

COMPREHENSIVE ANNUAL FINANCIAL REPORT

CITY OF PARK RIDGE, ILLINOIS



Fountain Uptown

***FOR THE FISCAL YEAR
MAY 1, 2008 TO APRIL 30, 2009***

City of Park Ridge, Illinois
Comprehensive Annual Financial Report
For the Fiscal Year Ended April 30, 2009

Issued by the Finance Department

Diane Lembesis, CPA, CPFO
Finance Director

Linda Lazzara
Assistant Finance Director

Joyce Kain
City Accountant

CITY OF PARK RIDGE, ILLINOIS

Comprehensive Annual Financial Report

For the Fiscal Year Ended April 30, 2009

TABLE OF CONTENTS

	<u>PAGE</u>
Table of Contents	i - iv
INTRODUCTORY SECTION	
Principal Officials	v
Organization Chart	vi
Letter of Transmittal	vii - xvii
GFOA Certificate of Achievement for Excellence in Financial Reporting	xviii
FINANCIAL SECTION	
Independent Auditors' Report	1 - 2
Management's Discussion and Analysis	3 - 11
Basic Financial Statements	
Government-wide Financial Statements	
Statement of Net Assets	12 - 13
Statement of Activities	14 - 15
Fund Financial Statements	
Balance Sheet – Governmental Funds	16 - 19
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets	20
Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficit) – Governmental Funds	21 - 22
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficit) of Governmental Funds to the Statement of Activities	23
Statement of Net Assets – Proprietary Funds	24
Statement of Revenues, Expenses, and Changes in Net Assets – Proprietary Funds	25
Statement of Cash Flows – Proprietary Funds	26 - 28
Statement of Fiduciary Net Plan Assets – Fiduciary Funds	29
Statement of Changes in Fiduciary Net Plan Assets – Fiduciary Funds	30
Index for the Notes to the Financial Statements	31 - 33
Notes to the Financial Statements	34 - 72

CITY OF PARK RIDGE, ILLINOIS

Comprehensive Annual Financial Report

For the Fiscal Year Ended April 30, 2009

TABLE OF CONTENTS

	<u>PAGE</u>
FINANCIAL SECTION (CONTINUED)	
Required Supplementary Information (Unaudited)	
Schedule of Funding Progress – Illinois Municipal Retirement Fund	73
Schedule of Funding Progress – Police Pension Fund	74
Schedule of Funding Progress – Firefighters’ Pension Fund	75
Schedule of Funding Progress – Other Postemployment Benefit Plan	76
Schedule of Revenues, Expenditures, and Changes in	
Fund Balance – Budget and Actual (Budgetary Basis) – General Fund	77
Schedule of Revenues, Expenditures, and Changes in	
Fund Deficit – Budget and Actual (Budgetary Basis) – Uptown Tax Increment	
Financing (TIF) Fund	78
Schedule of Revenues, Expenditures, and Changes in Fund Deficit –	
Budget and Actual (Budgetary Basis) – Municipal Waste Management Fund	79
Schedule of Revenues, Expenditures, and Changes in Fund Balance –	
Budget and Actual (Budgetary Basis) – Public Library Fund	80
Notes to the Required Supplementary Information	81 - 82
Supplementary Information - Combining and Individual Fund Schedules	
Governmental Funds	
General Fund	
Schedule of Revenues - Budget and Actual (Budgetary Basis)	83 - 85
Schedule of Expenditures - Budget and Actual (Budgetary and GAAP Basis)	86 - 103
Combining Balance Sheet - Nonmajor Governmental Funds	104
Combining Statement of Revenues, Expenditures, and Changes in	
Fund Balances (Deficit) - Nonmajor Governmental Funds	105
Combining Balance Sheet - Nonmajor Special Revenue Funds	106 - 107
Combining Statement of Revenues, Expenditures, and Changes in	
Fund Balances (Deficit) - Nonmajor Special Revenue Funds	108 - 109
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) -	
Budget and Actual - Nonmajor Special Revenue Funds	
Motor Fuel Tax Fund	110
Illinois Municipal Retirement Fund	111
Emergency Telephone Fund	112
Combining Balance Sheet - Nonmajor Debt Service Funds	113 - 114
Combining Statement of Revenues, Expenditures, and Changes in	
Fund Balances (Deficit) - Nonmajor Debt Service Funds	115 - 116

CITY OF PARK RIDGE, ILLINOIS

Comprehensive Annual Financial Report

For the Fiscal Year Ended April 30, 2009

TABLE OF CONTENTS

	<u>PAGE</u>
FINANCIAL SECTION (CONTINUED)	
Supplementary Information - Combining and Individual Fund Schedules (Continued)	
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual - Nonmajor Debt Service Funds	
Debt Service 1998 General Obligation Bond Fund	117
Debt Service 2004A General Obligation Bond Fund	118
Debt Service 2004B General Obligation Bond Fund	119
Debt Service 2005A General Obligation Bond Fund	120
Debt Service 2006A General Obligation Bond Fund	121
Debt Service 2006B General Obligation Bond Fund	122
Combining Balance Sheet - Nonmajor Capital Projects Funds	123
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficit) - Nonmajor Capital Projects Funds	124
 Enterprise Funds	
Schedule of Revenues, Expenses, and Changes in Net Assets - Budget and Actual - Water Fund	125 - 128
Schedule of Revenues, Expenses, and Changes in Net Assets - Budget and Actual - Parking Fund	129 - 130
Combining Schedule of Net Assets - Internal Service Funds	131
Combining Schedule of Revenues, Expenses and Changes in Net Assets - Internal Service Funds	132
Combining Schedule of Cash Flows - Internal Service Funds	133 - 134
 Fiduciary Funds	
Statement of Changes in Assets and Liabilities - Escrow Deposit Agency Fund	135
 Capital Assets Used in the Operations of Governmental Funds	
Comparative Schedules By Source	136
Schedule by Function and Activity	137
Schedule of Changes by Function and Activity	138

CITY OF PARK RIDGE, ILLINOIS

Comprehensive Annual Financial Report

For the Fiscal Year Ended April 30, 2009

TABLE OF CONTENTS

	<u>PAGE</u>
STATISTICAL SECTION (UNAUDITED)	
Net Assets by Component – Last Five Fiscal Years	141
Changes in Net Assets – Last Ten Fiscal Years	142 - 143
Fund Balances of Governmental Funds – Last Five Fiscal Years	144
Changes in Fund Balances of Governmental Funds – Last Ten Fiscal Years	145 - 146
Assessed Value and Actual Value of Taxable Property – Last Ten Levy Years	147
Property Tax Rates - Direct and Overlapping Governments - Last Ten Levy years	148
Principal Property Taxpayers - 2006 and 1997	149
Property Tax Levies and Collections – Last Ten Levy Years	150
Taxable Sales by Category – Last Ten Fiscal Years	151
Direct and Overlapping Sales Tax Rates – Last Ten Years	152
Schedule of Legal Debt Margin	153
Ratios of Outstanding Debt by Type – Last Ten Fiscal Years	154
Ratios of General Bonded Debt Outstanding – Last Ten Fiscal Years	155
Direct and Overlapping Governmental Activities Debt	156
Demographic and Economic Information – Last Ten Fiscal Years	157
Principal Employers - Current Year and Prior Year	158
Full-Time Equivalent Employees – Last Ten Fiscal Years	159 - 160
Capital Asset Statistics – Last Ten Fiscal Years	161
Operating Indicators – Last Ten Fiscal Years	162

CITY OF PARK RIDGE, ILLINOIS

Officers and Officials

Year Ended April 30, 2009

MAYOR

Howard P. Frimark

CITY CLERK

Betty W. Henneman

ALDERMEN

First Ward: David Schmidt
Second Ward: Richard DiPietro
Third Ward: Donald Bach
Fourth Ward: James Allegretti
Fifth Ward: Robert Ryan
Sixth Ward: Thomas Carey
Seventh Ward: Frank Wsol

