

**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT  
OF THE  
CITY OF DES PLAINES, ILLINOIS**  
Year Ended December 31, 2010

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 20, 2011

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

State law requires that every general-purpose local government publish within six months of the close of each fiscal year a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended December 31, 2010.

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, 2010. 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 2010 Decennial Census reported a population of 58,364, a slight decrease from the 2000 Census population of 58,720. The Chicago Metropolitan Agency for Planning (CMAP) population projection for 2040 is 79,389. 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. The Wisconsin Central freight line 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 City's department heads. 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. The Des Plaines Public Library is a component unit of the City and its financial statements are included in this report.

## **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 35,626 jobs are generated by Des Plaines based businesses attesting to its economic strength. Of those jobs, 16 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 generally decreased between 2001 through 2007, from 6.8 to 4.5 percent, respectively. However, it experienced a spike between 2008 and 2009, from 5.9 to 10.1 percent, respectively due to the economic recession. Between 2000 and 2010, the average unemployment rate was 6.5 percent with a high of 10.2 percent (2010) and a low of 4.2 percent (2006).

The economic climate during 2010 continued to define the level of development activity. There was however an increase in building permit activity of nearly 373%, from \$40 million in 2009 to \$189 million in 2010; and the number of permits increased nearly 200% during 2010. This increased level of activity was due in part because of a major hail storm that resulted in an additional 5,415 roof and siding permits as well as the construction of Rivers Casino. Subtracting this one-time spike in activity there was a slight increase in permits of 2% over last year.

Financing difficulties have prevented construction of commercial development projects involving hotels in the O'Hare submarket. A total of four hotels were proposed but have not proceeded. Residential construction activity has similarly slowed 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 approximately 50% complete; 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 and continued through 2010. Within the industrial sector, Nippon Express, which completed and occupied a 155,000 square foot air freight forwarding facility in 2008, completed a 142,000 square foot logistics facility to house its ocean cargo branch in 2010.

Finally, the \$1.1 billion Rivers Casino project completed all engineering and design work during 2009, and broke ground in 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. The Rivers Casino is scheduled to open in July 2011.

### **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, 2010, the fund balance in the General Fund totaled \$23,394,066, representing approximately 46 percent of total General Fund expenditures; \$15,413,074 (30.6%) was undesignated and available to fund future programs and services. This is a significant improvement comparing to the 2.19% unreserved fund balance at the close of fiscal year 2008. Maintaining a healthy fund balance to insure City's financial strength remains one of the City Council's long-term financial goals. However, the Water/Sewer net assets continue to decline. In 2008 expenditures began outpacing revenues and at the end of 2010 the unrestricted net assets were \$5,031,860 or an approximate 10% decline from 2009. In response, the City has begun a Water/Sewer rate study in an effort to reverse the operating spending deficit and preserve the enterprise fund reserves as well as provide funding for investment in equipment and infrastructure renewal and improve quality of water and sewer service for the long term.

Since the downturn of the economy, the City of Des Plaines has met the financial challenge by streamlining government, consolidating the City's workforce and focusing on basic and essential City services. The City responded to diminished revenue sources by implementing cost cutting measures to live within its means. This year's results of operations represent another significant step forward in accomplishing the City Council's goal of long-term financial stability.

### **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 providing guidelines in formulating and adopting the Capital Improvement program

- An operating budget policy, establishing guidelines in formulating and adopting the operating budget and incorporating GFOA practices
- 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's senior management team in collaboration with the City Council has been engaged in a strategic planning process which defines broad goals of the City and delineates its major initiatives and accomplishments set forth during the year. Some of these initiatives include:

- The City Manager's Office in collaboration with the Elected Office responded to the change in the Freedom of Information Act laws by redesigning the process of handling the Freedom of Information Requests and improving the retrieval of information by utilizing digitalized technology to preserve the quality of the documents.
- At the end of 2010 the City Council approved purchase of the new enterprise resource planning software – "Logos". The Finance and Information Technology staff in collaboration with all City department senior staff has started the process of the Logos system implementation. The initial go live date is scheduled for August of 2011 with the full integration anticipated to be complete in mid 2012.
- The City's staff under the guidance of the media services division is working to enhance the City's website making it more user-friendly and navigable; further implementing the initiation of a content management system thereby providing a more spontaneous and up-to-date site at a substantial cost savings.
- With the anticipated opening of Rivers Casino in July of 2011, both Police and Fire departments are preparing for the impact of this development on the City. The Police department has established departmental training with Illinois Gaming Board to understand expectations and is working on creating a safety plan in conjunction with the representatives from Midwest Gaming, establishing departmental protocols for the visibility of uniformed officers on the casino property and assessing impact of the casino traffic on the main arterial roadways. The Fire Department is working to meet the response time, set up fire prevention, and meet other administrative challenges created by the anticipated opening of the casino.
- The Community and Economic Development department is continuing to advise the Mayor, City Council and City Manager on matters related to the orderly development of the community and conducting major planning initiatives that will guide future redevelopment and resource allocation decisions. Some of the major initiatives include the adoption of the Unified Development Ordinance, implementation of the "green building" code requirements and continue implementation of the design guidelines developed in the Oakton/Elmhurst Road Commercial Corridor study, coordination of the Cumberland Transit-Oriented Development and FAA Airport Land Use Compatibility projects. The economic development initiative includes planning for ancillary development around the Casino site, promotion of the Façade Program and coordination of the downtown Business Assistance Program.
- Public Works and Engineering continued performing large-scale, routine programs such as curbside leaf collection, sewer lining, and branch removal services for the community. In addition to these standard programs, the Department also accelerated the storm water

master plan by completing design and construction in Master Area 3, installed new street lighting and banners as part of a downtown beautification project, completed the City Hall Exterior Roof Rehabilitation project, implemented central air conditioning for patrons of the downtown Metra train depot, and retrofit 22 traffic signals throughout the City with Light Emitting Diode (LED) fixtures.

### **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, 2009. This was the thirtieth consecutive year the City 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 Slowinski  
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, 2009

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 Attorney .....David R. Wiltse

Director of Finance ..... Dorothy Wisniewski

Chief of Police ..... Jim Prandini

Fire Chief ..... Alan Wax

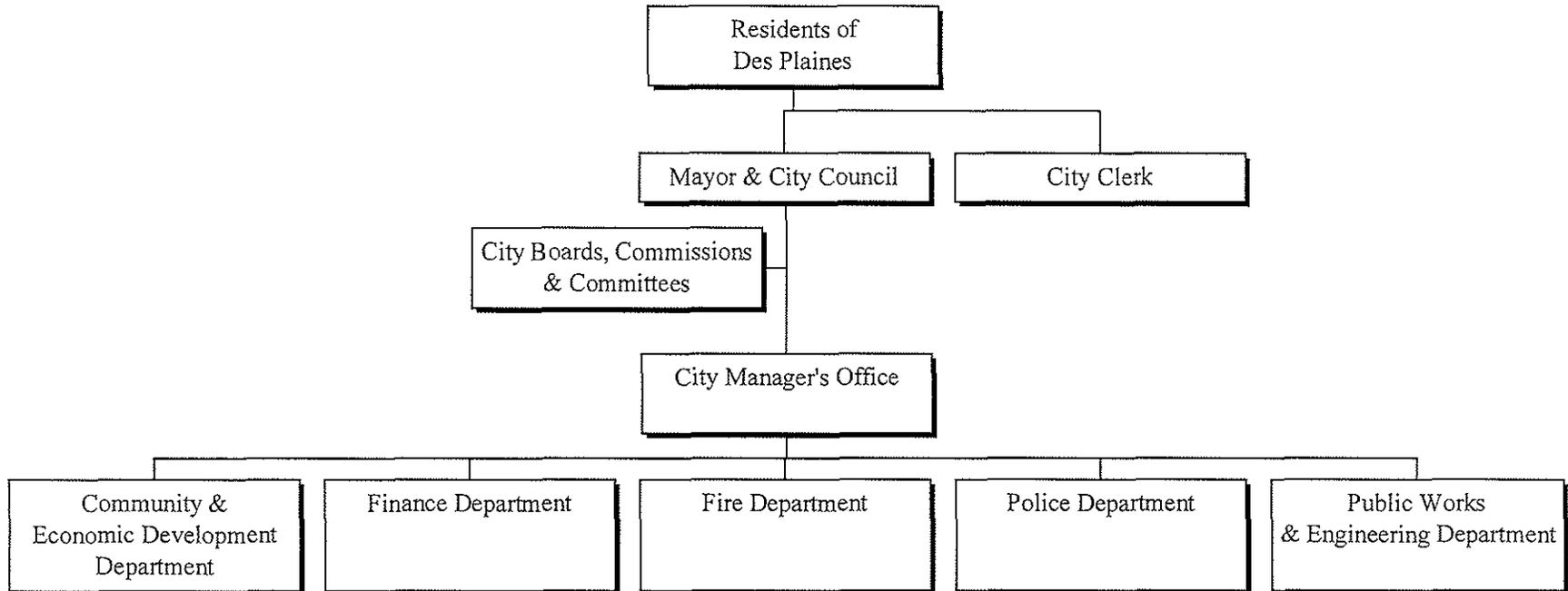
Director of Public Works & Engineering ..... Timothy Oakley

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

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# 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, 2010, which collectively comprise the 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, 2010, 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 2010 beginning net assets for the governmental-type activities, the internal service funds, and the Health Benefits Fund have been restated due to the correction of an error in the recording of a prepaid asset.

In accordance with Government Auditing Standards, we have also issued a report dated June 20, 2011 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, 2010 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, 2009, which are not presented with the accompanying financial statements. In our report dated June 25, 2010, 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 2009 information included in the individual fund financial schedules, as restated, is fairly stated in all material respects in relation to the basic financial statements for the year ended December 31, 2009, taken as a whole.

*Baker Tilly Virchow Krause, LLP*

Oak Brook, Illinois  
June 20, 2011

REQUIRED SUPPLEMENTARY INFORMATION

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**CITY OF DES PLAINES, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
December 31, 2010

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

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

### **FINANCIAL HIGHLIGHTS**

- The City's total net assets increased by \$27,202,573 (17.8%) during the fiscal year ending December 31, 2010.
- The governmental net assets increased by \$27,964,541 (24.1%) and the business-type activities net assets decreased by \$761,968 (2.1%).
- The City's combined Governmental Funds ending fund balance increased \$20,463,173 (172.7%) as of December 31, 2010, primarily due to revenues that exceeded budgeted projections in general and capital projects funds resulting in increased unreserved undesignated fund balances. The City received the State of Illinois's share of the River Road construction project in the amount of \$10.8M, this money recorded in the capital projects fund is reserved for the project costs.
- The General Fund ending fund balance increased \$10,407,841 or 80.1% over prior year.
- At the end of the current fiscal year, unreserved fund balance for the General Fund was \$15,413,074 or 30.5% of General Fund expenditures. This was an increase of \$11,238,843, or 269.2% from the previous year.
- Total primary government general revenues (excluding other financing sources) increased from \$73,965,783 to \$91,174,416, primarily due to the \$10.8M River Road construction funds the city received from the State of Illinois and increased revenues received from sales taxes, storm sewer fees and charges for services related to the casino construction.
- General Fund revenues (excluding other financing sources) were above budgeted amounts by \$3,839,367 or 6.9% due to the additional tax revenue, while General Fund expenditures were below budgeted amounts by \$3,800,446 or 7% primarily due to the decrease in overtime and compensated absences expenditures.

### **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.

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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.

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 multiple 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, health benefits 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 proprietary funds is considered a major fund of the City and is presented in a separate column in the Fund Financial Statements. The 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**

The Statement of Net Assets serves as a useful indicator of a government's financial position. In the case of the City of Des Plaines, assets exceeded liabilities by \$180,115,733 as of December 31, 2010.

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

1. Net Results of Activities - this 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, 2010**

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total Primary Government</u>	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
<b>Assets</b>						
Current Assets	\$ 75,292,535	\$ 60,591,019	\$ 6,889,075	\$ 7,756,208	\$ 82,181,610	\$ 68,347,227
Non Current	1,703,541	1,273,917	8,003	12,571	1,711,544	1,286,488
Capital Assets	<u>177,083,107</u>	<u>173,544,507</u>	<u>31,447,254</u>	<u>32,171,161</u>	<u>208,530,361</u>	<u>205,715,668</u>
<b>Total Assets</b>	<u>254,079,183</u>	<u>235,409,443</u>	<u>38,344,332</u>	<u>39,939,940</u>	<u>292,423,515</u>	<u>275,349,383</u>
<b>Liabilities</b>						
Current Liabilities	35,441,167	42,333,465	926,655	1,407,745	36,367,822	43,741,210
Long-term Liabilities	<u>74,556,357</u>	<u>78,725,838</u>	<u>1,383,603</u>	<u>1,736,153</u>	<u>75,939,960</u>	<u>80,461,991</u>
<b>Total Liabilities</b>	<u>109,997,524</u>	<u>121,059,303</u>	<u>2,310,258</u>	<u>3,143,898</u>	<u>112,307,782</u>	<u>124,203,201</u>
<b>Net Assets</b>						
Invested in Capital Assets,						
Net of Debt	120,440,844	106,143,382	30,365,465	30,743,586	150,806,309	136,886,968
Restricted	6,995,311	3,610,610	-	-	6,995,311	3,610,610
Unrestricted	16,645,504	4,596,148	5,668,609	6,052,456	22,314,113	10,648,604
Restated Amount	-	1,766,978	-	-	-	1,766,978
<b>Total Net Assets</b>	<u>\$ 144,081,659</u>	<u>\$ 116,117,118</u>	<u>\$ 36,034,074</u>	<u>\$ 36,796,042</u>	<u>\$ 180,115,733</u>	<u>\$ 152,913,160</u>

The City's combined net assets increased to \$180,115,733 from \$152,913,160; this represents an increase of \$27,202,573 from the prior year. Net assets of the City's governmental activities were \$144,081,659 and net assets for the City's Business-type Activities were \$36,034,074. The Governmental Activities were restated to include health benefits 2009 terminal reserve balance of \$1,766,978 reported as prepaid expense on the balance sheet. The City's total net assets for Governmental Activities increased \$27,964,541 while total net assets for the City's Business-type Activities decreased \$761,968. 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 \$16,645,504. The City can use the unrestricted Business-type Activities net assets of \$5,668,609 to finance the continuing operation of its water/sewer and parking programs.

By far the largest portion of the City's total net assets \$150,806,309 (83.7%) 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 \$6,995,311 (4.9%) represents resources that are subject to external restrictions on how they may be used.

For more detailed information see the Statement of Net Assets (page 15).

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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 79% 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, 2010**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2010	2009	2010	2009	2010	2009
<b>Revenues</b>						
Program Revenues						
Charges for Services	17,911,278	15,701,809	11,818,627	11,232,887	29,729,905	26,934,696
Operating Grants	3,322,252	1,970,206	132,274	-	3,454,526	1,970,206
Capital Grants	11,294,273	438,582	235,119	-	11,529,392	438,582
General Revenues						
Property Taxes	29,117,255	27,934,061	-	-	29,117,255	27,934,061
Other Taxes	31,402,685	29,259,123	-	-	31,402,685	29,259,123
Intergovernmental	574,467	128,581			574,467	128,581
Investment Income	74,589	98,711			74,589	98,711
Miscellaneous Revenue	479,138	1,329,136	30,217	25,657	509,355	1,354,793
<b>Total Revenues</b>	<b>94,175,937</b>	<b>76,860,209</b>	<b>12,216,237</b>	<b>11,258,544</b>	<b>106,392,174</b>	<b>88,118,753</b>
<b>Expenses</b>						
General Government	8,939,465	8,913,451	-	-	8,939,465	8,913,451
Public Safety	35,365,323	36,457,403	-	-	35,365,323	36,457,403
Public Works	7,550,803	9,608,620	-	-	7,550,803	9,608,620
Streets and Highways	9,499,575	10,807,891	-	-	9,499,575	10,807,891
Economic Development	1,487,301	2,184,724	-	-	1,487,301	2,184,724
Interest	3,631,361	3,984,468	-	-	3,631,361	3,984,468
Water/Sewer	-	-	11,912,298	11,831,289	11,912,298	11,831,289
Parking	-	-	803,475	888,277	803,475	888,277
<b>Total Expenses</b>	<b>66,473,828</b>	<b>71,956,557</b>	<b>12,715,773</b>	<b>12,719,566</b>	<b>79,189,601</b>	<b>84,676,123</b>
Excess (deficiency)						
Before Transfers	27,702,109	4,903,652	(499,536)	(1,461,022)	27,202,573	3,442,630
Transfers	262,432	(94,340)	(262,432)	94,340	-	-
<b>Changes in Net Assets</b>	<b>27,964,541</b>	<b>4,809,312</b>	<b>(761,968)</b>	<b>(1,366,682)</b>	<b>27,202,573</b>	<b>3,442,630</b>
Beginning Net Assets	116,117,118	109,540,828	36,796,042	38,162,724	152,913,160	147,703,552
Restated Amount	-	1,766,978	-	-	-	1,766,978
Ending Net Assets	<u>\$ 144,081,659</u>	<u>\$ 116,117,118</u>	<u>\$ 36,034,074</u>	<u>\$ 36,796,042</u>	<u>\$ 180,115,733</u>	<u>\$ 152,913,160</u>

(See independent auditor's report)

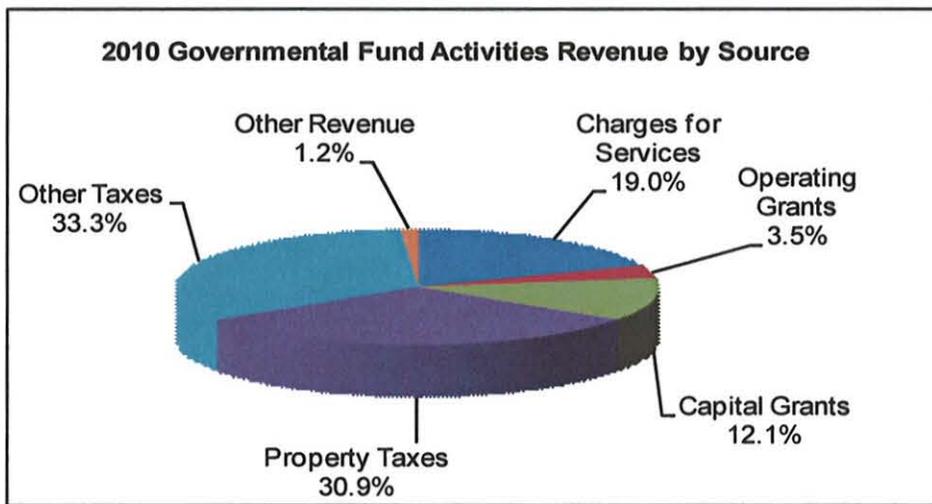
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**Current Year Impacts**

*Governmental Activities*

Revenues:

For the fiscal year ended December 31, 2010, revenues from Governmental Activities totaled \$94,175,937. During the fiscal year property taxes continue to be the City's single largest yearly revenue source coming in at \$29,117,255 and representing 30.9% of total Governmental Activity revenue. Other taxes such as sales tax, state income tax, local utility tax, food and beverage tax, hotel motel tax, real estate transfer and telecommunications tax total \$31,402,685 and represent 33.3% of the total revenue.



The City increased its property tax levies for general operations, police and fire pension, and debt service from a 2008 tax levy extension in 2009 of \$21,826,856 to a 2009 tax levy extension in 2010 of \$23,181,759, an increase of \$1,354,903 or 6.2%. This increase was primarily a result of an increase of the City's required contribution to its police and fire pension funds. The General Corporate tax levy extension decreased by \$198,628 or 1.3% and the Debt service reliance on the property tax decreased by \$39,132 or 3.0%. Furthermore, the assessed value of property decreased by 3.81%.

**Equalized Assessed Valuation**

2009	\$ 2,528,425,146
2008	\$ 2,628,588,594
Increase (Decrease)	<u>\$ (100,163,448)</u>
% of Increase (Decrease)	-3.81%

(See independent auditor's report)

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The General Fund state-per-capita shared revenues for income tax and use tax increased by \$472,720 or 8.94%.

<u>State-Shared Tax</u>	<u>Fiscal Year 2010</u>	<u>Fiscal Year 2009</u>	<u>Increase / (Decrease)</u>
State Income Tax	\$ 4,513,561	\$ 4,091,933	\$ 421,628
Use Tax	<u>772,229</u>	<u>721,137</u>	<u>51,092</u>
Total	<u>\$ 5,285,790</u>	<u>\$ 4,813,070</u>	<u>\$ 472,720</u>

The City's sales tax revenue (one percent share of the State collected tax and one percent home rule sales tax) increased 3.8% during the fiscal year.

<u>Fiscal Year</u>	<u>Accrued Amount Received</u>	<u>Change</u>	<u>Percent Change</u>
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%
2010	\$ 8,589,981	\$ 318,153	3.8%

**Expenses:**

For the fiscal year ended December 31, 2010, expenses from Governmental Activities totaled \$66,473,828. This was a decrease of \$5,482,729 (7.6%) from last year. Public safety expenses represented 53.2% of the total, streets and highways at 14.3%, public works activity at 11.4%, economic development at 2.2% and debt service at 5.5%. General government expenses were \$8,939,465 or 13.4%, a slight increase from last year, primarily due to the reduced personnel costs and an overall control of general government spending.

***Business-Type Activities***

❖ The City of Des Plaines purchases its water from the City of Chicago. In 2010 the City passed on a 14% water rate increase imposed by the City of Chicago resulting in the current water rate charge of \$3.412 per 100 cubic feet. Water and Sewer fund operating revenue increased by \$553,020 (5.0%), primarily due to the water rate increase. Operating expenses increased by \$74,523 (0.6%) primarily as a result of an increase in depreciation expense. The increase in revenues was not sufficient to offset the expenses resulting in a negative effect on net assets of \$228,349 (1.0%) decline at the end of the year.

❖ The Metro lots operating revenues increased by \$41,613 (15.5%) because the City receive a reimbursement for the maintenance of the Library parking deck. Operating expenses were down by \$84,964 (9.6%) primarily due to decrease in spending on contractual services and commodities. Net assets also decreased by \$569,509 (4.0%), from \$14,203,728 in 2009 to \$13,634,219 in the current year primarily due to the current year depreciation expense.

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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, 2010; the Governmental Funds reported a combined fund balance of \$32,309,769. This was an increase of \$20,463,173, or 172.7% primarily due to the increase in revenues in General Fund and Capital Projects Fund combined with a reduced level of expenditures in General Fund and Downtown (TIF #1).

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 \$10,407,841, or 80.1% to \$23,394,066, and the unreserved undesignated portion of the General Fund increased from \$4,174,231 in 2009 to \$15,413,074 in 2010. 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 30.5% of total General Fund expenditures, while total fund balance represents 46.3% of the same amount. General Fund revenues increased by \$3,058,100 (5.4%) over 2009, key factors are as follows:

- For FY 2010 the total property tax levy increased by 6.2%. Revenue generated from property tax receipts resulted in \$1,573,322 (7.9%) increase in 2010 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 2010 other tax revenue increased by \$1,260,165 (12.2%) primarily due to the higher than expected revenue from utility taxes and an increase to the utility tax rates resulting in additional revenue of \$1,169,165 (53.5%). Intergovernmental revenue sources remained relatively stable.
- Revenue from charges for services increased by \$1,043,132 (34.6%) primarily from onetime building permits issued to the new casino. Public charges for services, fines and forfeits remained relatively stable.

Total General Fund expenditures were down by \$3,455,750 (6.4%) 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 \$2,622,030 and \$(5,226,750) respectively. The negative impact on the City's 2010 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 three years.

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 increased by \$8,357,291 during the current fiscal year resulting in a fund balance of \$7,882,395. This increase is primarily due to receiving state funds in fiscal 2010 for the River Road construction project spanning fiscal years 2010 and 2011.

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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, 2010 the Proprietary Funds total net assets were \$36,034,074, a decrease of \$761,968 (2.1%).

The Water/Sewer Fund net assets were \$21,935,207, a \$228,349 (1.0%) decrease from 2009; of the total net assets \$16,903,347 is invested in capital assets net of related debt and \$5,031,860 is unrestricted. The Water/Sewer Fund net assets decrease is primarily due to the increased amount of the accumulated depreciation.

The Parking System Fund reported net assets of \$13,634,219, a decrease of \$569,509 primarily due to the increased amount of the accumulated depreciation; of the total net assets \$13,462,118 is invested in capital assets net of related debt and \$172,101 is unrestricted.

**GENERAL FUND BUDGETARY HIGHLIGHTS**

**Table 3: 2010 General Fund Budgetary Highlights**

	<b>Original and Final Budget</b>	<b>Actual</b>
Revenues	\$ 55,469,019	\$ 59,308,386
Expenditures	<u>54,169,068</u>	<u>50,368,622</u>
Excess of Revenues Over Expenditures	<u>1,299,951</u>	<u>8,939,764</u>
Other Financing Sources (Uses)	<u>1,447,548</u>	<u>1,468,077</u>
Net Changes in Fund Balance	<u>\$ 2,747,499</u>	<u>\$ 10,407,841</u>

General Fund actual revenues were \$3,839,367 or 6.9% greater the budgeted amount while General Fund actual expenditures were \$3,800,446 or 7.0% lower than the budgeted amount, primarily due to the general state of the economy in 2010 and managements attempt to reduce and hold done current expenditures. The City continues to use conservative estimates of revenue based upon trend information, and the 2010 figures reflected above include one-time revenues received which will not continue into future fiscal years.

**CAPITAL ASSETS**

The City's investment in capital assets net of the accumulated depreciation from the Governmental Activities was \$177,083,107 and from the Business-Type Activities \$31,447,254 as of December 31, 2010. The investment in capital assets includes land, buildings, equipment, improvements, vehicles and infrastructure. This amount represents a net decrease (including additions and deductions) of \$2,814,693 or 1.4% primarily due to the increase in accumulated depreciation.

**CITY OF DES PLAINES, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
December 31, 2010

Table 4: Capital Assets (net of depreciation)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2010	2009	2010	2009	2010	2009
Land	\$ 19,561,015	\$ 19,561,015	\$ 1,891,770	\$ 1,891,770	\$ 21,452,785	\$ 21,452,785
Construction In Progress	5,764,685	512,464	380,175	-	6,144,860	512,464
Land Right of Way	53,299,649	53,299,649	-	-	53,299,649	53,299,649
Buildings	21,792,634	21,792,634	18,966,509	18,966,509	40,759,143	40,759,143
Improvements	39,878,589	38,890,695	29,893,426	29,535,054	69,772,015	68,425,749
Equipment	2,757,087	2,711,322	305,833	305,833	3,062,920	3,017,155
Vehicles	7,992,611	7,682,609	181,810	181,810	8,174,421	7,864,419
Infrastructure	112,153,955	109,966,262	-	-	112,153,955	109,966,262
Less:						
Accum. Depreciation	(86,117,118)	(80,872,143)	(20,172,268)	(18,709,815)	(106,289,386)	(99,581,958)
<b>Total</b>	<b>\$ 177,083,107</b>	<b>\$ 173,544,507</b>	<b>\$ 31,447,255</b>	<b>\$ 32,171,161</b>	<b>\$ 208,530,362</b>	<b>\$ 205,715,668</b>

The Governmental Activities net capital assets increase from last year by \$3,538,600. The increase is primarily due to the River Road construction project, reported as construction in progress for \$5,570,468 as well as \$2,187,693 in capital spending on infrastructure for the citywide streets, sidewalk and storm sewer improvements. The increase is offset by 5,244,975 increase in accumulated depreciation. Business-type activities capital spending included \$358,372 in water main and sanitary sewer improvements. Depreciation expense in the governmental and business-type activities totaled \$5,550,087 and \$1,462,454, respectively, in the current fiscal year. Detailed information regarding the change in capital assets for Governmental and Business-Type Activities is included in the Note III – C Capital Assets on pages 53-55 of 2010 CAFR.

## 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 \$71,314,245. The general obligation bonded debt from governmental activities is \$70,214,245, of which only \$2,746,809 (3.9%) is supported by property tax revenue. The general obligation debt from the business-type activities is \$1,100,000 and 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 \$641,760; 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 \$365,820 in loans payable. The City has two equipment loans outstanding, in 2007 the City issued a \$400,000 (current balance \$128,320) equipment replacement loan and in 2009 a \$250,000 (current balance \$237,500) fire truck loan, both loans are paid from the operating funds of the Equipment Replacement Fund.

During the current fiscal year, the City issued series 2010A and 2010B General Obligation (G.O.) Bonds. The \$3,945,000 Series 2010A G.O. Refunding bonds were issued to partially refund \$825,000 of outstanding 2003A series bonds and \$2,320,000 of outstanding 2005A series bonds. The \$6,110,760 Series 2010B Taxable G.O. Refunding Bonds (capital appreciation bonds) were issued to refund the City's outstanding \$5,225,000 balance of G.O. Bonds, Series 2005E. These bonds were issued to make the 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 Long-Term Obligations on pages 59-67 to the Financial Statements.

(See independent auditor's report)

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**CITY OF DES PLAINES, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
December 31, 2010

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

The national and local economies continue to be the main factor when setting the fiscal year 2011 budget, tax rates, and fees that will be charged for the City's governmental and business-type activities. The unemployment rate for the City of Des Plaines continues to be at 10.1 percent which is slightly below the state unemployment rate of 10.6 percent in 2010. Due to the significant decline in the stock market over the past couple years; the City is facing substantial increases in pension costs. This includes IMRF, the police pension and the fire pension funds.

During the past two fiscal years, revenues have declined dramatically. Especially concerning are intergovernmental revenues received from state and federal agencies. The delay in income tax revenue from the State of Illinois is currently 5 months behind and is jeopardizing the City's ability to meet its payment obligations and as such it remains important to maintain adequate fund reserves. Additionally, property tax receipts collected by the Cook County are in flux as the billing and payment deadline dates are often delayed further making it difficult to anticipate the cash flow and plan for the outstanding general debt service payments.

In order to achieve the City's goal for 2011 of not increasing property taxes, the City further reduced personnel costs by eliminating several staff positions for a total cost savings of \$535,000 and significantly reducing its operating expenditures. Total 2011 budget expenditures before transfers and other financing sources are \$96.3 million, a 4.9% decrease over the 2010 budget amount. 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. In addition it would provide property, hotel/motel and food/beverage taxes to the City as well as gaming tax revenues. It is expected that once the City begins receiving gaming tax revenues related to the casino (anticipated in 2012), much of the revenues received will be used to support the City's capital projects fund and reduction of the current City debt.

As of the end of fiscal year 2008, the City's general fund balance was \$9.4 million or 16.7% of the annual expenditures while the unreserved fund balance was only 2.2%. The City was able to significantly improve its fund balance position by reducing its operating expenditures to match the decrease in revenue sources which resulted in significant improvement of the fund balance. The total general fund balance as of December 31, 2010 is expected to be over \$23 million and will adhere to the City's financial policies requirement of 25% of annual expenditures.

**CONTACTING THE CITY'S FINANCIAL MANAGEMENT**

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

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**BASIC FINANCIAL STATEMENTS**

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# CITY OF DES PLAINES

## STATEMENT OF NET ASSETS

December 31, 2010

	Primary Government			Component Unit (Library)
	Governmental Activities	Business-type Activities	Total Governmental	
<b>ASSETS</b>				
Cash and investments	\$ 28,509,566	\$ 2,945,102	\$ 31,454,668	\$ 2,135,393
Receivables (net)				
Property taxes	33,290,779	-	33,290,779	7,389,385
Accounts	1,691,423	3,081,712	4,773,135	-
Accrued interest	666	-	666	-
Other taxes	1,314,919	-	1,314,919	-
Other	982,477	251,212	1,233,689	-
Prepaid items	3,372,295	-	3,372,295	1,250
Inventories	-	146,401	146,401	-
Due from other governmental units	6,595,058	-	6,595,058	-
Internal balances	(464,648)	464,648	-	-
Deferred charges	765,713	8,003	773,716	-
Net pension asset	937,828	-	937,828	-
Capital assets (net of accumulated depreciation)				
Capital assets not being depreciated	78,625,349	2,271,945	80,897,294	-
Capital assets, being depreciated	<u>98,457,758</u>	<u>29,175,309</u>	<u>127,633,067</u>	<u>853,306</u>
Total Assets	<u>254,079,183</u>	<u>38,344,332</u>	<u>292,423,515</u>	<u>10,379,334</u>
<b>LIABILITIES</b>				
Accounts payable	3,781,440	847,256	4,628,696	182,661
Accrued payroll	208,333	41,698	250,031	45,659
Accrued liabilities	1,117,785	-	1,117,785	-
Accrued interest payable	210,205	3,590	213,795	-
Unearned revenue	30,054,362	34,111	30,088,473	6,627,128
Deposits payable	69,042	-	69,042	-
Noncurrent liabilities				
Due within one year	8,491,794	563,673	9,055,467	119,735
Due in more than one year	<u>66,064,563</u>	<u>819,930</u>	<u>66,884,493</u>	<u>114,709</u>
Total Liabilities	<u>109,997,524</u>	<u>2,310,258</u>	<u>112,307,782</u>	<u>7,089,892</u>
<b>NET ASSETS</b>				
Invested in capital assets, net of related debt	120,440,844	30,365,465	150,806,309	853,306
Restricted for:				
Streets and highways	624,128	-	624,128	-
Public safety	2,951,948	-	2,951,948	-
Economic development	3,419,235	-	3,419,235	-
Culture and recreation	-	-	-	2,436,136
Unrestricted	<u>16,645,504</u>	<u>5,668,609</u>	<u>22,314,113</u>	<u>-</u>
<b>TOTAL NET ASSETS</b>	<u>\$144,081,659</u>	<u>\$ 36,034,074</u>	<u>\$180,115,733</u>	<u>\$ 3,289,442</u>

See accompanying notes to financial statements.

# CITY OF DES PLAINES

## STATEMENT OF ACTIVITIES For the Year Ended December 31, 2010

Functions/Programs	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government				
Governmental Activities				
General government	\$ 8,939,465	\$ 8,546,887	\$ 907,907	\$ -
Public safety	35,365,323	3,293,616	-	-
Public works	7,550,803	3,694,457	-	-
Streets and highways	9,499,575	2,376,318	2,414,345	11,294,273
Economic development	1,487,301	-	-	-
Interest and fiscal charges	3,631,361	-	-	-
Total Governmental Activities	66,473,828	17,911,278	3,322,252	11,294,273
Business-type Activities				
Water	11,912,298	11,509,315	132,274	235,119
Parking system	803,475	309,312	-	-
Total Business-type Activities	12,715,773	11,818,627	132,274	235,119
Total Primary Government	\$ 79,189,601	\$ 29,729,905	\$ 3,454,526	\$ 11,529,392
Component Unit				
Library	\$ 5,994,030	\$ 166,497	\$ 65,969	\$ -
General Revenues				
Taxes				
Property				
Replacement taxes				
Sales taxes				
Utility taxes				
Income taxes				
Home rule sales				
Food and beverage				
Hotel/motel				
Real estate transfer				
Local option motor fuel				
Other taxes				
Intergovernmental revenues not restricted to specific programs				
Investment income				
Miscellaneous				
Total General Revenues				
Transfers				
Total General Revenues and Transfers				
Change in net assets				
NET ASSETS - Beginning of Year (as restated)				
<b>NET ASSETS - END OF YEAR</b>				

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
\$ 515,329	\$ -	\$ 515,329	\$ -
(32,071,707)	-	(32,071,707)	-
(3,856,346)	-	(3,856,346)	-
6,585,361	-	6,585,361	-
(1,487,301)	-	(1,487,301)	-
<u>(3,631,361)</u>	<u>-</u>	<u>(3,631,361)</u>	<u>-</u>
<u>(33,946,025)</u>	<u>-</u>	<u>(33,946,025)</u>	<u>-</u>
-	(35,590)	(35,590)	-
-	(494,163)	(494,163)	-
-	<u>(529,753)</u>	<u>(529,753)</u>	<u>-</u>
<u>(33,946,025)</u>	<u>(529,753)</u>	<u>(34,475,778)</u>	<u>-</u>
-	-	-	(5,761,564)
29,117,255	-	29,117,255	6,352,938
1,296,063	-	1,296,063	46,494
8,589,981	-	8,589,981	-
3,353,950	-	3,353,950	-
4,580,927	-	4,580,927	-
4,834,624	-	4,834,624	-
911,865	-	911,865	-
1,387,872	-	1,387,872	-
399,853	-	399,853	-
1,683,503	-	1,683,503	-
4,364,047	-	4,364,047	-
574,467	-	574,467	-
74,589	2,649	77,238	4,167
<u>479,138</u>	<u>27,568</u>	<u>506,706</u>	<u>31,748</u>
<u>61,648,134</u>	<u>30,217</u>	<u>61,678,351</u>	<u>6,435,347</u>
<u>262,432</u>	<u>(262,432)</u>	<u>-</u>	<u>-</u>
<u>61,910,566</u>	<u>(232,215)</u>	<u>61,678,351</u>	<u>6,435,347</u>
27,964,541	(761,968)	27,202,573	673,783
<u>116,117,118</u>	<u>36,796,042</u>	<u>152,913,160</u>	<u>2,615,659</u>
<u>\$ 144,081,659</u>	<u>\$ 36,034,074</u>	<u>\$ 180,115,733</u>	<u>\$ 3,289,442</u>

## CITY OF DES PLAINES

### BALANCE SHEET GOVERNMENTAL FUNDS December 31, 2010

	General	TIF #1 (Downtown)	TIF # 6 (Mannheim/Higgins)
<b>ASSETS</b>			
Cash and investments	\$ 10,607,174	\$ 2,137,244	\$ -
Receivables (net)			
Property taxes	25,086,119	5,487,856	84,196
Other taxes	1,183,355	-	-
Accounts receivable	1,060,691	-	-
Accrued interest	-	-	-
Other	472,269	-	-
Prepaid items	3,000	-	-
Due from other governments	5,471,825	-	-
Due from other funds	8,189,209	-	-
<b>TOTAL ASSETS</b>	<b>\$ 52,073,642</b>	<b>\$ 7,625,100</b>	<b>\$ 84,196</b>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities			
Accounts payable	\$ 1,333,639	\$ 26,946	\$ -
Accrued liabilities	1,191,531	886	886
Deposits payable	-	18,737	-
Deferred revenues	24,288,549	4,956,501	79,804
Due to other funds	1,865,857	-	5,230,256
Total Liabilities	28,679,576	5,003,070	5,310,946
Fund Balances			
Reserved			
Reserved for long-term receivable	7,977,992	-	-
Reserved for prepaid items	3,000	-	-
Reserved for streets & highways	-	-	-
Reserved for public safety	-	-	-
Reserved for economic development	-	2,622,030	-
Reserved for debt service	-	-	-
Unreserved, reported in:			
General fund undesignated	15,413,074	-	-
Special revenue funds undesignated	-	-	(5,226,750)
Capital projects funds undesignated	-	-	-
Total Fund Balances (deficit)	23,394,066	2,622,030	(5,226,750)
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 52,073,642</b>	<b>\$ 7,625,100</b>	<b>\$ 84,196</b>

See accompanying notes to financial statements.

