	565	352
Total Revenues	<u>621,578</u>	<u>447,997</u>	<u>(173,581)</u>	<u>395,192</u>
EXPENDITURES				
ECONOMIC DEVELOPMENT				
Salaries	16,931	17,840	(909)	16,747
Benefits	6,326	6,498	(172)	6,124
Contractual services	250,292	107,468	142,824	140,086
Commodities	-	-	-	293
Capital Outlay	310,000	-	310,000	-
Total Expenditures	<u>583,549</u>	<u>131,806</u>	<u>451,743</u>	<u>163,250</u>
Net Change in Fund Balance	<u>\$ 38,029</u>	316,191	<u>\$ 278,162</u>	231,942
FUND BALANCE (DEFICIT) - Beginning of Year		<u>25,225</u>		<u>(206,717)</u>
FUND BALANCE - END OF YEAR		<u>\$ 341,416</u>		<u>\$ 25,225</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, 2009
 With Comparative Actual Amounts for the Year Ended December 31, 2008

	2009			2008 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
REVENUES				
Property taxes	\$ 179,400	\$ 176,439	\$ (2,961)	\$ 169,989
Investment income	200	7	(193)	165
Total Revenues	<u>179,600</u>	<u>176,446</u>	<u>(3,154)</u>	<u>170,154</u>
EXPENDITURES				
ECONOMIC DEVELOPMENT				
Contractual services	10	10	-	686
Capital Outlay	<u>50,000</u>	<u>-</u>	<u>50,000</u>	<u>-</u>
Total Economic Development	<u>50,010</u>	<u>10</u>	<u>50,000</u>	<u>686</u>
DEBT SERVICE				
Principal	75,000	75,000	-	70,000
Interest and fiscal charges	48,612	48,612	-	50,800
Paying agent fees	<u>100</u>	<u>82</u>	<u>18</u>	<u>82</u>
Total Debt Service	<u>123,712</u>	<u>123,694</u>	<u>18</u>	<u>120,882</u>
Total Expenditures	<u>173,722</u>	<u>123,704</u>	<u>50,018</u>	<u>121,568</u>
Excess (deficiency) of revenues over (under) expenditures	<u>5,878</u>	<u>52,742</u>	<u>46,864</u>	<u>48,586</u>
OTHER FINANCING SOURCES (USES)				
Transfer in	<u>-</u>	<u>854,714</u>	<u>854,714</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>854,714</u>	<u>854,714</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ 5,878</u>	907,456	<u>\$ 901,578</u>	48,586
FUND BALANCE (DEFICIT) - Beginning of Year		<u>(854,714)</u>		<u>(903,300)</u>
FUND BALANCE (DEFICIT) - END OF YEAR		<u>\$ 52,742</u>		<u>\$ (854,714)</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, 2009

With Comparative Actual Amounts for the Year Ended December 31, 2008

	2009			2008 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
REVENUES				
Property taxes	\$ 97,913	\$ 99,254	\$ 1,341	\$ 99,704
Investment income	100	-	(100)	61
Total Revenues	<u>98,013</u>	<u>99,254</u>	<u>1,241</u>	<u>99,765</u>
EXPENDITURES				
DEBT SERVICE				
Principal	90,000	90,000	-	85,000
Interest and fiscal charges	7,913	7,913	-	11,398
Paying agent fees	100	60	40	60
Total Expenditures	<u>98,013</u>	<u>97,973</u>	<u>40</u>	<u>96,458</u>
 Net Change in Fund Balance	 <u>\$ -</u>	 1,281	 <u>\$ 1,281</u>	 3,307
 FUND BALANCE - Beginning of Year		 <u>24,662</u>		 <u>21,355</u>
 FUND BALANCE - END OF YEAR		 <u>\$ 25,943</u>		 <u>\$ 24,662</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, 2009
 With Comparative Actual Amounts for the Year Ended December 31, 2008

	2009		Variance with Final Budget	2008 Actual
	Original and Final Budget	Actual		
REVENUES				
Property taxes	\$ 949,676	\$ 951,621	\$ 1,945	\$ 579,251
Investment income	400	97	(303)	369
Miscellaneous	151,038	151,038	-	86,960
Total Revenues	<u>1,101,114</u>	<u>1,102,756</u>	<u>1,642</u>	<u>666,580</u>
EXPENDITURES				
DEBT SERVICE				
Principal	1,000,000	1,000,000	-	500,000
Interest and fiscal charges	131,376	131,376	-	151,375
Paying agent fees	450	410	40	410
Total Expenditures	<u>1,131,826</u>	<u>1,131,786</u>	<u>40</u>	<u>651,785</u>
Excess (Deficiency) of revenues over (under) expenditures	<u>(30,712)</u>	<u>(29,030)</u>	<u>1,682</u>	<u>14,795</u>
OTHER FINANCING SOURCES				
Transfer in	<u>30,660</u>	<u>30,660</u>	-	<u>17,653</u>
Total Other Financing Sources	<u>30,660</u>	<u>30,660</u>	-	<u>17,653</u>
Net Change in Fund Balance	<u>\$ (52)</u>	1,630	<u>\$ 1,682</u>	32,448
FUND BALANCE - Beginning of Year		<u>191,501</u>		<u>159,053</u>
FUND BALANCE - END OF YEAR		<u>\$ 193,131</u>		<u>\$ 191,501</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, 2009
 With Comparative Actual Amounts for the Year Ended December 31, 2008

	2009			2008 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
REVENUES				
Property taxes	\$ 100,370	\$ 101,908	\$ 1,538	\$ 105,650
Investment income	200	-	(200)	42
Total Revenues	<u>100,570</u>	<u>101,908</u>	<u>1,338</u>	<u>105,692</u>
EXPENDITURES				
DEBT SERVICE				
Principal	60,000	60,000	-	60,000
Interest and fiscal charges	40,370	40,370	-	42,244
Paying agent fees	100	82	18	82
Total Expenditures	<u>100,470</u>	<u>100,452</u>	<u>18</u>	<u>102,326</u>
Net Change in Fund Balance	<u>\$ 100</u>	1,456	<u>\$ 1,356</u>	3,366
FUND BALANCE - Beginning of Year		<u>16,008</u>		<u>12,642</u>
FUND BALANCE - END OF YEAR		<u>\$ 17,464</u>		<u>\$ 16,008</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, 2009
 With Comparative Actual Amounts for the Year Ended December 31, 2008

	Original and Final Budget	Actual	Variance with Final Budget	2008 Actual
REVENUES				
Property taxes	\$ 3,800	\$ 3,929	\$ 129	\$ 3,906
Investment income	-	-	-	5
Total Revenues	<u>3,800</u>	<u>3,929</u>	<u>129</u>	<u>3,911</u>
EXPENDITURES				
DEBT SERVICE				
Interest and fiscal charges	3,800	3,800	-	3,800
Paying agent fees	100	7	93	7
Total Debt Service	<u>3,900</u>	<u>3,807</u>	<u>93</u>	<u>3,807</u>
Total Expenditures	<u>3,900</u>	<u>3,807</u>	<u>93</u>	<u>3,807</u>
Net Change in Fund Balance	<u>\$ (100)</u>	122	<u>\$ 222</u>	104
FUND BALANCE - Beginning of Year		<u>6,191</u>		<u>6,087</u>
FUND BALANCE - END OF YEAR		<u>\$ 6,313</u>		<u>\$ 6,191</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, 2009

With Comparative Actual Amounts for the Year Ended December 31, 2008

	Original and Final Budget	Actual	Variance with Final Budget	2008 Actual
REVENUES				
Property taxes	\$ 106,040	\$ 107,822	\$ 1,782	\$ 117,279
Investment income	200	4	(196)	83
Total Revenues	<u>106,240</u>	<u>107,826</u>	<u>1,586</u>	<u>117,362</u>
EXPENDITURES				
DEBT SERVICE				
Principal	65,000	65,000	-	70,000
Interest and fiscal charges	41,040	41,040	-	43,700
Paying agent fees	500	274	226	270
Total Expenditures	<u>106,540</u>	<u>106,314</u>	<u>226</u>	<u>113,970</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(300)</u>	<u>1,512</u>	<u>1,812</u>	<u>3,392</u>
OTHER FINANCING SOURCES (USES)				
Transfer in	-	-	-	148
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>148</u>
Net Change in Fund Balance	<u>\$ (300)</u>	1,512	<u>\$ 1,812</u>	3,540
FUND BALANCE - Beginning of Year		<u>45,179</u>		<u>41,639</u>
FUND BALANCE - END OF YEAR		<u>\$ 46,691</u>		<u>\$ 45,179</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, 2009
 With Comparative Actual Amounts for the Year Ended December 31, 2008

	2009			2008 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
REVENUES				
Intergovernmental	\$ -	\$ 79,291	\$ 79,291	\$ -
Investment income	40,000	7,260	(32,740)	35,621
Total Revenues	<u>40,000</u>	<u>86,551</u>	<u>46,551</u>	<u>35,621</u>
EXPENDITURES				
GENERAL GOVERNMENT				
Contractual Services	<u>160,000</u>	<u>32,409</u>	<u>127,591</u>	<u>196,756</u>
Total Expenditures	<u>160,000</u>	<u>32,409</u>	<u>127,591</u>	<u>196,756</u>
Net Change in Fund Balance	<u>\$ (120,000)</u>	54,142	<u>\$ 174,142</u>	(161,135)
FUND BALANCE - Beginning of Year		<u>884,892</u>		<u>1,046,027</u>
FUND BALANCE - END OF YEAR		<u>\$ 939,034</u>		<u>\$ 884,892</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, 2009
 With Comparative Actual Amounts for the Year Ended December 31, 2008

	2009			2008 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
REVENUES				
Intergovernmental	\$ -	\$ -	\$ -	\$ 181,781
Investment income	10,000	15,506	5,506	20,925
Miscellaneous	150,000	35,221	(114,779)	242,678
Total Revenues	<u>160,000</u>	<u>50,727</u>	<u>(109,273)</u>	<u>445,384</u>
EXPENDITURES				
CAPITAL OUTLAY				
Contractual services	-	250	(250)	-
Capital Outlay	956,900	629,603	327,297	739,617
DEBT SERVICE				
Principal	78,020	78,020	-	224,894
Interest and fiscal charges	10,629	10,629	-	17,102
Total Debt Service	88,649	88,649	-	241,996
Total Expenditures	<u>1,045,549</u>	<u>718,502</u>	<u>327,047</u>	<u>981,613</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(885,549)</u>	<u>(667,775)</u>	<u>217,774</u>	<u>(536,229)</u>
OTHER FINANCING SOURCES (USES)				
Transfer in	720,000	720,000	-	803,700
Proceeds of general obligation debt	-	250,000	250,000	-
Total Other Financing Sources (Uses)	<u>720,000</u>	<u>970,000</u>	<u>250,000</u>	<u>803,700</u>
Net Change in Fund Balance	<u>\$ (165,549)</u>	302,225	<u>\$ 467,774</u>	267,471
FUND BALANCE - Beginning of Year		<u>1,561,672</u>		<u>1,294,201</u>
FUND BALANCE - END OF YEAR		<u>\$ 1,863,897</u>		<u>\$ 1,561,672</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, 2009
 With Comparative Actual Amounts for the Year Ended December 31, 2008

	2009			2008 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
REVENUES				
Investment income	\$ 500	\$ 45	\$ (455)	\$ 1,148
Total Revenues	<u>500</u>	<u>45</u>	<u>(455)</u>	<u>1,148</u>
EXPENDITURES				
GENERAL GOVERNMENT				
Contractual Services	20,000	35,014	(15,014)	78,579
Commodities	12,150	4,510	7,640	15,732
Capital outlay	<u>380,725</u>	<u>129,831</u>	<u>250,894</u>	<u>171,368</u>
Total General government	<u>412,875</u>	<u>169,355</u>	<u>243,520</u>	<u>265,679</u>
Total Expenditures	<u>412,875</u>	<u>169,355</u>	<u>243,520</u>	<u>265,679</u>
Excess (Deficiency) of revenues over (under) expenditures	<u>(412,375)</u>	<u>(169,310)</u>	<u>243,065</u>	<u>(264,531)</u>
OTHER FINANCING SOURCES				
Transfer in	<u>515,000</u>	<u>515,000</u>	-	<u>350,000</u>
Total Other Financing Sources	<u>515,000</u>	<u>515,000</u>	-	<u>350,000</u>
Net Change in Fund Balance	<u>\$ 102,625</u>	345,690	<u>\$ 243,065</u>	85,469
FUND BALANCE - Beginning of Year		<u>119,441</u>		<u>33,972</u>
FUND BALANCE - END OF YEAR		<u>\$ 465,131</u>		<u>\$ 119,441</u>

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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.

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, 2009

With Comparative Actual Amounts for the Year Ended December 31, 2008

	2009		Variance with Final Budget	2008 Actual
	Original And Final Budget	Actual		
OPERATING REVENUES				
Water sales	\$ 10,156,000	\$ 9,077,448	\$ (1,078,552)	\$ 9,605,813
Sewer sales	1,953,500	1,809,388	(144,112)	2,072,836
Sales of water meters	20,000	22,921	2,921	17,097
Water permit fees	20,000	19,830	(170)	19,235
Service charges, cut off and connector fees	22,000	21,913	(87)	22,448
Administrative charges	9,570	9,570	-	18,580
Intergovernmental	-	-	-	153,853
Miscellaneous	-	4,707	4,707	-
Other fees	2,650	4,118	1,468	3,635
Total Operating Revenues	<u>12,183,720</u>	<u>10,969,895</u>	<u>(1,213,825)</u>	<u>11,913,497</u>
OPERATING EXPENSES				
Salaries	3,099,735	3,131,204	(31,469)	2,951,978
Benefits	1,434,750	1,571,721	(136,971)	1,302,163
Contractual services	1,014,251	644,466	369,785	649,712
Commodities	5,426,601	5,321,021	105,580	5,018,234
Capital outlay	2,281,035	349,599	1,931,436	316,982
Depreciation	-	786,876	(786,876)	750,515
Total Operating Expenses	<u>13,256,372</u>	<u>11,804,887</u>	<u>1,451,485</u>	<u>10,989,584</u>
Operating income (loss)	<u>(1,072,652)</u>	<u>(834,992)</u>	<u>237,660</u>	<u>923,913</u>
NON-OPERATING REVENUES (EXPENSES)				
Investment income	60,000	5,549	(54,451)	59,763
Gain on sale of capital asset	-	15,390	15,390	-
Principal	(335,000)	-	335,000	-
Interest and fiscal charges	(66,388)	(65,490)	898	(91,705)
Bank and paying agent fees	(450)	(410)	40	(410)
Amortization of issuance costs and discount	-	(14,602)	(14,602)	(24,762)
Total Non-Operating Revenues (Expenses)	<u>(341,838)</u>	<u>(59,563)</u>	<u>282,275</u>	<u>(57,114)</u>
Change in net assets	<u>\$ (1,414,490)</u>	<u>(894,555)</u>	<u>\$ 519,935</u>	<u>866,799</u>
NET ASSETS - Beginning of Year		<u>23,058,111</u>		<u>22,191,312</u>
NET ASSETS - END OF YEAR		<u>\$ 22,163,556</u>		<u>\$ 23,058,111</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, 2009

With Comparative Actual Amounts for the Year Ended December 31, 2008

	2009		Variance with Final Budget	2008 Actual
	Original And Final Budget	Actual		
OPERATING REVENUES				
Parking lots, garages, permits and other	\$ 293,150	\$ 267,699	\$ (25,451)	\$ 315,071
Total Operating Revenues	<u>293,150</u>	<u>267,699</u>	<u>(25,451)</u>	<u>315,071</u>
OPERATING EXPENSES				
Contractual services	103,523	92,160	11,363	188,846
Commodities	200,000	140,541	59,459	164,885
Capital outlay	15,000	-	15,000	-
Depreciation	-	655,867	(655,867)	681,543
Total Operating Expenses	<u>318,523</u>	<u>888,568</u>	<u>(570,045)</u>	<u>1,035,274</u>
Operating (Loss)	<u>(25,373)</u>	<u>(620,869)</u>	<u>(595,496)</u>	<u>(720,203)</u>
NON-OPERATING REVENUES				
Investment income	100	11	(89)	213
Total Non-Operating Revenues	<u>100</u>	<u>11</u>	<u>(89)</u>	<u>213</u>
Income (Loss) Before Transfers	<u>(25,273)</u>	<u>(620,858)</u>	<u>(595,585)</u>	<u>(719,990)</u>
TRANSFERS				
Transfer in	250,000	250,000	-	-
Transfer out	(155,661)	(155,660)	1	(30,721)
Total Transfers	<u>94,339</u>	<u>94,340</u>	<u>1</u>	<u>(30,721)</u>
Change in net assets	<u>\$ 69,066</u>	(526,518)	<u>\$ (595,584)</u>	(750,711)
NET ASSETS - Beginning of Year		<u>14,730,246</u>		<u>15,480,957</u>
NET ASSETS - END OF YEAR		<u>\$ 14,203,728</u>		<u>\$ 14,730,246</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.