CITY MANAGER

James Hock

DEPUTY CITY MANAGER

Juliana Maller

POLICE CHIEF

FIRE CHIEF

Craig Gjelsten

DIRECTOR OF PUBLIC WORKS

Wayne Zingsheim

INFORMATION TECHNOLOGY

Diane Nelson

PLANNING AND DEVELOPMENT

Carrie Davis

FINANCE DIRECTOR

Diane Lembesis, CPA

ASSISTANT FINANCE DIRECTOR

Linda Lazzara

CITY ACCOUNTANT

Joyce Kain

PUBLIC INFORMATION

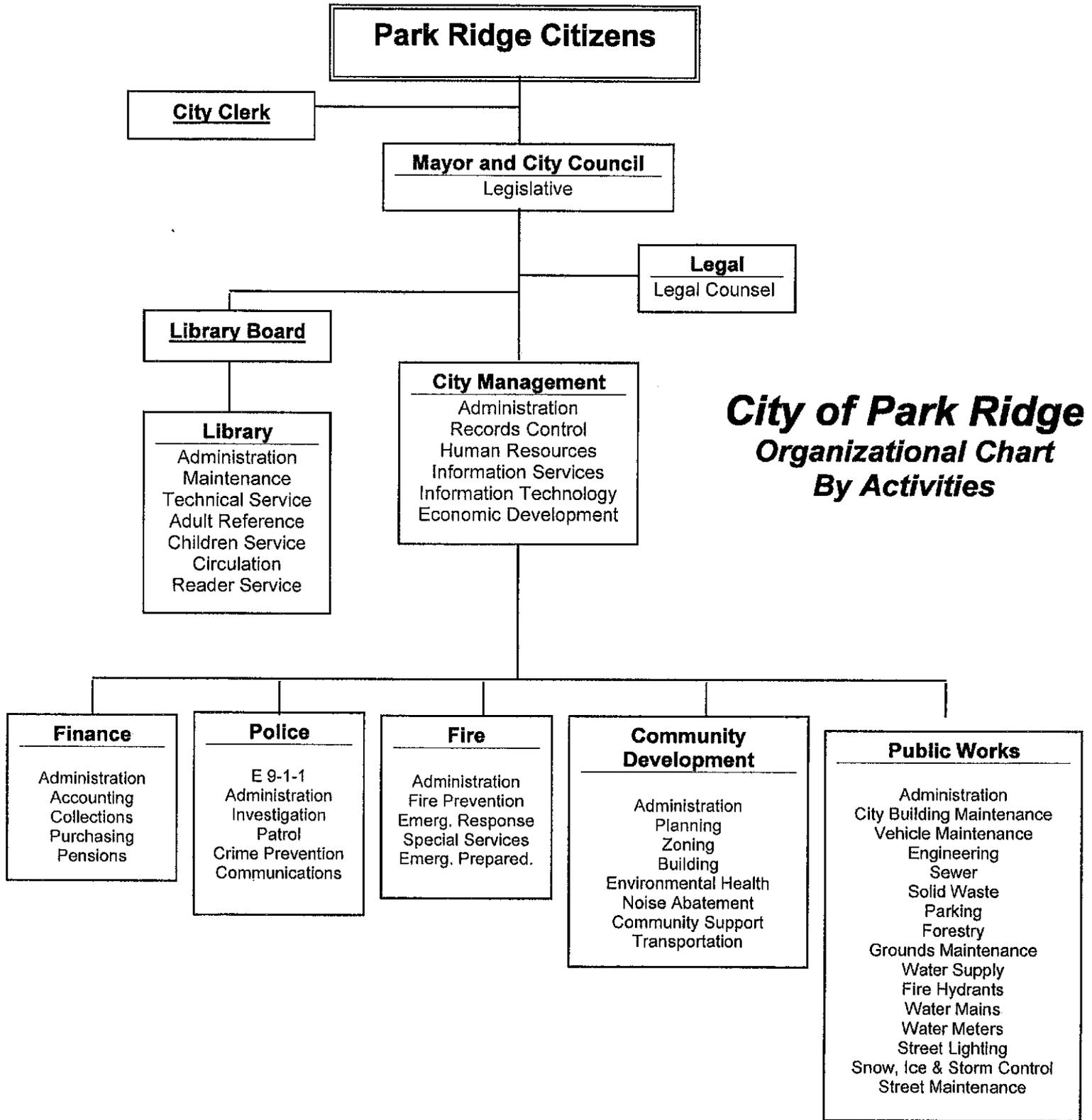
Agnes Stempniak

ECONOMIC DEVELOPMENT

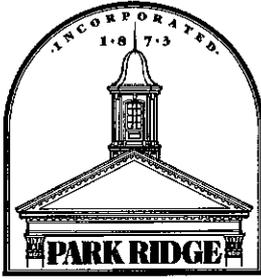
Kim Uhlig

LIBRARY DIRECTOR

Janet Van De Carr



**City of Park Ridge
Organizational Chart
By Activities**



CITY OF PARK RIDGE

505 BUTLER PLACE
PARK RIDGE, IL 60068-4182
TEL: 847/ 318-5200
FAX: 847/ 318-5300
TDD: 847/ 318-5252
www.parkridge.us

October 26, 2009

To: The Mayor, Members of the City Council, and
City Manager of the City of Park Ridge, Illinois

Ladies and Gentlemen:

The Comprehensive Annual Financial Report (CAFR) of the City of Park Ridge, Illinois for the fiscal year ended April 30, 2009 is submitted herewith. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the City. The internal control structure is designed by management to provide that transactions are recorded and reported according to prescribed policies and procedures. To the best of my knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

THE REPORTING ENTITY AND ITS SERVICES

The City of Park Ridge is located 15 miles northwest of downtown Chicago in Cook County, Illinois. Originally settled in 1840, Park Ridge has grown into a medium sized city with a current population of approximately 37,775 and encompasses an area of 7.1 square miles. Known as a prime residential community, Park Ridge is served by some of the best school districts in the state, an excellent park and recreation system and dependable city services. The City is situated in a key geographic location in close proximity to O'Hare International Airport, the Northwest and Tri-State Toll-ways, the Kennedy Expressway, CTA Rapid Transit and the Metra commuter rail line.

Park Ridge was incorporated as the Village of Park Ridge in 1873 and incorporated as the City of Park Ridge in 1910. The City operates under a Mayor-Council form of government. The Mayor and City Clerk are elected from the population at large. Aldermen are elected from seven wards on the basis of ward representation. The Mayor and City Council establish policy, while the City Manager is responsible for the day-to-day operations of the city and its employees.

The City provides its citizens with a full range of high quality services at the lowest possible cost per capita. In January 2009, a survey of neighboring communities was conducted which measured the costs of providing comparable services in Park Ridge with other suburbs. Out of nine communities, Park Ridge was the lowest in per capita expenditures. The average cost per capita of the nine communities was \$1,718.26. The cost of government per capita in Park Ridge was \$1,264.97.

The City provides emergency 911 telephone, police, fire, and emergency medical services. Park Ridge is one of 37 communities in the United States that has both Fire and Law Enforcement Accredited Agencies. Moreover, Park Ridge is one of 30 communities in the United States with both Fire and Law Enforcement Accredited Agencies and an Insurance Service Office rating (ISO) of Class 3 or better. In April 2006, the Park Ridge Police Department was awarded second place in a Traffic Safety Challenge by the International Association of Chiefs of Police. The

Department also was named as the recipient of the International Association of Chiefs of Police, "Clayton J. Hall Memorial Award," which recognizes the, "best of the best" in highway safety and traffic enforcement in North America.

The City provides weekly curbside garbage and recycling pickup to its residents. The Public Works Department manages a strong infrastructure program for the maintenance of sewers, alleys, water mains, streets, sidewalks, and trees. The City operates a water distribution system that provides residences and businesses with water from Lake Michigan via the City of Chicago.

The City fully funds the operation of a public library, which contains over 240,000 items and a circulation over 700,000. The library is not a separate legal entity.

The City provides funding to several community and regional organizations including the Park Ridge Senior Center, Center of Concern, Meals-on-Wheels program, Maine Center for Mental Health, Park Ridge Teen Center, Park Ridge Historical Society, Park Ridge Fine Arts Society, Civic Orchestra, Cultural Arts Commission, Kalo Foundation, and the Brickton Art Center. The City also subsidizes the cost of providing taxicab service to senior and disabled citizens.

ECONOMIC CONDITION AND OUTLOOK

Household income in Park Ridge is substantially higher than surrounding areas and exceeds national averages. Based on the 2000 Census, median household income is \$73,154. Average household size is 2.62 persons. 92% of the adult population has a high school diploma or higher. 46% have a bachelor's degree or higher.

Park Ridge's unemployment rate increased in 2008, but trends below neighboring communities. In calendar year 2008, the unemployment rate in Park Ridge was 4.4%, compared to an unemployment rate of 3.3% in calendar year 2007. This compares favorably with an Illinois unemployment rate of 6.5%, neighboring Niles rate of 5.3% and Des Plaines rate of 5.9% in 2008 and Illinois rate of 5.1%, Niles rate of 4%, and Des Plaines rate of 4.4% in 2007. Of Park Ridge's employed population, 50% are employed in management, professional or related occupations, 30% in sales and office occupations, 8% in service occupations, and 12% in all other categories. There are 1,752 businesses in Park Ridge with 18,563 employees. The City's top industry is outpatient health care. Park Ridge's largest employer is Lutheran General Hospital/Advocate Health Care with over 5,000 employees.

Residential land use makes up 48% of the total area of Park Ridge. The remaining land use includes: commercial – 5%; public, institutional, park and open space – 24%; and transportation and utilities – 23%.

Park Ridge has a long established reputation as a stable residential community known for its well-maintained homes. Over 80% of the assessed valuation of the City is residential. The number of foreclosures in Park Ridge increased, but Park Ridge had fewer foreclosures than neighboring towns. As of November 19, 2008, there were 107 homes in pre-foreclosure status, 31 bank-owned homes, and 33 auctions scheduled. Niles had 94 homes in pre-foreclosure status, 29 bank-owned homes, and 31 auctions scheduled. Des Plaines had 427 homes in pre-foreclosure status, 182 bank-owned homes, and 119 auctions scheduled.

New construction and remodeling activity decreased in 2008 compared to 2007. In calendar year 2008, 32 permits for new single-family home construction were issued at an estimated value of \$17 million. An additional 323 permits valued at \$14 million were issued for existing single family home remodeling. In calendar year 2007, 48 permits for new single-family home construction were issued at an estimated value of \$24 million. An additional 348 permits valued at \$13 million were issued for existing single family home remodeling. This reflects the economic recession and housing downturn.

The City maintains an aggressive economic development program. The City's Economic Development Department surveyed 41 businesses. The following sectors were represented: Retail – 28%; Service – 33%; Finance – 5%; Construction – 10%; Restaurants – 10%; Health Care – 7%; and Other – 7%. On average, the businesses interviewed have been in Park Ridge for 23.6 years – 46% are privately owned, 43% are family owned, 8% are not-for-profit, and 3% are publicly owned. Seventeen own their building(s) and 24 companies lease. Of those responding, 41% of the businesses reported their need to expand or renovate.

MAJOR INITIATIVES

Strategic Planning Objectives: During the previous fiscal year, the City Council and staff worked on several strategic objectives:

1. *Economic Development:*

Vision: The City of Park Ridge will establish and support vibrant business districts.

Action: Ensure viability of Park Ridge businesses and strengthen existing community businesses.

Progress: A new CVS Pharmacy, located at 2648 Dempster, is near completion. The economic development department hosted a Familiarization Tour targeted to the Rosemont Hospitality industry, retained consultants who provided the Higgins Corridor plan, and worked with state and federal officials to locate new funding sources for improved transportation of our workforce.

Action: Develop a plan for Higgins Corridor

Progress: Higgins Corridor contains a mix of commercial and multi-family residential uses and serves as the southern boundary of the City, with the city of Chicago on the opposite side of the street. A plan, developed by consultants Camiros, Ltd. and Valerie S. Kretchmer Associates Inc., was completed in December 2008 at a cost of \$50,000. The purpose of this plan is to guide future development along Higgins Road. As of the date of this writing, aldermen disagree as to whether the plan is detailed enough and have not adopted a comprehensive plan for the area.

2. *High Quality Services*

Vision: The City of Park Ridge envisions corporate and individual citizens receiving high quality city services.

Action: Update the City's strategic plan.

Progress: On November 14 and 15, 2008, elected officials and senior staff updated the strategic plan and goals for the city. Our updated vision for fiscal years 2009/10 and 2010/11 includes these key elements: Economic Development, Infrastructure, City Life, The Way We Work, and Resources and Financials. Elected officials and staff formulated 12 priority goals, intending to implement them over the next two fiscal years.

Action: Implement garbage cart collection program.