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<u>Capital Projects</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 8,154,966	\$ 6,551,115	\$ 27,450,499
32,052	2,600,556	33,290,779
131,564	-	1,314,919
630,732	-	1,691,423
-	666	666
30,699	455,195	958,163
-	-	3,000
906,903	216,330	6,595,058
-	-	8,189,209
<u>\$ 9,886,916</u>	<u>\$ 9,823,862</u>	<u>\$ 79,493,716</u>

\$ 1,865,261	\$ 519,676	\$ 3,745,522
42,154	14,394	1,249,851
5,337	44,968	69,042
58,631	2,646,092	32,029,577
33,138	2,960,704	10,089,955
<u>2,004,521</u>	<u>6,185,834</u>	<u>47,183,947</u>

-	-	7,977,992
-	-	3,000
-	624,128	624,128
-	2,951,948	2,951,948
-	797,205	3,419,235
-	377,067	377,067
-	-	15,413,074
-	(2,945,484)	(8,172,234)
7,882,395	1,833,164	9,715,559
<u>7,882,395</u>	<u>3,638,028</u>	<u>32,309,769</u>

<u>\$ 9,886,916</u>	<u>\$ 9,823,862</u>	<u>\$ 79,493,716</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, 2010

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Total Fund Balances - Governmental Funds	\$ 32,309,769
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.	177,083,107
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.	1,981,386
Interest on long-term debt is not accrued in governmental funds, but rather is recognized when due.	(210,205)
The net pension assets of the police and firefighter's funds are included in the governmental activities in the statement of net assets.	937,828
Internal service funds are reported in the statement of net assets as governmental activities.	2,778,746
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.	765,713
Some liabilities, including long-term debt, are not due and payable in the current period and therefore are not reported in the funds.	
Bonds and notes payable	(71,221,825)
Net OPEB Obligation	(1,607,389)
Unamortized debt discount and issue costs	<u>1,264,529</u>
<b>NET ASSETS OF GOVERNMENTAL ACTIVITIES</b>	<b><u>\$ 144,081,659</u></b>

## CITY OF DES PLAINES

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

For the Year Ended December 31, 2010

	General	TIF #1 (Downtown)	TIF #6 (Mannheim/Higgins)
<b>REVENUES</b>			
Property taxes	\$ 21,461,924	\$ 5,168,323	\$ 146,038
Other taxes	11,556,651	-	-
Licenses and permits	4,054,683	-	-
Intergovernmental	14,680,433	-	-
Public charges for services	6,246,285	-	-
Fines, forfeitures and penalties	921,328	-	-
Developer contributions	-	-	-
Investment income	23,469	2,421	30
Miscellaneous	363,613	-	6,165
Total Revenues	<u>59,308,386</u>	<u>5,170,744</u>	<u>152,233</u>
<b>EXPENDITURES</b>			
Current			
General government	6,742,596	-	-
Public safety	34,078,950	-	-
Public works	4,872,193	-	-
Streets and highways	4,236,133	-	-
Economic development	374,321	317,389	46,921
Debt Service			
Principal	-	2,245,915	25,000
Interest and fiscal charges	36,026	725,871	12,150
Paying agent fees	-	1,897	1,172
Capital Outlay	28,403	41,512	-
Total Expenditures	<u>50,368,622</u>	<u>3,332,584</u>	<u>85,243</u>
Excess (deficiency) of revenues over (under) expenditures	<u>8,939,764</u>	<u>1,838,160</u>	<u>66,990</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfer in	1,603,573	-	-
Transfer out	(135,496)	(239,723)	(38,482)
Issued general obligation partial refunding debt	-	-	-
Transfer to escrow	-	-	-
Total Other Financing Sources (Uses)	<u>1,468,077</u>	<u>(239,723)</u>	<u>(38,482)</u>
<b>Net Change in Fund Balances</b>	10,407,841	1,598,437	28,508
FUND BALANCES (DEFICIT) - Beginning of Year	<u>12,986,225</u>	<u>1,023,593</u>	<u>(5,255,258)</u>
<b>FUND BALANCES (DEFICIT) - END OF YEAR</b>	<u>\$ 23,394,066</u>	<u>\$ 2,622,030</u>	<u>\$ (5,226,750)</u>

See accompanying notes to financial statements.

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Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
\$ 26,655	\$ 2,314,315	\$ 29,117,255
5,309,471	97,867	16,963,989
-	-	4,054,683
11,216,392	3,355,201	29,252,026
2,376,318	-	8,622,603
-	930,680	1,852,008
654,060	-	654,060
10,264	34,926	71,110
6,879	210,025	586,682
<u>19,600,039</u>	<u>6,943,014</u>	<u>91,174,416</u>
-	331,955	7,074,551
-	580,169	34,659,119
-	654,412	5,526,605
-	-	4,236,133
959,257	63,520	1,761,408
2,870,000	1,660,777	6,801,692
1,188,608	663,845	2,626,500
1,659	305,630	310,358
<u>6,994,059</u>	<u>2,845,275</u>	<u>9,909,249</u>
<u>12,013,583</u>	<u>7,105,583</u>	<u>72,905,615</u>
<u>7,586,456</u>	<u>(162,569)</u>	<u>18,268,801</u>
943,832	312,731	2,860,136
(172,997)	(1,011,006)	(1,597,704)
-	10,055,760	10,055,760
-	(9,123,820)	(9,123,820)
<u>770,835</u>	<u>233,665</u>	<u>2,194,372</u>
8,357,291	71,096	20,463,173
<u>(474,896)</u>	<u>3,566,932</u>	<u>11,846,596</u>
<u>\$ 7,882,395</u>	<u>\$ 3,638,028</u>	<u>\$ 32,309,769</u>

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## CITY OF DES PLAINES

### RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES For the Year Ended December 31, 2010

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Net change in fund balances - total governmental funds \$ 20,463,173

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	9,221,961
Depreciation is reported in the government-wide financial statements	(5,550,087)
Net book value of assets retired	(133,274)

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. (304,359)

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	(10,055,760)
Principal repaid	6,801,692

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. 8,370,000

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. (438,200)

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	219,022
Debt discount, issuance premium and refunding loss	175,125

## 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, 2010

---

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	\$ 210,601
Accrued interest on debt	103,370
Change in other post employment benefit liability	(575,894)

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.

(542,829)

**CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES**

**\$ 27,964,541**

**CITY OF DES PLAINES**  
**STATEMENT OF NET ASSETS**  
**PROPRIETARY FUNDS**  
December 31, 2010

	<u>Business-type Activities - Enterprise Funds</u>			Governmental Activities - Internal Service Funds
	<u>Water/Sewer</u>	<u>Parking System</u>	<u>Totals</u>	
<b>ASSETS</b>				
<b>CURRENT ASSETS</b>				
Cash and investments	\$ 2,802,407	\$ 142,695	\$ 2,945,102	\$ 1,059,067
Receivables (net)				
Accounts	3,081,712	-	3,081,712	-
Other	167,969	83,243	251,212	24,314
Prepaid items	-	-	-	3,369,295
Due from other funds	-	-	-	1,900,746
Inventories	146,401	-	146,401	-
Total Current Assets	<u>6,198,489</u>	<u>225,938</u>	<u>6,424,427</u>	<u>6,353,422</u>
<b>NONCURRENT ASSETS</b>				
Capital assets				
Capital assets not being depreciated	614,003	1,657,942	2,271,945	-
Capital assets being depreciated	30,971,130	18,376,448	49,347,578	-
Less: accumulated depreciation	(13,599,997)	(6,572,272)	(20,172,269)	-
Other assets				
Deferred charges	8,003	-	8,003	-
Total Non-Current Assets	<u>17,993,139</u>	<u>13,462,118</u>	<u>31,455,257</u>	<u>-</u>
Total Assets	<u>24,191,628</u>	<u>13,688,056</u>	<u>37,879,684</u>	<u>6,353,422</u>

See accompanying notes to financial statements.

**CITY OF DES PLAINES**  
**STATEMENT OF NET ASSETS**  
**PROPRIETARY FUNDS**  
December 31, 2010

	<u>Business-type Activities - Enterprise Funds</u>			Governmental Activities - Internal Service Funds
	<u>Water/Sewer</u>	<u>Parking System</u>	<u>Totals</u>	
<b>LIABILITIES AND NET ASSETS</b>				
<b>CURRENT LIABILITIES</b>				
Accounts payable	\$ 827,530	\$ 19,726	\$ 847,256	\$ 35,918
Accrued liabilities	235,371	-	235,371	1,072,632
Accrued interest payable	3,590	-	3,590	-
Early retirement incentive program payable	-	-	-	342,830
Unearned revenues	-	34,111	34,111	6,171
General obligation debt payable	<u>370,000</u>	<u>-</u>	<u>370,000</u>	<u>-</u>
Total Current Liabilities	<u>1,436,491</u>	<u>53,837</u>	<u>1,490,328</u>	<u>1,457,551</u>
<b>NON-CURRENT LIABILITIES</b>				
Long-term debt				
Net OPEB obligation	40,048	-	40,048	-
Compensated absences	68,091	-	68,091	-
General obligation debt payable (net of unamortized discount, premium, and deferred loss on refunding)	711,791	-	711,791	-
Early retirement incentive program payable	-	-	-	748,096
Other liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>904,381</u>
Total Non-Current Liabilities	<u>819,930</u>	<u>-</u>	<u>819,930</u>	<u>1,652,477</u>
Total Liabilities	<u>2,256,421</u>	<u>53,837</u>	<u>2,310,258</u>	<u>3,110,028</u>
<b>NET ASSETS</b>				
Investment in capital assets, net of related debt	16,903,347	13,462,118	30,365,465	-
Unrestricted	<u>5,031,860</u>	<u>172,101</u>	<u>5,203,961</u>	<u>3,243,394</u>
<b>TOTAL NET ASSETS</b>	<u>\$ 21,935,207</u>	<u>\$ 13,634,219</u>	35,569,426	3,243,394
Adjustments to reflect the consolidation of internal service funds activities related to enterprise funds.			<u>464,648</u>	<u>(464,648)</u>
Net Assets Business-type Activities				
Net internal service funds reported in the statement of net assets as governmental activities			<u>\$ 36,034,074</u>	<u>\$ 2,778,746</u>

**CITY OF DES PLAINES**

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

For the Year Ended December 31, 2010

	<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental</u>
	<u>Water/Sewer</u>	<u>Parking System</u>	<u>Total</u>	<u>Activities - Internal Service Funds</u>
<b>OPERATING REVENUES</b>				
Charges for services	\$ 11,509,315	\$ 309,312	\$ 11,818,627	\$ 12,782,952
Terminal reserve revenue	-	-	-	864,733
Miscellaneous	13,600	-	13,600	168,143
Total Operating Revenues	<u>11,522,915</u>	<u>309,312</u>	<u>11,832,227</u>	<u>13,815,828</u>
<b>OPERATING EXPENSES</b>				
Salaries	2,866,962	-	2,866,962	-
Benefits	1,475,602	-	1,475,602	-
Contractual services	668,286	23,608	691,894	-
Commodities	5,208,841	114,644	5,323,485	-
Capital outlay	853,132	9,485	862,617	-
Claim expenses	-	-	-	8,439,201
Insurance and processing fees	-	-	-	2,954,859
Miscellaneous	-	-	-	1,932,186
Depreciation	806,587	655,867	1,462,454	-
Total Operating Expenses	<u>11,879,410</u>	<u>803,604</u>	<u>12,683,014</u>	<u>13,326,246</u>
Operating Income (Loss)	<u>(356,495)</u>	<u>(494,292)</u>	<u>(850,787)</u>	<u>489,582</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>				
Operating grants	132,274	-	132,274	-
Intergovernmental	12,733	-	12,733	-
Investment income	2,644	5	2,649	3,479
Interest expense	(68,649)	-	(68,649)	-
Miscellaneous	1,235	-	1,235	-
Total Nonoperating Revenues (Expenses)	<u>80,237</u>	<u>5</u>	<u>80,242</u>	<u>3,479</u>
Income (Loss) Before Transfers and capital grants	<u>(276,258)</u>	<u>(494,287)</u>	<u>(770,545)</u>	<u>493,061</u>
<b>TRANSFERS AND CAPITAL GRANTS</b>				
Capital grants	235,119	-	235,119	-
Transfer in	9,570	-	9,570	-
Transfer out	(196,780)	(75,222)	(272,002)	(1,000,000)
Total Transfers and capital grants	<u>47,909</u>	<u>(75,222)</u>	<u>(27,313)</u>	<u>(1,000,000)</u>
<b>Change in net assets</b>	<u>(228,349)</u>	<u>(569,509)</u>	<u>(797,858)</u>	<u>(506,939)</u>
NET ASSETS - Beginning of Year (as restated)	<u>22,163,556</u>	<u>14,203,728</u>		<u>3,750,333</u>
<b>NET ASSETS - END OF YEAR</b>	<u>\$ 21,935,207</u>	<u>\$ 13,634,219</u>		<u>\$ 3,243,394</u>
Adjustment to reflect the consolidation of internal service funds activities related to enterprise funds			35,890	
Change in Net Assets of Business-type Activities			<u>\$ (761,968)</u>	

See accompanying notes to financial statements.

**CITY OF DES PLAINES**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
For the Year Ended December 31, 2010

	<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental Activities - Internal Service Funds</u>
	<u>Water/Sewer</u>	<u>Parking System</u>	<u>Total</u>	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Received from customers	\$ 11,294,271	\$ 302,656	\$ 11,596,927	\$ 11,968,174
Receipts from miscellaneous revenues	-	-	-	168,143
Paid to suppliers for goods and services	(7,219,073)	(161,980)	(7,381,053)	(11,826,827)
Paid to employees for services	(4,341,222)	-	(4,341,222)	-
Net Cash Flows From Operating Activities	<u>(266,024)</u>	<u>140,676</u>	<u>(125,348)</u>	<u>309,490</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment income	<u>2,644</u>	<u>5</u>	<u>2,649</u>	<u>3,479</u>
Net Cash Flows From Investing Activities	<u>2,644</u>	<u>5</u>	<u>2,649</u>	<u>3,479</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Transfers in (out)	(187,210)	(75,222)	(262,432)	(1,000,000)
Proceeds from operating grants	<u>145,007</u>	<u>-</u>	<u>145,007</u>	<u>-</u>
Net Cash Flows From Noncapital Financing Activities	<u>(42,203)</u>	<u>(75,222)</u>	<u>(117,425)</u>	<u>(1,000,000)</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Debt retired	(355,000)	-	(355,000)	-
Interest paid	(54,675)	-	(54,675)	-
Acquisition and construction of capital assets	(738,547)	-	(738,547)	-
Proceeds from capital grant	<u>235,119</u>	<u>-</u>	<u>235,119</u>	<u>-</u>
Net Cash Flows From Capital and Related Financing Activities	<u>(913,103)</u>	<u>-</u>	<u>(913,103)</u>	<u>-</u>
<b>Net (Decrease) in Cash and Cash Equivalents</b>	(1,218,686)	65,459	(1,153,227)	(687,031)
<b>CASH AND CASH EQUIVALENTS - Beginning of Year</b>	<u>4,021,093</u>	<u>77,236</u>	<u>4,098,329</u>	<u>1,746,098</u>
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	<u>\$ 2,802,407</u>	<u>\$ 142,695</u>	<u>\$ 2,945,102</u>	<u>\$ 1,059,067</u>

See accompanying notes to financial statements.

**CITY OF DES PLAINES**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
For the Year Ended December 31, 2010

	<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>	
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Operating income (loss)	\$ (356,495)	\$ (494,292)	\$ (850,787)	\$ 489,582
Adjustments to Reconcile Operating Income (Loss) to Net Cash Flows From Operating Activities				
Depreciation	806,587	655,867	1,462,454	-
Changes in assets and liabilities				
Receivables	(228,644)	893	(227,751)	(8,043)
Prepaid expenses	-	-	-	(909,066)
Inventories	(22,453)	-	(22,453)	-
Accounts payable	(466,361)	(14,243)	(480,604)	11,866
Accrued salaries	29,998	-	29,998	-
Post employment benefit liability	10,329	-	10,329	-
Unearned revenue	-	-	-	(3,636)
Early retirement contribution payable	(38,985)	-	(38,985)	677,901
Other liabilities	-	(7,549)	(7,549)	50,886
<b>NET CASH FLOWS FROM OPERATING ACTIVITIES</b>	<u>\$ (266,024)</u>	<u>\$ 140,676</u>	<u>\$ (125,348)</u>	<u>\$ 309,490</u>

**NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES**

None

**CITY OF DES PLAINES**

STATEMENT OF NET ASSETS  
FIDUCIARY FUNDS  
December 31, 2010

	Pension Trusts	Agency Funds
<b>ASSETS</b>		
Cash and cash equivalents	\$ 7,601,412	\$ 1,893,216
Investments		
US Govt. & Agency Obligations	46,633,601	-
Mutual funds	19,796,758	-
Stocks	30,847,555	-
State and local obligations	2,597,348	-
Insurance contracts	1,444	-
Receivables - (net)		
Accrued interest	392,987	-
Other	-	26,888
Prepays	11,866	-
Total Assets	107,882,971	1,920,104
<b>LIABILITIES</b>		
Accounts payable	68,704	12,456
Accrued liabilities	-	58,477
Deposits payable	-	1,843,851
Due to participants	-	5,320
Accrued pension payments	305	-
Total Liabilities	69,009	1,920,104
<b>NET ASSETS</b>		
Held in trust for pension benefits (a schedule of funding progress is presented in the required supplementary information)	\$ 107,813,962	\$ -

See accompanying notes to financial statements.

# CITY OF DES PLAINES

## STATEMENT OF CHANGES IN NET ASSETS FIDUCIARY FUNDS For the Year Ended December 31, 2010

---

	<u>Pension Trusts</u>
<b>ADDITIONS</b>	
Contributions	
Employer	\$ 5,709,915
Plan members	<u>1,601,628</u>
Total Contributions	<u>7,311,543</u>
Investment income	
Investment income	<u>10,953,899</u>
Total Investment Income	10,953,899
Less Investment expense	<u>(443,737)</u>
Net Investment Income	<u>10,510,162</u>
Total Additions	<u>17,821,705</u>
<b>DEDUCTIONS</b>	
Benefits	10,308,102
Administration	<u>142,545</u>
Total Deductions	<u>10,450,647</u>
<b>Change in Net Assets</b>	7,371,058
NET ASSETS - Beginning of Year	<u>100,442,904</u>
<b>NET ASSETS - END OF YEAR</b>	<u>\$ 107,813,962</u>

See accompanying notes to financial statements.

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# CITY OF DES PLAINES

## INDEX TO NOTES TO FINANCIAL STATEMENTS December 31, 2010

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# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2010

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

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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, 2010

---

### **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, 2010

---

### 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, 2010

---

### **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)
- Grant Funded Projects

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2010

---

### **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, 2010

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

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

##### ***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 guidance issued after November 30, 1989.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. However, the interfund services provided and used are not eliminated in the process of consolidation.

##### ***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, 2010

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### **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 guidance 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, 2010

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

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

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

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, 2010

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

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

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

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, 2010.

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, 2010, the City had Illinois Funds money market funds of \$20,908,184 or 66% 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, 2010, the Police Pension Trust Fund had 7% invested in cash, 45% invested in government securities, and 48% 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, 2010

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

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

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

#### **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, 2010

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

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

##### *2. Receivables*

Property taxes for levy year 2010 attaches as an enforceable lien on January 1, 2010, 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 are prepared by the County and issued on or about February 1, 2010 and September 1, 2010, and are payable in two installments, on or about March 1, 2010 and October 1, 2010 or within 30 days of the tax bills being issued.

The County collects such taxes and remits them periodically. The 2010 property tax levy is recognized as a receivable and deferral in fiscal 2010, net the allowance for uncollectible. As the taxes become available to finance current expenditures, they are recognized as revenues. At December 31, 2010, the property taxes receivable and deferred tax revenue consisted of the estimated amount collectible from the 2010 levy, as well as portion of the second installment of the 2009 levy, due to the late issuance of tax bills.

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, 2010.

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, 2010

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

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

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

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

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

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, 2010

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

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

##### ***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***

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.

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

Claims and judgments are recorded as liabilities if all the conditions of Governmental Accounting Standards Board pronouncements are met. The liability and expenditure for claims and judgments are only reported in governmental funds if it has matured. Claims and judgments are recorded in the government-wide statements and proprietary funds as expenses when the related liabilities are incurred. Refer to Note V. C. on commitments and contingencies.

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2010

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

---

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

##### *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, 2010

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

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

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

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

The City is authorized to change budgeted amounts within any fund; however, revision must be approved by two-thirds of the members of the City Council. No revisions can be made increasing the budget unless funding is available for the purpose of the revision. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the fund 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>
Capital Projects	\$ 7,363,756	\$ 12,013,583	\$ 4,649,827
Equipment Replacement	272,406	386,062	113,656
TIF #3	743,093	1,026,575	283,482
Parking System	208,558	803,604	595,046

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, 2010

**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, 2010, the following individual funds held a deficit balance:

<u>Fund</u>	<u>Amount</u>
TIF #3 (Wille Road)	\$ 2,618,007
Grant Funded Projects	327,477
TIF #6 (Mannheim/Higgins)	5,226,750

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

	<u>Carrying Value</u>	<u>Statement Balance</u>	<u>Associated Risks</u>
Petty Cash	\$ 3,177	\$ 3,177	N/A
Deposits	10,915,766	10,971,204	Custodial
Illinois Funds	19,355,300	19,355,300	Credit, Interest Rate
US Govt. & Agency Obligations	48,759,420	48,759,420	Custodial, Credit, Interest Rate, Concentration of Credit
State and local obligations	3,255,501	3,255,501	Custodial, Interest Rate, Concentration of Credit
Money market mutual funds	7,891,081	7,891,081	Credit, Interest Rate
Mutual funds	19,796,758	19,796,758	Credit
Common and preferred stock	30,847,555	30,847,555	Custodial, Concentration of Credit
Insurance contracts	<u>1,444</u>	<u>1,444</u>	Custodial, Credit, Concentration of Credit
 Total Deposits and Investments	 <u>\$140,826,002</u>	 <u>\$140,881,440</u>	

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2010

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

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

##### Reconciliation to financial statements

Per statement of net assets	
Cash and investments	\$ 31,454,668
Per statement of net assets- fiduciary funds	
Cash - agency	1,893,216
Cash - pension	7,601,412
US Govt. & Agency Obligations	46,633,601
Mutual funds	19,796,758
Stocks	30,847,555
Insurance contracts	1,444
State and local obligations	<u>2,597,348</u>
 Total Deposits and Investments	 <u><u>\$140,826,002</u></u>

#### ***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 has \$167,612 of 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, 2010, the City's investments were all rated AAA by Standard's and Pooors.

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2010

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

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#### 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, 2010, 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>
Police Pension Investments:		
U.S. Treasury Notes	\$8,301,713	15.72%
U.S. Treasury Bonds	3,524,496	6.67%
Federal Home Loan Bank Association	2,917,199	5.52%
Am Euro Pacific Growth	5,749,935	10.89%
Fire Pension Investments:		
U.S. Treasury Notes	9,506,167	17.28%
U.S. Treasury Bonds	3,545,473	6.45%
Federal National Mortgage Association	5,475,622	9.95%
Columbia Mutual Funds	3,863,078	7.02%

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2010

### **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, 2010, 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
<b>City</b>				
Mortgage backed securities	\$ 2,125,819	\$ -	\$ 1,818,229	\$ 307,590
IL Municipal Bond	658,153	353,173	304,980	-
Money market mutual fund	626,251	626,251	-	-
Illinois Funds	<u>19,355,300</u>	<u>19,355,300</u>	<u>-</u>	<u>-</u>
City Investment Total	<u>22,765,523</u>	<u>20,334,724</u>	<u>2,123,209</u>	<u>307,590</u>
<b>Police Pension</b>				
U.S. Treasuries	11,826,209	-	3,743,153	8,083,056
State and local obligations	1,338,805	101,355	-	1,237,450
Money Market Mutual Funds	3,600,182	3,600,182	-	-
Mortgage backed securities	8,291,790	3,135,019	2,897,064	2,259,707
Other U.S. Govt. Agencies	2,098,083	435,578	1,226,503	436,002
Insurance contract holdings	<u>1,444</u>	<u>1,444</u>	<u>-</u>	<u>-</u>
Police Pension Investment Total	<u>27,156,513</u>	<u>7,273,578</u>	<u>7,866,720</u>	<u>12,016,215</u>
<b>Fire Pension</b>				
U.S. Treasuries	13,051,639	333,500	2,256,477	10,461,662
State and local obligations	1,258,543	-	1,258,543	-
Money Market Mutual Funds	3,664,648	3,664,648	-	-
Mortgage backed securities	9,965,236	2,627,864	3,995,491	3,341,881
Other U.S. Govt. Agencies	<u>1,400,644</u>	<u>-</u>	<u>1,007,295</u>	<u>393,349</u>
Fire Pension Investment Total	<u>29,340,710</u>	<u>6,626,012</u>	<u>8,517,806</u>	<u>14,196,892</u>
Totals	<u>\$ 79,262,746</u>	<u>\$ 34,234,314</u>	<u>\$ 18,507,735</u>	<u>\$ 26,520,697</u>

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

**CITY OF DES PLAINES**

NOTES TO FINANCIAL STATEMENTS  
December 31, 2010

**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	\$ -	\$ 29,775,233	\$ 29,775,233
Other receivables	1,605,732	272,958	1,878,690
Grant receivables	375,654	-	375,654
Total Deferred/Unearned Revenue for Governmental Funds	\$ 1,981,386	\$ 30,048,191	\$ 32,029,577

In addition, the internal service funds has unearned revenue of \$6,171, when added to the governmental funds unearned revenue, the total unearned revenue reported in the governmental activities is \$30,054,362.

**CITY OF DES PLAINES**

NOTES TO FINANCIAL STATEMENTS  
December 31, 2010

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

**C. CAPITAL ASSETS**

Capital asset activity for the year ended December 31, 2010, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
<b>Governmental Activities</b>				
Capital assets not being depreciated				
Land	\$ 19,561,015	\$ -	\$ -	\$ 19,561,015
Construction in progress	512,464	5,764,685	512,464	5,764,685
Land right of way	<u>53,299,649</u>	<u>-</u>	<u>-</u>	<u>53,299,649</u>
Total Capital Assets Not Being Depreciated	<u>73,373,128</u>	<u>5,764,685</u>	<u>512,464</u>	<u>78,625,349</u>
Capital assets being depreciated				
Buildings	21,792,634	-	-	21,792,634
Improvements	38,890,695	987,894	-	39,878,589
Equipment	2,711,322	74,107	28,342	2,757,087
Vehicles	7,682,609	720,046	410,044	7,992,611
Infrastructure	<u>109,966,262</u>	<u>2,187,693</u>	<u>-</u>	<u>112,153,955</u>
Total Capital Assets Being Depreciated	<u>181,043,522</u>	<u>3,969,740</u>	<u>438,386</u>	<u>184,574,876</u>
Total Capital Assets	<u>254,416,650</u>	<u>9,734,425</u>	<u>950,850</u>	<u>263,200,225</u>
Less: Accumulated depreciation for				
Buildings	(7,440,999)	(445,931)	-	(7,886,930)
Improvements	(13,150,341)	(897,341)	-	(14,047,682)
Equipment	(1,719,937)	(207,372)	13,937	(1,913,372)
Vehicles	(4,469,832)	(504,756)	291,175	(4,683,413)
Infrastructure	<u>(54,091,034)</u>	<u>(3,494,687)</u>	<u>-</u>	<u>(57,585,721)</u>
Total Accumulated Depreciation	<u>(80,872,143)</u>	<u>(5,550,087)</u>	<u>305,112</u>	<u>(86,117,118)</u>
Net Capital Assets Being Depreciated	<u>100,171,379</u>	<u>(1,580,347)</u>	<u>133,274</u>	<u>98,457,758</u>
Total Governmental Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 173,544,507</u>	<u>\$ 4,184,338</u>	<u>\$ 645,738</u>	<u>\$ 177,083,107</u>

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2010

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

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

Depreciation expense was charged to functions as follows:

#### Governmental Activities

General Government	\$ 15,161
Public Safety	250,070
Public Works	1,704,222
Streets & Highways	3,508,633
Economic Development	<u>72,001</u>
Total Governmental Activities Depreciation Expense	<u>\$ 5,550,087</u>

	Beginning Balance	Additions	Deletions	Ending Balance
<b>Business-type Activities</b>				
Capital assets not being depreciated				
Land	\$ 1,891,770	\$ -	\$ -	\$ 1,891,770
Construction in progress	<u>-</u>	<u>380,175</u>	<u>-</u>	<u>380,175</u>
Total Capital Assets Not Being Depreciated	<u>1,891,770</u>	<u>380,175</u>	<u>-</u>	<u>2,271,945</u>
Capital assets being depreciated				
Buildings	18,966,509	-	-	18,966,509
Improvements	29,535,054	358,372	-	29,893,426
Equipment	305,833	-	-	305,833
Vehicles	<u>181,810</u>	<u>-</u>	<u>-</u>	<u>181,810</u>
Total Capital Assets Being Depreciated	<u>48,989,206</u>	<u>358,372</u>	<u>-</u>	<u>49,347,578</u>
Total Capital Assets	<u>50,880,976</u>	<u>738,547</u>	<u>-</u>	<u>51,619,523</u>
Less: Accumulated depreciation for				
Buildings	(6,199,749)	(673,278)	-	(6,873,027)
Improvements	(12,210,682)	(763,689)	-	(12,974,371)
Equipment	(270,843)	(6,459)	-	(277,302)
Vehicles	<u>(28,541)</u>	<u>(19,028)</u>	<u>-</u>	<u>(47,569)</u>
Total Accumulated Depreciation	<u>(18,709,815)</u>	<u>(1,462,454)</u>	<u>-</u>	<u>(20,172,269)</u>
Net Capital Assets Being Depreciated	<u>30,279,391</u>	<u>(1,104,082)</u>	<u>-</u>	<u>29,175,309</u>
Business-type Capital Assets, Net of Accumulated Depreciation	<u>\$ 32,171,161</u>	<u>\$ (723,907)</u>	<u>\$ -</u>	<u>\$ 31,447,254</u>

**CITY OF DES PLAINES**

NOTES TO FINANCIAL STATEMENTS  
December 31, 2010

**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>806,587</u>
 Total Business-type Activities Depreciation Expense	 <u>\$ 1,462,454</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	\$ 2,958,953	\$ 2,747,736
General	TIF #6 (Mannheim/Higgins)	5,230,256	5,230,256
Internal Service	General	1,865,858	-
Internal Service	Capital Projects	33,138	-
Internal Service	Non-major Governmental	<u>1,751</u>	<u>-</u>
 Total - Fund Financial Statements		 <u>10,089,956</u>	
Less: Fund eliminations		(10,089,956)	
Less: Interfund receivables created with internal service fund eliminations		<u>(464,648)</u>	
 Total Internal Balances - Government-Wide Statement of Net Assets		 <u>\$ (464,648)</u>	

\$2,958,953 due from Non-major Governmental Funds to the General Fund for cash overdrafts in Non-major Governmental Funds.

\$5,230,256 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, 2010

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

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

\$1,865,858, \$33,138 and \$1,751 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.

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

**CITY OF DES PLAINES**

NOTES TO FINANCIAL STATEMENTS  
December 31, 2010

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

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

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	\$ 1,000,000	To support operating expenditures of the fund
General	TIF #1	239,723	To reimburse general operating expenditures of the fund.
General	TIF #6	38,482	To reimburse general operating expenditures of the fund.
General	Non-major governmental	67,174	To reimburse general operating expenditures of the fund.
Non-major governmental	General	16,064	To reimburse general operating expenditures of the fund.
Non-major governmental	General	119,432	To cover current year debt service payments
Non-major governmental	Capital Projects	147,997	To cover City's share of Grant expenses.
General	Capital Projects	25,000	To reimburse for capital outlay purchases
Capital Projects	Buildings Replacement Fund	943,832	To close Fund
Water Fund	Parking System	9,570	To reimburse general operating expenditures of the fund.
General	Parking System	36,414	To reimburse general operating expenditures of the fund.
General	Water Fund	196,780	To reimburse general operating expenditures of the fund.
Non-major governmental	Parking System	<u>29,238</u>	To cover current year debt service payments
Total - Fund Financial Statements		<u>2,869,706</u>	
Less: Fund eliminations		(1,607,274)	
Less: Government-wide eliminations		<u>(1,000,000)</u>	
Total Transfers - Government-Wide Statement of Activities		<u>\$ 262,432</u>	

**CITY OF DES PLAINES**

NOTES TO FINANCIAL STATEMENTS  
December 31, 2010

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

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

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.

*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, 2010, 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>-</u>	<u>612,000</u>	<u>-</u>
Totals	<u>\$ 7,112,000</u>	<u>\$ -</u>	<u>\$ 7,112,000</u>	<u>\$ -</u>

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2010

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

#### F. LONG-TERM OBLIGATIONS

Long-term obligations activity for the year ended December 31, 2010, was as follows:

	Beginning Balance - As Restated	Increases	Decreases	Ending Balance	Amounts Due Within One Year
<b>Governmental Activities</b>					
Bonds and notes payable					
General obligation debt	\$ 74,750,285	\$ 10,493,960	\$ 15,030,000	\$ 70,214,245	\$ 7,005,000
Tax increment financing revenue bonds	689,675	-	47,915	641,760	50,430
Loans payable	459,597	-	93,777	365,820	97,169
Add/(subtract) deferred amounts for (discounts)/premiums	509,849	-	83,749	426,100	-
Refundings - gains/(losses)	<u>(1,599,253)</u>	<u>(753,820)</u>	<u>(662,444)</u>	<u>(1,690,629)</u>	<u>-</u>
Sub-totals	<u>74,810,153</u>	<u>9,740,140</u>	<u>14,592,997</u>	<u>69,957,296</u>	<u>7,152,599</u>
Other liabilities					
Vested compensated absences	2,471,165	803,099	1,373,518	1,900,746	996,365
Early retirement incentive program	413,025	1,020,731	342,830	1,090,926	342,830
Net other post employment benefit liability	<u>1,031,495</u>	<u>575,894</u>	<u>-</u>	<u>1,607,389</u>	<u>-</u>
Total Other Liabilities	<u>3,915,685</u>	<u>2,399,724</u>	<u>1,716,348</u>	<u>4,599,061</u>	<u>1,339,195</u>
Total Governmental Activities Long- Term Liabilities	<u>\$ 78,725,838</u>	<u>\$ 12,139,864</u>	<u>\$ 16,309,345</u>	<u>\$ 74,556,357</u>	<u>\$ 8,491,794</u>
<b>Business-type Activities</b>					
Bonds and notes payable					
General obligation debt	\$ 1,455,000	\$ -	\$ 355,000	\$ 1,100,000	\$ 370,000
Add/(subtract) deferred amounts for (discounts)/premiums	1,559	-	(1,969)	3,528	-
Sub-totals	<u>(28,984)</u>	<u>-</u>	<u>(7,247)</u>	<u>(21,737)</u>	<u>-</u>
Sub-totals	<u>1,427,575</u>	<u>-</u>	<u>345,784</u>	<u>1,081,791</u>	<u>370,000</u>
Other Liabilities					
Vested compensated absences	278,859	89,981	107,076	261,764	193,673
Net other post employment benefit liability	<u>29,719</u>	<u>10,329</u>	<u>-</u>	<u>40,048</u>	<u>-</u>
Total Other Liabilities	<u>308,578</u>	<u>100,310</u>	<u>107,076</u>	<u>301,812</u>	<u>193,673</u>
Total Business-type Activities Long- Term Liabilities	<u>\$ 1,736,153</u>	<u>\$ 100,310</u>	<u>\$ 452,860</u>	<u>\$ 1,383,603</u>	<u>\$ 563,673</u>

Governmental activities general obligation debt increases includes \$161,240 of accretion of the 2009A capital appreciation bonds and \$276,960 of accretion of the 2010B capital appreciation bonds.