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CITY OF DES PLAINES

COMBINING STATEMENT OF NET ASSETS INTERNAL SERVICE FUNDS December 31, 2009

	<u>Risk Management</u>	<u>Health Benefits</u>	<u>Compensated Absences</u>	<u>Totals</u>
ASSETS				
Current Assets				
Cash and cash equivalents	\$ 679,915	\$ 1,066,183	\$ -	\$ 1,746,098
Receivables				
Receivables - other	5,469	10,802	-	16,271
Prepaid items	693,251	-	-	693,251
Due from other funds	-	-	2,471,165	2,471,165
Total Current Assets	<u>1,378,635</u>	<u>1,076,985</u>	<u>2,471,165</u>	<u>4,926,785</u>
Total Assets	<u>1,378,635</u>	<u>1,076,985</u>	<u>2,471,165</u>	<u>4,926,785</u>
LIABILITIES				
Current Liabilities				
Accounts payable	21,119	2,933	-	24,052
Compensated absences	-	-	1,373,518	1,373,518
Accrued self insurance loss	-	25,381	-	25,381
Unearned revenue	-	9,807	-	9,807
Early retirement incentive program payable (current)	-	105,453	-	105,453
Total Current Liabilities	<u>21,119</u>	<u>143,574</u>	<u>1,373,518</u>	<u>1,538,211</u>
Non-Current Liabilities				
Early retirement incentive program payable	-	307,572	-	307,572
Compensated absences	-	-	1,097,647	1,097,647
Total Noncurrent Liabilities	<u>-</u>	<u>307,572</u>	<u>1,097,647</u>	<u>1,405,219</u>
Total Liabilities	<u>21,119</u>	<u>451,146</u>	<u>2,471,165</u>	<u>2,943,430</u>
NET ASSETS				
Unrestricted	<u>1,357,516</u>	<u>625,839</u>	<u>-</u>	<u>1,983,355</u>
TOTAL NET ASSETS	<u>\$ 1,357,516</u>	<u>\$ 625,839</u>	<u>\$ -</u>	<u>\$ 1,983,355</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, 2009

	Risk Management	Health Benefits	Compensated Absences	Total
OPERATING REVENUES				
Charges for services	\$ 2,996,614	\$ 9,153,691	\$ 1,036,872	\$ 13,187,177
Miscellaneous	<u>190,326</u>	<u>94</u>	<u>-</u>	<u>190,420</u>
Total Operating Revenues	<u>3,186,940</u>	<u>9,153,785</u>	<u>1,036,872</u>	<u>13,377,597</u>
OPERATING EXPENSES				
Claim expenses	138,872	8,335,041	-	8,473,913
Insurance and processing fees	2,115,588	654,981	-	2,770,569
Compensated absences	-	-	1,036,872	1,036,872
Miscellaneous	<u>60,393</u>	<u>476,254</u>	<u>-</u>	<u>536,647</u>
Total Operating Expenses	<u>2,314,853</u>	<u>9,466,276</u>	<u>1,036,872</u>	<u>12,818,001</u>
Operating Income	<u>872,087</u>	<u>(312,491)</u>	<u>-</u>	<u>559,596</u>
NONOPERATING REVENUES				
Investment income	<u>1,726</u>	<u>17,645</u>	<u>-</u>	<u>19,371</u>
Total Nonoperating Revenues	<u>1,726</u>	<u>17,645</u>	<u>-</u>	<u>19,371</u>
TRANSFERS				
Transfer out	<u>(1,500,000)</u>	<u>(1,000,000)</u>	<u>-</u>	<u>(2,500,000)</u>
Total Transfers	<u>(1,500,000)</u>	<u>(1,000,000)</u>	<u>-</u>	<u>(2,500,000)</u>
Change in net assets	(626,187)	(1,294,846)	-	(1,921,033)
Net assets, beginning of year	<u>1,983,703</u>	<u>1,920,685</u>	<u>-</u>	<u>3,904,388</u>
NET ASSETS - END OF YEAR	<u>\$ 1,357,516</u>	<u>\$ 625,839</u>	<u>\$ -</u>	<u>\$ 1,983,355</u>

CITY OF DES PLAINES

COMBINING STATEMENT OF CASH FLOWS INTERNAL SERVICE FUNDS Year Ended December 31, 2009

	<u>Risk Management</u>	<u>Health Benefits</u>	<u>Totals</u>
Cash flows from operating activities			
Receipts from customers and users	\$ 2,991,145	\$ 9,153,692	\$ 12,144,837
Receipts from miscellaneous revenues	190,326	94	190,420
Payments to suppliers	<u>(2,408,097)</u>	<u>(9,051,393)</u>	<u>(11,459,490)</u>
Net cash provided by (used for) operating activities	<u>773,374</u>	<u>102,393</u>	<u>875,767</u>
Cash flows from investing activities			
Interest received	<u>1,726</u>	<u>17,645</u>	<u>19,371</u>
Cash flows from non-capital financing activities			
Transfers (out)	<u>(1,500,000)</u>	<u>(1,000,000)</u>	<u>(2,500,000)</u>
Net increase (decrease) in cash and cash equivalents	(724,900)	(879,962)	(1,604,862)
Cash and cash equivalents, beginning of year	<u>1,404,815</u>	<u>1,946,145</u>	<u>3,350,960</u>
Cash and cash equivalents, end of year	<u>\$ 679,915</u>	<u>\$ 1,066,183</u>	<u>\$ 1,746,098</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:			
Operating income (loss)	\$ 872,087	\$ (312,491)	\$ 559,596
Adjustment to reconcile operating income (loss) to Net cash provided by operating activities			
(Increase) decrease in			
Receivables	(5,469)	(9,806)	(15,275)
Prepaid items	(102,421)	-	(102,421)
Increase (decrease) in			
Accounts payable	9,177	2,933	12,110
Accrued liabilities	-	(1,075)	(1,075)
Unearned revenues	-	9,807	9,807
Early retirement contribution payable	-	413,025	413,025
Net cash provided by (used for) operating activities	<u>\$ 773,374</u>	<u>\$ 102,393</u>	<u>\$ 875,767</u>

Note: A cashflow statement is not presented for the compensated absences fund as there are no cash transactions within that fund.

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, 2009

With Comparative Actual Amounts for the Year Ended December 31, 2008

	2009			2008 Actual
	Original And Final Budget	Actual	Variance with Final Budget	
OPERATING REVENUES				
Charges for services	\$ 2,485,400	\$ 2,996,614	\$ 511,214	\$ 2,478,643
Miscellaneous	<u>185,000</u>	<u>190,326</u>	<u>5,326</u>	<u>630,268</u>
Total Operating Revenues	<u>2,670,400</u>	<u>3,186,940</u>	<u>516,540</u>	<u>3,108,911</u>
OPERATING EXPENSES				
Claims expense				
Unemployment claims	15,400	99,634	(84,234)	10,349
Worker's compensation claims	<u>35,000</u>	<u>39,238</u>	<u>(4,238)</u>	<u>38,513</u>
Total claims expense	<u>50,400</u>	<u>138,872</u>	<u>(88,472)</u>	<u>48,862</u>
Insurance and processing fees				
Claims administration fees (worker's compensation)	900	1,676	(776)	838
Claims administration fees (unemployment)	5,000	2,351	2,649	1,881
Insurance premiums (worker's compensation)	750	771	(21)	537
Insurance premiums (liability)	130,000	104,822	25,178	99,684
MICA loss fund	2,250,000	1,977,333	272,667	1,825,484
MICA deductible	<u>25,000</u>	<u>28,635</u>	<u>(3,635)</u>	<u>27,344</u>
Total insurance and processing fees	<u>2,411,650</u>	<u>2,115,588</u>	<u>296,062</u>	<u>1,955,768</u>
Miscellaneous				
City-wide substance abuse program	5,000	3,480	1,520	930
Self-insured losses	40,000	55,367	(15,367)	53,466
Miscellaneous contractual services	<u>21,000</u>	<u>1,546</u>	<u>19,454</u>	<u>371</u>
Total miscellaneous	<u>66,000</u>	<u>60,393</u>	<u>5,607</u>	<u>54,767</u>
Total Operating Expenses	<u>2,528,050</u>	<u>2,314,853</u>	<u>213,197</u>	<u>2,059,397</u>
Operating income	<u>142,350</u>	<u>872,087</u>	<u>729,737</u>	<u>1,049,514</u>
NON-OPERATING REVENUES				
Investment income	<u>5,000</u>	<u>1,726</u>	<u>6,726</u>	<u>1,996</u>
Total Non-Operating Revenues	<u>5,000</u>	<u>1,726</u>	<u>6,726</u>	<u>1,996</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, 2009

With Comparative Actual Amounts for the Year Ended December 31, 2008

	2009		Variance with Final Budget	2008 Actual
	Original And Final Budget	Actual		
TRANSFERS				
Transfer out	\$ <u>(1,500,000)</u>	\$ <u>(1,500,000)</u>	\$ _____ -	\$ _____ -
Total Transfers	<u>(1,500,000)</u>	<u>(1,500,000)</u>	_____ -	_____ -
Change in net assets	\$ <u>(1,352,650)</u>	(626,187)	\$ <u>736,463</u>	1,051,510
NET ASSETS - Beginning of Year		<u>1,983,703</u>		<u>932,193</u>
NET ASSETS - END OF YEAR		<u>\$ 1,357,516</u>		<u>\$ 1,983,703</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, 2009

With Comparative Actual Amounts for the Year Ended December 31, 2008

	2009			2008 Actual
	Original And Final Budget	Actual	Variance with Final Budget	
OPERATING REVENUES				
Charges for services	\$ 9,142,116	\$ 9,153,691	\$ 11,575	\$ 8,828,668
Miscellaneous	-	94	94	-
Total Operating Revenues	<u>9,142,116</u>	<u>9,153,785</u>	<u>11,669</u>	<u>8,828,668</u>
OPERATING EXPENSES				
Claims expense				
Claims paid - City - PPO	6,911,880	6,799,102	112,778	6,354,162
Claims paid - City - HMO	<u>1,531,958</u>	<u>1,535,939</u>	<u>(3,981)</u>	<u>1,421,449</u>
Total claims expense	<u>8,443,838</u>	<u>8,335,041</u>	<u>108,797</u>	<u>7,775,611</u>
Insurance and processing fees				
Dental claims and administration fee	460,979	511,434	(50,455)	487,521
Life insurance premium	<u>145,910</u>	<u>143,547</u>	<u>2,363</u>	<u>138,522</u>
Total insurance and processing fees	<u>606,889</u>	<u>654,981</u>	<u>(48,092)</u>	<u>626,043</u>
Miscellaneous	<u>33,390</u>	<u>476,254</u>	<u>(442,864)</u>	<u>55,558</u>
Total miscellaneous	<u>33,390</u>	<u>476,254</u>	<u>(442,864)</u>	<u>55,558</u>
Total Operating Expenses	<u>9,084,117</u>	<u>9,466,276</u>	<u>(382,159)</u>	<u>8,457,212</u>
Operating Income (Loss)	<u>57,999</u>	<u>(312,491)</u>	<u>(370,490)</u>	<u>371,456</u>
NON-OPERATING REVENUES				
Investment income	<u>20,000</u>	<u>17,645</u>	<u>(2,355)</u>	<u>57,122</u>
Total Non-Operating Revenues	<u>20,000</u>	<u>17,645</u>	<u>(2,355)</u>	<u>57,122</u>
TRANSFERS				
Transfer out	<u>(1,000,000)</u>	<u>(1,000,000)</u>	<u>-</u>	<u>(5,000)</u>
Transfers	<u>(1,000,000)</u>	<u>(1,000,000)</u>	<u>-</u>	<u>(5,000)</u>
Change in net assets	<u>\$ (922,001)</u>	<u>(1,294,846)</u>	<u>\$ (372,845)</u>	<u>423,578</u>
NET ASSETS - Beginning of Year		<u>1,920,685</u>		<u>1,497,107</u>
NET ASSETS - END OF YEAR		<u>\$ 625,839</u>		<u>\$ 1,920,685</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, 2009

	Firefighters' Pension	Police Pension	Totals
ASSETS			
Cash and cash equivalents	\$ 2,932,107	\$ 3,287,194	\$ 6,219,301
Investments			
U.S. treasuries	10,636,096	9,378,518	20,014,614
Mortgage backed securities	12,474,304	11,127,756	23,602,060
Mutual funds	8,523,537	9,394,658	17,918,195
Stocks	14,055,613	11,782,222	25,837,835
Corporate Bonds	1,293,527	1,794,850	3,088,377
State and local obligations	1,442,721	1,622,219	3,064,940
Insurance contracts	-	1,431	1,431
Receivables - (net of allowances for uncollectibles)			
Accrued interest	244,526	228,900	473,426
Contributions	-	269,137	269,137
Prepays	1,650	7,637	9,287
Total Assets	<u>51,604,081</u>	<u>48,894,522</u>	<u>100,498,603</u>
LIABILITIES			
Accounts payable	<u>25,339</u>	<u>30,360</u>	<u>55,699</u>
Total Liabilities	<u>25,339</u>	<u>30,360</u>	<u>55,699</u>
NET ASSETS			
Held in trust for pension benefits	<u>\$ 51,578,742</u>	<u>\$ 48,864,162</u>	<u>\$ 100,442,904</u>

CITY OF DES PLAINES

COMBINING STATEMENT OF CHANGES IN NET ASSETS PENSION TRUST FUNDS For the Year Ended December 31, 2009

	Firefighters' Pension	Police Pension	Totals
ADDITIONS			
Contributions			
Employer	\$ 2,158,326	\$ 2,674,179	\$ 4,832,505
Plan members	797,718	848,343	1,646,061
Total Contributions	<u>2,956,044</u>	<u>3,522,522</u>	<u>6,478,566</u>
Investment income			
Investment income	5,616,253	7,095,905	12,712,158
Miscellaneous	897	(26,668)	(25,771)
Total Investment Income	<u>5,617,150</u>	<u>7,069,237</u>	<u>12,686,387</u>
Less Investment expense	<u>195,573</u>	<u>180,329</u>	<u>375,902</u>
Net Investment Income	<u>5,421,577</u>	<u>6,888,908</u>	<u>12,310,485</u>
Total Additions	<u>8,377,621</u>	<u>10,411,430</u>	<u>18,789,051</u>
DEDUCTIONS			
Benefits	4,431,093	4,810,907	9,242,000
Administration	68,890	83,646	152,536
Total Deductions	<u>4,499,983</u>	<u>4,894,553</u>	<u>9,394,536</u>
 Change in Net Assets	 3,877,638	 5,516,877	 9,394,515
 NET ASSETS - Beginning of Year	 <u>47,701,104</u>	 <u>43,347,285</u>	 <u>91,048,389</u>
 NET ASSETS - END OF YEAR	 <u>\$ 51,578,742</u>	 <u>\$ 48,864,162</u>	 <u>\$ 100,442,904</u>

CITY OF DES PLAINES

COMBINING STATEMENT OF FIDUCIARY NET ASSETS AGENCY FUNDS Year Ended December 31, 2009

	<u>Compliance Bond</u>	<u>Section 125 Plan</u>	<u>Totals</u>
ASSETS			
Cash and cash equivalents	\$ 634,100	\$ 65,882	\$ 699,982
Other receivable	<u>27,402</u>	<u>-</u>	<u>27,402</u>
Total assets	<u>\$ 661,502</u>	<u>\$ 65,882</u>	<u>\$ 727,384</u>
LIABILITIES			
Accounts payable	\$ 24,348	\$ -	\$ 24,348
Accrued liabilities	4,203	60,574	64,777
Deposits payable	632,951	-	632,951
Due to participants	<u>-</u>	<u>5,308</u>	<u>5,308</u>
Total liabilities	<u>\$ 661,502</u>	<u>\$ 65,882</u>	<u>\$ 727,384</u>

CITY OF DES PLAINES

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES AGENCY FUNDS

Year Ended December 31, 2009

	<u>Balances January 1</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balances December 31</u>
COMPLIANCE BOND FUND				
ASSETS				
Cash and cash equivalents	\$ 512,170	\$ 2,236,386	\$ 2,114,456	\$ 634,100
Other receivable	17,990	27,402	17,990	27,402
Total assets	\$ 530,160	\$ 2,263,788	\$ 2,132,446	\$ 661,502
LIABILITIES				
Accounts payable	\$ 12,985	\$ 280,138	\$ 268,775	\$ 24,348
Accrued liabilities	10,079	4,204	10,080	4,203
Deposits payable	507,096	495,526	369,671	632,951
Total liabilities	\$ 530,160	\$ 779,868	\$ 648,526	\$ 661,502
SECTION 125 PLAN FUND				
ASSETS				
Cash and cash equivalents	\$ 55,378	\$ 294,278	\$ 283,774	\$ 65,882
Total assets	\$ 55,378	\$ 294,278	\$ 283,774	\$ 65,882
LIABILITIES				
Accrued liabilities	\$ 50,135	\$ 283,812	\$ 273,373	\$ 60,574
Due to participants	5,243	65	-	5,308
Total liabilities	\$ 55,378	\$ 283,877	\$ 273,373	\$ 65,882
ALL FUNDS				
ASSETS				
Cash and cash equivalents	\$ 567,548	\$ 2,530,664	\$ 2,398,230	\$ 699,982
Other receivable	17,990	27,402	17,990	27,402
Total assets	\$ 585,538	\$ 2,558,066	\$ 2,416,220	\$ 727,384
LIABILITIES				
Accounts payable	\$ 12,985	\$ 280,138	\$ 268,775	\$ 24,348
Accrued liabilities	60,214	288,016	283,453	64,777
Deposits payable	507,096	495,526	369,671	632,951
Due to participants	5,243	65	-	5,308
Total liabilities	\$ 585,538	\$ 1,063,745	\$ 921,899	\$ 727,384

