

CITY OF WOOD DALE, ILLINOIS

COMPREHENSIVE ANNUAL
FINANCIAL REPORT

For the Year Ended
April 30, 2006

Prepared by Finance Department

Margaret C. Powers
Interim Finance Director

CITY OF WOOD DALE, ILLINOIS
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CITY OF WOOD DALE, ILLINOIS

PRINCIPAL OFFICIALS

April 30, 2006

Mayor

Kenneth P. Johnson

City Council

Edward F. Kneip
Joseph Kolz
Christine Winger
James Pieczik

Daniel W. Shawke
Marshall J. Subach
David B. Tolemy
Eugene Wesley

City Clerk

Shirley J. Siebert

City Treasurer

Evelyn Struck

* * * * *

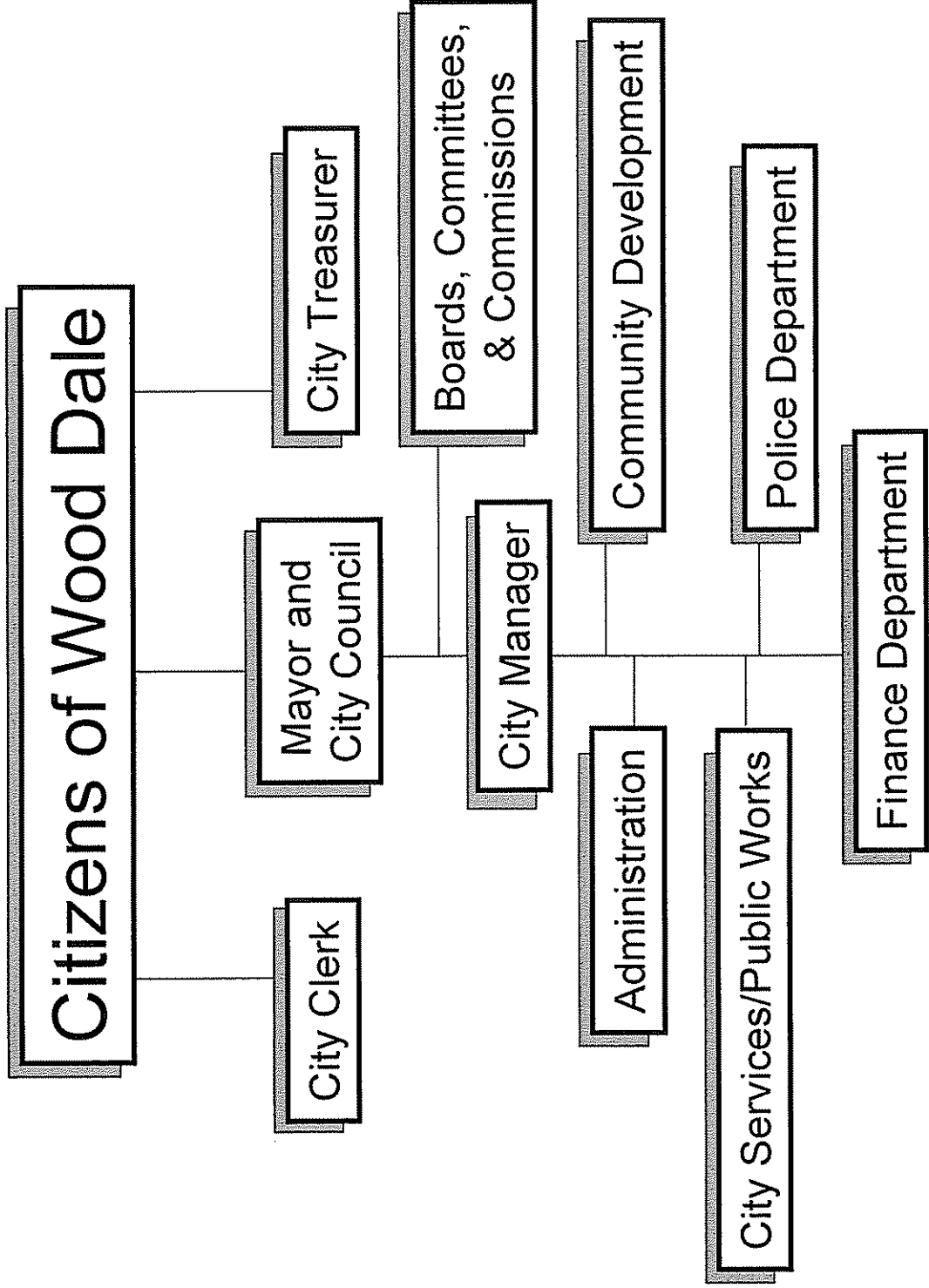
City Manager

Frank Williams

Interim Finance Director

Margaret C. Powers

City of Wood Dale Organizational Chart



Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Wood Dale
Illinois

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
April 30, 2005

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.



Carla E. Fudge

President

Jeffrey R. Emer

Executive Director



CITY OF WOOD DALE

404 NORTH WOOD DALE ROAD
WOOD DALE, ILLINOIS 60191-1596

September 15, 2006

Honorable Mayor
Members of the City Council
Citizens of the City of Wood Dale

Ladies and Gentlemen:

Illinois Compiled Statutes require that all municipalities annually publish a complete set of financial statements presented in conformity with generally accepted accounting principles and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby submit the Comprehensive Annual Financial Report (CAFR) of the City of Wood Dale, Illinois for the year ended April 30, 2006. This report consists of management's representations concerning the finances of the City of Wood Dale. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report.

Management of the City of Wood Dale has established a comprehensive internal control framework that is designed to compile sufficient reliable information for the preparation of the City of Wood Dale's financial statements in conformity with generally accepted accounting principles. Because the cost of internal controls should not outweigh their benefits, the City of Wood Dale's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement.

The City of Wood Dale's financial statements have been audited by Sikich LLP, a firm of licensed certified public accountants. The independent auditor concluded that the City of Wood Dale's financial statements for the fiscal year ended April 30, 2006 are fairly presented in conformity with generally accepted accounting principles. The independent auditor's report is presented as the first component of the financial section of this report.

Generally accepted accounting principles require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis. This letter of transmittal is designed to complement Management's Discussion and Analysis and should be read in conjunction with it. The City of Wood Dale's Management Discussion and Analysis can be found immediately following the report of the independent auditors.

Profile of the Government

The City of Wood Dale, incorporated in 1928, is located two miles west of Chicago's O'Hare International Airport, and is less than twenty miles west/northwest of the City of Chicago. Wood Dale encompasses an area of almost 4.7 square miles and serves a population of 13,535 residents. The City of Wood Dale is empowered to levy a property tax on real properties located within its boundaries. It is also empowered by state statute to extend its corporate limits by annexation, when deemed appropriate by the City Council.

The City of Wood Dale operates under the council-manager form of government. Policy-making and legislative authority are vested in the city council consisting of the mayor and eight members.

The City Council is responsible for passing ordinances, adopting the annual budget, serving on standing committees and hiring the city manager and the city attorney. 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 government, and for appointing the heads of the various departments.

The city council is elected on a nonpartisan basis, with two members from each of the City's four wards. Council members serve four-year, staggered terms, with four council members elected every two years. The mayor is elected at large to serve a four-year term.

The City of Wood Dale provides a full range of services, including police protection, the construction and maintenance of infrastructure, community development and community special events. The City also operates a commuter parking lot, and a water and sewer utility.

The annual budget serves as the foundation for the City of Wood Dale's financial planning and control. The council is required to adopt a final budget and appropriation ordinance by no later than the close of the fiscal year. The budget is prepared by fund and department. Department Heads may make budget transfers within their departments. The City Manager may make budget transfers between departments. Any revisions that alter the total expenditures of any fund require special approval of the city council.

Local Economy

Wood Dale is a mature community located in the O'Hare Industrial corridor of the Chicago metropolitan area, with limited land for new development. Equalized assessed valuation, (EAV) of real property at the end of the fiscal year totaled \$604,534,341 an increase of 56% over the past decade. At a rate of 33.3% of market value, the equalized assessed valuation translates into \$1.81 billion of investment in the community.

Approximately 700 businesses operate in the City, many located in the industrial and business parks in the north part of Wood Dale. Since retail sales have declined slightly over the past four years, the City is actively seeking methods to attract and retain retailers, primarily focusing on locations in or near the "town center". Redevelopment of this area will occur in tandem with the improvements contemplated for the Irving Park, Wood Dale Road and METRA intersection.

Permits for residential construction remained strong in 2006, with a total of 57 single family and town homes being built. Several planned unit developments comprising approximately 35 units are anticipated to be built during the next fiscal year, along with 250 residential single-family residences and town homes and 30 retail units that have been approved for construction during the next two years.

Long-Term Financial Planning

The City of Wood Dale is dedicated to long-term financial planning, and prepares and updates detailed operational and capital budgets annually. Multi-year projections of revenues and expenses are utilized for all funds so that the City can be proactive in areas identified as potential problems.

Due to the property tax cap and the City's increasing reliance on sales taxes, the City Council will continue to consider various opportunities to increase the sales taxes collected including strategies to attract and retain retail businesses, a potential referendum for an increase in the sales tax rate, and alternative financing strategies including special service area and tax increment financing.

A referendum question was placed on the March 21, 2006 ballot to increase the sales tax for non-home rule communities to 1% in Wood Dale. The referendum failed and will be repeated on the November 6, 2006 ballot.

During the past fiscal year, the City established three new special service areas to finance repair and reconstruction of substantial infrastructure in its business and industrial park. A total of \$8,380,000 in bonds was issued for these special service areas and construction is expected to begin in 2007 on the needed repairs and improvements.

The City's other long-term infrastructure needs have been identified through a street-sufficiency study, while the equipment and infrastructure needed by the City's water and sewer utility are currently under analysis. During the next five years, the City will be addressing its capital needs through debt issuance, increased water and sewer rates, and alternative revenue sources.

During the fiscal year, the City Council approved a series of annual water and sewer rate increases beginning September 1, 2005 and ending September 1, 2009. It is the intent of the City Council to carefully monitor the utility rates in order to provide the necessary funding for needed capital improvements.

The City Council and staff also participate in an ongoing, strategic planning process that allows for the development of long range objectives and implementation strategies. This strategic plan, coupled with the capital and operating budgets ensures that the City identifies, prioritizes and addresses areas of concern in a comprehensive fashion.

Major Initiatives

The City has been involved in a variety of projects throughout the fiscal year. These projects reflect the City's commitment to maintaining and enhancing the environment for all citizens. The most significant projects are listed below:

- The 2005 Street Improvement Program included reconstruction of Stoneham Avenue from Elmwood to Wood Dale Road, along with storm and sanitary sewer replacement.
- Continuation of the intersection feasibility study for Irving Park Road, Wood Dale Road and the METRA right of way.
- Construction of additional portions of the bike/pedestrian path, a joint venture between the City, Forest Preserve District of DuPage County and the Village of Itasca. The bike/pedestrian path officially opened in June, 2005.
- Replacement of three police squads and two administrative vehicles.
- Continuation of the water meter replacement program.
- Execution of financing leases for a sewer cleaning vehicle and two dump trucks, for the City Services Department.
- Purchase of ten mobile data terminals for police squad cars.
- Purchase of an accident investigation management system for the Police Department
- Purchase of audio/video equipment for Police Department training.
- Initiation of a railroad station area study, partially funded by a grant from METRA to determine various redevelopment plans for the "town center" area.

Awards and Acknowledgements

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 Wood Dale for its comprehensive annual financial report for the fiscal year ended April 30, 2005. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. 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 that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Preparation of this report could not have been accomplished without the efficient and dedicated service of the entire staff of the Finance Department, and the assistance of the staff of the other operating departments of the City. Credit must also be given to the Mayor and City Council for their unfailing support in maintaining the highest standards of professionalism in the management of the City of Wood Dale's finances.

Respectfully submitted,



Frank Williams
City Manager



Margaret C. Powers
Interim Finance Director

FINANCIAL SECTION



998 Corporate Boulevard • Aurora, IL 60502

Members of American Institute of
Certified Public Accountants &
Illinois CPA Society

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor
Members of the City Council
City of Wood Dale, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Wood Dale, Illinois as of and for the year ended April 30, 2006, which collectively comprise the City of Wood Dale, Illinois' basic financial statements as listed in the table of contents. These basic financial statements are the responsibility of the City of Wood Dale, Illinois' management. Our responsibility is to express opinions on these basic financial statements based on our audit.

We conducted our audit 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 basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Wood Dale, Illinois as of April 30, 2006, 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.

The Management's Discussion and Analysis and the other required supplementary information listed in the accompanying table of contents are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. 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 Wood Dale, Illinois' basic financial statements. The combining and individual fund financial statements and schedules and supplemental data as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements and schedules and supplemental data have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly presented in all material respects in relation to the basic financial statements taken as a whole.

The introductory and statistical information listed in the table of contents was not audited by us, and accordingly, we do not express an opinion thereon.

A handwritten signature in cursive script, appearing to read "J. Paul LLP".

Aurora, Illinois
August 11, 2006

City of Wood Dale
Management's Discussion and Analysis
April 30, 2006

The City of Wood Dale management discussion and analysis is designed to assist the reader in analyzing and understanding the City's financial activities for the fiscal year ended April 30, 2006. It should be read in conjunction with the Letter of Transmittal on pages iv through vii and the financial statements which begin on page 3.

Overview of the Financial Statements

The City's basic financial statements consist of three components; 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. The basic financial statements present two different perspectives that allow the reader a broader basis of comparison in assessing the City's financial condition. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements

The government-wide financial statements are designed to provide a broad overview of the City's finances, in a format similar to that found in the financial statements of a private-sector business. They provide both long and short-term information about the City, taken as a whole.

The statements are divided into two categories: 1) governmental activities and 2) business-type activities. The governmental activities include the City of Wood Dale's basic services of public safety, public works and general administration. The business-type activities include the water & sewer operations, refuse disposal and the commuter parking lot.

There are two statements presented for each of these activities. The first is the **Statement of Net Assets**, which presents all of the City's assets and liabilities with the difference between the two being reported as net assets. Over time, increases and decreases in net assets may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The second statement is the **Statement of Activities**, which reports how the City's net assets changed during the current fiscal year. All current year revenues and expenses are included regardless of the timing of the related cash flows. Thus, revenue and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

The government-wide financial statements can be found on pages 3 through 5 of this report.

Fund Financial Statements

A fund is a grouping of related accounts used to maintain control over resources that have been segregated for specific activities or objectives. The City of Wood Dale, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds and fiduciary funds. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for nonmajor funds is provided in the form of combining schedules later in this report.

Governmental Funds

Governmental funds are reported in the fund financial statements and encompass essentially the same functions reported as governmental activities in the government-wide financial statements. However, the focus is very different with fund statements, providing a distinctive view of the City's governmental funds. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are

(See independent auditor's report.)

City of Wood Dale
Management's Discussion and Analysis
April 30, 2006

useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources in the near term.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains thirteen 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 balance for the General Fund, Special Business District Fund, Capital Projects Fund, Water & Sewer Depreciation Fund, and Land Acquisition Fund, all of which are considered to be major funds. Data from the other eight governmental funds are combined into a single, aggregated presentation.

The City of Wood Dale adopts an annual appropriation ordinance for its General Fund, as required by Illinois Statutes. A budgetary statement has been provided for the General Fund to demonstrate compliance with this budget.

Proprietary Funds

The City of Wood Dale has three enterprise funds that are considered proprietary funds in the financial statements. Enterprise funds are presented as business-type activities in the government-wide financial statements, and include the funds used to account for the water & sewer utility, the commuter parking lot, and refuse disposal services (sanitation).

Proprietary funds provide the same type of information as the government-wide financial statements only in more detail. The proprietary fund financial statements provide separate information for the Water & Sewer Fund, and aggregated information for the Commuter Parking Lot Fund and the Sanitation Fund.

The basic proprietary fund financial statements can be found on pages 12 through 15 of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside of the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The City of Wood Dale maintains two fiduciary funds: the Police Pension Fund and the Special Service Area Fund.

The basic fiduciary fund financial statements can be found on pages 16 and 17 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to financial statements can be found on pages 18 through 44 of this report.

City of Wood Dale
Management's Discussion and Analysis
April 30, 2006

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning budget to actual comparisons for the General Fund and Special Business District Fund as well as certain required information regarding the City's progress in funding its pension obligations to employees. Required supplementary information can be found after notes to the financial statements.

Government-wide Financial Analysis

The government-wide financial statements for the fiscal year ended April 30, 2006 and April 30, 2005 are presented below for comparative purposes. These statements reflect the operations and net assets of the government as a whole. The changes in the financial statement reporting model are mandated by the Governmental Accounting Standards Board (GASB), and were first implemented by the City of Wood Dale for the period ended April 30, 2004.

Net Assets

The following table presents the condensed Statement of Net Assets:

Table 1
Statement of Net Assets

| | Governmental Activities | | Business-type Activities | | Total Primary Government | |
|---|-------------------------|---------------------|--------------------------|---------------------|--------------------------|---------------------|
| | 2006 | 2005 | 2006 | 2005 | 2006 | 2005 |
| Current and Other Assets | \$15,058,772 | \$14,642,921 | \$5,752,324 | \$3,171,228 | \$20,811,096 | \$17,814,149 |
| Capital Assets | 71,101,801 | 71,880,965 | 11,590,396 | 11,788,921 | 82,692,197 | 83,669,886 |
| Total Assets | 86,160,573 | 86,523,886 | 17,342,720 | 14,960,149 | 103,503,293 | 101,484,035 |
| Long-Term Liabilities | 671,075 | 683,996 | -0- | -0- | 671,075 | 683,996 |
| Other Liabilities | 6,195,206 | 4,888,117 | 529,172 | 538,223 | 6,724,378 | 5,426,340 |
| Total Liabilities | 6,866,281 | 5,572,113 | 529,172 | 538,223 | 7,395,453 | 6,110,336 |
| Net Assets: | | | | | | |
| Invested in Capital Assets, net of debt | 69,507,259 | 71,318,399 | 11,590,396 | 11,395,533 | 81,097,655 | 82,713,932 |
| Restricted | 986,366 | 1,632,106 | -0- | -0- | 986,366 | 1,632,106 |
| Unrestricted | 8,800,667 | 8,001,268 | 5,223,152 | 3,026,393 | 14,023,819 | 11,027,661 |
| Total Net Assets | 79,294,292 | \$80,951,773 | \$16,813,548 | \$14,421,926 | \$96,107,840 | \$95,373,699 |

Total assets exceed total liabilities for governmental activities as well as business-type activities for the fiscal year ended April 30, 2006. Approximately 87% of the City's total net assets represents investments in capital assets, (buildings, equipment and infrastructure, net of related debt). 1 % of the total net assets represent resources that are restricted on how they may be used. The remaining balance of unrestricted net assets, \$ 8,800,667 may be used to meet the City's ongoing obligations to citizens and creditors.

As of April 30, 2006 the City is able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate governmental and business-type activities. For more detailed information, see the Statement of Net Assets on page 3.

City of Wood Dale
Management's Discussion and Analysis
April 30, 2006

Activities

The following table summarizes the revenue and expenses of the City's activities.

Table 2
Statement of Activities

| | Governmental Activities | | Business-Type Activities | | Total Primary Government | |
|------------------------------------|-------------------------|---------------------|--------------------------|----------------------------|--------------------------|---------------------|
| | 2006 | 2005 | 2006 | 2005 | 2006 | 2005 |
| REVENUE | | | | | | |
| Program Revenues | | | | | | |
| Charges for services | 2,521,118 | \$893,600 | \$5,098,847 | \$4,906,799 | \$7,619,965 | \$5,800,399 |
| Operating grants and Contributions | 472,033 | 403,625 | 62,583 | -0- | 534,616 | 403,625 |
| Capital grants and contributions | 346,422 | -0- | -0- | -0- | 346,422 | -0- |
| General Revenues: | | | | | | |
| Property Taxes | 2,388,140 | 2,144,317 | -0- | -0- | 2,388,140 | 2,144,317 |
| Other Taxes | 6,682,360 | 7,445,374 | 313,589 | -0- | 6,995,949 | 7,445,374 |
| Other revenue and transfers | 116,981 | 2,622,683 | 1,339,295 | (429,155) | 1,456,276 | 2,193,528 |
| TOTAL REVENUES | 12,527,054 | 13,509,599 | 6,814,314 | 4,477,618381 44 | 19,341,368 | 17,987,243 |
| EXPENSES | | | | | | |
| General Government | 1,334,320 | 3,779,444 | -0- | -0- | 1,334,320 | 3,779,444 |
| Public Safety | 4,540,244 | 4,211,598 | -0- | -0- | 4,540,244 | 4,211,598 |
| Highways and Streets | 6,616,328 | 4,202,937 | -0- | -0- | 6,616,328 | 4,202,937 |
| Recreation | 169,739 | 114,408 | -0- | -0- | 169,739 | 114,408 |
| Debt Service | 18,381 | 11,308 | -0- | -0- | 18,381 | 11,308 |
| Waterworks and Sewer | -0- | -0- | 4,237,658 | 3,907,855 | 4,237,658 | 3,907,855 |
| Parking | -0- | -0- | 300,795 | 41,376 | 300,795 | 41,376 |
| Sanitation | -0- | -0- | 721,217 | 665,671 | 721,217 | 665,671 |
| TOTAL EXPENSES | 12,679,012 | 12,319,695 | 5,259,670 | 4,614,902 | 17,938,682 | 16,934,597 |
| CHANGE IN NET ASSETS | (151,958) | 1,189,904 | 1,554,644 | (137,258) | 1,402,686 | 1,052,646 |
| NET ASSETS, MAY 1, Restated | 79,446,250 | 79,761,869 | 15,258,904 | 14,559,184 | 94,705,154 | 94,321,053 |
| NET ASSETS, APRIL 30 | \$79,294,292 | \$80,951,773 | \$16,813,548 | \$14,421,926 | \$96,107,840 | \$95,373,699 |

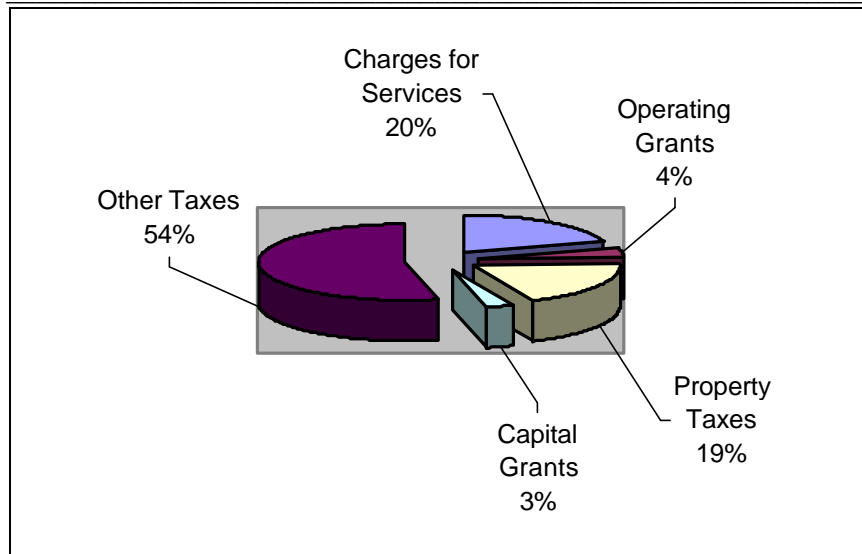
Net assets for governmental activities decreased \$1,657,481 during fiscal year 2006. This decrease was due primarily to a reduction in other tax revenue and other revenues and transfers, correction of prior period capital asset balances and an increase in highway and street expenditures. Net assets for business-type activities increased \$2,391,622.

Revenues

Of the total City revenue, \$12,527,054 or 64% was accounted for by governmental activities and \$6,814,314 or 36% by business-type activities. Of the total City expenses, \$12,679,012 or 70% was accounted for by governmental activities and \$5,259,670 or 30% by business-type activities. Governmental activities net assets represent 82% of the total net assets at April 30, 2006.

City of Wood Dale
Management's Discussion and Analysis
April 30, 2006

Exhibit I
Revenues by Source
For the Fiscal Year Ended April 30, 2006



Revenues from governmental activities primarily consist of taxes totaling \$9,070,500 and other revenue of \$3,456,554. Property taxes account for \$ 2,388,140 or 19% of the total, while sales, income, use and telecommunication taxes account for 54% or \$ 6,682,360. The remaining governmental activities revenue was generated by permit fees, fines, vehicle licenses, and miscellaneous charges for services as well as capital and operating grants.

Revenue from business-type activities consists primarily of user charges for the water & sewer utility, parking fees charged to users of the commuter parking lot, and charges for refuse disposal services.