**CITY OF DES PLAINES**

NOTES TO FINANCIAL STATEMENTS  
December 31, 2010

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

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

**General Obligation Debt**

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

	<u>Date of Issue</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Original Indebtedness</u>	<u>Balance December 31, 2010</u>
Governmental Activities General Obligation Debt					
Series 2002A GO Refunding Bonds, due in annual installments of \$140,000 to \$1,000,000 - debt retired by debt service fund	May 1, 2002	December 1, 2011	2.00% to 4.50%	\$ 4,800,000	\$ 985,000
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	875,000
- debt retired by TIF #1 fund				-	1,685,000
- debt retired by TIF #3 fund				-	750,000
- debt retired by TIF #5 fund				-	1,055,000
- debt retired by TIF #6 fund				-	275,000
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
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	950,000
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	4,490,000
				-	1,400,000
Series 2004B Taxable GO Bonds, due in annual installments of \$120,000 to \$575,000 - debt retired by TIF #3 fund	June 3, 2004	December 1, 2021	4.80% to 5.85%	8,900,000	725,000

**CITY OF DES PLAINES**

NOTES TO FINANCIAL STATEMENTS  
December 31, 2010

**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, 2010</u>
Governmental Activities General Obligation Debt (cont.)					
- debt retired by TIF #3 fund				\$ -	\$ 135,000
- debt retired by TIF #6 fund				-	4,860,000
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	2,670,000
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	245,000
Series 2005D GO Refunding Bonds, due in annual installments of \$45,000 to \$1,610,000 - debt retired by capital projects fund	February 1, 2005	December 1, 2018	2.25% to 5.00%	14,650,000	2,130,000
- debt retired by capital projects - library portion				-	3,475,000
- debt retired by capital projects - sewer portion				-	5,480,000
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	830,000
- debt retired by capital projects fund				-	4,800,000
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	4,025,000
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	400,000
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	1,895,000

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2010

### 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, 2010</u>
Governmental Activities General Obligation Debt (cont.)					
- debt retired from capital project fund				\$ -	\$ 3,335,000
- 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	945,000
- debt retired from TIF #1 fund				-	360,000
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	959,000
- debt retired from the TIF #3 fund				-	1,071,000
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	3,346,525
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	3,515,000
Series 2010A GO Refunding Bonds, due in annual installments of \$295,000 to \$435,000 - debt retired from TIF # 3 fund	January 6, 2010	December 1, 2028	3.625% to 4.25%	3,945,000	3,945,000
Series 2010B GO Refunding Bonds, due in annual installments of \$266,906 to \$807,030 - debt retired from TIF # 3 fund	January 6, 2010	December 1, 2026	4.0% to 5.35%	6,110,760	<u>6,387,720</u>
Total Governmental Activities - General Obligation Debt					<u>\$ 70,214,245</u>

**CITY OF DES PLAINES**

NOTES TO FINANCIAL STATEMENTS  
December 31, 2010

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

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

**General Obligation Debt (cont.)**

A portion of the December 31, 2010 balance for the 2010B and 2009A bonds represents accretion on debt from the date of issuance until 12/31/2010.

	<u>Date of Issue</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Original Indebtedness</u>	<u>Balance December 31, 2010</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>\$ 1,100,000</u>
Total Business-type Activities General Obligation Debt					<u>\$ 1,100,000</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 \$7,690,755, due to the future accretion on the 2009A and 2010A 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>
2011	\$ 7,005,000	\$ 2,281,292	\$ 370,000	\$ 43,074
2012	5,020,000	2,101,335	365,000	29,200
2013	5,685,000	2,179,642	365,000	14,600
2014	5,510,000	1,946,514	-	-
2015	5,700,000	1,732,820	-	-
2016-2020	30,790,000	5,011,681	-	-
2021-2025	14,975,000	656,846	-	-
2026-2028	3,220,000	107,366	-	-
Totals	<u>\$ 77,905,000</u>	<u>\$ 16,017,496</u>	<u>\$ 1,100,000</u>	<u>\$ 86,874</u>

**CITY OF DES PLAINES**

NOTES TO FINANCIAL STATEMENTS  
December 31, 2010

**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 2010, TIF #1 generated a tax increment of \$5,168,323. The City has pledged future incremental tax revenues, net of specified operating expenses, to repay \$641,760 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 1.6% of net revenues. The total principal and interest remaining to be paid on the notes is \$841,230. Principal and interest paid for the current year were \$47,915 and \$36,208, respectively.

Tax Increment Financing Notes at December 31, 2010, 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, 2010</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	\$ 311,859
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>329,901</u>
Total Governmental Activities Tax Increment Financing Notes					<u>\$ 641,760</u>

**CITY OF DES PLAINES**

NOTES TO FINANCIAL STATEMENTS  
December 31, 2010

**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:

<u>Years</u>	<u>Governmental Activities Tax Increment Financing Notes</u>	
	<u>Principal</u>	<u>Interest</u>
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>\$ 641,760</u>	<u>\$ 199,470</u>

**Loans Payable**

Loans Payable at December 31, 2010 consist of the following:

<u>Governmental Activities Loans Payable</u>	<u>Date of Issue</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Original Indebtedness</u>	<u>Balance December 31, 2010</u>
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	\$ 128,320
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>237,500</u>
Total Governmental Activities Loans Payable					<u>\$ 365,820</u>

**CITY OF DES PLAINES**

NOTES TO FINANCIAL STATEMENTS  
December 31, 2010

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

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

*Loans Payable (cont.)*

Debt service requirements to maturity are as follows:

<u>Years</u>	Governmental Activities Loans Payable	
	Principal	Interest
2011	\$ 97,169	\$ 3,979
2012	56,151	674
2013	12,500	-
2014	12,500	-
2015	12,500	-
2016-2021	62,500	-
2021-2025	62,500	-
2026-2029	50,000	-
Totals	\$ 365,820	\$ 4,653

***Other Debt Information - Conduit Debt***

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. The outstanding balance as of December 31, 2010 is \$7,326,538.

***Advance Refunding***

On January 6, 2010, the city issued \$3,945,000 in general obligation 2010A series bonds with an average interest rate of 4.0 percent to partially refund \$825,000 of outstanding 2003A series bonds with an average interest rate of 3.5 percent and \$2,320,000 of outstanding 2005A series bonds with an average interest rate of 3.5 percent. The net proceeds of \$3,402,391 (after payment of \$74,098 in underwriting fees, insurance and other issuance costs and \$475,000 to repay debt anticipation notes) 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.

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2010

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

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

##### *Advance Refunding (cont.)*

The city cash flow requirements on the refunded 2003A and 2005A series bonds prior to the advance refunding was \$3,695,528 from 2010 through 2016. The cash flow requirements on the 2010A series refunding bonds are \$6,202,003 from 2010 through 2028. 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 \$712,195 due to extending total debt service payments over the next 18 years.

Also on January 6, 2010, the City issued \$6,110,760 in general obligation 2010B series bonds (capital appreciation bonds) with an average interest rate of 4.7 percent to advance refund \$5,225,000 of outstanding 2005E series bonds with an average interest rate of 3.9 percent. The net proceeds of \$5,721,429 (after payment of \$252,331 in underwriting fees, insurance and other issuance costs and \$137,000 to repay debt anticipation notes) 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 2005E series bonds prior to the advance refunding was \$7,194,295 from 2010 through 2022. The cash flow requirements on the 2010B series refunding bonds are \$11,995,000 from 2010 through 2026. The advance refunding resulted in an economic loss of \$1,078,031 due to extending total debt service payments over the next 16 years.

##### *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, 2010, \$8,805,000 of bonds outstanding are considered defeased.

#### *G. LEGAL DEBT MARGIN*

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

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

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

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2010

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

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#### *H. RESTATEMENT OF NET ASSETS*

Net assets has been restated due to the City's participation in several insurance risk pools. For one of these risk pools, the Intergovernmental Personnel Benefit Cooperative (IPBC), a terminal reserve account existed, in which excess contributions from participants are maintained and applied to the subsequent year's payments. Any excess payments should be considered prepayments for future services, but, in error, was not included as a prepaid in previous years. The City prepared a restatement adjustment which resulted in an increase in beginning fund balance and the prepaid asset accounts in the current year in the amount of \$1,766,978. In addition, the effect to the prior year income statements for the governmental activities, internal service fund, and health benefits fund would have been an increase in the change in net assets of \$814,680.

Governmental Activities Net Assets - December 31, 2009 (as reported)	\$ 114,350,140
Add: Prepaid Asset Balance	<u>1,766,978</u>
Net Assets - December 31, 2009 (as restated)	<u>\$ 116,117,118</u>
Internal Service Funds Net Assets - December 31, 2009 (as reported)	\$ 1,983,355
Add: Prepaid Asset Balance	<u>1,766,978</u>
Net assets - December 31, 2009 (as restated)	<u>\$ 3,750,333</u>
Health Benefits Fund Net Assets - December 31, 2009 (as reported)	\$ 625,839
Add: Prepaid Asset Balance	<u>1,766,978</u>
Net Assets - December 31, 2009 (as restated)	<u>\$ 2,392,817</u>

Comparative total columns of the previous year have been restated to reflect these changes.

**CITY OF DES PLAINES**

NOTES TO FINANCIAL STATEMENTS  
December 31, 2010

**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	\$ 322,879	\$ 341,745	Custodial
Illinois Funds	1,812,014	1,812,014	Credit, Interest Rate
Petty cash	<u>500</u>	<u>-</u>	N/A
 Total Deposits and Investments	 <u>\$ 2,135,393</u>	 <u>\$ 2,153,759</u>	

**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 \$322,879 at December 31, 2010, while the bank balances were \$341,745. The Library had \$91,745 in uncollateralized deposits at December 31, 2010. All other deposits 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, 2010

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

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#### I. COMPONENT UNIT (cont.)

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

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

#### Investments

Illinois Statutes authorize the Library 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. At year end, the Illinois Funds balance of \$1,812,014 was due upon demand.

*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 2010 attach as an enforceable lien on January 1, 2010, 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 are prepared by the County and issued on or about February 1, 2010 and August 1, 2010 and are payable in two installments, on or about March 1, 2010 and October 1, 2010. 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 2010 tax levy has been recorded as deferred revenue on the balance sheet.

**CITY OF DES PLAINES**

NOTES TO FINANCIAL STATEMENTS  
December 31, 2010

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

*I. COMPONENT UNIT (cont.)*

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

d. Prepaid Items

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

e. Capital Assets

<b>Component Units</b>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Improvements	\$ 235,874	\$ -	\$ -	\$ 235,874
Equipment	869,440	-	-	869,440
Vehicles	<u>161,448</u>	<u>-</u>	<u>-</u>	<u>161,448</u>
Total Capital Assets				
Being Depreciated	<u>1,266,762</u>	<u>-</u>	<u>-</u>	<u>1,266,762</u>
Less: Accumulated depreciation for				
Improvements	(15,185)	(5,021)	-	(20,206)
Equipment	(219,284)	(26,475)	-	(245,759)
Vehicles	<u>(138,240)</u>	<u>(9,251)</u>	<u>-</u>	<u>(147,491)</u>
Total Accumulated Depreciation	<u>(372,709)</u>	<u>(40,747)</u>	<u>-</u>	<u>(413,456)</u>
Net Capital Assets Being Depreciated	<u>894,053</u>	<u>(40,747)</u>	<u>-</u>	<u>853,306</u>
Total Component Units Capital Assets, Net of Accumulated Depreciation	<u>\$ 894,053</u>	<u>\$ (40,747)</u>	<u>\$ -</u>	<u>\$ 853,306</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, 2009 was \$206,336. During 2010, there were additions of \$100,374 and reductions of \$124,380 leaving the liability balance as of December 31, 2010 of \$182,330. The current portion of this liability is \$119,735.

**CITY OF DES PLAINES**

NOTES TO FINANCIAL STATEMENTS  
December 31, 2010

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

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**I. COMPONENT UNIT (cont.)**

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

g. Net Other Post Employment Benefits Obligation

The liability balance as of December 31, 2009 was \$35,432. During 2010, there were annual OPEB costs of \$32,171 and contributions of \$15,489 leaving the liability balance as of December 31, 2010 of \$52,114. See Note IV E. for further details on the Retiree Health Plan.

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, 2010. At December 31, 2010, future minimum lease payments for this lease are as follows:

2010	\$	-
2011		24,060
2012		<u>24,060</u>
Total Operating Lease	\$	<u>48,120</u>

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**NOTE IV - OTHER INFORMATION**

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**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, 2010

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

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

##### Illinois Municipal Retirement Fund

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Pension benefits vest after 8 years of service. Participating members who retire at or after age 60 with 8 years of service are entitled to an annual retirement benefit, payable monthly for life in an amount equal to 1 2/3% of their final rate (average of the highest 48 consecutive months' 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 2010, the City's required contribution rate was 11.03%.

##### 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, 2010, the Police Pension membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	100
Current employees:	
Vested	71
Non vested	<u>27</u>
Total	<u><u>198</u></u>

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

The police pension fund provides retirement benefits as well as death and disability benefits. Participants attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of one half of the salary attached to the rank on the last day of service, or for one year prior to the last day, whichever is greater. The pension shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least 8 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced retirement benefit. The monthly pension of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and paid upon reaching at least the age 55, by 3% of the original pension and 3% compounded annually thereafter.

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2010

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

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

##### Police Pension (cont.)

Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The City is required to contribute the remaining amounts necessary to finance the plans as actuarially determined by an enrolled actuary. Effective July 1, 1993 the City's contributions must accumulate to the point where the past service cost for the Police Pension Plan is fully funded by the year 2033. For the year ended December 31, 2010, the City's contribution was 32.68% 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, 2010, the Firefighters' Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	93
Current employees:	
Vested	56
Non vested	40
Total	<u>189</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, 2010

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

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

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

Participants contribute a fixed percentage of their base salary to the plans. At December 31, 2010, 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, 2010, the City's contribution was 27.14% 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, 2010

### 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, 2009	December 31, 2009	December 31, 2009
Contribution rates:			
Employer	10.13%	32.68%	27.14%
Employee	4.50%	9.91%	9.46%
Annual required contribution	\$1,914,683	\$2,538,400	\$2,100,581
Contributions made	\$1,914,683	\$2,674,179	\$2,158,326
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	23 years, closed	24 years, closed	24 years, closed
Actuarial assumptions:			
Investment rate of return	7.50%	7.75%	7.75%
	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	\$ 2,538,400	\$ 2,100,581
Interest on net pension obligation	(18,509)	(39,669)
Adjustment to annual required contribution	<u>13,076</u>	<u>28,025</u>
Annual pension cost	2,532,967	2,088,937
Contributions made	<u>(2,674,179)</u>	<u>(2,158,326)</u>
Change in net pension obligation	(141,212)	(69,389)
Net pension (asset), beginning of year	<u>(231,363)</u>	<u>(495,864)</u>
Net pension (asset), end of year	<u><u>\$ (372,575)</u></u>	<u><u>\$ (565,253)</u></u>

**CITY OF DES PLAINES**

NOTES TO FINANCIAL STATEMENTS  
December 31, 2010

**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 cost (APC)	2010	\$ 1,914,683	\$ 2,532,967	\$ 2,088,937
	2009	1,792,863	2,348,350	1,823,942
	2008	1,822,744	2,204,996	1,761,182
Contributions made	2010	\$ 1,914,683	\$ 2,674,179	\$ 2,158,326
	2009	1,792,863	2,421,960	2,017,431
	2008	1,822,744	2,040,615	1,631,318
Percentage of APC contributed	2010	100.00%	105.60%	103.30%
	2009	100.00%	103.10%	110.60%
	2008	100.00%	92.50%	92.60%
Net pension (asset)	2010	\$ -	\$ (372,575)	\$ (565,253)
	2009	-	(231,363)	(495,864)
	2008	-	(157,753)	(302,375)

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2010

### **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
	December 31, 2009	December 31, 2009	December 31, 2009
Actuarial Valuation Date			
Actuarial Valuation of Assets (a)	\$ 34,585,843	\$ 48,909,486	\$ 51,578,742
Actuarial Accrued Liability (AAL) - Entry Age (b)	\$ 47,271,673	\$ 92,023,460	\$ 90,690,929
Unfunded AAL (UAAL) (b - a)	\$ 12,685,830	\$ 43,113,974	\$ 39,112,187
Funded Ratio (a/b)	73.16 %	53.15%	56.87 %
Covered Payroll (c)	\$ 18,901,116	\$ 7,965,425	\$ 7,952,536
UAAL as a percentage of Covered Payroll ( (b-a) /c)	67.12 %	526.90%	491.80 %

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, 2010

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

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

**PENSION INFORMATION**

*Fiduciary Net Assets*

	Pension Trust		
	Firefighters Pension	Police Pension	Totals
<b>Assets</b>			
Cash and cash equivalents	\$ 3,812,622	\$ 3,788,790	\$ 7,601,412
Investments			
US Govt. & Agency Obligations	24,417,519	22,216,082	46,633,601
Mutual funds	8,928,738	10,868,020	19,796,758
Stocks	16,415,758	14,431,797	30,847,555
State and local obligations	1,258,543	1,338,805	2,597,348
Insurance contracts	-	1,444	1,444
Accrued interest receivable	202,761	190,226	392,987
Prepaid expense	775	11,091	11,866
Total assets	<u>55,036,716</u>	<u>52,846,255</u>	<u>107,882,971</u>
<b>Liabilities</b>			
Accounts payable	25,565	43,139	68,704
Accrued pension payments	305	-	305
Total liabilities	<u>25,870</u>	<u>43,139</u>	<u>69,009</u>
<b>Net assets</b>			
Held in trust for pension benefits	<u>\$ 55,010,846</u>	<u>\$ 52,803,116</u>	<u>\$ 107,813,962</u>

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2010

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

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

##### Changes in Plan Net Assets

	Pension Trust		Totals
	Firefighters Pension	Police Pension	
<b>Additions</b>			
Contributions			
Employer	\$ 2,754,196	\$ 2,955,719	\$ 5,709,915
Plan members	811,672	789,956	1,601,628
Total contributions	<u>3,565,868</u>	<u>3,745,675</u>	<u>7,311,543</u>
Investment Income			
Investment income	5,117,418	5,836,481	10,953,899
Total Investment income	5,117,418	5,836,481	10,953,899
Less investment expense	214,356	229,381	443,737
Net investment income	<u>4,903,062</u>	<u>5,607,100</u>	<u>10,510,162</u>
Total additions	<u>8,468,930</u>	<u>9,352,775</u>	<u>17,821,705</u>
<b>Deductions</b>			
Benefits	4,978,070	5,330,032	10,308,102
Administration	58,756	83,789	142,545
Total deductions	<u>5,036,826</u>	<u>5,413,821</u>	<u>10,450,647</u>
Net change in net assets	3,432,104	3,938,954	7,371,058
Net assets, beginning of year	<u>51,578,742</u>	<u>48,864,162</u>	<u>100,442,904</u>
Net assets, end of year	<u>\$ 55,010,846</u>	<u>\$ 52,803,116</u>	<u>\$ 107,813,962</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, 2010

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

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

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

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

A liability for a claim is established if information indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss is reasonably estimable. Liabilities include an amount for claims that have been incurred but not reported. The City does not allocate overhead costs or other nonincremental costs to the claims liability.

***Claims Liability***

	<u>Prior Year</u>	<u>Current Year</u>
Unpaid claims - Beginning of Year	\$ 26,456	\$ 25,381
Current year claims and changes in estimates	510,359	586,649
Claim payments	<u>(511,434)</u>	<u>(535,763)</u>
 Unpaid Claims - End of Year	 <u>\$ 25,381</u>	 <u>\$ 76,267</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 self-insured retention limits of \$150,000 for 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 \$2,000,000 reinsurance contract for total loss aggregate of \$10,500,000. The City pays an annual premium to MICA based upon the City's share of liability exposure and prior experience within the pool to cover potential claims to the total loss aggregate. 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, 2010

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

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

##### *Intergovernmental Personnel Benefit Cooperative*

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

##### *High-Level Excess Liability Pool*

The City is also a member of the High-Level Excess Liability Pool (HELP), which consists of 13 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, 2010

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

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#### ***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 \$2,105,057 to JETS for 2010. 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, 2010 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% 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 2010, total member contributions were \$1,386,920. Administrative costs of the plan are paid by the City.

## CITY OF DES PLAINES

### NOTES TO FINANCIAL STATEMENTS December 31, 2010

#### **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) 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	\$	1,420,390
Interest on net OPEB obligation		42,448
Adjustment to annual required contribution		<u>(56,811)</u>
Annual OPEB cost		1,406,027
Contributions made		<u>(819,804)</u>
Increase in net OPEB obligation (asset)		586,223
Net OPEB Obligation (Asset) - Beginning of Year		<u>1,061,214</u>
Net OPEB Obligation (Asset) - End of Year	\$	<u><u>1,647,437</u></u>

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

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2010	\$ 1,406,027	58.31%	\$ 1,647,437
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, 2010, the most recent actuarial valuation date, was as follows:

Actuarial accrued liability (AAL)	\$	13,581,821
Actuarial value of plan assets		<u>-</u>
Unfunded Actuarial Accrued Liability (UAAL)	\$	<u><u>13,581,821</u></u>
Funded ratio (actuarial value of plan assets/AAL)		-%
Covered payroll (active plan members)	\$	26,176,392
UAAL as a percentage of covered payroll		52%

# CITY OF DES PLAINES

## NOTES TO FINANCIAL STATEMENTS December 31, 2010

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

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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, 2010 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 4.74 percent initially, reduced by decrements to an ultimate rate of 4.50 percent after 10 years. Both rates include a 4.00 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 amortization period at December 31, 2010, was 30 years for all employees, except public works employees, whose remaining amortization period was 10 years, and ERI costs whose remaining amortization period was 5 years.

#### ***F. TERMINATION BENEFITS***

In 2009, the City offered early retirement incentives to all City workers who would agree to terminate in 2009 and 2010. Twenty-two City employees accepted the City's offer. The estimated cost of the cash payments, reported in the proprietary statement of net assets by function, is \$1,090,926. Due to the small scale of the health care benefits, unadjusted unpaid premiums as of December 31, 2010 were used to calculate liabilities.

#### ***G. 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, 2010  
 With Comparative Actual Amounts for the Year Ended December 31, 2009

	2010		Variance with Final Budget	2009 Actual
	Original and Final Budget	Actual		
<b>REVENUES</b>				
<b>PROPERTY TAXES</b>				
Property taxes	\$ 14,979,057	\$ 15,088,584	\$ 109,527	\$ 15,105,618
Police pension	3,240,960	3,293,584	52,624	2,624,670
Fire pension	<u>3,042,315</u>	<u>3,079,756</u>	<u>37,441</u>	<u>2,158,314</u>
<b>Total Property taxes</b>	<u>21,262,332</u>	<u>21,461,924</u>	<u>199,592</u>	<u>19,888,602</u>
<b>LOCAL TAXES</b>				
Utility taxes	3,185,000	3,353,950	168,950	2,184,785
Gas use tax	450,000	320,867	(129,133)	376,783
Franchise tax	504,100	533,469	29,369	531,133
Road and bridge tax	150,000	167,465	17,465	186,481
Food and beverage tax	887,000	911,865	24,865	897,541
Telecommunication taxes	3,300,000	3,177,979	(122,021)	3,271,360
Hotel/motel tax	1,144,500	1,387,872	243,372	1,243,395
Auto rental tax	55,000	94,675	39,675	69,243
Real estate transfer tax	260,000	399,853	139,853	341,949
Home rule sales tax	<u>1,050,000</u>	<u>1,208,656</u>	<u>158,656</u>	<u>1,193,816</u>
<b>Total Local Taxes</b>	<u>10,985,600</u>	<u>11,556,651</u>	<u>571,051</u>	<u>10,296,486</u>
<b>LICENSES</b>				
Business	450,000	464,999	14,999	473,385
Liquor	205,000	224,411	19,411	203,935
Vehicle	1,300,000	1,296,378	(3,622)	1,323,660
Other licenses	<u>116,100</u>	<u>147,792</u>	<u>31,692</u>	<u>152,615</u>
<b>Total Licenses</b>	<u>2,071,100</u>	<u>2,133,580</u>	<u>62,480</u>	<u>2,153,595</u>
<b>PERMITS</b>				
Building	450,000	1,546,240	1,096,240	541,746
Other permits	<u>248,000</u>	<u>374,863</u>	<u>126,863</u>	<u>316,210</u>
<b>Total Permits</b>	<u>698,000</u>	<u>1,921,103</u>	<u>1,223,103</u>	<u>857,956</u>
<b>INTERGOVERNMENTAL</b>				
State income tax	4,520,670	4,513,561	(7,109)	4,091,933
Local use tax	745,617	772,229	26,612	721,137
Personal property replacement tax	1,157,947	1,296,063	138,116	1,229,867
Municipal sales tax	6,750,000	7,827,066	1,077,066	7,548,845
Federal, state, and local grants	138,400	183,453	45,053	711,482
Other state payments	<u>112,560</u>	<u>88,061</u>	<u>(24,499)</u>	<u>126,914</u>
<b>Total INTERGOVERNMENTAL</b>	<u>13,425,194</u>	<u>14,680,433</u>	<u>1,255,239</u>	<u>14,430,178</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, 2010

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

	2010		Variance with Final Budget	2009 Actual
	Original and Final Budget	Actual		
<b>CHARGES FOR SERVICES</b>				
Ambulance fees	\$ 1,250,000	\$ 1,153,563	\$ (96,437)	\$ 1,282,936
Refuse collection	3,450,000	3,694,457	244,457	3,537,886
Other fees	177,600	274,541	96,941	202,283
Rental income	250,643	286,570	35,927	449,242
E-911 fees	<u>796,000</u>	<u>837,154</u>	<u>41,154</u>	<u>905,287</u>
<b>Total charges for services</b>	<u>5,924,243</u>	<u>6,246,285</u>	<u>322,042</u>	<u>6,377,634</u>
<b>FINES AND FORFEITS</b>				
Fines	630,000	571,333	(58,667)	727,463
Other fines and forfeits	<u>307,000</u>	<u>349,995</u>	<u>42,995</u>	<u>391,001</u>
<b>Total fines and forfeits</b>	<u>937,000</u>	<u>921,328</u>	<u>(15,672)</u>	<u>1,118,464</u>
<b>INVESTMENT INCOME</b>				
Investment income	10,000	23,469	13,469	15,497
<b>MISCELLANEOUS</b>				
Miscellaneous	<u>155,550</u>	<u>363,613</u>	<u>208,063</u>	<u>1,111,874</u>
<b>Total Revenues</b>	<u>55,469,019</u>	<u>59,308,386</u>	<u>3,839,367</u>	<u>56,250,286</u>
<b>EXPENDITURES</b>				
<b>GENERAL GOVERNMENT</b>				
Legislative department				
Salaries	-	-	-	100,474
Benefits	-	-	-	112,484
Contractual services	-	-	-	120,275
Commodities	-	-	-	5,176
Total legislative department	<u>-</u>	<u>-</u>	<u>-</u>	<u>338,409</u>
Elected office				
Salaries	209,688	211,105	(1,417)	98,033
Benefits	133,389	142,013	(8,624)	37,821
Contractual services	145,117	137,118	7,999	12,459
Commodities	11,650	12,926	(1,276)	16,557
Capital outlay	-	5,939	(5,939)	-
Total elected office	<u>499,844</u>	<u>509,101</u>	<u>(9,257)</u>	<u>164,870</u>
City Manager Division				
Salaries	371,855	289,152	82,703	357,257
Benefits	110,223	87,047	23,176	102,003
Contractual services	7,016	8,045	(1,029)	14,381
Commodities	<u>3,500</u>	<u>1,837</u>	<u>1,663</u>	<u>3,761</u>
Total city manager division	<u>492,594</u>	<u>386,081</u>	<u>106,513</u>	<u>477,402</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, 2010

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

	2010			2009 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
Media services				
Salaries	\$ 155,295	\$ 129,234	\$ 26,061	\$ 172,807
Benefits	56,364	54,051	2,313	50,424
Contractual services	46,363	44,505	1,858	42,110
Commodities	41,150	38,497	2,653	33,784
Capital outlay	-	-	-	2,825
Total media services	<u>299,172</u>	<u>266,287</u>	<u>32,885</u>	<u>301,950</u>
Legal department				
Salaries	225,464	211,018	14,446	335,241
Benefits	84,935	123,238	(38,303)	105,636
Contractual services	239,140	200,072	39,068	163,635
Commodities	8,250	8,641	(391)	7,998
Capital Outlay	-	5,018	(5,018)	-
Total legal department	<u>557,789</u>	<u>547,987</u>	<u>9,802</u>	<u>612,510</u>
Department of finance - fiscal services				
Salaries	591,439	563,833	27,606	560,619
Benefits	245,467	235,969	9,498	225,286
Contractual services	98,136	106,254	(8,118)	153,969
Commodities	35,235	28,541	6,694	32,120
Capital outlay	1,000	1,944	(944)	897
Total department of finance - fiscal services	<u>971,277</u>	<u>936,541</u>	<u>34,736</u>	<u>972,891</u>
Information technologies				
Salaries	365,716	361,197	4,519	352,209
Benefits	150,398	149,634	764	123,165
Contractual services	245,352	171,736	73,616	132,250
Commodities	88,475	42,627	45,848	33,275
Total information technologies	<u>849,941</u>	<u>725,194</u>	<u>124,747</u>	<u>640,899</u>
Overhead division - contractual services				
Historical museum	40,000	40,000	-	166,600
Other	658,287	416,777	241,510	170,493
Total overhead division - contractual services	<u>698,287</u>	<u>456,777</u>	<u>241,510</u>	<u>337,093</u>
Building and code enforcement				
Salaries	1,003,695	1,006,784	(3,089)	971,340
Benefits	450,957	455,543	(4,586)	414,803
Contractual services	73,971	76,890	(2,919)	137,025
Commodities	7,350	15,507	(8,157)	6,248
Total building and code enforcement	<u>1,535,973</u>	<u>1,554,724</u>	<u>(18,751)</u>	<u>1,529,416</u>
Planning and zoning				
Salaries	269,565	240,457	29,108	295,323
Benefits	104,731	82,843	21,888	133,537
Contractual services	21,233	73,436	(52,203)	161,585
Commodities	3,750	1,236	2,514	889
Total planning and zoning	<u>399,279</u>	<u>397,972</u>	<u>1,307</u>	<u>591,334</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, 2010  
 With Comparative Actual Amounts for the Year Ended December 31, 2009

	2010		Variance with Final Budget	2009 Actual
	Original and Final Budget	Actual		
Human resources				
Salaries	\$ 265,940	\$ 250,918	\$ 15,022	\$ 288,383
Benefits	76,234	79,910	(3,676)	74,425
Contractual services	71,698	43,658	28,040	95,106
Commodities	11,200	6,623	4,577	8,519
Total human resources	<u>425,072</u>	<u>381,109</u>	<u>43,963</u>	<u>466,433</u>
Health and Human Services				
Salaries	150,579	135,956	14,623	171,488
Benefits	34,820	49,319	(14,499)	88,698
Contractual services	205,950	192,891	13,059	170,878
Commodities	8,625	6,873	1,752	6,778
Total Health and Human Services	<u>399,974</u>	<u>385,039</u>	<u>14,935</u>	<u>437,842</u>
Geographic information systems (GIS)				
Contractual services	235,200	208,235	26,965	225,676
Commodities	1,000	450	550	-
Total Geographic information systems (GIS)	<u>236,200</u>	<u>208,685</u>	<u>27,515</u>	<u>225,676</u>
Total general government	<u>7,365,402</u>	<u>6,755,497</u>	<u>609,905</u>	<u>7,096,725</u>
<b>PUBLIC SAFETY</b>				
Police department - administration				
Salaries	535,228	375,669	159,559	541,724
Benefits	289,260	270,532	18,728	246,430
Contractual services	42,765	26,371	16,394	17,053
Commodities	15,800	9,470	6,330	2,757
Total police department - administration	<u>883,053</u>	<u>682,042</u>	<u>201,011</u>	<u>807,964</u>
Police department - uniformed patrol				
Salaries	6,184,466	6,205,006	(20,540)	6,065,442
Benefits	3,579,848	3,557,462	22,386	3,131,632
Contractual services	2,030,812	2,007,444	23,368	131,082
Commodities	14,800	11,625	3,175	16,694
Total police department - uniformed patrol	<u>11,809,926</u>	<u>11,781,537</u>	<u>28,389</u>	<u>9,344,850</u>
Police department - criminal investigation				
Salaries	2,112,470	2,030,836	81,634	2,245,693
Benefits	1,225,449	1,150,721	74,728	1,183,207
Contractual services	80,010	56,135	23,875	70,288
Commodities	5,025	2,663	2,362	2,951
Total police department - criminal investigation	<u>3,422,954</u>	<u>3,240,355</u>	<u>182,599</u>	<u>3,502,139</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, 2010

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

	2010		Variance with Final Budget	2009 Actual
	Original and Final Budget	Actual		
Police department - supporting services				
Salaries	\$ 1,962,311	\$ 1,636,101	\$ 326,210	\$ 2,491,047
Benefits	897,976	853,415	44,561	1,110,653
Contractual services	141,492	106,415	35,077	158,386
Commodities	<u>138,500</u>	<u>127,757</u>	<u>10,743</u>	<u>183,975</u>
Total police department - supporting services	<u>3,140,279</u>	<u>2,723,688</u>	<u>416,591</u>	<u>3,944,061</u>
Fire department - administration				
Salaries	693,090	677,206	15,884	563,818
Benefits	448,194	416,857	31,337	553,606
Contractual services	29,199	26,724	2,475	26,155
Commodities	<u>4,750</u>	<u>2,613</u>	<u>2,137</u>	<u>4,663</u>
Total fire department - administration	<u>1,175,233</u>	<u>1,123,400</u>	<u>51,833</u>	<u>1,148,242</u>
Fire department - emergency services				
Salaries	8,379,331	7,674,905	704,426	8,030,988
Benefits	5,630,174	5,489,490	140,684	4,975,765
Contractual services	444,171	425,314	18,857	234,859
Commodities	<u>125,360</u>	<u>121,330</u>	<u>4,030</u>	<u>127,640</u>
Total fire department - emergency services	<u>14,579,036</u>	<u>13,711,039</u>	<u>867,997</u>	<u>13,369,252</u>
Fire department - fire prevention				
Salaries	428,625	426,582	2,043	411,448
Benefits	313,017	274,700	38,317	269,505
Contractual services	12,619	11,212	1,407	12,795
Commodities	<u>7,470</u>	<u>7,421</u>	<u>49</u>	<u>5,691</u>
Total fire department - fire prevention	<u>761,731</u>	<u>719,915</u>	<u>41,816</u>	<u>699,439</u>
Emergency Management Agency				
Salaries	49,875	16,695	33,180	47,317
Benefits	9,484	9,082	402	8,580
Contractual services	29,529	30,834	(1,305)	16,986
Commodities	20,300	17,846	2,454	26,330
Capital outlay	<u>3,200</u>	<u>-</u>	<u>3,200</u>	<u>-</u>
Total emergency management agency	<u>112,388</u>	<u>74,457</u>	<u>37,931</u>	<u>99,213</u>
Board of police and fire commission				
Contractual services	42,005	22,301	19,704	37,996
Commodities	<u>2,800</u>	<u>216</u>	<u>2,584</u>	<u>2,687</u>
Total board of police and fire commission	<u>44,805</u>	<u>22,517</u>	<u>22,288</u>	<u>40,683</u>
Emergency Communications				
Contractual services	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,504,470</u>
Total emergency communications	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,504,470</u>
Total Public Safety	<u>35,929,405</u>	<u>34,078,950</u>	<u>1,850,455</u>	<u>35,460,313</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, 2010  
 With Comparative Actual Amounts for the Year Ended December 31, 2009