Progress: This program commenced April 1, 2008. Residents are highly complimentary of this program and it improves community health by limiting rodent infestation.

3. Infrastructure

Vision: Upgrade and maintain public infrastructure. Infrastructure includes streets, curbs, alleys, sewers, parking lots, public buildings and an effective flood control system. Maintain effective and efficient infrastructure by researching new and improved methodologies.

Action: Rehabilitate streets.

Progress: Resurfaced 5.8 miles of streets during the fiscal year.

Action: Improve alleys.

Progress: Paved six alleys. There are 57 unpaved remaining alleys in town.

Action: Improve water mains.

Progress: Replaced 3,385 linear feet of water main.

Action: Improve sidewalks, reforestation, and sewers.

Progress: Replaced 50,000 square feet of sidewalk. Replaced 385 trees and 4,900 linear feet of sewers.

4. Financially Stable Government

Vision: Develop a financial and budget model that addresses the City's strategic objectives.

Action: End deficit spending in the general operating fund.

Progress: Goal not met. Expenses exceeded revenues in the general operating fund in fiscal year 2008/09. The budget for fiscal year 2008/09 projected revenues equaling expenses in the general operating fund. As the housing downturn and the worldwide economic recession set in, revenues did not meet budget, expenses were curtailed, but not enough to prevent a loss in the general operating fund of \$2,368,724.

Long-term Financial Plans

The City's long-term financial goals include a multitude of projects and plans.

Each year the City updates a six-year capital plan. From 2009/10 through 2014/15, we plan to spend \$1,065,000 on library infrastructure. Future projects include \$240,000 to refinish the interior woodwork, \$200,000 to re-carpet the facility, \$100,000 to repair the flat roof, \$60,000 to replace the elevator pump and motor controls, \$250,000 to replace the HVAC circulating pumps, \$115,000 to replace the light fixtures, and \$100,000 to relocate electrical gear. Funding will come from current property tax levies. Even with these repairs, the Library will still be a small facility which some feel is inadequate to meet public demand. The Library Board feels that every area of library service is affected by the lack of adequate space in the current facility.

From 2008/09 through 2013/14, we plan to spend \$5,899,700 on infrastructure in the general operating fund. Future projects include \$510,100 for sidewalk replacement, \$636,600 for reforestation, \$231,200 for Dutch Elm protection, and \$318,600 for Gypsy Moth protection. We also plan to spend \$25,000 to improve the air quality at the Public Works Service Center, \$400,000 for sidewalk and drainage improvements at Dee Road, and \$762,000 for various technology projects. The City has always had a strong commitment to infrastructure. The City prefers to fund these projects with ongoing revenues rather than debt. The Dee Road project will be funded from grant income.

From 2009/10 through 2014/15, we plan to spend \$6,500,000 of motor fuel tax funds on street rehabilitation. The State of Illinois imposes motor fuel taxes and distributes the funds based on

population. Fearing motor fuel taxes will not be sufficient to provide for both street rehabilitation and alley paving, beginning in 2009/10, the City will pay for alley paving from the general operating fund. Future expenditures for alley paving will be \$1,255,300 and \$820,000 for alley reconstruction. Projects will be timed to occur consecutively, not concurrently.

From 2009/10 through 2014/15, we plan to spend \$5,897,600 on infrastructure in the Water Fund. Future projects include \$4,932,000 for water main replacement. Funding will come from the sale of water. From 2009/10 through 2014/15, we plan to spend \$235,500 on infrastructure in the parking fund. We would like to spend \$50,000 to replace the cash parking boxes. Funding will come from current parking fund receipts, such as the receipt of parking fines and tickets. From 2009/10 through 2014/15, we plan to spend \$4,275,000 on infrastructure in the Uptown TIF fund. This money will be dedicated to improving the Uptown streetscape. Funding will come from incremental property taxes. From 2009/10 through 2014/15, we plan to spend \$610,000 on infrastructure in the municipal waste fund. Funding will come from property taxes.

The City will add \$4,254,500 to three internal service funds, the motor equipment replacement fund, the city's technology replacement fund, and the library's technology replacement fund, over the next three years. These funds pay for motor equipment and technology improvements when required.

Departmental Objectives: Obtaining the objectives listed above requires the combined efforts of all City departments. In addition to these projects, the various City departments have directed their efforts towards the following departmental objectives:

City Administration: Administration staff worked on Uptown redevelopment including the area known as City Commons. The work of the Administrative Adjudication Hearing process continued with the Court handling 950 cases during the year. A new Historic Preservation Task Force was created. Staff is proud to have served as one of 32 early voting sites. The Human Resources department successfully negotiated a 4-year union contract with the IAFF and commenced negotiations with the IUOE Local 150 for a successor union contract with Public Works employees. The Information Technology department worked on the parking ticket system and on the development and installation of a business license system.

Community Preservation and Development Department: The Community Preservation and Development department spearheaded the City's efforts regarding Higgins redevelopment, Zoning text amendments for shelters for homeless persons, and Northwest highway property rezoning. Staff workloads were busy even though building permit revenues decreased 20% and property transfer revenues decreased 5.5%.

Finance Department: The finance department coordinated the general liability and property insurance program; realized savings were \$41,700 from last year and \$83,800 from budget. Staff recommended and the City Council approved City Council Policy Statement No. 43, "Settlement Authority for Claims Made Against the City". This policy statement defines settlement authority for claims made against the city; the City Manager and Finance Director have the authority to approve any settlement less than or equal to \$50,000. As part of this policy, the Finance department issues a quarterly report of claims and settlements against the city. The department closed Alley Special Service Areas 43 through 63 and opened Alley Special Service Areas 98 through 103.

Fire Department: The Fire department received a grant for \$159,520 to replace existing Self Contained Breathing Apparatus (SCBA). This is the department's fifth and largest federal grant to date. All Holmatro extrication equipment was upgraded with 75% of the cost covered by grant money, thereby increasing the service life of the equipment. The department implemented a "vehicle idle policy" to save on fuel costs and installed motion-sensing light switches in the fire houses to save on energy costs. To save money and reduce out-of-service time, gas meter calibration was moved from a third party to in-house. To reduce liability and overtime costs, fire apparatus pump and ladder

testing was out-sourced. The department secured a \$4,000 grant to purchase EMS training equipment.

Police Department: As part of offering high quality services, the department emphasized "Citizen Outreach". Citizen Outreach includes activities such as manning the Listening Post at the Farmer's Market, participating in Teens Organized for Youth Services (TOFYS), participating in the Youth Commission, and coordinating National Night Out. The department's second Citizen's Police Academy was just as successful as the first. Citizens gained insights on all facets of police work. The Police department increased membership in the Citizens Patrol, expanded the role of Explorer Post members, and increased their involvement in teen-related community events.

The Police department came under public criticism in 2007/08. To address residents concerns regarding the professionalism of the department, the City paid the firm of Ekl Williams PLLC \$101,648.75 to interview selected parties and investigate Police department operations. Their report was issued in August 2008. The report was not without controversy, but overall the department was judged to be in good operational order.

Expanding the use of technology to reduce crime, the department implemented an in-car crash reporting system, participated in the development of new squad car computer software with Motorola, updated the City Hall and Police department video camera system, relocated the back-up transmitter/receiver to the Public Works Service Center, and improved the confiscated property recording system.

Public Works Department: To provide citizens with high quality services, the Public Works department removed and replaced 50,000 squared feet of sidewalk, replaced 4,900 linear feet of sewers, planted 385 parkway trees, reconstructed 5.8 miles of streets, and paved 6 alleys. A new residential garbage cart collection program began April 1, 2008. This program improves community health by limiting the amount of food for insects, rodents and urban wildlife that feed on the improperly stored refuse. Residents no longer have to purchase their own garbage containers. The new garbage carts are on wheels that make taking refuse to the curb easier. Property taxes fund the \$170,000 annual cost of the program. The cost of salt and sand used for snow removal increased 206% in fiscal year 2008/09! This placed extreme pressure on our budget. We paid an average of \$120.39 per ton for salt and \$.54 per gallon for liquid calcium chloride. To top it all off, salt was in short supply. Public Works employees did an excellent job, but there were an unusually high number of snow and ice events.

Park Ridge Public Library: The Library Board and staff conducted a community survey to identify community needs and collect input from library users on the facility, collections, programs and services. 70% of the population has a library card. Circulation increased 2% for a record high of 713,203 items. Studies indicate library usage increases during an economic recession. In 2008/09, the young adult area was remodeled. Foreign language collections, particularly Polish, were expanded; funding came from grants.

City Highlights

New Mayor: On April 7, 2009 by a vote of 4,897 versus 3,801 for incumbent Howard P. Frimark, voters elected David F. Schmidt the new Mayor of Park Ridge. Mayor Schmidt's term is from May 4, 2009 until May 7, 2013.

New City Manager: On July 14, 2008, a new City Manager started employment with the City. James Hock has over thirty years experience in municipal government and hails from Oak Park, Michigan.

New Department Heads: In fiscal year 2007/08, the City implemented an early retirement incentive program that resulted in several retirements. In fiscal year 2008/09, two employees were promoted to Fire Chief and Community Preservation and Development Director.

The City conducted a nationwide search for a new Police Chief. He will assume his duties on July 6, 2009.

New Method of City Council Operation: The City Council changed from a Standing Committee to a Committee of the Whole format on January 12, 2009. This change was done to provide a method for all aldermen to fully understand issues before the issues are discussed at the City Council meetings.

Uptown Redevelopment: The redevelopment of Uptown is near completion. The underground parking garage opened to the public on August 11, 2008. There are 286 free public parking spaces on the main level and 183 residential parking spaces on the lowest level of the garage. The surface parking lot opened to the public on August 27, 2008. Several businesses opened in fiscal year 2008/09. They include: Amphora's, Trader Joe's, Chico's, Joseph A. Banks, Kriser's Pet Store, Lens Crafters Optique, Aveda Salon & Spa, Jason's Deli, and Noodles & Company. Trader Joe's, Chico's and Joseph A. Banks opened in 2007. The design and construction of streetscape improvements on Summit Avenue between Prospect and Touhy Avenues are complete.

The American Planning Association presented the City and PRC Partners a "Gold Award". This award recognizes the City for its "high quality, transit oriented project that reinforces Uptown as an exciting and diverse mixed-use area with a strong retail and entertainment focus."