Expenses

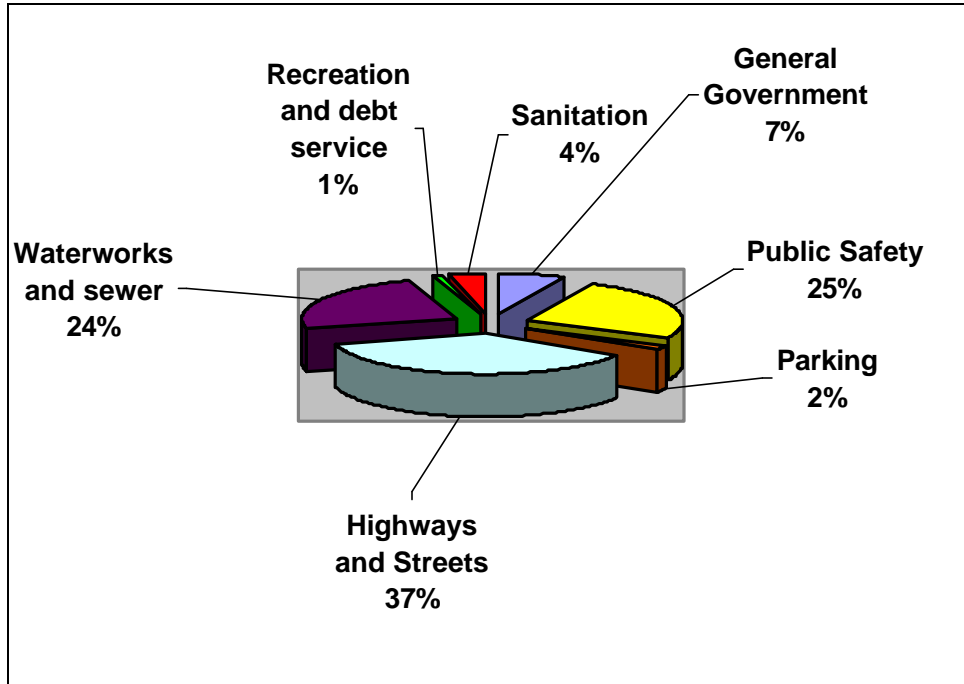
Of the total City expenses, \$ 12,679,012 or 70% was generated by governmental activities, while business-type activities accounted for 30% or \$ 5,259,670.

Governmental activities expenses consist of those related to public safety, highways and streets, recreation, debt service and general government, while business-type expenses are derived from operations for waterworks, sewerage, sanitation and parking services.

(See independent auditor's report.)

City of Wood Dale
Management's Discussion and Analysis
April 30, 2006

Exhibit II
Expenses by Type
For the Fiscal Year Ended April 30, 2006



Financial Analysis of the City's Funds

Major Funds – Governmental Activities

General Fund

The General Fund is the major operating fund of the City. For the fiscal year ended April 30, 2006, the General Fund reported an unreserved fund balance of \$ 8,028,182. Unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year, and as a measure of the General Fund's liquidity. Measuring the unreserved fund balance against total General Fund annual expenditures indicates that the unreserved fund balance equals 11.7 months or 98% of total annual expenditures.

At April 30, 2006, the unreserved fund balance in the General Fund was \$ 2,532,968 higher than the unreserved fund balance in the General Fund at April 30, 2005. This represents a 46% increase.

(See independent auditor's report.)

City of Wood Dale
Management's Discussion and Analysis
April 30, 2006

Table 3
General Fund Budgetary Highlights
For the Fiscal Year Ended April 30, 2006

| | Final Budget | Actual | Over (Under) |
|---|------------------|-------------------|--------------------|
| REVENUES | | | |
| Taxes | 7,829,895 | 7,902,283 | 72,388 |
| Charges for Services | 148,325 | 239,676 | 91,351 |
| Other | 1,640,017 | 2,726,289 | 1,086,272 |
| Total Revenues | 9,618,237 | 10,868,248 | 1,250,011 |
| EXPENDITURES | | | |
| General Government | 3,640,742 | 2,948,089 | (692,653) |
| Public Safety | 4,592,972 | 4,316,396 | (276,576) |
| Highways and Streets | 1,001,287 | 912,796 | (88,491) |
| Total Expenditures | 9,235,001 | 8,177,281 | (1,057,720) |
| Excess of Revenues over Expenditures | 383,236 | 2,690,967 | 2,307,731 |

General fund tax revenue was \$ 72,388 higher than budgeted. The increase was mainly due to income, telecommunications, and utility taxes that were higher than the 2006 fiscal year budget. However, sales taxes were \$301,520 lower than budgeted.

Other general fund revenues were higher by \$1,177,623. These revenues sources include licenses, permits, grants, fines and forfeitures, charges for services, investment income and miscellaneous revenue.

General fund expenditures were \$ 1,057,720 lower than budgeted. The decreases are primarily due to health care costs that were lower than budgeted, and unfilled personnel vacancies in several departments.

Capital Projects Fund and Water/Sewer Depreciation Fund

The Capital Projects Fund and the Water & Sewer Depreciation Fund are also considered major funds of the City. These funds are used to record the City's capital expenditures including streets, storm sewers, water and sewer mains and sanitary sewers, as well as buildings and improvements.

Revenue totaling \$1,140,228 for the Capital Projects Fund was derived from utility taxes and intergovernmental grants. Expenditures for the Capital Projects Fund of \$1,951,320 consisted of the 2006 street improvement project, the Irving Park Road intersection study, and a final payment on the pedestrian bridge.

The Water/Sewer Depreciation Fund was closed at the beginning of the fiscal year and combined with the Water/Sewer Operating Fund. A transfer of \$781,288 was made from the Water/Sewer Depreciation Fund to the Water/Sewer Operating Fund to effect this change.

City of Wood Dale
Management's Discussion and Analysis
April 30, 2006

Other Funds – Business-type Activities

The City maintains three enterprise funds that comprise its business-type activities. The Water/Sewer Operations Fund is considered a major fund, while the Commuter Parking Lot Fund and the Sanitation Fund are considered non-major funds.

Capital Assets and Debt Administration

At the end of fiscal year 2006, the City has a combined total of \$ 82,692,197 invested in capital assets. The table below lists the assets by category.

Table 5
Investment in Capital Assets

| | |
|------------------------------------|---------------------|
| Land and land improvements | \$4,460,861 |
| Lands - Rights of Way | 12,486,207 |
| Buildings and improvements | 4,316,494 |
| Vehicles and equipment | 6,866,884 |
| Streets/Sidewalks/Bridges | 82,859,197 |
| Parking Lot improvements | 362,227 |
| Water & Sewer Mains | 13,177,512 |
| Total Capital Assets | 124,529,382 |
| Less: Accumulated Depreciation | <u>(41,837,185)</u> |
| Capital Assets Net of Depreciation | <u>\$82,692,197</u> |

For more information on the City's capital assets, see Note 6 in the Notes to the Financial Statements.

Long Term Debt

The City had no outstanding general obligation bonded debt as of April 30, 2006.

The City also recorded long-term debt of \$2,396,838. This debt is comprised of \$1,250,000 of debt certificates and amounts payable for compensated employee absences, capital leases and the City's net pension obligation to the Police Pension Fund.

Table 6
Long Term Debt

| | Governmental Activities | Business-Type Activities | Total |
|--------------------------|-------------------------|--------------------------|------------------|
| General Obligation Bonds | -0- | -0- | -0- |
| Debt Certificates | 1,250,000 | -0- | 1,250,000 |
| Net Pension Obligation | 281,103 | -0- | 281,103 |
| Capital Leases | 344,542 | -0- | 344,542 |
| Compensated Absences | 449,842 | 71,351 | 521,193 |
| TOTAL | 2,325,487 | 71,351 | 2,396,838 |

For more information on the City's long term debt, see Note 6 in the Notes to the Financial Statements.

City of Wood Dale
Management's Discussion and Analysis
April 30, 2006

Economic Factors and Next Year's Budget and Rates

Property taxes provide the City of Wood Dale with a stable revenue source, although this source is subject to the annual tax cap and will not grow appreciably during the next fiscal year. Shared revenues from the State of Illinois continue to make up a significant source of revenues. However, concern over the State of Illinois budget crisis and its potential impact on state income taxes may force the City to seek alternate revenue sources. As a non-home rule community, the City must seek voter approval through referendum in order to raise property tax or sales tax rates.

The City placed the question of whether or not the voters wish the City to impose an additional 1% non home-rule sales tax on the March 21, 2006 ballot. This referendum was unsuccessful. The question will be submitted to the voters once again on the November 6, 2006 ballot.

The budget for fiscal year 2006/07 was approved by the City Council on April 27, 2006. Expenditures in this budget total \$ 23,615,849 for all funds, a 2.3% increase compared to fiscal year 2006. Most of the increase is due to increases in salaries and health insurance costs.

Requests for Information

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 commitment to public accountability. If you have any questions about this report or wish to request additional information, please contact the Finance Department of the City of Wood Dale, 404 N. Wood Dale Road, Wood Dale, Illinois 60191.

BASIC FINANCIAL STATEMENTS

CITY OF WOOD DALE, ILLINOIS

STATEMENT OF NET ASSETS

April 30, 2006

| | Primary Government | | |
|---|----------------------------|-----------------------------|----------------------|
| | Governmental Activities | Business-Type Activities | Total |
| ASSETS | | | |
| Cash and investments | \$ 10,071,752 | \$ 4,162,950 | \$ 14,234,702 |
| Receivables, net of allowance for uncollectibles | | | |
| Taxes | 2,258,697 | - | 2,258,697 |
| Accounts | 944,018 | 836,654 | 1,780,672 |
| Due from other governments | 1,197,461 | 133,050 | 1,330,511 |
| Due from (to) other funds | (1,281) | 1,281 | - |
| Due from fiduciary funds | 365,582 | - | 365,582 |
| Prepaid expenses | 205,707 | - | 205,707 |
| Inventory | 16,836 | - | 16,836 |
| Capital assets | | | |
| Non-depreciable | 16,560,968 | 260,000 | 16,820,968 |
| Depreciable, net of accumulated depreciation | 54,540,833 | 11,330,396 | 65,871,229 |
| Water purchase rights, net | - | 618,389 | 618,389 |
| Total assets | 86,160,573 | 17,342,720 | 103,503,293 |
| LIABILITIES | | | |
| Accounts payable | 515,703 | 268,368 | 784,071 |
| Accrued payroll | 94,042 | 21,056 | 115,098 |
| Other payables | 3,036 | 20,207 | 23,243 |
| Deposits payable | 1,669,316 | 148,190 | 1,817,506 |
| Deferred revenue | 2,258,697 | - | 2,258,697 |
| Noncurrent liabilities | | | |
| Due within one year | 1,654,412 | 71,351 | 1,725,763 |
| Due in more than one year | 671,075 | - | 671,075 |
| Total liabilities | 6,866,281 | 529,172 | 7,395,453 |
| NET ASSETS | | | |
| Invested in capital assets, net of related debt | 69,507,259 | 11,590,396 | 81,097,655 |
| Restricted for | | | |
| Highways and streets | 598,158 | - | 598,158 |
| METRA project | 388,208 | - | 388,208 |
| Unrestricted | 8,800,667 | 5,223,152 | 14,023,819 |
| TOTAL NET ASSETS | \$ 79,294,292 | \$ 16,813,548 | \$ 96,107,840 |

See accompanying notes to financial statements.

CITY OF WOOD DALE, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2006

| FUNCTIONS/PROGRAMS | Expenses | Program Revenues | | |
|---------------------------------|----------------------|-------------------------|---------------------|-------------------|
| | | Charges for Services | Operating Grants | Capital Grants |
| PRIMARY GOVERNMENT | | | | |
| Governmental Activities | | | | |
| General government | \$ 1,334,320 | \$ 1,822,730 | \$ - | \$ - |
| Public safety | 4,540,244 | 695,618 | 38,163 | 8,306 |
| Highways and streets | 6,616,328 | 2,770 | 433,870 | 338,116 |
| Recreation | 169,739 | - | - | - |
| Interest | 18,381 | - | - | - |
| Total governmental activities | 12,679,012 | 2,521,118 | 472,033 | 346,422 |
| Business-Type Activities | | | | |
| Water/sewer operations | 4,237,658 | 4,308,892 | - | - |
| Sanitation | 721,217 | 706,951 | - | - |
| Commuter parking | 300,795 | 83,004 | 62,583 | - |
| Total business-type activities | 5,259,670 | 5,098,847 | 62,583 | - |
| TOTAL PRIMARY GOVERNMENT | \$ 17,938,682 | \$ 7,619,965 | \$ 534,616 | \$ 346,422 |

| | Net (Expense) Revenue and Change in Net Assets | | |
|-----------------------------|--|-----------------------------|----------------------|
| | Primary Government | | |
| | Governmental Activities | Business-Type Activities | Total |
| | \$ 488,410 | \$ - | \$ 488,410 |
| | (3,798,157) | - | (3,798,157) |
| | (5,841,572) | - | (5,841,572) |
| | (169,739) | - | (169,739) |
| | (18,381) | - | (18,381) |
| | <u>(9,339,439)</u> | <u>-</u> | <u>(9,339,439)</u> |
| | - | 71,234 | 71,234 |
| | - | (14,266) | (14,266) |
| | - | (155,208) | (155,208) |
| | - | (98,240) | (98,240) |
| | <u>(9,339,439)</u> | <u>(98,240)</u> | <u>(9,437,679)</u> |
| General Revenues | | | |
| Taxes | | | |
| Property and replacement | 2,388,140 | - | 2,388,140 |
| Sales | 2,788,480 | - | 2,788,480 |
| Telecommunications | 1,050,169 | 313,589 | 1,363,758 |
| Utility | 1,341,733 | - | 1,341,733 |
| Hotel/motel | 312,301 | - | 312,301 |
| Income | 1,034,238 | - | 1,034,238 |
| Miscellaneous | 155,439 | - | 155,439 |
| Investment income | 304,797 | 113,806 | 418,603 |
| Miscellaneous | 302,890 | 169,201 | 472,091 |
| Contributions | - | 200,000 | 200,000 |
| Transfers in (out) | (490,706) | 856,288 | 365,582 |
| Total | <u>9,187,481</u> | <u>1,652,884</u> | <u>10,840,365</u> |
| CHANGE IN NET ASSETS | <u>(151,958)</u> | <u>1,554,644</u> | <u>1,402,686</u> |
| NET ASSETS, MAY 1 | 80,951,773 | 14,421,926 | 95,373,699 |
| Prior period adjustment | <u>(1,505,523)</u> | <u>836,978</u> | <u>(668,545)</u> |
| NET ASSETS, MAY 1, RESTATED | <u>79,446,250</u> | <u>15,258,904</u> | <u>94,705,154</u> |
| NET ASSETS, APRIL 30 | <u>\$ 79,294,292</u> | <u>\$ 16,813,548</u> | <u>\$ 96,107,840</u> |

See accompanying notes to financial statements.

CITY OF WOOD DALE, ILLINOIS

BALANCE SHEET
GOVERNMENTAL FUNDS

April 30, 2006

| | General Fund | Special Business District | Capital Projects | Water/Sewer Depreciation | Land Acquisition | Nonmajor | Total |
|--|----------------------|---------------------------|---------------------|--------------------------|------------------|---------------------|----------------------|
| ASSETS | | | | | | | |
| Cash and investments | \$ 7,486,416 | \$ 758,918 | \$ 787,744 | \$ - | \$ 16,915 | \$ 1,021,759 | \$ 10,071,752 |
| Receivables, net of allowance for uncollectibles | | | | | | | |
| Taxes | 2,258,697 | - | - | - | - | - | 2,258,697 |
| Accounts | 474,750 | - | 441,946 | - | - | 27,322 | 944,018 |
| Due from other governments | 1,165,725 | - | - | - | - | 31,736 | 1,197,461 |
| Due from other funds | 10,193 | - | - | - | - | - | 10,193 |
| Due from fiduciary funds | 365,582 | - | - | - | - | - | 365,582 |
| Prepaid items | 205,707 | - | - | - | - | - | 205,707 |
| Inventory | 16,836 | - | - | - | - | - | 16,836 |
| TOTAL ASSETS | \$ 11,983,906 | \$ 758,918 | \$ 1,229,690 | \$ - | \$ 16,915 | \$ 1,080,817 | \$ 15,070,246 |

| | General Fund | Special Business District | Capital Projects | Water/Sewer Depreciation | Land Acquisition | Nonmajor | Total |
|--|----------------------|---------------------------|---------------------|--------------------------|------------------|---------------------|----------------------|
| LIABILITIES AND FUND BALANCES | | | | | | | |
| LIABILITIES | | | | | | | |
| Accounts payable | \$ 111,057 | \$ 49,910 | \$ 299,392 | \$ - | \$ 10,572 | \$ 44,772 | \$ 515,703 |
| Accrued payroll | 93,231 | - | - | - | - | 811 | 94,042 |
| Other payables | 2,056 | - | 980 | - | - | - | 3,036 |
| Due to other funds | - | - | - | - | - | 11,474 | 11,474 |
| Deposits payable | 945,989 | 723,327 | - | - | - | - | 1,669,316 |
| Deferred revenue | 2,580,848 | - | - | - | - | - | 2,580,848 |
| Total liabilities | 3,733,181 | 773,237 | 300,372 | - | 10,572 | 57,057 | 4,874,419 |
| FUND BALANCES | | | | | | | |
| Reserved for prepaid items | 205,707 | - | - | - | - | - | 205,707 |
| Reserved for inventory | 16,836 | - | - | - | - | - | 16,836 |
| Reserved for highways and streets | - | - | - | - | - | 598,158 | 598,158 |
| Reserved for METRA project | - | - | 388,208 | - | - | - | 388,208 |
| Unreserved | | | | | | | |
| General | 8,028,182 | - | - | - | - | - | 8,028,182 |
| Special Revenue | - | (14,319) | - | - | - | 349,353 | 335,034 |
| Capital Projects | - | - | 541,110 | - | 6,343 | 76,249 | 623,702 |
| Total fund balances (deficit) | 8,250,725 | (14,319) | 929,318 | - | 6,343 | 1,023,760 | 10,195,827 |
| TOTAL LIABILITIES AND FUND BALANCES | \$ 11,983,906 | \$ 758,918 | \$ 1,229,690 | \$ - | \$ 16,915 | \$ 1,080,817 | \$ 15,070,246 |

See accompanying notes to financial statements.

CITY OF WOOD DALE, ILLINOIS

RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET ASSETS

April 30, 2006

| | |
|--|----------------------|
| FUND BALANCES OF GOVERNMENTAL FUNDS | \$ 10,195,827 |
| Amounts reported for governmental activities in the statement of net assets are different because: | |
| Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds | 71,101,801 |
| Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the governmental funds | 322,151 |
| Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds | |
| Debt certificates | (1,250,000) |
| Capital leases | (344,542) |
| Net pension obligation | (281,103) |
| Compensated absences | <u>(449,842)</u> |
| NET ASSETS OF GOVERNMENTAL ACTIVITIES | <u>\$ 79,294,292</u> |

See accompanying notes to financial statements.

CITY OF WOOD DALE, ILLINOIS

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

For the Year Ended April 30, 2006

| | General Fund | Special Business District | Capital Projects | Water/Sewer Depreciation | Land Acquisition | Nonmajor | Total |
|--|------------------|---------------------------|------------------|--------------------------|--------------------|------------------|------------------|
| REVENUES | | | | | | | |
| Taxes | \$ 7,902,283 | \$ - | \$ 671,675 | \$ - | \$ - | \$ 492,694 | \$ 9,066,652 |
| Licenses and permits | 1,616,539 | - | - | - | - | - | 1,616,539 |
| Intergovernmental | 84,962 | - | 437,607 | - | - | 430,683 | 953,252 |
| Charges for services | 239,676 | - | - | - | - | - | 239,676 |
| Fines, fees and forfeits | 619,998 | - | - | - | - | - | 619,998 |
| Investment income | 213,112 | - | 30,946 | - | 6,380 | 54,359 | 304,797 |
| Miscellaneous | 191,678 | 11,386 | - | - | - | 9,957 | 213,021 |
| Total revenues | 10,868,248 | 11,386 | 1,140,228 | - | 6,380 | 987,693 | 13,013,935 |
| EXPENDITURES | | | | | | | |
| Current | | | | | | | |
| General government | 2,948,089 | 49,910 | - | - | - | 73,634 | 3,071,633 |
| Public safety | 4,316,396 | - | - | - | - | 35,361 | 4,351,757 |
| Highways and streets | 912,796 | - | - | - | - | 669,052 | 1,581,848 |
| Recreation | - | - | - | - | - | 169,739 | 169,739 |
| Capital outlay | - | - | 1,951,320 | - | 1,948,657 | 259,820 | 4,159,797 |
| Debt service | - | - | - | - | - | - | - |
| Interest | - | - | - | - | 18,381 | - | 18,381 |
| Total expenditures | 8,177,281 | 49,910 | 1,951,320 | - | 1,967,038 | 1,207,606 | 13,353,155 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | 2,690,967 | (38,524) | (811,092) | - | (1,960,658) | (219,913) | (339,220) |

| | General Fund | Special Business District | Capital Projects | Water/Sewer Depreciation | Land Acquisition | Nonmajor | Total |
|---|---------------------|---------------------------|-------------------|--------------------------|------------------|---------------------|----------------------|
| OTHER FINANCING SOURCES (USES) | | | | | | | |
| Sale of capital assets | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 3,825 | \$ 3,825 |
| Transfers in | 385,033 | 48,939 | 340,000 | - | 231,000 | 387,696 | 1,392,668 |
| Transfers (out) | (506,197) | - | - | (781,288) | - | (595,889) | (1,883,374) |
| Debt certificates issued | - | - | - | - | 1,250,000 | - | 1,250,000 |
| Capital leases issued | - | - | - | - | - | 376,942 | 376,942 |
| Total other financing sources (uses) | (121,164) | 48,939 | 340,000 | (781,288) | 1,481,000 | 172,574 | 1,140,061 |
| NET CHANGE IN FUND BALANCES | 2,569,803 | 10,415 | (471,092) | (781,288) | (479,658) | (47,339) | 800,841 |
| FUND BALANCES (DEFICIT), MAY 1 | 6,064,290 | (24,734) | 1,145,687 | 781,288 | 486,001 | 1,071,099 | 9,523,631 |
| Prior period adjustment | (383,368) | - | 254,723 | - | - | - | (128,645) |
| FUND BALANCES (DEFICIT), MAY 1, RESTATED | 5,680,922 | (24,734) | 1,400,410 | 781,288 | 486,001 | 1,071,099 | 9,394,986 |
| FUND BALANCES (DEFICIT), APRIL 30 | \$ 8,250,725 | \$ (14,319) | \$ 929,318 | \$ - | \$ 6,343 | \$ 1,023,760 | \$ 10,195,827 |

See accompanying notes to financial statements.

CITY OF WOOD DALE, ILLINOIS

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2006

| | |
|--|---------------------|
| NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS | \$ 800,841 |
| Amounts reported for governmental activities in the statement of activities are different because: | |
| Governmental funds report capital outlay as expenditures, however, they are capitalized and depreciated in the statement of activities | |
| Capitalized capital assets | 3,617,165 |
| Depreciation expense | (2,947,566) |
| Loss on disposal of capital assets | (145,499) |
| Revenues in the statement of activities that are not available in governmental funds are not reported as revenue in governmental funds until received | |
| | 90,438 |
| The issuance of long-term debt is reported as an other financing source in governmental funds but as an increase in principal outstanding in the statement of activities | |
| | (1,626,942) |
| The repayment of long-term debt is reported as an expenditure when due in governmental funds but as a reduction of principal outstanding in the statement of activities | |
| | 106,554 |
| The change in compensated absences does not require a current financial resource | |
| | 21,484 |
| The change in the net pension obligation is not a source or use of a financial resource | |
| | <u>(68,433)</u> |
| CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES | <u>\$ (151,958)</u> |

See accompanying notes to financial statements.

CITY OF WOOD DALE, ILLINOIS

STATEMENT OF NET ASSETS
PROPRIETARY FUNDS

April 30, 2006

| | Water/Sewer Operations | Nonmajor | Total |
|---|---------------------------|---------------------|----------------------|
| CURRENT ASSETS | | | |
| Cash and investments | \$ 3,686,061 | \$ 476,889 | \$ 4,162,950 |
| Accounts receivable | 676,347 | 160,307 | 836,654 |
| Due from other governments | 133,050 | - | 133,050 |
| Due from other funds | 1,281 | - | 1,281 |
| Total current assets | 4,496,739 | 637,196 | 5,133,935 |
| NONCURRENT ASSETS | | | |
| Capital assets | | | |
| Non-depreciable | - | 260,000 | 260,000 |
| Depreciable, net of accumulated depreciation | 11,204,623 | 125,773 | 11,330,396 |
| Total noncurrent assets | 11,204,623 | 385,773 | 11,590,396 |
| OTHER ASSETS | | | |
| Water purchase rights, net | 618,389 | - | 618,389 |
| Total other assets | 618,389 | - | 618,389 |
| Total assets | 16,319,751 | 1,022,969 | 17,342,720 |
| CURRENT LIABILITIES | | | |
| Accounts payable | 262,467 | 5,901 | 268,368 |
| Accrued payroll | 21,056 | - | 21,056 |
| Compensated absences | 71,351 | - | 71,351 |
| Deposits payable | 148,100 | 90 | 148,190 |
| Other payables | 20,207 | - | 20,207 |
| Total current liabilities | 523,181 | 5,991 | 529,172 |
| NET ASSETS | | | |
| Invested in capital assets | 11,204,623 | 385,773 | 11,590,396 |
| Unrestricted | 4,591,947 | 631,205 | 5,223,152 |
| TOTAL NET ASSETS | \$ 15,796,570 | \$ 1,016,978 | \$ 16,813,548 |

See accompanying notes to financial statements.

CITY OF WOOD DALE, ILLINOIS

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

For the Year Ended April 30, 2006

| | Water/Sewer Operations | Nonmajor | Total |
|--|---------------------------|--------------|---------------|
| OPERATING REVENUES | | | |
| Charges for services | \$ 4,205,128 | \$ 789,315 | \$ 4,994,443 |
| Miscellaneous | 103,764 | 640 | 104,404 |
| Total operating revenues | 4,308,892 | 789,955 | 5,098,847 |
| OPERATING EXPENSES | | | |
| Operations | 3,801,025 | 1,001,383 | 4,802,408 |
| Depreciation | 436,633 | 20,629 | 457,262 |
| Total operating expenses | 4,237,658 | 1,022,012 | 5,259,670 |
| OPERATING INCOME (LOSS) | 71,234 | (232,057) | (160,823) |
| NONOPERATING REVENUES (EXPENSES) | | | |
| Investment income | 98,831 | 14,975 | 113,806 |
| Rental income | 148,436 | - | 148,436 |
| Telecommunication tax | 313,589 | - | 313,589 |
| Grant revenue | - | 62,583 | 62,583 |
| Miscellaneous | 20,765 | - | 20,765 |
| Total nonoperating revenues (expenses) | 581,621 | 77,558 | 659,179 |
| INCOME BEFORE TRANSFERS AND CONTRIBUTIONS | 652,855 | (154,499) | 498,356 |
| TRANSFERS | | | |
| Transfers in | 791,288 | 65,000 | 856,288 |
| Total transfers | 791,288 | 65,000 | 856,288 |
| CONTRIBUTIONS | - | 200,000 | 200,000 |
| CHANGE IN NET ASSETS | 1,444,143 | 110,501 | 1,554,644 |
| NET ASSETS, MAY 1 | 13,515,449 | 906,477 | 14,421,926 |
| Prior period adjustment | 836,978 | - | 836,978 |
| NET ASSETS, MAY 1, RESTATED | 14,352,427 | 906,477 | 15,258,904 |
| NET ASSETS, APRIL 30 | \$ 15,796,570 | \$ 1,016,978 | \$ 16,813,548 |

See accompanying notes to financial statements.