	2010			2009 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
<b>PUBLIC WORKS</b>				
Building and grounds				
Salaries	\$ -	\$ -	\$ -	\$ 68,933
Benefits	-	-	-	23,693
Contractual services	-	-	-	346,581
Commodities	-	-	-	228,408
Total building and grounds	<u>-</u>	<u>-</u>	<u>-</u>	<u>667,615</u>
Vehicle maintenance division				
Salaries	430,890	420,401	10,489	506,870
Benefits	202,172	210,169	(7,997)	226,338
Contractual services	91,623	55,686	35,937	72,278
Commodities	646,040	559,727	86,313	564,749
Total vehicle maintenance division	<u>1,370,725</u>	<u>1,245,983</u>	<u>124,742</u>	<u>1,370,235</u>
Public works administration				
Salaries	207,001	182,780	24,221	121,708
Benefits	73,170	68,771	4,399	60,080
Contractual services	3,647,137	3,352,444	294,693	5,251
Commodities	38,150	22,215	15,935	1,698
Total public works administration	<u>3,965,458</u>	<u>3,626,210</u>	<u>339,248</u>	<u>188,737</u>
Environmental services				
Salaries	-	-	-	66,894
Benefits	-	-	-	23,082
Contractual services - refuse contract	-	-	-	3,484,010
Contractual services	-	-	-	23,395
Commodities	-	-	-	31,553
Total Environmental services	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,628,934</u>
Total Public works	<u>5,336,183</u>	<u>4,872,193</u>	<u>463,990</u>	<u>5,855,521</u>
<b>STREETS AND HIGHWAYS</b>				
Engineering department				
Salaries	514,844	466,462	48,382	637,571
Benefits	174,948	175,181	(233)	189,162
Contractual services	19,443	27,284	(7,841)	17,445
Commodities	5,300	2,651	2,649	4,165
Total engineering department	<u>714,535</u>	<u>671,578</u>	<u>42,957</u>	<u>848,343</u>
Street department				
Salaries	1,995,954	1,474,785	521,169	989,546
Benefits	951,397	955,618	(4,221)	495,067
Contractual services	1,060,513	795,439	265,074	117,644
Commodities	386,640	338,713	47,927	387,875
Capital outlay	-	15,502	(15,502)	13,114
Total street department	<u>4,394,504</u>	<u>3,580,057</u>	<u>814,447</u>	<u>2,003,246</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, 2010

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

	2010			
	Original and Final Budget	Actual	Variance with Final Budget	2009 Actual
Street special services				
Salaries	\$ -	\$ -	\$ -	\$ 1,272,290
Benefits	-	-	-	640,631
Contractual services	-	-	-	302,600
Commodities	-	-	-	15,139
Total street special services	-	-	-	2,230,660
Total Streets and highways	<u>5,109,039</u>	<u>4,251,635</u>	<u>857,404</u>	<u>5,082,249</u>
<b>ECONOMIC DEVELOPMENT</b>				
Economic development				
Salaries	18,430	16,963	1,467	41,806
Benefits	7,241	7,228	13	13,882
Contractual services	400,618	350,103	50,515	273,814
Commodities	2,750	27	2,723	62
Total economic development	<u>429,039</u>	<u>374,321</u>	<u>54,718</u>	<u>329,564</u>
Total Economic Development	<u>429,039</u>	<u>374,321</u>	<u>54,718</u>	<u>329,564</u>
<b>DEBT SERVICE</b>				
Interest and fiscal charges	-	36,026	(36,026)	-
Total Debt Service	-	36,026	(36,026)	-
<b>Total Expenditures</b>	<u>54,169,068</u>	<u>50,368,622</u>	<u>3,800,446</u>	<u>53,824,372</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,299,951</u>	<u>8,939,764</u>	<u>7,639,813</u>	<u>2,425,914</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer in	1,603,573	1,603,573	-	2,550,000
Transfer out	(156,025)	(135,496)	20,529	(1,360,000)
Total Other Financing Sources (Uses)	<u>1,447,548</u>	<u>1,468,077</u>	<u>20,529</u>	<u>1,190,000</u>
<b>Net Change in Fund Balance</b>	<u>\$ 2,747,499</u>	10,407,841	<u>\$ 7,660,342</u>	3,615,914
<b>FUND BALANCE - Beginning of Year</b>		<u>12,986,225</u>		<u>9,370,311</u>
<b>FUND BALANCE - END OF YEAR</b>		<u>\$ 23,394,066</u>		<u>\$ 12,986,225</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, 2010

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

	2010			2009 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
<b>REVENUES</b>				
Property taxes	\$ 4,702,392	\$ 5,168,323	\$ 465,931	\$ 5,268,522
Investment income	5,755	2,421	(3,334)	6,894
Miscellaneous	-	-	-	8,100
Total Revenues	<u>4,708,147</u>	<u>5,170,744</u>	<u>462,597</u>	<u>5,283,516</u>
<b>EXPENDITURES</b>				
<b>ECONOMIC DEVELOPMENT</b>				
Salaries	18,430	20,355	(1,925)	17,840
Benefits	6,951	6,962	(11)	6,498
Contractual services	319,728	221,897	97,831	208,727
Commodities	89,000	68,175	20,825	35,555
Surplus declaration	-	-	-	1,500,000
Capital Outlay	744,200	41,512	702,688	68,429
Total Economic Development	<u>1,178,309</u>	<u>358,901</u>	<u>819,408</u>	<u>1,837,049</u>
<b>DEBT SERVICE</b>				
Principal	2,245,915	2,245,915	-	2,207,525
Interest and fiscal charges	725,870	725,871	(1)	813,707
Paying agent fees	2,725	1,897	828	1,764
Total Debt Service	<u>2,974,510</u>	<u>2,973,683</u>	<u>827</u>	<u>3,022,996</u>
Total Expenditures	<u>4,152,819</u>	<u>3,332,584</u>	<u>820,235</u>	<u>4,860,045</u>
Excess (deficiency) of revenues over (under) expenditures	<u>555,328</u>	<u>1,838,160</u>	<u>1,282,832</u>	<u>423,471</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer out	(439,723)	(239,723)	200,000	(854,714)
Total Other Financing Sources (Uses)	<u>(439,723)</u>	<u>(239,723)</u>	<u>200,000</u>	<u>(854,714)</u>
Net Change in Fund Balance	<u>\$ 115,605</u>	1,598,437	<u>\$ 1,482,832</u>	(431,243)
FUND BALANCE - Beginning of Year		<u>1,023,593</u>		<u>1,454,836</u>
FUND BALANCE - END OF YEAR		<u>\$ 2,622,030</u>		<u>\$ 1,023,593</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, 2010

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

	2010			2009 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
<b>REVENUES</b>				
Property taxes	\$ 118,630	\$ 146,038	\$ 27,408	\$ 92,473
Intergovernmental	-	-	-	49,170
Investment income	25	30	5	12
Miscellaneous	-	6,165	6,165	-
Total Revenues	<u>118,655</u>	<u>152,233</u>	<u>33,578</u>	<u>141,655</u>
<b>EXPENDITURES</b>				
<b>ECONOMIC DEVELOPMENT</b>				
Salaries	18,430	20,355	(1,925)	17,840
Benefits	6,951	6,962	(11)	6,498
Contractual Services	211,357	19,604	191,753	34,276
Capital outlay	200,000	-	200,000	-
Total Economic Development	<u>436,738</u>	<u>46,921</u>	<u>389,817</u>	<u>58,614</u>
<b>DEBT SERVICE</b>				
Principal	25,000	25,000	-	25,000
Interest and fiscal charges	12,150	12,150	-	251,226
Paying agent fees	600	1,172	(572)	87,112
Total Debt Service	<u>37,750</u>	<u>38,322</u>	<u>(572)</u>	<u>363,338</u>
Total Expenditures	<u>474,488</u>	<u>85,243</u>	<u>389,245</u>	<u>421,952</u>
Excess (Deficiency) of revenues over (under) expenditures	<u>(355,833)</u>	<u>66,990</u>	<u>422,823</u>	<u>(280,297)</u>
<b>OTHER FINANCING SOURCES</b>				
Issued general obligation bonds	-	-	-	3,173,084
Transfer to Escrow	-	-	-	(3,045,184)
Transfer out	(38,482)	(38,482)	-	-
Total Other Financing Sources	<u>(38,482)</u>	<u>(38,482)</u>	<u>-</u>	<u>127,900</u>
Net Change in Fund Balance	<u>\$ (394,315)</u>	28,508	<u>\$ 422,823</u>	(152,397)
FUND BALANCE (DEFICIT) - Beginning of Year		<u>(5,255,258)</u>		<u>(5,102,861)</u>
FUND BALANCE (DEFICIT) - END OF YEAR		<u>\$ (5,226,750)</u>		<u>\$ (5,255,258)</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, 2010

<u>Actuarial Valuation Date</u>	<u>Cost (ARC)</u>	<u>Percentage of ARC Contributed</u>	<u>Net Pension Obligation</u>
12/31/2009	\$ 1,914,683	100.00%	\$ -
12/31/2008	1,792,863	100.00%	-
12/31/2007	1,822,744	100.00%	-
12/31/2006	1,822,744	100.00%	-
12/31/2005	1,822,744	100.00%	-
12/31/2004	1,822,744	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>
12/31/2009	\$ 34,585,843	\$ 47,271,673	\$12,685,830	73.16%	\$ 18,901,116	67.12%
12/31/2008	35,165,730	47,594,270	12,428,540	73.89%	17,751,122	70.02%
12/31/2007	40,901,953	44,037,074	3,135,121	92.88%	17,293,584	18.13%
12/31/2006	39,113,543	42,269,133	3,155,590	92.53%	16,262,330	19.40%
12/31/2005	34,076,789	38,087,983	4,011,194	89.47%	15,327,878	26.17%
12/31/2004	30,307,949	34,128,883	3,820,934	88.80%	14,143,845	27.01%

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	12/31/2009
Actuarial cost method	Entry Age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	30 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, 2010

<u>Actuarial Valuation Date</u>	<u>Cost (ARC)</u>	<u>Percentage of ARC Contributed</u>	<u>Net Pension (Asset)</u>
12/31/2009	\$ 2,538,400	105.35%	\$ (372,575)
12/31/2008	2,352,290	102.96%	(231,363)
12/31/2007	2,213,487	92.19%	(157,753)

<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>
12/31/2009	\$ 48,909,486	\$ 92,023,460	\$ 43,113,974	53.15%	\$ 8,182,297	526.92%
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%	7,022,866	419.56%
12/31/2004	43,862,450	70,868,076	27,005,626	61.89%	6,800,204	397.13%

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	12/31/2009
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%

**CITY OF DES PLAINES**

FIREFIGHTERS' PENSION FUND  
 SCHEDULE OF EMPLOYER'S CONTRIBUTIONS AND SCHEDULE OF FUNDING PROGRESS  
 December 31, 2010

<u>Actuarial Valuation Date</u>	<u>Cost (ARC)</u>	<u>Percentage of ARC Contributed</u>	<u>Net Pension (Asset)</u>
12/31/2009	\$ 2,100,581	102.75%	\$ (565,253)
12/31/2008	1,831,495	110.15%	(495,864)
12/31/2007	1,772,574	92.03%	(302,375)

<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>
12/31/2009	\$ 51,578,742	\$ 90,690,929	\$ 39,112,187	56.87%	\$ 7,952,536	491.82%
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%

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%

## CITY OF DES PLAINES

### SCHEDULE OF FUNDING PROGRESS FOR RETIREE'S HEALTH PLAN December 31, 2010

Actuarial Valuation Date	Annual OPEB Cost			Percentage of OPEB Cost Contributed			Net OPEB Obligation
12/31/2009	\$ 1,406,027			58.31%			\$ 1,647,437
12/31/2008	1,123,881			53.37%			1,061,214
12/31/2007	1,108,417			49.14%			537,161
Actuarial Valuation Date	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)
12/31/2009	\$ 13,581,821	\$ 13,581,821	0.00%	\$ 26,176,392			51.89%
12/31/2008	13,540,520	13,540,520	0.00%	32,580,476			41.56%
12/31/2007	12,898,052	12,898,052	0.00%	31,327,381			41.17%

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# CITY OF DES PLAINES

## NOTES TO REQUIRED SUPPLEMENTARY INFORMATION December 31, 2010

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### ***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, 2010

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

	2010			2009 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
<b>REVENUES</b>				
Property taxes	\$ 28,214	\$ 26,655	\$ (1,559)	\$ 28,790
Home-rule option sales tax - general	2,100,000	2,417,312	317,312	2,387,632
Home-rule option sales tax - library debt service	1,050,000	1,208,656	158,656	1,193,816
Local use	1,630,000	1,683,503	53,503	828,082
Intergovernmental	-	11,216,392	11,216,392	598,245
Storm sewers	2,300,000	2,376,318	76,318	1,531,176
Investment income	1,000	10,264	9,264	945
Miscellaneous	2,000	6,879	4,879	9,993
Developer Contributions	-	654,060	654,060	-
Total Revenues	<u>7,111,214</u>	<u>19,600,039</u>	<u>12,488,825</u>	<u>6,578,679</u>
<b>EXPENDITURES</b>				
<b>STREETS &amp; HIGHWAYS</b>				
Salaries	277,227	295,726	(18,499)	262,830
Benefits	117,783	122,606	(4,823)	111,444
Contractual services	172,789	480,257	(307,468)	605,970
Commodities	56,400	60,668	(4,268)	4,302
Capital outlay	2,678,400	6,994,059	(4,315,659)	2,834,027
Total Streets & highways	<u>3,302,599</u>	<u>7,953,316</u>	<u>(4,650,717)</u>	<u>3,818,573</u>
<b>DEBT SERVICE</b>				
Principal	2,870,000	2,870,000	-	2,850,000
Interest and fiscal charges	1,188,607	1,188,608	(1)	1,238,885
Paying agent fees	2,550	1,659	891	35,360
Total Debt service	<u>4,061,157</u>	<u>4,060,267</u>	<u>890</u>	<u>4,124,245</u>
Total Expenditures	<u>7,363,756</u>	<u>12,013,583</u>	<u>(4,649,827)</u>	<u>7,942,818</u>
Excess (Deficiency) of revenues over (under) expenditures	<u>(252,542)</u>	<u>7,586,456</u>	<u>7,838,998</u>	<u>(1,364,139)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Issued general obligation bonds	-	-	-	4,175,000
Premium (Discount) on debt issued	-	-	-	131,220
Transfer in	935,891	943,832	7,941	-
Transfer to Escrow	-	-	-	(4,270,076)
Transfer out	(355,436)	(172,997)	182,439	(50,000)
Total Other Financing Sources (Uses)	<u>580,455</u>	<u>770,835</u>	<u>190,380</u>	<u>(13,856)</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, 2010  
With Comparative Actual Amounts for the Year Ended December 31, 2009

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	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>	<u>2009 Actual</u>
Net Change in Fund Balance	<u>\$ 327,913</u>	8,357,291	<u>\$ 8,029,378</u>	(1,377,995)
FUND BALANCE (DEFICIT) - Beginning of Year		<u>(474,896)</u>		<u>903,099</u>
FUND BALANCE (DEFICIT) - END OF YEAR		<u>\$ 7,882,395</u>		<u>\$ (474,896)</u>

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COMBINING AND INDIVIDUAL FUND  
FINANCIAL STATEMENTS AND SCHEDULES

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## Nonmajor Governmental Funds

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

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

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

- > 1996A Fund – to accumulate monies for payment of the bond, issued in the amount of \$9,500,000, with interest rates from 4.00% to 5.05%. These are serial bonds due in annual installments of \$400,000 to \$1,305,000 plus interest beginning December 1, 1997 until maturity in 2008. Proceeds were used to refund several previous bonds.
- > 2001 Risk Management Fund – to accumulate monies for payment of the bond, issued in the amount of \$770,000, with interest rates from 4.00% to 5.00%. These are serial bonds due in annual installments of \$45,000 to \$95,000 plus interest beginning December 1, 2002 until maturity in 2010. Proceeds were used for payment of a lawsuit settlement.
- > 2002A (Partial Refunding 1993) – to accumulate monies for payment of the bond, issued in the amount of \$4,800,000, with interest rates from 2.00% and 4.50%. These are serial bonds due in annual installments of \$140,000 to \$1,000,000 plus interest beginning in December 1, 2002 until maturity in 2011. Proceeds were used to refund a portion of the 1993 bond issue.

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## Nonmajor Governmental Funds (Continued)

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

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

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

**CITY OF DES PLAINES**

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
December 31, 2010

	Special Revenue Funds			
	Motor Fuel Tax	Community Development Block Grant	Asset Seizure	Foreign Fire Insurance Tax
<b>ASSETS</b>				
Cash and investments	\$ 643,302	\$ 119,805	\$ 2,541,151	\$ 417,612
Receivables (net)				
Property taxes	-	-	-	-
Accrued interest	-	-	666	-
Receivables - other	-	-	73,097	-
Due from other governments	<u>126,438</u>	<u>71,742</u>	<u>18,150</u>	<u>-</u>
<b>TOTAL ASSETS</b>	<u><u>\$ 769,740</u></u>	<u><u>\$ 191,547</u></u>	<u><u>\$ 2,633,064</u></u>	<u><u>\$ 417,612</u></u>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities				
Accounts payable	\$ 145,612	\$ 71,866	\$ 53,760	\$ -
Accrued liabilities	-	140	-	-
Deferred revenues	-	-	44,968	-
Unearned revenues	-	34,184	-	-
Due to other funds	-	1,751	-	-
Total Liabilities	<u>145,612</u>	<u>107,941</u>	<u>98,728</u>	<u>-</u>
Fund Balances				
Reserved				
Reserved for streets & highways	624,128	-	-	-
Reserved for public safety	-	-	2,534,336	417,612
Reserved for economic development	-	83,606	-	-
Reserved for debt service	-	-	-	-
Unreserved, undesignated reported in				
Special revenue funds undesignated	-	-	-	-
Capital projects funds undesignated	-	-	-	-
Total Fund Balances (Deficit)	<u>624,128</u>	<u>83,606</u>	<u>2,534,336</u>	<u>417,612</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u><u>\$ 769,740</u></u>	<u><u>\$ 191,547</u></u>	<u><u>\$ 2,633,064</u></u>	<u><u>\$ 417,612</u></u>

Special Revenue Funds				Debt Service Funds		
TIF #3 (Wille Road)	TIF #4 (Five Corners)	TIF #5 (Perry/Lee)	Grant Funded Projects	1996A	2001 (Risk Management)	2002A (Partial Refunding 1993)
\$ -	\$ 567,572	\$ 101,328	\$ -	\$ 13,780	\$ 15,928	\$ 101,823
569,514	504,470	150,625	-	-	12,573	1,013,005
-	-	-	-	-	-	-
-	-	-	382,098	-	-	-
-	-	-	-	-	-	-
<u>\$ 569,514</u>	<u>\$ 1,072,042</u>	<u>\$ 251,953</u>	<u>\$ 382,098</u>	<u>\$ 13,780</u>	<u>\$ 28,501</u>	<u>\$ 1,114,828</u>
\$ -	\$ -	\$ -	\$ 143,520	\$ -	\$ -	\$ -
-	886	-	13,368	-	-	-
-	-	-	-	-	-	-
439,785	458,885	150,625	341,470	-	-	898,144
<u>2,747,736</u>	<u>-</u>	<u>-</u>	<u>211,217</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>3,187,521</u>	<u>459,771</u>	<u>150,625</u>	<u>709,575</u>	<u>-</u>	<u>-</u>	<u>898,144</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	612,271	101,328	-	-	-	-
-	-	-	-	13,780	28,501	216,684
(2,618,007)	-	-	(327,477)	-	-	-
-	-	-	-	-	-	-
<u>(2,618,007)</u>	<u>612,271</u>	<u>101,328</u>	<u>(327,477)</u>	<u>13,780</u>	<u>28,501</u>	<u>216,684</u>
<u>\$ 569,514</u>	<u>\$ 1,072,042</u>	<u>\$ 251,953</u>	<u>\$ 382,098</u>	<u>\$ 13,780</u>	<u>\$ 28,501</u>	<u>\$ 1,114,828</u>

**CITY OF DES PLAINES**

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
December 31, 2010

	Debt Service Funds			
	2003A (Fire Station)	2003B (Partial Refunding 1993)	2007A (Partial Refunding 2001A)	2007B (Partial Refunding 2001B)
<b>ASSETS</b>				
Cash and investments	\$ 7,006	\$ 42,281	\$ 5,927	\$ 35,518
Receivables (net)				
Property taxes	118,123	-	108,382	123,864
Accrued interest	-	-	-	-
Receivables - other	-	-	-	-
Due from other governments	-	-	-	-
<b>TOTAL ASSETS</b>	<u>\$ 125,129</u>	<u>\$ 42,281</u>	<u>\$ 114,309</u>	<u>\$ 159,382</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	-	-	-
Deferred revenues	-	-	-	-
Unearned revenues	105,005	-	107,900	110,094
Due to other funds	-	-	-	-
<b>Total Liabilities</b>	<u>105,005</u>	<u>-</u>	<u>107,900</u>	<u>110,094</u>
Fund Balances				
Reserved				
Reserved for streets & highways	-	-	-	-
Reserved for public safety	-	-	-	-
Reserved for economic development	-	-	-	-
Reserved for debt service	20,124	42,281	6,409	49,288
Unreserved, undesignated reported in				
Special revenue funds undesignated	-	-	-	-
Capital projects funds undesignated	-	-	-	-
<b>Total Fund Balances (Deficit)</b>	<u>20,124</u>	<u>42,281</u>	<u>6,409</u>	<u>49,288</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 125,129</u>	<u>\$ 42,281</u>	<u>\$ 114,309</u>	<u>\$ 159,382</u>

Capital Projects Funds

<u>Building Replacement</u>	<u>Equipment Replacement</u>	<u>I.T. Replacement</u>	<u>Total Nonmajor Governmental Funds</u>
\$ -	\$ 1,628,171	\$ 309,911	\$ 6,551,115
-	-	-	2,600,556
-	-	-	666
-	-	-	455,195
-	-	-	<u>216,330</u>
<u>\$ -</u>	<u>\$ 1,628,171</u>	<u>\$ 309,911</u>	<u>\$ 9,823,862</u>
\$ -	\$ 46,581	\$ 58,337	\$ 519,676
-	-	-	14,394
-	-	-	44,968
-	-	-	2,646,092
-	-	-	<u>2,960,704</u>
-	<u>46,581</u>	<u>58,337</u>	<u>6,185,834</u>
-	-	-	624,128
-	-	-	2,951,948
-	-	-	797,205
-	-	-	377,067
-	-	-	(2,945,484)
-	<u>1,581,590</u>	<u>251,574</u>	<u>1,833,164</u>
-	<u>1,581,590</u>	<u>251,574</u>	<u>3,638,028</u>
<u>\$ -</u>	<u>\$ 1,628,171</u>	<u>\$ 309,911</u>	<u>\$ 9,823,862</u>

## CITY OF DES PLAINES

### COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS For the Year Ended December 31, 2010

	Special Revenue Funds			
	Motor Fuel Tax	Community Development Block Grant	Asset Seizure	Foreign Fire Insurance Tax
<b>REVENUES</b>				
Taxes	\$ -	\$ -	\$ -	\$ 97,867
Intergovernmental	2,509,183	271,898	-	-
Fines, forfeitures and penalties	-	-	930,680	-
Investment income	741	34	10,680	4,995
Miscellaneous	-	38,123	55,344	-
Total Revenues	2,509,924	310,055	996,704	102,862
<b>EXPENDITURES</b>				
Current				
General government	-	296,287	34	-
Public safety	-	-	156,757	57,651
Streets and highways	654,412	-	-	-
Economic development	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Capital Outlay	1,383,586	2,125	296,028	-
Total Expenditures	2,037,998	298,412	452,819	57,651
Excess (deficiency) of revenues over (under) expenditures	471,926	11,643	543,885	45,211
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer in	-	-	-	-
Transfer out	-	-	-	-
Refunding debt issued	-	-	-	-
Transfer to escrow	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
<b>Net Change in Fund Balances</b>	471,926	11,643	543,885	45,211
FUND BALANCES (DEFICIT) - Beginning of Year	152,202	71,963	1,990,451	372,401
<b>FUND BALANCES (DEFICIT) - END OF YEAR</b>	\$ 624,128	\$ 83,606	\$ 2,534,336	\$ 417,612

Special Revenue Funds				Debt Service Funds		
TIF #3 (Wille Road)	TIF #4 (Five Corners)	TIF #5 (Perry/Lee)	Grant Funded Projects	1996A	2001 (Risk Management)	2002A (Partial Refunding 1993)
\$ 511,343	\$ 380,327	\$ 169,845	\$ -	\$ -	\$ 101,750	\$ 929,549
-	-	-	574,120	-	-	-
-	-	-	-	-	-	-
949	101	9	-	-	-	21
-	-	-	-	-	-	24,598
<u>512,292</u>	<u>380,428</u>	<u>169,854</u>	<u>574,120</u>	-	<u>101,750</u>	<u>954,168</u>
-	-	-	-	-	-	-
-	-	-	365,761	-	-	-
-	-	-	-	-	-	-
13,355	50,155	10	-	-	-	-
272,000	-	75,000	-	-	95,000	990,000
741,220	-	46,258	-	-	4,192	89,285
-	-	-	699,897	-	-	-
<u>1,026,575</u>	<u>50,155</u>	<u>121,268</u>	<u>1,065,658</u>	-	<u>99,192</u>	<u>1,079,285</u>
(514,283)	330,273	48,586	(491,538)	-	2,558	(125,117)
-	-	-	164,061	-	-	148,670
(7,756)	(59,418)	-	-	-	-	-
10,055,760	-	-	-	-	-	-
(9,123,820)	-	-	-	-	-	-
<u>924,184</u>	<u>(59,418)</u>	<u>-</u>	<u>164,061</u>	-	-	<u>148,670</u>
409,901	270,855	48,586	(327,477)	-	2,558	23,553
(3,027,908)	341,416	52,742	-	13,780	25,943	193,131
<u>\$ (2,618,007)</u>	<u>\$ 612,271</u>	<u>\$ 101,328</u>	<u>\$ (327,477)</u>	<u>\$ 13,780</u>	<u>\$ 28,501</u>	<u>\$ 216,684</u>

**CITY OF DES PLAINES**

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
For the Year Ended December 31, 2010

	Debt Service Funds			
	2003A (Fire Station)	2003B (Partial Refunding 1993)	2007A (Partial Refunding 2001A)	2007B (Partial Refunding 2001B)
<b>REVENUES</b>				
Taxes	\$ 106,162	\$ -	\$ 3,903	\$ 111,436
Intergovernmental	-	-	-	-
Fines, forfeitures and penalties	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>106,162</u>	<u>-</u>	<u>3,903</u>	<u>111,436</u>
<b>EXPENDITURES</b>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Streets and highways	-	-	-	-
Economic development	-	-	-	-
Debt Service				
Principal	65,000	-	-	70,000
Interest and fiscal charges	38,502	-	3,807	38,839
Capital Outlay	-	-	-	-
Total Expenditures	<u>103,502</u>	<u>-</u>	<u>3,807</u>	<u>108,839</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,660</u>	<u>-</u>	<u>96</u>	<u>2,597</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer in	-	-	-	-
Transfer out	-	-	-	-
Refunding debt issued	-	-	-	-
Transfer to escrow	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	2,660	-	96	2,597
FUND BALANCES (DEFICIT) - Beginning of Year	<u>17,464</u>	<u>42,281</u>	<u>6,313</u>	<u>46,691</u>
<b>FUND BALANCES (DEFICIT) - END OF YEAR</b>	<u>\$ 20,124</u>	<u>\$ 42,281</u>	<u>\$ 6,409</u>	<u>\$ 49,288</u>

Capital Projects Funds

<u>Building Replacement</u>	<u>Equipment Replacement</u>	<u>I.T. Replacement</u>	<u>Total Nonmajor Governmental Funds</u>
\$ -	\$ -	\$ -	\$ 2,412,182
-	-	-	3,355,201
-	-	-	930,680
4,798	11,795	803	34,926
-	91,960	-	210,025
<u>4,798</u>	<u>103,755</u>	<u>803</u>	<u>6,943,014</u>
-	-	35,634	331,955
-	-	-	580,169
-	-	-	654,412
-	-	-	63,520
-	93,777	-	1,660,777
-	7,372	-	969,475
-	284,913	178,726	2,845,275
<u>-</u>	<u>386,062</u>	<u>214,360</u>	<u>7,105,583</u>
<u>4,798</u>	<u>(282,307)</u>	<u>(213,557)</u>	<u>(162,569)</u>
-	-	-	312,731
(943,832)	-	-	(1,011,006)
-	-	-	10,055,760
-	-	-	(9,123,820)
<u>(943,832)</u>	<u>-</u>	<u>-</u>	<u>233,665</u>
(939,034)	(282,307)	(213,557)	71,096
<u>939,034</u>	<u>1,863,897</u>	<u>465,131</u>	<u>3,566,932</u>
<u>\$ -</u>	<u>\$ 1,581,590</u>	<u>\$ 251,574</u>	<u>\$ 3,638,028</u>

## 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, 2010  
 With Comparative Actual Amounts for the Year Ended December 31, 2009

	2010			2009 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
<b>REVENUES</b>				
Intergovernmental	\$ 2,267,976	\$ 2,509,183	\$ 241,207	\$ 1,533,693
Investment income	1,000	741	(259)	938
Miscellaneous	1,000	-	(1,000)	-
Total Revenues	<u>2,269,976</u>	<u>2,509,924</u>	<u>239,948</u>	<u>1,534,631</u>
<b>EXPENDITURES</b>				
<b>STREETS AND HIGHWAYS</b>				
Contractual services	117,500	102,778	14,722	352,860
Commodities	582,000	551,634	30,366	471,913
Capital outlay	<u>1,535,000</u>	<u>1,383,586</u>	<u>151,414</u>	<u>880,704</u>
Total Expenditures	<u>2,234,500</u>	<u>2,037,998</u>	<u>196,502</u>	<u>1,705,477</u>
<b>Net Change in Fund Balance</b>	<u>\$ 35,476</u>	471,926	<u>\$ 436,450</u>	(170,846)
FUND BALANCE - Beginning of Year		<u>152,202</u>		<u>323,048</u>
<b>FUND BALANCE - END OF YEAR</b>		<u>\$ 624,128</u>		<u>\$ 152,202</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, 2010  
 With Comparative Actual Amounts for the Year Ended December 31, 2009

	2010			2009 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
<b>REVENUES</b>				
Operating grants from local governments	\$ 652,885	\$ 271,898	\$ (380,987)	\$ 451,423
Investment income	-	34	34	226
Miscellaneous	-	38,123	38,123	-
Total Revenues	<u>652,885</u>	<u>310,055</u>	<u>(342,830)</u>	<u>451,649</u>
<b>EXPENDITURES</b>				
<b>GENERAL GOVERNMENT</b>				
Personnel	57,926	57,777	149	53,585
Benefits	17,622	17,777	(155)	16,440
Contractual services	290,308	220,713	69,595	228,912
Commodities	-	20	(20)	155
Capital outlay	287,029	2,125	284,904	193,339
Total Expenditures	<u>652,885</u>	<u>298,412</u>	<u>354,473</u>	<u>492,431</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	11,643	<u>\$ 11,643</u>	(40,782)
FUND BALANCE - Beginning of Year		<u>71,963</u>		<u>112,745</u>
<b>FUND BALANCE - END OF YEAR</b>		<u>\$ 83,606</u>		<u>\$ 71,963</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, 2010

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

	2010		Variance with Final Budget	2009 Actual
	Original and Final Budget	Actual		
<b>REVENUES</b>				
Property taxes	\$ 638,608	\$ 511,343	\$ (127,265)	\$ 758,613
Investment income	200	949	749	47
Miscellaneous	-	-	-	4,700
Total Revenues	<u>638,808</u>	<u>512,292</u>	<u>(126,516)</u>	<u>763,360</u>
<b>EXPENDITURES</b>				
<b>ECONOMIC DEVELOPMENT</b>				
Contractual services	25,092	13,355	11,737	19,616
Capital outlay	-	-	-	240,000
Total Economic Development	<u>25,092</u>	<u>13,355</u>	<u>11,737</u>	<u>259,616</u>
<b>DEBT SERVICE</b>				
Principal	272,000	272,000	-	678,000
Interest and fiscal charges	444,726	436,501	8,225	662,350
Paying agent fees	1,275	1,162	113	6,257
Issuance costs	-	303,557	(303,557)	-
Total Debt Service	<u>718,001</u>	<u>1,013,220</u>	<u>(295,219)</u>	<u>1,346,607</u>
Total Expenditures	<u>743,093</u>	<u>1,026,575</u>	<u>(283,482)</u>	<u>1,606,223</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(104,285)</u>	<u>(514,283)</u>	<u>(409,998)</u>	<u>(842,863)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Refunding debt issue	9,789,115	10,055,760	266,645	-
Transfer to Escrow	(9,789,115)	(9,123,820)	665,295	-
Transfer out	(7,756)	(7,756)	-	-
Total Other Financing Sources (Uses)	<u>(7,756)</u>	<u>924,184</u>	<u>931,940</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	<u>\$ (112,041)</u>	409,901	<u>\$ 521,942</u>	(842,863)
FUND BALANCE (DEFICIT) - Beginning of Year		<u>(3,027,908)</u>		<u>(2,185,045)</u>
<b>FUND BALANCE (DEFICIT) - END OF YEAR</b>		<u>\$ (2,618,007)</u>		<u>\$ (3,027,908)</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, 2010

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

	2010			2009 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
<b>REVENUES</b>				
Property taxes	\$ 304,085	\$ 380,327	\$ 76,242	\$ 447,432
Investment income	<u>200</u>	<u>101</u>	<u>(99)</u>	<u>565</u>
Total Revenues	<u>304,285</u>	<u>380,428</u>	<u>76,143</u>	<u>447,997</u>
<b>EXPENDITURES</b>				
<b>ECONOMIC DEVELOPMENT</b>				
Salaries	18,430	20,355	(1,925)	17,840
Benefits	6,951	6,962	(11)	6,498
Contractual services	270,281	22,838	247,443	107,468
Capital Outlay	<u>200,000</u>	<u>-</u>	<u>200,000</u>	<u>-</u>
Total Expenditures	<u>495,662</u>	<u>50,155</u>	<u>445,507</u>	<u>131,806</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(191,377)</u>	<u>330,273</u>	<u>521,650</u>	<u>316,191</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer out	<u>(59,418)</u>	<u>(59,418)</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(59,418)</u>	<u>(59,418)</u>	<u>-</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	<u>\$ (250,795)</u>	270,855	<u>\$ 521,650</u>	316,191
FUND BALANCE - Beginning of Year		<u>341,416</u>		<u>25,225</u>
<b>FUND BALANCE - END OF YEAR</b>		<u>\$ 612,271</u>		<u>\$ 341,416</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, 2010

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

	2010		Variance with Final Budget	2009 Actual
	Original and Final Budget	Actual		
<b>REVENUES</b>				
Property taxes	\$ 161,469	\$ 169,845	\$ 8,376	\$ 176,439
Investment income	100	9	(91)	7
<b>Total Revenues</b>	<u>161,569</u>	<u>169,854</u>	<u>8,285</u>	<u>176,446</u>
<b>EXPENDITURES</b>				
<b>ECONOMIC DEVELOPMENT</b>				
Contractual services	10	10	-	10
<b>Total Economic     Development</b>	<u>10</u>	<u>10</u>	<u>-</u>	<u>10</u>
<b>DEBT SERVICE</b>				
Principal	75,000	75,000	-	75,000
Interest and fiscal charges	46,176	46,176	-	48,612
Paying agent fees	100	82	18	82
<b>Total Debt Service</b>	<u>121,276</u>	<u>121,258</u>	<u>18</u>	<u>123,694</u>
<b>Total Expenditures</b>	<u>121,286</u>	<u>121,268</u>	<u>18</u>	<u>123,704</u>
Excess of revenues over expenditures	<u>40,283</u>	<u>48,586</u>	<u>8,303</u>	<u>52,742</u>
<b>OTHER FINANCING SOURCES</b>				
Transfer in	-	-	-	854,714
<b>Total Other Financing Sources</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>854,714</u>
<b>Net Change in Fund Balance</b>	<u>\$ 40,283</u>	48,586	<u>\$ 8,303</u>	907,456
FUND BALANCE (DEFICIT) - Beginning of Year		<u>52,742</u>		<u>(854,714)</u>
<b>FUND BALANCE - END OF YEAR</b>		<u>\$ 101,328</u>		<u>\$ 52,742</u>

## CITY OF DES PLAINES

### DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - GRANT FUNDED PROJECTS

For the Year Ended December 31, 2010

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

	2010		Variance with Final Budget	2009 Actual
	Original and Final Budget	Actual		
<b>REVENUES</b>				
Intergovernmental	\$ 2,971,141	\$ 574,120	\$ (2,397,021)	\$ -
Total Revenues	<u>2,971,141</u>	<u>574,120</u>	<u>(2,397,021)</u>	<u>-</u>
<b>EXPENDITURES</b>				
Salaries	36,000	186,627	(150,627)	-
Contractual Services	188,993	161,462	27,531	-
Commodities	10,000	17,672	(7,672)	-
Capital Outlay	3,303,177	699,897	2,603,280	-
Total Expenditures	<u>3,538,170</u>	<u>1,065,658</u>	<u>2,472,512</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(567,029)</u>	<u>(491,538)</u>	<u>75,491</u>	<u>-</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer in	567,029	164,061	(402,968)	-
Total Other Financing Sources (Uses)	<u>567,029</u>	<u>164,061</u>	<u>(402,968)</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>(327,477)</u>	<u>\$ (327,477)</u>	<u>-</u>
FUND BALANCE - Beginning of Year		-		-
<b>FUND BALANCE (DEFICIT) - END OF YEAR</b>		<u>\$ (327,477)</u>		<u>\$ -</u>