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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, 2009

	General	Capital Projects	Totals
ASSETS			
Cash and investments	\$ 1,686,503	\$ 223,383	\$ 1,909,886
Receivables			
Property taxes	6,599,703	-	6,599,703
Prepaid expenses	42,243	-	42,243
Capital assets	-	-	-
	<u>\$ 8,328,449</u>	<u>\$ 223,383</u>	<u>\$ 8,551,832</u>
Total assets			
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ 327,193	\$ -	\$ 327,193
Accrued payroll	25,438	-	25,438
Deferred revenues	6,442,163	-	6,442,163
Noncurrent liabilities:			
Due within one year	-	-	-
Due in more than one year	-	-	-
	<u>6,794,794</u>	<u>-</u>	<u>6,794,794</u>
Total liabilities			
Fund balances/net assets			
Invested in capital assets	-	-	-
Restricted for culture and recreation	-	-	-
Reserved for prepaid items	42,243	-	42,243
Unreserved	1,491,412	223,383	1,714,795
	<u>1,533,655</u>	<u>223,383</u>	<u>1,757,038</u>
Total fund balances/net assets			
TOTAL LIABILITIES AND FUND BALANCES/NET ASSETS	<u>\$ 8,328,449</u>	<u>\$ 223,383</u>	<u>\$ 8,551,832</u>

Adjustments			
Internal Service Fund Compensated Absences	Net OPEB Obligation	Long-term Assets	Statement of Net Assets
\$ 206,336	\$ -	\$ -	\$ 2,116,222
-	-	-	6,599,703
-	-	-	42,243
-	-	894,053	894,053
<u>\$ 206,336</u>	<u>\$ -</u>	<u>\$ 894,053</u>	<u>\$ 9,652,221</u>
\$ -	\$ -	\$ -	\$ 327,193
-	-	-	25,438
-	-	-	6,442,163
124,380	-	-	124,380
81,956	35,432	-	117,388
<u>206,336</u>	<u>35,432</u>	<u>-</u>	<u>7,036,562</u>
-	-	894,053	894,053
-	-	1,721,606	1,721,606
-	-	(42,243)	-
-	(35,432)	(1,679,363)	-
<u>-</u>	<u>(35,432)</u>	<u>894,053</u>	<u>2,615,659</u>
<u>\$ 206,336</u>	<u>\$ -</u>	<u>\$ 894,053</u>	<u>\$ 9,652,221</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, 2009

	<u>General</u>	<u>Capital Projects</u>	<u>Totals</u>
Revenues			
Property taxes	\$ 6,618,324	\$ -	\$ 6,618,324
Intergovernmental	161,880	-	161,880
Charges for services	33,234	-	33,234
Fines	114,466	-	114,466
Investment income	6,210	628	6,838
Miscellaneous	31,122	2,978	34,100
Total revenues	<u>6,965,236</u>	<u>3,606</u>	<u>6,968,842</u>
Expenditures			
Civic and cultural	6,171,583	1,403	6,172,986
Capital outlay	104,507	141,479	245,986
Total expenditures	<u>6,276,090</u>	<u>142,882</u>	<u>6,418,972</u>
Excess (deficiency) of revenues over (under) expenditures	<u>689,146</u>	<u>(139,276)</u>	<u>549,870</u>
Other financing sources (uses)			
Transfers in (out)	<u>(200,000)</u>	<u>200,000</u>	<u>-</u>
Total other financing sources (uses)	<u>(200,000)</u>	<u>200,000</u>	<u>-</u>
Net changes in fund balances/net assets	<u>489,146</u>	<u>60,724</u>	<u>549,870</u>
Fund balances/net assets, beginning of year	<u>1,044,509</u>	<u>162,659</u>	<u>1,207,168</u>
Fund balances/net assets, end of year	<u>\$ 1,533,655</u>	<u>\$ 223,383</u>	<u>\$ 1,757,038</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
\$ -	\$ -	\$ 6,618,324
-	-	161,880
-	-	33,234
-	-	114,466
-	-	6,838
-	-	34,100
-	-	6,968,842
286,107	23,184	6,482,277
(245,986)	-	-
40,121	23,184	6,482,277
(40,121)	(23,184)	486,565
-	-	-
-	-	-
(40,121)	(23,184)	486,565
934,174	(12,248)	2,129,094
\$ 894,053	\$ (35,432)	\$ 2,615,659

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, 2009
With Comparative Actual Amounts for the Year Ended December 31, 2008

	Original and Final Budget	Actual	Variance with Final Budget	2008 Actual
REVENUES				
Property taxes	\$ 6,673,557	\$ 6,618,324	\$ (55,233)	\$ 6,478,587
Replacement taxes	92,988	92,988	-	92,988
State grants	68,900	68,892	(8)	89,443
Charges for service	30,000	33,234	3,234	26,705
Fines	110,000	114,466	4,466	115,540
Investment income	10,000	6,210	(3,790)	28,932
Miscellaneous	45,000	31,122	(13,878)	116,169
Total Revenues	7,030,445	6,965,236	(65,209)	6,948,364
EXPENDITURES				
CIVIC AND CULTURAL				
Salaries	3,242,783	3,052,897	189,886	3,107,933
Benefits	1,097,509	1,005,831	91,678	930,148
Contractual services	1,197,053	1,008,365	188,688	945,819
Commodities	1,118,980	1,104,490	14,490	1,166,316
Total Civic and cultural	6,656,325	6,171,583	484,742	6,150,216
CAPITAL OUTLAY				
Capital outlay	138,635	104,507	34,128	23,576
Total Expenditures	6,794,960	6,276,090	518,870	6,173,792
Excess of revenues over expenditures	235,485	689,146	453,661	774,572
OTHER FINANCING SOURCES (USES)				
Proceeds from sale of capital assets	1,000	-	(1,000)	-
Transfer out	(200,000)	(200,000)	-	(400,000)
Total Other Financing Sources (Uses)	(199,000)	(200,000)	(1,000)	(400,000)
Net Change in Fund Balance	\$ 36,485	489,146	\$ 452,661	374,572
FUND BALANCE - Beginning of Year		1,044,509		669,937
FUND BALANCE - END OF YEAR		\$ 1,533,655		\$ 1,044,509

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, 2009
 With Comparative Actual Amounts for the Year Ended December 31, 2008

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>	<u>2008 Actual</u>
REVENUES				
Investment income	\$ 10,000	\$ 628	\$ (9,372)	\$ 17,960
Other revenue	-	2,978	2,978	-
Total Revenues	<u>10,000</u>	<u>3,606</u>	<u>(6,394)</u>	<u>17,960</u>
EXPENDITURES				
CIVIC AND CULTURAL				
Contractual services	<u>15,000</u>	<u>1,403</u>	<u>13,597</u>	<u>37,660</u>
CAPITAL OUTLAY				
Capital outlay	<u>217,767</u>	<u>141,479</u>	<u>76,288</u>	<u>848,945</u>
Total Expenditures	<u>232,767</u>	<u>142,882</u>	<u>89,885</u>	<u>886,605</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(222,767)</u>	<u>(139,276)</u>	<u>83,491</u>	<u>(868,645)</u>
OTHER FINANCING SOURCES				
Transfer in	<u>200,000</u>	<u>200,000</u>	<u>-</u>	<u>400,000</u>
Total Other Financing Sources	<u>200,000</u>	<u>200,000</u>	<u>-</u>	<u>400,000</u>
Net Change in Fund Balance	<u>\$ (22,767)</u>	60,724	<u>\$ 83,491</u>	(468,645)
FUND BALANCE - Beginning of Year		<u>162,659</u>		<u>631,304</u>
FUND BALANCE - END OF YEAR		<u>\$ 223,383</u>		<u>\$ 162,659</u>

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OTHER SUPPLEMENTARY SCHEDULES

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2001 (TOTAL ISSUE) December 31, 2009

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>
2010	<u>\$ 310,000</u>	<u>\$ 13,486</u>	<u>\$ 323,486</u>	2010	<u>\$ 6,743</u>	2010	<u>\$ 6,743</u>

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2001 (STREETS PORTION) December 31, 2009

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>	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>
2010	<u>\$ 215,000</u>	<u>\$ 9,353</u>	<u>\$ 224,353</u>	2010	<u>\$ 4,676</u>	2010	<u>\$ 4,676</u>

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2001 (RISK PORTION) December 31, 2009

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>
2010	\$ 95,000	\$ 4,133	\$ 99,133	2010	\$ 2,066	2010	\$ 2,066

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2002A December 31, 2009

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 December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2010	\$ 990,000	\$ 88,876	\$ 1,078,876	2010	\$ 44,438	2010	\$ 44,438
2011	<u>985,000</u>	<u>44,326</u>	<u>1,029,326</u>	2011	<u>22,163</u>	2011	<u>22,163</u>
	<u>\$ 1,975,000</u>	<u>\$ 133,202</u>	<u>\$ 2,108,202</u>		<u>\$ 66,601</u>		<u>\$ 66,601</u>

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2003A (TOTAL ISSUE) December 31, 2009

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 <u>December 31</u>	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2010	\$ 405,000	\$ 234,665	\$ 639,665	2010	\$ 117,333	2010	\$ 117,332
2011	420,000	219,681	639,681	2011	109,841	2011	109,840
2012	430,000	204,142	634,142	2012	102,071	2012	102,071
2013	450,000	188,228	638,228	2013	94,114	2013	94,114
2014	470,000	172,130	642,130	2014	85,564	2014	86,566
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	68,035	633,035	2019	34,016	2019	34,019
2020	585,000	43,737	628,737	2020	21,868	2020	21,869
2021	400,000	18,002	418,002	2021	9,001	2021	9,001
	<u>\$ 5,765,000</u>	<u>\$ 1,639,590</u>	<u>\$ 7,404,590</u>		<u>\$ 819,293</u>		<u>\$ 820,297</u>

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2003A (FIRE STATION PORTION) December 31, 2009

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 December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
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>\$ 940,000</u>	<u>\$ 276,412</u>	<u>\$ 1,216,412</u>		<u>\$ 138,206</u>		<u>\$ 138,206</u>

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2003A (TIF #1 PORTION) December 31, 2009

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 December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
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
	\$ 1,820,000	\$ 484,886	\$ 2,304,886		\$ 242,443		\$ 242,443

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2003A (TIF #3 PORTION) December 31, 2009

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 December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
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>\$ 1,575,000</u>	<u>\$ 463,834</u>	<u>\$ 2,038,834</u>		<u>\$ 231,917</u>		<u>\$ 231,917</u>

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2003A (TIF #5 PORTION) December 31, 2009

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	Amaigamated 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
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>\$ 1,130,000</u>	<u>\$ 331,634</u>	<u>\$ 1,461,634</u>		<u>\$ 165,817</u>		<u>\$ 165,817</u>

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2003A (TIF #6 PORTION) December 31, 2009

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 <u>December 31</u>	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
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
	<u>\$ 300,000</u>	<u>\$ 81,828</u>	<u>\$ 381,828</u>		<u>\$ 40,914</u>		<u>\$ 40,914</u>

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS TAXABLE GENERAL OBLIGATION BONDS, SERIES 2003C (TIF #6) December 31, 2009

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	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2010	\$ -	\$ -	\$ -	2010	\$ -	2010	\$ -
2011	-	-	-	2011	-	2011	-
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>\$ 2,115,000</u>	<u>\$ 813,806</u>	<u>\$ 2,928,806</u>		<u>\$ 406,903</u>		<u>\$ 406,903</u>

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS
 TAXABLE GENERAL OBLIGATION REFUNDING BONDS, SERIES 2003D (TIF #1)
 December 31, 2009

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
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
	\$ 1,845,000	\$ 139,750	\$ 1,984,750		\$ 69,875		\$ 69,875

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS
 GENERAL OBLIGATION BONDS, SERIES 2004A (TOTAL ISSUE)
 December 31, 2009

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 December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
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>\$ 6,370,000</u>	<u>\$ 1,726,916</u>	<u>\$ 8,096,916</u>		<u>\$ 863,458</u>		<u>\$ 863,458</u>

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2004A (TIF #1 PORTION) December 31, 2009

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 December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
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
	\$ 4,855,000	\$ 1,314,960	\$ 6,169,960		\$ 657,480		\$ 657,480

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2004A (CITY STREETS PORTION) December 31, 2009

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
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
	\$ 1,515,000	\$ 411,956	\$ 1,926,956		\$ 205,978		\$ 205,978

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS TAXABLE GENERAL OBLIGATION BONDS, SERIES 2004B (TOTAL ISSUE) December 31, 2009

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>
2010	\$ 175,000	\$ 55,838	\$ 230,838	2010	\$ 27,919	\$ 2,010	\$ 27,919
2011	185,000	47,262	232,262	2011	23,631	2011	23,631
2012	50,000	38,108	88,108	2012	19,054	2012	19,054
2013	485,000	311,908	796,908	2013	155,954	2013	155,954
2014	510,000	286,204	796,204	2014	143,102	2014	143,102
2015	535,000	258,662	793,662	2015	129,331	2015	129,331
2016	570,000	228,704	798,704	2016	114,352	2016	114,352
2017	600,000	196,784	796,784	2017	98,392	2017	98,392
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	86,284	801,284	2020	43,142	2020	43,142
2021	760,000	44,456	804,456	2021	22,228	2021	22,228
	<u>\$ 5,895,000</u>	<u>\$ 1,841,974</u>	<u>\$ 7,736,974</u>		<u>\$ 920,987</u>		<u>\$ 920,987</u>

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS TAXABLE GENERAL OBLIGATION BONDS, SERIES 2004B (TIF #3 LEASE BUYOUT PORTION) December 31, 2009

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 December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
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>\$ 770,000</u>	<u>\$ 314,414</u>	<u>\$ 1,084,414</u>		<u>\$ 157,207</u>		<u>\$ 157,207</u>

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS TAXABLE GENERAL OBLIGATION BONDS, SERIES 2004B (TIF #3 SOFT COSTS PORTION) December 31, 2009

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			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2010	\$ 130,000	\$ 13,050	\$ 143,050	2010	\$ 6,525	2010	\$ 6,525
2011	<u>135,000</u>	<u>6,680</u>	<u>141,680</u>	2011	<u>3,340</u>	2011	<u>3,340</u>
	<u>\$ 265,000</u>	<u>\$ 19,730</u>	<u>\$ 284,730</u>		<u>\$ 9,865</u>		<u>\$ 9,865</u>

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS TAXABLE GENERAL OBLIGATION BONDS, SERIES 2004B (TIF #6 PORTION) December 31, 2009

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>	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2010	\$ -	\$ -	\$ -	2010	\$ -	2010	\$ -
2011	-	-	-	2011	-	2011	-
2012	-	-	-	2012	-	2012	-
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	229,284	704,284	2015	114,642	2015	114,642
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
	\$ 4,860,000	\$ 1,507,830	\$ 6,367,830		\$ 753,915		\$ 753,915

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2005A (TIF #3 PORTION) December 31, 2009

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 <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>
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>\$ 4,990,000</u>	<u>\$ 1,817,148</u>	<u>\$ 6,807,148</u>		<u>\$ 908,574</u>		<u>\$ 908,574</u>

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2005B (TIF #1 PORTION) December 31, 2009

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>
2010	\$ 250,000	\$ 19,812	\$ 269,812	2010	\$ 9,906	2010	\$ 9,906
2011	<u>245,000</u>	<u>9,188</u>	<u>254,188</u>	2011	<u>4,594</u>	2011	<u>4,594</u>
	<u>\$ 495,000</u>	<u>\$ 29,000</u>	<u>\$ 524,000</u>		<u>\$ 14,500</u>		<u>\$ 14,500</u>

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2005C (WATER/SEWER FUND) December 31, 2009

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>	Amount	<u>December 1</u>	Amount
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
	<u>\$ 1,455,000</u>	<u>\$ 142,374</u>	<u>\$ 1,597,374</u>		<u>\$ 71,187</u>		<u>\$ 71,187</u>

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2005D (TOTAL ISSUE) December 31, 2009

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
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>\$ 12,225,000</u>	<u>\$ 3,022,840</u>	<u>\$ 15,247,840</u>		<u>\$ 1,511,420</u>		<u>\$ 1,511,420</u>

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2005D (STREET PORTION) December 31, 2009

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			
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>June 1</u>	<u>Amount</u>	<u>December 1</u>	<u>Amount</u>
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
	<u>\$ 2,780,000</u>	<u>\$ 345,250</u>	<u>\$ 3,125,250</u>		<u>\$ 172,625</u>		<u>\$ 172,625</u>

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS
GENERAL OBLIGATION REFUNDING BONDS, SERIES 2005D (SEWER PORTION)
December 31, 2009

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			
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>June 1</u>	<u>Amount</u>	<u>December 1</u>	<u>Amount</u>
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>\$ 5,960,000</u>	<u>\$ 1,532,542</u>	<u>\$ 7,492,542</u>		<u>\$ 766,271</u>		<u>\$ 766,271</u>

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2005D (LIBRARY PORTION) December 31, 2009