CITY OF WOOD DALE, ILLINOIS

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

For the Year Ended April 30, 2006

| | Water/Sewer Operations | Nonmajor | Total |
|---|---------------------------|------------|--------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Receipts from customers and users | \$ 4,184,095 | \$ 788,737 | \$ 4,972,832 |
| Receipts from miscellaneous revenues | 110,314 | - | 110,314 |
| Payments to suppliers | (1,802,384) | (872,586) | (2,674,970) |
| Payments to employees | (1,528,039) | - | (1,528,039) |
| General fund administrative charges | (400,000) | (180,000) | (580,000) |
| Net cash from operating activities | 563,986 | (263,849) | 300,137 |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES | | | |
| Repayments from other funds | 510,088 | 25,147 | 535,235 |
| Rental income | 148,436 | - | 148,436 |
| Telecommunication tax | 297,509 | - | 297,509 |
| Grant revenue | 169,400 | 62,583 | 231,983 |
| Miscellaneous income | 20,765 | - | 20,765 |
| Transfers in | 791,288 | 65,000 | 856,288 |
| Net cash from noncapital financing activities | 1,937,486 | 152,730 | 2,090,216 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| Proceeds from the sale of investments | - | 205,521 | 205,521 |
| Interest received | 98,831 | 14,975 | 113,806 |
| Net cash from investing activities | 98,831 | 220,496 | 319,327 |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES | | | |
| Purchase of capital assets | (24,958) | - | (24,958) |
| Contributions | - | 200,000 | 200,000 |
| Net cash from capital and related financing activities | (24,958) | 200,000 | 175,042 |
| NET INCREASE IN CASH AND CASH EQUIVALENTS | | | |
| | 2,575,345 | 309,377 | 2,884,722 |
| CASH AND CASH EQUIVALENTS, MAY 1 | 1,110,716 | 167,512 | 1,278,228 |
| CASH AND CASH EQUIVALENTS, APRIL 30 | \$ 3,686,061 | \$ 476,889 | \$ 4,162,950 |

(This statement is continued on the following page.)

CITY OF WOOD DALE, ILLINOIS

STATEMENT OF CASH FLOWS (Continued)
 PROPRIETARY FUNDS

For the Year Ended April 30, 2006

| | Water/Sewer Operations | Nonmajor | Total |
|---|---------------------------|---------------------|-------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Operating income (loss) | \$ 71,234 | \$ (232,057) | \$ (160,823) |
| Adjustments to reconcile operating income (loss) to net cash from operating activities | | | |
| Depreciation | 436,633 | 20,629 | 457,262 |
| Amortization | 35,000 | - | 35,000 |
| (Increase) decrease in | | | |
| Accounts receivable | (21,033) | (1,218) | (22,251) |
| Increase (decrease) in | | | |
| Accounts payable | 103,585 | (51,203) | 52,382 |
| Accrued payroll | 21,056 | - | 21,056 |
| Compensated absences | (88,539) | - | (88,539) |
| Deposits payable | 6,550 | - | 6,550 |
| Other payables | (500) | - | (500) |
| NET CASH FROM OPERATING ACTIVITIES | \$ 563,986 | \$ (263,849) | \$ 300,137 |

See accompanying notes to financial statements.

CITY OF WOOD DALE, ILLINOIS

STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS

April 30, 2006

| | <u>Pension Trust</u> | <u>Agency</u> |
|--|----------------------|--------------------------|
| | Police Pension | Special Service Areas |
| ASSETS | | |
| Cash | \$ 11,268 | \$ 9,879,696 |
| Investments | | |
| U.S. Government obligations | 2,108,922 | - |
| U.S. Agency obligations | 3,295,868 | - |
| Mutual funds | 1,955,122 | - |
| Common stocks | 5,127,183 | - |
| Money market mutual funds | 1,559,081 | - |
| Accrued interest receivable | 37,311 | - |
| Prepays | 16,059 | - |
| | <u>14,110,814</u> | <u>\$ 9,879,696</u> |
| LIABILITIES | | |
| Accounts payable | 3,438 | 2,986 |
| Due to other funds | - | 365,582 |
| Due to bondholders | - | 9,511,128 |
| | <u>3,438</u> | <u>\$ 9,879,696</u> |
| NET ASSETS HELD IN TRUST FOR PENSION BENEFITS | | |
| | <u>\$ 14,107,376</u> | |

See accompanying notes to financial statements.

CITY OF WOOD DALE, ILLINOIS

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
POLICE PENSION FUND

For the Year Ended April 30, 2006

ADDITIONS

| | |
|--|------------------|
| Contributions | |
| Employer contributions | \$ 461,743 |
| Employee contributions | <u>220,121</u> |
| Total contributions | <u>681,864</u> |
| Investment income | |
| Net appreciation in fair value of investments | 1,021,122 |
| Interest | <u>301,484</u> |
| Total investment income | 1,322,606 |
| Less investment expense | <u>(109,064)</u> |
| Net investment income | <u>1,213,542</u> |
| Total additions | <u>1,895,406</u> |

DEDUCTIONS

| | |
|-------------------------|----------------|
| Pension benefits | 547,979 |
| Administrative expenses | <u>26,142</u> |
| Total deductions | <u>574,121</u> |

NET INCREASE 1,321,285

NET ASSETS HELD IN TRUST
FOR PENSION BENEFITS

| | |
|----------|-----------------------------|
| May 1 | <u>12,786,091</u> |
| April 30 | <u><u>\$ 14,107,376</u></u> |

See accompanying notes to financial statements.

CITY OF WOOD DALE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

April 30, 2006

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Wood Dale, Illinois (the City) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

a. Financial Reporting Entity

The City is a municipal corporation governed by a nine-member Council consisting of eight aldermen and the mayor. As required by generally accepted accounting principles, these financial statements present the City and its component units, entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the City's operations and so data from these units are combined with data of the primary government.

The City's financial statements include a pension trust fund.

Police Pension Employees Retirement System

The City's police employees participate in the Police Pension Employees Retirement System (PPERS). 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 elected pension beneficiary, and two elected police employees constitute the pension board. The City and 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 of the characteristics of a legally separate government, the 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. The PPERS is reported as a pension trust fund.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Fund Accounting

The City uses funds to report on its financial position and the changes in its financial position. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain City functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts.

Funds are classified into the following categories: governmental, proprietary, and fiduciary.

Governmental funds are used to account for all or most of a City's general activities, including the collection and disbursement of earmarked monies (special revenue funds), the acquisition or construction of capital assets (capital projects funds), the servicing of general long-term debt (debt service fund) and the management of funds held in trust that can be used for governmental services (permanent fund). The general fund is used to account for all activities of the general government not accounted for in some other fund.

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities can be provided either to outside parties (enterprise funds) or to other departments or agencies primarily within the City (internal service funds). Pursuant to GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds*, the City has chosen to apply all GASB pronouncements as well as those FASB pronouncements issued on or before November 30, 1989 to account for enterprise funds.

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments. The City utilizes pension trust funds and agency funds which are generally used to account for assets that the City holds in fiduciary capacity or on behalf of others as their agent.

c. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statements of net assets and the statement of activities) report information on all of the non-fiduciary activities of the City. The effect of material interfund activity has been eliminated from these financial statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Government-Wide and Fund Financial Statements (Continued)

The statement of activities demonstrates the degree to which the direct expenses of a given function, segment or program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. 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 properly included among program revenues are reported instead as general revenues.

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

The City reports the following major governmental funds:

The General Fund is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Special Business District Fund is used to account for revenues and expenditures of the Special Business District.

The Capital Projects Fund accounts for the acquisition and construction of major capital facilities other than those accounted for as special service areas, or financed by proprietary funds. Financing is provided by transfers from other funds and utility taxes.

The Land Acquisition Fund accounts for the acquisition of property within the City.

The City reports the following major proprietary funds:

The Water/Sewer Operations Fund accounts 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, financing and related debt service, and billing and collections.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Government-Wide and Fund Financial Statements (Continued)

The City reports the following fiduciary funds:

The Pension Trust Fund accounts for the activities of the accumulation of resources to pay pension costs. Resources are contributed by members at rates fixed by state statutes and by the City which uses the annual property tax levy to fund the employer contribution.

Agency Funds to account for assets held on behalf of third parties and that do not involve the measurement of operating results.

d. Measurement Focus, Basis of Accounting, and Basis of Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and pension trust fund financial statements. Revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Operating revenues and expenses are directly attributable to the operation of the proprietary funds. Nonoperating revenue/expenses are incidental to the operations of these funds.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "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, except for sales taxes and telecommunications taxes which use a 90 day period. The City recognizes property taxes when they become both measurable and available in the year intended to finance. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as expenditures when due.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

**d. Measurement Focus, Basis of Accounting, and Basis of Presentation
(Continued)**

Sales taxes owed to the state at year end, franchise taxes, licenses, charges for services, and interest associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. Income and motor fuel taxes and fines collected and held by the state or county at year end on behalf of the City also are recognized as revenue. Fines and permits revenues are not susceptible to accrual because generally they are not measurable until received in cash.

In applying the susceptible-to-accrual concept to intergovernmental revenues (i.e., federal and state grants), the legal and contractual requirements of the numerous individual programs are used as guidelines. Monies that are virtually unrestricted as to purpose of expenditure, which are usually revocable only for failure to comply with prescribed compliance requirements, are reflected as revenues at the time of receipt or earlier if the susceptible-to-accrual criteria are met.

The City reports deferred revenue on its financial statements. Deferred revenues arise when a potential revenue does not meet both the "measurable" and "available" or earned criteria for recognition in the current period. Deferred revenues also arise when resources are received by the government before it has a legal claim to them as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both the revenue recognition criteria are met, or when the government has a legal claim to the resources, the liability for deferred revenue is removed from the financial statements and revenue is recognized.

e. Cash and Investments

Cash and Cash Equivalents

For purposes of the statement of cash flows, the City's proprietary funds consider all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

Investments

City investments with a maturity of one year or less when purchased are stated at cost or amortized cost. City investments with a maturity greater than one year and all pension fund investments are stated at fair value in accordance with GASB Statement No. 31.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e. Cash and Investments (Continued)

Investments (Continued)

Illinois Funds, a money market mutual fund created by the Illinois State Legislature and controlled by the Illinois State Treasurer is reported at a \$1 per share value, which equals the City's fair value in the pool.

f. Interfund Receivables/Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

g. Inventories

Inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund inventories, if any, are recorded as expenditures when purchased.

h. Prepaid Items/Expenses

Payments made to vendors for services that will benefit periods beyond the date of this report are recorded as prepaid items/expenses.

i. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, storm sewers), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000 for machinery, equipment and vehicles, \$50,000 for land and building improvements, \$100,000 for buildings and \$250,000 for infrastructure and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

i. Capital Assets (Continued)

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. Property, plant, and equipment are depreciated using the straight-line method over the following estimated useful lives:

| Assets | Years |
|--------------------------------|-------|
| Land improvements | 20 |
| Building and land improvements | 50 |
| Vehicles and equipment | 5-20 |
| Infrastructure | 20-65 |
| Waterworks and sewage system | 50-65 |

j. Intangible Assets - Water Purchase Rights

The City is a customer of the DuPage Water Commission (the Commission), and has executed a water supply contract with the Commission for a term ending in 2024. The contract provides that the City pay its proportionate share of "fixed costs" (debt service and capital costs) to the Commission, such obligation being unconditional and irrevocable. These costs are being capitalized throughout the duration of the contract. Beginning in March 1992, the City began amortizing these capitalized costs using the straight-line method over the remaining term of the contract.

k. Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits.

Vested or accumulated vacation leave are reported as an expenditure and a fund liability of the governmental fund that will pay it once retirement or separation has occurred. Vested or accumulated vacation and sick leave of proprietary funds and governmental activities are recorded as an expense and liability of those funds as the benefits accrue to employees.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

l. Long-Term Obligations

In the government-wide financial statements, and proprietary funds in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund financial statements. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

m. Fund Balances/Net Assets

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change. In the government-wide financial statements, restricted net assets are legally restricted by outside parties for a specific purpose. Invested in capital assets, net of related debt represents the book value of capital assets less any long-term debt issued to acquire or construct the capital assets.

n. Interfund Transactions

Interfund services are accounted for as revenues, expenditures, or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except interfund services and reimbursements, are reported as transfers.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

o. Accounting Estimates

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.

2. DEPOSITS AND INVESTMENTS

The City maintains a cash and investment pool that is available for use by all funds, except the pension trust funds. Each fund's portion of this pool is displayed on the financial statements as "cash and investments". In addition, cash and investments are separately held by several of the City's funds. The deposits and investments of the pension trust funds are held separately from those of other funds.

a. City Deposits and Investments

The City's investment policy authorizes the City to invest in all investments allowed by Illinois Compiled Statutes. These include 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 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, Illinois Funds (created by the Illinois State Legislature under the control of the State Treasurer that maintains a \$1 per share value which is equal to the participants fair value), and the Illinois Metropolitan Investment Fund (IMET), a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an investment company. Investments in IMET are valued at IMET's share price, the price for which the investment could be sold. The City's investment policy does limit its deposits to financial institutions that are members of the FDIC system and are capable of posting collateral for amounts in excess of FDIC insurance.

It is the policy of the City to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the City and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy are, in order of priority, safety of principal, liquidity, and yield.

2. DEPOSITS AND INVESTMENTS (Continued)

a. City Deposits and Investments (Continued)

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the City's deposits may not be returned to it. The City's investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance. The investment policy does not address how collateral is held.

Investments

The following table presents the investments and maturities of the City's debt securities as of April 30, 2006:

| Investment Type | Fair Value | Investment Maturities in Years | | | |
|-----------------|----------------------|--------------------------------|-------------|-------------|-----------------|
| | | Less than 1 | 1-5 | 6-10 | Greater than 10 |
| Illinois Funds | \$ 17,629,493 | \$ 17,629,493 | \$ - | \$ - | \$ - |
| TOTAL | \$ 17,629,493 | \$ 17,629,493 | \$ - | \$ - | \$ - |

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the City limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for short and long-term cash flow needs while providing a reasonable rate of return based on the current market. Unless matched to a specific cash flow, the City does not directly invest in securities maturing more than five years from the date of purchase.

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The City limits its exposure to credit risk by limiting investments to the types of securities listed above; pre-qualifying the financial institutions, broker/dealers, intermediaries, and advisers with which the City will do business in accordance with the City's investment policy; diversifying the investment portfolio so that the impact of potential losses from any one type of security or from any one individual issuer will be minimized. Illinois Funds is rated AAA.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the City will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the City's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment basis with the underlying investments held by an independent third-party custodian and evidenced by safekeeping receipts. Illinois Funds are not subject to custodial credit risk.

2. DEPOSITS AND INVESTMENTS (Continued)

a. City Deposits and Investments (Continued)

Investments (Continued)

Concentration of credit risk is the risk that the City has a high percentage of its investments invested in one type of investment. The City's investment policy requires diversification of investments to avoid unreasonable risk. The investments shall be diversified by:

- Limiting investments to avoid overconcentration in securities from a specific issuer or business sector (excluding U.S. Treasury securities),
- Limiting investment in securities that have higher credit risks,
- Investing in securities with varying maturities, and
- Continuously investing a portion of the portfolio in readily available funds such as local government investment pools (LGIPs), money market funds or overnight repurchase agreements to ensure that appropriate liquidity is maintained in order to meet ongoing obligations.

b. Police Pension Fund Deposits and Investments

The Police Pension Fund's investment policy authorizes the Police Pension Fund to invest in all investments allowed by Illinois Compiled Statutes. These include deposits/investments in insured commercial banks, savings and loan institutions, interest bearing obligations of the U.S. Treasury and U.S. Agencies, interest bearing bonds of the State of Illinois or any county, township or municipal corporation of the State of Illinois, money market mutual funds whose investments consist of obligations of the U.S. Treasury or U.S. Agencies, separate accounts managed by life insurance companies, Mutual Funds, common and preferred stock, Illinois Funds (created by the Illinois State Legislature under the control of the State Treasurer that maintains a \$1 per share value which is equal to the participants fair value), and the IMET, a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an investment company. Investments in IMET are valued at IMET's share price, the price for which the investment could be sold.

It is the policy of the Police Pension Fund to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the cash flow demands of the Police Pension Fund and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy are, in order of priority, safety of principal, risk aversion, rate of return, and liquidity.

2. DEPOSITS AND INVESTMENTS (Continued)

b. Police Pension Fund Deposits and Investments (Continued)

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Police Pension Fund's deposits may not be returned to it. The Police Pension Fund's investment policy does not require pledging of collateral for all bank balances in excess of federal depository insurance, since flow-through FDIC insurance is available for the Police Pension Fund's deposits with financial institutions.

Investments

The following table presents the investments and maturities of the Police Pension Fund's debt securities as of April 30, 2006:

| Investment Type | Fair Value | Investment Maturities in Years | | | |
|---------------------------|---------------------|--------------------------------|---------------------|---------------------|---------------------|
| | | Less than 1 | 1-5 | 6-10 | Greater than 10 |
| U.S. Treasury Obligations | \$ 2,108,922 | \$ 124,000 | \$ 1,157,797 | \$ 626,847 | \$ 200,278 |
| U.S. Agency Obligations | 3,295,868 | 249,140 | 547,354 | 493,065 | 2,006,309 |
| Money Market Mutual Funds | 1,559,081 | 1,559,081 | - | - | - |
| TOTAL | \$ 6,963,871 | \$ 1,932,221 | \$ 1,705,151 | \$ 1,119,912 | \$ 2,206,587 |

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the Police Pension Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for all reasonably anticipated operating requirements while providing a reasonable rate of return based on the current market.

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The Police Pension Fund limits its exposure to credit risk by primarily investing U.S. Treasury or Agency Obligations. The U.S. Agency Obligations are rated AAA.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Police Pension Fund will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the Police Pension Fund's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment basis with the underlying investments held by a third-party custodian and evidenced by safekeeping receipts. The money market mutual funds are not subject to custodial credit risk.

2. DEPOSITS AND INVESTMENTS (Continued)

b. Police Pension Fund Deposits and Investments (Continued)

Concentration of credit risk is the risk that the Police Pension Fund has a high percentage of its investments invested in one type of investment. The Police Pension Fund's investment policy limits the amount of the portfolio that can be invested in any one investment category as follows:

| Diversification by Instrument | Percent of Portfolio |
|---------------------------------|----------------------|
| Equities | 35% |
| Mutual Funds/Variable Annuities | 10% |
| Fixed Income | 100% |
| Cash and Cash Equivalents | 100% |

The aggregate of equities, equity mutual funds and variable annuities can not exceed 45%. Securities in any one company should not exceed 5% of the total Police Pension Fund, and no more than 25% of the total Police Pension Fund should be invested in any one industry. At April 30, 2006, Federal National Mortgage Association obligations exceeded 5% of the Fund's total investments (20%). In addition, mutual funds/variable annuities and common stock represented 13.92% and 36.50% of total investments, respectively, which is in violation of the Police Pension Fund's investment policy.

3. RECEIVABLES - TAXES

Property taxes for 2005 attach as an enforceable lien on January 1, 2005, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about May 1, 2006, and are payable in two installments, on or about June 1, 2006 and September 1, 2006. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 1 percent of the tax levy, to reflect actual collection experience. As the 2005 tax levy is intended to fund expenditures for the 2006-2007 fiscal year, these taxes are deferred as of April 30, 2006.

The 2006 tax levy, which attached as an enforceable lien on property as of January 1, 2006, has not been recorded as a receivable as of April 30, 2006 as the tax has not yet been levied by the City and will not be levied until December 2006, and, therefore, the levy is not measurable at April 30, 2006.

CITY OF WOOD DALE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS

a. Capital Assets

Capital asset activity for the year ended April 30, 2006 was as follows:

| | Balances May 1, Restated | Increases | Decreases | Balances April 30 |
|---|--------------------------------|--------------|------------|----------------------|
| GOVERNMENTAL ACTIVITIES | | | | |
| Capital assets not being depreciated | | | | |
| Land | \$ 2,133,636 | \$ 1,941,125 | \$ - | \$ 4,074,761 |
| Land rights of way | 12,486,207 | - | - | 12,486,207 |
| Total capital assets not being depreciated | 14,619,843 | 1,941,125 | - | 16,560,968 |
| Capital assets being depreciated | | | | |
| Buildings and improvements | 4,301,519 | 14,975 | - | 4,316,494 |
| Vehicles and equipment | 2,797,630 | 333,165 | 257,459 | 2,873,336 |
| Infrastructure | 81,755,356 | 1,327,900 | 224,059 | 82,859,197 |
| Total capital assets being depreciated | 88,854,505 | 1,676,040 | 481,518 | 90,049,027 |
| Less accumulated depreciation for | | | | |
| Buildings and improvements | 1,304,664 | 87,970 | - | 1,392,634 |
| Vehicles and equipment | 1,286,876 | 352,276 | 229,342 | 1,409,810 |
| Infrastructure | 30,305,107 | 2,507,320 | 106,677 | 32,705,750 |
| Total accumulated depreciation | 32,896,647 | 2,947,566 | 336,019 | 35,508,194 |
| Total capital assets being depreciated, net | 55,957,858 | (1,271,526) | 145,499 | 54,540,833 |
| GOVERNMENTAL ACTIVITIES | | | | |
| CAPITAL ASSETS, NET | | | | |
| | \$ 70,577,701 | \$ 669,599 | \$ 145,499 | \$ 71,101,801 |

Depreciation expense was charged to functions/programs of the governmental activities as follows:

| | |
|---|--------------------|
| GOVERNMENTAL ACTIVITIES | |
| General government | \$ 122,779 |
| Public safety | 173,761 |
| Highways and streets, including depreciation of general infrastructure assets | 2,651,026 |
| TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES | <u>\$2,947,566</u> |

CITY OF WOOD DALE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS (Continued)

a. Capital Assets (Continued)

| | Balances May 1 Restated | Increases | Decreases | Balances April 30 |
|---|-------------------------------|--------------|-----------|----------------------|
| BUSINESS-TYPE ACTIVITIES | | | | |
| Capital assets not being depreciated | | | | |
| Land | \$ 260,000 | \$ - | \$ - | \$ 260,000 |
| Capital assets being depreciated | | | | |
| Land improvements | 126,100 | - | - | 126,100 |
| Vehicles and equipment | 4,037,537 | 24,957 | 68,946 | 3,993,548 |
| Parking lot improvements | 362,227 | - | - | 362,227 |
| Waterworks system | 5,581,082 | - | - | 5,581,082 |
| Sewerage system | 7,596,430 | - | - | 7,596,430 |
| Total capital assets being depreciated | 17,703,376 | 24,957 | 68,946 | 17,659,387 |
| Less accumulated depreciation for | | | | |
| Land improvements | 20,213 | 6,305 | - | 26,518 |
| Vehicles and equipment | 2,279,346 | 187,222 | 68,946 | 2,397,622 |
| Parking lot improvements | 215,820 | 20,629 | - | 236,449 |
| Waterworks systems | 1,274,900 | 94,937 | - | 1,369,837 |
| Sewerage system | 2,150,396 | 148,169 | - | 2,298,565 |
| Total accumulated depreciation | 5,940,675 | 457,262 | 68,946 | 6,328,991 |
| Total capital assets being depreciated, net | 11,762,701 | (432,305) | - | 11,330,396 |
| BUSINESS-TYPE ACTIVITIES | | | | |
| CAPITAL ASSETS, NET | | | | |
| | \$ 12,022,701 | \$ (432,305) | \$ - | \$ 11,590,396 |

5. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; employee health; natural disasters; illnesses of employees and injuries to the City's employees.

Intergovernmental Risk Management Agency (IRMA)

The City participates in the Intergovernmental Risk Management Agency (IRMA). IRMA is an organization of municipalities and special districts in northeastern Illinois that have formed an association under the Illinois Intergovernmental Cooperations Statute to pool their risk management needs. IRMA administers a mix of self-insurance and commercial insurance coverages; property/casualty and workers' compensation claim administration/litigation management services; unemployment claim administration; extension risk management/loss control consulting and training programs; and a risk information system and financial reporting service for its members.

5. RISK MANAGEMENT (Continued)

Intergovernmental Risk Management Agency (IRMA) (Continued)

The City's payments to IRMA are displayed on the financial statements as expenditures/expenses in appropriate funds. Each member assumes the first \$2,500 of each occurrence, and IRMA has a mix of self-insurance and commercial insurance at various amounts above that level.

Each member appoints one delegate, along with an alternate delegate, to represent the member on the Board of Directors. The City does not exercise any control over the activities of IRMA beyond its representation on the Board of Directors.

Initial contributions are determined each year based on the individual member's eligible revenue as defined in the bylaws of IRMA and experience modification factors based on past member loss experience. Members have a contractual obligation to fund any deficit of IRMA attributable to a membership year during which they were a member. Supplemental contributions may be required to fund these deficits. The City is aware of no additional contributions due to IRMA as of April 30, 2006.