## CITY OF DES PLAINES

DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - BUDGET AND ACTUAL - 2010 (RISK MANAGEMENT)  
 For the Year Ended December 31, 2010  
 With Comparative Actual Amounts for the Year Ended December 31, 2009

	2010			2009 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
<b>REVENUES</b>				
Property taxes	\$ 99,133	\$ 101,750	\$ 2,617	\$ 99,254
Total Revenues	<u>99,133</u>	<u>101,750</u>	<u>2,617</u>	<u>99,254</u>
<b>EXPENDITURES</b>				
<b>DEBT SERVICE</b>				
Principal	95,000	95,000	-	90,000
Interest and fiscal charges	4,133	4,132	1	7,913
Paying agent fees	100	60	40	60
Total Expenditures	<u>99,233</u>	<u>99,192</u>	<u>41</u>	<u>97,973</u>
<b>Net Change in Fund Balance</b>	<u>\$ (100)</u>	2,558	<u>\$ 2,658</u>	1,281
FUND BALANCE - Beginning of Year		<u>25,943</u>		<u>24,662</u>
<b>FUND BALANCE - END OF YEAR</b>		<u>\$ 28,501</u>		<u>\$ 25,943</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, 2010

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

	2010			2009 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
<b>REVENUES</b>				
Property taxes	\$ 905,608	\$ 929,549	\$ 23,941	\$ 951,621
Investment income	-	21	21	97
Miscellaneous	<u>24,599</u>	<u>24,598</u>	<u>(1)</u>	<u>151,038</u>
Total Revenues	<u>930,207</u>	<u>954,168</u>	<u>23,961</u>	<u>1,102,756</u>
<b>EXPENDITURES</b>				
<b>DEBT SERVICE</b>				
Principal	990,000	990,000	-	1,000,000
Interest and fiscal charges	88,876	88,875	1	131,376
Paying agent fees	<u>450</u>	<u>410</u>	<u>40</u>	<u>410</u>
Total Expenditures	<u>1,079,326</u>	<u>1,079,285</u>	<u>41</u>	<u>1,131,786</u>
Excess (Deficiency) of revenues over (under) expenditures	<u>(149,119)</u>	<u>(125,117)</u>	<u>24,002</u>	<u>(29,030)</u>
<b>OTHER FINANCING SOURCES</b>				
Transfer in	<u>148,670</u>	<u>148,670</u>	<u>-</u>	<u>30,660</u>
Total Other Financing Sources	<u>148,670</u>	<u>148,670</u>	<u>-</u>	<u>30,660</u>
<b>Net Change in Fund Balance</b>	<u>\$ (449)</u>	<u>23,553</u>	<u>\$ 24,002</u>	<u>1,630</u>
FUND BALANCE - Beginning of Year		<u>193,131</u>		<u>191,501</u>
<b>FUND BALANCE - END OF YEAR</b>		<u>\$ 216,684</u>		<u>\$ 193,131</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, 2010  
 With Comparative Actual Amounts for the Year Ended December 31, 2009

	2010		Variance with Final Budget	2009 Actual
	Original and Final Budget	Actual		
<b>REVENUES</b>				
Property taxes	\$ 103,420	\$ 106,162	\$ 2,742	\$ 101,908
Total Revenues	<u>103,420</u>	<u>106,162</u>	<u>2,742</u>	<u>101,908</u>
<b>EXPENDITURES</b>				
<b>DEBT SERVICE</b>				
Principal	65,000	65,000	-	60,000
Interest and fiscal charges	38,420	38,420	-	40,370
Paying agent fees	100	82	18	82
Total Expenditures	<u>103,520</u>	<u>103,502</u>	<u>18</u>	<u>100,452</u>
<b>Net Change in Fund Balance</b>	<u>\$ (100)</u>	2,660	<u>\$ 2,760</u>	1,456
FUND BALANCE - Beginning of Year		<u>17,464</u>		<u>16,008</u>
<b>FUND BALANCE - END OF YEAR</b>		<u>\$ 20,124</u>		<u>\$ 17,464</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, 2010

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

	Original and Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>				
Property taxes	\$ 3,800	\$ 3,903	\$ 103	\$ 3,929
Total Revenues	<u>3,800</u>	<u>3,903</u>	<u>103</u>	<u>3,929</u>
<b>EXPENDITURES</b>				
<b>DEBT SERVICE</b>				
Interest and fiscal charges	3,800	3,800	-	3,800
Paying agent fees	<u>100</u>	<u>7</u>	<u>93</u>	<u>7</u>
Total Expenditures	<u>3,900</u>	<u>3,807</u>	<u>93</u>	<u>3,807</u>
<b>Net Change in Fund Balance</b>	<u>\$ (100)</u>	96	<u>\$ 196</u>	122
FUND BALANCE - Beginning of Year		<u>6,313</u>		<u>6,191</u>
<b>FUND BALANCE - END OF YEAR</b>		<u>\$ 6,409</u>		<u>\$ 6,313</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, 2010

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

	Original and Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>				
Property taxes	\$ 108,570	\$ 111,436	\$ 2,866	\$ 107,822
Investment income	-	-	-	4
Total Revenues	<u>108,570</u>	<u>111,436</u>	<u>2,866</u>	<u>107,826</u>
<b>EXPENDITURES</b>				
<b>DEBT SERVICE</b>				
Principal	70,000	70,000	-	65,000
Interest and fiscal charges	38,570	38,569	1	41,040
Paying agent fees	500	270	230	274
Total Expenditures	<u>109,070</u>	<u>108,839</u>	<u>231</u>	<u>106,314</u>
<b>Net Change in Fund Balance</b>	<u>\$ (500)</u>	2,597	<u>\$ 3,097</u>	1,512
FUND BALANCE - Beginning of Year		<u>46,691</u>		<u>45,179</u>
<b>FUND BALANCE - END OF YEAR</b>		<u>\$ 49,288</u>		<u>\$ 46,691</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, 2010

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

	2010			2009 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
<b>REVENUES</b>				
Intergovernmental	\$ -	\$ -	\$ -	\$ 79,291
Investment income	-	4,798	4,798	7,260
Total Revenues	<u>-</u>	<u>4,798</u>	<u>4,798</u>	<u>86,551</u>
<b>EXPENDITURES</b>				
<b>GENERAL GOVERNMENT</b>				
Contractual Services	-	-	-	32,409
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>32,409</u>
<b>OTHER FINANCING SOURCES</b>				
Transfer out	(935,891)	(943,832)	(7,941)	-
Total Other Financing Sources	<u>(935,891)</u>	<u>(943,832)</u>	<u>(7,941)</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	<u>\$ (935,891)</u>	(939,034)	<u>\$ (3,143)</u>	54,142
FUND BALANCE - Beginning of Year		<u>939,034</u>		<u>884,892</u>
<b>FUND BALANCE - END OF YEAR</b>		<u>\$ -</u>		<u>\$ 939,034</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, 2010  
With Comparative Actual Amounts for the Year Ended December 31, 2009

	2010		Variance with Final Budget	2009 Actual
	Original and Final Budget	Actual		
<b>REVENUES</b>				
Investment income	\$ 5,000	\$ 11,795	\$ 6,795	\$ 15,506
Miscellaneous	<u>75,000</u>	<u>91,960</u>	<u>16,960</u>	<u>35,221</u>
Total Revenues	<u>80,000</u>	<u>103,755</u>	<u>23,755</u>	<u>50,727</u>
<b>EXPENDITURES</b>				
<b>CAPITAL OUTLAY</b>				
Contractual services	-	-	-	250
Capital Outlay	<u>171,257</u>	<u>284,913</u>	<u>(113,656)</u>	<u>629,603</u>
<b>DEBT SERVICE</b>				
Principal	93,777	93,777	-	78,020
Interest and fiscal charges	<u>7,372</u>	<u>7,372</u>	<u>-</u>	<u>10,629</u>
Total Debt Service	<u>101,149</u>	<u>101,149</u>	<u>-</u>	<u>88,649</u>
Total Expenditures	<u>272,406</u>	<u>386,062</u>	<u>(113,656)</u>	<u>718,502</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(192,406)</u>	<u>(282,307)</u>	<u>(89,901)</u>	<u>(667,775)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer in	-	-	-	720,000
Note proceeds	<u>-</u>	<u>-</u>	<u>-</u>	<u>250,000</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>970,000</u>
<b>Net Change in Fund Balance</b>	<u>\$ (192,406)</u>	<u>(282,307)</u>	<u>\$ (89,901)</u>	<u>302,225</u>
FUND BALANCE - Beginning of Year		<u>1,863,897</u>		<u>1,561,672</u>
<b>FUND BALANCE - END OF YEAR</b>		<u>\$ 1,581,590</u>		<u>\$ 1,863,897</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, 2010  
 With Comparative Actual Amounts for the Year Ended December 31, 2009

	2010			2009 Actual
	Original and Final Budget	Actual	Variance with Final Budget	
<b>REVENUES</b>				
Investment income	\$ 75	\$ 803	\$ 728	\$ 45
Total Revenues	<u>75</u>	<u>803</u>	<u>728</u>	<u>45</u>
<b>EXPENDITURES</b>				
<b>GENERAL GOVERNMENT</b>				
Contractual Services	33,780	33,108	672	35,014
Commodities	3,560	2,526	1,034	4,510
Capital outlay	240,173	178,726	61,447	129,831
Total General government	<u>277,513</u>	<u>214,360</u>	<u>63,153</u>	<u>169,355</u>
Total Expenditures	<u>277,513</u>	<u>214,360</u>	<u>63,153</u>	<u>169,355</u>
Excess (Deficiency) of revenues over (under) expenditures	<u>(277,438)</u>	<u>(213,557)</u>	<u>63,881</u>	<u>(169,310)</u>
<b>OTHER FINANCING SOURCES</b>				
Transfer in	-	-	-	515,000
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>515,000</u>
<b>Net Change in Fund Balance</b>	<u>\$ (277,438)</u>	<u>(213,557)</u>	<u>\$ 63,881</u>	345,690
FUND BALANCE - Beginning of Year		<u>465,131</u>		<u>119,441</u>
<b>FUND BALANCE - END OF YEAR</b>		<u>\$ 251,574</u>		<u>\$ 465,131</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, 2010

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

	2010			2009 Actual
	Original And Final Budget	Actual	Variance with Final Budget	
<b>OPERATING REVENUES</b>				
Water sales	\$ 9,407,500	\$ 9,637,628	\$ 230,128	\$ 9,077,448
Sewer sales	1,800,000	1,812,947	12,947	1,809,388
Sales of water meters	19,000	21,015	2,015	22,921
Water permit fees	8,500	14,975	6,475	19,830
Service charges, cut off and connector fees	22,000	19,592	(2,408)	21,913
Miscellaneous	-	13,600	13,600	4,707
Other fees	<u>3,000</u>	<u>3,158</u>	<u>158</u>	<u>4,118</u>
Total Operating Revenues	<u>11,260,000</u>	<u>11,522,915</u>	<u>262,915</u>	<u>10,960,325</u>
<b>OPERATING EXPENSES</b>				
Salaries	3,087,836	2,866,962	220,874	3,131,204
Benefits	1,568,239	1,475,602	92,637	1,571,721
Contractual services	945,478	668,286	277,192	453,416
Commodities	5,414,200	5,208,841	205,359	5,321,021
Capital outlay	1,304,596	853,132	451,464	349,599
Depreciation	<u>-</u>	<u>806,587</u>	<u>(806,587)</u>	<u>786,876</u>
Total Operating Expenses	<u>12,320,349</u>	<u>11,879,410</u>	<u>440,939</u>	<u>11,613,837</u>
Operating income (loss)	<u>(1,060,349)</u>	<u>(356,495)</u>	<u>703,854</u>	<u>(653,512)</u>
<b>NON-OPERATING REVENUES (EXPENSES)</b>				
Investment income	10,000	2,644	(7,356)	5,549
Miscellaneous	-	1,235	1,235	15,390
Operating grants	-	132,274	132,274	-
Intergovernmental	-	12,733	12,733	-
Principal	(355,000)	-	355,000	-
Interest and fiscal charges	(55,500)	(54,455)	1,045	(65,490)
Bank and paying agent fees	(450)	(410)	40	(410)
Amortization of issuance costs and discount	<u>-</u>	<u>(13,784)</u>	<u>(13,784)</u>	<u>(14,602)</u>
Total Non-Operating Revenues (Expenses)	<u>(400,950)</u>	<u>80,237</u>	<u>481,187</u>	<u>(59,563)</u>
Net Income (Loss) Before Transfers	<u>(1,461,299)</u>	<u>(276,258)</u>	<u>1,185,041</u>	<u>(713,075)</u>

## CITY OF DES PLAINES

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

For the Year Ended December 31, 2010

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

	2010			2009 Actual
	Original And Final Budget	Actual	Variance with Final Budget	
<b>TRANSFERS</b>				
Capital grants	\$ -	\$ 235,119	\$ 235,119	\$ -
Transfer in	-	9,570	9,570	9,570
Transfer out	<u>(196,780)</u>	<u>(196,780)</u>	<u>-</u>	<u>(191,050)</u>
Net Transfers	<u>(196,780)</u>	<u>47,909</u>	<u>244,689</u>	<u>(181,480)</u>
Change in net assets	<u>\$ (1,658,079)</u>	<u>(228,349)</u>	<u>\$ 1,429,730</u>	<u>(894,555)</u>
NET ASSETS - Beginning of Year		<u>22,163,556</u>		<u>23,058,111</u>
NET ASSETS - END OF YEAR		<u>\$ 21,935,207</u>		<u>\$ 22,163,556</u>

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## 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, 2010

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

	2010		Variance with Final Budget	2009 Actual
	Original And Final Budget	Actual		
<b>OPERATING REVENUES</b>				
Parking lots, garages, permits and other	\$ 298,050	\$ 309,312	\$ 11,262	\$ 267,699
Total Operating Revenues	<u>298,050</u>	<u>309,312</u>	<u>11,262</u>	<u>267,699</u>
<b>OPERATING EXPENSES</b>				
Contractual services	38,933	23,608	15,325	47,515
Commodities	159,625	114,644	44,981	140,541
Capital outlay	10,000	9,485	515	-
Depreciation	-	655,867	(655,867)	655,867
Total Operating Expenses	<u>208,558</u>	<u>803,604</u>	<u>(595,046)</u>	<u>843,923</u>
Operating (Loss)	<u>89,492</u>	<u>(494,292)</u>	<u>(583,784)</u>	<u>(576,224)</u>
<b>NON-OPERATING REVENUES</b>				
Investment income	<u>100</u>	<u>5</u>	<u>(95)</u>	<u>11</u>
Total Non-Operating Revenues	<u>100</u>	<u>5</u>	<u>(95)</u>	<u>11</u>
Income (Loss) Before Transfers	<u>89,592</u>	<u>(494,287)</u>	<u>(583,879)</u>	<u>(576,213)</u>
<b>TRANSFERS</b>				
Transfer in	-	-	-	250,000
Transfer out	<u>(75,222)</u>	<u>(75,222)</u>	<u>-</u>	<u>(200,305)</u>
Total Transfers	<u>(75,222)</u>	<u>(75,222)</u>	<u>-</u>	<u>49,695</u>
Change in net assets	<u>\$ 14,370</u>	(569,509)	<u>\$ (583,879)</u>	(526,518)
NET ASSETS - Beginning of Year		<u>14,203,728</u>		<u>14,730,246</u>
NET ASSETS - END OF YEAR		<u>\$ 13,634,219</u>		<u>\$ 14,203,728</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, 2010

	<u>Risk Management</u>	<u>Health Benefits</u>	<u>Compensated Absences</u>	<u>Totals</u>
<b>ASSETS</b>				
Current Assets				
Cash and cash equivalents	\$ 555,388	\$ 503,679	\$ -	\$ 1,059,067
Receivables				
Receivables - other	11,696	12,618	-	24,314
Prepaid items	737,584	2,631,711	-	3,369,295
Due from other funds	<u>-</u>	<u>-</u>	<u>1,900,746</u>	<u>1,900,746</u>
Total Current Assets	<u>1,304,668</u>	<u>3,148,008</u>	<u>1,900,746</u>	<u>6,353,422</u>
Total Assets	<u>1,304,668</u>	<u>3,148,008</u>	<u>1,900,746</u>	<u>6,353,422</u>
<b>LIABILITIES</b>				
Current Liabilities				
Accounts payable	35,918	-	-	35,918
Compensated absences	-	-	996,365	996,365
Accrued self insurance loss	-	76,267	-	76,267
Unearned revenue	-	6,171	-	6,171
Early retirement incentive program payable (current)	<u>-</u>	<u>342,830</u>	<u>-</u>	<u>342,830</u>
Total Current Liabilities	<u>35,918</u>	<u>425,268</u>	<u>996,365</u>	<u>1,457,551</u>
Non-Current Liabilities				
Early retirement incentive program payable	-	748,096	-	748,096
Compensated absences	<u>-</u>	<u>-</u>	<u>904,381</u>	<u>904,381</u>
Total Noncurrent Liabilities	<u>-</u>	<u>748,096</u>	<u>904,381</u>	<u>1,652,477</u>
Total Liabilities	<u>35,918</u>	<u>1,173,364</u>	<u>1,900,746</u>	<u>3,110,028</u>
<b>NET ASSETS</b>				
Unrestricted	<u>1,268,750</u>	<u>1,974,644</u>	<u>-</u>	<u>3,243,394</u>
TOTAL NET ASSETS	<u>\$ 1,268,750</u>	<u>\$ 1,974,644</u>	<u>\$ -</u>	<u>\$ 3,243,394</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, 2010

	Risk Management	Health Benefits	Compensated Absences	Total
<b>OPERATING REVENUES</b>				
Charges for services	\$ 2,808,348	\$ 9,171,505	\$ 803,099	\$ 12,782,952
Terminal reserve revenue	-	864,733	-	864,733
Miscellaneous	168,143	-	-	168,143
Total Operating Revenues	<u>2,976,491</u>	<u>10,036,238</u>	<u>803,099</u>	<u>13,815,828</u>
<b>OPERATING EXPENSES</b>				
Claim expenses	167,946	8,271,255	-	8,439,201
Insurance and processing fees	2,290,398	664,461	-	2,954,859
Compensated absences	-	-	803,099	803,099
Miscellaneous	57,438	1,071,649	-	1,129,087
Total Operating Expenses	<u>2,515,782</u>	<u>10,007,365</u>	<u>803,099</u>	<u>13,326,246</u>
Operating Income	<u>460,709</u>	<u>28,873</u>	<u>-</u>	<u>489,582</u>
<b>NONOPERATING REVENUES</b>				
Investment income	525	2,954	-	3,479
Total Nonoperating Revenues	<u>525</u>	<u>2,954</u>	<u>-</u>	<u>3,479</u>
<b>TRANSFERS</b>				
Transfer out	(550,000)	(450,000)	-	(1,000,000)
Total Transfers	<u>(550,000)</u>	<u>(450,000)</u>	<u>-</u>	<u>(1,000,000)</u>
Change in net assets	(88,766)	(418,173)	-	(506,939)
Net assets, beginning of year (as restated)	<u>1,357,516</u>	<u>2,392,817</u>	<u>-</u>	<u>3,750,333</u>
<b>NET ASSETS - END OF YEAR</b>	<u>\$ 1,268,750</u>	<u>\$ 1,974,644</u>	<u>\$ -</u>	<u>\$ 3,243,394</u>

## CITY OF DES PLAINES

### COMBINING STATEMENT OF CASH FLOWS INTERNAL SERVICE FUNDS Year Ended December 31, 2010

	<u>Risk Management</u>	<u>Health Benefits</u>	<u>Totals</u>
<b>Cash flows from operating activities</b>			
Receipts from customers and users	\$ 2,802,121	\$ 9,166,053	\$ 11,968,174
Receipts from miscellaneous revenues	168,143	-	168,143
Payments to suppliers	<u>(2,545,316)</u>	<u>(9,281,511)</u>	<u>(11,826,827)</u>
 <b>Net cash provided by (used for) operating activities</b>	 <u>424,948</u>	 <u>(115,458)</u>	 <u>309,490</u>
 <b>Cash flows from investing activities</b>			
Interest received	<u>525</u>	<u>2,954</u>	<u>3,479</u>
 <b>Cash flows from non-capital financing activities</b>			
Transfers (out)	<u>(550,000)</u>	<u>(450,000)</u>	<u>(1,000,000)</u>
 <b>Net increase (decrease) in cash and cash equivalents</b>	 (124,527)	 (562,504)	 (687,031)
 <b>Cash and cash equivalents, beginning of year</b>	 <u>679,915</u>	 <u>1,066,183</u>	 <u>1,746,098</u>
 <b>Cash and cash equivalents, end of year</b>	 <u>\$ 555,388</u>	 <u>\$ 503,679</u>	 <u>\$ 1,059,067</u>
 <b>Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:</b>			
Operating income (loss)	\$ 460,709	\$ 28,873	\$ 489,582
Adjustment to reconcile operating income (loss) to Net cash provided by operating activities			
(Increase) decrease in			
Receivables	(6,227)	(1,816)	(8,043)
Prepaid items	(44,333)	(864,733)	(909,066)
Increase (decrease) in			
Accounts payable	14,799	(2,933)	11,866
Accrued liabilities	-	50,886	50,886
Unearned revenues	-	(3,636)	(3,636)
Early retirement contribution payable	<u>-</u>	<u>677,901</u>	<u>677,901</u>
 <b>Net cash provided by (used for) operating activities</b>	 <u>\$ 424,948</u>	 <u>\$ (115,458)</u>	 <u>\$ 309,490</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, 2010

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

	2010		Variance with Final Budget	2009 Actual
	Original And Final Budget	Actual		
<b>OPERATING REVENUES</b>				
Charges for services	\$ 2,811,000	\$ 2,808,348	\$ (2,652)	\$ 2,996,614
Miscellaneous	<u>185,000</u>	<u>168,143</u>	<u>(16,857)</u>	<u>190,326</u>
Total Operating Revenues	<u>2,996,000</u>	<u>2,976,491</u>	<u>(19,509)</u>	<u>3,186,940</u>
<b>OPERATING EXPENSES</b>				
Claims expense				
Unemployment claims	275,000	133,899	141,101	99,634
Worker's compensation claims	<u>45,000</u>	<u>34,047</u>	<u>10,953</u>	<u>39,238</u>
Total claims expense	<u>320,000</u>	<u>167,946</u>	<u>152,054</u>	<u>138,872</u>
Insurance and processing fees				
Claims administration fees (worker's compensation)	900	-	900	1,676
Claims administration fees (unemployment)	5,000	1,570	3,430	2,351
Insurance premiums (worker's compensation)	1,500	286	1,214	771
Insurance premiums (liability)	130,000	106,090	23,910	104,822
MICA loss fund	2,300,000	2,168,420	131,580	1,977,333
MICA deductible	<u>35,000</u>	<u>14,032</u>	<u>20,968</u>	<u>28,635</u>
Total insurance and processing fees	<u>2,472,400</u>	<u>2,290,398</u>	<u>182,002</u>	<u>2,115,588</u>
Miscellaneous				
City-wide substance abuse program	5,000	2,561	2,439	3,480
Self-insured losses	75,000	54,746	20,254	55,367
Miscellaneous contractual services	<u>21,000</u>	<u>131</u>	<u>20,869</u>	<u>1,546</u>
Total miscellaneous	<u>101,000</u>	<u>57,438</u>	<u>43,562</u>	<u>60,393</u>
Total Operating Expenses	<u>2,893,400</u>	<u>2,515,782</u>	<u>377,618</u>	<u>2,314,853</u>
Operating income	<u>102,600</u>	<u>460,709</u>	<u>358,109</u>	<u>872,087</u>
<b>NON-OPERATING REVENUES</b>				
Investment income	<u>2,000</u>	<u>525</u>	<u>2,525</u>	<u>1,726</u>
Total Non-Operating Revenues	<u>2,000</u>	<u>525</u>	<u>2,525</u>	<u>1,726</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, 2010

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

	2010		Variance with Final Budget	2009 Actual
	Original And Final Budget	Actual		
<b>TRANSFERS</b>				
Transfer out	\$ <u>(550,000)</u>	\$ <u>(550,000)</u>	\$ -	\$ <u>(1,500,000)</u>
Total Transfers	<u>(550,000)</u>	<u>(550,000)</u>	-	<u>(1,500,000)</u>
 Change in net assets	 \$ <u>(445,400)</u>	 (88,766)	 \$ <u>360,634</u>	 (626,187)
 NET ASSETS - Beginning of Year		 <u>1,357,516</u>		 <u>1,983,703</u>
 NET ASSETS - END OF YEAR		 <u>\$ 1,268,750</u>		 <u>\$ 1,357,516</u>

## 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, 2010

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

	2010			2009 Actual (as restated)
	Original And Final Budget	Actual	Variance with Final Budget	
<b>OPERATING REVENUES</b>				
Charges for services	\$ 9,221,936	\$ 9,171,505	\$ (50,431)	\$ 9,153,691
Terminal reserve revenue	-	864,733	864,733	-
Miscellaneous	-	-	-	94
Total Operating Revenues	<u>9,221,936</u>	<u>10,036,238</u>	<u>814,302</u>	<u>9,153,785</u>
<b>OPERATING EXPENSES</b>				
Claims expense				
Claims paid - City - PPO	6,873,243	6,617,948	255,295	5,984,422
Claims paid - City - HMO	<u>1,585,852</u>	<u>1,653,307</u>	<u>(67,455)</u>	<u>1,535,939</u>
Total claims expense	<u>8,459,095</u>	<u>8,271,255</u>	<u>187,840</u>	<u>7,520,361</u>
Insurance and processing fees				
Dental claims and administration fee	476,839	535,763	(58,924)	511,434
Life insurance premium	<u>149,501</u>	<u>128,698</u>	<u>20,803</u>	<u>143,547</u>
Total insurance and processing fees	<u>626,340</u>	<u>664,461</u>	<u>(38,121)</u>	<u>654,981</u>
Miscellaneous	<u>553,453</u>	<u>1,071,649</u>	<u>(518,196)</u>	<u>476,254</u>
Total miscellaneous	<u>553,453</u>	<u>1,071,649</u>	<u>(518,196)</u>	<u>476,254</u>
Total Operating Expenses	<u>9,638,888</u>	<u>10,007,365</u>	<u>(368,477)</u>	<u>8,651,596</u>
Operating income	<u>(416,952)</u>	<u>28,873</u>	<u>445,825</u>	<u>502,189</u>
<b>NON-OPERATING REVENUES</b>				
Investment income	<u>5,000</u>	<u>2,954</u>	<u>(2,046)</u>	<u>17,645</u>
Total Non-Operating Revenues	<u>5,000</u>	<u>2,954</u>	<u>(2,046)</u>	<u>17,645</u>

## 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, 2010

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

	Original And Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>TRANSFERS</b>				
Transfer out	\$ <u>(450,000)</u>	\$ <u>(450,000)</u>	\$ _____ -	\$ <u>(1,000,000)</u>
Transfers	<u>(450,000)</u>	<u>(450,000)</u>	_____ -	<u>(1,000,000)</u>
Change in net assets	\$ <u>(861,952)</u>	(418,173)	\$ <u>443,779</u>	(480,166)
NET ASSETS - Beginning of Year (as restated)		<u>2,392,817</u>		<u>2,872,983</u>
NET ASSETS - END OF YEAR		<u>\$ 1,974,644</u>		<u>\$ 2,392,817</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, 2010

	Firefighters' Pension	Police Pension	Totals
<b>ASSETS</b>			
Cash and cash equivalents	\$ 3,812,622	\$ 3,788,790	\$ 7,601,412
Investments			
US government and agency obligations	24,417,519	22,216,082	46,633,601
Mutual funds	8,928,738	10,868,020	19,796,758
Stocks	16,415,758	14,431,797	30,847,555
State and local obligations	1,258,543	1,338,805	2,597,348
Insurance contracts	-	1,444	1,444
Receivables - (net of allowances for uncollectibles)			
Accrued interest	202,761	190,226	392,987
Prepays	775	11,091	11,866
Total Assets	<u>55,036,716</u>	<u>52,846,255</u>	<u>107,882,971</u>
<b>LIABILITIES</b>			
Accounts payable	25,565	43,139	68,704
Accrued pension payments	<u>305</u>	<u>-</u>	<u>305</u>
Total Liabilities	<u>25,870</u>	<u>43,139</u>	<u>69,009</u>
<b>NET ASSETS</b>			
Held in trust for pension benefits	<u>\$ 55,010,846</u>	<u>\$ 52,803,116</u>	<u>\$ 107,813,962</u>

## CITY OF DES PLAINES

### COMBINING STATEMENT OF CHANGES IN NET ASSETS PENSION TRUST FUNDS For the Year Ended December 31, 2010

	Firefighters' Pension	Police Pension	Totals
<b>ADDITIONS</b>			
Contributions			
Employer	\$ 2,754,196	\$ 2,955,719	\$ 5,709,915
Plan members	<u>811,672</u>	<u>789,956</u>	<u>1,601,628</u>
Total Contributions	<u>3,565,868</u>	<u>3,745,675</u>	<u>7,311,543</u>
Investment income			
Investment income	<u>5,117,418</u>	<u>5,836,481</u>	<u>10,953,899</u>
Total Investment Income	<u>5,117,418</u>	<u>5,836,481</u>	<u>10,953,899</u>
Less Investment expense	<u>214,356</u>	<u>229,381</u>	<u>443,737</u>
Net Investment Income	<u>4,903,062</u>	<u>5,607,100</u>	<u>10,510,162</u>
Total Additions	<u>8,468,930</u>	<u>9,352,775</u>	<u>17,821,705</u>
<b>DEDUCTIONS</b>			
Benefits	4,978,070	5,330,032	10,308,102
Administration	<u>58,756</u>	<u>83,789</u>	<u>142,545</u>
Total Deductions	<u>5,036,826</u>	<u>5,413,821</u>	<u>10,450,647</u>
<b>Change in Net Assets</b>	3,432,104	3,938,954	7,371,058
NET ASSETS - Beginning of Year	<u>51,578,742</u>	<u>48,864,162</u>	<u>100,442,904</u>
<b>NET ASSETS - END OF YEAR</b>	<u>\$ 55,010,846</u>	<u>\$ 52,803,116</u>	<u>\$ 107,813,962</u>

# CITY OF DES PLAINES

## COMBINING STATEMENT OF FIDUCIARY NET ASSETS AGENCY FUNDS December 31, 2010

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	Compliance Bond	Section 125 Plan	Totals
<b>ASSETS</b>			
Cash and cash equivalents	\$ 1,832,912	\$ 60,304	\$ 1,893,216
Other receivable	26,888	-	26,888
Total assets	<u>\$ 1,859,800</u>	<u>\$ 60,304</u>	<u>\$ 1,920,104</u>
<b>LIABILITIES</b>			
Accounts payable	\$ 12,456	\$ -	\$ 12,456
Accrued liabilities	3,493	54,984	58,477
Deposits payable	1,843,851	-	1,843,851
Due to participants	-	5,320	5,320
Total liabilities	<u>\$ 1,859,800</u>	<u>\$ 60,304</u>	<u>\$ 1,920,104</u>

# CITY OF DES PLAINES

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

Year Ended December 31, 2010

	Balances January 1	Additions	Deletions	Balances December 31
<b>COMPLIANCE BOND FUND</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 634,100	\$ 2,236,386	\$ 2,114,456	\$ 1,832,912
Other receivable	27,402	27,402	17,990	26,888
Total assets	<u>\$ 661,502</u>	<u>\$ 2,263,788</u>	<u>\$ 2,132,446</u>	<u>\$ 1,859,800</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 24,348	\$ 280,138	\$ 268,775	\$ 12,456
Accrued liabilities	4,203	4,204	10,080	3,493
Deposits payable	632,951	495,526	369,671	1,843,851
Total liabilities	<u>\$ 661,502</u>	<u>\$ 779,868</u>	<u>\$ 648,526</u>	<u>\$ 1,859,800</u>
<b>SECTION 125 PLAN FUND</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 65,882	\$ 277,185	\$ 282,763	\$ 60,304
Total assets	<u>\$ 65,882</u>	<u>\$ 277,185</u>	<u>\$ 282,763</u>	<u>\$ 60,304</u>
<b>LIABILITIES</b>				
Accrued liabilities	\$ 60,574	\$ 256,286	\$ 261,876	\$ 54,984
Due to participants	5,308	12	-	5,320
Total liabilities	<u>\$ 65,882</u>	<u>\$ 256,298</u>	<u>\$ 261,876</u>	<u>\$ 60,304</u>
<b>ALL FUNDS</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 699,982	\$ 2,223,559	\$ 1,030,325	\$ 1,893,216
Other receivable	27,402	26,888	27,402	26,888
Total assets	<u>\$ 727,384</u>	<u>\$ 2,250,447</u>	<u>\$ 1,057,727</u>	<u>\$ 1,920,104</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 24,348	\$ 252,864	\$ 264,756	\$ 12,456
Accrued liabilities	64,777	260,176	266,476	58,477
Deposits payable	632,951	1,615,712	404,812	1,843,851
Due to participants	5,308	12	-	5,320
Total liabilities	<u>\$ 727,384</u>	<u>\$ 2,128,764</u>	<u>\$ 936,044</u>	<u>\$ 1,920,104</u>

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## Component Unit

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

# CITY OF DES PLAINES

COMPONENT UNIT - LIBRARY  
STATEMENT OF NET ASSETS AND GOVERNMENTAL FUNDS  
COMBINING BALANCE SHEET  
December 31, 2010

	General	Capital Projects	Totals
<b>ASSETS</b>			
Cash and investments	\$ 1,965,630	\$ 169,763	\$ 2,135,393
Receivables			
Property taxes	7,389,385	-	7,389,385
Prepaid expenses	1,250	-	1,250
Due from other funds	-	-	-
Capital assets	-	-	-
Total assets	\$ 9,356,265	\$ 169,763	\$ 9,526,028
 <b>LIABILITIES AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts payable	\$ 165,671	\$ 16,990	\$ 182,661
Accrued payroll	45,659	-	45,659
Deferred revenues	6,627,128	-	6,627,128
Due to other funds	182,330	-	182,330
Noncurrent liabilities:			
Due within one year	-	-	-
Due in more than one year	-	-	-
Total liabilities	7,020,788	16,990	7,037,778
 <b>Fund balances/net assets</b>			
Invested in capital assets	-	-	-
Restricted for culture and recreation	-	-	-
Reserved for prepaid items	1,250	-	1,250
Unreserved	2,334,227	152,773	2,487,000
Total fund balances/net assets	2,335,477	152,773	2,488,250
<b>TOTAL LIABILITIES AND FUND BALANCES/NET ASSETS</b>	<b>\$ 9,356,265</b>	<b>\$ 169,763</b>	<b>\$ 9,526,028</b>

Adjustments				
Internal Service Fund Compensated Absences	Internal Balances	Net OPEB Obligation	Long-term Assets	Statement of Net Assets
\$ -	\$ -	\$ -	\$ -	\$ 2,135,393
-	-	-	-	7,389,385
-	-	-	-	1,250
182,330	(182,330)	-	-	-
-	-	-	853,306	853,306
<u>\$ 182,330</u>	<u>\$ (182,330)</u>	<u>\$ -</u>	<u>\$ 853,306</u>	<u>\$ 10,379,334</u>
\$ -	\$ -	\$ -	\$ -	\$ 182,661
-	-	-	-	45,659
-	-	-	-	6,627,128
-	(182,330)	-	-	-
119,735	-	-	-	119,735
62,595	-	52,114	-	114,709
<u>182,330</u>	<u>(182,330)</u>	<u>52,114</u>	<u>-</u>	<u>7,089,892</u>
-	-	-	853,306	853,306
-	-	-	2,436,136	2,436,136
-	-	-	(1,250)	-
-	-	(52,114)	(2,434,886)	-
-	-	(52,114)	853,306	3,289,442
<u>\$ 182,330</u>	<u>\$ (182,330)</u>	<u>\$ -</u>	<u>\$ 853,306</u>	<u>\$ 10,379,334</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, 2010