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
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>\$ 3,485,000</u>	<u>\$ 1,145,046</u>	<u>\$ 4,630,046</u>		<u>\$ 572,523</u>		<u>\$ 572,523</u>

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2005E (TOTAL ISSUE) December 31, 2009

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
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
	\$ 11,310,000	\$ 3,540,212	\$ 14,850,212		\$ 1,770,106		\$ 1,770,106

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2005E (TIF #1 PORTION) December 31, 2009

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
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
	<u>\$ 895,000</u>	<u>\$ 231,868</u>	<u>\$ 1,126,868</u>		<u>\$ 115,934</u>		<u>\$ 115,934</u>

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2005E (TIF #3 PORTION) December 31, 2009

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 <u>December 31</u>	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
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>\$ 5,225,000</u>	<u>\$ 1,969,294</u>	<u>\$ 7,194,294</u>		<u>\$ 984,647</u>		<u>\$ 984,647</u>

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2005E (INFRASTRUCTURE PORTION) December 31, 2009

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	Requirements			Interest Due			
	December 31	Principal	Interest	Total	June 1	Amount	December 1
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>\$ 5,190,000</u>	<u>\$ 1,339,046</u>	<u>\$ 6,529,046</u>		<u>\$ 669,523</u>		<u>\$ 669,523</u>

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS
 TAXABLE GENERAL OBLIGATION BONDS, SERIES 2005F (TIF #1 PORTION)
 December 31, 2009

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 December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
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
	\$ 4,325,000	\$ 1,340,212	\$ 5,665,212		\$ 670,106		\$ 670,106

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS TAXABLE GENERAL OBLIGATION BONDS, SERIES 2005G (TIF #3 PORTION) December 31, 2009

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>
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>\$ 425,000</u>	<u>\$ 96,900</u>	<u>\$ 521,900</u>		<u>\$ 48,450</u>		<u>\$ 48,450</u>

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2007A (TOTAL ISSUE) December 31, 2009

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 <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>
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
	<u>\$ 5,680,000</u>	<u>\$ 1,251,340</u>	<u>\$ 6,931,340</u>		<u>\$ 625,670</u>		<u>\$ 625,670</u>

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2007A (REFUNDING 2000 PORTION) December 31, 2009

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
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
	\$ 2,225,000	\$ 306,470	\$ 2,531,470		\$ 153,235		\$ 153,235

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2007A (STREET PORTION) December 31, 2009

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
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
	\$ 3,355,000	\$ 937,270	\$ 4,292,270		\$ 468,635		\$ 468,635

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS
 GENERAL OBLIGATION REFUNDING BONDS, SERIES 2007A (RISK PORTION)
 December 31, 2009

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>
2010	\$ -	\$ 3,800	\$ 3,800	2010	\$ 1,900	2010	\$ 1,900
2011	100,000	3,800	103,800	2011	1,900	2011	1,900
	<u>\$ 100,000</u>	<u>\$ 7,600</u>	<u>\$ 107,600</u>		<u>\$ 3,800</u>		<u>\$ 3,800</u>

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2007B (TOTAL ISSUE) December 31, 2009

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			
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>June 1</u>	<u>Amount</u>	<u>December 1</u>	<u>Amount</u>
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>\$ 1,425,000</u>	<u>\$ 332,500</u>	<u>\$ 1,757,500</u>		<u>\$ 166,250</u>		<u>\$ 166,250</u>

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2007B (TIF#1 PORTION) December 31, 2009

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
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
	<u>\$ 410,000</u>	<u>\$ 64,980</u>	<u>\$ 474,980</u>		<u>\$ 32,490</u>		<u>\$ 32,490</u>

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2007B (FIRE STATION PORTION) December 31, 2009

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
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>\$ 1,015,000</u>	<u>\$ 267,520</u>	<u>\$ 1,282,520</u>		<u>\$ 133,760</u>		<u>\$ 133,760</u>

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS TAXABLE GENERAL OBLIGATION REFUNDING BONDS, SERIES 2008A (TOTAL ISSUE) December 31, 2009

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
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
	\$ 2,240,000	\$ 590,473	\$ 2,830,473		\$ 295,237		\$ 295,237

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS
 TAXABLE GENERAL OBLIGATION REFUNDING BONDS, SERIES 2008A (TIF#1 PORTION)
 December 31, 2009

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>	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>
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>\$ 1,097,000</u>	<u>\$ 198,161</u>	<u>\$ 1,295,161</u>		<u>\$ 99,081</u>		<u>\$ 99,081</u>

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS TAXABLE GENERAL OBLIGATION REUNDING BONDS, SERIES 2008A (TIF #3 PORTION) December 31, 2009

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 December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
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>\$ 1,143,000</u>	<u>\$ 392,312</u>	<u>\$ 1,535,312</u>		<u>\$ 196,156</u>		<u>\$ 196,156</u>

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS TAXABLE GENERAL OBLIGATION REFUNDING BONDS, SERIES 2009A (CAPITAL APPRECIATION) December 31, 2009

Date of issue	November 3, 2009
Date of maturity	December 1, 2023
Authorized issue	\$ 5,430,000
Denomination of bonds	\$ 5,000
Interest rates	3.00% to 5.80%
Interest dates	December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending	Capital Appreciation Bonds				Total Principal Requirement
	Original Principal	Accretion to Date	Current Payable	Future Accretion	
<u>December 31</u>					
2010	\$ -	\$ -	\$ -	\$ -	\$ -
2011	-	-	-	-	-
2012	164,236	380	164,616	15,764	180,000
2013	148,164	388	148,552	21,836	170,000
2014	244,281	706	244,987	50,719	295,000
2015	201,357	660	202,017	58,643	260,000
2016	175,154	608	175,762	64,846	240,000
2017	256,650	939	257,589	118,350	375,000
2018	223,545	860	224,405	126,455	350,000
2019	192,780	779	193,559	132,220	325,000
2020	257,668	1,090	258,758	212,332	470,000
2021	225,713	989	226,702	219,287	445,000
2022	750,424	3,317	753,741	824,576	1,575,000
2023	333,112	1,484	334,596	411,888	745,000
	<u>\$ 3,173,084</u>	<u>\$ 12,201</u>	<u>\$ 3,185,285</u>	<u>\$ 2,256,916</u>	<u>\$ 5,430,000</u>

CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2009B December 31, 2009

Date of issue	November 3, 2009
Date of maturity	December 1, 2018
Authorized issue	\$ 4,175,000
Denomination of bonds	\$ 5,000
Interest rates	3.00% to 3.75%
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			
	Principal	Interest	Total	<u>June 1</u>	Amount	<u>December 1</u>	Amount
2010	\$ 660,000	\$ 138,764	\$ 798,764	2010	\$ 74,389	2010	\$ 64,375
2011	805,000	108,950	913,950	2011	54,475	2011	54,475
2012	835,000	84,800	919,800	2012	42,400	2012	42,400
2013	865,000	59,750	924,750	2013	29,875	2013	29,875
2014	205,000	33,800	238,800	2014	16,900	2014	16,900
2015	205,000	27,650	232,650	2015	13,825	2015	13,825
2016	200,000	21,500	221,500	2016	10,750	2016	10,750
2017	200,000	14,500	214,500	2017	7,250	2017	7,250
2018	200,000	7,500	207,500	2018	3,750	2018	3,750
	<u>\$ 4,175,000</u>	<u>\$ 497,214</u>	<u>\$ 4,672,214</u>		<u>\$ 253,614</u>		<u>\$ 243,600</u>

CITY OF DES PLAINES
LONG TERM DEBT REQUIREMENTS
TAX INCREMENT REVENUE NOTE, SERIES 2002 - NORWOOD PARTNERSHIP LLC
December 31, 2009

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
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>\$ 335,143</u>	<u>\$ 114,526</u>	<u>\$ 449,669</u>

CITY OF DES PLAINES
LONG TERM DEBT REQUIREMENTS
TAX INCREMENT REVENUE NOTE, SERIES 2003 - LAB GRACELAND
December 31, 2009

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>
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>\$ 354,532</u>	<u>\$ 121,152</u>	<u>\$ 475,684</u>

CITY OF DES PLAINES

SHORT TERM DEBT REQUIREMENTS EQUIPMENT LOAN (TOWER LADDER FIRE TRUCK) December 31, 2009

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

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending December 31	Requirements			Interest Due			
	Principal	Interest	Total	March 1	June 1	September 1	December 1
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	-	-
	\$ 209,597	\$ 12,026	\$ 221,623	\$ 3,921	\$ 3,278	\$ 2,628	\$ 2,200

CITY OF DES PLAINES

SHORT TERM DEBT REQUIREMENTS EQUIPMENT LOAN (FIRE ENGINE) December 31, 2009

Date of issue	April 7, 2009
Date of maturity	November 1, 2029
Authorized amount	\$ 250,000
Interest rates	0.00%
Principal maturity date	November 1
Payable at	Illinois Finance Authority

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	<u>Requirements</u> <u>Principal</u>
2010	\$ 12,500
2011	12,500
2012	12,500
2013	12,500
2014	12,500
2015	12,500
2016	12,500
2017	12,500
2018	12,500
2019	12,500
2020	12,500
2021	12,500
2022	12,500
2023	12,500
2024	12,500
2025	12,500
2026	12,500
2027	12,500
2028	12,500
2029	12,500
	\$ 250,000

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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 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, 2009, which collectively comprise City of Des Plaines basic financial statements as listed in the table of contents and have issued our report dated June 25, 2010. These financial statements are the responsibility of the City of Des Plaines' management. Our responsibility is to express an opinion on the eligibility of for costs incurred incidental to the implementation of the redevelopment plan associated the with the City of Des Plaines' TIF Districts pursuant to Subsection (q) of Section 11-74.4-3 of the Illinois Tax Increment Redevelopment Allocation Act.

Our audit was conducted in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the 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.

The City of Des Plaines' management is responsible for the government's compliance with laws and regulations. In connection with our audit referred to above, we selected and tested transactions and records to determine the City's compliance with State of Illinois Public Act 85-1142, "An Act in Relation to Tax Increment Financing."

The results of our tests indicate that for the items tested, the City of Des Plaines complied with subsection (q) of Section 11-74.4-3 of Public Act 85-1142.

Baker Tilly Virchow Krause, LLP

Oak Brook, Illinois
June 25, 2010

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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.

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the Government's financial performance and well-being have changed over time.	191 - 197
Revenue Capacity These schedules contain information to help the reader assess the Government's most significant local revenue source, the property tax.	198 - 214
Debt Capacity 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.	215 - 219
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within the Government's financial activities take place.	220 - 224
Operating Information 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.	225 - 232

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 Seven Calendar Years
(accrual basis of accounting)
December 31, 2009

	2003	2004	2005	2006	2007	2008	2009
Expenses							
Governmental activities							
General government	\$ 5,491,601	\$ 9,700,124	\$ 5,905,963	\$ 6,752,529	\$ 6,267,556	\$ 5,268,048	\$ 8,913,451
Public safety	26,348,625	28,066,656	28,982,520	34,102,357	31,161,886	36,126,401	36,457,403
Public works	9,665,540	10,519,422	10,957,745	8,730,946	10,282,409	10,520,898	9,608,620
Streets and highways	5,891,769	2,836,098	8,522,062	9,692,117	6,902,837	11,260,079	10,807,891
Economic development	5,871,898	12,009,233	7,695,464	2,885,691	1,780,760	3,504,617	2,184,724
Interest	2,925,987	3,337,330	4,610,023	4,049,875	4,172,033	4,031,768	3,984,468
Total governmental activities expenses	56,195,420	66,468,863	66,673,777	66,213,515	60,567,481	70,711,811	71,956,557
Business-type activities							
Water	7,717,105	8,123,930	8,924,500	8,706,183	8,693,595	11,038,869	11,831,289
Parking system	652,738	593,148	781,808	1,206,169	1,015,561	1,034,814	888,277
Emergency communications	3,736,381	3,994,408	4,172,076	4,816,445	4,724,236	5,005,419	-
Total business-type activities	12,106,224	12,711,486	13,878,384	14,728,797	14,433,392	17,079,102	12,719,566
Total primary government expenses	\$ 68,301,644	\$ 79,180,349	\$ 80,552,161	\$ 80,942,312	\$ 75,000,873	\$ 87,790,913	\$ 84,676,123
Component unit - public library	\$ 4,803,525	\$ 5,282,629	\$ 5,493,487	\$ 5,696,530	\$ 6,041,020	\$ 6,393,149	\$ 6,482,277
Program Revenues							
Governmental activities							
Charges for services							
General government	\$ 2,945,480	\$ 3,644,050	\$ 4,293,840	\$ 3,150,016	\$ 3,417,462	\$ 4,319,510	\$ 8,182,538
Public safety	1,465,598	1,196,534	1,189,971	3,398,632	3,135,477	2,600,306	2,450,209
Public works	3,550,663	4,230,909	4,486,652	2,673,882	3,187,494	3,408,346	3,537,886
Streets and highways	1,388,056	1,610,978	1,377,833	1,717,115	1,752,532	1,664,099	1,531,176
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	1,970,206
Capital grants and contributions	562,988	613,719	222,311	945,493	1,823,040	232,175	438,582
Total governmental activities program Revenues	12,124,408	13,946,835	13,918,105	12,485,086	14,799,656	15,437,107	18,110,597
Business-type activities							
Charges for services							
Water	9,165,940	9,666,082	10,301,213	9,639,028	9,736,135	11,759,644	10,965,188
Parking system	184,809	174,123	209,090	261,747	329,478	315,071	267,699
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	-
Total business-type activities program Revenues	13,319,159	13,814,316	14,961,289	14,791,723	15,181,116	18,480,238	11,232,887
Total primary government program Revenues	\$ 25,443,567	\$ 27,761,151	\$ 28,879,394	\$ 27,276,809	\$ 29,980,772	\$ 33,917,345	\$ 29,343,484
Component unit - public library							
Charges for services	\$ 144,098	\$ 148,898	\$ 147,392	\$ 154,056	\$ 152,787	\$ 142,245	\$ 147,700
Operating grants	73,400	112,598	148,902	137,227	108,801	157,151	78,014
Capital grants	50,482	-	-	-	-	-	-
Total component unit - public library Revenues	\$ 267,980	\$ 261,496	\$ 296,294	\$ 291,283	\$ 261,588	\$ 299,396	\$ 225,714
Net (expense)/revenue							
Governmental activities	(44,071,012)	(52,522,028)	(52,755,672)	(53,728,429)	(45,767,825)	(55,274,704)	(53,845,960)
Business-type activities	1,212,935	1,102,830	1,082,905	62,926	747,724	1,401,136	(1,486,679)
Total primary government net expense	\$ (42,858,077)	\$ (51,419,198)	\$ (51,672,767)	\$ (53,665,503)	\$ (45,020,101)	\$ (53,873,568)	\$ (55,332,639)
Component unit - public library net Expense							
Expense	\$ (4,535,545)	\$ (5,021,133)	\$ (5,197,193)	\$ (5,405,247)	\$ (5,779,432)	\$ (6,093,753)	\$ (6,256,563)

CITY OF DES PLAINES

CHANGES IN NET ASSETS
Last Seven Calendar Years
(accrual basis of accounting)
December 31, 2009

	2003	2004	2005	2006	2007	2008	2009
General Revenues and Other Changes in Net Assets							
Governmental activities							
Taxes							
Property	\$ 17,002,913	\$ 17,828,162	\$ 19,949,024	\$ 22,115,583	\$ 23,773,249	\$ 26,700,637	\$ 27,934,060
Replacement	716,865	821,910	1,193,354	1,238,962	1,530,070	1,408,713	1,229,867
Sales	7,845,715	7,806,132	8,104,425	9,220,053	9,265,270	9,147,989	8,271,828
Utility	2,410,726	2,358,182	2,594,534	2,579,105	2,510,644	2,583,405	2,184,785
Income	3,870,529	3,644,821	4,284,621	5,197,409	5,296,209	5,446,073	4,686,475
Home rule sales	3,828,194	3,952,935	4,119,582	4,887,837	5,735,928	5,559,673	4,775,264
Food and beverage	795,868	769,662	807,421	933,162	964,590	953,597	897,541
Hotel/motel	670,314	706,308	789,748	1,242,613	1,298,403	1,621,451	1,243,395
Real estate transfer	973,516	1,004,785	1,114,479	1,186,212	975,339	525,343	341,949
Local option motor fuel	631,840	1,052,946	929,005	1,527,438	1,687,130	857,659	828,082
Other	1,961,501	1,967,450	1,982,000	2,541,496	3,454,589	3,802,103	4,799,937
Investment income	276,627	569,439	895,113	1,445,882	816,908	420,479	98,711
Miscellaneous	2,134,017	130,091	181,237	246,840	296,990	1,095,228	1,422,497
Gain (loss) on sale of capital assets	(69,879)	81,816	45,300	3,479,486	(6,108,598)	100,853	35,221
Contributions	41,571	-	-	-	-	-	-
Transfers	192,120	(4,746,515)	(847,230)	(45,809)	210,074	156,211	(94,340)
Total governmental activities	43,282,437	37,948,124	46,142,613	57,796,269	51,706,795	60,379,414	58,655,272
Business-type activities							
Investment income	7,917	11,039	29,041	76,614	223,390	61,239	5,560
Miscellaneous	87,801	47,345	13,651	6,626	161,232	-	20,097
Contributions	136,878	-	-	-	-	-	-
Transfers	(192,120)	4,746,515	847,230	45,809	(210,074)	(156,211)	94,340
Total business-type activities	40,476	4,804,899	889,922	129,049	174,548	(94,972)	119,997
Total primary government	\$ 43,322,913	\$ 42,753,023	\$ 47,032,535	\$ 57,925,318	\$ 51,881,343	\$ 60,284,442	\$ 58,775,269
Component unit - public library							
Taxes							
Property	\$ 4,235,753	\$ 4,657,586	\$ 5,129,546	\$ 5,696,408	\$ 5,970,175	\$ 6,478,587	\$ 6,618,324
Replacement	92,988	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	6,838
Other general revenues	15,069	17,905	53,423	36,001	25,675	48,461	24,978
Total component unit - public library	\$ 4,355,425	\$ 4,772,250	\$ 5,284,483	\$ 5,854,803	\$ 6,141,255	\$ 6,666,928	\$ 6,743,128
Changes in Net Assets							
Governmental activities	\$ (788,575)	\$ (14,573,904)	\$ (6,613,059)	\$ 4,067,840	\$ 5,938,970	\$ 5,104,710	\$ 4,809,312
Business-type activities	1,253,411	5,907,729	1,972,827	191,975	922,272	1,306,164	(1,366,682)
Total primary government	\$ 464,836	\$ (8,666,175)	\$ (4,640,232)	\$ 4,259,815	\$ 6,861,242	\$ 6,410,874	\$ 3,442,630
Total component unit - public library	\$ (180,120)	\$ (248,883)	\$ 87,290	\$ 449,556	\$ 361,823	\$ 573,175	\$ 486,565