In fiscal year 2008/09, the City paid High School District 207 \$170,188 and the Park Ridge Park District \$34,038 from the Uptown TIF fund. The City paid Elementary School District 64 \$238,263 of sales taxes from the general operating fund.

Northwest Highway Development: On February 16, 2009, the City Council asked the Planning and Zoning Commission to consider a Map Amendment changing the property where the Napleton Cadillac dealership was formerly located to a R3 or R4 zoning instead of B1. This property is on the north side of Northwest Highway between Meacham and Elm. A R3 Multiple Family Residential District is moderate density environment of single-family homes, two family dwellings, and multiple family dwellings including townhomes and apartments. A R4 Multiple Family Residential District has a higher density than a R3 district. A B1 Retail and Office District is a business environment that has a variety of commercial uses. On July 6, 2009, by a vote of 4 to 3, the City Council approved an ordinance for a Map Amendment to the Zoning Ordinance changing the property to R-3.

Executive Plaza Development: On September 2, 2008, the City Council approved Special Service Area No. 97. This Special Service Area will be used to build storm water detention. The water storage vault will be underground below a park-like setting.

Economic Incentive Agreement: In fiscal year 2009, the City paid \$237,791.51 of incremental property taxes and \$400,000 sales tax rebate pursuant to a sales tax sharing agreement to an automobile dealership. The sales tax payment was for the 2008 calendar year.

Governmental Accounting Standard Board (GASB) 45: The City provides the continuation of health care benefits to employees who retire. Fire, police, and municipal employees who terminate after reaching retirement eligibility in their respective pension plans are eligible to elect to continue their health care coverage by paying the monthly premium rate charged for the City's health plans. The plan operates on a pay-as-you-go financing basis. No assets are accumulated or dedicated to funding the retiree health plan benefits. For fiscal year 2009, the City contributed \$275,721 to the plan. The annual required contribution or other postemployment benefit (OPEB) cost was \$509,373. This means that the net OPEB obligation at the end of the year was \$798,938. The following chart compares fiscal years 2006/07 through 2008/09:

Fiscal Year Ended	Annual OPEB Cost	% of Annual OPEB Cost Contributed	Amount City Contributed	Net OPEB Obligation
4/30/07	\$485,005	30.0%	\$145,477	\$339,528
4/30/08	\$485,194	53.0%	\$259,436	\$565,286
4/30/09	\$509,373	54.1%	\$275,721	\$798,938

Pension Funding Increases: The property tax levy attributable to the police and fire pension funds increased considerably in the past several years. In December 2008, the City levied \$2,511,000 compared to \$1,667,400 in December 2007 for the police and fire pension funds. This was a 50% increase. The previous year the levy for police and fire pension funds increased 51%. The State Legislature determines pension benefits; thus, benefit enhancements become unfunded mandates for municipalities.

April 2009 Referendums - Police Station: On April 7, 2009, there were two advisory referendums regarding replacing or building a new police station. A citizen advisory group sponsored one of the referendums and the aldermen sponsored the second. Both referendums failed; the first by a vote of 6,821 to 1,364 and the second by a vote of 4,338 to 3,827. The current City Council has put the new police station on hold.

November 2008 Referendum – Elected Officials’ Terms: 70% of the community voted in favor of implementing staggered terms for Aldermen. Aldermen of the 1st, 3rd, 5th, and 7th wards will serve four-year terms and aldermen of the 2nd, 4th, and 6th wards will serve for two years. The next aldermanic election will be held in 2011.

Shelters for Homeless Persons: After much deliberation, the City Council passed two ordinances regarding homeless shelters. The first was a text amendment to the zoning ordinance, allowing shelters as a Special Use and the second imposed licensing standards in the Municipal Code to guide operations of a homeless shelter in the City. To date, there are no homeless shelters in the city.

FINANCIAL INFORMATION, MANAGEMENT AND CONTROL

Management of the City is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

Budgeting Controls: The City of Park Ridge operates under a "Budget Policy" adopted under home rule powers. This Budget Policy closely follows the Illinois "Budget Officer Act" which is a statutory option for both home rule and non-home rule municipalities. Elements of the Budget Policy include requiring a public hearing prior to passing the budget and approving the budget prior to the beginning of the fiscal year. The City Manager is authorized to revise the budget within any fund during the fiscal year as long as funds are available. No appropriation ordinance is required.

Activities of the general fund, special revenue funds, debt service funds and enterprise funds are included in the budget. Budgets were not adopted for the pension trust funds, capital projects funds, internal service funds, and some of the special revenue funds (the Dempster TIF Fund, the Asset Forfeiture Fund, the Foreign Fire Tax Fund and the Special Service Area funds). Budgets were adopted for the 1998, 2004A & B, 2005A, 2006A and 2006B debt service funds. A budget was adopted for the Uptown TIF Fund. The budget is on a program basis with two-year projections for operating expenditures and six-year projections for capital expenditures.

As demonstrated by the statements and schedules included in the financial section of this report, the City continues to meet its responsibility of sound financial management.

Purchasing Policies: The City adheres to a number of purchasing policies that are outlined in a detailed Purchasing Manual. City Council approval is required for purchases over \$20,000. Principal purchasing policies include:

Purchases up to \$400: No quotations required, confirming orders allowed with the prior approval of the Department Head. Purchase Order is required.

Purchases between \$400 and \$1,000: At least 2 telephone or internet quotations required, confirming orders allowed with the prior approval of the Department Head. Purchase Order is required.

Purchases between \$1,000 and \$3,000: At least 3 telephone or internet quotations required, confirming orders allowed only with the prior approval of the Purchasing Agent. Purchase Order is required.

Purchases between \$3,000 and \$5,000: At least 3 written quotations required, confirming orders allowed only with the prior approval of the Purchasing Agent. Purchase Order is required.

Purchases between \$5,000 and \$20,000: At least 3 written quotations required. Confirming orders allowed only with the prior approval of the Purchasing Agent. Purchase Order is required. The Purchasing Agent can require that formal bidding procedures be followed for purchases over \$5,000.

Purchases over \$20,000: Formal bidding process is required. Award of contract must be approved by the City Council.

General Fund Balance: As of April 30, 2009, the City's general operating fund balance decreased to \$11,378,347 compared to \$13,747,071 as of April 30, 2008. The unreserved general operating fund balance was \$6,558,168 compared to \$13,413,534 last fiscal year.

The City's target general fund balance at year-end is a range between four and six months of operating revenues of general, special revenue and debt service (where payment stems from the levying of property taxes) funds. Fund balance is defined as the excess of assets over liabilities. At year-end, the City's target is to have cash reserves equal to a range of two to four months of operating expenses. A fund balance policy provides guidance to the City Council and senior staff regarding the appropriate balance between reserves, revenues and expenditures. Adherence to an appropriate policy will help the city maintain and improve its credit rating. Having adequate reserves will help the city maintain operations should unexpected emergencies arise, revenues not be realized or expenditures exceed expectations. The City did not meet its goal as of April 30, 2009; operating revenues were 10% of operating revenues of the general, special revenue and property tax levying debt service funds. Cash-on-hand were 16% of operating expenses of these funds; this is the minimum of the policy or two months worth of operation.

Economic Incentive Agreement Policy. The purpose of the City's economic incentive policy is to establish instances under which incentives may be offered for business expansion or development. The benefits to the City for offering economic development incentives may include increasing sales tax receipts, improving the property tax base, helping the City to remain economically viable and competitive with surrounding communities, attracting additional retail business into the City, providing additional goods and services to Park Ridge residents, and protecting or increasing the revenue base of the City. The City requires any economic development investment to provide a demonstrable quantitative and qualitative return and to be realized during a reasonable period of time after such investment.

Debt Administration: Moody's Investors Services rates the City's bonds Aa2.

In December 1998, the City issued \$10,000,000 in general obligation bonds to finance the construction of a new Public Works Service Center and part of the expanded alley-paving program. In August 2004, the City issued \$16,770,000 general obligation bonds to finance the

construction of a new central water reservoir and pump station. Series 2004A, issued in the amount of \$4,910,000, is paid from incremental tax revenues from the Uptown TIF district. Series 2004B, issued in the amount of \$11,860,000, is paid from water revenues. In April 2005, the City issued \$7,005,000 general obligation bonds to finance various costs related to the Uptown redevelopment. This issue is paid from incremental property tax revenues from the Uptown TIF district. In June 2006, the city issued series 2006A and 2006B. These bonds paid for a parking structure in target area 2, the purchase of a parking lot in an area adjacent to the TIF, and other public improvements. The debt service payments are paid from incremental property taxes from the uptown TIF district. The par value of tax-exempt series 2006A is \$10,530,000 and the par value of taxable series 2006B is \$10,055,000.

As of April 30, 2009 outstanding debt of the City totaled \$43,970,000. Total debt equaled 2.37% of equalized assessed valuation. Per capita debt was \$1,164.00 compared to \$1,235.08 last year.

Park Ridge is a home rule unit under the Illinois Constitution and as such has no debt limit nor is it required to seek referendum approval for the issuance of general obligation debt. The Municipal Code prohibits the debt term from exceeding 40 years. On February 16, 2004, the City Council eliminated a requirement that a referendum be held if total bonded debt exceeds 2.5% of equalized assessed valuation of the City's taxable real property as last equalized. The City's current equalized assessed valuation is \$1,852,758,740.

Risk Management: Excess liability coverage is provided through the High-level Excess Liability Pool (HELP III). HELP, consisting of 15 municipalities, was organized on April 1, 1987, with an initial agreement extended to April 30, 2008. On May 1, 2008, 12 municipalities reenlisted in HELP III. HELP III provides coverage of \$2,000,000 per occurrence and in the aggregate for each member, with a self-insured retention of \$2,000,000 per member. In addition, HELP III provides excess reinsurance of \$10,000,000 per occurrence for claims in excess of \$3,000,000. The City purchases insurance for the underlying limits of \$2,000,000 for general liability and property damage.

OTHER INFORMATION

Use of the Report: The City recognizes that the CAFR is management's report to its governing body, constituents, oversight bodies, resource providers, investors, and creditors. Therefore, a copy of this report will be sent to the elected officials, City management personnel, bond rating agencies, and other agencies such as financial institutions and government agencies. Copies are located at the Park Ridge Public Library and at the Park Ridge City Hall. A copy is available on the City's website, www.parkridge.us/government/departments-finance.asp.