	General	Capital Projects	Totals
Revenues			
Property taxes	\$ 6,352,938	\$ -	\$ 6,352,938
Intergovernmental	106,443	-	106,443
Charges for services	44,385	-	44,385
Fines	122,112	-	122,112
Investment income	4,164	3	4,167
Miscellaneous	37,768	-	37,768
<b>Total revenues</b>	<b>6,667,810</b>	<b>3</b>	<b>6,667,813</b>
Expenditures			
Civic and cultural	5,733,110	-	5,733,110
Capital outlay	132,878	70,613	203,491
<b>Total expenditures</b>	<b>5,865,988</b>	<b>70,613</b>	<b>5,936,601</b>
Net changes in fund balances/net assets	801,822	(70,610)	731,212
Fund balances/net assets, beginning of year	1,533,655	223,383	1,757,038
Fund balances/net assets, end of year	<u>\$ 2,335,477</u>	<u>\$ 152,773</u>	<u>\$ 2,488,250</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
\$ -	\$ -	\$ 6,352,938
-	-	106,443
-	-	44,385
-	-	122,112
-	-	4,167
-	-	37,768
-	-	6,667,813
244,238	16,682	5,994,030
(203,491)	-	-
40,747	16,682	5,994,030
(40,747)	(16,682)	673,783
894,053	(35,432)	2,615,659
<u>\$ 853,306</u>	<u>\$ (52,114)</u>	<u>\$ 3,289,442</u>

## CITY OF DES PLAINES

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL - LIBRARY GENERAL FUND  
For the Year Ended December 31, 2010  
With Comparative Actual Amounts for the Year Ended December 31, 2009

	Original and Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>				
Property taxes	\$ 6,359,802	\$ 6,352,938	\$ (6,864)	\$ 6,618,324
Replacement taxes	92,988	46,494	(46,494)	92,988
State grants	57,700	59,949	2,249	68,892
Charges for service	35,000	44,385	9,385	33,234
Fines	125,000	122,112	(2,888)	114,466
Investment income	5,000	4,164	(836)	6,210
Miscellaneous	27,500	37,768	10,268	31,122
Total Revenues	<u>6,702,990</u>	<u>6,667,810</u>	<u>(35,180)</u>	<u>6,965,236</u>
<b>EXPENDITURES</b>				
<b>CIVIC AND CULTURAL</b>				
Salaries	3,110,635	2,985,922	124,713	3,052,897
Benefits	1,099,397	1,018,431	80,966	1,005,831
Contractual services	1,113,849	924,567	189,282	1,008,365
Commodities	1,098,450	804,190	294,260	1,104,490
Total Civic and cultural	<u>6,422,331</u>	<u>5,733,110</u>	<u>689,221</u>	<u>6,171,583</u>
<b>CAPITAL OUTLAY</b>				
Capital outlay	175,250	132,878	42,372	104,507
Total Expenditures	<u>6,597,581</u>	<u>5,865,988</u>	<u>731,593</u>	<u>6,276,090</u>
Excess of revenues over expenditures	<u>105,409</u>	<u>801,822</u>	<u>696,413</u>	<u>689,146</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Proceeds from sale of capital assets	1,000	-	(1,000)	-
Transfer out	(300,000)	-	300,000	(200,000)
Total Other Financing Sources (Uses)	<u>(299,000)</u>	<u>-</u>	<u>299,000</u>	<u>(200,000)</u>
Net Change in Fund Balance	<u>\$ (193,591)</u>	<u>801,822</u>	<u>\$ 995,413</u>	<u>489,146</u>
FUND BALANCE - Beginning of Year		<u>1,533,655</u>		<u>1,044,509</u>
FUND BALANCE - END OF YEAR		<u>\$ 2,335,477</u>		<u>\$ 1,533,655</u>

## 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, 2010  
 With Comparative Actual Amounts for the Year Ended December 31, 2009

	Original and Final Budget	Actual	Variance with Final Budget	2009 Actual
<b>REVENUES</b>				
Investment income	\$ 5,000	\$ 3	\$ (4,997)	\$ 628
Other revenue	-	-	-	2,978
Total Revenues	<u>5,000</u>	<u>3</u>	<u>(4,997)</u>	<u>3,606</u>
<b>EXPENDITURES</b>				
<b>CIVIC AND CULTURAL</b>				
Contractual services	<u>15,000</u>	<u>-</u>	<u>15,000</u>	<u>1,403</u>
<b>CAPITAL OUTLAY</b>				
Capital outlay	<u>192,100</u>	<u>70,613</u>	<u>121,487</u>	<u>141,479</u>
Total Expenditures	<u>207,100</u>	<u>70,613</u>	<u>136,487</u>	<u>142,882</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(202,100)</u>	<u>(70,610)</u>	<u>131,490</u>	<u>(139,276)</u>
<b>OTHER FINANCING SOURCES</b>				
Transfer in	-	-	-	200,000
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>200,000</u>
Net Change in Fund Balance	<u>\$ (202,100)</u>	<u>(70,610)</u>	<u>\$ 131,490</u>	<u>60,724</u>
FUND BALANCE - Beginning of Year		<u>223,383</u>		<u>162,659</u>
FUND BALANCE - END OF YEAR		<u>\$ 152,773</u>		<u>\$ 223,383</u>

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**OTHER SUPPLEMENTARY SCHEDULES**

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2002A December 31, 2010

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

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	Requirements			Interest Due			
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>June 1</u>	<u>Amount</u>	<u>December 1</u>	<u>Amount</u>
2011	<u>\$ 985,000</u>	<u>\$ 44,326</u>	<u>\$ 1,029,326</u>	2011	<u>\$ 22,163</u>	2011	<u>\$ 22,163</u>

## CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS  
GENERAL OBLIGATION BONDS, SERIES 2003A (TOTAL ISSUE)  
December 31, 2010

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

### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2011	\$ 310,000	\$ 191,785	\$ 501,785	2011	\$ 95,893	2011	\$ 95,892
2012	315,000	180,316	495,316	2012	90,158	2012	90,158
2013	330,000	168,660	498,660	2013	84,330	2013	84,330
2014	350,000	157,120	507,120	2014	78,059	2014	79,061
2015	355,000	142,470	497,470	2015	71,235	2015	71,235
2016	370,000	128,270	498,270	2016	64,135	2016	64,135
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>\$ 4,640,000</u>	<u>\$ 1,302,965</u>	<u>\$ 5,942,965</u>		<u>\$ 650,980</u>		<u>\$ 651,985</u>

## CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS  
GENERAL OBLIGATION BONDS, SERIES 2003A (FIRE STATION PORTION)  
December 31, 2010

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

### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	Requirements			Interest Due			
	Principal	Interest	Total	<u>June 1</u>	Amount	<u>December 1</u>	Amount
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>\$ 875,000</u>	<u>\$ 237,992</u>	<u>\$ 1,112,992</u>		<u>\$ 118,996</u>		<u>\$ 118,996</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2003A (TIF #1 PORTION) December 31, 2010

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
2011	\$ 140,000	\$ 68,546	\$ 208,546	2011	\$ 34,273	2011	\$ 34,273
2012	145,000	63,366	208,366	2012	31,683	2012	31,683
2013	150,000	58,000	208,000	2013	29,000	2013	29,000
2014	160,000	52,300	212,300	2014	26,150	2014	26,150
2015	165,000	46,060	211,060	2015	23,030	2015	23,030
2016	170,000	39,460	209,460	2016	19,730	2016	19,730
2017	175,000	32,488	207,488	2017	16,244	2017	16,244
2018	185,000	25,140	210,140	2018	12,570	2018	12,570
2019	195,000	17,186	212,186	2019	8,593	2019	8,593
2020	200,000	8,800	208,800	2020	4,400	2020	4,400
	<u>\$ 1,685,000</u>	<u>\$ 411,346</u>	<u>\$ 2,096,346</u>		<u>\$ 205,673</u>		<u>\$ 205,673</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2003A (TIF #3 PORTION) December 31, 2010

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
2011	\$ -	\$ 32,600	\$ 32,600	2011	\$ 16,300	2011	\$ 16,300
2012	-	32,600	32,600	2012	16,300	2012	16,300
2013	-	32,600	32,600	2013	16,300	2013	16,300
2014	-	32,600	32,600	2014	16,300	2014	16,300
2015	-	32,600	32,600	2015	16,300	2015	16,300
2016	-	32,600	32,600	2016	16,300	2016	16,300
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	20,695	170,695	2019	10,347	2019	10,348
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
	\$ 750,000	\$ 297,495	\$ 1,047,495		\$ 148,747		\$ 148,748

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2003A (TIF #5 PORTION) December 31, 2010

Date of issue	September 1, 2003
Date of maturity	December 1, 2021
Authorized issue	\$ 1,525,000
Denomination of bonds	\$ 5,000
Interest rates	2.50% to 4.50%

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

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
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
	\$ 1,055,000	\$ 285,458	\$ 1,340,458		\$ 142,729		\$ 142,729

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2003A (TIF #6 PORTION) December 31, 2010

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

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
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
	\$ 275,000	\$ 69,678	\$ 344,678		\$ 34,839		\$ 34,839

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS TAXABLE GENERAL OBLIGATION BONDS, SERIES 2003C (TIF #6) December 31, 2010

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 December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
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
	\$ 2,115,000	\$ 813,806	\$ 2,928,806		\$ 406,903		\$ 406,903

# CITY OF DES PLAINES

## LONG TERM DEBT REQUIREMENTS TAXABLE GENERAL OBLIGATION REFUNDING BONDS, SERIES 2003D (TIF #1) December 31, 2010

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			
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>June 1</u>	<u>Amount</u>	<u>December 1</u>	<u>Amount</u>
2011	<u>\$ 950,000</u>	<u>\$ 47,500</u>	<u>\$ 997,500</u>	2011	<u>\$ 23,750</u>	2011	<u>\$ 23,750</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2004A (TOTAL ISSUE) December 31, 2010

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

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	<u>Requirements</u>			<u>Interest Due</u>			
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>June 1</u>	<u>Amount</u>	<u>December 1</u>	<u>Amount</u>
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>\$ 5,890,000</u>	<u>\$ 1,461,972</u>	<u>\$ 7,351,972</u>		<u>\$ 730,986</u>		<u>\$ 730,986</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2004A (TIF #1 PORTION) December 31, 2010

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
2011	\$ 375,000	\$ 187,314	\$ 562,314	2011	\$ 93,657	2011	\$ 93,657
2012	390,000	172,314	562,314	2012	86,157	2012	86,157
2013	405,000	156,714	561,714	2013	78,357	2013	78,357
2014	420,000	140,514	560,514	2014	70,257	2014	70,257
2015	435,000	123,714	558,714	2015	61,857	2015	61,857
2016	455,000	106,314	561,314	2016	53,157	2016	53,157
2017	470,000	87,546	557,546	2017	43,773	2017	43,773
2018	490,000	67,806	557,806	2018	33,903	2018	33,903
2019	515,000	46,736	561,736	2019	23,368	2019	23,368
2020	535,000	24,074	559,074	2020	12,037	2020	12,037
	<u>\$ 4,490,000</u>	<u>\$ 1,113,046</u>	<u>\$ 5,603,046</u>		<u>\$ 556,523</u>		<u>\$ 556,523</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2004A (CITY STREETS PORTION) December 31, 2010

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
2011	\$ 115,000	\$ 58,430	\$ 173,430	2011	\$ 29,215	2011	\$ 29,215
2012	120,000	53,830	173,830	2012	26,915	2012	26,915
2013	125,000	49,030	174,030	2013	24,515	2013	24,515
2014	130,000	44,030	174,030	2014	22,015	2014	22,015
2015	135,000	38,830	173,830	2015	19,415	2015	19,415
2016	140,000	33,430	173,430	2016	16,715	2016	16,715
2017	150,000	27,654	177,654	2017	13,827	2017	13,827
2018	155,000	21,354	176,354	2018	10,677	2018	10,677
2019	160,000	14,690	174,690	2019	7,345	2019	7,345
2020	170,000	7,648	177,648	2020	3,824	2020	3,824
	<u>\$ 1,400,000</u>	<u>\$ 348,926</u>	<u>\$ 1,748,926</u>		<u>\$ 174,463</u>		<u>\$ 174,463</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS TAXABLE GENERAL OBLIGATION BONDS, SERIES 2004B (TOTAL ISSUE) December 31, 2010

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>
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>\$ 5,720,000</u>	<u>\$ 1,786,136</u>	<u>\$ 7,506,136</u>		<u>\$ 893,068</u>		<u>\$ 893,068</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS TAXABLE GENERAL OBLIGATION BONDS, SERIES 2004B (TIF #3 LEASE BUYOUT PORTION) December 31, 2010

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

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

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	Requirements			Interest Due			
	Principal	Interest	Total	<u>June 1</u>	Amount	<u>December 1</u>	Amount
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
	\$ 725,000	\$ 271,626	\$ 996,626		\$ 135,813		\$ 135,813

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS TAXABLE GENERAL OBLIGATION BONDS, SERIES 2004B (TIF #3 SOFT COSTS PORTION) December 31, 2010

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

#### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	Requirements			Interest Due			
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>June 1</u>	<u>Amount</u>	<u>December 1</u>	<u>Amount</u>
2011	\$ 135,000	\$ 6,680	\$ 141,680	2011	\$ 3,340	2011	\$ 3,340

**CITY OF DES PLAINES**

LONG TERM DEBT REQUIREMENTS  
 TAXABLE GENERAL OBLIGATION BONDS, SERIES 2004B (TIF #6 PORTION)  
 December 31, 2010

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			
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>June 1</u>	<u>Amount</u>	<u>December 1</u>	<u>Amount</u>
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
	<u>\$ 4,860,000</u>	<u>\$ 1,507,830</u>	<u>\$ 6,367,830</u>		<u>\$ 753,915</u>		<u>\$ 753,915</u>

# CITY OF DES PLAINES

## LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2005A (TIF #3 PORTION) December 31, 2010

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

### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2011	\$ -	\$ 132,825	\$ 132,825	2011	\$ 66,413	2011	\$ 66,412
2012	-	132,825	132,825	2012	66,413	2012	66,412
2013	-	132,825	132,825	2013	66,413	2013	66,412
2014	-	132,825	132,825	2014	66,413	2014	66,412
2015	-	132,825	132,825	2015	66,413	2015	66,412
2016	-	132,825	132,825	2016	66,413	2016	66,412
2017	390,000	132,825	522,825	2017	66,413	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
2023							
2024							
2025							
2026							
2027							
2028							
	\$ 2,670,000	\$ 1,267,537	\$ 3,937,537		\$ 633,772		\$ 633,765

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2005B (TIF #1 PORTION) December 31, 2010

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 December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2011	\$ 245,000	\$ 9,188	\$ 254,188	2011	\$ 4,594	2011	\$ 4,594

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2005C (WATER/SEWER FUND) December 31, 2010

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
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	<u>365,000</u>	<u>14,600</u>	<u>379,600</u>	2013	<u>7,300</u>	2013	<u>7,300</u>
	<u>\$ 1,100,000</u>	<u>\$ 86,874</u>	<u>\$ 1,186,874</u>		<u>\$ 43,437</u>		<u>\$ 43,437</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2005D (TOTAL ISSUE) December 31, 2010

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 <u>December 31</u>	Requirements			Interest Due			
	Principal	Interest	Total	<u>June 1</u>	Amount	<u>December 1</u>	Amount
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>\$ 11,085,000</u>	<u>\$ 2,463,230</u>	<u>\$ 13,548,230</u>		<u>\$ 1,231,615</u>		<u>\$ 1,231,615</u>

## CITY OF DES PLAINES

LONG TERM DEBT REQUIREMENTS  
 GENERAL OBLIGATION REFUNDING BONDS, SERIES 2005D (STREET PORTION)  
 December 31, 2010

Date of issue	February 1, 2005
Date of maturity	December 1, 2013
Authorized issue	\$ 4,090,000
Denomination of bonds	\$ 5,000
Interest rates	2.25% to 5.00%
Interest dates	June 1 and December 1
Principal maturity date	December 1
Payable at	Amalgamated Bank of Chicago

### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending <u>December 31</u>	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
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
	\$ 2,130,000	\$ 216,000	\$ 2,346,000		\$ 108,000		\$ 108,000

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2005D (SEWER PORTION) December 31, 2010

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 December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
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>\$ 5,480,000</u>	<u>\$ 1,260,568</u>	<u>\$ 6,740,568</u>		<u>\$ 630,284</u>		<u>\$ 630,284</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2005D (LIBRARY PORTION) December 31, 2010

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			
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>June 1</u>	<u>Amount</u>	<u>December 1</u>	<u>Amount</u>
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>\$ 3,475,000</u>	<u>\$ 986,660</u>	<u>\$ 4,461,660</u>		<u>\$ 493,330</u>		<u>\$ 493,330</u>

**CITY OF DES PLAINES**

LONG TERM DEBT REQUIREMENTS  
 GENERAL OBLIGATION BONDS, SERIES 2005E (TOTAL ISSUE)  
 December 31, 2010

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
2011	\$ 470,000	\$ 224,704	\$ 694,704	2011	\$ 112,352	2011	\$ 112,352
2012	485,000	207,314	692,314	2012	103,657	2012	103,657
2013	505,000	189,127	694,127	2013	94,563	2013	94,564
2014	525,000	168,927	693,927	2014	84,463	2014	84,464
2015	545,000	147,926	692,926	2015	73,963	2015	73,963
2016	570,000	126,125	696,125	2016	63,063	2016	63,062
2017	595,000	103,327	698,327	2017	51,664	2017	51,663
2018	615,000	79,527	694,527	2018	39,764	2018	39,763
2019	645,000	54,618	699,618	2019	27,309	2019	27,309
2020	675,000	28,012	703,012	2020	14,006	2020	14,006
	<u>\$ 5,630,000</u>	<u>\$ 1,329,607</u>	<u>\$ 6,959,607</u>		<u>\$ 664,804</u>		<u>\$ 664,803</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2005E (TIF #1 PORTION) December 31, 2010

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 December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
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>\$ 830,000</u>	<u>\$ 196,366</u>	<u>\$ 1,026,366</u>		<u>\$ 98,183</u>		<u>\$ 98,183</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION BONDS, SERIES 2005E (INFRASTRUCTURE PORTION) December 31, 2010

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			
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>June 1</u>	<u>Amount</u>	<u>December 1</u>	<u>Amount</u>
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>\$ 4,800,000</u>	<u>\$ 1,133,236</u>	<u>\$ 5,933,236</u>		<u>\$ 566,618</u>		<u>\$ 566,618</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS TAXABLE GENERAL OBLIGATION BONDS, SERIES 2005F (TIF #1 PORTION) December 31, 2010

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
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
	\$ 4,025,000	\$ 1,134,774	\$ 5,159,774		\$ 567,387		\$ 567,387

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS TAXABLE GENERAL OBLIGATION BONDS, SERIES 2005G (TIF #3 PORTION) December 31, 2010

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 December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
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
	\$ 400,000	\$ 76,712	\$ 476,712		\$ 38,356		\$ 38,356

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2007A (TOTAL ISSUE) December 31, 2010

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			
	Principal	Interest	Total	<u>June 1</u>	<u>Amount</u>	<u>December 1</u>	<u>Amount</u>
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
	\$ 5,330,000	\$ 1,035,500	\$ 6,365,500		\$ 517,750		\$ 517,750

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2007A (REFUNDING 2000 PORTION) December 31, 2010

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 <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>
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
	<u>\$ 1,895,000</u>	<u>\$ 221,920</u>	<u>\$ 2,116,920</u>		<u>\$ 110,960</u>		<u>\$ 110,960</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2007A (STREET PORTION) December 31, 2010

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 December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
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
	\$ 3,335,000	\$ 809,780	\$ 4,144,780		\$ 404,890		\$ 404,890

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2007A (RISK PORTION) December 31, 2010

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>
2011	\$ 100,000	\$ 3,800	\$ 103,800	2011	\$ 1,900	2011	\$ 1,900

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2007B (TOTAL ISSUE) December 31, 2010

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 December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
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
	\$ 1,305,000	\$ 278,350	\$ 1,583,350		\$ 139,175		\$ 139,175

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2007B (TIF#1 PORTION) December 31, 2010

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 December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
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
	\$ 360,000	\$ 49,400	\$ 409,400		\$ 24,700		\$ 24,700

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2007B (FIRE STATION PORTION) December 31, 2010

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 December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
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
	\$ 945,000	\$ 228,950	\$ 1,173,950		\$ 114,475		\$ 114,475

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS TAXABLE GENERAL OBLIGATION REFUNDING BONDS, SERIES 2008A (TOTAL ISSUE) December 31, 2010

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			
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>June 1</u>	<u>Amount</u>	<u>December 1</u>	<u>Amount</u>
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
	<u>\$ 2,030,000</u>	<u>\$ 492,149</u>	<u>\$ 2,522,149</u>		<u>\$ 246,075</u>		<u>\$ 246,075</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS TAXABLE GENERAL OBLIGATION REFUNDING BONDS, SERIES 2008A (TIF#1 PORTION) December 31, 2010

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			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
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
	\$ 959,000	\$ 152,535	\$ 1,111,535		\$ 76,268		\$ 76,268

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS TAXABLE GENERAL OBLIGATION REUNDING BONDS, SERIES 2008A (TIF #3 PORTION) December 31, 2010

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
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
	\$ 1,071,000	\$ 339,614	\$ 1,410,614		\$ 169,807		\$ 169,807

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS TAXABLE GENERAL OBLIGATION REFUNDING BONDS, SERIES 2009A (CAPITAL APPRECIATION) December 31, 2010

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	
December 31					
2012	\$ 164,236	\$ 5,360	\$ 169,596	\$ 10,404	\$ 180,000
2013	148,164	5,482	153,646	16,354	170,000
2014	244,281	10,009	254,290	40,710	295,000
2015	201,357	9,347	210,704	49,296	260,000
2016	175,154	8,590	183,744	56,256	240,000
2017	256,650	13,350	270,000	105,000	375,000
2018	223,545	12,215	235,760	114,240	350,000
2019	192,780	11,060	203,840	121,160	325,000
2020	257,668	15,496	273,164	196,836	470,000
2021	225,713	14,053	239,766	205,234	445,000
2022	750,424	47,156	797,580	777,420	1,575,000
2023	333,112	21,323	354,435	390,565	745,000
	<u>\$ 3,173,084</u>	<u>\$ 173,441</u>	<u>\$ 3,346,525</u>	<u>\$ 2,083,475</u>	<u>\$ 5,430,000</u>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2009B December 31, 2010

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			
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>June 1</u>	<u>Amount</u>	<u>December 1</u>	<u>Amount</u>
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>\$ 3,515,000</u>	<u>\$ 358,450</u>	<u>\$ 3,873,450</u>		<u>\$ 179,225</u>		<u>\$ 179,225</u>

# CITY OF DES PLAINES

## LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2010A December 31, 2010

Date of issue	January 6, 2010
Date of maturity	December 1, 2028
Authorized issue	\$ 3,945,000
Denomination of bonds	\$ 5,000
Interest rates	3.625% to 4.25%

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

### CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending December 31	Requirements			Interest Due			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2011	\$ -	\$ 156,004	\$ 156,004	2011	\$ 78,002	2011	\$ 78,002
2012	-	156,004	156,004	2012	78,002	2012	78,002
2013	-	156,004	156,004	2013	78,002	2013	78,002
2014	-	156,004	156,004	2014	78,002	2014	78,002
2015	-	156,004	156,004	2015	78,002	2015	78,002
2016	-	156,004	156,004	2016	78,002	2016	78,002
2017	-	156,004	156,004	2017	78,002	2017	78,002
2018	295,000	156,004	451,004	2018	78,002	2018	78,002
2019	305,000	145,310	450,310	2019	72,655	2019	72,655
2020	315,000	134,254	449,254	2020	67,127	2020	67,127
2021	330,000	122,834	452,834	2021	61,417	2021	61,417
2022	340,000	110,624	450,624	2022	55,312	2022	55,312
2023	355,000	97,026	452,026	2023	48,513	2023	48,513
2024	370,000	82,824	452,824	2024	41,412	2024	41,412
2025	385,000	68,026	453,026	2025	34,013	2025	34,013
2026	400,000	52,624	452,624	2026	26,312	2026	26,312
2027	415,000	36,124	451,124	2027	18,062	2027	18,062
2028	435,000	18,488	453,488	2028	9,244	2028	9,244
	<b>\$ 3,945,000</b>	<b>\$ 2,116,166</b>	<b>\$ 6,061,166</b>		<b>\$ 1,058,083</b>		<b>\$ 1,058,083</b>

## CITY OF DES PLAINES

### LONG TERM DEBT REQUIREMENTS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2010B (TIF #3) (CAPITAL APPRECIATION) December 31, 2010

Date of issue	January 6, 2010
Date of maturity	December 1, 2026
Authorized issue	\$ 6,110,760
Denomination of bonds	\$ 5,000
Interest rates	4.0% to 5.35%
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	
December 31					
2017	\$ 266,906	\$ -	\$ 276,623	\$ 88,377	\$ 365,000
2018	545,653	-	566,517	223,483	790,000
2019	513,382	20,573	533,955	256,045	790,000
2020	457,968	19,616	477,584	282,416	760,000
2021	416,648	18,996	435,644	314,356	750,000
2022	574,365	26,717	601,082	498,918	1,100,000
2023	891,472	42,290	933,762	886,238	1,820,000
2024	843,041	40,379	883,420	941,580	1,825,000
2025	794,295	38,409	832,704	992,296	1,825,000
2026	807,030	39,399	846,429	1,123,571	1,970,000
2020	<u>\$ 6,110,760</u>	<u>\$ 246,379</u>	<u>\$ 6,387,720</u>	<u>\$ 5,607,280</u>	<u>\$ 11,995,000</u>

**CITY OF DES PLAINES**  
LONG TERM DEBT REQUIREMENTS  
TAX INCREMENT REVENUE NOTE, SERIES 2002 - NORWOOD PARTNERSHIP LLC  
December 31, 2010

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 <u>December 31</u>	Requirements		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
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>\$ 311,859</u>	<u>\$ 96,931</u>	<u>\$ 408,790</u>

**CITY OF DES PLAINES**  
LONG TERM DEBT REQUIREMENTS  
TAX INCREMENT REVENUE NOTE, SERIES 2003 - LAB GRACELAND  
December 31, 2010

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>
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>\$ 329,901</u>	<u>\$ 102,539</u>	<u>\$ 432,440</u>

## CITY OF DES PLAINES

### SHORT TERM DEBT REQUIREMENTS EQUIPMENT LOAN (TOWER LADDER FIRE TRUCK)

December 31, 2010

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
2011	\$ 84,669	\$ 3,980	\$ 88,649	\$ 1,318	\$ 1,104	\$ 888	\$ 669
2012	43,651	674	44,325	449	225	-	-
	<u>\$ 128,320</u>	<u>\$ 4,654</u>	<u>\$ 132,974</u>	<u>\$ 1,767</u>	<u>\$ 1,330</u>	<u>\$ 888</u>	<u>\$ 669</u>

# CITY OF DES PLAINES

## SHORT TERM DEBT REQUIREMENTS EQUIPMENT LOAN (FIRE ENGINE) December 31, 2010

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>
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
	\$ 237,500

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## Statistical Section

This part of the Government's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Government's overall financial health.

<b><u>Contents</u></b>	<b><u>Page</u></b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the Government's financial performance and well-being have changed over time.	191 - 197
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the Government's most significant local revenue source, the property tax.	198 - 214
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the Government's current levels of outstanding debt and the Government's ability to issue additional debt in the future.	215 - 219
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within the Government's financial activities take place.	220 - 224
<b>Operating Information</b> These schedules contain information about the Government's service and resources to help the reader understand how the Government's financial information relates to the services the Government provides and the activities it performs.	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 Eight Calendar Years  
(accrual basis of accounting)  
December 31, 2010

	2003	2004	2005	2006
<b>Expenses</b>				
Governmental activities				
General government	\$ 5,491,601	\$ 9,700,124	\$ 5,905,963	\$ 6,752,529
Public safety	26,348,625	28,066,656	28,982,520	34,102,357
Public works	9,665,540	10,519,422	10,957,745	8,730,946
Streets and highways	5,891,769	2,836,098	8,522,062	9,692,117
Economic development	5,871,898	12,009,233	7,695,464	2,885,691
Interest	2,925,987	3,337,330	4,610,023	4,049,875
Total governmental activities expenses	<u>56,195,420</u>	<u>66,468,863</u>	<u>66,673,777</u>	<u>66,213,515</u>
Business-type activities				
Water	7,717,105	8,123,930	8,924,500	8,706,183
Parking system	652,738	593,148	781,808	1,206,169
Emergency communications	3,736,381	3,994,408	4,172,076	4,816,445
Total business-type activities	<u>12,106,224</u>	<u>12,711,486</u>	<u>13,878,384</u>	<u>14,728,797</u>
Total primary government expenses	<u>\$ 68,301,644</u>	<u>\$ 79,180,349</u>	<u>\$ 80,552,161</u>	<u>\$ 80,942,312</u>
Component unit - public library	<u>\$ 4,803,525</u>	<u>\$ 5,282,629</u>	<u>\$ 5,493,487</u>	<u>\$ 5,696,530</u>
<b>Program Revenues</b>				
Governmental activities				
Charges for services				
General government	\$ 2,945,480	\$ 3,644,050	\$ 4,293,840	\$ 3,150,016
Public safety	1,465,598	1,196,534	1,189,971	3,398,632
Public works	3,550,663	4,230,909	4,486,652	2,673,882
Streets and highways	1,388,056	1,610,978	1,377,833	1,717,115
Economic development	50,129	87,200	187,626	-
Operating grants and contributions	2,161,494	2,563,445	2,159,872	599,948
Capital grants and contributions	562,988	613,719	222,311	945,493
Total governmental activities program Revenues	<u>12,124,408</u>	<u>13,946,835</u>	<u>13,918,105</u>	<u>12,485,086</u>
Business-type activities				
Charges for services				
Water	9,165,940	9,666,082	10,301,213	9,639,028
Parking system	184,809	174,123	209,090	261,747
Emergency communications	3,968,410	3,974,111	4,450,986	4,581,164
Operating grants and contributions	-	-	-	309,784
Capital grants and contributions	-	-	-	-
Total business-type activities program Revenues	<u>13,319,159</u>	<u>13,814,316</u>	<u>14,961,289</u>	<u>14,791,723</u>
Total primary government program	<u>\$ 25,443,567</u>	<u>\$ 27,761,151</u>	<u>\$ 28,879,394</u>	<u>\$ 27,276,809</u>
Component unit - public library				
Charges for services	\$ 144,098	\$ 148,898	\$ 147,392	\$ 154,056
Operating grants	73,400	112,598	148,902	137,227
Capital grants	50,482	-	-	-
Total component unit - public library Revenues	<u>\$ 267,980</u>	<u>\$ 261,496</u>	<u>\$ 296,294</u>	<u>\$ 291,283</u>
Net (expense)/revenue				
Governmental activities	(44,071,012)	(52,522,028)	(52,755,672)	(53,728,429)
Business-type activities	1,212,935	1,102,830	1,082,905	62,926
Total primary government net expense	<u>\$ (42,858,077)</u>	<u>\$ (51,419,198)</u>	<u>\$ (51,672,767)</u>	<u>\$ (53,665,503)</u>
Component unit - public library net Expense	<u>\$ (4,535,545)</u>	<u>\$ (5,021,133)</u>	<u>\$ (5,197,193)</u>	<u>\$ (5,405,247)</u>

2007	2008	2009	2010
\$ 6,267,556	\$ 5,268,048	\$ 8,913,451	\$ 8,939,465
31,161,886	36,126,401	36,457,403	35,365,323
10,282,409	10,520,898	9,608,620	7,550,803
6,902,837	11,260,079	10,807,891	9,499,575
1,780,760	3,504,617	2,184,724	1,487,301
4,172,033	4,031,768	3,984,468	3,631,361
<u>60,567,481</u>	<u>70,711,811</u>	<u>71,956,557</u>	<u>66,473,828</u>
8,693,595	11,038,869	11,831,289	11,912,298
1,015,561	1,034,814	888,277	803,475
4,724,236	5,005,419	-	-
<u>14,433,392</u>	<u>17,079,102</u>	<u>12,719,566</u>	<u>12,715,773</u>
<u>\$ 75,000,873</u>	<u>\$ 87,790,913</u>	<u>\$ 84,676,123</u>	<u>\$ 79,189,601</u>
<u>\$ 6,041,020</u>	<u>\$ 6,393,149</u>	<u>\$ 6,482,277</u>	<u>\$ 5,994,030</u>
\$ 3,417,462	\$ 4,319,510	\$ 8,182,538	\$ 8,546,887
3,135,477	2,600,306	2,450,209	3,293,616
3,187,494	3,408,346	3,537,886	3,694,457
1,752,532	1,664,099	1,531,176	2,376,318
-	-	-	-
1,483,651	3,212,671	1,970,206	3,322,252
1,823,040	232,175	438,582	11,294,273
<u>14,799,656</u>	<u>15,437,107</u>	<u>18,110,597</u>	<u>32,527,803</u>
9,736,135	11,759,644	10,965,188	11,509,315
329,478	315,071	267,699	309,312
5,089,957	6,251,670	-	-
25,546	153,853	-	132,274
-	-	-	235,119
<u>15,181,116</u>	<u>18,480,238</u>	<u>11,232,887</u>	<u>12,186,020</u>
<u>\$ 29,980,772</u>	<u>\$ 33,917,345</u>	<u>\$ 29,343,484</u>	<u>\$ 44,713,823</u>
\$ 152,787	\$ 142,245	\$ 147,700	\$ 166,497
108,801	157,151	78,014	65,969
-	-	-	-
<u>\$ 261,588</u>	<u>\$ 299,396</u>	<u>\$ 225,714</u>	<u>\$ 232,466</u>
(45,767,825)	(55,274,704)	(53,845,960)	(33,946,025)
747,724	1,401,136	(1,486,679)	(529,753)
<u>\$ (45,020,101)</u>	<u>\$ (53,873,568)</u>	<u>\$ (55,332,639)</u>	<u>\$ (34,475,778)</u>
<u>\$ (5,779,432)</u>	<u>\$ (6,093,753)</u>	<u>\$ (6,256,563)</u>	<u>\$ (5,761,564)</u>

## CITY OF DES PLAINES

CHANGES IN NET ASSETS  
Last Eight Calendar Years  
(accrual basis of accounting)  
December 31, 2010

	2003	2004	2005	2006
<b>General Revenues and Other Changes in Net Assets</b>				
Governmental activities				
Taxes				
Property	\$ 17,002,913	\$ 17,828,162	\$ 19,949,024	\$ 22,115,583
Replacement	716,865	821,910	1,193,354	1,238,962
Sales	7,845,715	7,806,132	8,104,425	9,220,053
Utility	2,410,726	2,358,182	2,594,534	2,579,105
Income	3,870,529	3,644,821	4,284,621	5,197,409
Home rule sales	3,828,194	3,952,935	4,119,582	4,887,837
Food and beverage	795,868	769,662	807,421	933,162
Hotel/motel	670,314	706,308	789,748	1,242,613
Real estate transfer	973,516	1,004,785	1,114,479	1,186,212
Local option motor fuel	631,840	1,052,946	929,005	1,527,438
Other	1,961,501	1,967,450	1,982,000	2,541,496
Investment income	276,627	569,439	895,113	1,445,882
Miscellaneous	2,134,017	130,091	181,237	246,840
Gain (loss) on sale of capital assets	(69,879)	81,816	45,300	3,479,486
Contributions	41,571	-	-	-
Transfers	192,120	(4,746,515)	(847,230)	(45,809)
Total governmental activities	<u>43,282,437</u>	<u>37,948,124</u>	<u>46,142,613</u>	<u>57,796,269</u>
Business-type activities				
Investment income	7,917	11,039	29,041	76,614
Miscellaneous	87,801	47,345	13,651	6,626
Contributions	136,878	-	-	-
Transfers	(192,120)	4,746,515	847,230	45,809
Total business-type activities	<u>40,476</u>	<u>4,804,899</u>	<u>889,922</u>	<u>129,049</u>
Total primary government	<u>\$ 43,322,913</u>	<u>\$ 42,753,023</u>	<u>\$ 47,032,535</u>	<u>\$ 57,925,318</u>
 Component unit - public library				
Taxes				
Property	\$ 4,235,753	\$ 4,657,586	\$ 5,129,546	\$ 5,696,408
Replacement	92,988	92,988	92,988	92,988
Investment income	11,615	3,771	8,526	29,406
Other general revenues	15,069	17,905	53,423	36,001
Total component unit - public library	<u>\$ 4,355,425</u>	<u>\$ 4,772,250</u>	<u>\$ 5,284,483</u>	<u>\$ 5,854,803</u>
 <b>Changes in Net Assets</b>				
Governmental activities	\$ (788,575)	\$ (14,573,904)	\$ (6,613,059)	\$ 4,067,840
Business-type activities	1,253,411	5,907,729	1,972,827	191,975
Total primary government	<u>\$ 464,836</u>	<u>\$ (8,666,175)</u>	<u>\$ (4,640,232)</u>	<u>\$ 4,259,815</u>
 Total component unit - public library	<u>\$ (180,120)</u>	<u>\$ (248,883)</u>	<u>\$ 87,290</u>	<u>\$ 449,556</u>