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CITY OF DES PLAINES

NET ASSETS BY COMPONENT
Last Seven Calendar Years
(accrual basis of accounting)
December 31, 2009

	2003	2004	2005	2006	2007	2008	2009
Governmental Activities							
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	\$ 106,143,382
Restricted	11,895,745	12,681,078	9,879,543	5,730,529	4,848,350	2,049,450	3,610,610
Unrestricted	7,190,498	330,345	5,783,030	10,394,451	4,594,811	6,720,164	4,596,148
Total Governmental Activities net assets	\$ 120,198,606	\$ 105,578,968	\$ 96,216,379	\$ 100,284,220	\$ 104,436,118	\$ 109,540,828	\$ 114,350,140
Business-type Activities							
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	\$ 30,743,586
Unrestricted	3,391,064	4,382,465	5,611,933	5,479,796	7,328,004	8,402,586	6,052,456
Total Business-type Activities net assets	\$ 26,524,953	\$ 32,752,376	\$ 37,379,307	\$ 37,571,282	\$ 38,707,373	\$ 40,013,537	\$ 36,796,042
Primary Government							
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	\$ 136,886,968
Restricted	11,895,745	12,681,078	9,879,543	5,730,529	4,848,350	2,049,450	3,610,610
Unrestricted	10,581,562	4,712,810	11,394,963	15,874,247	11,922,815	15,122,750	10,648,604
Total Primary Government net assets	\$ 146,723,559	\$ 138,331,344	\$ 133,595,686	\$ 137,855,502	\$ 143,143,491	\$ 149,554,365	\$ 151,146,182
Component Unit - Public Library							
Invested in Capital Assets, net of related debt	\$ 279,720	\$ 358,776	\$ 324,570	\$ 289,865	\$ 254,678	\$ 934,174	\$ 894,053
Restricted	525,051	197,112	318,608	802,869	1,301,241	1,194,920	1,721,606
Total Component Unit net assets	\$ 804,771	\$ 555,888	\$ 643,178	\$ 1,092,734	\$ 1,555,919	\$ 2,129,094	\$ 2,615,659

CITY OF DES PLAINES

FUND BALANCES, GOVERNMENTAL FUNDS
Last Ten Calendar Years
(modified accrual basis of accounting)
December 31, 2009

	2000	2001	2002	2003
General Fund				
Reserved	\$ 43,844	\$ 20,874	\$ 10,323	\$ 20,097
Unreserved	6,670,089	3,578,880	4,451,730	9,044,751
Total general fund	<u>6,713,933</u>	<u>3,599,754</u>	<u>4,462,053</u>	<u>9,064,848</u>
All Other Governmental Funds				
Reserved	6,727,783	10,953,776	10,494,344	9,553,545
Unreserved, reported in				
Special revenue funds	4,554,863	5,040,269	2,092,525	(436,909)
Debt service funds	-	-	-	-
Capital projects funds	7,268,480	10,306,941	4,251,563	4,419,476
Total all other governmental funds	<u>18,551,126</u>	<u>26,300,986</u>	<u>16,838,432</u>	<u>13,536,112</u>
Total Fund Balances	<u>\$ 25,265,059</u>	<u>\$ 29,900,740</u>	<u>\$ 21,300,485</u>	<u>\$ 22,600,960</u>

<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
\$ 14,104	\$ 12,159	\$ 3,853,331	\$ 6,881,187	\$ 8,140,055	\$ 8,811,994
<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>4,174,231</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>	<u>12,986,225</u>
12,476,268	9,732,766	9,056,602	5,148,408	3,967,977	3,804,011
(3,806,028)	(811,113)	(4,143,559)	(6,416,203)	323,048	(5,103,056)
-	-	-	-	-	-
<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>159,406</u>
<u>14,505,017</u>	<u>16,774,469</u>	<u>10,312,899</u>	<u>3,157,199</u>	<u>(357,266)</u>	<u>(1,139,639)</u>
<u>\$ 22,646,785</u>	<u>\$ 23,995,538</u>	<u>\$ 18,095,739</u>	<u>\$ 11,114,021</u>	<u>\$ 9,013,045</u>	<u>\$ 11,846,586</u>

CITY OF DES PLAINES

CHANGE IN FUND BALANCES, GOVERNMENTAL FUNDS

Last Ten Calendar Years

(modified accrual basis of accounting)

December 31, 2009

	2000	2001	2002	2003
Revenues				
Taxes	\$ 32,676,992	\$ 32,905,548	\$ 34,788,165	\$ 36,682,228
Licenses and permits	2,596,606	2,727,812	3,044,361	3,702,236
Intergovernmental	7,630,834	8,118,287	7,460,661	7,104,318
Charges for services	4,992,218	5,307,708	6,290,962	4,075,411
Fines and forfeits	858,783	810,126	840,796	1,159,037
Investment income	2,562,462	1,083,618	870,395	276,630
Miscellaneous	698,119	219,399	259,695	243,176
Total revenues	<u>52,016,014</u>	<u>51,172,498</u>	<u>53,555,035</u>	<u>53,243,036</u>
Expenditures				
General government	3,909,208	5,113,311	4,488,140	4,952,301
Public safety	21,042,864	23,235,960	25,744,068	24,954,192
Municipal development	1,972,582	2,016,173	1,941,033	-
Public works	11,148,279	9,913,709	12,481,026	8,289,415
Streets and highways	-	-	-	2,906,623
Human resources and social services	547,460	572,531	587,576	-
Civic and cultural	148,268	204,360	-	-
Community Development Block Grant Program	324,864	458,156	452,907	-
Economic development	-	-	-	10,564,290
Capital outlay	22,896,731	9,280,333	9,515,908	4,298,170
Debt service				
Principal retirement	3,947,145	3,602,145	3,818,404	7,214,635
Interest and fiscal charges	2,986,520	3,188,630	3,395,460	-
Total expenditures	<u>68,923,921</u>	<u>57,585,308</u>	<u>62,424,522</u>	<u>63,179,626</u>
Excess (deficiency) of revenues over expenditures	<u>(16,907,907)</u>	<u>(6,412,810)</u>	<u>(8,869,487)</u>	<u>(9,936,590)</u>
Other financing sources (uses)				
Proceeds from issuance of debt	4,110,000	12,630,000	4,860,548	16,985,000
Premium on bond issuance	-	-	-	60,458
Discount on bond issuance	-	-	-	(104,548)
Note proceeds	-	-	377,229	502,301
Proceeds from sale of capital assets	-	-	-	423,182
Payments to escrow agent	-	(1,784,201)	(4,817,933)	(6,863,167)
Transfers in	2,726,593	3,216,733	4,525,236	2,887,468
Transfers (out)	(2,563,241)	(3,052,262)	(4,351,922)	(2,682,817)
Total other financing sources (uses)	<u>4,273,352</u>	<u>11,010,270</u>	<u>593,158</u>	<u>11,207,877</u>
Net Changes in Fund Balance	<u>\$ (12,634,555)</u>	<u>\$ 4,597,460</u>	<u>\$ (8,276,329)</u>	<u>\$ 1,271,287</u>
Debt service as a percentage of noncapital expenditures	15.1%	14.1%	13.6%	12.3%

	2004	2005	2006	2007	2008	2009
\$	29,421,135	\$ 31,999,844	\$ 35,327,688	\$ 38,408,908	\$ 42,454,384	\$ 42,739,121
	4,649,570	5,035,156	4,087,868	3,837,256	3,228,153	3,011,551
	15,686,591	16,490,108	17,506,403	19,744,856	19,669,690	17,142,000
	4,775,440	5,270,418	5,217,844	6,115,781	6,830,049	7,908,810
	1,147,014	952,933	1,369,000	1,431,591	1,676,088	1,764,036
	569,439	895,080	1,445,831	816,908	361,361	79,339
	<u>2,672,277</u>	<u>191,419</u>	<u>1,004,746</u>	<u>463,875</u>	<u>512,978</u>	<u>1,320,926</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>	<u>73,965,783</u>
	5,751,293	6,561,256	7,244,757	7,585,644	7,545,984	7,464,278
	28,003,280	28,697,511	31,076,746	30,618,015	34,734,218	35,684,024
	-	-	-	-	-	-
	9,450,181	10,205,911	9,737,407	7,831,725	12,093,814	6,680,294
	5,120,479	1,688,099	927,067	5,259,528	1,267,168	5,069,135
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	11,854,692	7,126,888	2,653,204	1,962,384	4,450,756	3,292,776
	9,277,240	20,361,771	15,015,630	17,051,160	6,151,506	5,231,568
	4,847,212	5,607,651	6,055,440	6,649,830	7,225,135	7,128,545
	<u>3,263,697</u>	<u>4,392,379</u>	<u>4,801,392</u>	<u>4,135,049</u>	<u>3,841,376</u>	<u>3,381,316</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>73,931,936</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>	<u>33,847</u>
	18,050,000	39,255,000	-	8,125,000	2,575,000	7,598,084
	11,365	1,042,125	-	-	-	131,220
	(88,961)	(296,416)	-	-	-	-
	-	-	-	-	-	-
	81,816	845,300	5,232,723	2,292,098	242,678	-
	-	(16,263,176)	-	(7,634,233)	(2,517,611)	(7,315,260)
	954,933	2,344,347	3,854,740	2,604,792	1,325,839	4,670,374
	<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>(2,264,714)</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>2,819,704</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>	<u>\$ 2,853,551</u>
	11.9%	15.6%	17.4%	16.8%	15.6%	15.2%

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CITY OF DES PLAINES

ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY Last Ten Levy Years December 31, 2009

Levy Year	Equalized Assessed Value				Total Equalized Assessed Value	Total Direct Rate	Total Actual Value
	Residential Property	Commercial Property	Industrial Property	Railroad Property			
1999	\$ 606,150,920	\$ 407,796,209	\$ 449,927,215	\$ 753,430	\$ 1,464,627,774	0.882	\$ 4,393,927,261
2000	603,869,556	388,661,968	460,257,802	807,746	1,453,597,072	0.880	4,360,834,824
2001	746,001,992	441,890,666	479,650,600	821,286	1,668,364,544	0.818	5,005,143,683
2002	815,636,863	452,257,361	508,406,299	930,959	1,777,231,482	0.830	5,331,747,763
2003	820,152,717	435,374,304	504,398,708	1,008,971	1,760,934,700	0.895	5,282,856,929
2004	968,894,536	466,225,897	538,079,254	1,254,325	1,974,454,012	0.852	5,923,421,270
2005	1,048,729,126	486,965,767	562,477,260	1,277,551	2,099,449,704	0.865	6,298,412,096
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	\$ 7,402,465,509
2008	Detail Not Available For 2008			2,628,588,594	0.831	7,885,844,640

Source: Cook County Clerk's Office (new categories beginning with the 2007 Levy)

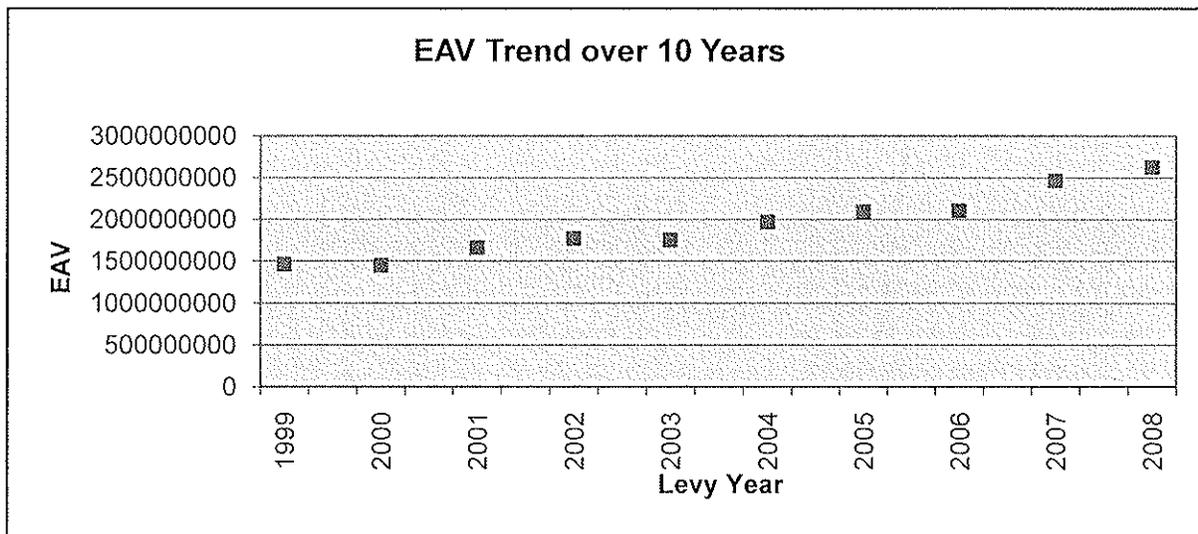
Note: Property is reassessed once every three years. Property is assessed at 1/3 actual value. Tax rates are per \$100 of assessed value. Fiscal year data is based on the previous calendar year's (levy year) assessed value (i.e. data presented for the Fiscal Year ended December 31, 2009 is based on the 2008 assessed value.)