Intergovernmental Personnel Benefit Cooperative (IPBC)

The City participates in the Intergovernmental Personnel Benefit Cooperative (IPBC). IPBC is a public entity risk pool established by certain units of local government in Illinois to administer some or all of the personnel benefit programs (primarily medical, dental, and life insurance coverage) offered by these members to their officers and employees and to the officers and employees of certain governmental, quasi governmental and nonprofit public service entities.

The IPBC receives, processes and pays such claims as may come within the benefit program of each member. Management consists of a Board of Directors comprised of one appointed representative from each member. In addition, there are two officers; a Benefit Administrator and a Treasurer. The City does not exercise any control over the activities of the IPBC beyond its representation on the Board of Directors.

CITY OF WOOD DALE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT

a. Debt Certificates

Debt certificates were issued for certain land acquisitions in the City. Debt Certificates currently outstanding are as follows:

| Issue | Fund Debt Retired by | Balances May 1 | Issuances | Refundings/ Retirements | Balances April 30 | Current Portion |
|---|----------------------|----------------|---------------------|-------------------------|---------------------|---------------------|
| \$1,250,000 Series 2005 Debt Certificates, due in one payment of \$1,250,000 on May 8, 2006, interest at 2.50% payable in monthly installments. | Land Acquisition | \$ - | \$ 1,250,000 | \$ - | \$ 1,250,000 | \$ 1,250,000 |
| TOTAL DEBT CERTIFICATES | | \$ - | \$ 1,250,000 | \$ - | \$ 1,250,000 | \$ 1,250,000 |

b. Capital Leases

Capital leases are issued to purchase property or vehicles and equipment for the City. Capital leases currently outstanding are as follows:

| Issue | Fund Debt Retired by | Balances May 1 Restated | Issuances | Refundings/ Retirements | Balances April 30 | Current Portion |
|---|----------------------|-------------------------|-------------------|-------------------------|-------------------|------------------|
| \$139,417 Capital Lease payable in annual installments of \$27,098 including interest at 4.74% through June 2007. | Motor Fuel Tax | \$ 74,154 | \$ - | \$ 23,583 | \$ 50,571 | \$ 24,701 |
| \$237,337 Capital Lease payable in annual installments of \$52,067 including interest at 4.85% through December 2009. | Motor Fuel Tax | - | 237,337 | 52,067 | 185,270 | 43,081 |
| \$139,605 Capital Lease payable in annual installments of \$46,635 including interest at 4.55% through December 2009. | Motor Fuel Tax | - | 139,605 | 30,904 | 108,701 | 25,089 |
| TOTAL CAPITAL LEASES PAYABLE | | \$ 74,154 | \$ 376,942 | \$ 106,554 | \$ 344,542 | \$ 92,871 |

CITY OF WOOD DALE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

c. Debt Service Requirements to Maturity

Annual debt service requirements to maturity are as follows:

| Fiscal Year | Debt Certificates | | Capital Leases | |
|--------------|--------------------|-----------------|-------------------|------------------|
| | Principal | Interest | Principal | Interest |
| 2007 | \$1,250,000 | \$ 2,604 | \$ 92,871 | \$ 17,198 |
| 2008 | - | - | 97,473 | 12,597 |
| 2009 | - | - | 75,208 | 7,764 |
| 2010 | - | - | 78,990 | 3,983 |
| TOTAL | \$1,250,000 | \$ 2,604 | \$ 344,542 | \$ 41,542 |

d. Changes in Long-Term Liabilities

The following is a summary of changes in capital leases, debt certificates, and other long-term liabilities during fiscal year 2006:

| | Balances May 1 Restated | Additions | Reductions | Balances April 30 | Current Portion |
|---|-------------------------------|---------------------|-------------------|----------------------|---------------------|
| GOVERNMENTAL ACTIVITIES | | | | | |
| Debt certificates | \$ - | \$ 1,250,000 | \$ - | \$ 1,250,000 | \$ 1,250,000 |
| Capital leases | 74,154 | 376,942 | 106,554 | 344,542 | 92,871 |
| Net pension obligation | 212,670 | 68,433 | - | 281,103 | - |
| Compensated absences payable | 615,864 | 449,842 | 615,864 | 449,842 | 311,541 |
| TOTAL GOVERNMENTAL ACTIVITIES | \$ 902,688 | \$ 2,145,217 | \$ 722,418 | \$ 2,325,487 | \$ 1,654,412 |
| | | | | | |
| | Balances May 1 | Additions | Reductions | Balances April 30 | Current Portion |
| BUSINESS-TYPE ACTIVITIES | | | | | |
| Compensated absences payable | \$ 159,890 | \$ 71,351 | \$ 159,890 | \$ 71,351 | \$ 71,351 |
| TOTAL BUSINESS-TYPE ACTIVITIES | \$ 159,890 | \$ 71,351 | \$ 159,890 | \$ 71,351 | \$ 71,351 |

e. Other Nonobligation Type Bonded Debt

Special Service Area Debt

Special Service Area Bonds outstanding as of the date of this report totaled \$8,577,900. These bonds are not an obligation of the City and are secured by the levy of an annual tax on the real property within the special service area. The City is in no way liable for repayment but is only acting as agent for the property owners in levying and collecting the tax, and forwarding the collections to bondholders.

7. INDIVIDUAL FUND DISCLOSURES

a. Due From/To Other Funds

Due from/to other funds at April 30, 2006 consisted of the following:

| Fund | Due From | Due To |
|------------------------|-------------------|-------------------|
| General | \$ 375,775 | \$ - |
| Water/Sewer Operations | 1,281 | - |
| Nonmajor governmental | - | 11,474 |
| Fiduciary | - | 365,582 |
| TOTAL | \$ 377,056 | \$ 377,056 |

The purposes of significant due to/due from other funds are as follows:

\$365,582 due from the fiduciary funds to the General Fund represents closing out Special Service Area #1 and #2 and transferring assets to the General Fund.

b. Transfers

Interfund transfers during the year ended April 30, 2006 consisted of the following:

| Fund | Transfers In | Transfers Out |
|---------------------------|---------------------|---------------------|
| General | \$ 385,033 | \$ 506,197 |
| Special Business District | 48,939 | - |
| Capital Projects | 340,000 | - |
| Water/Sewer Depreciation | - | 781,288 |
| Land Acquisition | 231,000 | - |
| Nonmajor Governmental | 387,696 | 595,889 |
| Water/Sewer Operations | 791,288 | - |
| Nonmajor Proprietary | 65,000 | - |
| Fiduciary | - | 365,582 |
| TOTAL | \$ 2,248,956 | \$ 2,248,956 |

Transfers in exceeded transfers out on the statement of activities as a result of the transfer between the General Fund and the Fiduciary Funds.

The purpose of significant transfers is as follows:

\$365,582 transfer from the Fiduciary Fund to the General Fund for the abatement of special service areas taxes not recorded in the Special Service Area Fund.

7. INDIVIDUAL FUND DISCLOSURES (Continued)

b. Transfers (Continued)

\$270,000 transfer from the General Fund to the Nonmajor Governmental Funds for the purchase/lease of copiers and other equipment.

\$340,000 transfer from the Nonmajor Governmental Funds to the Capital Projects Fund represents normal operating transfers for various capital projects.

\$781,288 transfer from the Water/Sewer Depreciation Fund to the Water/Sewer Operations Fund to close out the Water/Sewer Depreciation Fund.

\$211,000 transfer from the Nonmajor Governmental Funds to the Land Acquisition Fund for land purchases.

c. Deficit Fund Balances/Net Assets of Individual Funds

The following fund had a deficit in fund balance as of the date of this report.

| | |
|---------------------------|------------------|
| Special Business District | <u>\$ 14,319</u> |
|---------------------------|------------------|

8. COMMITMENTS

DuPage Water Commission

The City has committed to purchase water from the DuPage Water Commission (the Commission). The City expects to pay the following minimum amounts based on the Commission's debt service requirements:

| Fiscal Year Ending April 30 | Amount |
|--------------------------------------|------------|
| 2007 | \$ 124,000 |
| 2008 | 124,000 |
| 2009 | 124,000 |
| 2010 | 124,000 |
| 2011 | 124,000 |
| 2012-2016 | 620,000 |
| 2017-2021 | 620,000 |
| 2022-2024 | 372,000 |

These amounts have been calculated using the City's current allocation percentage of 1.456%. In future years, this allocation percentage will be subject to change.

9. CONTINGENT LIABILITIES

a. Litigation

The City is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the City's attorney the resolution of these matters will not have a material adverse effect on the financial condition of the City.

b. Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time although the City expects such amounts, if any, to be immaterial.

c. DuPage Water Commission

The City's water supply agreement with the DuPage Water Commission provides that each customer is liable for its proportionate share of any costs arising from defaults in payment obligations by other customers.

d. Municipal Infrastructure Maintenance Fee

Effective January 1, 1998, the City imposed a municipal telecommunications infrastructure maintenance fee (IMF) on persons in the business of transmitting, supplying, or furnishing telecommunications and all associated services (e.g., telecommunications retailers) in Illinois for the "use of public right-of-ways". The fee was authorized by state statute (35 ILCS 635). In March 2001, a wireless telecommunications provider brought action against an Illinois government challenging the constitutionality of the municipal telecommunications infrastructure maintenance fee. The Illinois Supreme Court (the Court) found the IMF to be unconstitutional as applied to wireless carriers. The Court's decision held upon appeal. The municipal IMF fee was eliminated effective December 31, 2002. Potential damages to the City under this case precedent could aggregate the total of amounts remitted to the City for IMF by all carriers during the period from January 1, 1998 through December 31, 2002. The City has not estimated its liability under potential IMF lawsuits at this time.

10. DEFERRED COMPENSATION PLAN

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all City employees, permits them to defer a portion of their salary until future years. Participation in the plan is optional. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are held in trust for the sole benefit of participants and beneficiaries. It is the opinion of the City's legal counsel that the City has no liability for losses under the plan but does have the duty of due care that would be required of an ordinary prudent investor. Since amounts held in trust are for the exclusive benefit of all participants, the City does not maintain the assets on the statement of net assets.

11. POST-EMPLOYMENT BENEFITS

The City provides post-employment health care and life insurance benefits, in accordance with the personnel policy manual, to all employees who attain the age of 55 and have eight years of eligible service. All costs of continued coverage are paid by the retiree. For fiscal year 2006, there were 12 retired participants in the plan, who paid premiums totaling \$110,583. Retirees also have the option of converting life insurance coverage to individual plans at their own expense.

12. EMPLOYEE RETIREMENT SYSTEMS

The City contributes to two defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), an agent-multiple-employer public employee retirement system and the Police Pension Plan which is a single-employer pension plan. The benefits, benefit levels, employee contributions, and employer contributions for both plans are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly. None of the pension plans issue separate reports on the pension plans. However, 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.

a. Plan Descriptions

Illinois Municipal Retirement Fund

All employees (other than those covered by the Police plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Pension benefits vest after eight years of service. Participating members who retire at or after age 60 with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

12. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute. 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 IMRF as specified by statute. The employer contribution for the year ended December 31, 2005 was 9.31% of covered payroll.

Police Pension Plan

Police sworn personnel are covered by the Police Pension Plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. The City accounts for the plan as a pension trust fund. At April 30, 2005, the Police Pension Plan membership consisted of:

| | |
|--|----|
| Retirees and beneficiaries currently receiving benefits | |
| Terminated employees entitled to benefits but not yet receiving them | 13 |
| Current employees | |
| Vested | 20 |
| Nonvested | 12 |
| | 12 |
| TOTAL | 45 |

The Police Pension Plan provides retirement benefits as well as death and disability benefits. Covered employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.00% of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit 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 be paid upon reaching the age of at least 55 years, by 3.00% of the original pension and 3.00% compounded annually thereafter.

12. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Employees are required by ILCS 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 plan as actuarially determined by an enrolled actuary and the administrative costs. Effective July 1, 1993, the City has until the year 2033 to fully fund the past service costs for the Police Pension Plan. For the year ended April 30, 2005, the City's contribution was 17.01% of covered payroll.

b. Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized when due pursuant to formal commitments as well as statutory or contractual requirements. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments

Investments are reported at fair value. Investment income is recognized as earned. Gains and losses on sales and exchanges of fixed-income securities are recognized on the transaction date.

Administrative Costs

Administrative costs for the Police Pension Plan are financed primarily through investment earnings.

12. EMPLOYEE RETIREMENT SYSTEMS (Continued)

c. Annual Pension Costs

Employer contributions have been determined as follows:

| | Illinois Municipal Retirement | Police Pension |
|--|-------------------------------------|-----------------------------------|
| Actuarial Valuation Date | December 31, 2003 | April 30, 2005 |
| Actuarial Cost Method | Entry-age Normal | Entry-age Normal |
| Asset Valuation Method | 5 Year Smoothed Market | Market |
| Amortization Method | Level Percentage of Payroll | Level Percentage of Payroll |
| Amortization Period | 27 Years, Closed | 16 Years, Closed |
| Significant Actuarial Assumptions | | |
| a) Rate of Return on Present and Future Assets | 7.50% Compounded Annually | 8.00% Compounded Annually |
| b) Projected Salary Increase - Attributable to Inflation | 4.00% Compounded Annually | 6.50% Compounded Annually |
| c) Additional Projected Salary Increases - Seniority/Merit | .40 to 11.60% | N/A |
| d) Post-Retirement Benefit Increases | 3.00% | 3.00% |

12. EMPLOYEE RETIREMENT SYSTEMS (Continued)

c. Annual Pension Costs (Continued)

Employer annual pension cost (APC), actual contributions and the net pension obligation (asset) (NPO) are as follows. The NPO (asset) is the cumulative difference between the APC and the contributions actually made.

| | | Illinois Municipal Retirement | Police Pension |
|-------------------------------|------|-------------------------------------|-------------------|
| Annual Pension Cost (APC) | 2003 | \$ 232,188 | \$ 337,441 |
| | 2004 | 301,637 | 390,887 |
| | 2005 | 325,710 | 391,977 |
| Actual Contribution | 2003 | \$ 232,188 | \$ 315,997 |
| | 2004 | 301,537 | 324,820 |
| | 2005 | 325,710 | 323,544 |
| Percentage of APC Contributed | 2003 | 100.00% | 92.20% |
| | 2004 | 100.00 | 83.09 |
| | 2005 | 100.00 | 82.54 |
| NPO (Asset) | 2003 | \$ - | \$ 148,503 |
| | 2004 | - | 212,670 |
| | 2005 | - | 281,103 |

The net pension obligation (asset), as of April 30, 2005 has been calculated as follows:

| | Police Pension |
|--|--------------------------|
| Annual required contributions | \$ 398,990 |
| Interest on net pension obligation | 17,014 |
| Adjustment to annual required contribution | <u>(24,027)</u> |
| Annual pension cost | 391,977 |
| Contributions made | <u>323,544</u> |
| Increase (decrease) in net pension obligation (asset) | 68,433 |
| Net pension obligation (asset) beginning of year | <u>212,670</u> |
| NET PENSION OBLIGATION (ASSET), END OF YEAR | <u><u>\$ 281,103</u></u> |

CITY OF WOOD DALE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

13. PRIOR PERIOD ADJUSTMENT

The City has restated fund balances/net assets as of May 1, 2005 as follows:

| | Governmental Activities | Business-type Activities | General Fund |
|---|----------------------------|-----------------------------|-----------------|
| FUND BALANCES/NET ASSETS, MAY 1 (as previously reported) | \$ 80,951,773 | \$ 14,421,926 | \$ 6,064,290 |
| RESTATEMENTS | | | |
| a) Recognize expenditures in the proper period | 9,852 | - | 231,173 |
| b) Recognize revenues in the proper period | (51,908) | 40,410 | (51,908) |
| c) Correct reporting of IRMA deposits | (330,920) | - | (562,633) |
| d) Recognize grant revenue in the proper period | 244,871 | 169,400 | - |
| e) Correct capital asset balances | (1,303,264) | 627,168 | - |
| f) Recognize capital lease from a prior period | (74,154) | - | - |
| Subtotal | (1,505,523) | 836,978 | (383,368) |
| FUND BALANCES/NET ASSETS, MAY 1, RESTATED | \$ 79,446,250 | \$ 15,258,904 | \$ 5,680,922 |

| | Capital Projects | Water/Sewer Operations |
|---|---------------------|---------------------------|
| FUND BALANCES/NET ASSETS, MAY 1 (as previously reported) | \$ 1,145,687 | \$ 13,515,449 |
| RESTATEMENTS | | |
| a) Recognize expenditures in the proper period | 9,852 | - |
| b) Recognize revenues in the proper period | - | 40,410 |
| c) Correct reporting of IRMA deposits | - | - |
| d) Recognize grant revenue in the proper period | 244,871 | 169,400 |
| e) Correct capital asset balances | - | 627,168 |
| f) Recognize capital lease from a prior period | - | - |
| Subtotal | 254,723 | 836,978 |
| FUND BALANCES/NET ASSETS, MAY 1, RESTATED | \$ 1,400,410 | \$ 14,352,427 |

14. SUBSEQUENT EVENT

On May 8, 2006, the City issued \$1,250,000 Refunding Debt Certificates, Series 2006. The certificates mature on May 8, 2007 with interest payable monthly at 3.70%. The proceeds of the certificates are being used to retire the \$1,250,000 Debt Certificates, Series 2005, which mature on May 8, 2006.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF WOOD DALE, ILLINOIS

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

For the Year Ended April 30, 2006

| | Original Budget | Final Budget | Actual |
|--|---------------------|---------------------|---------------------|
| REVENUES | | | |
| Taxes | \$ 7,829,895 | \$ 7,829,895 | \$ 7,902,283 |
| Licenses and permits | 821,125 | 821,125 | 1,616,539 |
| Intergovernmental | 82,800 | 82,800 | 84,962 |
| Charges for services | 148,325 | 148,325 | 239,676 |
| Fines and forfeits | 478,092 | 478,092 | 619,998 |
| Investment income | 80,000 | 80,000 | 213,112 |
| Miscellaneous | 178,000 | 178,000 | 191,678 |
| Total revenues | 9,618,237 | 9,618,237 | 10,868,248 |
| EXPENDITURES | | | |
| General government | 3,766,142 | 3,640,742 | 2,948,089 |
| Public safety | 4,592,972 | 4,592,972 | 4,316,396 |
| Highways and streets | 1,001,287 | 1,001,287 | 912,796 |
| Total expenditures | 9,360,401 | 9,235,001 | 8,177,281 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | 257,836 | 383,236 | 2,690,967 |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers in | 19,450 | 19,450 | 385,033 |
| Transfers (out) | (388,000) | (513,000) | (506,197) |
| Total other financing sources (uses) | (368,550) | (493,550) | (121,164) |
| NET CHANGE IN FUND BALANCE | \$ (110,714) | \$ (110,314) | 2,569,803 |
| FUND BALANCE, MAY 1 | | | 6,064,290 |
| Prior period adjustment | | | (383,368) |
| FUND BALANCE, MAY 1, RESTATED | | | 5,680,922 |
| FUND BALANCE, APRIL 30 | | | \$ 8,250,725 |

(See independent auditor's report.)

CITY OF WOOD DALE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL BUSINESS DISTRICT FUND

For the Year Ended April 30, 2006

| | Original Budget | Final Budget | Actual |
|--|--------------------|-------------------|--------------------|
| REVENUES | | | |
| Investment income | \$ - | \$ - | \$ 11,386 |
| Total revenues | - | - | 11,386 |
| EXPENDITURES | | | |
| General government | | | |
| Contractual services | 45,000 | 50,000 | 49,910 |
| Total expenditures | 45,000 | 50,000 | 49,910 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | (45,000) | (50,000) | (38,524) |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers in | 45,000 | 45,000 | 48,939 |
| Total other financing sources (uses) | 45,000 | 45,000 | 48,939 |
| NET CHANGE IN FUND BALANCE | \$ - | \$ (5,000) | 10,415 |
| FUND BALANCE (DEFICIT), MAY 1 | | | (24,734) |
| FUND BALANCE (DEFICIT), APRIL 30 | | | \$ (14,319) |

(See independent auditor's report.)

CITY OF WOOD DALE, ILLINOIS
 SCHEDULE OF FUNDING PROGRESS
 ILLINOIS MUNICIPAL RETIREMENT FUND

April 30, 2006

| Actuarial Valuation Date December 31 | (1) Actuarial Value of Assets | (2) Actuarial Accrued Liability (AAL) Entry-Age | (3) Funded Ratio (1) / (2) | (4) Unfunded (Overfunded) AAL (UAAL) (OAAL) (2) - (1) | (5) Covered Payroll | UAAL (OAAL) As a Percentage of Covered Payroll (4) / (5) |
|---|--|--|-------------------------------------|---|---------------------------|--|
| 2000 | \$ 7,652,106 | \$ 7,243,713 | 105.64% | \$ (408,393) | \$ 3,219,318 | (12.69%) |
| 2001 | 8,276,290 | 7,669,202 | 107.92% | (607,088) | 3,455,925 | (17.57%) |
| 2002 | 8,140,145 | 8,157,105 | 99.79% | 16,960 | 3,445,877 | - |
| 2003 | 8,664,909 | 9,090,603 | 95.32% | 425,694 | 3,475,870 | 12.25% |
| 2004 | 8,854,014 | 9,394,170 | 94.25% | 540,156 | 3,447,276 | 15.67% |
| 2005 | 8,779,341 | 9,686,805 | 90.63% | 907,464 | 3,498,497 | 25.94% |

(See independent auditor's report.)

CITY OF WOOD DALE, ILLINOIS

SCHEDULE OF FUNDING PROGRESS
POLICE PENSION FUND

April 30, 2006

| Actuarial Valuation Date April 30 | (1) Actuarial Value of Assets | (2) Actuarial Liability (AAL) Entry-Age | (3) Funded Ratio (1) / (2) | (4) Unfunded (Overfunded) AAL (OAAL) (UAAL) (2) - (1) | (5) Covered Payroll | UAAL (OAAL) As a Percentage of Covered Payroll (4) / (5) |
|--|--|---|-------------------------------------|---|---------------------------|--|
| 2000 | \$ 9,040,863 | \$ 9,689,814 | 93.30% | \$ 648,951 | \$ 1,650,979 | 39.31% |
| 2001 | 9,772,636 | 11,132,423 | 87.79% | 1,359,787 | 1,818,512 | 74.77% |
| 2002 | 10,577,802 | 12,098,028 | 87.43% | 1,520,226 | 2,012,524 | 75.54% |
| 2003 | 11,460,137 | 13,350,406 | 85.84% | 1,890,269 | 2,246,879 | 84.13% |
| 2004 | 12,320,470 | 14,121,461 | 87.25% | 1,800,991 | 2,303,819 | 78.17% |
| 2005 | 13,184,845 | 16,380,874 | 80.49% | 3,196,029 | 2,227,752 | 143.46% |

(See independent auditor's report.)

CITY OF WOOD DALE, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND

April 30, 2006

| <u>Calendar Year</u> | <u>Employer Contributions</u> | <u>Annual Required Contribution (ARC)</u> | <u>Percentage Contributed</u> |
|--------------------------|-----------------------------------|---|-----------------------------------|
| 2000 | \$ 218,914 | \$ 218,914 | 100.00% |
| 2001 | 265,415 | 265,415 | 100.00% |
| 2002 | 249,137 | 249,137 | 100.00% |
| 2003 | 232,188 | 232,188 | 100.00% |
| 2004 | 301,637 | 301,637 | 100.00% |
| 2005 | 325,710 | 325,710 | 100.00% |

(See independent auditor's report.)

CITY OF WOOD DALE, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
POLICE PENSION FUND

April 30, 2006

| <u>Fiscal Year</u> | <u>Employer Contributions</u> | <u>Annual Required Contribution (ARC)</u> | <u>Percentage Contributed</u> | <u>Net Pension Obligation/ (Asset)</u> |
|--------------------|-------------------------------|---|-------------------------------|--|
| 2000 | N/A | N/A | N/A | N/A |
| 2001 | N/A | N/A | N/A | N/A |
| 2002 | \$ 224,799 | \$ 316,173 | 71.10% | \$ 122,983 |
| 2003 | 315,997 | 342,730 | 92.20% | 146,603 |
| 2004 | 324,820 | 395,231 | 82.18% | 212,670 |
| 2005 | 323,544 | 398,990 | 81.09% | 281,103 |

N/A - Not available

(See independent auditor's report.)

CITY OF WOOD DALE, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2006

1. BUDGETS

The City operates under the Illinois Municipal Budget Law.

All departments of the City submit budget requests to the City Manager so that a budget may be prepared. The budget is prepared by fund, function, and activity, and includes information on the past year, current year estimates, and requested appropriations for the next fiscal year.

The proposed budget is presented to the City Council for review. The City Council holds public hearings and may add to, subtract from, or change appropriations, but may not change the form of the budget. Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of moneys are recorded in order to reserve that portion of the applicable appropriation, is employed during the year. Encumbrances are not reported in the financial statements.

The City Manager is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the City Council. Budgetary authority lapses at the fiscal year-end.

Annual appropriations are adopted for the General Fund, Special Revenue Funds, Debt Service Funds, and Capital Projects Funds. Budgets for these funds are adopted on a basis consistent with GAAP.

Expenditures may not legally exceed appropriations at the fund level.