	2007	2008	2009	2010
\$	23,773,249	\$ 26,700,637	\$ 27,934,060	\$ 29,117,259
	1,530,070	1,408,713	1,229,867	1,296,063
	9,265,270	9,147,989	8,271,828	8,589,981
	2,510,644	2,583,405	2,184,785	3,353,950
	5,296,209	5,446,073	4,686,475	4,580,927
	5,735,928	5,559,673	4,775,264	4,834,624
	964,590	953,597	897,541	911,865
	1,298,403	1,621,451	1,243,395	1,387,872
	975,339	525,343	341,949	399,853
	1,687,130	857,659	828,082	1,683,503
	3,454,589	3,802,103	4,799,937	4,364,047
	816,908	420,479	98,711	74,585
	296,990	1,095,228	1,422,497	965,645
	(6,108,598)	100,853	35,221	87,960
	-	-	-	-
	<u>210,074</u>	<u>156,211</u>	<u>(94,340)</u>	<u>262,432</u>
	<u>51,706,795</u>	<u>60,379,414</u>	<u>58,655,272</u>	<u>61,910,566</u>
	223,390	61,239	5,560	2,649
	161,232	-	20,097	27,568
	-	-	-	-
	<u>(210,074)</u>	<u>(156,211)</u>	<u>94,340</u>	<u>(262,432)</u>
	<u>174,548</u>	<u>(94,972)</u>	<u>119,997</u>	<u>(232,215)</u>
\$	<u>51,881,343</u>	<u>\$ 60,284,442</u>	<u>\$ 58,775,269</u>	<u>\$ 61,678,351</u>
\$	5,970,175	\$ 6,478,587	\$ 6,618,324	\$ 6,352,938
	92,988	92,988	92,988	46,494
	52,417	46,892	6,838	4,167
	<u>25,675</u>	<u>48,461</u>	<u>24,978</u>	<u>31,748</u>
\$	<u>6,141,255</u>	<u>\$ 6,666,928</u>	<u>\$ 6,743,128</u>	<u>\$ 6,435,347</u>
\$	5,938,970	\$ 5,104,710	\$ 4,809,312	\$ 27,964,541
	<u>922,272</u>	<u>1,306,164</u>	<u>(1,366,682)</u>	<u>(761,968)</u>
\$	<u>6,861,242</u>	<u>\$ 6,410,874</u>	<u>\$ 3,442,630</u>	<u>\$ 27,202,573</u>
\$	<u>361,823</u>	<u>\$ 573,175</u>	<u>\$ 486,565</u>	<u>\$ 673,783</u>

## CITY OF DES PLAINES

### NET ASSETS BY COMPONENT

Last Eight Calendar Years  
(accrual basis of accounting)  
December 31, 2010

	<u>2003</u>	<u>2004</u>	<u>2005</u>
<b>Governmental Activities</b>			
Invested in Capital Assets, net of related debt	\$ 101,112,363	\$ 92,567,545	\$ 80,553,806
Restricted	11,895,745	12,681,078	9,879,543
Unrestricted	<u>7,190,498</u>	<u>330,345</u>	<u>5,783,030</u>
Total Governmental Activities net assets	<u>\$ 120,198,606</u>	<u>\$ 105,578,968</u>	<u>\$ 96,216,379</u>
<b>Business-type Activities</b>			
Invested in Capital Assets, net of related debt	\$ 23,133,889	\$ 28,369,911	\$ 31,767,374
Unrestricted	<u>3,391,064</u>	<u>4,382,465</u>	<u>5,611,933</u>
Total Business-type Activities net assets	<u>\$ 26,524,953</u>	<u>\$ 32,752,376</u>	<u>\$ 37,379,307</u>
<b>Primary Government</b>			
Invested in Capital Assets, net of related debt	\$ 124,246,252	\$ 120,937,456	\$ 112,321,180
Restricted	11,895,745	12,681,078	9,879,543
Unrestricted	<u>10,581,562</u>	<u>4,712,810</u>	<u>11,394,963</u>
Total Primary Government net assets	<u>\$ 146,723,559</u>	<u>\$ 138,331,344</u>	<u>\$ 133,595,686</u>
<b>Component Unit - Public Library</b>			
Invested in Capital Assets, net of related debt	\$ 279,720	\$ 358,776	\$ 324,570
Restricted	<u>525,051</u>	<u>197,112</u>	<u>318,608</u>
Total Component Unit net assets	<u>\$ 804,771</u>	<u>\$ 555,888</u>	<u>\$ 643,178</u>

<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
\$ 84,159,240	\$ 94,992,957	\$ 100,771,214	\$ 106,143,382	\$ 120,440,844
5,730,529	4,848,350	2,049,450	3,610,610	6,995,311
<u>10,394,451</u>	<u>4,594,811</u>	<u>6,720,164</u>	<u>4,596,148</u>	<u>16,645,504</u>
<u>\$ 100,284,220</u>	<u>\$ 104,436,118</u>	<u>\$ 109,540,828</u>	<u>\$ 114,350,140</u>	<u>\$ 144,081,659</u>
\$ 32,091,486	\$ 31,379,369	\$ 31,610,951	\$ 30,743,586	\$ 30,365,465
5,479,796	7,328,004	8,402,586	6,052,456	5,668,609
<u>\$ 37,571,282</u>	<u>\$ 38,707,373</u>	<u>\$ 40,013,537</u>	<u>\$ 36,796,042</u>	<u>\$ 36,034,074</u>
\$ 116,250,726	\$ 126,372,326	\$ 132,382,165	\$ 136,886,968	\$ 150,806,309
5,730,529	4,848,350	2,049,450	3,610,610	6,995,311
<u>15,874,247</u>	<u>11,922,815</u>	<u>15,122,750</u>	<u>10,648,604</u>	<u>22,314,113</u>
<u>\$ 137,855,502</u>	<u>\$ 143,143,491</u>	<u>\$ 149,554,365</u>	<u>\$ 151,146,182</u>	<u>\$ 180,115,733</u>
\$ 289,865	\$ 254,678	\$ 934,174	\$ 894,053	\$ 853,306
802,869	1,301,241	1,194,920	1,721,606	2,436,136
<u>\$ 1,092,734</u>	<u>\$ 1,555,919</u>	<u>\$ 2,129,094</u>	<u>\$ 2,615,659</u>	<u>\$ 3,289,442</u>

## CITY OF DES PLAINES

FUND BALANCES, GOVERNMENTAL FUNDS  
Last Ten Calendar Years  
(modified accrual basis of accounting)  
December 31, 2010

	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
General Fund				
Reserved	\$ 20,874	\$ 10,323	\$ 20,097	\$ 14,104
Unreserved	<u>3,578,880</u>	<u>4,451,730</u>	<u>9,044,751</u>	<u>8,127,664</u>
Total general fund	<u>3,599,754</u>	<u>4,462,053</u>	<u>9,064,848</u>	<u>8,141,768</u>
All Other Governmental Funds				
Reserved	10,953,776	10,494,344	9,553,545	12,476,268
Unreserved, reported in				
Special revenue funds	5,040,269	2,092,525	(436,909)	(3,806,028)
Capital projects funds	<u>10,306,941</u>	<u>4,251,563</u>	<u>4,419,476</u>	<u>5,834,777</u>
Total all other governmental funds	<u>26,300,986</u>	<u>16,838,432</u>	<u>13,536,112</u>	<u>14,505,017</u>
Total Fund Balances	<u>\$ 29,900,740</u>	<u>\$ 21,300,485</u>	<u>\$ 22,600,960</u>	<u>\$ 22,646,785</u>

	2005	2006	2007	2008	2009	2010
\$	12,159	\$ 3,853,331	\$ 6,881,187	\$ 8,140,055	\$ 8,811,994	\$ 7,980,992
	<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>15,413,074</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>	<u>23,394,066</u>
	9,732,766	9,056,602	5,148,408	3,967,977	3,804,011	7,372,378
	(811,113)	(4,143,559)	(6,416,203)	323,048	(5,103,056)	(8,172,234)
	<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>9,715,559</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>8,915,703</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>	<u>\$32,309,769</u>

# CITY OF DES PLAINES

## CHANGE IN FUND BALANCES, GOVERNMENTAL FUNDS Last Ten Calendar Years (modified accrual basis of accounting) December 31, 2010

	2001	2002	2003	2004
<b>Revenues</b>				
Taxes	\$ 32,905,548	\$ 34,788,165	\$ 36,682,228	\$ 29,421,135
Licenses and permits	2,727,812	3,044,361	3,702,236	4,649,570
Intergovernmental	8,118,287	7,460,661	7,104,318	15,686,591
Charges for services	5,307,708	6,290,962	4,075,411	4,775,440
Fines and forfeits	810,126	840,796	1,159,037	1,147,014
Investment income	1,083,618	870,395	276,630	569,439
Contributions	-	-	-	-
Miscellaneous	219,399	259,695	243,176	2,672,277
Total revenues	51,172,498	53,555,035	53,243,036	58,921,466
<b>Expenditures</b>				
General government	5,113,311	4,488,140	4,952,301	5,751,293
Public safety	23,235,960	25,744,068	24,954,192	28,003,280
Municipal development	2,016,173	1,941,033	-	-
Public works	9,913,709	12,481,026	8,289,415	9,450,181
Streets and highways	-	-	2,906,623	5,120,479
Human resources and social services	572,531	587,576	-	-
Civic and cultural	204,360	-	-	-
Community Development Block Grant Program	458,156	452,907	-	-
Economic development	-	-	10,564,290	11,854,692
Capital outlay	9,280,333	9,515,908	4,298,170	9,277,240
Debt service				
Principal retirement	3,602,145	3,818,404	7,214,635	4,847,212
Interest and fiscal charges	3,188,630	3,395,460	-	3,263,697
Total expenditures	57,585,308	62,424,522	63,179,626	77,568,074
Excess (deficiency) of revenues over expenditures	(6,412,810)	(8,869,487)	(9,936,590)	(18,646,608)
<b>Other financing sources (uses)</b>				
Proceeds from issuance of debt	12,630,000	4,860,548	16,985,000	18,050,000
Premium on bond issuance	-	-	60,458	11,365
Discount on bond issuance	-	-	(104,548)	(88,961)
Note proceeds	-	377,229	502,301	-
Proceeds from sale of capital assets	-	-	423,182	81,816
Payments to escrow agent	(1,784,201)	(4,817,933)	(6,863,167)	-
Transfers in	3,216,733	4,525,236	2,887,468	954,933
Transfers (out)	(3,052,262)	(4,351,922)	(2,682,817)	(680,000)
Total other financing sources (uses)	11,010,270	593,158	11,207,877	18,329,153
<b>Net Changes in Fund Balance</b>	\$ 4,597,460	\$ (8,276,329)	\$ 1,271,287	\$ (317,455)
Debt service as a percentage of noncapital expenditures	14.1%	13.6%	12.3%	11.9%

	2005	2006	2007	2008	2009	2010
\$	31,999,844	\$ 35,327,688	\$ 38,408,908	\$ 42,454,384	\$ 42,739,121	\$ 46,081,248
	5,035,156	4,087,868	3,837,256	3,228,153	3,011,551	4,054,683
	16,490,108	17,506,403	19,744,856	19,669,690	17,142,000	29,252,026
	5,270,418	5,217,844	6,115,781	6,830,049	7,908,810	8,622,603
	952,933	1,369,000	1,431,591	1,676,088	1,764,036	1,852,008
	895,080	1,445,831	816,908	361,361	79,339	71,106
	-	-	-	-	-	654,060
	191,419	1,004,746	463,875	512,978	1,320,926	586,682
	<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>	<u>91,174,416</u>
	6,561,256	7,244,757	7,585,644	7,545,984	7,464,278	7,074,551
	28,697,511	31,076,746	30,618,015	34,734,218	35,684,024	34,559,879
	-	-	-	-	-	-
	10,205,911	9,737,407	7,831,725	12,093,814	6,680,294	5,526,605
	1,688,099	927,067	5,259,528	1,267,168	5,069,135	4,236,133
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	7,126,888	2,653,204	1,962,384	4,450,756	3,292,776	1,761,408
	20,361,771	15,015,630	17,051,160	6,151,506	5,231,568	10,008,489
	5,607,651	6,055,440	6,649,830	7,225,135	7,128,545	6,801,692
	4,392,379	4,801,392	4,135,049	3,841,376	3,381,316	2,936,858
	<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>72,905,615</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>	<u>18,268,801</u>
	39,255,000	-	8,125,000	2,575,000	7,598,084	10,055,760
	1,042,125	-	-	-	131,220	-
	(296,416)	-	-	-	-	-
	-	-	-	-	-	-
	845,300	5,232,723	2,292,098	242,678	-	-
	(16,263,176)	-	(7,634,233)	(2,517,611)	(7,315,260)	(9,123,820)
	2,344,347	3,854,740	2,604,792	1,325,839	4,670,374	2,860,136
	(1,935,000)	(3,435,000)	(1,790,143)	(1,169,628)	(2,264,714)	(1,597,704)
	<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>2,194,372</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>	<u>\$ 20,463,173</u>
	15.6%	17.4%	16.8%	15.6%	15.3%	15.5%

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## CITY OF DES PLAINES

### ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY Last Ten Levy Years December 31, 2010

Levy Year	Equalized Assessed Value				Total Equalized Assessed Value	Total Direct Rate	Total Actual Value
	Residential Property	Commercial Property	Industrial Property	Railroad Property			
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	2,626,756,979	858	1,831,615	2,628,588,594	0.831	7,885,844,640
2009	2,526,387,003	845	2,037,298	2,528,425,146	0.917	7,585,351,292

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, 2010 is based on the 2009 assessed value.)

# CITY OF DES PLAINES

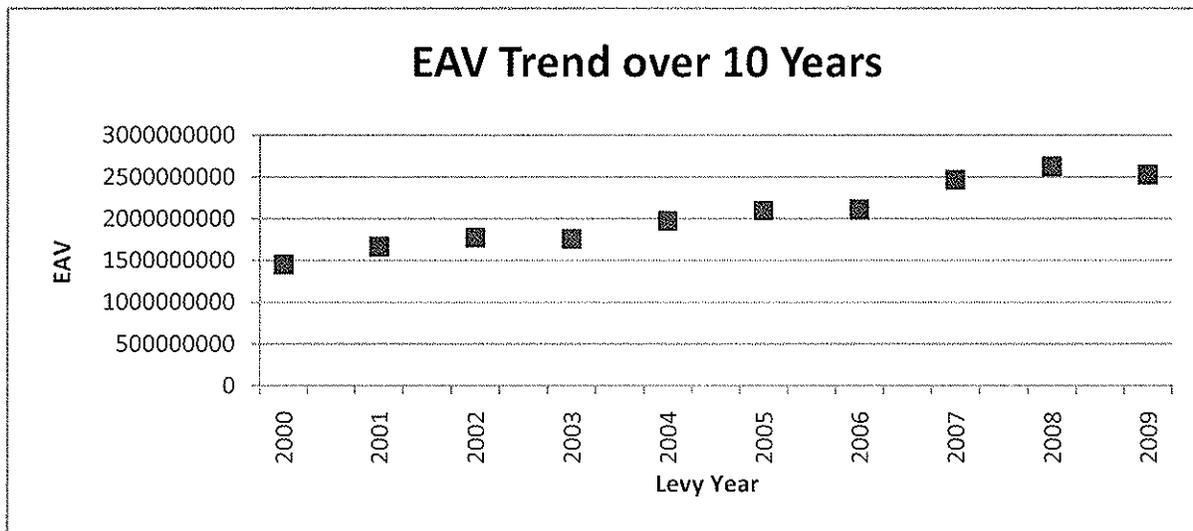
## TREND OF EQUALIZED ASSESSED VALUATIONS

Last Ten Levy Years

December 31, 2010

Levy Year	Equalized Assessed Value	Percentage Increase (Decrease)	Estimated Actual Value	Ratio of Equalized Assessed Value to Estimated Actual Value
2000	1,453,597,072	(0.75%)	4,360,787,073	33.33%
2001	1,668,364,544	14.77%	5,005,093,632	33.33%
2002	1,777,231,482	6.53%	5,331,694,446	33.33%
2003	1,760,934,700	(0.92%)	5,282,804,100	33.33%
2004	1,974,454,012	12.13%	5,923,362,036	33.33%
2005	2,099,449,704	6.33%	6,298,349,112	33.33%
2006	2,110,069,506	0.51%	6,330,208,518	33.33%
2007	2,467,463,828	16.94%	7,402,391,484	33.33%
2008	2,628,588,594	6.53%	7,885,765,782	33.33%
2009	2,528,425,146	(3.81%)	7,585,275,438	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)
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
2009	6.590	0.917	0.257	0.415	0.261	0.317	4.249	0.174

*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 2009 PROPERTY TAX LEVY COLLECTED IN 2010  
 December 31, 2010

	2002		2003		2004		2005	
	Tax per \$100 of Equalized Assessed Valuation	Percentage						
City of Des Plaines	\$ 0.830	0.118 %	\$ 0.895	0.124 %	\$ 0.852	11.98 %	\$ 0.865	0.124 %
Des Plaines Library	0.244	0.035	0.273	0.038	0.268	3.77	0.278	0.040
High School District 207	1.936	0.276	2.012	0.278	1.795	25.25	1.757	0.252
Oakton College District	0.179	0.025	0.186	0.026	0.161	2.26	0.158	0.023
School District 62	2.148	0.306	2.228	0.308	2.475	34.81	2.501	0.359
Des Plaines Park District	0.422	0.060	0.444	0.061	0.427	6.01	0.35	0.050
Cook County	0.751	0.107	0.718	0.099	0.653	9.18	0.547	0.079
Metro Water Reclamation District	0.371	0.053	0.361	0.050	0.347	4.88	0.315	0.045
N.W. Mosquito Abatement District	0.009	0.001	0.01	0.001	0.009	0.13	0.009	0.001
Suburban T.B. Sanitarium	0.006	0.001	0.004	0.001	0.001	0.01	0.005	0.001
Maine Township	0.129	0.018	0.095	0.013	0.122	1.72	0.121	0.017
Cook County Forest Preserve	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.060</u>	<u>0.009</u>
TOTAL	<u>\$ 7.025</u>	<u>100.00 %</u>	<u>\$ 7.226</u>	<u>100.00 %</u>	<u>\$ 7.110</u>	<u>100.00 %</u>	<u>\$ 6.966</u>	<u>100.00 %</u>

Source: Cook County Clerk

2006		2007		2008		2009	
Tax per \$100 of Equalized Assessed Valuation	Percentage						
\$ 0.928	0.129 %	\$ 0.850	0.132 %	\$ 0.831	0.132 %	\$ 0.917	0.139 %
0.294	0.041	0.266	0.041	0.26	0.041	0.257	0.039
1.826	0.254	1.602	0.250	1.577	0.251	1.617	0.245
0.166	0.023	0.141	0.022	0.14	0.022	0.14	0.021
2.627	0.366	2.35	0.366	2.329	0.371	2.492	0.378
0.356	0.050	0.312	0.049	0.300	0.048	0.317	0.048
0.500	0.070	0.458	0.071	0.415	0.066	0.415	0.063
0.284	0.040	0.263	0.041	0.252	0.040	0.261	0.040
0.009	0.001	0.008	0.001	0.008	0.001	0.008	0.001
0.005	0.001	0.000	0.000	0.000	0.000	0.000	0.000
0.127	0.018	0.114	0.018	0.112	0.018	0.117	0.018
<u>0.057</u>	<u>0.008</u>	<u>0.053</u>	<u>0.008</u>	<u>0.051</u>	<u>0.008</u>	<u>0.049</u>	<u>0.007</u>
\$ 7.179	100.00 %	\$ 6.417	100.00	\$ 6.275	100.00 %	\$ 6.590	100.00 %

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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)
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
2009	6.221	0.917	0.257	0.394	0.261	0.411	3.839	0.142

*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 2009 PROPERTY TAX LEVY COLLECTED IN 2010  
 December 31, 2010

	2002		2003		2004		2005	
	Tax per \$100 of Equalized Assessed Valuation	Percentage						
City of Des Plaines	\$ 0.830	0.1236 %	\$ 0.895	0.1239 %	\$ 0.852	0.1269 %	\$ 0.865	0.1316 %
Des Plaines Library	0.244	0.0363	0.273	0.0378	0.268	0.0399	0.278	0.0423
High School District 214	1.888	0.2811	1.982	0.2743	1.818	0.2707	1.759	0.2676
Harper College District 512	0.295	0.0439	0.31	0.0429	0.279	0.0415	0.281	0.0428
School District 59	1.855	0.2762	2.127	0.2944	1.972	0.2936	1.933	0.2941
Mt. Prospect Park District	0.473	0.0704	0.473	0.0655	0.455	0.0677	0.459	0.0698
Cook County	0.751	0.1118	0.718	0.0994	0.653	0.0972	0.607	0.0923
Metro Water Reclamation District	0.371	0.0552	0.361	0.0500	0.347	0.0517	0.315	0.0479
N.W. Mosquito Abatement District	0.0009	0.0001	0.01	0.0014	0.009	0.0013	0.009	0.0014
Elk Grove Township	0.007	0.0010	0.072	0.0100	0.0620	0.0092	0.062	0.0094
Other	<u>0.0006</u>	<u>0.0001</u>	<u>0.004</u>	<u>0.0006</u>	<u>0.001</u>	<u>0.0001</u>	<u>0.005</u>	<u>0.0008</u>
TOTAL	<u>\$ 6.716</u>	<u>100.00%</u>	<u>\$ 7.225</u>	<u>100.00%</u>	<u>\$ 6.716</u>	<u>100.00%</u>	<u>\$ 6.573</u>	<u>100.00%</u>

Source: Cook County Clerk

2006		2007		2008		2009	
Tax per \$100 of Equalized Assessed Valuation	Percentage						
\$ 0.928	0.1377 %	\$ 0.850	0.1408 %	\$ 0.831	0.1400 %	\$ 0.917	0.1493 %
0.294	0.0436	0.266	0.0441	0.26	0.0438	0.257	0.0419
1.823	0.2706	1.621	0.2685	1.587	0.2674	1.636	0.2664
0.288	0.0427	0.26	0.0431	0.256	0.0431	0.258	0.0420
2.013	0.2988	1.791	0.2966	1.81	0.3049	1.945	0.3168
0.474	0.0704	0.411	0.0681	0.407	0.0686	0.411	0.0669
0.557	0.0827	0.511	0.0846	0.466	0.0785	0.394	0.0642
0.284	0.0422	0.263	0.0436	0.252	0.0425	0.261	0.0425
0.009	0.0013	0.008	0.0013	0.008	0.0013	0.008	0.0013
0.062	0.0092	0.057	0.0094	0.059	0.0099	0.044	0.0072
<u>0.005</u>	<u>0.0007</u>	<u>0.000</u>	<u>0.0000</u>	<u>0.000</u>	<u>0.0000</u>	<u>0.009</u>	<u>0.0015</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>	<u>\$ 6.140</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>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
<b>Property tax rates (1)</b>				
General corporate	0.6183	0.5886	0.5825	0.5856
Police pension	0.0682	0.0764	0.0884	0.1139
Firefighters' pension	0.0638	0.0595	0.0759	0.1070
General bond retirement	<u>0.1290</u>	<u>0.0930</u>	<u>0.0832</u>	<u>0.0885</u>
<b>Total property tax rates</b>	<u><u>0.8793</u></u>	<u><u>0.8175</u></u>	<u><u>0.8300</u></u>	<u><u>0.8950</u></u>
<b>Property tax extensions (2)</b>				
General corporate	\$ 8,987,963	\$ 9,821,316	\$ 10,347,230	\$ 10,304,439
Police pension	991,401	1,273,393	1,569,830	2,004,048
Firefighters' pension	927,050	992,275	1,348,139	1,881,800
General bond retirement	<u>1,874,585</u>	<u>1,552,010</u>	<u>1,478,413</u>	<u>1,557,566</u>
<b>Total property tax extensions</b>	<u><u>\$ 12,780,999</u></u>	<u><u>\$ 13,638,994</u></u>	<u><u>\$ 14,743,612</u></u>	<u><u>\$ 15,747,853</u></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>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
0.5896	0.6071	0.6657	0.6149	0.5945	0.6102
0.1041	0.0998	0.1099	0.1023	0.1023	0.1320
0.0843	0.0807	0.0865	0.0783	0.0833	0.1239
<u>0.0740</u>	<u>0.0766</u>	<u>0.0657</u>	<u>0.0539</u>	<u>0.0502</u>	<u>0.0507</u>
<u>0.8520</u>	<u>0.8642</u>	<u>0.9278</u>	<u>0.8494</u>	<u>0.8303</u>	<u>0.9168</u>
\$ 11,641,985	\$ 12,745,221	\$ 14,046,349	\$ 15,171,900	\$ 15,627,057	\$ 15,428,429
2,054,752	2,096,245	2,318,002	2,523,500	2,690,360	3,338,189
1,663,764	1,693,403	1,825,751	1,931,250	2,188,750	3,133,584
<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>1,281,557</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>	<u>\$ 23,181,759</u>

## CITY OF DES PLAINES

### PRINCIPAL PROPERTY TAX PAYERS Current Calendar Year, Prior Year and Four Years Ago December 31, 2010

<u>Taxpayer</u>	<u>Type of Business/Property</u>	<u>2009 Equalized Assessed Valuation</u>	<u>Percentage of Total Taxable Assessed Value</u>
Universal Oil Products Tax Department	Chemicals	\$ 35,139,955	1.39%
Individual (3)	Real Property	24,845,850	0.98%
MLRP Messenger LLC	Real Property	23,703,261	0.94%
O'Hare Lakes Office Plaza LLC	Office Complex	22,663,767	0.90%
MR Properties	Real Estate	19,987,008	0.79%
AMB Property Corp.	Real Estate	16,685,763	0.66%
Juno Lighting Inc	Lighting Products	14,987,340	0.59%
Crane and Norcross	Real Estate	14,272,859	0.56%
Abbott Labs	Medical Laboratories	13,708,950	0.54%
First Washington Mgmt	Real Estate	<u>13,502,701</u>	0.53%
Trammer Crow Co	Real Estate		
Sysco Food Services	Food Wholesalers		
Marriot Corp	Real Property		
Met Life Escrow Dept	Office Building		
Great Lakes REIT Inc	Real Estate		
<b>Total</b>		<b><u>\$ 199,497,454</u></b>	<b><u>7.89%</u></b>

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

<u>2008 Equalized Assessed Valuation</u>	<u>Percentage of Total Taxable Assessed Value</u>	<u>2005 Equalized Assessed Valuation</u>	<u>Percentage of Total Taxable Assessed Value</u>
\$ 43,168,147	1.64%	\$ 34,493,558	1.75%
29,422,110	1.12%		
22,393,898	0.85%	11,294,808	0.57%
34,869,624	1.33%	11,109,303	0.57%
23,849,340	0.91%		
19,074,654	0.73%		
		13,397,704	0.68%
18,416,946	0.70%	12,234,554	0.62%
14,660,029	0.56%	11,349,611	0.57%
		16,082,604	0.81%
14,157,170	0.54%		
14,974,920	0.57%	10,817,935	0.55%
		18,596,554	0.94%
		19,787,251	1.00%
<u>\$ 234,986,838</u>	<u>8.94%</u>	<u>\$ 159,163,882</u>	<u>8.06%</u>

## CITY OF DES PLAINES

### PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Calendar Years

December 31, 2010

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)
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
2009	2010	22,482,862	19,900,679	88.51%	543,694

**Notes:**

(1) Total tax levy does not include the "loss levy" of 3% for corporate purposes and 5% for debt service which is extended by the County to cover the County's operating costs. The City may receive a portion of this "loss levy," and therefore, the percentage of levy collected may exceed 100%.

(2) Negative amount indicates that refunds made in the current year of prior year tax payments exceeded the current year's collection of prior year's taxes.

(3) Levy amount and collections refer only to City, and not the Library Component Unit.

Source: Cook County Clerk

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<u>Total Collections</u>	<u>Ratio of Total Collections to Tax Levy</u>
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%
20,444,373	90.93%

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## CITY OF DES PLAINES

### PROPERTY VALUE AND CONSTRUCTION

Last Ten Calendar Years

December 31, 2010

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	
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
2010	7,585,275	4	1,342	5	5,234	189,135

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, 2010

	2001	2002	2003	2004
General merchandise	\$ 70,034,794	\$ 70,852,672	\$ 70,967,263	\$ 75,693,674
Food stores	91,654,187	93,126,536	97,392,087	97,536,943
Drinking & eating places	69,976,392	70,057,263	67,735,819	67,689,011
Apparel	2,253,848	1,987,674	1,969,944	2,027,145
Furniture, household & radio	8,902,055	12,751,905	6,554,433	9,072,989
Lumber, building & hardware	26,496,169	27,646,684	24,820,381	32,004,002
Automotive & filling stations	160,729,389	150,466,805	197,679,686	188,702,457
Drugs and miscellaneous retail	101,592,093	113,425,964	106,558,735	96,348,194
Agriculture & all others	165,909,412	150,639,615	155,201,069	136,163,547
Manufacturers	52,608,389	53,299,395	55,692,040	75,375,283
<b>Total</b>	<b>\$ 750,156,728</b>	<b>\$ 744,254,513</b>	<b>\$ 784,571,457</b>	<b>\$ 780,613,245</b>
City direct sales tax rate	1.00%	1.00%	1.00%	1.00%

Source: Illinois Department of Revenue

Note: Effective July 1, 2006 the Home Rule Tax is one percent.

General merchandise	\$ 700,348	\$ 708,527	\$ 709,673	\$ 756,937
Food stores	916,542	931,265	973,921	975,369
Drinking & eating places	699,764	700,573	677,358	676,890
Apparel	22,538	19,877	19,699	20,271
Furniture, household & radio	89,021	127,519	65,544	90,730
Lumber, building & hardware	264,962	276,467	248,204	320,040
Automotive & filling stations	1,607,294	1,504,668	1,976,797	1,887,025
Drugs and miscellaneous retail	1,015,921	1,134,260	1,065,587	963,482
Agriculture & all others	1,659,094	1,506,396	1,552,011	1,361,635
Manufacturers	526,084	532,994	556,920	753,753
<b>Total</b>	<b>\$ 7,501,567</b>	<b>\$ 7,442,545</b>	<b>\$ 7,845,715</b>	<b>\$ 7,806,132</b>
City direct sales tax rate	1.00%	1.00%	1.00%	1.00%

2005	2006	2007	2008	2009	2010
\$ 72,371,754	\$ 67,575,860	\$ 72,349,187	\$ 71,506,904	\$ 68,245,197	\$ 77,133,600
105,023,780	107,634,554	111,530,323	115,184,430	110,595,806	109,545,800
72,432,529	81,943,708	81,685,374	75,402,995	69,952,773	72,412,500
2,638,151	3,461,525	3,337,621	4,060,854	3,667,463	3,651,200
10,806,660	7,685,148	8,003,659	5,203,117	3,309,420	3,140,400
36,796,001	39,117,507	36,036,504	33,272,081	22,639,578	26,054,600
206,285,264	212,204,995	216,995,152	208,453,378	171,775,263	162,573,900
86,526,477	92,275,196	95,113,803	96,353,652	90,516,552	125,128,400
135,355,631	146,835,031	138,711,660	134,998,089	142,402,854	143,730,700
82,206,231	79,989,845	84,243,953	84,953,341	69,486,089	61,629,100
<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>	<u>\$ 785,000,200</u>
1.00%	1.00%	1.00%	1.00%	1.00%	1.00%

\$ 723,718	\$ 675,759	\$ 723,492	\$ 715,069	\$ 682,452	\$ 771,336
1,050,238	1,076,346	1,115,303	1,151,844	1,105,958	1,095,458
724,325	819,437	816,854	754,030	699,528	724,125
26,382	34,615	33,376	40,609	36,675	36,512
108,067	76,851	80,037	52,031	33,094	31,404
367,960	391,175	360,365	332,721	226,396	260,546
2,062,853	2,122,050	2,169,952	2,084,534	1,717,753	1,625,739
865,265	922,752	951,138	963,537	905,166	1,251,284
1,353,556	1,468,350	1,387,117	1,349,981	1,424,029	1,437,307
822,062	799,898	842,440	849,533	694,861	616,291
<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>	<u>\$ 7,850,002</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, 2010

Fiscal Year	Governmental Activities					
	Debt Service General Obligation Bonds	Tax Increment Financing General Obligation Bonds	Tax Increment Financing Capital Appreciation Bonds (1)	Capital Projects General Obligation Bonds	Equipment Replacement Installment Notes Payable	Tax Increment Revenue Note Incentive Agreement
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
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
2010	2,905,000	41,279,245	9,734,245	26,030,000	365,820	641,760

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.

Source: Audited financial statements

<u>Business-type Activities</u>							
<u>Short Term Note Payable</u>	<u>Water General Obligation Bonds</u>	<u>Water Instalment Notes Payable</u>	<u>Total Primary Government</u>	<u>Outstanding Debt as Percentage of Personal Income (2)</u>	<u>Outstanding Debt Per Capita (2)</u>	<u>Personal Income (thousands) of dollars</u>	<u>Population</u>
\$ -	\$ 5,221,030	\$ -	\$ 70,385,000	2.30%	1,236	\$ 3,054,416	56,945
-	4,703,175	-	66,596,183	2.18%	1,169	3,054,415.91	56,945
-	4,240,427	800,000	73,895,421	2.42%	1,298	3,054,415.91	56,945
-	3,767,531	605,000	86,430,313	2.83%	1,518	3,054,415.91	56,945
-	3,335,377	405,000	103,980,508	3.40%	1,826	3,054,415.91	56,945
-	2,826,770	205,000	97,218,876	3.18%	1,707	3,054,415.91	56,945
5,500,000	2,313,014	-	96,170,956	3.05%	1,638	3,149,086.98	58,710
-	1,790,000	-	83,042,818	2.64%	1,414	3,149,086.98	58,710
6,500,000	1,455,000	-	87,039,842	2.76%	1,483	3,149,086.98	58,710
-	1,100,000	-	82,056,070	2.46%	1,406	3,338,896.41	58,364

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## CITY OF DES PLAINES

### RATIO NET GENERAL OBLIGATION BONDED DEBT TO ASSESSED VALUE AND NET GENERAL OBLIGATION BONDED DEBT PER CAPITA Last Ten Calendar Years

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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
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
2010	58,364	2,526,387,003	2,746,809	0.11	47.06

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
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
2010	6,801,692	2,588,960	9,390,652	66,340,077	14.16

*Notes :*

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

Data Source

*City of Des Plaines Annual Financial Reports*

## CITY OF DES PLAINES

### SCHEDULE FOR DIRECT AND OVERLAPPING DEBT December 31, 2010

<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)	\$ 2,746,809	100.00%	\$ 2,746,809
Cook County	\$ 3,499,615,000	1.42%	\$ 49,694,533
Cook County Forest Preserve	101,935,000	1.42%	1,447,477
Water Reclamation District	1,945,659,620	1.45%	28,212,064
Des Plaines Park District	8,165,745	92.87%	7,583,527
Elk Grove Park District	11,217,000	0.69%	77,397
Mt. Prospect Park District	11,185,000	19.44%	2,174,364
School District No. 26	15,150,000	7.66%	1,160,490
School District No. 57	14,470,000	1.40%	202,580
School District No. 59	17,965,000	11.38%	2,044,417
School District No. 62	84,120,000	89.72%	75,472,464
School District No. 64	14,995,000	0.00%	(4) 195
High School District 207	12,220,000	34.05%	4,160,910
High School District 214	30,020,000	3.82%	1,146,764
Community College District 512	192,420,000	1.74%	3,348,108
Subtotal - Overlapping Debt	<u>5,959,137,365</u>		<u>176,725,291</u>
Total Direct and Overlapping Debt	<u>\$ 5,961,884,174</u>		<u>\$ 179,472,100</u>

*Notes:*

(1) Outstanding principal of general obligation bonds as of December 31, 2010. 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 2009 equalized assessed valuations.

(4) Percentage equals .0013%

Data Sources

Assessed Valuation - Cook County Clerk

Outstanding bonds - Cook County Clerk

# CITY OF DES PLAINES

## DEMOGRAPHIC STATISTICS Last Ten Calendar Years

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<u>Fiscal Year</u>	<u>Population (1)</u>	<u>Personal Income (thousands) (1)</u>	<u>Median Household Income (1)</u>	<u>Per Capita Income (1)</u>
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
2010	58,364	3,319,219	56,871	27,562

Data Sources

(1) U.S. Census Bureau.

(2) Bureau of Labor Statistics

(3) This includes only the public schools located within the City.