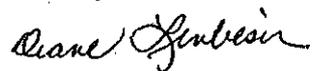
Independent Audit: State statutes require an annual audit by independent certified public accountants. The accounting firm of Miller Cooper & Co., Ltd. performed the audit. The auditors' report on the basic financial statements, combining and individual fund schedules, and information listed as supplemental is included in the financial section of this report.

Award for Excellence in Financial Reporting: 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 Park Ridge for its comprehensive annual financial report for the fiscal year ended April 30, 2008. 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 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.

Acknowledgments: The preparation of the CAFR on a timely basis was made possible by the dedicated services of the entire staff of the Finance department, especially the Assistant Finance Director and Accountant. Each member of the department has my sincere appreciation for the contributions made in the preparation of this report.

Sincerely,

A handwritten signature in cursive script that reads "Diane Lembesis".

Diane Lembesis
Finance Director

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Park Ridge
Illinois

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
April 30, 2008

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



President

Executive Director

MILLER COOPER & Co., Ltd

ACCOUNTANTS AND CONSULTANTS

INDEPENDENT AUDITORS' REPORT

The Honorable Mayor, City Council, and City Manager
City of Park Ridge, 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 Park Ridge, Illinois, as of and for the year ended April 30, 2009, which collectively comprise the City's basic financial statements, as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Park Ridge, Illinois, as of April 30, 2009, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The management's discussion and analysis on pages 3 through 11 and retirement fund historical data, budgetary comparison information, and notes to the required supplementary information on pages 73 through 82 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

(Continued)

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual fund statements and other schedules listed in the table of contents as supplementary information, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The accompanying introductory and statistical sections, 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. This information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

As described in Note 16 to the financial statements, the 2008 financial statements have been restated for an error in the method of recognizing unbilled water receivables.

MILLER, COOPER & CO., LTD.


Certified Public Accountants

Deerfield, Illinois
October 26, 2009

MANAGEMENT'S DISCUSSION AND ANALYSIS

The City of Park Ridge's discussion and analysis is designed to explain significant financial issues, provide an overview of the City's financial activity, identify changes in the City's financial position, identify material deviations from budget, and identify individual issues and concerns.

This document should be read in conjunction with the Transmittal Letter and financial statements.

FINANCIAL HIGHLIGHTS

Net Assets

The City's net assets decreased by \$6,575,033 (or 7%) during the fiscal year ended April 30, 2009. Net assets of governmental activities decreased by \$5,694,812 (or 9%), and net assets of the business-type activities decreased by \$880,221 (or 3%).

Revenues

For the fiscal year ended April 30, 2009, revenues for all activities totaled \$46,136,112. This is a decrease of \$218,126 (or .5%) from the prior year total of \$46,354,238. Revenues increased \$1,904,824 (or 5%) in the governmental activities and decreased \$2,122,949 (or 31%) in the business-type funds.

Cost of City Programs

The total cost of all City programs totaled \$52,711,145. This is an increase of \$3,566,894 (or 7%) from the prior year total of \$49,144,251. Expenses increased \$3,916,456 (or 9%) in the governmental activities and decreased \$349,562 (or 6%) in the business-type activities.

General Fund

The General Fund reported revenues of \$24,506,592 and expenditures of \$26,997,554, resulting in an operating deficit of \$2,490,962. Including net other financing sources of \$122,238, there was a \$2,368,724 negative net change in fund balance in the general operating fund.

USING THIS ANNUAL REPORT

In the past, the primary focus of local government financial statements were summarized by fund type and presented on a current financial resource basis. Now, financial statements are presented from two perspectives: government-wide and major fund. These perspectives allow the user to address relevant questions, broaden a basis for comparison and enhance the City's accountability.

Government-Wide Financial Statements

The government-wide financial statements are designed to emulate the corporate sector in that all government and business-type activities are consolidated into columns which add to a total for the City. The focus of the Statement of Net Assets (the "Unrestricted Net Assets") is designed to be similar to bottom line results for the City and its governmental and business-type activities.

This statement combines and consolidates the governmental funds' current financial resources (short-term spendable resources) with capital assets and long-term obligations using the accrual basis of accounting and economic resources measurement focus.

The Statement of Activities is focused on both the gross and net cost of various activities (including governmental and business-type), which are supported by the government's general taxes and other resources. This is intended to summarize and simplify the user's analysis of the cost of various governmental services and/or subsidy to various business-type activities.

The governmental activities reflect the City's basic services, including police, fire, public works, community development and preservation and administration. Property taxes, shared state sales, local utility and shared state income taxes finance the majority of these services. The business-type activities reflect private sector type operations (water and parking), where the fee for service typically covers all or most of the cost of operation, including depreciation.

Fund Financial Statements

Traditional users of governmental financial statements will find the fund financial statements presentation more familiar. The focus is on major funds, rather than fund types.

The Governmental Major Fund is presented on a sources and uses of liquid resources basis. This is the manner in which the budget or financial plan is typically developed. The flow and availability of liquid resources is a clear and appropriate focus of any analysis of a government. Funds are established for various purposes and the Fund Financial Statements allow the demonstration of sources and uses and/or budgeting compliance associated therewith.

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

While the Total column on the Business-type Fund Financial Statements is the same as the Business-type column at the Government-Wide Financial Statement, the Governmental Major Funds Total column requires a reconciliation because of the different measurement focus (current financial resources versus total economic resources) which is reflected on the page following each statement. The flow of current financial resources will reflect bond proceeds and interfund transfers as other financial sources as well as capital expenditures and bond principal payments as expenditures. The reconciliation will eliminate these transactions and incorporate the capital assets and long-term obligation (bonds and others) into the governmental activities column (in the government-wide statements).

Infrastructure Assets

A government's largest group of assets usually consists of infrastructure assets – i.e. land, streets, storm sewers, etc. Historically, these assets have not been reported nor depreciated in governmental financial statements. This statement requires that these assets be valued and reported within the governmental column of the Government-wide Statements. Additionally, the government must elect to either (1) depreciate these assets over their estimated useful life or (2) develop a system of asset management designed to maintain the service delivery potential to near perpetuity. The City has chosen to depreciate assets over their useful lives. If a project is considered maintenance – a recurring cost that does not extend the asset's original useful life or expand its capacity – the cost of the project will be expensed. For example, the "overlay" of a street will be considered maintenance whereas a "rebuild" of a street will be capitalized.

GOVERNMENT-WIDE STATEMENT

Statement of Net Assets

Net assets are defined as the amount by which assets exceed liabilities. Net assets can be a useful indicator of a government's financial condition. As of April 30, 2009, assets exceeded liabilities by \$83,420,009. This is a decrease of \$6,575,033 (or 7%) from the prior year. The following condensed Statement of Net Assets compares the current and prior fiscal years.

Statement of Net Assets
As of April 30, 2009
(in Millions)

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2009	2008	2009	2008	2009	2008
ASSETS						
Current Assets	\$ 29.1	\$ 37.1	\$ 6.1	\$ 6.8	\$ 35.2	\$ 43.9
Non Current Assets	77.4	77.4	23.7	23.7	101.1	101.1
Total Assets	\$ 106.7	\$ 114.5	\$ 29.8	\$ 30.5	\$ 136.3	\$ 145.0
LIABILITIES						
Current Liabilities	\$ 5.1	\$ 3.9	\$.6	\$.9	\$ 5.7	\$ 4.8
Non Current Liabilities	46.9	50.5	.2	.1	47.1	50.6
Total Liabilities	\$ 52.0	\$ 54.4	\$.8	\$ 1.0	\$ 52.8	\$ 55.4
NET ASSETS						
Invested in Capital						
Assets, net of Debt	\$ 33.1	\$ 40.6	\$ 23.7	\$ 23.7	\$ 56.8	\$ 64.3
Restricted	4.5	5.4			4.5	5.4
Unrestricted	16.9	14.1	5.3	5.8	22.2	19.9
Total Net Assets	\$ 54.5	\$ 60.1	\$ 29.0	\$ 29.5	\$ 83.5	\$ 89.6

A significant portion of total net assets constitute investment in capital assets net of any related outstanding debt. For governmental activities, capital assets include land, streets, sidewalks, storm sewers, buildings, and vehicles. For enterprise funds, capital assets include water mains, reservoirs, buildings, parking lots and vehicles. The City operates as an on-going concern and, as such, does not plan to sell these assets to retire debt. Therefore, although the City's investment in capital assets is reported net of related debt, repayment resources must be provided from other sources.

Normal Impacts

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

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

- 6) Reduction of Capital Assets through Depreciation – which will reduce capital assets and invested in capital assets, net of debt.

Current Year Impacts

Total net assets decreased \$6,575,033 (or 7%) over the prior year. Governmental net assets decreased by \$5,694,812 (or 9%) and the business-type net assets decreased by \$880,221 (or 3%).

Changes in Net Assets

The following table compares revenue and expenses for the current and prior fiscal years.

Changes in Net Assets For the Fiscal Year Ended April 30, 2009 (in Millions)

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2009	2008	2009	2008	2009	2008
REVENUES						
Program Revenues						
Charges for Services	\$ 4.8	\$ 4.7	\$ 6.4	\$ 6.5	\$ 11.2	\$ 11.2
Grants & Contributions						
Operating	1.5	1.3			1.5	1.3
Capital						
General Revenues						
Property Taxes	17.4	16.1			17.4	16.1
Other Taxes	15.6	16.2			15.6	16.2
Other	.3	1.2	.1	.3	.4	1.5
Total Revenues	\$ 39.6	\$ 39.5	\$ 6.5	\$ 6.8	\$ 46.1	\$ 46.3
EXPENSES						
General Government	\$ 4.1	\$ 4.1			\$ 4.1	\$ 4.1
Public Safety	16.6	15.5			16.6	15.5
Public Works	15.5	12.8	\$ 5.5	\$ 5.9	21.0	18.7
Development	3.8	3.6			3.8	3.6
Culture & Civic	5.0	5.0			5.0	5.0
Interest Expense	2.1	2.3			2.1	2.3
Total Expenses	\$ 47.1	\$ 43.3	\$ 5.5	\$ 5.9	\$ 52.6	\$ 49.2
Excess/Deficiency Before Transfers	\$ (7.5)	\$ (3.8)	\$ 1.0	\$.9	\$ (6.5)	\$ (2.9)
Capital Contributions Transfers	\$ 1.9	\$ 1.9	\$ (1.9)	\$ (1.9)	\$ 0	\$ 0
Change in Net Assets	\$ (5.6)	\$ (1.9)	\$ (.9)	\$ (1.0)	\$ (6.5)	\$ (2.9)
Net Assets - Beginning	\$ 60.1	\$ 62.7	\$ 29.8	\$ 30.8	\$ 89.9	\$ 92.8
Net Assets - Ending	\$ 54.5	\$ 60.9	\$ 28.9	\$ 29.8	\$ 83.4	\$ 89.9

Normal Impacts

There are eight basic impacts on revenues and expenses as reflected below:

Revenues:

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

Expenses:

- 5) Introduction of New Programs – within the functional expense categories (General Government, Public Safety, Public Works, etc.) individual programs may be added or deleted to meet changing community needs.
- 6) Increase in Authorized Personnel – changes in service demand may cause the City Council to increase/decrease staffing. Staffing costs (salary and related benefits) represent approximately 50% of the City's operating costs.
- 7) Salary Increases – the ability to attract and retain human and intellectual resources requires the City to strive to approach a competitive salary range position in the marketplace.
- 8) Inflation – while overall inflation appears to be reasonably modest, the City is a major consumer of certain commodities such as supplies, fuels and parts. Some functions, such as street resurfacing, may experience unusual commodity specific increases.