2. EXCESS OF ACTUAL EXPENDITURES OVER BUDGET

| Fund | Budget | Actual |
|----------------|------------|------------|
| Motor Fuel Tax | \$ 198,107 | \$ 531,278 |
| Police Pension | 576,000 | 683,185 |

CITY OF WOOD DALE, ILLINOIS

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2006

| | Original Budget | Final Budget | Actual |
|--|--------------------|-----------------|--------------|
| REVENUES | | | |
| Taxes | | | |
| Property taxes, current | \$ 2,190,910 | \$ 2,190,910 | \$ 2,182,283 |
| Replacement tax | 20,000 | 20,000 | 25,464 |
| Income tax | 960,985 | 960,985 | 1,034,238 |
| Sales tax | 3,090,000 | 3,090,000 | 2,788,480 |
| Telecommunication tax | 930,000 | 930,000 | 1,050,169 |
| Use tax | 138,000 | 138,000 | 151,591 |
| Utility tax | 500,000 | 500,000 | 670,058 |
| Total taxes | 7,829,895 | 7,829,895 | 7,902,283 |
| Licenses and permits | | | |
| Building permits | 425,000 | 425,000 | 1,246,229 |
| Electrical permits | 41,500 | 41,500 | 18,456 |
| Occupancy permits | 10,625 | 10,625 | 8,370 |
| Plumbing permits | 23,000 | 23,000 | 7,734 |
| Roofing permits | 10,000 | 10,000 | 11,509 |
| Contractors registration | - | - | 25,900 |
| Business licenses | 102,000 | 102,000 | 97,795 |
| Liquor licenses | 45,200 | 45,200 | 47,425 |
| Vehicle licenses | 140,000 | 140,000 | 127,694 |
| Business license penalties | 1,000 | 1,000 | 3,600 |
| Vending licenses | 22,800 | 22,800 | 19,735 |
| Georgetown permits | - | - | 2,092 |
| Total licenses and permits | 821,125 | 821,125 | 1,616,539 |
| Intergovernmental | | | |
| Wood Dale Fire District | 68,000 | 68,000 | 71,400 |
| Tobacco enforcement grant | 2,000 | 2,000 | 1,980 |
| Illinois Department of Transportation traffic enforcement grant | 12,000 | 12,000 | 10,990 |
| Bullet proof vest grant | 800 | 800 | 592 |
| Total intergovernmental | 82,800 | 82,800 | 84,962 |
| Charges for services | | | |
| Elevator inspections | 3,000 | 3,000 | 759 |
| Cable TV franchise fees | 75,000 | 75,000 | 125,734 |
| Plan review fees | 40,000 | 40,000 | 45,287 |
| Fire inspection fees | 2,975 | 2,975 | 3,147 |
| Miscellaneous inspection fees | 4,600 | 4,600 | 4,350 |
| Re-inspection fees | 21,250 | 21,250 | 13,965 |

(This schedule is continued on the following page.)

CITY OF WOOD DALE, ILLINOIS

SCHEDULE OF REVENUES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2006

| | Original Budget | Final Budget | Actual |
|--------------------------------------|---------------------|---------------------|----------------------|
| REVENUES (Continued) | | | |
| Charges for services (Continued) | | | |
| Admin fee - impounded vehicles | \$ - | \$ - | \$ 27,500 |
| Annexation fees | - | - | 300 |
| Public hearing fees | 1,500 | 1,500 | 2,261 |
| Impact fees | - | - | 3,259 |
| Other police revenue | - | - | 7,287 |
| Road maintenance fees | - | - | 4,350 |
| Alarm fees | - | - | 1,477 |
| Total charges for services | <u>148,325</u> | <u>148,325</u> | <u>239,676</u> |
| Fines and forfeits | | | |
| Bond forfeitures | 15,000 | 15,000 | 62,235 |
| Court fines | 380,000 | 380,000 | 454,345 |
| Noncompliance fees | - | - | 7,050 |
| Police fines | 30,000 | 30,000 | 41,975 |
| Police services reimbursements | 53,092 | 53,092 | 53,792 |
| Stray animal fines | - | - | 601 |
| Total fines and forfeits | <u>478,092</u> | <u>478,092</u> | <u>619,998</u> |
| Investment income | <u>80,000</u> | <u>80,000</u> | <u>213,112</u> |
| Miscellaneous | | | |
| Pull tabs and jar game | 3,000 | 3,000 | 3,848 |
| Park district bank runs | - | - | 3,500 |
| Senior bus fees | - | - | 4,920 |
| Tall Oaks detention basin | - | - | (3,672) |
| Planning commission subdivision fees | - | - | 400 |
| Over weight permit fees | - | - | 6,614 |
| Auction proceeds | - | - | 1,700 |
| Employee health care reimbursement | 160,000 | 160,000 | 111,091 |
| Dumeg receipts | - | - | 20,188 |
| Diamond Jubilee donations | - | - | 150 |
| Miscellaneous | 15,000 | 15,000 | 42,939 |
| Total miscellaneous | <u>178,000</u> | <u>178,000</u> | <u>191,678</u> |
| TOTAL REVENUES | <u>\$ 9,618,237</u> | <u>\$ 9,618,237</u> | <u>\$ 10,868,248</u> |

(See independent auditor's report.)

CITY OF WOOD DALE, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2006

| | Original Budget | Final Budget | Actual |
|--------------------------------------|--------------------|-----------------|----------------|
| GENERAL GOVERNMENT | | | |
| Legislative - administration | | | |
| Personal services | | | |
| Salaries | \$ 217,325 | \$ 212,275 | \$ 212,273 |
| Overtime pay | - | 175 | 158 |
| Part-time employment | - | 10,400 | 10,309 |
| Elected officials | 54,800 | 50,200 | 50,169 |
| FICA expenditures | 20,818 | 21,218 | 21,197 |
| IMRF expenditures | 25,335 | 24,735 | 24,621 |
| Leave time buy-back | 3,300 | - | - |
| Total personal services | 321,578 | 319,003 | 318,727 |
| Contractual services | | | |
| Telephone/alarm line | 3,000 | 3,000 | 2,880 |
| Communications | 90 | 90 | - |
| Printing | 3,400 | 3,650 | 3,641 |
| Maintenance - vehicles | 1,000 | 2,800 | 2,755 |
| Equipment rental | 10,000 | 10,350 | 10,336 |
| Professional services | 8,000 | 16,900 | 16,943 |
| Public transportation | 5,000 | 5,000 | 3,316 |
| Publish legal notice | 4,000 | 4,200 | 4,199 |
| Recording fees | 650 | 905 | 905 |
| Education and training | 12,000 | 7,400 | 5,485 |
| Dues and subscriptions | 3,000 | 1,195 | 1,115 |
| Dues and subscriptions - legislative | 34,450 | 29,300 | 29,300 |
| Total contractual services | 84,590 | 84,790 | 80,875 |
| Commodities | | | |
| Maintenance - vehicles | 2,000 | 2,000 | 1,224 |
| Gasoline | 2,400 | 4,500 | 4,246 |
| Books and publications | 300 | 350 | 345 |
| Copy supplies | 2,500 | 2,600 | 2,586 |
| Office supplies | 3,000 | 3,250 | 3,244 |
| Total commodities | 10,200 | 12,700 | 11,645 |
| Capital outlay | | | |
| Office equipment | 100 | 100 | 73 |
| Other equipment | 500 | 500 | 308 |
| Total capital outlay | 600 | 600 | 381 |

(This schedule is continued on the following pages.)

CITY OF WOOD DALE, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2006

| | Original Budget | Final Budget | Actual |
|--|--------------------|-----------------|----------|
| GENERAL GOVERNMENT (Continued) | | | |
| Legislative - administration (Continued) | | | |
| Other charges | | | |
| Conference/meetings | \$ 4,000 | \$ 4,175 | \$ 4,171 |
| Conference/meetings - legislative | 2,000 | 2,900 | 2,894 |
| Safety program | 500 | 500 | 236 |
| Miscellaneous | 4,000 | 2,800 | 2,726 |
| Total other charges | 10,500 | 10,375 | 10,027 |
| Total legislative - administration | 427,468 | 427,468 | 421,655 |
| Building department | | | |
| Personal services | | | |
| Salaries | 430,094 | 396,294 | 303,129 |
| Overtime pay | 750 | 950 | 912 |
| FICA expenditure | 32,960 | 32,960 | 22,763 |
| IMRF expenditure | 40,111 | 40,111 | 27,723 |
| Leave time buy-back | 990 | 990 | - |
| Longevity pay | - | - | 400 |
| Total personal services | 504,905 | 471,305 | 354,927 |
| Contractual services | | | |
| Printing | 2,000 | 2,000 | 1,397 |
| Maintenance - office equipment | 500 | 500 | 451 |
| Maintenance - vehicles | 500 | 500 | 70 |
| Equipment rental | 3,400 | 2,600 | 2,378 |
| Professional services | 70,000 | 98,500 | 98,937 |
| Dues and subscriptions | 900 | 1,025 | 1,015 |
| Fire inspection | 1,000 | 3,200 | 3,127 |
| Education and training | 5,000 | 5,650 | 5,634 |
| Total contractual services | 83,300 | 113,975 | 113,009 |
| Commodities | | | |
| Maintenance - vehicles | 1,500 | 1,675 | 1,672 |
| Gasoline | 2,500 | 5,000 | 4,745 |
| Books and publications | 1,400 | 2,425 | 2,424 |
| Uniforms | 500 | 505 | 501 |
| Copy supplies | 750 | 750 | 665 |
| Office supplies | 1,400 | 1,400 | 958 |
| Photo supplies | 1,000 | 1,000 | 638 |
| Total commodities | 9,050 | 12,755 | 11,603 |

(This schedule is continued on the following pages.)

CITY OF WOOD DALE, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2006

| | Original Budget | Final Budget | Actual |
|---------------------------------|--------------------|-----------------|---------|
| GENERAL GOVERNMENT (Continued) | | | |
| Building department (Continued) | | | |
| Capital outlay | | | |
| Office equipment | \$ - | \$ 800 | \$ 783 |
| Total capital outlay | - | 800 | 783 |
| Other charges | | | |
| Conference/meetings | 5,000 | 3,150 | 2,749 |
| Miscellaneous | 1,500 | 1,370 | 734 |
| Total other charges | 6,500 | 4,520 | 3,483 |
| Total building department | 603,755 | 603,355 | 483,805 |
| Finance department | | | |
| Personal services | | | |
| Salaries | 175,070 | 143,070 | 120,453 |
| Overtime pay | 500 | 500 | - |
| FICA expenditure | 13,431 | 13,431 | 8,443 |
| IMRF expenditure | 15,368 | 15,368 | 9,986 |
| Longevity pay | 800 | 800 | 800 |
| Total personal services | 205,169 | 173,169 | 139,682 |
| Contractual services | | | |
| Printing | 1,500 | 3,000 | 2,948 |
| Maintenance - office equipment | 1,000 | 1,000 | 631 |
| Equipment rental | 3,400 | 2,400 | 1,944 |
| Professional services | 108,250 | 140,250 | 119,106 |
| Dues and subscriptions | 500 | 500 | 455 |
| Education and training | 1,000 | 500 | 415 |
| Total contractual services | 115,650 | 147,650 | 125,499 |
| Commodities | | | |
| Uniforms | 300 | 300 | - |
| Copy supplies | 1,450 | 1,450 | 943 |
| Office supplies | 3,000 | 3,000 | 3,003 |
| Total commodities | 4,750 | 4,750 | 3,946 |

(This schedule is continued on the following pages.)

CITY OF WOOD DALE, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2006

| | Original Budget | Final Budget | Actual |
|--------------------------------|--------------------|-----------------|---------|
| GENERAL GOVERNMENT (Continued) | | | |
| Finance department (Continued) | | | |
| Other charges | | | |
| Conference meetings | \$ 350 | \$ 250 | \$ 98 |
| Miscellaneous | - | 100 | 79 |
| Total other charges | 350 | 350 | 177 |
| Total finance department | 325,919 | 325,919 | 269,304 |
| Legal | | | |
| Contractual services | | | |
| Legal - general fund | 135,000 | 135,000 | 133,988 |
| Legal - litigation | 50,000 | 50,000 | 25,584 |
| Legal - Prosecution | 30,000 | 30,000 | 22,701 |
| Legal - labor | 38,000 | 38,000 | 27,540 |
| Total contractual services | 253,000 | 253,000 | 209,813 |
| Commodities | | | |
| Books and publications | 300 | 300 | - |
| Total commodities | 300 | 300 | - |
| Total legal | 253,300 | 253,300 | 209,813 |
| City clerk's office | | | |
| Personal services | | | |
| Salaries | 42,987 | 49,987 | 49,157 |
| FICA expenditure | 3,289 | 3,689 | 3,603 |
| IMRF expenditure | 4,002 | 4,452 | 4,428 |
| Total personal services | 50,278 | 58,128 | 57,188 |
| Contractual services | | | |
| Printing | - | - | 51 |
| Professional services | 10,000 | 4,150 | 3,904 |
| Education and training | 500 | 500 | - |
| Dues and subscriptions | 230 | 230 | 265 |
| Business licenses | 900 | 900 | 894 |
| Total contractual services | 11,630 | 5,780 | 5,114 |

(This schedule is continued on the following pages.)

CITY OF WOOD DALE, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2006

| | Original Budget | Final Budget | Actual |
|---------------------------------|--------------------|-----------------|-----------|
| GENERAL GOVERNMENT (Continued) | | | |
| City clerk's office (Continued) | | | |
| Commodities | | | |
| Copy supplies | \$ 500 | \$ 500 | \$ 3 |
| Office supplies | 1,500 | 1,500 | 231 |
| Total commodities | 2,000 | 2,000 | 234 |
| Other charges | | | |
| Conferences/meetings | 1,000 | 1,000 | 2,375 |
| Miscellaneous | 300 | 300 | 100 |
| Total other charges | 1,300 | 1,300 | 2,475 |
| Total city clerk's office | 65,208 | 67,208 | 65,011 |
| Central services | | | |
| Contractual services | | | |
| Telephone/alarm line | 75,000 | 75,000 | 60,383 |
| Printing | 11,100 | 11,100 | 12,280 |
| Maintenance - building/grounds | 85,000 | 85,000 | 82,966 |
| Maintenance agreements | 30,000 | 30,000 | 27,290 |
| Professional services | 12,000 | 12,000 | 1,771 |
| Equipment rental | 1,600 | 1,600 | 296 |
| Auditing services | 33,000 | 40,000 | 37,516 |
| Health insurance | 1,593,075 | 1,387,075 | 1,131,788 |
| Insurance premiums | 375,000 | 375,000 | 333,746 |
| Claims settlement | 25,000 | 29,000 | 28,672 |
| Early retirement incentive | 108,916 | 108,916 | - |
| Recapture payments | - | 50,000 | 49,494 |
| Employee development | 1,000 | 1,000 | 1,000 |
| Employee recruitment | 2,750 | 2,750 | 775 |
| Tuition reimbursement | - | - | 1,845 |
| Candidate medical | 850 | 850 | 632 |
| Unemployment compensation | 10,000 | 27,000 | 28,288 |
| Total contractual services | 2,364,291 | 2,236,291 | 1,798,742 |
| Commodities | | | |
| Maintenance - building/grounds | 15,000 | 15,000 | 10,348 |
| Postage | 15,000 | 16,000 | 15,572 |
| Total commodities | 30,000 | 31,000 | 25,920 |

(This schedule is continued on the following pages.)

CITY OF WOOD DALE, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2006

| | Original Budget | Final Budget | Actual |
|---|--------------------|-----------------|-----------|
| GENERAL GOVERNMENT (Continued) | | | |
| Central services (Continued) | | | |
| Other charges | | | |
| Employee recognition | \$ 14,096 | \$ 14,096 | \$ 12,299 |
| Safety program | 3,400 | 3,400 | 1,742 |
| Wellness program | 3,250 | 3,250 | 3,049 |
| Police pension - additional contributions | 65,000 | 65,000 | 65,000 |
| Total other charges | 85,746 | 85,746 | 82,090 |
| Total central services | 2,480,037 | 2,353,037 | 1,906,752 |
| Vehicle maintenance | | | |
| Personal services | | | |
| Salaries | 178,825 | 178,825 | 171,823 |
| Overtime pay | 200 | 400 | 328 |
| FICA expenditure | 13,680 | 13,880 | 13,379 |
| IMRF expenditure | 16,649 | 16,649 | 16,474 |
| Leave time buy-back | 2,000 | 2,000 | - |
| Longevity pay | 800 | 400 | - |
| Total personal services | 212,154 | 212,154 | 202,004 |
| Contractual services | | | |
| Communication | 100 | 100 | - |
| Printing | 300 | 600 | 568 |
| Maintenance - building/grounds | 1,000 | 1,200 | 1,183 |
| Maintenance - other equipment | 1,800 | 1,300 | 1,005 |
| Maintenance - vehicles | 100 | 100 | - |
| Equipment rental | 200 | 200 | - |
| Education and training | 200 | 200 | - |
| Dues and subscriptions | 1,500 | 1,500 | 1,500 |
| Total contractual services | 5,200 | 5,200 | 4,256 |
| Commodities | | | |
| Maintenance - other equipment | 2,000 | 1,700 | 1,474 |
| Maintenance - building/grounds | 400 | 500 | 333 |
| Maintenance - vehicles | 500 | 500 | 456 |
| Gasoline | 300 | 500 | 439 |
| Uniforms | 2,400 | 2,400 | 965 |
| Other parts/material | 4,000 | 4,000 | 2,760 |
| Total commodities | 9,600 | 9,600 | 6,427 |

(This schedule is continued on the following pages.)

CITY OF WOOD DALE, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2006

| | Original Budget | Final Budget | Actual |
|---------------------------------|--------------------|-----------------|-----------|
| GENERAL GOVERNMENT (Continued) | | | |
| Vehicle maintenance (Continued) | | | |
| Capital outlay | | | |
| Other equipment | \$ 13,101 | \$ 13,101 | \$ 9,006 |
| Total capital outlay | 13,101 | 13,101 | 9,006 |
| Other charges | | | |
| Safety program | 200 | 200 | 56 |
| Miscellaneous | 200 | 200 | - |
| Total other charges | 400 | 400 | 56 |
| Total vehicle maintenance | 240,455 | 240,455 | 221,749 |
| Subtotal general government | 4,396,142 | 4,270,742 | 3,578,089 |
| Reimbursement from other funds | (630,000) | (630,000) | (630,000) |
| Total general government | 3,766,142 | 3,640,742 | 2,948,089 |
| PUBLIC SAFETY | | | |
| Police department | | | |
| Personal services | | | |
| Salaries | 3,106,059 | 3,106,059 | 2,994,472 |
| Overtime pay | 290,000 | 271,500 | 252,432 |
| Part-time employment | 17,275 | 17,275 | 16,406 |
| Seasonal employment | 9,000 | 9,000 | 8,493 |
| Disability pay/wages | - | - | 3,030 |
| FICA expenditure | 261,809 | 251,809 | 249,463 |
| IMRF expenditure | 71,844 | 71,844 | 70,780 |
| Leave time buy-back | 36,000 | 16,000 | 14,162 |
| Longevity pay | 5,700 | 5,700 | 4,500 |
| Pension contributions | 351,500 | 400,000 | 331,589 |
| Total personal services | 4,149,187 | 4,149,187 | 3,945,327 |
| Contractual services | | | |
| Telephone/alarm line | 26,000 | 26,000 | 17,859 |
| Communications | 15,300 | 15,300 | 13,996 |
| Printing | 7,000 | 7,000 | 6,261 |
| Maintenance - other equipment | 2,500 | 2,500 | 1,281 |
| Maintenance - office equipment | 2,000 | 2,000 | 1,638 |
| Maintenance - building/grounds | 10,000 | 10,000 | 6,954 |
| Maintenance - vehicles | 23,000 | 23,000 | 14,654 |
| Maintenance agreements | 24,700 | 24,700 | 20,400 |
| Emergency services | 2,000 | 2,000 | 268 |
| Professional services | - | - | 4,488 |

(This schedule is continued on the following pages.)

CITY OF WOOD DALE, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2006

| | Original Budget | Final Budget | Actual |
|---|--------------------|-----------------|----------------|
| PUBLIC SAFETY (Continued) | | | |
| Police department (Continued) | | | |
| Contractual services (Continued) | | | |
| Dues and subscriptions | \$ 1,900 | \$ 1,900 | \$ 1,919 |
| Education and training | 26,000 | 26,000 | 21,476 |
| Community services | 5,000 | 5,000 | 3,956 |
| Township social service | 9,600 | 9,600 | 9,665 |
| Animal control | 2,150 | 2,150 | 1,909 |
| Cops administration | 78,000 | 78,000 | 71,500 |
| Total contractual services | 235,150 | 235,150 | 198,224 |
| Commodities | | | |
| Maintenance - other equipment | 4,350 | 3,848 | 3,439 |
| Maintenance - building/grounds | 1,550 | 421 | 384 |
| Maintenance - vehicles | 31,000 | 23,499 | 15,809 |
| Emergency services | 5,000 | 2,243 | 2,243 |
| Gasoline | 37,100 | 60,374 | 57,440 |
| Postage | 1,100 | 305 | 281 |
| Books and publications | 1,000 | 674 | 674 |
| Copy supplies | 4,000 | 2,496 | 1,935 |
| Office supplies | 4,000 | 3,745 | 3,716 |
| Photo supplies | 1,500 | 982 | 978 |
| Uniforms | 36,600 | 31,000 | 30,688 |
| Community services | 7,000 | 6,424 | 6,617 |
| Detective's expenditures | 3,255 | 2,397 | 2,022 |
| Investigation supplies | 1,300 | 1,189 | 1,249 |
| Ammunition | 3,800 | 3,048 | 3,029 |
| Prisoner food | 200 | 110 | 110 |
| Natural gas utilities | 2,000 | 2,000 | - |
| Total commodities | 144,755 | 144,755 | 130,614 |
| Capital outlay | | | |
| Office equipment | 1,680 | 1,680 | 887 |
| Improvements | 10,000 | 10,000 | 10,952 |
| Total capital outlay | 11,680 | 11,680 | 11,839 |
| Other charges | | | |
| Conferences/meetings | 3,500 | 3,500 | 1,554 |
| Safety program | 3,000 | 3,000 | 2,096 |
| District #7 after school program | 10,000 | 10,000 | 10,000 |
| DuPage children center | 3,500 | 3,500 | 3,500 |

(This schedule is continued on the following pages.)

CITY OF WOOD DALE, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2006

| | Original Budget | Final Budget | Actual |
|----------------------------------|--------------------|-----------------|-----------|
| PUBLIC SAFETY (Continued) | | | |
| Police department (Continued) | | | |
| Other charges (Continued) | | | |
| Fitness program | \$ 5,500 | \$ 5,500 | \$ 2,180 |
| Accreditation | 8,000 | 8,000 | 6,388 |
| Court mileage reimbursement | 5,000 | 5,000 | 2,770 |
| Miscellaneous | 2,000 | 2,000 | (13) |
| Total other charges | 40,500 | 40,500 | 28,475 |
| Total police department | 4,581,272 | 4,581,272 | 4,314,479 |
| Police and fire commission | | | |
| Personal services | | | |
| Part-time employment | 2,500 | 2,500 | 830 |
| FICA expenditure | 200 | 200 | 63 |
| Total personal services | 2,700 | 2,700 | 893 |
| Contractual services | | | |
| Printing | 200 | 200 | 128 |
| Dues and subscriptions | 400 | 400 | 375 |
| Employee recruitment | 3,000 | 3,000 | 601 |
| Total contractual services | 3,600 | 3,600 | 1,104 |
| Commodities | | | |
| Office supplies | 200 | 200 | - |
| Total Commodities | 200 | 200 | - |
| Other charges | | | |
| Conferences/meetings | 1,200 | 1,200 | (80) |
| Testing program | 4,000 | 4,000 | - |
| Total other charges | 5,200 | 5,200 | (80) |
| Total police and fire commission | 11,700 | 11,700 | 1,917 |
| Total public safety | 4,592,972 | 4,592,972 | 4,316,396 |

(This schedule is continued on the following pages.)

CITY OF WOOD DALE, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2006

| | Original Budget | Final Budget | Actual |
|--------------------------------|--------------------|-----------------|------------|
| HIGHWAYS AND STREETS | | | |
| Highways and streets | | | |
| Personal services | | | |
| Salaries | \$ 571,664 | \$ 553,664 | \$ 508,976 |
| Overtime pay | 46,000 | 46,000 | 32,086 |
| Part-time employment | 26,208 | 2,208 | 902 |
| Seasonal employment | 15,000 | 39,000 | 38,727 |
| FICA expenditure | 50,404 | 50,404 | 44,919 |
| IMRF expenditure | 61,341 | 61,341 | 52,305 |
| Leave time buy-back | 1,000 | 4,000 | 3,524 |
| Longevity pay | 4,480 | 4,480 | 4,100 |
| Total personal services | 776,097 | 761,097 | 685,539 |
| Contractual services | | | |
| Telephone/alarm line | 400 | 150 | 138 |
| Communications | 450 | 450 | 431 |
| Printing | 400 | 100 | 97 |
| Maintenance - other equipment | 1,500 | 2,850 | 2,815 |
| Maintenance - building/grounds | 10,000 | 11,600 | 11,562 |
| Maintenance - office equipment | 600 | - | - |
| Maintenance - vehicles | 4,000 | 9,450 | 9,408 |
| Maintenance - storm sewers | 1,000 | 3,200 | 3,187 |
| Maintenance agreements | 300 | 450 | 418 |
| Dues and subscriptions | 500 | 800 | 780 |
| Education and training | 1,500 | 400 | 381 |
| Equipment rental | 1,000 | 600 | 537 |
| Parkway tree replacement | 20,000 | 18,200 | 18,108 |
| Forestry | 23,000 | 23,000 | 18,750 |
| Mosquito abatement | 73,240 | 73,240 | 73,242 |
| IEPA permit fees | 1,000 | - | - |
| Dump fees | 8,500 | 3,700 | 3,663 |
| Engineering - general | - | 50 | 42 |
| Pavement crack/seal | 10,000 | 9,850 | 9,840 |
| Total contractual services | 157,390 | 158,090 | 153,399 |
| Commodities | | | |
| Maintenance - other equipment | 10,000 | 9,300 | 9,066 |
| Maintenance - building/grounds | 1,000 | 1,300 | 1,193 |
| Maintenance - vehicles | 17,000 | 19,050 | 18,949 |
| Gasoline | 15,000 | 30,000 | 26,114 |
| Books and publications | 300 | - | - |
| Copy supplies | 1,500 | 600 | 286 |

(This schedule is continued on the following page.)