CITY OF DES PLAINES

TREND OF EQUALIZED ASSESSED VALUATIONS Last Ten Levy Years December 31, 2009

Levy Year	Equalized Assessed Value	Percentage Increase (Decrease)	Estimated Actual Value	Ratio of Equalized Assessed Value to Estimated Actual Value
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	17.53%	7,402,391,484	33.33%
2008	2,628,588,594	24.57%	7,885,765,782	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)
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
2008	6.275	0.831	0.260	0.415	0.252	0.300	4.046	0.171

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 2008 PROPERTY TAX LEVY COLLECTED IN 2009
 December 31, 2009

	2002		2003		2004	
	Tax per \$100 of Equalized Assessed Valuation	Percentage	Tax per \$100 of Equalized Assessed Valuation	Percentage	Tax per \$100 of Equalized Assessed Valuation	Percentage
City of Des Plaines	\$ 0.830	0.118 %	\$ 0.895	0.124 %	\$ 0.852	11.98 %
Des Plaines Library	0.244	0.035	0.273	0.038	0.268	3.77
High School District 207	1.936	0.276	2.012	0.278	1.795	25.25
Oakton College District	0.179	0.025	0.186	0.026	0.161	2.26
School District 62	2.148	0.306	2.228	0.308	2.475	34.81
Des Plaines Park District	0.422	0.060	0.444	0.061	0.427	6.01
Cook County	0.751	0.107	0.718	0.099	0.653	9.18
Metro Water Reclamation District	0.371	0.053	0.361	0.050	0.347	4.88
N.W. Mosquito Abatement District	0.009	0.001	0.01	0.001	0.009	0.13
Suburban T.B. Sanitarium	0.006	0.001	0.004	0.001	0.001	0.01
Maine Township	0.129	0.018	0.095	0.013	0.122	1.72
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>
TOTAL	\$ 7.025	100.00 %	\$ 7.226	100.00 %	\$ 7.110	100.00 %

Source: Cook County Clerk

2005		2006		2007		2008	
Tax per \$100 of Equalized Assessed Valuation	Percentage						
\$ 0.865	0.124 %	\$ 0.928	0.129 %	\$ 0.850	0.132 %	\$ 0.831	0.132 %
0.278	0.040	0.294	0.041	0.266	0.041	0.26	0.041
1.757	0.252	1.826	0.254	1.602	0.250	1.577	0.251
0.158	0.023	0.166	0.023	0.141	0.022	0.14	0.022
2.501	0.359	2.627	0.366	2.35	0.366	2.329	0.371
0.35	0.050	0.356	0.050	0.312	0.049	0.300	0.048
0.547	0.079	0.500	0.070	0.456	0.071	0.415	0.066
0.315	0.045	0.284	0.040	0.263	0.041	0.252	0.040
0.009	0.001	0.009	0.001	0.008	0.001	0.008	0.001
0.005	0.001	0.005	0.001	0.000	0.000	0.000	0.000
0.121	0.017	0.127	0.018	0.114	0.018	0.112	0.018
<u>0.060</u>	<u>0.0086</u>	<u>0.057</u>	<u>0.0079</u>	<u>0.053</u>	<u>0.0083</u>	<u>0.051</u>	<u>0.0081</u>
<u>\$ 6.966</u>	<u>100.00 %</u>	<u>\$ 7.179</u>	<u>100.00 %</u>	<u>\$ 6.417</u>	<u>100.00 %</u>	<u>\$ 6.275</u>	<u>100.00 %</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)
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
2008	5.936	0.831	0.260	0.415	0.252	0.407	3.653	0.118

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, 2009

	2001		2002		2003		
	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	0.1118 %	\$ 0.818	0.1144 %	\$ 0.830	0.1236 %	\$ 0.895	0.1239 %
Des Plaines Library	0.0368	0.253	0.0354	0.244	0.0363	0.273	0.0378
High School District 214	0.2867	1.989	0.2782	1.888	0.2811	1.982	0.2743
Harper College District 512	0.0441	0.308	0.0431	0.295	0.0439	0.31	0.0429
School District 59	0.2688	1.943	0.2718	1.855	0.2762	2.127	0.2944
Mt. Prospect Park District	0.0725	0.502	0.0702	0.473	0.0704	0.473	0.0655
Cook County	0.1134	0.845	0.1182	0.751	0.1118	0.718	0.0994
Metro Water Reclamation District	0.0527	0.401	0.0561	0.371	0.0552	0.361	0.0500
N.W. Mosquito Abatement District	0.0014	0.01	0.0014	0.0009	0.0001	0.01	0.0014
Suburban T.B. Sanitarium	0.0010	0.007	0.0010	0.0006	0.0001	0.004	0.0006
Elk Grove Township	<u>0.0108</u>	<u>0.073</u>	<u>0.0102</u>	<u>0.007</u>	<u>0.0010</u>	<u>0.072</u>	<u>0.0100</u>
TOTAL	<u>100.00%</u>	<u>\$ 7.149</u>	<u>100.00%</u>	<u>\$ 6.716</u>	<u>100.00%</u>	<u>\$ 7.225</u>	<u>100.00%</u>

Source: Cook County Clerk

2004		2005		2006		2007		2008	
Tax per \$100 of Equalized Assessed Valuation	Percentage								
\$ 0.852	0.1269 %	\$ 0.865	0.1316 %	\$ 0.928	0.1377 %	\$ 0.850	0.1408 %	\$ 0.831	0.1400 %
0.268	0.0399	0.278	0.0423	0.294	0.0436	0.266	0.0441	0.26	0.0438
1.818	0.2707	1.759	0.2676	1.823	0.2706	1.621	0.2685	1.587	0.2674
0.279	0.0415	0.281	0.0428	0.288	0.0427	0.26	0.0431	0.256	0.0431
1.972	0.2936	1.933	0.2941	2.013	0.2988	1.791	0.2966	1.81	0.3049
0.455	0.0677	0.459	0.0698	0.474	0.0704	0.411	0.0681	0.407	0.0686
0.653	0.0972	0.607	0.0923	0.557	0.0827	0.511	0.0846	0.466	0.0785
0.347	0.0517	0.315	0.0479	0.284	0.0422	0.263	0.0436	0.252	0.0425
0.009	0.0013	0.009	0.0014	0.009	0.0013	0.008	0.0013	0.008	0.0013
0.001	0.0001	0.005	0.0008	0.005	0.0007	0.000	0.0000	0.000	0.0000
<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>0.059</u>	<u>0.0099</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>	<u>\$ 5.936</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>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>
Property tax rates (1)				
General corporate	0.5958	0.6183	0.5886	0.5825
Police pension	0.0563	0.0682	0.0764	0.0884
Firefighters' pension	0.0595	0.0638	0.0595	0.0759
General bond retirement	<u>0.1702</u>	<u>0.1290</u>	<u>0.0930</u>	<u>0.0832</u>
 Total property tax rates	 <u>0.8818</u>	 <u>0.8793</u>	 <u>0.8175</u>	 <u>0.8300</u>
 Property tax extensions (2)				
General corporate	\$ 8,726,178	\$ 8,987,963	\$ 9,821,316	\$ 10,347,230
Police pension	824,487	991,401	1,273,393	1,569,830
Firefighters' pension	870,981	927,050	992,275	1,348,139
General bond retirement	<u>2,493,027</u>	<u>1,874,585</u>	<u>1,552,010</u>	<u>1,478,413</u>
 Total property tax extensions	 <u>\$ 12,914,673</u>	 <u>\$ 12,780,999</u>	 <u>\$ 13,638,994</u>	 <u>\$ 14,743,612</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>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
0.5856	0.5896	0.6071	0.6657	0.6149	0.5945
0.1139	0.1041	0.0998	0.1099	0.1023	0.1023
0.1070	0.0843	0.0807	0.0865	0.0783	0.0833
<u>0.0885</u>	<u>0.0740</u>	<u>0.0766</u>	<u>0.0657</u>	<u>0.0539</u>	<u>0.0502</u>
<u>0.8950</u>	<u>0.8520</u>	<u>0.8642</u>	<u>0.9278</u>	<u>0.8494</u>	<u>0.8303</u>
\$ 10,304,439	\$ 11,641,985	\$ 12,745,221	\$ 14,046,349	\$ 15,171,900	\$ 15,627,057
2,004,048	2,054,752	2,096,245	2,318,002	2,523,500	2,690,360
1,881,800	1,663,764	1,693,403	1,825,751	1,931,250	2,188,750
<u>1,557,566</u>	<u>1,461,847</u>	<u>1,607,211</u>	<u>1,385,507</u>	<u>1,331,066</u>	<u>1,320,689</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>	<u>\$ 21,826,856</u>

CITY OF DES PLAINES

PRINCIPAL PROPERTY TAX PAYERS Current Calendar Year, Prior Year and Four Years Ago December 31, 2009

<u>Taxpayer</u>	<u>Type of Business/Property</u>	<u>2008 Equalized Assessed Valuation</u>	<u>Percentage of Total Taxable Assessed Value</u>
Universal Oil Products Tax Department	Chemicals	\$ 43,168,147	1.64%
O'Hare Lakes Office Plaza LLC	Office Complex	34,869,624	1.33%
Individual (3)	Real Property	29,422,110	1.12%
MR Properties	Real Estate	23,849,340	0.91%
Abbott Labs	Medical Laboratories	18,416,946	0.70%
Thomson Property Tax Group	Real Property		
Sysco Food Services	Food Wholesalers	14,157,170	0.54%
MLRP Messenger LLC	Real Property	22,393,898	0.85%
Crane and Norcross	Real Property		
First Washington Mgmt	Real Estate	14,660,029	0.56%
Marriot Corp	Real Property	14,974,920	0.57%
Juno Lighting Inc	Lighting Products	<u>19,074,654</u>	0.73%
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		
Total		<u>\$ 234,986,838</u>	<u>8.94%</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%
8,697,797	0.62%
<u>\$ 150,751,954</u>	<u>10.66%</u>

CITY OF DES PLAINES

PROPERTY TAX LEVIES AND COLLECTIONS Last Ten Calendar Years December 31, 2009

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)
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	15,260,373	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
2008	2009	21,166,699	20,281,220	95.82%	530,009

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

	<u>Total Collections</u>	<u>Ratio of Total Collections to Tax Levy</u>
\$	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%
	20,811,229	98.32%

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CITY OF DES PLAINES

PROPERTY VALUE AND CONSTRUCTION Last Ten Calendar Years December 31, 2009

Calendar Year	Property Value (2)	<u>Construction (1)</u>				Total Value of All Construction (including Commercial)
		<u>Single Family</u>		<u>Multi Family</u>		
		Number of Permits	Value	Number of Permits	Value	
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
2009	7,885,766	4	1,840	8	7,043	39,675

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, 2009

	2000	2001	2002	2003
General merchandise	\$ 68,968,437	\$ 70,034,794	\$ 70,852,672	\$ 70,967,263
Food stores	88,213,247	91,654,187	93,126,536	97,392,087
Drinking & eating places	71,146,033	69,976,392	70,057,263	67,735,819
Apparel	2,686,228	2,253,848	1,987,674	1,969,944
Furniture, household & radio	10,085,660	8,902,055	12,751,905	6,554,433
Lumber, building & hardware	27,361,572	26,496,169	27,646,684	24,820,381
Automotive & filling stations	155,923,036	160,729,389	150,466,805	197,679,686
Drugs and miscellaneous retail	82,624,077	101,592,093	113,425,964	106,558,735
Agriculture & all others	189,737,501	165,909,412	150,639,615	155,201,069
Manufacturers	58,414,859	52,608,389	53,299,395	55,692,040
Total	\$ 755,160,650	\$ 750,156,728	\$ 744,254,513	\$ 784,571,457
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	\$ 689,684	\$ 700,348	\$ 708,527	\$ 709,673
Food stores	882,132	916,542	931,265	973,921
Drinking & eating places	711,460	699,764	700,573	677,358
Apparel	26,862	22,538	19,877	19,699
Furniture, household & radio	100,857	89,021	127,519	65,544
Lumber, building & hardware	273,616	264,962	276,467	248,204
Automotive & filling stations	1,559,230	1,607,294	1,504,668	1,976,797
Drugs and miscellaneous retail	826,241	1,015,921	1,134,260	1,065,587
Agriculture & all others	1,897,375	1,659,094	1,506,396	1,552,011
Manufacturers	584,149	526,084	532,994	556,920
Total	\$ 7,551,607	\$ 7,501,567	\$ 7,442,545	\$ 7,845,715
City direct sales tax rate	1.00%	1.00%	1.00%	1.00%

2004	2005	2006	2007	2008	2009
\$ 75,693,674	\$ 72,371,754	\$ 67,575,860	\$ 72,349,187	\$ 71,506,904	\$ 68,245,197
97,536,943	105,023,780	107,634,554	111,530,323	115,184,430	110,595,806
67,689,011	72,432,529	81,943,708	81,685,374	75,402,995	69,952,773
2,027,145	2,638,151	3,461,525	3,337,621	4,060,854	3,667,463
9,072,989	10,806,660	7,685,148	8,003,659	5,203,117	3,309,420
32,004,002	36,796,001	39,117,507	36,036,504	33,272,081	22,639,578
188,702,457	206,285,264	212,204,995	216,995,152	208,453,378	171,775,263
96,348,194	86,526,477	92,275,196	95,113,803	96,353,652	90,516,552
136,163,547	135,355,631	146,835,031	138,711,660	134,998,089	142,402,854
75,375,283	82,206,231	79,989,845	84,243,953	84,953,341	69,486,089
<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>	<u>\$ 752,590,995</u>
1.00%	1.00%	1.00%	1.00%	1.00%	1.00%

\$ 756,937	\$ 723,718	\$ 675,759	\$ 723,492	\$ 715,069	\$ 682,452
975,369	1,050,238	1,076,346	1,115,303	1,151,844	1,105,958
676,890	724,325	819,437	816,854	754,030	699,528
20,271	26,382	34,615	33,376	40,609	36,675
90,730	108,067	76,851	80,037	52,031	33,094
320,040	367,960	391,175	360,365	332,721	226,396
1,887,025	2,062,853	2,122,050	2,169,952	2,084,534	1,717,753
963,482	865,265	922,752	951,138	963,537	905,166
1,361,635	1,353,556	1,468,350	1,387,117	1,349,981	1,424,029
753,753	822,062	799,898	842,440	849,533	694,861
<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>	<u>\$ 7,525,910</u>
1.00%	1.00%	1.00%	1.00%	1.00%	1.00%

CITY OF DES PLAINES

RATIO OF OUTSTANDING DEBT BY TYPE (1)
Last Ten Calendar Years
December 31, 2009

Fiscal Year	<u>Governmental Activities</u>						
	Debt Service General Obligation Bonds	Tax Increment Financing General Obligation Bonds	Tax Increment Financing Capital Appreciation Bonds	Capital Projects General Obligation Bonds	Equipment Replacement Installment Notes Payable	Tax Increment Revenue Note Incentive Agreement	Short Term Note Payable
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	-
2009	4,125,000	41,725,285	3,185,285	28,900,000	459,597	689,675	6,500,000

Note: (1) Details regarding the City's outstanding debt can be found in the notes to the financial statements.

(2) The Tax Increment Capital Appreciation Bond value represents the principal outstanding which includes the appreciated interest for 2009.

Source: Audited financial statements from January 1, 1999 to December 31, 2009

Business-type Activities

<u>Water General Obligation Bonds</u>	<u>Water Installment Notes Payable</u>	<u>Total Primary Government</u>	<u>Outstanding Debt per Capita</u>
\$ 5,713,885	\$ -	\$ 63,520,000	\$ 1,115
5,221,030	-	70,385,000	1,236
4,703,175	-	66,596,183	1,169
4,240,427	800,000	73,895,421	1,298
3,767,531	605,000	86,430,313	1,518
3,335,377	405,000	103,980,508	1,826
2,826,770	205,000	97,218,876	1,707
2,313,014	-	96,170,956	1,638
1,790,000	-	83,042,818	1,414
1,455,000	-	87,039,842	1,483

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
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
2009	58,710	2,628,588,594	3,807,815	0.14	64.86

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
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	7,225,134	3,801,758	11,026,892	74,928,477	14.72
2009	7,128,546	3,249,905	10,378,451	71,446,854	14.53

Notes :

(1) Includes General, Special Revenue, Debt Service Funds and Component Unit - Library Funds

Data Source

City of Des Plaines Annual Financial Reports

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CITY OF DES PLAINES

SCHEDULE FOR DIRECT AND OVERLAPPING DEBT

December 31, 2009

<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)	\$ 3,807,815	100.00%	\$ 3,807,815
Cook County	\$ 2,826,300,000	1.51%	\$ 42,677,130
Cook County Forest Preserve	108,665,000	1.51%	1,640,842
Water Reclamation District	1,959,099,576	1.54%	30,170,133
Des Plaines Park District	9,968,703	93.00%	9,270,894
Elk Grove Park District	14,022,000	0.65%	91,143
Mt. Prospect Park District	11,100,000	19.28%	2,140,080
School District No. 26	9,630,000	7.17%	690,471
School District No. 57	7,010,000	1.41%	98,841
School District No. 59	26,525,000	10.61%	2,814,303
School District No. 64	16,675,000	0.00% (4)	267
High School District 207	13,870,000	35.07%	4,864,209
High School District 214	30,145,000	3.78%	1,139,481
Community College District 512	194,545,000	1.73%	3,365,629
Subtotal - Overlapping Debt	<u>5,227,555,279</u>		<u>98,963,422</u>
Total Direct and Overlapping Debt	<u>\$ 5,231,363,094</u>		<u>\$ 102,771,237</u>

Notes:

(1) Outstanding principal of general obligation bonds as of December 31, 2009. 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 2008 equalized assessed valuations.

(4) Percentage equals .0016%

Data Sources

Assessed Valuation - Cook County Clerk

Outstanding bonds - Cook County Clerk

CITY OF DES PLAINES

DEMOGRAPHIC STATISTICS Last Ten Calendar Years

Fiscal Year	Population (1)	Personal Income (thousands) (1)	Median Household Income (1)	Per Capita Income (1)
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
2009	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.

<u>Median Age (1)</u>	<u>Education Level in Years of Schooling</u>	<u>School Enrollment (3)</u>	<u>Unemploy- ment Rate (2)</u>
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
39.7	12+	8,414	10.1

CITY OF DES PLAINES

PRINCIPAL EMPLOYERS Current Year, Prior Year and Three Years Ago December 31, 2009

<u>Employer</u>	<u>2009</u>		<u>Percentage City Total Employment</u>
	<u>Employees</u>	<u>Rank</u>	
Universal Oil Products	1,900	1	4.8%
Holy Family	1,036	2	2.6%
Oakton Community College	990	3	
School District 62	760	4	1.9%
Juno Lighting	650	5	1.6%
Sysco Food Services	650	5	1.6%
City of Des Plaines (2)	626	7	1.6%
Wheels Inc.	550	8	1.4%
Hart Schaffner & Marx	500	9	1.3%
Abbot Molecular	500	9	1.3%
Symons by Dayton Superior			
Park District			
Lawson			
Littel Fuse			
Total	<u>8,162</u>		<u>18.1%</u>
City Total Employment	<u>37,087</u>		<u>22.0%</u>

Note: (1) The City began to compile information on principal employers in 2006.

(2) This figure consists of City and Library Personnel, where both full and part-time employees count as one employee.

City only, Full Time Equivalent Employees (FTE's) for 2009 and the prior three years were as follows: 389.25 FTE in 2009, 401.25 FTE in 2008, 396.25 FTE in 2007 and 382.00 FTE in 2006.