Current Year Impacts

Revenues:

For the fiscal year ended April 30, 2009, revenues for all activities totaled \$46,136,112. This is a decrease of \$218,126 (or .5%) from the prior year total of \$46,354,238. Revenues increased \$1,904,823 (or 5%) in the governmental funds and decreased by \$2,122,949 (or 31%) in the business-type funds.

Property tax revenue totaled \$17,386,365, an increase of \$1,279,389 (or 8%) over the prior year. Park Ridge property valuation has risen steadily as evidenced by the following valuations: \$2,025,625,686 (2008), \$1,852,758,740 (2007), \$1,528,372,764 (2006), \$1,502,128,908 (2005), \$1,406,982,666 (2004), 2007 and 2004 were reassessment years.

State income tax receipts totaled \$3,326,676, a decrease of \$232,347 (or 7%) from last year. Personal property replacement tax decreased \$69,926 (or 13%) for a total of \$450,605. These two revenue streams reflect the economic recession.

Sales tax and home-rule sales tax combined totaled \$4,582,388, a decrease of \$625,382 (or 12%) from last year's total of \$5,207,770. This amount is reported net of a \$400,000 sales tax rebate to an automobile dealer made pursuant to an economic incentive agreement and a \$238,263 payment to School District 64 pursuant to an intergovernmental agreement to establish the tax increment district.

Fees for licenses and permits decreased to \$2,712,700, a decrease of \$212,671 (or 7%). The decrease was due to a delay of several planned redevelopment projects and a slowdown of residential housing permits.

Utility tax receipts of \$2,824,370 and telecommunications tax receipts of \$1,903,751 combined for an increase of \$114,966 (or 2%) from last year's total.

Revenues from state and federal grants increased. The city received \$516,773 of operating grants in 2008/09 compared to \$286,053 the previous year.

Revenue from water sales totaled \$6,069,670. This was a \$91,545 (or 1%) decrease from last year. Water rates were increased 6.7% effective May 1, 2008. The revenue decrease results from less water usage.

Income from investments decreased dramatically to \$291,657 from the previous year's total of \$1,143,114; a decrease of 74%. Interest rates decreased significantly during the fiscal year, plus there was less money to invest primarily in the enterprise funds.

Expenses:

For the fiscal year ended April 30, 2009, expenses for all activities totaled \$52,711,145. This is an increase of \$3,566,894 (or 7%) from the prior year total of \$49,144,251. Expenses increased \$3,916,456 (or 9%) in the governmental activities and decreased \$349,562 (or 6%) in the business-type activities.

Expenses in the governmental activities were primarily incurred in public safety (\$16,682,893) and public works (\$15,489,133). Police and fire pension costs increased significantly and the City Council renewed their commitment to maintaining and strengthening the city's public works infrastructure.

Interest expense decreased \$136,948.

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

Governmental Funds

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

As of April 30, 2009, the governmental funds reported a combined fund balance of \$11,996,367, a decrease of 42% from the previous year's fund balance of \$20,521,691. The following funds had a deficit fund balance as of April 30, 2009: Municipal Waste Management (\$412,210), Motor Fuel Tax (\$96,454), Emergency Telephone (\$228,711), Alley Special Service Areas (\$408,424), Uptown TIF (\$4,343,273), and Series 2004A Debt Service Fund (\$435,047).

There was an excess of revenues over expenditures in the Uptown Tax Increment Fund of \$372,767. There were \$2,019,468 transfers out to pay debt service for bond issues related to the Uptown TIF. This resulted in a net change in fund balance (deficit) of \$1,646,701. As of April 30, 2009, the Uptown TIF owes the General Operating Fund \$4,314,076. The Uptown TIF is projected to completely pay back this debt in 2021. Major fiscal year 2008/09 Uptown TIF expenses included \$803,500 for Uptown streetscape and \$242,800 for parking lot construction.

The deficiency of revenues over expenditures in the municipal waste fund was \$194,636. This increased the negative fund balance to (\$412,210). Expenses were over budget by 6%.

Revenues exceeded expenses by \$259,747 in the library fund. Total revenues were 1% over budget primarily because state grant income was 15% over budget and miscellaneous income was 397% over budget. The Library received a restricted grant on June 26, 2008 for \$88,688. Library departmental expense budgets were tightly controlled so that total expenses came in 3% under budget.

Business-type Funds

The City's business-type funds provide the same type of information found in the governmental funds. The City reports the Parking Fund and Water Fund as business-type funds.

As of April 30, 2009, the business-type funds reported combined net assets of \$28,970,523, a decrease of \$880,221 (or 2%) from the prior year. Water sales decreased by \$91,545 and parking revenues decreased by \$74,049 from the prior year. Water rates were increased 6.7% effective May 1, 2008.

Operating revenues exceeded operating expenses in the water fund in fiscal year 2008/09 by \$1,019,691. There was \$120,528 of non-operating revenues. There was also \$1,836,554 of operating transfers out of the water fund; \$881,154 of these transfers were to Debt Service Fund 2004B to pay for the central water reservoir. When we add the transfers, the change in net assets for the fiscal year was a negative (\$696,335.) Water sales were 13% under budget; the summer of 2008 was relatively mild which resulted in less lawn watering. Total expenses were 10% under budget.

Operating expenses exceeded operating revenues in the parking fund in fiscal year 2008/09 by \$179,974. This deficit was because of a revenue shortfall; fewer tickets were written and of the tickets written, less were collected. Fees from parking penalties were \$87,440 (45%) under budget. Parking meter revenue was \$3,511 (5%) under budget and interest income was \$25,630 51% under budget.

General Fund Budgetary Highlights

For the year ended April 30, 2009, actual revenues were \$4,304,008 below budgeted amounts. Reflecting national economic trends, property transfer and sales taxes were under budget. The economic recession and the housing downturn caused a significant decrease in budgeted revenues. Actual expenditures were \$1,526,386 under budget. Total fund balance of the General Fund at year-end was \$11,378,347; this was a decrease of \$2,368,724 or 17%.

Expenses exceeded revenues by \$2.5 million in the general operating fund in fiscal year 2008/09. This deficit was the result of a revenue shortfall. Building permits were under budget by \$1,141,500 because several major development projects were delayed and the housing slowdown; interest income was under budget by \$192,300 because the Federal Reserve lowered interest rates to zero; parking garage taxes were under budget by \$311,000 because there was construction at the only parking garage in town; property transfer taxes were \$345,600 under budget because of the housing slowdown and because several redevelopment projects were delayed; and sales and use taxes were \$1,037,600 under budget because of the economic recession.

Total expenses were under budget. Insurance claims were over budget because the City paid its \$250,000 self-insured retention to prevail in a general liability slip and fall case. Information technology expenses were under budget because the City did not make a contribution from the General Fund to the Technology Replacement Fund in fiscal year 2008/09. Police administration regular salaries were under budget by \$115,800 because the Deputy Police Chief served as Acting Police Chief and the City went without a Deputy Police Chief for most of the fiscal year. The Fire department's workers compensation expense was \$110,200 over budget due to the settlement of a large dollar claim. The City spent \$551,400

on snow removal supplies instead of a budgeted \$168,000. This was an increase of 328% or \$383,400. Salt was in short supply and when available, extremely expensive. There were many snow occurrences.

The City did not amend the total annual operating budget during the year. During the course of the year, the City made fifteen budget transfers in the General Fund and one in the Library fund. These transfers did not change the total General or Library Fund budgets, but rather transferred monies from one program or account to another. The text of the financial statements shows the original and final budget.

Capital Assets

At the end of fiscal year 2009, the City had a combined total of capital assets of \$100,672,919 invested in a broad range of capital assets including land, buildings, machinery, furniture, vehicles, equipment, and infrastructure (streets, sidewalks, alleys, water mains, sewers, etc.). This amount represents a net increase (including additions and deletions) of \$181,525. Readers desiring more detailed information regarding capital assets are directed to Note Number 5 - Capital Assets.

Total Capital Assets at Fiscal Year End Net of Depreciation (in Millions)

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2009	2008	2009	2008	2009	2008
Land & Improvements	\$ 37.9	\$ 37.9	\$ 1.5	\$ 1.5	\$ 39.4	\$ 39.4
Buildings	12.0	7.9			12.0	7.9
Machinery & Equipment	0.2	0.2	0.3	0.3	0.5	0.5
Furniture & Equipment	0.8	0.8			0.8	0.8
Vehicles & Equipment	2.2	2.4			2.2	2.4
Infrastructure	23.9	23.7	21.9	21.9	45.8	45.6
Construction in progress		3.8				3.8
Total Capital Assets	\$ 77.0	\$ 76.7	\$ 23.7	\$ 23.7	\$ 100.7	\$ 100.4

Outstanding Debt

The City of Park Ridge has six general obligation bond series outstanding. Outstanding debt consists of the following:

In December 1998, the City issued \$10,000,000 general obligation bonds to finance the construction of a new Public Works Service Center and expand the alley-paving program. As of April 30, 2009, the outstanding debt on these bonds totaled \$1,570,000. Moody's Investors Service rated the bonds Aa2.