CITY OF WOOD DALE, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2006

| | Original Budget | Final Budget | Actual |
|-----------------------------------|---------------------|---------------------|---------------------|
| HIGHWAYS AND STREETS (Continued) | | | |
| Highways and streets (Continued) | | | |
| Commodities (Continued) | | | |
| Office supplies | \$ 1,100 | \$ 2,000 | \$ 1,948 |
| Uniforms | 4,900 | 3,900 | 3,751 |
| Electric utilities | 5,000 | 5,000 | 4,470 |
| Other parts/material | 7,500 | 7,500 | 4,828 |
| Total commodities | 63,300 | 78,650 | 70,605 |
| Other charges | | | |
| Conferences/meetings | 1,000 | 600 | 585 |
| Safety program | 2,000 | 1,350 | 1,275 |
| Miscellaneous | 1,500 | 1,500 | 1,393 |
| Total other charges | 4,500 | 3,450 | 3,253 |
| Total highways and streets | 1,001,287 | 1,001,287 | 912,796 |
| TOTAL EXPENDITURES | \$ 9,360,401 | \$ 9,235,001 | \$ 8,177,281 |

(See independent auditor's report.)

CITY OF WOOD DALE, ILLINOIS

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

For the Year Ended April 30, 2006

| | Original Budget | Final Budget | Actual |
|--|---------------------|---------------------|-------------------|
| REVENUES | | | |
| Taxes | | | |
| Utility | \$ 625,000 | \$ 625,000 | \$ 671,675 |
| Intergovernmental | 1,046,209 | 1,046,209 | 437,607 |
| Investment income | 5,000 | 5,000 | 30,946 |
| Total revenues | <u>1,676,209</u> | <u>1,676,209</u> | <u>1,140,228</u> |
| EXPENDITURES | | | |
| General government | | | |
| Contractual services | 1,429,000 | 1,429,000 | 481,697 |
| Capital outlay | 1,263,757 | 1,266,457 | 1,469,623 |
| Total expenditures | <u>2,692,757</u> | <u>2,695,457</u> | <u>1,951,320</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | <u>(1,016,548)</u> | <u>(1,019,248)</u> | <u>(811,092)</u> |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers in | 415,000 | 415,000 | 340,000 |
| Total other financing sources (uses) | <u>415,000</u> | <u>415,000</u> | <u>340,000</u> |
| NET CHANGE IN FUND BALANCE | <u>\$ (601,548)</u> | <u>\$ (604,248)</u> | <u>(471,092)</u> |
| FUND BALANCE, MAY 1 | | | 1,145,687 |
| Prior period adjustment | | | <u>254,723</u> |
| FUND BALANCE, MAY 1, RESTATED | | | <u>1,400,410</u> |
| FUND BALANCE, APRIL 30 | | | <u>\$ 929,318</u> |

(See independent auditor's report.)

CITY OF WOOD DALE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
WATER/SEWER DEPRECIATION FUND

For the Year Ended April 30, 2006

| | |
|--|--------------------|
| REVENUES | |
| None | \$ - |
| EXPENDITURES | |
| None | <u>-</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | <u>-</u> |
| OTHER FINANCING SOURCES (USES) | |
| Transfers (out) | <u>(781,288)</u> |
| Total other financing sources (uses) | <u>(781,288)</u> |
| NET CHANGE IN FUND BALANCE | (781,288) |
| FUND BALANCE, MAY 1 | <u>781,288</u> |
| FUND BALANCE, APRIL 30 | <u><u>\$ -</u></u> |

(See independent auditor's report.)

CITY OF WOOD DALE, ILLINOIS

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

For the Year Ended April 30, 2006

| | Original Budget | Final Budget | Actual |
|--|--------------------|-----------------------|-----------------|
| REVENUES | | | |
| Investment income | \$ - | \$ - | \$ 6,380 |
| Total revenues | - | - | 6,380 |
| EXPENDITURES | | | |
| Capital outlay | - | 1,952,500 | 1,948,657 |
| Debt service | | | |
| Interest | - | 18,400 | 18,381 |
| Total expenditures | - | 1,970,900 | 1,967,038 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | - | (1,970,900) | (1,960,658) |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers in | - | 211,000 | 231,000 |
| Debt certificates issued | - | - | 1,250,000 |
| Total other financing sources (uses) | - | 211,000 | 1,481,000 |
| NET CHANGE IN FUND BALANCE | <u>\$ -</u> | <u>\$ (1,759,900)</u> | (479,658) |
| FUND BALANCE, MAY 1 | | | <u>486,001</u> |
| FUND BALANCE, APRIL 30 | | | <u>\$ 6,343</u> |

(See independent auditor's report.)

CITY OF WOOD DALE, ILLINOIS
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS

April 30, 2006

| | Special Revenue | | |
|---|--------------------|-------------------|-------------------|
| | Road and Bridge | Motor Fuel Tax | Tourism |
| ASSETS | | | |
| Cash and investments | \$ 26,659 | \$ 567,617 | \$ 225,215 |
| Receivables, net of allowance for uncollectibles | | | |
| Accounts | 594 | - | 26,728 |
| Due from other governments | - | 31,015 | 721 |
| TOTAL ASSETS | \$ 27,253 | \$ 598,632 | \$ 252,664 |
| LIABILITIES AND FUND BALANCES | | | |
| LIABILITIES | | | |
| Accounts payable | \$ 9,261 | \$ 474 | \$ 6,270 |
| Accrued payroll | - | - | 811 |
| Due to other funds | - | - | - |
| Total liabilities | 9,261 | 474 | 7,081 |
| FUND BALANCES | | | |
| Reserved for debt service | - | - | - |
| Reserved for highways and streets | - | 598,158 | - |
| Unreserved | | | |
| Special revenue | 17,992 | - | 245,583 |
| Capital projects | - | - | - |
| Total fund balances | 17,992 | 598,158 | 245,583 |
| TOTAL LIABILITIES AND FUND BALANCES | \$ 27,253 | \$ 598,632 | \$ 252,664 |

| Special Revenue | | Debt Service | | Capital Projects | | Total |
|-------------------------|---------------|-----------------|--------------------------|---------------------------|--------------|-------|
| Narcotics Forfeiture | Grant Fund | Debt Service | Equipment Replacement | Information Technology | | |
| \$ 34,533 | \$ 64,853 | \$ - | \$ 64,178 | \$ 38,704 | \$ 1,021,759 | |
| - | - | - | - | - | 27,322 | |
| - | - | - | - | - | 31,736 | |
| \$ 34,533 | \$ 64,853 | \$ - | \$ 64,178 | \$ 38,704 | \$ 1,080,817 | |
| \$ 1,434 | \$ 700 | \$ - | \$ 19,573 | \$ 7,060 | \$ 44,772 | |
| - | - | - | - | - | 811 | |
| - | 11,474 | - | - | - | 11,474 | |
| 1,434 | 12,174 | - | 19,573 | 7,060 | 57,057 | |
| - | - | - | - | - | - | |
| - | - | - | - | - | 598,158 | |
| 33,099 | 52,679 | - | - | - | 349,353 | |
| - | - | - | 44,605 | 31,644 | 76,249 | |
| 33,099 | 52,679 | - | 44,605 | 31,644 | 1,023,760 | |
| \$ 34,533 | \$ 64,853 | \$ - | \$ 64,178 | \$ 38,704 | \$ 1,080,817 | |

See accompanying notes to financial statements.

CITY OF WOOD DALE, ILLINOIS

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

For the Year Ended April 30, 2006

| | Special Revenue | | |
|--|--------------------|-------------------|------------|
| | Road and Bridge | Motor Fuel Tax | Tourism |
| REVENUES | | | |
| Taxes | \$ 180,393 | \$ - | \$ 312,301 |
| Intergovernmental | - | 397,776 | - |
| Investment income | 1,518 | 32,032 | 9,257 |
| Miscellaneous | - | - | 9,957 |
| Total revenues | 181,911 | 429,808 | 331,515 |
| EXPENDITURES | | | |
| General government | - | - | - |
| Public safety | - | - | - |
| Highways and streets | 137,774 | 531,278 | - |
| Recreation | - | - | 169,739 |
| Capital outlay | - | - | - |
| Total expenditures | 137,774 | 531,278 | 169,739 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | 44,137 | (101,470) | 161,776 |
| OTHER FINANCING SOURCES (USES) | | | |
| Sale of capital assets | - | - | - |
| Transfers in | 35,000 | - | - |
| Transfers (out) | (75,000) | (190,000) | (75,000) |
| Capital leases issued | - | 376,942 | - |
| Total other financing sources (uses) | (40,000) | 186,942 | (75,000) |
| NET CHANGE IN FUND BALANCES | 4,137 | 85,472 | 86,776 |
| FUND BALANCES (DEFICIT), MAY 1 | 13,855 | 512,686 | 158,807 |
| FUND BALANCES, APRIL 30 | \$ 17,992 | \$ 598,158 | \$ 245,583 |

| Special Revenue | | Debt Service | | Capital Projects | | Total |
|----------------------|-----------|--------------|-----------------------|------------------------|------|--------------|
| Narcotics Forfeiture | Grant | Debt Service | Equipment Replacement | Information Technology | | |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 492,694 |
| 7,334 | 25,573 | - | - | - | - | 430,683 |
| 2,804 | 2,400 | 3,026 | 831 | 2,491 | - | 54,359 |
| - | - | - | - | - | - | 9,957 |
| 10,138 | 27,973 | 3,026 | 831 | 2,491 | - | 987,693 |
| - | 24,009 | - | - | 49,625 | - | 73,634 |
| 35,361 | - | - | - | - | - | 35,361 |
| - | - | - | - | - | - | 669,052 |
| - | - | - | - | - | - | 169,739 |
| - | - | - | 225,501 | 34,319 | - | 259,820 |
| 35,361 | 24,009 | - | 225,501 | 83,944 | - | 1,207,606 |
| (25,223) | 3,964 | 3,026 | (224,670) | (81,453) | - | (219,913) |
| - | - | - | 3,825 | - | - | 3,825 |
| - | - | - | 270,000 | 82,696 | - | 387,696 |
| - | - | (255,889) | - | - | - | (595,889) |
| - | - | - | - | - | - | 376,942 |
| - | - | (255,889) | 273,825 | 82,696 | - | 172,574 |
| (25,223) | 3,964 | (252,863) | 49,155 | 1,243 | - | (47,339) |
| 58,322 | 48,715 | 252,863 | (4,550) | 30,401 | - | 1,071,099 |
| \$ 33,099 | \$ 52,679 | \$ - | \$ 44,605 | \$ 31,644 | \$ - | \$ 1,023,760 |

See accompanying notes to financial statements.

CITY OF WOOD DALE, ILLINOIS

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

For the Year Ended April 30, 2006

| | Original Budget | Final Budget | Actual |
|--|--------------------|--------------------|------------------|
| REVENUES | | | |
| Taxes | | | |
| Property taxes | \$ 168,059 | \$ 168,059 | \$ 178,218 |
| Personal property replacement tax | - | - | 2,175 |
| Investment income | 750 | 750 | 1,518 |
| Total revenues | 168,809 | 168,809 | 181,911 |
| EXPENDITURES | | | |
| Highways and streets | | | |
| Contractual services | 37,200 | 61,700 | 61,273 |
| Commodities | 77,000 | 79,350 | 76,501 |
| Total expenditures | 114,200 | 141,050 | 137,774 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | 54,609 | 27,759 | 44,137 |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers in | - | - | 35,000 |
| Transfers (out) | (150,000) | (75,000) | (75,000) |
| Total other financing sources (uses) | (150,000) | (75,000) | (40,000) |
| NET CHANGE IN FUND BALANCE | \$ (95,391) | \$ (47,241) | 4,137 |
| FUND BALANCE, MAY 1 | | | 13,855 |
| FUND BALANCE, APRIL 30 | | | \$ 17,992 |

(See independent auditor's report.)

CITY OF WOOD DALE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MOTOR FUEL TAX FUND

For the Year Ended April 30, 2006

| | Original Budget | Final Budget | Actual |
|--|--------------------|------------------|-------------------|
| REVENUES | | | |
| Intergovernmental | \$ 391,700 | \$ 391,700 | \$ 397,776 |
| Investment income | 4,000 | 4,000 | 32,032 |
| Total revenues | 395,700 | 395,700 | 429,808 |
| EXPENDITURES | | | |
| Highways and streets | | | |
| Contractual services | 140,593 | 140,593 | 492,367 |
| Commodities | 52,000 | 50,500 | 32,819 |
| Capital outlay | 5,000 | 6,500 | 6,092 |
| Total expenditures | 197,593 | 197,593 | 531,278 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | 198,107 | 198,107 | (101,470) |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers (out) | (190,000) | (190,000) | (190,000) |
| Capital leases issued | - | - | 376,942 |
| Total other financing sources (uses) | (190,000) | (190,000) | 186,942 |
| NET CHANGE IN FUND BALANCE | \$ 8,107 | \$ 8,107 | 85,472 |
| FUND BALANCE, MAY 1 | | | 512,686 |
| FUND BALANCE, APRIL 30 | | | \$ 598,158 |

(See independent auditor's report.)

CITY OF WOOD DALE, ILLINOIS

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

For the Year Ended April 30, 2006

| | Original Budget | Final Budget | Actual |
|--|-------------------------|-------------------------|--------------------------|
| REVENUES | | | |
| Taxes | | | |
| Other | \$ 300,000 | \$ 300,000 | \$ 312,301 |
| Investment income | 1,000 | 1,000 | 9,257 |
| Miscellaneous | - | 10,600 | 9,957 |
| Total revenues | <u>301,000</u> | <u>311,600</u> | <u>331,515</u> |
| EXPENDITURES | | | |
| Recreation | | | |
| Personal services | 28,900 | 28,900 | 25,817 |
| Contractual services | 5,700 | 5,700 | - |
| Other charges | 160,850 | 171,450 | 143,922 |
| Total expenditures | <u>195,450</u> | <u>206,050</u> | <u>169,739</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | <u>105,550</u> | <u>105,550</u> | <u>161,776</u> |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers (out) | <u>(75,000)</u> | <u>(75,000)</u> | <u>(75,000)</u> |
| Total other financing sources (uses) | <u>(75,000)</u> | <u>(75,000)</u> | <u>(75,000)</u> |
| NET CHANGE IN FUND BALANCE | <u><u>\$ 30,550</u></u> | <u><u>\$ 30,550</u></u> | 86,776 |
| FUND BALANCE, MAY 1 | | | <u>158,807</u> |
| FUND BALANCE, APRIL 30 | | | <u><u>\$ 245,583</u></u> |

(See independent auditor's report.)

CITY OF WOOD DALE, ILLINOIS

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

For the Year Ended April 30, 2006

| | Original Budget | Final Budget | Actual |
|-----------------------------------|--------------------|--------------------|------------------|
| REVENUES | | | |
| Intergovernmental | \$ 1,000 | \$ 1,000 | \$ 7,334 |
| Investment income | - | - | 2,804 |
| Total revenues | 1,000 | 1,000 | 10,138 |
| EXPENDITURES | | | |
| Public safety | | | |
| Contractual services | 1,400 | 2,575 | 2,575 |
| Capital outlay | 38,900 | 37,725 | 32,786 |
| Total expenditures | 40,300 | 40,300 | 35,361 |
| NET CHANGE IN FUND BALANCE | <u>\$ (39,300)</u> | <u>\$ (39,300)</u> | (25,223) |
| FUND BALANCE, MAY 1 | | | <u>58,322</u> |
| FUND BALANCE, APRIL 30 | | | <u>\$ 33,099</u> |

(See independent auditor's report.)

CITY OF WOOD DALE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
GRANT FUND

For the Year Ended April 30, 2006

| | |
|----------------------------|-------------------------|
| REVENUES | |
| Intergovernmental | \$ 25,573 |
| Investment income | <u>2,400</u> |
| Total revenues | <u>27,973</u> |
| EXPENDITURES | |
| General government | |
| Other charges | <u>24,009</u> |
| Total expenditures | <u>24,009</u> |
| NET CHANGE IN FUND BALANCE | 3,964 |
| FUND BALANCE, MAY 1 | <u>48,715</u> |
| FUND BALANCE, APRIL 30 | <u><u>\$ 52,679</u></u> |

(See independent auditor's report.)

CITY OF WOOD DALE, ILLINOIS

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

For the Year Ended April 30, 2006

| | Original Budget | Final Budget | Actual |
|--|--------------------|--------------------|----------------|
| REVENUES | | | |
| Investment income | \$ - | \$ - | \$ 3,026 |
| Total revenues | - | - | 3,026 |
| EXPENDITURES | | | |
| None | - | - | - |
| Total expenditures | - | - | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | - | - | 3,026 |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers (out) | (19,450) | (19,450) | (255,889) |
| Total other financing sources (uses) | (19,450) | (19,450) | (255,889) |
| NET CHANGE IN FUND BALANCE | <u>\$ (19,450)</u> | <u>\$ (19,450)</u> | (252,863) |
| FUND BALANCE, MAY 1 | | | <u>252,863</u> |
| FUND BALANCE, APRIL 30 | | | <u>\$ -</u> |

(See independent auditor's report.)

CITY OF WOOD DALE, ILLINOIS

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

For the Year Ended April 30, 2006

| | Original Budget | Final Budget | Actual |
|--|--------------------|------------------|------------------|
| REVENUES | | | |
| Investment income | \$ 150 | \$ 150 | \$ 831 |
| Total revenues | 150 | 150 | 831 |
| EXPENDITURES | | | |
| Capital outlay | 251,612 | 251,612 | 225,501 |
| Total expenditures | 251,612 | 251,612 | 225,501 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | (251,462) | (251,462) | (224,670) |
| OTHER FINANCING SOURCES (USES) | | | |
| Sale of capital assets | - | - | 3,825 |
| Transfers in | 270,000 | 270,000 | 270,000 |
| Total other financing sources (uses) | 270,000 | 270,000 | 273,825 |
| NET CHANGE IN FUND BALANCE | \$ 18,538 | \$ 18,538 | 49,155 |
| FUND BALANCE (DEFICIT), MAY 1 | | | (4,550) |
| FUND BALANCE, APRIL 30 | | | \$ 44,605 |

(See independent auditor's report.)

CITY OF WOOD DALE, ILLINOIS

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

For the Year Ended April 30, 2006

| | Original Budget | Final Budget | Actual |
|--|--------------------|--------------------|------------------|
| REVENUES | | | |
| Investment income | \$ 1,000 | \$ 1,000 | \$ 2,491 |
| Total revenues | 1,000 | 1,000 | 2,491 |
| EXPENDITURES | | | |
| General government | | | |
| Contractual services | 41,000 | 45,000 | 49,625 |
| Capital outlay | 50,000 | 46,000 | 34,319 |
| Total expenditures | 91,000 | 91,000 | 83,944 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | (90,000) | (90,000) | (81,453) |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers in | 73,000 | 73,000 | 82,696 |
| Total other financing sources (uses) | 73,000 | 73,000 | 82,696 |
| NET CHANGE IN FUND BALANCE | \$ (17,000) | \$ (17,000) | 1,243 |
| FUND BALANCE, MAY 1 | | | 30,401 |
| FUND BALANCE, APRIL 30 | | | <u>\$ 31,644</u> |

(See independent auditor's report.)

CITY OF WOOD DALE, ILLINOIS
 SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN
 NET ASSETS - BUDGET AND ACTUAL
 WATER/SEWER OPERATIONS FUND

For the Year Ended April 30, 2006

| | Original Budget | Final Budget | Actual |
|--|-----------------------|-----------------------|-----------------------------|
| OPERATING REVENUES | | | |
| Charges for services | \$ 3,863,000 | \$ 3,863,000 | \$ 4,205,128 |
| Miscellaneous | 82,350 | 82,350 | 103,764 |
| Total operating revenues | <u>3,945,350</u> | <u>3,945,350</u> | <u>4,308,892</u> |
| OPERATING EXPENSES | | | |
| Water operating expenses | 3,151,009 | 3,151,009 | 2,168,148 |
| Sewer operating expenses | 2,340,313 | 2,340,313 | 1,574,585 |
| Industrial pre-treatment | 30,409 | 30,409 | 23,292 |
| Amortization | 35,000 | 35,000 | 35,000 |
| Total operating expenses | <u>5,556,731</u> | <u>5,556,731</u> | <u>3,801,025</u> |
| OPERATING INCOME (LOSS) BEFORE DEPRECIATION | <u>(1,611,381)</u> | <u>(1,611,381)</u> | <u>507,867</u> |
| DEPRECIATION | <u>600,000</u> | <u>600,000</u> | <u>436,633</u> |
| OPERATING INCOME (LOSS) | <u>(2,211,381)</u> | <u>(2,211,381)</u> | <u>71,234</u> |
| NONOPERATING REVENUES (EXPENSES) | | | |
| Investment income | 8,000 | 8,000 | 98,831 |
| Rental income | 146,182 | 146,182 | 148,436 |
| Telecommunication tax | 449,770 | 449,770 | 313,589 |
| Miscellaneous | 42,584 | 42,584 | 20,765 |
| Total nonoperating revenues (expenses) | <u>646,536</u> | <u>646,536</u> | <u>581,621</u> |
| INCOME (LOSS) BEFORE TRANSFERS | <u>(1,564,845)</u> | <u>(1,564,845)</u> | <u>652,855</u> |
| TRANSFERS | | | |
| Transfers in | - | - | 791,288 |
| Transfers (out) | (350,000) | - | - |
| Total transfers | <u>(350,000)</u> | <u>-</u> | <u>791,288</u> |
| CHANGE IN NET ASSETS | <u>\$ (1,914,845)</u> | <u>\$ (1,564,845)</u> | <u>1,444,143</u> |
| NET ASSETS, MAY 1 | | | 13,515,449 |
| Prior period adjustment | | | <u>836,978</u> |
| NET ASSETS, MAY 1, RESTATED | | | <u>14,352,427</u> |
| NET ASSETS, APRIL 30 | | | <u><u>\$ 15,796,570</u></u> |

(See independent auditor's report.)

CITY OF WOOD DALE, ILLINOIS

SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL
WATER/SEWER OPERATIONS FUND

For the Year Ended April 30, 2006

| | Original Budget | Final Budget | Actual |
|--------------------------------------|--------------------|-----------------|------------|
| OPERATING EXPENSES | | | |
| Water operating expenses | | | |
| Personnel services | | | |
| Salaries | \$ 469,772 | \$ 465,522 | \$ 390,884 |
| Overtime pay | 15,450 | 15,850 | 15,819 |
| System rounds | 5,150 | 5,300 | 5,223 |
| Stand-by pay | 16,293 | 19,193 | 19,042 |
| Seasonal employment | 6,000 | 6,300 | 6,283 |
| Health care | 89,363 | 83,363 | 66,047 |
| FICA expense | 35,938 | 38,938 | 39,208 |
| IMRF expense | 43,736 | 46,736 | 47,456 |
| Sick time buy-back | 2,757 | 2,757 | 325 |
| Longevity pay | 1,700 | 2,200 | 2,050 |
| Certification stipend | 750 | 750 | - |
| Total personnel services | 686,909 | 686,909 | 592,337 |
| Contractual services | | | |
| Telephone/alarm line | 9,500 | 10,600 | 10,329 |
| Communications | 500 | 350 | 263 |
| Printing | 3,600 | 2,500 | 2,402 |
| Maintenance - office equipment | 500 | 200 | 20 |
| Maintenance - building/grounds | 6,000 | 4,900 | 4,896 |
| Maintenance - equipment distribution | 2,000 | 100 | 75 |
| Maintenance - equipment facility | 6,000 | 4,700 | 4,600 |
| Maintenance - vehicles | 2,500 | 200 | 134 |
| Maintenance agreements | 8,000 | 11,150 | 11,005 |
| Data processing service | 2,500 | 8,800 | 8,753 |
| Maintenance - water mains | 10,000 | 14,100 | 14,004 |
| Maintenance - water meters | 4,000 | 200 | 34 |
| Education and training | 2,000 | 600 | 545 |
| Dues and subscriptions | 650 | 650 | 558 |
| Equipment rental | 800 | 500 | 435 |
| Laboratory services | 4,000 | 3,000 | 2,902 |
| Engineering | 51,800 | 51,800 | 1,626 |
| Total contractual services | 114,350 | 114,350 | 62,581 |
| Commodities | | | |
| Maintenance - equipment distribution | 1,500 | 600 | 533 |
| Maintenance - equipment facility | 9,000 | 3,700 | 2,662 |
| Maintenance - building/grounds | 3,500 | 3,700 | 3,632 |
| Maintenance - vehicles | 6,000 | 6,000 | 5,247 |
| Gasoline | 6,500 | 10,500 | 9,494 |
| Postage | 6,500 | 5,500 | 6,790 |
| Books and publications | 1,000 | 600 | 539 |

(This schedule is continued on the following pages.)