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<u>Median Age (1)</u>	<u>Education Level in Years of Schooling</u>	<u>School Enrollment (3)</u>	<u>Unemploy- ment Rate (2)</u>
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
42.0	12+	8,540	10.1

## CITY OF DES PLAINES

PRINCIPAL EMPLOYERS  
Current Year, Prior Year and Three Years Ago  
December 31, 2010

<u>Employer</u>	<u>Employees</u>	<u>2010 Rank</u>	<u>Percentage City Total Employment</u>
Universal Oil Products	2,000	1	6.6%
Swissport USA, Inc	1,500	2	5.0%
Holy Family	1,036	3	3.4%
Oakton Community College	990	4	3.3%
Hart Schaffner & Marx	800	5	2.6%
Juno Lighting	760	6	2.5%
Sysco Food Services	700	7	2.3%
Wheels Inc.	550	8	1.8%
Lawson	480	9	1.6%
Ciba Vision Corp.	400	10	1.3%
Abbot Molecular	400	10	1.3%
School District 62			
City of Des Plaines			
Symons by Dayton Superior			
Park District			
Littel Fuse			
<b>Total</b>	<u>9,616</u>		<u>31.8%</u>
<b>City Total Employment</b>	<u>30,204</u>		<u>31.8%</u>

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

*Note: The City began compiling data on employers in 2007.*

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	<u>2007</u>	
<u>Employees</u>	<u>Rank</u>	<u>Percentage City Total Employment</u>
2,000	1	3.7%
560	10	1.0%
990	2	1.8%
882	3	1.6%
700	6	1.3%
650	8	1.2%
575	9	1.1%
700	5	1.3%
720	4	1.3%
665	7	1.2%
<hr/>		
<u>8,442</u>		<u>15.6%</u>
<hr/>		
<u>53,987</u>		<u>15.6%</u>

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**CITY OF DES PLAINES**

FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION  
Last Nine Calendar Years  
December 31, 2010

		2002	2003	2004	2005	2006	2007	2008	2009	2010
<b>Function/Program</b>	<b>Note</b>									
Legislative (merged in 2009)	(2)	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-	-
City Clerk (merged in 2009)	(2)	4.00	4.00	4.00	5.00	4.00	3.00	3.00	-	-
Elected Office (new dept. in 2009)	(2)	-	-	-	-	-	-	-	3.00	3.00
<b>General Government</b>										
Manager's Department		13.50	12.90	15.00	16.50	16.00	17.00	20.00	20.50	16.50
Finance		10.50	10.50	10.50	17.25	16.25	15.75	14.50	14.00	14.00
<b>Police</b>										
Officers		109.00	109.00	106.00	103.00	105.00	105.00	105.00	105.00	96.00
Civilians		53.50	36.75	39.50	26.75	25.75	27.25	25.75	25.00	22.00
<b>Fire</b>										
Firefighters and officers		93.00	93.00	88.00	88.00	88.00	97.00	98.00	98.00	96.00
Civilians		4.50	2.50	5.50	5.50	5.50	6.50	6.50	6.50	2.50
<b>Public Works and Engineering</b>										
Engineering (merged in 2009)	(2)	16.50	14.00	11.75	13.00	13.00	13.50	9.75	-	-
Public works (merged in 2009)	(2)	60.50	57.50	94.63	88.00	88.00	90.50	94.75	-	-
Public Works & Engineering (new)	(2)	-	-	-	-	-	-	-	96.25	82.25
<b>Community Development</b>		17.50	18.00	17.50	18.50	18.50	18.75	22.00	20.00	18.00
EMA	Note (1)	Note (1)	Note (1)	1.00	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	351.25
<b>Library</b>		83.50	84.50	87.00	90.00	90.00	90.00	90.00	75.80	72.40
<b>Total</b>		<u>467.00</u>	<u>443.65</u>	<u>481.38</u>	<u>473.50</u>	<u>472.00</u>	<u>486.25</u>	<u>491.25</u>	<u>465.05</u>	<u>423.65</u>

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 due to the fact that they are employees of the North Suburban Emergency Communication Center.

## CITY OF DES PLAINES

### OPERATING INDICATORS BY FUNCTION / PROGRAMS Last Ten Calendar Years December 31, 2010

<u>Function/Program</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
<b>Police</b>				
Physical arrests ( 1)	1,230	1,160	1,172	738
Compliance and Parking Violations	24,292	23,148	20,874	15,330
Traffic violations	11,804	14,000	12,293	10,800
<b>Fire</b>				
Emergency Medical Calls	4,357	4,601	4,790	4,606
Fires/Reports of Fires	2,193	1,931	1,891	2,156
Inspections	1,038	1,073	1,000	925
<b>Engineering</b>				
Street resurfacing (square yards)	15,500	7,900	3,600	8,000
Sidewalks removed & replaced (sq ft) (4)	176,000	101,000	89,000	80,000
Snow and ice control (tons of salt)	2,027	3,474	3,511	3,467
<b>Community Development</b>				
Building permits issued	3,617	3,624	3,624	3,890
Overall inspection totals	N/A	N/A	N/A	19,514
<b>Health</b>				
Home health visits	79	85	56	83
<b>Library</b>				
Volumes in collection (5)	249,879	269,321	293,460	301,437
Total volumes borrowed	853,490	962,178	1,078,456	1,083,691
Total annual attendance	454,781	535,574	556,108	550,517
Total resident library cards still active	39,076	42,753	34,592	34,727
<b>Water</b>				
Water Main Breaks	75	121	126	96
New Connections	N/A	N/A	N/A	26
Number of Consumers	16,075	16,109	16,109	16,303
Miles of Water Mains	201	201	201	235
Average daily consumption	8,449,784	8,835,458	8,835,458	7,768,744
Daily average consumptions per Capita	144	155	155	136
Number of Fire Hydrants	2,212	2,212	2,212	2,583
<b>Sewer</b>				
Sanitary sewer replaced (linear feet)	1,100	2,800	1,100	1,500
Sanitary sewer televised (linear feet)	49,067	38,009	25,719	28,900
Sanitary sewer cleaned (linear feet)	386,645	313,477	312,088	186,333
Sanitary sewer lined (linear feet)	N/A	N/A	N/A	N/A
<b>Municipal Parking Lots</b>				
Metra (2)	19,409	24,848	24,116	38,283
City Owned (2)	57,735	63,267	58,810	21,027
<b>Transit</b>				
Taxi Cab cards issued	636	397	403	244
Handicapped Placards issued	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	2010
1,236	2,013	2,679	2,726	2,783	1,629
16,421	17,818	15,290	18,250	18,823	14,926
11,728	11,214	16,119	12,756	12,688	11,461
4,969	5,167	5,038	5,209	4,718	4,943
2,298	2,276	2,610	2,502	2,123	2,041
963	6,138	7,226	6,878	7,137	1,534
7,500	6,600	37,000	76,000	49,000	55,400
50,000	78,000	21,000	50,000	84,000	43,500
4,359	1,676	5,026	8,427	4,292	3,782
3,895	3,582	3,267	2,988	2,756	8,229
21,380	19,191	14,463	14,632	13,871	16,010
58	55	90	134	111	121
301,546	312,469	313,696	305,471	355,095	304,025
1,077,145	1,100,133	1,088,404	1,111,558	1,261,249	1,261,249
521,881	577,554	509,668	500,618	542,092	542,092
35,205	35,765	35,427	35,266	35,728	35,728
169	74	128	101	89	110
76	70	65	13	30	65
16,497	17,086	16,983	17,387	17,399	17,441
235	237	241	245	247	247
8,458,430	7,702,836	7,639,118	7,913,061	6,894,000	6,761,000
136	135	130	135	117	115
2,583	2,597	2,615	2,628	2,609	2,679
1,500	300	300	154	1,022	88
59,782	26,446	5,187	14,270	24,951	42,322
364,360	403,483	267,301	93,679	177,439	204,470
N/A	4,954	N/A	6,635	0	12,037
54,435	50,815	47,225	50,563	47,794	54,294
10,384	19,618	34,714	33,612	25,581	17,275
481	420	324	305	296	275
59	40	67	62	66	75

# CITY OF DES PLAINES

## CAPITAL ASSETS STATISTICS BY FUNCTION Last Ten Calendar Years December 31, 2010

<u>Function/Program</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
Police				
Station	1	1	1	1
Sworn Police Officers	107	109	102	103
Fire Stations				
Station	3	3	3	3
Sworn Firefighters	94	94	92	92
Other Public Works				
Streets (miles)**	145	145	145	145
Streetlights*				
Traffic Signals	1	1	1	1
Water				
Water mains (miles)	201	201	201	235
Fire hydrants	2,212	2,212	2,212	2583
Storage capacity (millions of gallons)	19	19	19	19

\* These items were not tracked previous to 2006.

\*\* The City of Des Plaines also maintains an additional 95 miles of state and county highways and roads.

Source: Various City departments

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2005	2006	2007	2008	2009	2010
1	1	1	1	1	1
103	105	105	105	105	94
3	3	3	3	3	3
92	92	102	102	98	95
145	145	145	145	145	145
	576	680	680	732	738
1	1	1	2	2	2
235	237	237	245	247	247
2,583	2,597	2,615	2,628	2,609	2,679
19	19	19	19	19	19

## CITY OF DES PLAINES

WATER SOLD  
Last Ten Calendar Years  
(in thousands)  
December 31, 2010

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	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
<u>Gallons sold</u>				
Residential	1,567,103	1,518,821	1,345,030	1,340,980
Commercial	729,871	667,965	626,582	626,560
Industrial	<u>349,019</u>	<u>380,686</u>	<u>377,827</u>	<u>343,278</u>
Totals	<u>2,645,993</u>	<u>2,567,472</u>	<u>2,349,439</u>	<u>2,310,818</u>
Water rate per 1,000 gallons	\$2.73	\$3.26	\$3.44	\$3.61
Storm Sewer rate per 1,000 gallons	\$0.76	\$0.76	\$0.76	\$0.76

Source: *City of Des Plaines Water Consumption Report*

<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
1,341,733	1,852,194	1,435,498	1,357,309	1,332,430	1,280,062
627,368	597,343	710,984	598,489	495,175	516,464
<u>461,071</u>	<u>333,270</u>	<u>241,646</u>	<u>253,998</u>	<u>144,665</u>	<u>128,891</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>	<u>1,925,417</u>
\$3.79	\$3.88	\$3.88	\$4.08	\$4.32	\$4.56
\$0.76	\$0.76	\$0.76	\$0.76	\$0.76	\$1.20

# CITY OF DES PLAINES

## MISCELLANEOUS STATISTICS

December 31, 2010

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Date of incorporation (Town of Rand)	1857
Form of government	City Manager
Building permits:	
Permits issued	8,229
Estimated value	\$189,134,933
Fire protection:	
Number of stations	3
Number of sworn firefighters	96
Police protection:	
Number of stations	1
Number of sworn police officers	96
Municipal water plant	
Number of consumers	17,441
Daily average consumption (gallons)	6,761,000
Daily average consumption per capita (gallons)	115
Miles of water mains	247
Number of fire hydrants	2,679
Employees as of December 31	
Full time	338.00
Part time	13.25
Total	<u>351.25</u> (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
2009	58,364

# CITY OF DES PLAINES

## MISCELLANEOUS STATISTICS

December 31, 2010

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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 Commercial services	694.63	7.6%
Combined with Commercial Services		
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	16,797	
Multiple Family	6,263	
Total	23,060	

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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2011 DISCLOSURE

Relating to

CITY OF DES PLAINES

Cook County, Illinois

CUSIP NUMBER 250217

\$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:

Ms. Dorothy Wisniewski  
Director of Finance  
City of Des Plaines  
1420 Miner Street  
Des Plaines, Illinois 60016-4498

Telephone Number: (847) 391-5317  
Fax Number: (847) 391-5402  
Email: [dwisniewski@desplaines.org](mailto:dwisniewski@desplaines.org)

5/27/11

**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 + (-)
2001 .....	\$7,560,867	\$3,832,348	\$11,393,215	2.00%(3)
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%)
2010 .....	7,654,977	4,850,113	12,505,090	(4.84%)
Growth from 2001 to 2010 .....				9.76%

- 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 2001 percentage is based on a 2000 sales tax receipts of \$11,169,524.

**DEBT INFORMATION**

**General Obligation Debt – By Issue(1)**

Issue Date	Issue Name	Principal Outstanding	Supported By
5/6/2002 .....	General Obligation Corporate Purpose Refunding Bonds, Series 2002A .....	\$ 985,000	Property Taxes/Special Revenues
9/3/2003 .....	General Obligation Bonds, Series 2003A .....	4,640,000	TIF Revenues/Property Taxes
9/3/2003 .....	Taxable General Obligation Bonds, Series 2003C .....	2,115,000	TIF Revenues
10/30/2003 .....	Taxable General Obligation Refunding Bonds, Series 2003D .....	950,000	TIF Revenues
6/3/2004 .....	General Obligation Bonds, Series 2004A .....	5,890,000	TIF Revenues/Special Revenues
6/3/2004 .....	Taxable General Obligation Bonds, Series 2004B .....	5,720,000	TIF Revenues
1/3/2005 .....	General Obligation Bonds, Series 2005A .....	2,670,000	TIF Revenues
1/3/2005 .....	General Obligation Bonds, Series 2005B .....	245,000	TIF Revenues
1/3/2005 .....	General Obligation Bonds, Series 2005C .....	1,100,000	Water Fund
2/1/2005 .....	General Obligation Refunding Bonds, Series 2005D .....	11,085,000	Sales & Utility Taxes/Fees
6/1/2005 .....	General Obligation Bonds, Series 2005E .....	5,630,000	Sewer Fees/TIF Revenues
6/1/2005 .....	Taxable General Obligation Bonds, Series 2005F .....	4,025,000	TIF Revenues
6/1/2005 .....	General Obligation Bonds, Series 2005G .....	400,000	TIF Revenues
10/23/2007 .....	General Obligation Refunding Bonds, Series 2007A .....	5,330,000	Property Taxes/ Sales & Utility Taxes/Fees
10/23/2007 .....	General Obligation Refunding Bonds, Series 2007B .....	1,305,000	Property Taxes/TIF Revenues
4/1/2008 .....	Taxable General Obligation Corporate Purpose Refunding Bonds, Series 2008A .....	2,030,000	TIF Revenues
11/3/2009 .....	Taxable General Refunding Obligation Bonds, Series 2009A (Capital Appreciation) .....	3,173,084	TIF Revenues
11/3/2009 .....	General Obligation Refunding Bonds, Series 2009B .....	3,515,000	Sales & Utility Taxes/Fees
1/6/2010 .....	General Obligation Refunding Bonds, Series 2010A .....	3,945,000	TIF Revenues
1/6/2010 .....	Taxable General Refunding Obligation Bonds, Series 2010B (Capital Appreciation) .....	6,110,760	TIF Revenues
	Total Outstanding General Obligation Debt .....	\$70,863,843	
	Less: Self Supporting Debt .....	(68,117,034)	
	Total Property Tax Supported General Obligation Debt .....	\$ 2,746,809	

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
2011	\$ 7,375,000	\$ 7,375,000	\$ 6,313,191	\$ 1,061,809	\$ 1,061,809	38.66%
2012	5,369,236	5,369,236	5,229,236	140,000	1,201,809	43.75%
2013	6,028,164	6,028,164	5,883,164	145,000	1,346,809	49.03%
2014	5,459,281	5,459,281	5,304,281	155,000	1,501,809	54.67%
2015	5,641,357	5,641,357	5,481,357	160,000	1,661,809	60.50%
2016	5,270,154	5,270,154	5,105,154	165,000	1,826,809	66.51%
2017	6,118,556	6,118,556	5,953,556	165,000	1,991,809	72.51%
2018	6,949,198	6,949,198	6,774,198	175,000	2,166,809	78.88%
2019	5,316,162	5,316,162	5,131,162	185,000	2,351,809	85.62%
2020	5,560,637	5,560,637	5,365,637	195,000	2,546,809	92.72%
2021	3,582,360	3,582,360	3,382,360	200,000	2,746,809	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	\$70,863,843	\$70,863,843	\$68,117,034	\$ 2,746,809		

Note: (1) Source: the City.

**Detailed Overlapping Bonded Debt(1)**

	Total Debt(2)	Applicable to the City	
		Percent(3)	Amount
<b>Schools:</b>			
School District 26	\$ 15,150,000	7.66%	\$ 1,160,490
School District No. 57	14,470,000	1.40%	202,580
School District No. 59	17,965,000	11.38%	2,044,417
School District No. 62	84,120,000	89.72%	75,472,464
School District No. 64	14,995,000	0.00%(4)	195
High School District No. 207	12,220,000	34.05%	4,160,910
High School District No. 214	30,020,000	3.82%	1,146,764
Harper Community College District No. 512	192,420,000	1.74%	3,348,108
Total Schools			\$ 87,535,928
<b>Other:</b>			
Cook County	\$3,499,615,000	1.42%	\$ 49,694,533
Cook County Forest Preserve District	101,935,000	1.42%	1,447,477
Metropolitan Water Reclamation District	1,945,659,620	1.45%	28,212,064
Elk Grove Park District	11,217,000	0.69%	77,397
Des Plaines Park District	8,165,745	92.87%	7,583,527
Mt. Prospect Park District	11,185,000	19.44%	2,174,364
Total Others			\$ 89,189,363
Total Overlapping Debt			\$176,725,291

- Notes: (1) Source: Cook County Clerk.  
(2) As of March 7, 2011.  
(3) Percentage based on 2009 EAV's.  
(4) Percentage equals 0.0013%.

**Statement of Bonded Indebtedness(I)**  
(As of March 14, 2011)

	Amount Applicable	Ratio To		Per Capita (2010 Census 58,364)
		Equalized Assessed	Estimated Actual	
City EAV of Taxable Property, 2009.....	\$2,528,425,146	100.00%	33.33%	\$ 43,321.66
Estimated Actual Value, 2009.....	\$7,585,275,438	300.00%	100.00%	\$129,964.97
<b>Total Direct Bonded Debt.....</b>	<b>\$ 70,863,843</b>	<b>2.80%</b>	<b>0.93%</b>	<b>\$ 1,214.17</b>
Less: Self Supporting.....	(68,117,034)	(2.69%)	(0.90%)	(1,167.11)
Net Direct Debt.....	\$ 2,746,809	0.11%	0.04%	\$ 47.06
<b>Overlapping Bonded Debt:</b>				
Schools.....	\$ 87,535,928	3.46%	1.15%	\$ 1,499.83
Other.....	89,189,363	3.53%	1.18%	1,528.16
Total Overlapping Bonded Debt.....	\$ 176,725,291	6.99%	2.33%	\$ 3,027.98
Total Direct and Overlapping Bonded Debt.....	\$ 179,472,100	7.10%	2.37%	\$ 3,075.05

Note: (1) Source: Cook County Clerk.

**PROPERTY ASSESSMENT AND TAX INFORMATION**

**City Equalized Assessed Valuation(I)**

Property Class	Levy Years				
	2005	2006	2007(2)	2008	2009
Residential.....	\$1,048,729,126	\$1,098,297,899	\$1,317,237,960	\$1,445,674,164	
Farm.....	0	0	0	0	Detail
Commercial.....	486,965,767	456,777,248	526,963,970	539,653,907	Not
Industrial.....	562,477,260	553,576,732	621,647,943	641,428,908	Available
Railroad.....	1,277,551	1,417,627	1,613,955	1,831,615	
Total.....	\$2,099,449,704	\$2,110,069,506	\$2,467,463,828	\$2,628,588,594	\$2,528,425,146
Percent Change +(-)...	6.33%(3)	0.51%	16.94%	6.53%	(3.81%)

- Notes: (1) Source: Cook County Clerk.  
(2) Levy year was a triennial reassessment year.  
(3) Percentage change based on 2004 EAV of \$1,974,454,012.

**Equalized Assessed Valuation by Township(I)**

	2009			
	Elk Grove	Maine	Wheeling	Total
Real Estate Property.....	\$432,678,030	\$2,040,440,377	\$53,268,596	\$2,526,387,003
Air Pollution Control District.....	0	845	0	845
Railroad Property.....	0	2,037,298	0	2,037,298
Total.....	\$432,678,030	\$2,042,478,520	\$53,268,596	\$2,528,425,146

Note: (1) Source: Cook County Clerk.

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

City Rates:	Levy Years				
	2005	2006	2007	2008	2009
General Corporate(2)	\$0.7876	\$0.8621	\$0.7955	\$0.7801	\$0.8661
Public Library	0.2777	0.2940	0.2658	0.2595	0.2570
Bonds and Interest	0.0766	0.0657	0.0539	0.0502	0.0507
Total City Rates(3)	\$1.1430	\$1.2220	\$1.1150	\$1.0910	\$1.1740
Cook County	0.5330	0.5000	0.4460	0.4150	0.4150
Cook County Forest Preserve	0.0600	0.0570	0.0530	0.0510	0.0490
Metropolitan Water Reclamation District	0.3150	0.2840	0.2630	0.2520	0.2610
Maine Township	0.1210	0.1270	0.1140	0.1120	0.1170
School District Number 62	2.5010	2.6270	2.3500	2.3290	2.4920
High School District Number 207	1.7570	1.8260	1.6020	1.5770	1.6170
Community College Number 535	0.1580	0.1660	0.1410	0.1400	0.1400
Des Plaines Park District	0.3500	0.3560	0.3120	0.3000	0.3170
Other Districts	0.0280	0.0140	0.0200	0.0080	0.0080
Total Tax Rates(4)	\$6.9660	\$7.1790	\$6.4160	\$6.2750	\$6.5900

- 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 66.49% of the City's 2009 EAV, the most recent available.

**City Tax Levies and Collections(1)**

Levy Year	Coll. Year	Taxes Levied	Total Collections(2)	
			Amount	Percent
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%
2009	2010(5)	23,181,760	20,444,373	88.19%

- 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.  
(5) At March 25, 2011.

## Large City Taxpayers(1)

Taxpayer Name	Product/Business	2009 EAV(2)
Universal Oil Products .....	Chemicals Manufacturer, Catalysts Research and Development.....	\$ 35,139,955
Individual(3).....	Real Property .....	24,845,850
MLRP Messenger LLC.....	Real Property .....	23,703,261
Ohare Lake Office Park LLC.....	Office Complex .....	22,663,767
MR Properties.....	Real Estate .....	19,987,008
AMB Property Corp.....	Real Estate .....	16,685,763
Juno Lighting.....	Lighting Products .....	14,987,340
Crane and Norcross.....	Attorneys at Law .....	14,272,859
Abbott Labs.....	Medical Laboratories .....	13,708,950
First Washington Management.....	Real Estate Management .....	13,502,701
Total.....		<u>\$199,497,454</u>
Ten largest as a percent of the City's 2009 EAV (\$2,528,425,146) .....		7.89%

- 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 2009 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				
	2005	2006	2007	2008	2009
<b>ASSETS:</b>					
Cash.....	\$ 4,935,594	\$ 14,985,550	\$15,736,253(1)	\$ 11,680,473(1)	\$ 21,048,313
Investments.....	26,197,998	5,204,718	0	0	0
Receivables, Net of Allowances For Uncollectibles:					
Property Taxes.....	17,582,901	19,151,802	27,682,916	29,209,787	29,476,448
Accounts.....	1,226,592	1,214,281	1,310,872	1,375,841	1,394,480
Accrued Interest.....	110,984	10,696	7,327	8,207	4,348
Other Taxes.....	744,028	733,862	972,284	1,365,222	1,202,916
Other.....	112,020	265,908	225,058	301,052	753,507
Prepaid Expenses.....	697,840	680,591	642,821	592,810	697,787
Due from Other Governments.....	4,549,009	5,492,537	7,128,591	6,645,889	6,441,978
Pension Refund Receivable.....	0	0	757,933	0	0
Internal Balances.....	(3,231,704)	192,492	(133,574)	(92,634)	(428,758)
Deferred Charges.....	486,112	444,805	488,631	485,185	546,690
Net Pension Asset.....	285,275	0	754,373	460,128	727,227
Capital Assets Not Being Depreciated.....	76,656,600	73,612,205	72,301,854	73,123,073	73,373,128
Capital Assets, Net of Accumulated Depreciation.....	<u>95,041,459</u>	<u>100,457,453</u>	<u>103,282,595</u>	<u>102,226,176</u>	<u>100,171,379</u>
Total Assets.....	<u>\$225,394,708</u>	<u>\$222,446,900</u>	<u>\$231,157,934</u>	<u>\$227,381,209</u>	<u>\$235,409,443</u>
<b>LIABILITIES:</b>					
Accounts Payable.....	\$ 5,553,118	\$ 3,568,242	\$ 2,982,236	\$ 2,558,724	\$ 4,118,591
Accrued Liabilities.....	0	0	1,651,060	1,667,497	884,324
Accrued Payroll.....	660,003	236,277	0	0	204,987
Other Payables.....	33,433	881,506	0	0	0
Accrued Interest Payable.....	749,768	370,573	344,664	300,336	313,575
Due to Other Government Units.....	0	0	0	0	269,137
Unearned Revenue.....	17,812,056	19,423,597	25,867,503	28,907,128	29,144,543
Deposits Payable.....	47,410	162,062	147,468	162,669	286,308
Short Term Notes Payable.....	0	0	5,500,000	0	7,112,000
Accrued Pension Contributions.....	1,501,945	378,235	496,186	314,461	0
Net Pension Obligation.....	0	391,723	0	0	0
Non Current Liabilities:					
Due Within One Year.....	6,602,538	7,093,508	8,016,910	8,611,399	8,705,663
Due in More Than One Year.....	<u>96,218,058</u>	<u>89,656,957</u>	<u>81,715,789</u>	<u>75,318,167</u>	<u>70,020,175</u>
Total Liabilities.....	<u>\$129,178,329</u>	<u>\$122,162,680</u>	<u>\$126,721,816</u>	<u>\$117,840,381</u>	<u>\$121,059,303</u>
<b>NET ASSETS:</b>					
Investment in Capital Assets, Net of Related Debt....	\$ 80,553,806	\$ 84,159,240	\$ 94,992,957	\$100,771,214	\$106,143,382
Restricted For:					
Streets and Highways.....	292,421	0	0	0	152,202
Public Safety.....	1,624,728	1,426,250	1,731,918	2,049,450	2,362,852
Economic Development.....	7,511,810	4,252,552	3,076,575	0	1,095,556
Debt Service.....	450,584	51,727	39,857	0	0
Unrestricted.....	<u>5,783,030</u>	<u>10,394,451</u>	<u>4,594,811</u>	<u>6,720,164</u>	<u>4,596,148</u>
Total Net Assets.....	<u>\$ 96,216,379</u>	<u>\$100,284,220</u>	<u>\$104,436,118</u>	<u>\$109,540,828</u>	<u>\$114,350,140</u>

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				
	2005	2006	2007	2008	2009
<b>Primary Government</b>					
General Government .....	\$ (1,375,338)	\$ (3,196,902)	\$ (7,580,968)	\$ (664,629)	\$ (289,549)
Public Safety .....	(27,611,899)	(30,509,388)	(27,935,116)	(32,170,577)	(34,007,194)
Public Works .....	(6,471,093)	(6,057,064)	(7,094,915)	(7,112,552)	(6,070,734)
Streets and Highways .....	(5,179,481)	(7,742,903)	(1,640,135)	(7,790,561)	(7,309,291)
Economic Development .....	(7,507,838)	(2,172,297)	(1,766,126)	(3,504,617)	(2,184,724)
Interest .....	(4,610,023)	(4,049,875)	(4,172,033)	(4,031,768)	(3,984,468)
Total Governmental Activities(1) .....	<u>\$(52,755,672)</u>	<u>\$(53,728,429)</u>	<u>\$(50,189,293)</u>	<u>\$(55,274,704)</u>	<u>\$(53,845,960)</u>
<b>General Revenues:</b>					
<b>Taxes:</b>					
Property .....	\$ 19,949,024	\$ 22,115,583	\$ 23,773,249	\$26,700,637	\$ 27,934,060
Replacement .....	1,193,354	1,238,962	1,530,070	1,408,713	1,229,867
Sales .....	8,104,425	9,220,053	9,265,270	9,147,989	8,271,828
Utility .....	2,594,534	2,579,105	2,510,644	2,583,405	2,184,785
Income .....	4,284,621	5,197,409	5,296,209	5,446,073	4,686,475
Home Rule Sales .....	4,119,582	4,887,837	5,735,928	5,559,673	4,775,264
Food and Beverage Tax .....	807,421	933,162	964,590	953,597	897,541
Hotel/Motel .....	789,748	1,242,613	1,298,403	1,621,451	1,243,395
Real Estate Transfer .....	1,114,479	1,186,212	975,339	525,343	341,949
Local Option Motor Fuel .....	929,005	1,527,438	0	0	0
Other .....	1,982,000	2,541,496	3,454,589	4,659,762	5,628,019
Intergovernmental .....	0	0	0	0	128,581
Investment Income .....	895,113	1,445,882	816,908	420,479	98,711
Miscellaneous .....	181,237	246,840	296,990	1,196,081	1,329,137
Gain (Loss) on Sale of Capital Assets .....	45,300	3,479,486	0	0	0
Contributions .....	0	0	0	0	0
Transfers .....	(847,230)	(45,809)	210,074	156,211	(94,340)
Component Unit Transfers .....	0	0	0	0	0
Total .....	<u>\$ 46,142,613</u>	<u>\$ 57,796,269</u>	<u>\$ 56,128,263</u>	<u>\$60,379,414</u>	<u>\$ 58,655,272</u>
Change in Net Assets .....	(6,613,059)	4,067,840	5,938,970	5,104,710	4,809,312
Prior Period Adjustments .....	(2,749,530)	0	0	0	0
Net Assets, January 1 .....	<u>105,578,968</u>	<u>96,216,380</u>	<u>98,497,148(2)</u>	<u>104,436,118</u>	<u>109,540,828</u>
Net Assets, December 31 .....	<u>\$ 96,216,379</u>	<u>\$100,284,220</u>	<u>\$104,436,118</u>	<u>\$109,540,828</u>	<u>\$114,350,140</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:	2005	2006	2007	2008	2009
Investments .....	\$ 3,890,589	\$ 1,884,571	\$4,330,902(1)	\$ 1,166,324(1)	\$ 9,957,253(1)
Cash and Equivalents .....	307,994	2,435,869	0	0	0
Receivables:					
Accounts .....	749,053	761,344	879,919	950,389	982,339
Property Taxes .....	16,180,024	17,790,784	20,514,568	20,841,443	22,179,165
Other Taxes .....	666,364	658,093	891,651	1,291,735	1,125,325
Other Receivables .....	111,024	202,972	183,530	239,481	708,758
Accrued Pension Contributions .....	0	0	757,933	0	0
Accrued Interest .....	11,126	859	460	214	190
Due From Other Governments .....	3,101,973	4,198,467	5,473,114	4,821,305	4,822,972
Due From Other Funds .....	4,591,084	4,509,152	7,028,745	8,542,906	8,813,767
Prepaid Items .....	12,159	5,908	0	1,980	4,536
Total Assets .....	<u>\$29,621,390</u>	<u>\$32,448,019</u>	<u>\$40,060,822</u>	<u>\$37,855,777</u>	<u>\$48,594,305</u>
<b>LIABILITIES AND FUND EQUITY:</b>					
Liabilities:					
Accounts Payable .....	\$ 1,058,918	\$ 1,720,278	\$ 1,551,048	\$ 1,710,985	\$ 1,617,404
Accrued Payroll .....	655,286	884,290	0	0	0
Accrued Liabilities .....	0	0	1,321,971	1,624,786	1,057,244
Other Payables .....	33,433	135,650	100,000	100,000	0
Due to Other Government Units .....	0	0	0	0	269,137
Deferred Revenue .....	16,405,846	18,808,683	21,258,115	22,235,804	23,729,102
Due to Other Funds .....	2,744,893	2,738,043	1,876,680	2,499,430	2,435,193
Short-term Notes Payable .....	0	0	5,500,000	0	6,500,000
Accrued Pension Contributions .....	1,501,945	378,235	496,186	314,461	0
Total Liabilities .....	<u>\$22,400,321</u>	<u>\$24,665,179</u>	<u>\$32,104,000</u>	<u>\$28,485,466</u>	<u>\$35,608,080</u>
Fund Equity:					
Reserved .....	\$ 12,159	\$ 3,853,331	\$ 6,881,187	\$ 8,140,055	\$ 8,811,994
Unreserved .....	<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>
Total Fund Equity .....	<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>
Total Liabilities and Fund Equity .....	<u>\$29,621,390</u>	<u>\$32,448,019</u>	<u>\$40,060,822</u>	<u>\$37,855,777</u>	<u>\$48,594,305</u>

Note: (1) Includes cash and equivalents.

## General Fund Revenues and Expenditures

	Audited as of December 31				
	2005	2006	2007	2008	2009
<b>REVENUES:</b>					
Taxes .....	\$21,723,494	\$23,461,237(1)	\$26,744,951	\$30,031,416	\$30,185,088
Licenses and Permits .....	5,035,156	4,087,868	3,837,256	3,228,153	3,011,551
Intergovernmental .....	14,466,315	16,189,175(1)	16,361,110(2)	17,626,764	14,430,178
Charges for Services .....	3,198,838	3,472,029	4,352,399	5,152,550	6,377,634
Fines and Forfeits .....	805,710	999,024	985,254	1,079,532	1,118,464
Investment Income .....	300,596	394,117	188,976	111,718	15,497
Miscellaneous .....	119,941	170,247	222,276	314,927	1,111,874
Total Revenues .....	<u>\$45,650,050</u>	<u>\$48,773,697</u>	<u>\$52,692,222</u>	<u>\$57,545,060</u>	<u>\$56,250,286</u>
<b>EXPENDITURES:</b>					
Current:					
General Government .....	\$ 6,425,706	\$ 6,836,983	\$ 7,139,666	\$ 7,037,168	\$ 7,093,003
Public Safety .....	28,817,121	30,816,886	30,387,962	34,439,819	35,460,313
Public Works .....	9,329,949	9,526,298	7,296,210	11,351,114	5,855,521
Streets and Highways .....	835,979	927,067	5,302,000	1,267,168	5,069,135
Economic Development .....	571,594	815,210	692,330	681,762	329,564
Interest and Fiscal Charges .....	0	0	0	32,885	0
Capital Outlay .....	0	0	0	183,735	16,836
Total Expenditures .....	<u>\$45,980,349</u>	<u>\$48,922,444</u>	<u>\$50,818,168</u>	<u>\$54,993,651</u>	<u>\$53,824,372</u>
Excess (Deficiency) of Revenues Over Expenditures .....	\$ (330,299)	\$ (148,747)	\$ 1,874,054	\$ 2,551,409	\$ 2,425,914
Other Financing Sources (Uses), net .....	<u>(695,000)</u>	<u>710,518</u>	<u>(1,395,000)</u>	<u>(1,137,920)</u>	<u>1,190,000</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses .....	\$(1,025,299)	\$ 561,771	\$ 479,054	\$ 1,413,489	\$ 3,615,914
Balance, January 1 .....	\$ 8,141,768	\$ 7,221,069	\$ 7,477,768(3)	\$ 7,956,822	\$ 9,370,311
Residual Equity Transfers In/ Prior Period Adjustment .....	104,600	0	0	0	0
Balance, December 31 .....	<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>

- 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 2010	Preliminary Unaudited 12 Months Ended 12/31/2010	Budget Fiscal Year 2011
<b>REVENUES:</b>			
Taxes .....	\$32,247,932	\$33,018,575	\$33,341,120
Licenses & Permits .....	2,769,100	4,054,683	2,607,800
Intergovernmental .....	13,425,194	14,680,433	13,129,247
Charges for Services .....	5,924,243	6,246,285	5,268,963
Fines and Forfeits .....	937,000	921,328	801,500
Investment Income .....	10,000	23,469	10,000
Other .....	1,759,123	1,967,186	543,228
Total Revenue .....	<u>\$57,072,592</u>	<u>\$60,911,959</u>	<u>\$55,701,858</u>
<b>EXPENDITURES:</b>			
General Government .....	\$ 7,521,427	\$ 6,927,019	\$ 9,083,282
Public Safety .....	35,929,405	34,078,950	36,122,366
Economic Development .....	429,039	374,321	3,944
Public Works .....	5,336,183	4,872,193	5,379,529
Streets & Highways .....	5,109,039	4,251,635	4,853,054
Total Expenditures .....	<u>\$54,325,093</u>	<u>\$50,504,118</u>	<u>\$55,442,175</u>

Notes: (1) Source: the City.

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## INDEPENDENT ACCOUNTANT'S REPORT ON COMPLIANCE

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, 2010, which collectively comprise City of Des Plaines basic financial statements as listed in the table of contents and have issued our report dated June 20, 2011. These financial statements are the responsibility of the City of Des Plaines' management. Our responsibility is to express an opinion on the financial statements based upon our audit.

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.

Compliance with laws, regulations, contracts and grants applicable to the City of Des Plaines is the responsibility of the City of Des Plaines' management. As part of obtaining reasonable assurance about whether the financial statements are free of material misstatements, we performed tests of the City of Des Plaines' compliance with provisions in Subsection (q) of Section 11-74.4-3 of Public Act 85-1142, "An Act in Relations to Tax Increment Financing." However, the objective of our audit of the financial statements was not to provide an opinion on overall compliance with such provisions. Accordingly, we do not express such an opinion.

The results of our tests indicate that, with respect to the items tested, the City of Des Plaines complied in all material respects, with Subsection (q) of Section 11-74.4-3 of Public Act 85-1142.

This report is intended solely for the information and use of the City Council, management, the State of Illinois, and others within the City and is not intended to be, and should not be, used by anyone other than the specified parties.

*Baker Tilly Virchow Krause, LLP*

Oak Brook, Illinois  
June 20, 2011

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