In August 2004, the City issued \$16,770,000 general obligation bonds to finance the construction of a new central reservoir and pump station. Series 2004A, in the amount of \$4,910,000, is paid from incremental tax revenues from the Uptown TIF district. Series 2004B, in the amount of \$11,860,000, is paid from water revenues. As of April 30, 2009, the outstanding debt on these bonds totaled \$14,810,000. Moody's Investors Service rated these bonds Aa2.

In April 2005, the City issued \$7,005,000 general obligation bonds to finance various costs related to the Uptown redevelopment. These bonds are paid from incremental tax revenues from the Uptown TIF district. As of April 30, 2009, the outstanding debt on these bonds totaled \$7,005,000. These bonds were rated Aa2 by Moody's Investors Service.

In June 2006, the City issued series 2006A & B to finance the last phase of development for target area II. Both series were general obligation issues, but series A was tax-exempt and series B was taxable. As of April 30, 2009, the outstanding debt of these bonds totaled \$20,585,000.00. The bonds were rated Aa2 by Moody's Investors Service.

As a home rule community, the City of Park Ridge has no legal debt limit. Note No. 9 gives a detailed description of the City's long-term debt.

Economic Factors and a Look to the Future

Uptown redevelopment is near completion. The underground parking garage and a surface parking lot are complete. Several establishments are open for business. They include Amphora's, Trader Joe's, Chico's, Joseph A. Banks, Kriser's Pet Store, Lens Crafters Optique, Aveda Salon & Spa, Jason's Deli, Noodles & Company., City Commons, a reading garden, and streetscape improvements along Summit Avenue are complete.

The City Council is directing their attention to other areas. The Council needs to decide how to implement a plan for Higgins Corridor. Higgins Corridor contains a mix of commercial and multi-family residential uses and serves as the southern boundary of the City. Work on Executive Plaza continues. The City will establish a Special Service Area at Executive Plaza to build storm water detention.

Next year, City Council priorities include rehabilitating sewers and improving flood control. A major vision of the City Council is to have a community where basement backup/overload flooding is reduced. To that end, the City Council increased the sewer surcharge and budgeted funds for sewer rehabilitation, jet cleaning and televising.

Park Ridge is a highly desirable community and has enjoyed considerable amounts of new construction, and remodeling in the past. 2,484 building permits valued at \$87,035,902 were issued in calendar year 2008. In 2007, building permits totaled \$187,169,798. Things may be turning around because for the first six months of calendar 2009, the City processed more permits than last year. A new hospital bed tower and a CVS pharmacy recently opened. Existing open permits include new homes, home additions, Houlihan's restaurant, 25 townhomes at Gateway Estates, commercial build outs, three church projects, a three-story commercial building renovation, and a new bank.

	<u>New Single Family Home Construction</u>		<u>Existing Single Family Home Construction</u>	
	<u>Permits</u>	<u>(\$Mil)</u>	<u>Permits</u>	<u>(\$Mil)</u>
2005	109	\$52.9	353	\$16.6
2006	93	\$46.1	338	\$15.3
2007	48	\$24.4	348	\$13.0
2008	32	\$16.8	323	\$14.2

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide citizens, customers, investors and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. Questions concerning this report may be directed to Diane Lembesis, Director of Finance, City of Park Ridge, 505 Butler Place, Park Ridge, IL 60068. E-mail inquiries may be sent to dlembesis@parkridge.us

Basic Financial Statements

City of Park Ridge, Illinois

Statement of Net Assets

April 30, 2009

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 12,414,894	\$ 3,437,881	\$ 15,852,775
Investments	3,284,000	909,000	4,193,000
Receivables			
Property taxes, net	8,077,504	-	8,077,504
Other taxes	3,150,790	-	3,150,790
Intergovernmental	75,433	-	75,433
Customer accounts	-	1,126,529	1,126,529
Interest	4,675	2,855	7,530
Other receivables	455,741	-	455,741
Note receivable	344,167	-	344,167
Internal balances	(546,404)	546,404	-
Inventory	163,392	78,090	241,482
Prepaid items	186,372	-	186,372
Deposits in escrow	1,472,932	-	1,472,932
Noncurrent assets			
Pension benefit asset	59,558	-	59,558
Unamortized bond issuance costs	295,153	-	295,153
Capital assets not being depreciated	35,965,428	1,513,534	37,478,962
Capital assets (net of accumulated depreciation)	41,057,368	22,136,589	63,193,957
 Total assets	 106,461,003	 29,750,882	 136,211,885

(Continued)

The accompanying notes are an integral part of this statement.

City of Park Ridge, Illinois

Statement of Net Assets (Continued)

April 30, 2009

	Governmental Activities	Business-type Activities	Total
LIABILITIES			
Accounts payable	\$ 1,771,781	\$ 456,110	\$ 2,227,891
Accrued interest payable	863,422	-	863,422
Other accrued liabilities	464,590	154,080	618,670
Contracts payable	200,548	16,983	217,531
Unearned revenue-other	577,824	-	577,824
Due to other governments	22,057	-	22,057
Deposits	1,433	-	1,433
Other liabilities	125,782	-	125,782
Claims and judgments payable	1,085,135	-	1,085,135
Noncurrent liabilities			
Due within one year	3,191,796	49,101	3,240,897
Due in more than one year	43,707,149	104,085	43,811,234
	<u>52,011,517</u>	<u>780,359</u>	<u>52,791,876</u>
Total liabilities			
NET ASSETS			
Investment in capital assets, net of related debt	33,052,796	23,650,123	56,702,919
Restricted for:			
Grant purposes	275,000	-	275,000
Debt service	2,015,318	-	2,015,318
Capital projects	1,956,800	-	1,956,800
Enabling legislation	228,722	-	228,722
Unrestricted	16,920,850	5,320,400	22,241,250
	<u>54,449,486</u>	<u>28,970,523</u>	<u>83,420,009</u>
Total net assets			

(Concluded)

The accompanying notes are an integral part of this statement.

City of Park Ridge, Illinois

Statement of Activities

For the Year Ended April 30, 2009

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>	
		<u>Charges for Services</u>	<u>Operating Grants</u>
Governmental activities:			
General government	\$ 4,088,879	\$ 3,369,510	\$ 455,948
Public safety	16,682,893	805,618	-
Public works	15,489,133	499,371	985,749
Development	3,834,333	18,790	-
Culture and civic	4,981,785	71,195	60,825
Interest expense	2,128,155	-	-
Total governmental activities	<u>47,205,178</u>	<u>4,764,484</u>	<u>1,502,522</u>
Business-type activities:			
Water	5,049,979	6,069,670	-
Parking	455,988	276,014	-
Total business-type activities	<u>5,505,967</u>	<u>6,345,684</u>	<u>-</u>
Total	\$ <u>52,711,145</u>	\$ <u>11,110,168</u>	\$ <u>1,502,522</u>

General revenues

Taxes

Property

Replacement

Sales and use

Income

Utility

Telecommunications

Property transfer

Emergency telephone

Parking garage

Other

Unrestricted investment earnings

Miscellaneous

Transfers

Total general revenues and transfers

Change in net assets

Net assets - May 1, as originally stated

Restatement (Note 16)

Net assets - May 1, as restated

Net assets - April 30

The accompanying notes are an integral part of this statement.

Net (Expense) Revenue and
Changes in Net Assets

Governmental Activities	Business-type Activities	Total
\$ (263,421)	\$ -	\$ (263,421)
(15,877,275)	-	(15,877,275)
(14,004,013)	-	(14,004,013)
(3,815,543)	-	(3,815,543)
(4,849,765)	-	(4,849,765)
(2,128,155)	-	(2,128,155)
<u>(40,938,172)</u>	<u>-</u>	<u>(40,938,172)</u>
-	1,019,691	1,019,691
-	(179,974)	(179,974)
<u>-</u>	<u>839,717</u>	<u>839,717</u>
<u>(40,938,172)</u>	<u>839,717</u>	<u>(40,098,455)</u>
17,386,365	-	17,386,365
450,605	-	450,605
3,179,232	-	3,179,232
3,326,676	-	3,326,676
2,824,370	-	2,824,370
1,903,751	-	1,903,751
464,351	-	464,351
582,513	-	582,513
388,820	-	388,820
2,475,457	-	2,475,457
210,500	81,157	291,657
181,966	67,659	249,625
<u>1,868,754</u>	<u>(1,868,754)</u>	<u>-</u>
<u>35,243,360</u>	<u>(1,719,938)</u>	<u>33,523,422</u>
(5,694,812)	(880,221)	(6,575,033)
60,144,298	29,461,409	89,605,707
-	389,335	389,335
<u>60,144,298</u>	<u>29,850,744</u>	<u>89,995,042</u>
<u>\$ 54,449,486</u>	<u>\$ 28,970,523</u>	<u>\$ 83,420,009</u>

City of Park Ridge, Illinois

Governmental Funds

Balance Sheet

April 30, 2009

	General Fund	Uptown TIF Fund	Municipal Waste Management Fund
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and cash equivalents	\$ 3,917,437	\$ 277,725	\$ 251
Investments	-	-	-
Receivables			
Property taxes, net	2,609,071	-	1,586,023
Other tax receivables			
State and local sales tax	1,210,672	-	-
Simplified telecommunications tax	463,685	-	-
Illinois income tax	943,435	-	-
Personal property replacement tax	77,210	-	-
Utility tax	251,088	-	-
Gasoline tax	24,829	-	-
Other taxes	68,914	-	-
Intergovernmental	-	-	-
Interest	-	-	-
Other receivables	413,392	-	-
Loans and notes	344,167	-	-
Inventory	163,392	-	-
Due from other funds	1,101,169	-	-
Advances to other funds	4,314,076	-	-
Prepaid items	67,711	-	-
Deposits in escrow	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Total assets	\$ <u>15,970,248</u>	\$ <u>277,725</u>	\$ <u>1,586,274</u>

The accompanying notes are an integral part of this statement.