CITY OF WOOD DALE, ILLINOIS

SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL (Continued)
WATER/SEWER OPERATIONS FUND

For the Year Ended April 30, 2006

| | Original Budget | Final Budget | Actual |
|--------------------------------------|--------------------|-----------------|-----------|
| OPERATING EXPENSES (Continued) | | | |
| Water operating expenses (Continued) | | | |
| Commodities (Continued) | | | |
| Copy supplies | \$ 500 | \$ 500 | \$ 90 |
| Distribution supplies | 5,500 | 5,500 | 2,507 |
| Water tap supplies | 10,000 | 10,000 | 4,861 |
| Water meters | 15,000 | 15,000 | 5,700 |
| Water meter parts | 5,000 | 5,000 | 1,031 |
| Other parts/materials | 18,000 | 18,000 | 10,347 |
| Chemical supplies | 1,000 | 1,000 | 630 |
| Office supplies | 1,200 | 1,200 | 519 |
| Supplies - facility | 3,500 | 4,300 | 4,253 |
| Uniforms | 4,100 | 4,100 | 3,632 |
| Electric utilities | 40,000 | 40,500 | 40,376 |
| Natural gas utilities | 3,500 | 5,600 | 5,549 |
| DPWC purchase | 820,000 | 820,000 | 749,700 |
| Safety equipment | 2,000 | 2,000 | 990 |
| Laboratory supplies | 800 | 800 | 593 |
| Total commodities | 964,100 | 964,100 | 859,675 |
| Capital outlay | | | |
| Office equipment | 1,000 | 1,000 | 688 |
| Other equipment | 10,750 | 10,750 | 5,532 |
| Improvements | 25,900 | 25,900 | 50,218 |
| Driveway asphalt replacement | 20,000 | 20,000 | - |
| Automated meter reading | 220,000 | 220,000 | 178,671 |
| Vehicles | - | - | (172) |
| Watermain replacement | 603,000 | 603,000 | - |
| Supervisory control | 15,000 | 15,000 | 1,972 |
| Fire hydrant replacement | 17,000 | 17,000 | 12,885 |
| Rehabilitate Well #7 | 20,000 | 20,000 | 4,580 |
| Tower #2 maintenance | 112,500 | 112,500 | 74,250 |
| Tower #2 C.P.S. | 13,000 | 13,000 | - |
| Total capital outlay | 1,058,150 | 1,058,150 | 328,624 |
| Debt service | | | |
| Water commission debt service | 125,000 | 125,000 | 123,429 |
| Other | | | |
| Conference/meetings | 500 | 800 | 763 |
| Safety program | 1,000 | 1,000 | 311 |
| Miscellaneous | 1,000 | 700 | 428 |
| General fund administrative charges | 200,000 | 200,000 | 200,000 |
| Total other | 202,500 | 202,500 | 201,502 |
| Total water operating expenses | 3,151,009 | 3,151,009 | 2,168,148 |

(This schedule is continued on the following pages.)

CITY OF WOOD DALE, ILLINOIS

SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL (Continued)
 WATER/SEWER OPERATIONS FUND

For the Year Ended April 30, 2006

| | Original Budget | Final Budget | Actual |
|---------------------------------------|--------------------|-----------------|----------------|
| OPERATING EXPENSES (Continued) | | | |
| Sewer operating expenses | | | |
| Personnel services | | | |
| Salaries | \$ 639,505 | \$ 637,505 | \$ 621,959 |
| Overtime pay | 20,600 | 20,600 | 12,030 |
| System rounds | 12,360 | 12,360 | 10,942 |
| Stand-by pay | 18,540 | 18,540 | 15,391 |
| Seasonal employment | 5,940 | 6,440 | 6,283 |
| Health care | 154,695 | 154,695 | 87,075 |
| FICA expense | 48,922 | 49,222 | 49,177 |
| IMRF expense | 59,538 | 59,738 | 59,557 |
| Sick time buy-back | 3,090 | 3,090 | 1,615 |
| Longevity pay | 3,190 | 4,190 | 4,190 |
| Certification stipend | 1,000 | 1,000 | - |
| Total personnel services | 967,380 | 967,380 | 868,219 |
| Contractual services | | | |
| Telephone/alarm line | 4,200 | 4,900 | 4,795 |
| Communications | 650 | 450 | 244 |
| Printing | 1,000 | 500 | 425 |
| Maintenance - other equipment | 5,000 | 5,600 | 5,527 |
| Maintenance - office equipment | 500 | 50 | 20 |
| Maintenance - building/grounds | 8,000 | 14,150 | 13,611 |
| Maintenance - vehicles | 3,000 | 3,400 | 3,373 |
| Maintenance - lift stations | 7,000 | 5,250 | 5,207 |
| Maintenance - sewer mains | - | - | 19 |
| Maintenance agreements | 3,200 | 1,300 | 1,296 |
| IEPA permit fees | 39,083 | 41,083 | 40,791 |
| Dues and subscriptions | 1,100 | 1,100 | 1,076 |
| Equipment rental | 1,000 | 200 | 195 |
| Data processing service | - | 5,250 | 5,188 |
| Education and training | 2,000 | 2,000 | 285 |
| Dump fees | 60,000 | 60,000 | 28,178 |
| Laboratory services | 25,000 | 22,650 | 22,553 |
| Engineering | 76,050 | 76,050 | 39,734 |
| Total contractual services | 236,783 | 243,933 | 172,517 |
| Commodities | | | |
| Maintenance - plant equipment | 25,000 | 19,400 | 19,267 |
| Maintenance - building/grounds | 7,000 | 5,600 | 5,548 |
| Maintenance - vehicles | 5,300 | 7,050 | 6,360 |
| Maintenance - lift stations | 4,000 | 6,500 | 6,456 |
| Maintenance - sewer mains | 5,000 | 1,600 | 1,570 |
| Gasoline | 6,200 | 11,150 | 10,427 |

(This schedule is continued on the following pages.)

CITY OF WOOD DALE, ILLINOIS

SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL (Continued)
WATER/SEWER OPERATIONS FUND

For the Year Ended April 30, 2006

| | Original Budget | Final Budget | Actual |
|--------------------------------------|--------------------|-----------------|-----------|
| OPERATING EXPENSES (Continued) | | | |
| Sewer operating expenses (Continued) | | | |
| Commodities (Continued) | | | |
| Postage | \$ 5,500 | \$ (1,850) | \$ 5,245 |
| Books and publications | 600 | 150 | 136 |
| Copy supplies | 400 | 400 | 90 |
| Office supplies | 1,200 | 1,200 | 632 |
| Uniforms | 5,200 | 5,200 | 3,743 |
| Electric utilities | 165,000 | 164,400 | 161,506 |
| Natural gas utilities | 24,000 | 26,350 | 26,271 |
| Safety equipment | 2,000 | 2,100 | 2,077 |
| Laboratory supplies | 5,000 | 5,000 | 4,041 |
| Plant chemicals | 25,000 | 25,000 | 12,239 |
| Plant supplies | 8,000 | 8,000 | 7,711 |
| Total commodities | 294,400 | 287,250 | 273,319 |
| Capital outlay | | | |
| Office equipment | 1,000 | 1,000 | 399 |
| Other equipment | 10,200 | 10,200 | 9,628 |
| Improvements | 34,350 | 34,350 | 33,623 |
| North plant excess hatches | 2,000 | 2,000 | 1,841 |
| North plant clarifier upgrade | 30,000 | 30,000 | - |
| Woods L/S upgrade | 373,700 | 373,700 | 62 |
| Sewer plant re-roof | 10,000 | 10,000 | 9,815 |
| Bypass pump replacement | 12,000 | 12,000 | - |
| Sewer rehabilitation | 146,000 | 146,000 | 806 |
| North plant asphalt repair | 20,000 | 16,700 | - |
| North plant raw pumps | - | 3,300 | 3,213 |
| Total capital outlay | 639,250 | 639,250 | 59,387 |
| Other | | | |
| Conference/meetings | 500 | 500 | 395 |
| Safety programs | 1,000 | 1,000 | 120 |
| Miscellaneous | 1,000 | 1,000 | 628 |
| General fund administrative charges | 200,000 | 200,000 | 200,000 |
| Total other | 202,500 | 202,500 | 201,143 |
| Total sewer operating expenses | 2,340,313 | 2,340,313 | 1,574,585 |
| Industrial pre-treatment | | | |
| Personal services | | | |
| Salaries | 17,258 | 17,258 | 18,292 |
| Overtime pay | 200 | 200 | (137) |
| Stand by pay | 350 | 350 | 196 |

(This schedule is continued on the following page.)

CITY OF WOOD DALE, ILLINOIS

SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL (Continued)
 WATER/SEWER OPERATIONS FUND

For the Year Ended April 30, 2006

| | Original Budget | Final Budget | Actual |
|--------------------------------------|---------------------|---------------------|---------------------|
| OPERATING EXPENSES (Continued) | | | |
| Industrial pre-treatment (Continued) | | | |
| Personal services (Continued) | | | |
| Health care | \$ 4,245 | \$ 4,245 | \$ 506 |
| FICA expense | 1,320 | 1,320 | 1,248 |
| IMRF expense | 1,607 | 1,607 | 1,532 |
| Leave time buy-back | 169 | 169 | 114 |
| Longevity pay | 60 | 60 | 60 |
| Total personal services | <u>25,209</u> | <u>25,209</u> | <u>21,811</u> |
| Contractual services | | | |
| Maintenance - other equipment | 1,200 | 1,200 | - |
| Education and training | 300 | 300 | - |
| Laboratory services | 1,000 | 1,000 | 612 |
| Total contractual services | <u>2,500</u> | <u>2,500</u> | <u>612</u> |
| Commodities | | | |
| Maintenance - other equipment | 200 | 200 | - |
| Maintenance - vehicles | 300 | 300 | (10) |
| Gasoline | 300 | 300 | 36 |
| Books and publications | 200 | 200 | 49 |
| Uniforms | 200 | 200 | - |
| Laboratory supplies | 1,300 | 1,300 | 685 |
| Total commodities | <u>2,500</u> | <u>2,500</u> | <u>760</u> |
| Other charges | <u>200</u> | <u>200</u> | <u>109</u> |
| Total industrial pre-treatment | <u>30,409</u> | <u>30,409</u> | <u>23,292</u> |
| Amortization | <u>35,000</u> | <u>35,000</u> | <u>35,000</u> |
| TOTAL OPERATING EXPENSES | <u>\$ 5,556,731</u> | <u>\$ 5,556,731</u> | <u>\$ 3,801,025</u> |

(See independent auditor's report.)

CITY OF WOOD DALE, ILLINOIS

COMBINING STATEMENT OF NET ASSETS
NONMAJOR ENTERPRISE FUNDS

April 30, 2006

| | Commuter Parking Lot | Sanitation | Total |
|--|-------------------------|-------------------|---------------------|
| CURRENT ASSETS | | | |
| Cash and investments | \$ 449,834 | \$ 27,055 | \$ 476,889 |
| Accounts receivable | 13,444 | 146,863 | 160,307 |
| Total current assets | 463,278 | 173,918 | 637,196 |
| CAPITAL ASSETS | | | |
| Non-depreciable | 260,000 | - | 260,000 |
| Depreciable, net of accumulated depreciation | 125,773 | - | 125,773 |
| Total capital assets | 385,773 | - | 385,773 |
| Total assets | 849,051 | 173,918 | 1,022,969 |
| CURRENT LIABILITIES | | | |
| Accounts payable | 5,901 | - | 5,901 |
| Deposits payable | 90 | - | 90 |
| Total current liabilities | 5,991 | - | 5,991 |
| NET ASSETS | | | |
| Invested in capital assets | 385,773 | - | 385,773 |
| Unrestricted | 457,287 | 173,918 | 631,205 |
| TOTAL NET ASSETS | \$ 843,060 | \$ 173,918 | \$ 1,016,978 |

See accompanying notes to financial statements.

CITY OF WOOD DALE, ILLINOIS

COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET ASSETS
NONMAJOR ENTERPRISE FUNDS

For the Year Ended April 30, 2006

| | Commuter Parking Lot | Sanitation | Total |
|---|-------------------------|-------------------|---------------------|
| OPERATING REVENUES | | | |
| Charges for services | \$ 83,004 | \$ 706,311 | \$ 789,315 |
| Miscellaneous | - | 640 | 640 |
| Total operating revenues | 83,004 | 706,951 | 789,955 |
| OPERATING EXPENSES | | | |
| Operations | 219,287 | 721,217 | 940,504 |
| Capital outlay | 60,879 | - | 60,879 |
| Total operating expenses | 280,166 | 721,217 | 1,001,383 |
| OPERATING INCOME (LOSS) BEFORE DEPRECIATION | (197,162) | (14,266) | (211,428) |
| DEPRECIATION | 20,629 | - | 20,629 |
| OPERATING INCOME (LOSS) | (217,791) | (14,266) | (232,057) |
| NONOPERATING REVENUES (EXPENSES) | | | |
| Investment income | 12,621 | 2,354 | 14,975 |
| Grant revenue | 62,583 | - | 62,583 |
| Total nonoperating revenues (expenses) | 75,204 | 2,354 | 77,558 |
| INCOME (LOSS) BEFORE TRANSFERS AND CONTRIBUTIONS | (142,587) | (11,912) | (154,499) |
| TRANSFERS | | | |
| Transfers in | - | 65,000 | 65,000 |
| Total transfers | - | 65,000 | 65,000 |
| CONTRIBUTIONS | 200,000 | - | 200,000 |
| CHANGE IN NET ASSETS | 57,413 | 53,088 | 110,501 |
| NET ASSETS, MAY 1 | 785,647 | 120,830 | 906,477 |
| NET ASSETS, APRIL 30 | \$ 843,060 | \$ 173,918 | \$ 1,016,978 |

See accompanying notes to financial statements.

CITY OF WOOD DALE, ILLINOIS
 COMBINING STATEMENT OF CASH FLOWS
 NONMAJOR ENTERPRISE FUNDS

For the Year Ended April 30, 2006

| | Commuter Parking Lot | Sanitation | Total |
|---|----------------------------|--------------------|---------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Receipts from customers and users | \$ 69,560 | \$ 719,177 | \$ 788,737 |
| Payments to suppliers | (146,045) | (726,541) | (872,586) |
| General fund administrative charges | (130,000) | (50,000) | (180,000) |
| Net cash from operating activities | (206,485) | (57,364) | (263,849) |
| CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES | | | |
| Repayments from other funds | 25,139 | 8 | 25,147 |
| Grant revenue | 62,583 | - | 62,583 |
| Transfers in | - | 65,000 | 65,000 |
| Net cash from non-capital financing activities | 87,722 | 65,008 | 152,730 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| Proceeds from sale of investments | 205,521 | - | 205,521 |
| Interest received | 12,621 | 2,354 | 14,975 |
| Net cash from investing activities | 218,142 | 2,354 | 220,496 |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES | | | |
| Contributions | 200,000 | - | 200,000 |
| Net cash from capital and related financing activities | 200,000 | - | 200,000 |
| NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS | 299,379 | 9,998 | 309,377 |
| CASH AND CASH EQUIVALENTS, MAY 1 | 150,455 | 17,057 | 167,512 |
| CASH AND CASH EQUIVALENTS, APRIL 30 | \$ 449,834 | \$ 27,055 | \$ 476,889 |
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Operating income (loss) | \$ (217,791) | \$ (14,266) | \$ (232,057) |
| Adjustments to reconcile operating income (loss) to net cash from operating activities | | | |
| Depreciation | 20,629 | - | 20,629 |
| (Increase) decrease in Accounts receivable | (13,444) | 12,226 | (1,218) |
| Increase (decrease) in Accounts payable | 4,121 | (55,324) | (51,203) |
| NET CASH FROM OPERATING ACTIVITIES | \$ (206,485) | \$ (57,364) | \$ (263,849) |

See accompanying notes to financial statements.

CITY OF WOOD DALE, ILLINOIS

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN
NET ASSETS - BUDGET AND ACTUAL
COMMUTER PARKING LOT FUND

For the Year Ended April 30, 2006

| | Original Budget | Final Budget | Actual |
|---|---------------------|---------------------|-------------------|
| OPERATING REVENUES | | | |
| Charges for services | \$ 78,930 | \$ 78,930 | \$ 83,004 |
| Total operating revenues | <u>78,930</u> | <u>78,930</u> | <u>83,004</u> |
| OPERATING EXPENSES | | | |
| Contractual | | | |
| Printing | 500 | 500 | - |
| Maintenance - equipment/grounds | 450 | 550 | 487 |
| Maintenance - street lights | 3,300 | 4,300 | 4,188 |
| Equipment rental | 300 | 1,700 | 1,785 |
| Property rental | 10 | 1,910 | 1,805 |
| Professional services | 4,190 | 4,190 | 2,793 |
| Landscaping services | 10,000 | 5,600 | - |
| RTAP planning services | - | 67,297 | 78,229 |
| Commodities | | | |
| Postage | 600 | 600 | - |
| Electric utilities | 4,000 | 4,000 | - |
| Paving surface/repair | 300 | 300 | - |
| Snow and ice control | 4,500 | 4,500 | - |
| Capital outlay | | | |
| Other equipment | - | 200 | 114 |
| Metra depot improvements | 2,160 | 2,860 | 2,799 |
| Parking lot improvements | 75,000 | 74,100 | 57,966 |
| Other | | | |
| General fund administrative charges | 130,000 | 130,000 | 130,000 |
| Total operating expenses | <u>235,310</u> | <u>302,607</u> | <u>280,166</u> |
| OPERATING INCOME (LOSS) BEFORE DEPRECIATION | <u>(156,380)</u> | <u>(223,677)</u> | <u>(197,162)</u> |
| DEPRECIATION | <u>18,500</u> | <u>18,500</u> | <u>20,629</u> |
| OPERATING INCOME (LOSS) | <u>(174,880)</u> | <u>(242,177)</u> | <u>(217,791)</u> |
| NONOPERATING REVENUES (EXPENSES) | | | |
| Investment income | 2,400 | 2,400 | 12,621 |
| Grant revenue | - | 73,000 | 62,583 |
| Total nonoperating revenues (expenses) | <u>2,400</u> | <u>75,400</u> | <u>75,204</u> |
| INCOME (LOSS) BEFORE TRANSFERS AND CONTRIBUTIONS | <u>(172,480)</u> | <u>(166,777)</u> | <u>(142,587)</u> |
| TRANSFERS | | | |
| Transfers in | - | - | - |
| Transfers (out) | - | - | - |
| Total transfers | <u>-</u> | <u>-</u> | <u>-</u> |
| CONTRIBUTIONS | <u>-</u> | <u>-</u> | <u>200,000</u> |
| CHANGE IN NET ASSETS | <u>\$ (172,480)</u> | <u>\$ (166,777)</u> | <u>57,413</u> |
| NET ASSETS, MAY 1 | | | <u>785,647</u> |
| NET ASSETS, APRIL 30 | | | <u>\$ 843,060</u> |

(See independent auditor's report.)

CITY OF WOOD DALE, ILLINOIS

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN
NET ASSETS - BUDGET AND ACTUAL
SANITATION FUND

For the Year Ended April 30, 2006

| | Original Budget | Final Budget | Actual |
|---|--------------------|--------------------|-------------------|
| OPERATING REVENUES | | | |
| Charges for services | \$ 697,788 | \$ 697,788 | \$ 706,311 |
| Miscellaneous | 300 | 300 | 640 |
| Total operating revenues | 698,088 | 698,088 | 706,951 |
| OPERATING EXPENSES | | | |
| Contractual services | | | |
| Printing | 1,300 | 1,300 | 290 |
| Data processing service | 1,000 | 1,000 | - |
| Scavenger service | 450,150 | 450,350 | 450,361 |
| Yard waste service | 110,376 | 172,376 | 171,530 |
| Recycling service | 111,510 | 49,310 | 42,316 |
| Commodities | | | |
| Postage | 5,000 | 5,000 | 2,045 |
| Other materials | 5,000 | 5,000 | 4,675 |
| Other | | | |
| General fund administrative charges | 50,000 | 50,000 | 50,000 |
| Total operating expenses | 734,336 | 734,336 | 721,217 |
| OPERATING INCOME | (36,248) | (36,248) | (14,266) |
| NONOPERATING REVENUES (EXPENSES) | | | |
| Investment income | 1,500 | 1,500 | 2,354 |
| Total nonoperating revenues (expenses) | 1,500 | 1,500 | 2,354 |
| INCOME BEFORE TRANSFERS | (34,748) | (34,748) | (11,912) |
| TRANSFERS | | | |
| Transfers in | - | - | 65,000 |
| Total transfers | - | - | 65,000 |
| CHANGE IN NET ASSETS | \$ (34,748) | \$ (34,748) | 53,088 |
| NET ASSETS, MAY 1 | | | 120,830 |
| NET ASSETS, APRIL 30 | | | \$ 173,918 |

(See independent auditor's report.)

CITY OF WOOD DALE, ILLINOIS

SCHEDULE OF CHANGES IN NET ASSETS - BUDGET AND ACTUAL
POLICE PENSION FUND

For the Year Ended April 30, 2006

| | Original Budget | Final Budget | Actual |
|---|--------------------|-------------------|------------------|
| ADDITIONS | | | |
| Contributions | | | |
| Employer contributions | \$ 401,505 | \$ 401,505 | \$ 461,743 |
| Employee contributions | 238,700 | 238,700 | 220,121 |
| Total contributions | 640,205 | 640,205 | 681,864 |
| Investment income | | | |
| Net appreciation (depreciation) in fair value of investments | 493,200 | 493,200 | 1,021,122 |
| Interest | 371,800 | 371,800 | 301,484 |
| Total investment income | 865,000 | 865,000 | 1,322,606 |
| Less investment expense | (135,500) | (135,500) | (109,064) |
| Net investment income | 729,500 | 729,500 | 1,213,542 |
| Total additions | 1,369,705 | 1,369,705 | 1,895,406 |
| DEDUCTIONS | | | |
| Pension benefits | 439,000 | 439,000 | 547,979 |
| Administrative expenses | 1,500 | 1,500 | 26,142 |
| Total deductions | 440,500 | 440,500 | 574,121 |
| NET INCREASE | \$ 929,205 | \$ 929,205 | 1,321,285 |
| NET ASSETS HELD IN TRUST FOR PENSION BENEFITS | | | |
| May 1 | | | 12,786,091 |
| April 30 | | | \$ 14,107,376 |

(See independent auditor's report.)

CITY OF WOOD DALE, ILLINOIS

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS

For the Year Ended April 30, 2006

| Special Service Areas | Balances | | | Balances April 30 |
|--------------------------|---------------------|---------------------|-------------------|----------------------|
| | May 1 | Additions | Deductions | |
| ASSETS | | | | |
| Cash and investments | \$ 935,526 | \$ 8,944,170 | \$ - | \$ 9,879,696 |
| Due from other funds | 571,312 | - | 571,312 | - |
| TOTAL ASSETS | \$ 1,506,838 | \$ 8,944,170 | \$ 571,312 | \$ 9,879,696 |
| LIABILITIES | | | | |
| Accounts payable | \$ - | \$ 2,986 | \$ - | \$ 2,986 |
| Due to other funds | - | 365,582 | - | 365,582 |
| Due to bondholders | 1,506,838 | 8,575,602 | 571,312 | 9,511,128 |
| TOTAL LIABILITIES | \$ 1,506,838 | \$ 8,944,170 | \$ 571,312 | \$ 9,879,696 |

(See independent auditor's report.)

CITY OF WOOD DALE, ILLINOIS
GOVERNMENT-WIDE REVENUES

Last Three Fiscal Years

| | 2004 | 2005 | 2006 |
|-------------------------|----------------------|----------------------|----------------------|
| PROGRAM REVENUES | | | |
| Charges for services | \$ 5,286,646 | \$ 5,800,399 | \$ 7,619,965 |
| Operating grants | 1,440,902 | 403,625 | 534,616 |
| Capital grants | - | - | 346,422 |
| GENERAL REVENUES | | | |
| Property taxes | 2,103,693 | 2,144,317 | 2,388,140 |
| Other taxes | 7,780,625 | 7,445,374 | 6,995,949 |
| Investment income | 126,375 | 174,807 | 418,603 |
| Miscellaneous | 1,281,927 | 2,018,721 | 672,091 |
| Transfers | - | - | 365,582 |
| TOTAL REVENUES | \$ 18,020,168 | \$ 17,987,243 | \$ 19,341,368 |

NOTE: The City implemented GASB S-34 for the fiscal year ended April 30, 2004.

Data Source

City's Comprehensive Annual Financial Reports.

CITY OF WOOD DALE, ILLINOIS

GOVERNMENT-WIDE EXPENSES BY FUNCTION

Last Three Fiscal Years

| | 2004 | 2005 | 2006 |
|---------------------------------------|----------------------|----------------------|----------------------|
| GOVERNMENTAL ACTIVITIES | | | |
| General government | \$ 4,854,454 | \$ 3,779,444 | \$ 1,334,320 |
| Public safety | 4,300,730 | 4,211,598 | 4,540,244 |
| Highways and streets | 4,619,390 | 4,202,937 | 6,616,328 |
| Recreation | 137,995 | 114,408 | 169,739 |
| Interest | 31,772 | 11,308 | 18,381 |
| Total governmental activities | 13,944,341 | 12,319,695 | 12,679,012 |
| BUSINESS-TYPE ACTIVITIES | | | |
| Water/sewer operations | 3,486,441 | 3,907,855 | 4,237,658 |
| Commuter parking lot | 161,014 | 41,376 | 300,795 |
| Sanitation | 641,998 | 665,671 | 721,217 |
| Total business-type activities | 4,289,453 | 4,614,902 | 5,259,670 |
| TOTAL PRIMARY GOVERNMENT | \$ 18,233,794 | \$ 16,934,597 | \$ 17,938,682 |

NOTE: The City implemented GASB S-34 for the fiscal year ended April 30, 2004.