Source: 2010 Illinois Manufacturer's Directory, 2010 Illinois Services Directory, and Individual Employers Approximations

<u>2006</u> (1)		
<u>Employees</u>	<u>Rank</u>	<u>Percentage City Total Employment</u>
2,000	1	3.7%
560	9	1.0%
1,490	2	2.8%
696	4	1.3%
647	5	1.2%
600	7	1.1%
608	6	1.1%
600	7	1.1%
		N/A
		N/A
586	8	1.1%
525	10	1.0%
797	3	1.5%
<u>9,109</u>		<u>16.9%</u>
<u>53,987</u>		<u>16.9%</u>

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CITY OF DES PLAINES

FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION Last Eight Calendar Years December 31, 2009

		2002	2003	2004	2005	2006	2007	2008	2009
Function/Program	Note								
Legislative (merged in 2009)	(2)	1.00	1.00	1.00	1.00	1.00	1.00	1.00	N/A
City Clerk (merged in 2009)	(2)	4.00	4.00	4.00	5.00	4.00	3.00	3.00	N/A
Elected Office (new dept. in 2009)	(2)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	3.00
General Government									
Manager's Department		13.50	12.90	15.00	16.50	16.00	17.00	20.00	20.50
Finance		10.50	10.50	10.50	17.25	16.25	15.75	14.50	14.00
Police									
Officers		109.00	109.00	106.00	103.00	105.00	105.00	105.00	105.00
Civilians		53.50	36.75	39.50	26.75	25.75	27.25	25.75	25.00
Fire									
Firefighters and officers		93.00	93.00	88.00	88.00	88.00	97.00	98.00	98.00
Civilians		4.50	2.50	5.50	5.50	5.50	6.50	6.50	6.50
Engineering (merged in 2009)	(2)	16.50	14.00	11.75	13.00	13.00	13.50	9.75	N/A
Public works (merged in 2009)	(2)	60.50	57.50	94.63	88.00	88.00	90.50	94.75	N/A
Public Works & Engineering Dept (new)	(2)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	96.25
Community Development		17.50	18.00	17.50	18.50	18.50	18.75	22.00	20.00
EMA	Note (1)	Note (1)	Note (1)	1.00	1.00	1.00	1.00	1.00	1.00
Subtotal		383.50	359.15	394.38	383.50	382.00	396.25	401.25	389.25
Library		83.50	84.50	87.00	90.00	90.00	90.00	90.00	75.80
Total		467.00	443.65	481.38	473.50	472.00	486.25	491.25	465.05

Source: Finance Department Budget documents

Note: (1) The City began maintaining information on employees by function in 2002 and began separating EMA in 2004.

(2) In 2009, the City merged the Legislative Dept. and City Clerk Dept into the Elected Office Dept. In addition, the City merged the Engineering Dept. and Public Works Dept. into the Public Works & Engineering Dept.

(3) The City has removed the number of Emergency Communications Employees for the 2009 CAFR Statistical Section

CITY OF DES PLAINES

OPERATING INDICATORS BY FUNCTION / PROGRAMS Last Ten Calendar Years December 31, 2009

<u>Function/Program</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
Police					
Physical arrests (1)	1,183	1,230	1,160	1,172	738
Compliance and Parking Violations	24,829	24,292	23,148	20,874	15,330
Traffic violations	12,907	11,804	14,000	12,293	10,800
Fire					
Emergency Medical Calls	4,348	4,357	4,601	4,790	4,606
Fires/Reports of Fires	2,087	2,193	1,931	1,891	2,156
Inspections	1,076	1,038	1,073	1,000	925
Engineering					
Street resurfacing (square yards)	14,100	15,500	7,900	3,600	8,000
Sidewalks removed & replaced (sq ft) (4)	280,000	176,000	101,000	89,000	80,000
Snow and ice control (tons of salt)	5,568	2,027	3,474	3,511	3,467
Community Development					
Building permits issued	3,100	3,617	3,624	3,624	3,890
Overall inspection totals	N/A	N/A	N/A	N/A	19,514
Health					
Home health visits	94	79	85	56	83
Library					
Volumes in collection (5)	233,773	249,879	269,321	293,460	301,437
Total volumes borrowed	701,557	853,490	962,178	1,078,456	1,083,691
Total annual attendance	327,775	454,781	535,574	556,108	550,517
Total resident library cards still active	40,116	39,076	42,753	34,592	34,727
Water					
Water Main Breaks	113	75	121	126	96
New Connections	N/A	N/A	N/A	N/A	26
Number of Consumers	16,075	16,075	16,109	16,109	16,303
Miles of Water Mains	201	201	201	201	235
Average daily consumption	8,751,040	8,449,784	8,835,458	8,835,458	7,768,744
Daily average consumptions per Capita	149	144	155	155	136
Number of Fire Hydrants	2,212	2,212	2,212	2,212	2,583
Sewer					
Sanitary sewer replaced (linear feet)	2,400	1,100	2,800	1,100	1,500
Sanitary sewer televised (linear feet)	35,475	49,067	38,009	25,719	28,900
Sanitary sewer cleaned (linear feet)	228,503	386,645	313,477	312,088	186,333
Sanitary sewer lined (linear feet)	N/A	N/A	N/A	N/A	N/A
Municipal Parking Lots					
Metra (2)	(3)	19,409	24,848	24,116	38,283
City Owned (2)	70,422	57,735	63,267	58,810	21,027
Transit					
Taxi Cab cards issued	352	636	397	403	244
Handicapped Placards issued	126	131	109	71	43

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 for 2000 Combined for City owned and Metra Leased Parking.

(4) In years 2000 and 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.

2005	2006	2007	2008	2009
1,236	2,013	2,679	2,726	2,783
16,421	17,818	15,290	18,250	18,823
11,728	11,214	16,119	12,756	12,688
4,969	5,167	5,038	5,209	4,718
2,298	2,276	2,610	2,502	2,123
963	6,138	7,226	6,878	7,137
7,500	6,600	37,000	76,000	49,000
50,000	78,000	21,000	50,000	84,000
4,359	1,676	5,026	8,427	4,292
3,895	3,582	3,267	2,988	2,756
21,380	19,191	14,463	14,632	13,871
58	55	90	134	111
301,546	312,469	313,696	305,471	355,095
1,077,145	1,100,133	1,088,404	1,111,558	1,261,249
521,881	577,554	509,668	500,618	542,092
35,205	35,765	35,427	35,266	35,728
169	74	128	101	89
76	70	65	13	30
16,497	17,086	16,983	17,387	17,399
235	237	241	245	247
8,458,430	7,702,836	7,639,118	7,913,061	6,894,000
136	135	130	135	117
2,583	2,597	2,615	2,628	2,609
1,500	300	300	154	1,022
59,782	26,446	5,187	14,270	24,951
364,360	403,483	267,301	93,679	177,439
N/A	4,954	N/A	6,635	0
54,435	50,815	47,225	50,563	47,794
10,384	19,618	34,714	33,612	25,581
481	420	324	305	296
59	40	67	62	66

CITY OF DES PLAINES

CAPITAL ASSETS STATISTICS BY FUNCTION Last Ten Calendar Years December 31, 2009

<u>Function/Program</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
Police					
Station	1	1	1	1	1
Sworn Police Officers	101	107	107	109	102
Fire Stations					
Station	3	3	3	3	3
Sworn Firefighters	94	94	94	94	92
Other Public Works					
Streets (miles)**	145	145	145	145	145
Streetlights*					
Traffic Signals	1	1	1	1	1
Water					
Water mains (miles)	201	201	201	201	201
Fire hydrants	2,212	2,212	2,212	2,212	2,212
Storage capacity (millions of gallons)	19	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>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
1	1	1	1	1	1
103	103	105	105	105	105
3	3	3	3	3	3
92	92	92	102	102	98
145	145	145	145	145	145
		576	680	680	732
1	1	1	1	2	2
235	235	237	237	245	247
2583	2,583	2,597	2,615	2,628	2,609
19	19	19	19	19	19

CITY OF DES PLAINES

WATER SOLD
Last Ten Calendar Years
(in thousands)
December 31, 2009

	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
<u>Gallons sold</u>				
Residential	\$ 1,568,760	\$ 1,567,103	\$ 1,518,821	\$ 1,345,030
Commercial	680,761	729,871	667,965	626,582
Industrial	<u>400,898</u>	<u>349,019</u>	<u>380,686</u>	<u>377,827</u>
Totals	<u>\$ 2,650,419</u>	<u>\$ 2,645,993</u>	<u>\$ 2,567,472</u>	<u>\$ 2,349,439</u>
Water rate per 1,000 gallons	\$2.69	\$2.73	\$3.26	\$3.44
Storm Sewer rate per 1,000 gallons	\$0.76	\$0.76	\$0.76	\$0.76

Source: City of Des Plaines Water Consumption Report

<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
\$ 1,340,980	\$ 1,341,733	\$ 1,852,194	\$ 1,435,498	\$ 1,357,309	\$ 1,332,430
626,560	627,368	597,343	710,984	598,489	495,175
<u>343,278</u>	<u>461,071</u>	<u>333,270</u>	<u>241,646</u>	<u>253,998</u>	<u>144,665</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>	<u>\$ 1,972,270</u>
\$3.61	\$3.79	\$3.88	\$3.88	\$4.08	\$4.32
\$0.76	\$0.76	\$0.76	\$0.76	\$0.76	\$0.76

CITY OF DES PLAINES

MISCELLANEOUS STATISTICS

December 31, 2009

Date of incorporation (Town of Rand)	1857
Form of government	City Manager
Building permits:	
Permits issued	2,756
Estimated value	\$39,674,512
Fire protection:	
Number of stations	3
Number of sworn firefighters	98
Police protection:	
Number of stations	1
Number of sworn police officers	105
Municipal water plant	
Number of consumers	17,399
Daily average consumption (gallons)	6,894,000
Daily average consumption per capita (gallons)	117
Miles of water mains	247
Number of fire hydrants	2,609
Employees as of December 31	
Full time	378.50
Part time	10.75
Total	389.25 (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, 2009

Area and land use - City of Des Plaines

Total area December 31, 2009 - 9,198.54 acres or 14.3 square miles (Based on municipal boundary data.)

Distribution of land uses

	Acres	Percent of Total
Residential	3,952.83	43.0%
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	1,222.04	13.3%
 Total developed	 8,785.64	 95.5%
 Vacant land	 412.90	 4.5%
 Total	 9,198.54	 100.0%

Housing Units

Single Family	15,900
Multiple Family	7,766
Total	23,666

Data Sources

U.S. Census Bureau and Various City Departments.

(1) Full-Time Equivalent Employees, not including the Library.

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OTHER INFORMATION
CONTINUING DISCLOSURE – ANNUAL FINANCIAL INFORMATION

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2010 DISCLOSURE

Relating to

CITY OF DES PLAINES

Cook County, Illinois

CUSIP NUMBER 250217

\$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
\$2,575,000 Taxable General Obligation Corporate Purpose Refunding Bonds, Series 2008A
\$3,173,084 Taxable General Obligation Refunding Bonds, Series 2009A (Capital Appreciation)
\$4,175,000 General Obligation Refunding Bonds, Series 2009B
\$3,945,000 General Obligation Refunding Bonds, Series 2010A
and
\$6,110,760 General Obligation Refunding Bonds, Series 2010B (Capital Appreciation)

For further information please contact:

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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 + (-)
2000	\$7,485,012	\$3,684,512	\$11,169,524	11.73%(3)
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%
2009	7,940,514	5,200,163	13,140,676	(8.30%)
Growth from 2000 to 2009				17.65%

- 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 2000 percentage is based on a 1999 sales tax receipts of \$9,996,593.

DEBT INFORMATION

General Obligation Debt - By Issue(1)

Issue Date	Issue Date	Principal Outstanding	Supported By
General Obligation Corporate Purpose Bonds, Series 2001.....		\$ 310,000	Property Taxes/Sales & Utility Taxes/Fees
General Obligation Corporate Purpose Refunding Bonds, Series 2002A.....		1,975,000	Property Taxes/Special Revenues
General Obligation Bonds, Series 2003A.....		4,940,000	TIF Revenues/Property Taxes
Taxable General Obligation Bonds, Series 2003C.....		2,115,000	TIF Revenues
Taxable General Obligation Refunding Bonds, Series 2003D.....		1,845,000	TIF Revenues
General Obligation Bonds, Series 2004A.....		6,370,000	TIF Revenues/Special Revenues
Taxable General Obligation Bonds, Series 2004B.....		5,895,000	TIF Revenues
General Obligation Bonds, Series 2005A.....		2,670,000	TIF Revenues
General Obligation Bonds, Series 2005B.....		495,000	TIF Revenues
General Obligation Bonds, Series 2005C.....		1,455,000	Water Fund
General Obligation Refunding Bonds, Series 2005D.....		12,225,000	Sales & Utility Taxes/Fees
General Obligation Bonds, Series 2005E.....		6,085,000	Sewer Fees/TIF Revenues
Taxable General Obligation Bonds, Series 2005F.....		4,325,000	TIF Revenues
General Obligation Bonds, Series 2005G.....		425,000	TIF Revenues
General Obligation Refunding Bonds, Series 2007A.....		5,680,000	Property Taxes/ Sales & Utility Taxes/Fees
General Obligation Refunding Bonds, Series 2007B.....		1,425,000	Property Taxes/TIF Revenues
Taxable General Obligation Corporate Purpose Refunding Bonds, Series 2008A.....		2,240,000	TIF Revenues
Taxable General Refunding Obligation Bonds, Series 2009A (Capital Appreciation).....		3,173,084	TIF Revenues
General Obligation Refunding Bonds, Series 2009B.....		4,175,000	Sales & Utility Taxes/Fees
General Obligation Refunding Bonds, Series 2010A.....		3,945,000	TIF Revenues
Taxable General Refunding Obligation Bonds, Series 2010B (Capital Appreciation).....		6,110,760	TIF Revenues
Total Outstanding General Obligation Debt.....		\$77,878,843	
Self Supporting Debt.....		(74,071,028)	
Total Property Tax Supported General Obligation Debt.....		\$ 3,807,815	

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
2010	\$ 7,015,000	\$ 7,015,000	\$ 5,953,994	\$1,061,006	\$1,061,006	27.86%
2011	7,375,000	7,375,000	6,313,191	1,061,809	2,122,815	55.75%
2012	5,369,236	5,369,236	5,229,236	140,000	2,262,815	59.43%
2013	6,028,164	6,028,164	5,883,164	145,000	2,407,815	63.23%
2014	5,459,281	5,459,281	5,304,281	155,000	2,562,815	67.30%
2015	5,641,357	5,641,357	5,481,357	160,000	2,722,815	71.51%
2016	5,270,154	5,270,154	5,105,154	165,000	2,887,815	75.84%
2017	6,118,556	6,118,556	5,953,556	165,000	3,052,815	80.17%
2018	6,949,198	6,949,198	6,774,198	175,000	3,227,815	84.77%
2019	5,316,162	5,316,162	5,131,162	185,000	3,412,815	89.63%
2020	5,560,637	5,560,637	5,365,637	195,000	3,607,815	94.75%
2021	3,582,360	3,582,360	3,382,360	200,000	3,807,815	100.00%
2022	2,164,790	2,164,790	2,164,790	0		
2023	1,579,584	1,579,584	1,579,584	0		
2024	1,213,041	1,213,041	1,213,041	0		
2025	1,179,295	1,179,295	1,179,295	0		
2026	1,207,030	1,207,030	1,207,030	0		
2027	415,000	415,000	415,000	0		
2028	435,000	435,000	435,000	0		
Total	\$77,878,843	\$77,878,843	\$74,071,028	\$3,807,815		

Note: (1) Source: the City.

Detailed Overlapping Bonded Debt(1)

	Total Debt(2)	Applicable to the City	
		Percent(3)	Amount
Schools:			
School District 26	\$ 9,630,000	7.17%	\$ 690,471
School District No. 57	7,010,000	1.41%	98,841
School District No. 59	26,525,000	10.61%	2,814,303
School District No. 64	16,675,000	0.00%(4)	267
High School District No. 207	13,870,000	35.07%	4,864,209
High School District No. 214	30,145,000	3.78%	1,139,481
Harper Community College District No. 512	194,545,000	1.73%	3,365,629
Total Schools			\$12,973,200
Other:			
Cook County	2,826,300,000	1.51%	\$42,677,130
Cook County Forest Preserve District	108,665,000	1.51%	1,640,842
Metropolitan Water Reclamation District	1,959,099,576	1.54%	30,170,133
Elk Grove Park District	14,022,000	0.65%	91,143
Des Plaines Park District	9,968,703	93.00%	9,270,894
Mt. Prospect Park District	11,100,000	19.28%	2,140,080
Total Others			\$85,990,222
Total Overlapping Debt			\$98,963,422

- Notes: (1) Source: Cook County Clerk.
(2) As of March 1, 2010.
(3) Percentage based on 2008 EAV's.
(4) Percentage equals 0.0016%.

Statement of Bonded Indebtedness(I)
(As of March 17, 2010)

	Amount Applicable	Ratio To		Per Capita (2007 Census 58,710)
		Equalized Assessed	Estimated Actual	
City EAV of Taxable Property, 2008.....	\$2,628,588,594	100.00%	33.33%	\$ 44,772.42
Estimated Actual Value, 2008.....	7,885,765,782	300.00%	100.00%	134,317.25
Total Direct Bonded Debt.....	\$ 77,878,843	2.96%	0.99%	1,341.66
Less: Self Supporting.....	(74,071,028)	(2.82%)	(0.94%)	(1,276.80)
Net Direct Debt.....	\$ 3,807,815	0.14%	0.05%	\$ 64.86
Overlapping Bonded Debt:				
Schools.....	\$ 12,973,200	0.49%	0.16%	\$ 220.97
Other.....	85,990,222	3.27%	1.09%	1,464.66
Total Overlapping Bonded Debt.....	\$ 98,963,422	3.76%	1.25%	\$ 1,685.63
Total Direct and Overlapping Bonded Debt.....	\$ 102,771,237	3.91%	1.30%	\$ 1,750.49

Note: (1) Source: Cook County Clerk.

PROPERTY ASSESSMENT AND TAX INFORMATION

City Equalized Assessed Valuation(I)

Property Class	Levy Years				
	2004(2)	2005	2006	2007(2)	2008
Residential.....	\$ 968,894,536	\$1,048,729,126	\$1,098,297,899	\$1,317,237,960	
Farm.....	0	0	0	0	Detail
Commercial.....	466,225,897	486,965,767	456,777,248	526,963,970	Not
Industrial.....	538,079,254	562,477,260	553,576,732	621,647,943	Available
Railroad.....	1,254,325	1,277,551	1,417,627	1,613,955	
Total.....	\$1,974,454,012	\$2,099,449,704	\$2,110,069,506	\$2,467,463,828	\$2,628,588,594
Percent Change +(-)...	12.13%(3)	6.33%	0.51%	16.94%	6.53%

- Notes: (1) Source: Cook County Clerk.
(2) Levy year was a triennial reassessment year.
(3) Percentage change based on 2003 EAV of \$1,760,934,700.

Equalized Assessed Valuation by Township(I)

	2007			
	Elk Grove	Maine	Wheeling	Total
Real Estate Property	\$430,283,814	\$2,146,668,809	\$49,803,498	\$2,626,756,121
Air Pollution Control District	0	858	0	858
Railroad Property	0	1,831,615	0	1,831,615
Total	\$430,283,814	\$2,148,501,282	\$49,803,498	\$2,628,588,594

Note: (1) Source: Cook County Clerk.

Representative Tax Rates(1)
(Per \$100 EAV)

City Rates:	Levy Years				
	2004	2005	2006	2007	2008
General Corporate(2)	\$0.7776	\$0.7876	\$0.8621	\$0.7955	\$0.7801
Public Library	0.2680	0.2777	0.2940	0.2658	0.2595
Bonds and Interest	0.0740	0.0766	0.0657	0.0539	0.0502
Total City Rates(3)	\$1.1200	\$1.1430	\$1.2220	\$1.1150	\$1.0910
Cook County	0.5930	0.5330	0.5000	0.4460	0.4150
Cook County Forest Preserve	0.0600	0.0600	0.0570	0.0530	0.0510
Metropolitan Water Reclamation District	0.3470	0.3150	0.2840	0.2630	0.2520
Maine Township	0.0710	0.1210	0.1270	0.1140	0.1120
School District Number 62	2.4750	2.5010	2.6270	2.3500	2.3290
High School District Number 207	1.7950	1.7570	1.8260	1.6020	1.5770
Community College Number 535	0.1610	0.1580	0.1660	0.1410	0.1400
Des Plaines Park District	0.4270	0.3500	0.3560	0.3120	0.3000
Other Districts	0.0610	0.0280	0.0140	0.0200	0.0080
Total Tax Rates(4)	\$7.1100	\$6.9660	\$7.1790	\$6.4160	\$6.2750

- 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 66.02% of the City's 2008 EAV, the most recent available.

City Tax Levies and Collections(1)

Levy Year	Coll. Year	Taxes	Total Collections(2)	
		Levied	Amount	Percent
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%
2008	2009	21,166,699	20,811,229	98.32%

- 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	2008 EAV(2)
Universal Oil Products	Chemicals Manufacturer, Catalysts Research and Development	\$ 43,168,147
O'Hare Lake Office Park LLC	Office Complex	34,869,624
Individual(3)	Real Property	29,422,110
MR Properties	Real Estate	23,849,340
MLRP Messenger LLC	Real Property	22,393,898
Juno Lighting	Lighting Products	19,074,654
Abbott Labs	Medical Laboratories	18,416,946
Marriott Corp	Hotels	14,974,920
First Washington Management	Real Estate Management	14,660,029
Sysco Food Services	Food and Equipment Supplies	14,157,170
Total		\$234,986,838
Ten largest as a percent of the District's 2008 EAV (\$2,628,588,594)		8.94%

- 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 2008 EAV is the most current available.
 (3) Formerly Thompson Property Tax Group.

Statement of Net Assets Primary Government Governmental Activities

	Audited As of December 31				
	2004	2005	2006	2007	2008
ASSETS:					
Cash	\$ 5,294,764	\$ 4,935,594	\$ 14,985,550	\$ 15,736,253(1)	\$ 11,680,473(1)
Investments	19,730,482	26,197,998	5,204,718	0	0
Receivables, Net of Allowances For Uncollectibles:					
Property Taxes	16,772,526	17,582,901	19,151,802	27,682,916	29,209,787
Accounts	986,284	1,226,592	1,214,281	1,310,872	1,375,841
Accrued Interest	90,421	110,984	10,696	7,327	8,207
Other Taxes	805,445	744,028	733,862	972,284	1,365,222
Other	143,394	112,020	265,908	225,058	301,052
Prepaid Expenses	688,787	697,840	680,591	642,821	592,810
Due from Other Governments	4,225,601	4,549,009	5,492,537	7,128,591	6,645,889
Pension Refund Receivable	0	0	0	757,933	0
Internal Balances	(1,954,021)	(3,231,704)	192,492	(133,574)	(92,634)
Deferred Charges	686,461	486,112	444,805	488,631	485,185
Net Pension Asset	332,310	285,275	0	754,373	460,128
Capital Assets Not Being Depreciated	67,234,130	76,656,600	73,612,205	72,301,854	73,123,073
Capital Assets, Net of Accumulated Depreciation	97,767,127	95,041,459	100,457,453	103,282,595	102,226,176
Total Assets	\$212,803,711	\$225,394,708	\$222,446,900	\$231,157,934	\$227,381,209
LIABILITIES:					
Accounts Payable	\$ 3,690,565	\$ 5,553,118	\$ 3,568,242	\$ 2,982,236	\$ 2,558,724
Accrued Liabilities	0	0	0	1,651,060	1,667,497
Accrued Payroll	750,149	660,003	236,277	0	0
Other Payables	110,382	33,433	881,506	0	0
Accrued Interest Payable	391,888	749,768	370,573	344,664	300,336
Unearned Revenue	17,042,855	17,812,056	19,423,597	25,867,503	28,907,128
Deposits Payable	33,036	47,410	162,062	147,468	162,669
Short Term Notes Payable	0	0	0	5,500,000	0
Claims Payable	0	0	0	0	0
Accrued Pension Contributions	713,236	1,501,945	378,235	496,186	314,461
Net Pension Obligation	0	0	391,723	0	0
Non Current Liabilities:					
Due Within One Year	7,482,328	6,602,538	7,093,508	8,016,910	8,611,399
Due in More Than One Year	77,010,304	96,218,058	89,656,957	81,715,789	75,318,167
Total Liabilities	\$107,224,743	\$129,178,329	\$122,162,680	\$126,721,816	\$117,840,381
NET ASSETS:					
Investment in Capital Assets, Net of Related Debt	\$ 92,567,545	\$ 80,553,806	\$ 84,159,240	\$ 94,992,957	\$100,771,214
Restricted For:					
Streets and Highways	885,973	292,421	0	0	0
Public Safety	1,879,351	1,624,728	1,426,250	1,731,918	2,049,450
Economic Development	7,932,906	7,511,810	4,252,552	3,076,575	0
Debt Service	1,982,848	450,584	51,727	39,857	0
Unrestricted	330,345	5,783,030	10,394,451	4,594,811	6,720,164
Total Net Assets	\$105,578,968	\$ 96,216,379	\$100,284,220	\$104,436,118	\$109,540,828

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				
	2004	2005	2006	2007	2008
Primary Government					
General Government	\$ (5,732,749)	\$ (1,375,338)	\$ (3,196,902)	\$ (7,580,968)	\$ (664,629)
Public Safety	(26,281,463)	(27,611,899)	(30,509,388)	(27,935,116)	(32,170,577)
Public Works	(6,288,513)	(6,471,093)	(6,057,064)	(7,094,915)	(7,112,552)
Streets and Highways	1,040,060	(5,179,481)	(7,742,903)	(1,640,135)	(7,790,561)
Economic Development	(11,922,033)	(7,507,838)	(2,172,297)	(1,766,126)	(3,504,617)
Interest	(3,337,330)	(4,610,023)	(4,049,875)	(4,172,033)	(4,031,768)
Total Governmental Activities(1)	<u>\$(52,522,028)</u>	<u>\$(52,755,672)</u>	<u>\$(53,728,429)</u>	<u>\$(50,189,293)</u>	<u>\$(55,274,704)</u>
General Revenues:					
Taxes:					
Property	\$ 17,828,162	\$ 19,949,024	\$ 22,115,583	\$ 23,773,249	\$26,700,637
Replacement	821,910	1,193,354	1,238,962	1,530,070	1,408,713
Sales	7,806,132	8,104,425	9,220,053	9,265,270	9,147,989
Utility	2,358,182	2,594,534	2,579,105	2,510,644	2,583,405
Income	3,644,821	4,284,621	5,197,409	5,296,209	5,446,073
Home Rule Sales	3,952,935	4,119,582	4,887,837	5,735,928	5,559,673
Food and Beverage Tax	769,662	807,421	933,162	964,590	953,597
Hotel/Motel	706,308	789,748	1,242,613	1,298,403	1,621,451
Real Estate Transfer	1,004,785	1,114,479	1,186,212	975,339	525,343
Local Option Motor Fuel	1,052,946	929,005	1,527,438	0	0
Other	1,967,450	1,982,000	2,541,496	3,454,589	4,659,762
Investment Income	569,439	895,113	1,445,882	816,908	420,479
Miscellaneous	130,091	181,237	246,840	296,990	1,196,081
Gain (Loss) on Sale of Capital Assets	81,816	45,300	3,479,486	0	0
Contributions	0	0	0	0	0
Transfers	(4,746,515)	(847,230)	(45,809)	210,074	156,211
Component Unit Transfers	0	0	0	0	0
Total	<u>\$ 37,948,124</u>	<u>\$ 46,142,613</u>	<u>\$ 57,796,269</u>	<u>\$ 56,128,263</u>	<u>\$60,379,414</u>
Change in Net Assets	(14,573,904)	(6,613,059)	4,067,840	5,938,970	5,104,710
Prior Period Adjustments	(45,734)	(2,749,530)	0	0	0
Net Assets, January 1	<u>120,198,606</u>	<u>105,578,968</u>	<u>96,216,380</u>	<u>98,497,148(2)</u>	<u>104,436,118</u>
Net Assets, December 31	<u>\$105,578,968</u>	<u>\$ 96,216,379</u>	<u>\$100,284,220</u>	<u>\$104,436,118</u>	<u>\$109,540,828</u>

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:	2004	2005	2006	2007	2008
Investments	\$ 5,191,774	\$ 3,890,589	\$ 1,884,571	\$4,330,902(1)	\$ 1,166,324(1)
Cash and Equivalents	250,151	307,994	2,435,869	0	0
Receivables:					
Accounts	582,391	749,053	761,344	879,919	950,389
Property Taxes	15,276,061	16,180,024	17,790,784	20,514,568	20,841,443
Other Taxes	0	666,364	658,093	891,651	1,291,735
Other Receivables	841,170	111,024	202,972	183,530	239,481
Accrued Pension Contributions	0	0	0	757,933	0
Accrued Interest	18,951	11,126	859	460	214
Due From Other Governments	2,906,680	3,101,973	4,198,467	5,473,114	4,821,305
Due From Other Funds	941,985	4,591,084	4,509,152	7,028,745	8,542,906
Prepaid Items	14,104	12,159	5,908	0	1,980
Total Assets	<u>\$26,023,267</u>	<u>\$29,621,390</u>	<u>\$32,448,019</u>	<u>\$40,060,822</u>	<u>\$37,855,777</u>
LIABILITIES AND FUND EQUITY:					
Liabilities:					
Accounts Payable	\$ 1,048,512	\$ 1,058,918	\$ 1,720,278	\$ 1,551,048	\$ 1,710,985
Accrued Payroll	746,647	655,286	884,290	0	0
Accrued Liabilities	0	0	0	1,321,971	1,624,786
Other Payables	17,662	33,433	135,650	100,000	100,000
Deferred Revenue	15,355,442	16,405,846	18,808,683	21,258,115	22,235,804
Due to Other Funds	0	2,744,893	2,738,043	1,876,680	2,499,430
Short-term Notes Payable	0	0	0	5,500,000	0
Accrued Pension Contributions	713,236	1,501,945	378,235	496,186	314,461
Total Liabilities	<u>\$17,881,499</u>	<u>\$22,400,321</u>	<u>\$24,665,179</u>	<u>\$32,104,000</u>	<u>\$28,485,466</u>
Fund Equity:					
Reserved	\$ 14,104	\$ 12,159	\$ 3,853,331	\$ 6,881,187	\$ 8,140,055
Unreserved	8,127,664	7,208,910	3,929,509	1,075,635	1,230,256
Total Fund Equity	<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>
Total Liabilities and Fund Equity	<u>\$26,023,267</u>	<u>\$29,621,390</u>	<u>\$32,448,019</u>	<u>\$40,060,822</u>	<u>\$37,855,777</u>

Note: (1) Includes cash and equivalents.

**General Fund
Revenues and Expenditures**

	Audited as of December 31				
	2004	2005	2006	2007	2008
REVENUES:					
Taxes	\$20,099,129	\$21,723,494	\$23,461,237(1)	\$26,744,951	\$30,031,416
Licenses and Permits	4,649,570	5,035,156	4,087,868	3,837,256	3,228,153
Intergovernmental	13,314,150	14,466,315	16,189,175(1)	16,361,110(2)	17,626,764
Charges for Services	2,981,739	3,198,838	3,472,029	4,352,399	5,152,550
Fines and Forfeits	821,080	805,710	999,024	985,254	1,079,532
Investment Income	135,795	300,596	394,117	188,976	111,718
Miscellaneous	236,775	119,941	170,247	222,276	314,927
Total Revenues	\$42,238,238	\$45,650,050	\$48,773,697	\$52,692,222	\$57,545,060
EXPENDITURES:					
Current:					
General Government	\$ 5,502,261	\$ 6,425,706	\$ 6,836,983	\$ 7,139,666	\$ 7,037,168
Public Safety	27,492,553	28,817,121	30,816,886	30,387,962	34,439,819
Public Works	8,614,884	9,329,949	9,526,298	7,296,210	11,351,114
Streets and Highways	759,230	835,979	927,067	5,302,000	1,267,168
Economic Development	662,840	571,594	815,210	692,330	681,762
Interest and Fiscal Charges	0	0	0	0	32,885
Capital Outlay	0	0	0	0	183,735
Total Expenditures	\$43,031,768	\$45,980,349	\$48,922,444	\$50,818,168	\$54,993,651
Excess (Deficiency) of Revenues Over Expenditures	\$ (793,530)	\$ (330,299)	\$ (148,747)	\$ 1,874,054	\$ 2,551,409
Other Financing Sources (Uses), net	(360,000)	(695,000)	710,518	(1,395,000)	(1,137,920)
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	\$(1,153,530)	\$(1,025,299)	\$ 561,771	\$ 479,054	\$ 1,413,489
Balance, January 1	\$ 9,064,848	\$ 8,141,768	\$ 7,221,069	\$ 7,477,768(3)	\$ 7,956,822
Residual Equity Transfers In/ Prior Period Adjustment	230,450	104,600	0	0	0
Balance, December 31	\$ 8,141,768	\$ 7,221,069	\$ 7,782,840	\$ 7,956,822	\$ 9,370,311

- Notes: (1) Home-rule sales taxes in the amount of \$706,110 are included in intergovernmental.
(2) Home-rule sales taxes in the amount of \$773,085 are included in intergovernmental.
(3) As restated.

**General Fund
Budget and Interim Information**

	Budget Fiscal Year 2009	Preliminary Unaudited 12 Months Ended 12/31/2009	Budget Fiscal Year 2010
REVENUES:			
Taxes	\$31,285,150	\$31,090,376	\$33,043,932
Licenses & Permits	3,216,400	3,011,550	2,769,100
Intergovernmental	16,184,640	14,430,177	13,425,194
Charges for Services	5,093,175	5,546,125	5,238,793
Fines and Forfeits	1,008,200	1,118,463	937,000
Investment Income	150,000	15,498	10,000
Other	2,604,500	3,588,094	1,648,573
Total Revenue	\$59,542,065	\$58,800,283	\$57,072,592
EXPENDITURES:			
General Government	\$12,119,657	\$11,198,135	\$ 7,919,427
Public Safety	32,995,030	32,955,842	35,929,405
Economic Development	60,890	57,545	31,039
Public Works	8,574,183	5,890,602	5,336,183
Streets & Highways	2,267,221	5,082,247	5,109,039
Total Expenditures	\$56,016,981	\$55,184,371	\$54,325,093

Notes: (1) Source: the City.

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