Data Source

City's Comprehensive Annual Financial Reports

CITY OF WOOD DALE, ILLINOIS

GENERAL GOVERNMENTAL REVENUES BY SOURCE

Last Ten Fiscal Years

| Fiscal Year | 1997 | 1998 | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 |
|-----------------------------|---------------------|---------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| Taxes | \$ 6,260,604 | \$ 6,086,745 | \$ 7,728,487 | \$ 7,432,698 | \$ 8,656,596 | \$ 8,654,745 | \$ 8,562,231 | \$ 9,546,307 | \$ 9,589,691 | \$ 9,066,652 |
| Licenses, permits, and fees | 790,193 | 634,329 | 486,895 | 636,886 | 534,699 | 469,027 | 542,670 | 662,369 | 798,011 | 1,616,539 |
| Intergovernmental | 1,018,232 | 870,427 | 823,337 | 1,548,638 | 1,781,070 | 2,122,127 | 1,164,573 | 731,506 | 935,102 | 953,252 |
| Charges for services | 252,351 | 337,164 | 392,184 | 443,718 | 526,934 | 392,998 | 313,528 | 155,241 | 223,834 | 239,676 |
| Fines and forfeits | 250,739 | 333,227 | 257,596 | 405,644 | 362,061 | 400,861 | 634,649 | 626,392 | 669,766 | 619,998 |
| Interest | - | - | - | - | - | - | - | - | - | 304,797 |
| Miscellaneous | 596,262 | 671,345 | 686,966 | 1,038,271 | 1,768,042 | 1,058,236 | 1,076,625 | 330,083 | 838,195 | 213,021 |
| TOTAL REVENUES | \$ 9,168,381 | \$ 8,953,237 | \$ 10,375,465 | \$ 11,505,855 | \$ 13,629,402 | \$ 13,097,994 | \$ 12,294,276 | \$ 12,051,898 | \$ 13,054,599 | \$ 13,013,935 |

NOTE: Includes General, Special Revenue, Debt Service, and Capital Projects Funds.

Data Source

City records

CITY OF WOOD DALE, ILLINOIS

GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION

Last Ten Fiscal Years

| Fiscal Year | 1997 | 1998 | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 |
|---------------------------|---------------------|---------------------|---------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| General government | \$ 1,992,877 | \$ 1,914,672 | \$ 2,047,751 | \$ 2,105,286 | \$ 2,409,885 | \$ 2,898,857 | \$ 2,931,061 | \$ 3,481,673 | \$ 3,512,864 | \$ 3,071,633 |
| Highways and streets | 926,279 | 825,686 | 1,004,426 | 1,042,852 | 1,232,543 | 1,683,924 | 1,509,291 | 1,591,188 | 1,137,495 | 1,581,848 |
| Public safety | 2,794,826 | 2,894,828 | 3,324,060 | 3,967,039 | 4,061,679 | 4,313,682 | 4,505,222 | 4,350,280 | 4,366,548 | 4,351,757 |
| Culture and recreation | 378,221 | 537,424 | 581,905 | 615,018 | 1,111,958 | 211,750 | 338,957 | 155,401 | 166,486 | 169,739 |
| Capital outlay | 1,496,815 | 1,542,864 | 1,617,341 | 2,568,986 | 5,826,581 | 3,486,806 | 5,170,926 | 2,980,024 | 3,034,195 | 4,159,797 |
| Contractual services | - | - | - | - | - | - | - | 513,277 | 280,218 | - |
| Debt service | 893,510 | 476,922 | 474,316 | 480,650 | 480,428 | 479,492 | 481,212 | 476,772 | 231,308 | 18,381 |
| TOTAL EXPENDITURES | \$ 8,482,528 | \$ 8,192,396 | \$ 9,049,799 | \$ 10,779,831 | \$ 15,123,074 | \$ 13,074,511 | \$ 14,936,669 | \$ 13,548,615 | \$ 12,729,114 | \$ 13,353,155 |

NOTE: Includes General, Special Revenue, Debt Service, and Capital Projects Funds.

Data Source

City records

CITY OF WOOD DALE, ILLINOIS

PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Levy Years

| Tax Levy Year | Equalized Assessed Valuation | Total Tax Levy as Extended | Tax Collections | Percentages of Extensions Collected |
|---------------|------------------------------|----------------------------|-----------------|-------------------------------------|
| 1996 | \$ 386,783,567 | \$ 3,795,159 | \$ 3,725,448 | 98.16% |
| 1997 | 400,924,056 | 3,843,384 | 3,928,829 | 102.22% |
| 1998 | 419,432,920 | 4,145,390 | 4,133,245 | 99.71% |
| 1999 | 434,076,711 | 4,154,804 | 4,137,459 | 99.58% |
| 2000 | 449,360,480 | 4,442,178 | 4,374,901 | 98.49% |
| 2001 | 471,666,789 | 4,121,705 | 4,118,590 | 99.92% |
| 2002 | 506,458,140 | 3,863,057 | 3,859,186 | 99.90% |
| 2003 | 527,702,854 | 2,425,966 | 2,378,853 | 98.06% |
| 2004 | 564,376,589 | 2,190,910 | 2,182,276 | 99.61% |
| 2005 | 604,534,341 | 2,281,513 | - | 0.00% |

Data Source

DuPage County Treasurer's Office, audited financial statements

CITY OF WOOD DALE, ILLINOIS

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Levy Years

| Tax Levy Year | Real Property (Amounts in Thousands) | | Ratio of Total Assessed Value to Total Estimated Actual Value |
|---------------------|---|------------------------------|---|
| | Equalized Assessed Value | Estimated Actual Value | |
| 1996 | \$ 386,783,567 | \$ 1,160,350,701 | 33.33 |
| 1997 | 400,924,056 | 1,202,772,168 | 33.33 |
| 1998 | 419,432,920 | 1,258,298,760 | 33.33 |
| 1999 | 434,076,711 | 1,302,230,133 | 33.33 |
| 2000 | 449,360,480 | 1,348,081,440 | 33.33 |
| 2001 | 471,666,789 | 1,415,000,367 | 33.33 |
| 2002 | 506,458,140 | 1,519,374,420 | 33.33 |
| 2003 | 527,702,854 | 1,583,108,562 | 33.33 |
| 2004 | 564,376,589 | 1,693,129,767 | 33.33 |
| 2005 | 604,534,341 | 1,813,603,023 | 33.33 |

Data Source

Office of the County Clerk

CITY OF WOOD DALE, ILLINOIS

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS

Last Ten Levy Years

| Tax Levy Year | 1996 | 1997 | 1998 | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 |
|--|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| Tax Rates* | | | | | | | | | | |
| City of Wood Dale | 0.5644 | 0.5629 | 0.5587 | 0.5497 | 0.5465 | 0.5380 | 0.5085 | 0.4510 | 0.4036 | 0.3774 |
| Addison Fire Protection District | 0.7926 | 0.8007 | 0.7773 | 0.7758 | 0.7714 | 0.7816 | 0.7263 | 0.7076 | 0.6791 | 0.6727 |
| Addison Park District | 0.3906 | 0.3882 | 0.3797 | 0.3778 | 0.3745 | 0.3604 | 0.3367 | 0.3563 | 0.3376 | 0.3275 |
| Addison Township | 0.0538 | 0.0556 | 0.0542 | 0.0534 | 0.0533 | 0.0540 | 0.0498 | 0.0486 | 0.0470 | 0.0462 |
| Bensenville Library District | 0.1790 | 0.1801 | 0.1796 | 0.1808 | 0.1788 | 0.1766 | 0.1671 | 0.1643 | 0.1527 | 0.1547 |
| Bensenville Park District | 0.3533 | 0.3513 | 0.3550 | 0.3524 | 0.3705 | 0.3497 | 0.3147 | 0.3450 | 0.3314 | 0.3254 |
| DuPage County | 0.3183 | 0.2970 | 0.2831 | 0.2683 | 0.2536 | 0.2353 | 0.2154 | 0.1999 | 0.1850 | 0.1797 |
| DuPage County Airport Authority | 0.0352 | 0.0337 | 0.0322 | 0.0306 | 0.0291 | 0.0271 | 0.0248 | 0.0230 | 0.0213 | 0.0198 |
| DuPage County Forest Preserve District | 0.1648 | 0.1871 | 0.1849 | 0.1797 | 0.1742 | 0.1654 | 0.1534 | 0.1419 | 0.1358 | 0.1271 |
| Elk Grove Bonds | - | - | - | - | - | - | - | - | - | - |
| Grade Schools | | | | | | | | | | |
| District 2 | 1.9139 | 1.9388 | 1.9259 | 1.9125 | 1.9078 | 2.6575 | 2.584 | 2.7136 | 2.6423 | 2.7115 |
| District 4 | 2.0997 | 2.1353 | 2.1146 | 2.1212 | 2.1145 | 2.0699 | 1.954 | 1.9020 | 1.8799 | 1.8752 |
| District 7 | 1.8500 | 1.8663 | 1.8410 | 1.8094 | 1.8051 | 1.7957 | 1.719 | 1.7172 | 1.6569 | 1.6200 |
| District 10 | 2.1110 | 2.1588 | 2.1333 | 2.0146 | 1.9988 | 1.9499 | 1.844 | 1.7590 | 1.6879 | 1.6804 |
| High Schools | | | | | | | | | | |
| District 88 | 1.6921 | 1.6995 | 1.6795 | 1.6769 | 1.6505 | 1.6316 | 1.535 | 1.4969 | 1.4368 | 1.4137 |
| District 100 | 1.5658 | 1.5857 | 1.5721 | 1.5550 | 1.5529 | 1.5989 | 1.525 | 1.5094 | 1.4473 | 1.4164 |
| District 108 | 1.9562 | 1.9881 | 1.9732 | 1.9402 | 1.9477 | 1.8586 | 1.914 | 1.8530 | 1.7564 | 1.7126 |
| Itasca Fire Protection District | 0.4931 | 0.5042 | 0.4968 | 0.4769 | 0.4774 | 0.4676 | 0.538 | 0.5957 | 0.5726 | 0.0572 |
| Itasca Park District | 0.2053 | 0.4087 | 0.3987 | 0.3734 | 0.3676 | 0.3546 | 0.335 | 0.3597 | 0.3469 | 0.3436 |
| Jr. College District 502 | 0.2053 | 0.2059 | 0.2027 | 0.2006 | 0.1966 | 0.1930 | 0.2179 | 0.2097 | 0.1972 | 0.1874 |
| Special Service Area #1 | 2.8989 | 3.2511 | 3.6526 | 4.3657 | 4.8862 | 0.2300 | - | - | - | - |
| Special Service Area #2 | 2.7475 | 2.4789 | 2.8270 | 2.5538 | 2.9824 | 2.6300 | 2.301 | - | - | - |
| Special Service Area #5 | 0.4928 | 0.4705 | 0.4569 | 0.4494 | 0.4328 | 0.4012 | 0.368 | 0.3790 | 0.3780 | - |
| Special Service Area #6 | 0.9608 | 0.8950 | 0.8428 | 0.8511 | 0.7656 | 0.6571 | 0.661 | 0.5675 | 0.4934 | 0.5032 |
| Special Service Area #7 | 0.7274 | 0.7115 | 0.7032 | 0.6161 | 0.5531 | 0.5130 | 0.471 | 0.4451 | 0.3928 | - |
| Special Service Area #8 | 1.3079 | 1.3211 | 1.2495 | 1.1835 | 1.0837 | 0.9570 | 0.798 | 0.7544 | 0.6506 | 0.6153 |
| Special Service Area #9 | 3.7300 | 4.2366 | 3.2461 | 3.1415 | 2.6302 | 2.5081 | 2.344 | 2.0556 | - | - |
| Special Service Area #11 | - | - | - | - | - | 5.4443 | 5.052 | 5.0617 | 4.6113 | 0.3252 |
| Wood Dale Fire Protection District | 0.6163 | 0.6204 | 0.6117 | 0.6050 | 0.6045 | 0.5985 | 0.616 | 0.6083 | 0.5871 | 0.5790 |
| Wood Dale Library District | 0.2474 | 0.1968 | 0.1937 | 0.1918 | 0.1923 | 0.1911 | 0.182 | 0.1795 | 0.2863 | 0.3000 |
| Wood Dale Park District | 0.3814 | 0.3873 | 0.3788 | 0.3890 | 0.3689 | 0.3627 | 0.342 | 0.3660 | 0.3555 | 0.3670 |

Due to the number of elementary and high school districts, the calculation of an aggregate property tax rate is not possible and is, therefore, not presented.

* Property tax rates are per \$100 of assessed valuation.

Data Source

Office of the County Clerk

CITY OF WOOD DALE, ILLINOIS

RATIO OF NET GENERAL OBLIGATION BONDED DEBT TO ASSESSED VALUE
AND NET GENERAL OBLIGATION BONDED DEBT PER CAPITA

Last Ten Fiscal Years

| Fiscal Year | 1997 | 1998 | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 |
|---|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| Population (1) | 12,394 | 12,394 | 12,394 | 12,394 | 13,535 | 13,535 | 13,535 | 13,535 | 13,535 | 13,535 |
| Assessed value (2) (in thousands) | \$ 386,783,567 | \$ 400,924,056 | \$ 419,432,920 | \$ 434,076,711 | \$ 449,360,480 | \$ 471,666,789 | \$ 506,458,140 | \$ 527,702,854 | \$ 564,376,589 | \$ 604,534,341 |
| Gross general obligation bonded debt (3) | 2,990,000 | 2,640,000 | 2,280,000 | 1,900,000 | 1,505,000 | 1,095,000 | 665,000 | 220,000 | - | - |
| Less debt service funds | 48,379 | 55,979 | 68,204 | 100,444 | 150,427 | 176,742 | 205,845 | 223,305 | 252,863 | - |
| Net general obligation bonded debt | 2,941,621 | 2,584,021 | 2,211,796 | 1,799,556 | 1,354,573 | 918,258 | 459,155 | - | - | - |
| Ratio of net general obligation bonded debt to assessed value | 0.76% | 0.64% | 0.53% | 0.41% | 0.30% | 0.19% | 0.09% | - | - | - |
| Net general obligation bonded debt per capita | \$ 237.34 | \$ 208.49 | \$ 178.46 | \$ 145.20 | \$ 100.08 | \$ 67.84 | \$ 33.92 | \$ - | \$ - | \$ - |

Data Source

- (1) U.S. Department of Commerce, Bureau of Census
- (2) Office of the County Clerk
- (3) City records

CITY OF WOOD DALE, ILLINOIS

SCHEDULE OF DIRECT AND OVERLAPPING BONDED DEBT

April 30, 2006

| Governmental Unit | (1) Gross Bonded Debt | (2) *Percentage of Debt Applicable to City | **City's Share of Debt |
|--|-----------------------------|--|---------------------------|
| City of Wood Dale | \$ - | 100.000% | \$ - |
| DuPage County | 166,490,000 | 1.94% | 3,229,906 |
| DuPage County Forest Preserve District | 194,996,835 | 1.94% | 3,782,939 |
| DuPage Water Commission | 66,205,000 | 2.14% | 1,416,787 |
| Addison Fire Protection District | - | 0.90% | - |
| Itasca Park District | 3,413,180 | 3.71% | 126,629 |
| Wood Dale Park District | 3,394,996 | 77.82% | 2,641,986 |
| School Districts: | | | |
| District #2 | 2,374,000 | 11.05% | 262,327 |
| District #7 | 2,075,000 | 75.08% | 1,557,910 |
| District #10 | 3,500,449 | 4.63% | 162,071 |
| District #88 | 10,100,000 | 1.59% | 160,590 |
| District #108 | 52,665,000 | 1.23% | 647,780 |
| Wood Dale Special Service Area #5 | 125,000 | 100.00% | 125,000 |
| Wood Dale Special Service Area #6 | 55,000 | 100.00% | 55,000 |
| Wood Dale Special Service Area #7 | 18,000 | 100.00% | 18,000 |
| Wood Dale Special Service Area #8 | 49,000 | 100.00% | 49,000 |
| Wood Dale Special Service Area #11 | 135,300 | 100.00% | 135,300 |
| Wood Dale Special Service Area #12 | 2,350,000 | 100.00% | 2,350,000 |
| Wood Dale Special Service Area #13 | 3,775,000 | 100.00% | 3,775,000 |
| Wood Dale Special Service Area #14 | 2,255,000 | 100.00% | 2,255,000 |
| | <u>\$ 513,976,760</u> | | <u>\$ 22,751,225</u> |

* Determined by ratio of assessed value of property in the City of Wood Dale subject to taxation in the governmental unit to the total assessed valuation of the government unit.

** Amount in column (2) multiplied by amount in column (1).

Data Source

Office of the County Clerk

CITY OF WOOD DALE, ILLINOIS

RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL OBLIGATION BONDED DEBT
TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES

Last Ten Fiscal Years

| Fiscal Year | 1997 | 1998 | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 |
|---|--------------|--------------|--------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Principal and interest | \$ 893,520 | \$ 476,922 | \$ 473,377 | \$ 479,698 | \$ 480,428 | \$ 479,492 | \$ 481,212 | \$ 476,772 | \$ 231,308 | \$ - |
| TOTAL DEBT SERVICE | \$ 893,520 | \$ 476,922 | \$ 473,377 | \$ 479,698 | \$ 480,428 | \$ 479,492 | \$ 481,212 | \$ 476,772 | \$ 231,308 | \$ - |
| TOTAL GENERAL GOVERNMENTAL EXPENDITURES | \$ 8,482,528 | \$ 8,192,396 | \$ 9,049,799 | \$ 10,779,831 | \$ 15,123,076 | \$ 13,074,511 | \$ 14,936,669 | \$ 13,548,615 | \$ 12,729,114 | \$ 13,353,155 |
| RATIO OF DEBT SERVICE EXPENDITURES TO GENERAL GOVERNMENTAL EXPENDITURES | 10.53% | 5.82% | 5.23% | 4.45% | 3.18% | 3.67% | 3.22% | 3.52% | 1.82% | - |

Data Source

City records

CITY OF WOOD DALE, ILLINOIS

COMPUTATION OF LEGAL DEBT MARGIN

April 30, 2006

| | |
|---|-----------------------|
| ASSESSED VALUATION - 2005 TAX YEAR | <u>\$ 604,534,341</u> |
| Legal debt limit - 8.625% of assessed valuation | \$ 52,141,087 |
| Amount of debt applicable to debt limit | <u>-</u> |
| LEGAL DEBT MARGIN | <u>\$ 52,141,087</u> |

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes provides, "...no municipality having a population of less than 500,000 shall become indebted in any manner or for any purpose, to an amount, including existing indebtedness in the aggregate, exceeding 8.625% on the value of the taxable property therein, to be ascertained by the last assessment for state and county purposes, previous to the incurring of the indebtedness or, until January 1, 1983, if greater, the sum that is produced by multiplying the municipalities 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979.

Data Source

City Records

CITY OF WOOD DALE, ILLINOIS

DEMOGRAPHIC STATISTICS

Last Ten Fiscal Years

| Fiscal Year | (1) Population | (1) Per Capita Income | (1) Median Age | (2) School Enrollment | (3) Unemploy- ment Percentage |
|-------------|-------------------|--------------------------------|----------------------|-----------------------------|--|
| 1997 | 12,394 | \$ 20,595 | 41.4 | 9,246 | 3.40 |
| 1998 | 12,394 | 20,595 | 41.4 | 9,362 | 2.80 |
| 1999 | 12,394 | 20,595 | 41.4 | 9,428 | 2.80 |
| 2000 | 12,394 | 20,595 | 41.4 | 9,595 | 2.70 |
| 2001 | 13,535 | 27,136 | 41.9 | 9,578 | 2.60 |
| 2002 | 13,535 | 27,136 | 41.9 | 9,808 | 5.10 |
| 2003 | 13,535 | 27,136 | 41.9 | 9,769 | 4.90 |
| 2004 | 13,535 | 27,136 | 41.9 | 9,663 | 4.70 |
| 2005 | 13,535 | 27,136 | 41.9 | 9,696 | 4.90 |
| 2006 | 14,314 | 25,507 | 50.0 | 9,700 | 4.90 |

Data Sources

(1) U.S. Department of Commerce, Bureau of the Census

(2) Local Chamber of Commerce

(3) Bureau of Labor Statistics

CITY OF WOOD DALE, ILLINOIS
CONSTRUCTION AND PROPERTY VALUE

Last Ten Fiscal Years

| Year | Commercial and Industrial Construction Value | Residential Construction Value | Estimated Property Value (1) |
|------|---|--------------------------------------|---------------------------------------|
| 1997 | \$ 1,535,061 | \$ 14,779,776 | \$ 1,160,350,701 |
| 1998 | 16,148,094 | 2,263,581 | 1,202,772,168 |
| 1999 | 5,097,855 | 3,480,006 | 1,258,298,760 |
| 2000 | 7,554,887 | 6,488,500 | 1,302,230,133 |
| 2001 | 4,383,056 | 6,605,524 | 1,348,081,440 |
| 2002 | 4,231,613 | 4,758,152 | 1,415,000,367 |
| 2003 | 4,147,253 | 4,407,366 | 1,519,374,420 |
| 2004 | 4,123,039 | 2,776,571 | 1,583,108,562 |
| 2005 | 2,720,960 | 14,717,021 | 1,693,129,767 |
| 2006 | 5,788,229 | 40,943,351 | 1,813,603,023 |

Note: The City has omitted information on bank deposits because it believes the information is no longer pertinent due to the increased use of banks outside of the immediate geographic area.

Data Sources

- (1) City records (number of units)
- (2) Office of the DuPage County Clerk

CITY OF WOOD DALE, ILLINOIS

PRINCIPAL TAXPAYERS

April 30, 2006

| Taxpayer | Description of Business/Property | (1) 2005 Assessed Valuation | Percentage of Total Assessed Valuation |
|---|----------------------------------|--------------------------------------|---|
| Morgan Stanley - 37th Floor | Real Estate Developer | \$ 10,398,380 | 1.720 % |
| AMB Partners II Local LP | Real Estate Developer | 9,986,400 | 1.652 |
| Hp/Mark St. Ltd. Partnership | Management Company | 8,692,850 | 1.438 |
| Albertson's | Grocery Store | 7,188,230 | 1.189 |
| Household Finance Corp. | Financial Institution | 7,097,410 | 1.174 |
| Videojet | Technology Company | 6,034,400 | 0.998 |
| AMB Prop RE Tax Co. | Real Estate Developer | 5,947,590 | 0.984 |
| Freightliner Corp. | Distributor | 5,019,620 | 0.830 |
| Parkway Bank | Financial Institution | 4,855,940 | 0.803 |
| AAR Corp. | Manufacturing | 4,530,420 | 0.749 |
| TOTAL | | <u>\$ 69,751,240</u> | <u>11.537 %</u> |
| City of Wood Dale - 2005 Total Assessed Valuation | | <u>\$ 604,534,341</u> | |

Data Source

(1) Office of the County Clerk

CITY OF WOOD DALE, ILLINOIS

MISCELLANEOUS STATISTICS

April 30, 2006

| | | | |
|---|--------|--------------------------------|-----|
| PARKS | | TRAFFIC FACILITIES AND CONTROL | |
| Parks | 13 | Bridges | 2 |
| Total acreage for park purpose | 106 | Streets (miles) | 47 |
| Golf course | 1 | Sidewalks (miles) | 22 |
| | | Street lights | 436 |
| TRANSPORTATION | | FIRE DEPARTMENT | |
| Motor vehicle licenses (license year 2006) | | Stations | 3 |
| Passenger | 7,078 | Uniform force | 31 |
| Truck and other | 862 | Fire responses | 911 |
| Motorcycles | 73 | Emergency medical responses | 972 |
| | | Rated | 4 |
| Total | 8,013 | | |
| Bus Service | | | |
| PACE routes | 1 | | |
| Dial-A-Ride | 1 | | |
| Daily trips | 15.2 | | |
| PUBLIC LIBRARY | | | |
| Branches | 1 | | |
| Volumes | 99,077 | | |
| Registered borrowers | 10,974 | | |
| Videos/audios | 2,781 | | |
| Annual attendance | 80,000 | | |
| Municipal Services and Facilities | | | |
| Number of full-time employee | 94 | | |
| Number of part-time employee | 13 | | |
| POLICE DEPARTMENT | | | |
| Patrol officers | 33 | | |
| Crossing guards | 3 | | |
| Civilians | 17 | | |
| Squad cars | 17 | | |

CITY OF WOOD DALE, ILLINOIS

MISCELLANEOUS STATISTICS (Continued)

April 30, 2006

FOOD

| | |
|----------------------------|----|
| Restaurants and cafeterias | 28 |
| Markets and bakeries | 5 |
| Food processors | 5 |

WATER

| | |
|---|-----------|
| Lake Michigan water from the DuPage Water Commission | |
| Sewage treatment facilities operated by City of Wood Dale | 2 |
| Total average daily consumption (gallons in 000's) | 1,669,896 |
| Billable meters | 4,778 |
| Watermains (miles) | 73 |
| Fire hydrants | 1,018 |
| Sewer facilities (miles) | 59 |

POPULATION

| | |
|-------------------------|--------|
| 2004 census (estimated) | 14,314 |
| Households (estimated) | 5,220 |
| Median age | 50.0 |

VITAL STATISTICS

| | |
|--------------------------|-----------|
| Median value of homes | \$323,000 |
| Median value of income | \$ 57,509 |
| Per capita income | \$ 25,507 |
| Deaths, 2003 | 38 |
| Births, 2004 | 166 |
| Industries in Wood Dale | 101 |
| Total labor force (2000) | 7,473 |

Retail volume, fiscal year 2005 \$ 278.8 million

GEOGRAPHY

| | |
|--|-------|
| Geographic location - 2 miles west of O'Hare International Airport | |
| Area (square miles) | 4.70 |
| Population density (per square mile) | 2,880 |
| Length (miles at longest point) | 3.0 |
| Breadth (miles at widest point) | 2.2 |

HOUSING (2000 Census)

| | |
|------------------------|---------------------|
| Average household size | 2.64 |
| Owner occupied units | 4,338 |
| Renter occupied units | 779 |
| Vacant | <u>103</u> |
| Total | <u><u>5,220</u></u> |

GOVERNMENT

| | |
|--------------------------------|-------|
| Form - Council Manager | |
| City Council (including Mayor) | 9 |
| Term of office (years) | 4 |
| Registered voters | 7,140 |
| Wards | 4 |
| Incorporated | 1928 |