<u>Public Library Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 2,014,261	\$ 3,451,216	\$ 9,660,890
302,000	-	302,000
2,167,491	1,714,919	8,077,504
-	-	1,210,672
-	-	463,685
-	-	943,435
15,404	-	92,614
-	-	251,088
-	-	24,829
-	95,553	164,467
-	75,433	75,433
908	73	981
-	42,349	455,741
-	-	344,167
-	-	163,392
-	161	1,101,330
-	-	4,314,076
978	117,683	186,372
-	<u>1,472,932</u>	<u>1,472,932</u>
<u>\$ 4,501,042</u>	<u>\$ 6,970,319</u>	<u>\$ 29,305,608</u>

(Continued)

City of Park Ridge, Illinois

Governmental Funds
Balance Sheet (Continued)
April 30, 2009

	General Fund	Uptown TIF Fund	Municipal Waste Management Fund
LIABILITIES			
Accounts payable	\$ 698,256	\$ 203,009	\$ 195,130
Other accrued liabilities	420,303	-	756
Refundable deposits	1,433	-	-
Unearned property tax revenue	2,560,451	-	1,553,283
Unearned revenue - other	911,458	-	-
Contracts payable	-	103,913	-
Due to other funds	-	-	249,315
Advances from other funds	-	4,314,076	-
Due to other governments	-	-	-
Other liabilities	-	-	-
	<u>4,591,901</u>	<u>4,620,998</u>	<u>1,998,484</u>
Total liabilities			
FUND BALANCES (DEFICITS)			
Reserved for inventory	163,392	-	-
Reserved for prepaid items	67,711	-	-
Reserved for grant restrictions	275,000	-	-
Reserved for debt service	-	-	-
Reserved for employees' retirement	-	-	-
Reserved for TIF expenditures	-	-	-
Reserved for capital projects	-	-	-
Reserved for advances to other funds	4,314,076	-	-
Unreserved - general fund	6,558,168	-	-
Unreserved - special revenue fund	-	(4,343,273)	(412,210)
Unreserved - debt service fund	-	-	-
	<u>11,378,347</u>	<u>(4,343,273)</u>	<u>(412,210)</u>
Total fund balances (deficits)			
Total liabilities and fund balances (deficits)	<u>\$ 15,970,248</u>	<u>\$ 277,725</u>	<u>\$ 1,586,274</u>

The accompanying notes are an integral part of this statement.

Public Library Fund	Nonmajor Governmental Funds	Total Governmental Funds
\$ 108,910	\$ 555,429	\$ 1,760,734
39,963	3,568	464,590
-	-	1,433
2,122,524	1,680,243	7,916,501
7,909	47,776	967,143
-	96,635	200,548
-	852,015	1,101,330
-	435,047	4,749,123
-	22,057	22,057
-	125,782	125,782
<u>2,279,306</u>	<u>3,818,552</u>	<u>17,309,241</u>
-	-	163,392
978	117,683	186,372
-	-	275,000
-	2,015,318	2,015,318
-	114,792	114,792
-	119,564	119,564
-	1,956,800	1,956,800
-	-	4,314,076
-	-	6,558,168
2,220,758	(737,343)	(3,272,068)
-	(435,047)	(435,047)
<u>2,221,736</u>	<u>3,151,767</u>	<u>11,996,367</u>
<u>\$ 4,501,042</u>	<u>\$ 6,970,319</u>	<u>\$ 29,305,608</u>

(Concluded)

City of Park Ridge, Illinois
Reconciliation of the Balance Sheet
of Governmental Funds to the Statement of Net Assets
For the Year Ended April 30, 2009

Amounts reported for governmental activities in the statement of activities are different because:

Total fund balances - governmental funds.	\$ 11,996,367
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	75,064,782
Revenues in the statement of activities that do not provide current financial resources are unearned in the funds.	8,305,820
Internal service funds are used by management to charge various costs to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the statement of net assets.	7,575,308
The net pension asset resulting from contributions in excess of the annual required contribution are not financial resources and therefore are not reported in the funds.	59,558
Bond issuance costs are expensed in the governmental fund but recorded as deferred charges in the statement of net assets.	295,153
Some liabilities reported in the statement of net assets do not require the use of current financial resources and therefore are not reported as liabilities in the governmental funds.	<u>(48,847,502)</u>
Net assets of governmental activities	<u>\$ 54,449,486</u>

The accompanying notes are an integral part of this statement.

City of Park Ridge, Illinois

Governmental Funds

Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficit)

For the Year Ended April 30, 2009

	General Fund	Uptown TIF Fund	Municipal Waste Management Fund
Revenues			
Property taxes	\$ 4,139,077	\$ 1,909,466	\$ 3,216,209
Other taxes	14,895,702	-	-
Licenses and permits	2,712,700	-	-
Intergovernmental	455,948	-	-
Charges for services	1,868,662	-	-
Fines and forfeitures	318,043	-	-
Interest	102,686	220	-
Miscellaneous	13,774	-	-
Total revenues	<u>24,506,592</u>	<u>1,909,686</u>	<u>3,216,209</u>
Expenditures			
Current			
General government	3,750,107	-	-
Public safety	14,807,037	-	-
Public works	6,919,904	-	3,410,845
Development	1,279,115	1,294,108	-
Culture and civic	241,391	-	-
Capital outlay	-	242,811	-
Debt service			
Principal	-	-	-
Interest and fiscal agent fees	-	-	-
Total expenditures	<u>26,997,554</u>	<u>1,536,919</u>	<u>3,410,845</u>
Excess (deficiency) of revenues over expenditures	<u>(2,490,962)</u>	<u>372,767</u>	<u>(194,636)</u>
Other financing sources (uses)			
Transfers in	917,338	-	-
Transfers out	(795,100)	(2,019,468)	-
Total other financing sources (uses)	<u>122,238</u>	<u>(2,019,468)</u>	<u>-</u>
Net change in fund balances (deficits)	<u>(2,368,724)</u>	<u>(1,646,701)</u>	<u>(194,636)</u>
Fund balances (deficits), May 1	<u>13,747,071</u>	<u>(2,696,572)</u>	<u>(217,574)</u>
Fund balances (deficits), April 30	<u>\$ 11,378,347</u>	<u>\$ (4,343,273)</u>	<u>\$ (412,210)</u>

The accompanying notes are an integral part of this statement.

Public Library Fund	Nonmajor Governmental Funds	Total Governmental Funds
\$ 4,183,783	\$ 3,691,167	\$ 17,139,702
71,637	628,436	15,595,775
-	-	2,712,700
60,825	985,749	1,502,522
71,195	-	1,939,857
-	19,456	337,499
16,216	91,378	210,500
152,128	16,065	181,967
<u>4,555,784</u>	<u>5,432,251</u>	<u>39,620,522</u>
-	281,786	4,031,893
-	1,530,320	16,337,357
-	5,663,988	15,994,737
-	1,018,299	3,591,522
4,296,037	425,739	4,963,167
-	-	242,811
-	2,685,000	2,685,000
-	2,168,113	2,168,113
<u>4,296,037</u>	<u>13,773,245</u>	<u>50,014,600</u>
<u>259,747</u>	<u>(8,340,994)</u>	<u>(10,394,078)</u>
100,000	3,783,322	4,800,660
-	(117,338)	(2,931,906)
<u>100,000</u>	<u>3,665,984</u>	<u>1,868,754</u>
359,747	(4,675,010)	(8,525,324)
<u>1,861,989</u>	<u>7,826,777</u>	<u>20,521,691</u>
<u>\$ 2,221,736</u>	<u>\$ 3,151,767</u>	<u>\$ 11,996,367</u>

City of Park Ridge, Illinois

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficit) of Governmental Funds to the Statement of Activities For the Year Ended April 30, 2009

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances - total governmental funds. \$ (8,525,324)

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation expense and loss on disposal in the current period. 410,179

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. 21,091

Internal service funds are used by management to charge various costs to individual funds. 183,826

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes current financial resources of governmental funds. Neither transaction however has any effect on net assets. Also, governmental funds report the effect of issuance costs and similar items when debt is first issued whereas these amounts are deferred and amortized in the statement of activities. 2,668,499

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds. (453,083)

Change in net assets of governmental activities. \$ (5,694,812)

The accompanying notes are an integral part of this statement.

City of Park Ridge, Illinois

Proprietary Funds Statement of Net Assets April 30, 2009

	Business-type Activities - Enterprise Funds			Governmental Activities- Internal Service Funds
	Major Fund	Nonmajor Fund	Total	
	Water	Parking		
ASSETS				
Current assets				
Cash and cash equivalents	\$ 2,268,178	\$ 1,169,703	\$ 3,437,881	\$ 2,754,004
Investments	909,000	-	909,000	2,982,000
Receivables				
Accounts, net	1,098,719	27,810	1,126,529	-
Accrued interest	1,474	1,381	2,855	3,694
Inventory	78,090	-	78,090	-
Total current assets	4,355,461	1,198,894	5,554,355	5,739,698
Capital assets				
Cost	30,410,453	1,666,167	32,076,620	5,606,103
Accumulated depreciation	(8,123,406)	(303,091)	(8,426,497)	(3,648,089)
Total capital assets	22,287,047	1,363,076	23,650,123	1,958,014
Advances to other funds	435,047	-	435,047	-
Total assets	27,077,555	2,561,970	29,639,525	7,697,712
LIABILITIES				
Current liabilities				
Accounts payable	444,848	11,262	456,110	11,047
Contracts payable	8,488	8,495	16,983	-
Other accrued liabilities	36,501	117,579	154,080	-
Claims and judgments payable	13,989	2,112	16,101	-
Compensated absences payable	33,000	-	33,000	-
Total current liabilities	536,826	139,448	676,274	11,047
Long-term liabilities				
Compensated absences payable	95,775	8,310	104,085	-
Total noncurrent liabilities	95,775	8,310	104,085	-
Total liabilities	632,601	147,758	780,359	11,047
NET ASSETS				
Invested in capital assets	22,287,047	1,363,076	23,650,123	1,958,014
Unrestricted	4,157,907	1,051,136	5,209,043	5,728,651
Total net assets	\$ 26,444,954	\$ 2,414,212	28,859,166	\$ 7,686,665
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds			111,357	
Net assets of business-type activities			\$ 28,970,523	

The accompanying notes are an integral part of this statement.

City of Park Ridge, Illinois
Proprietary Funds
Statement of Revenues, Expenses, and Changes in Net Assets
For the Year Ended April 30, 2009

	<u>Business-type Activities - Enterprise Funds</u>			Governmental Activities- Internal Service Funds
	<u>Major Fund</u>	Nonmajor <u>Fund</u>	<u>Total</u>	
	<u>Water</u>	<u>Parking</u>		
Operating revenues				
Charges for services	\$ 6,069,670	\$ 276,014	\$ 6,345,684	\$ 552,420
Total operating revenues	<u>6,069,670</u>	<u>276,014</u>	<u>6,345,684</u>	<u>552,420</u>
Operating expenses				
Administration	272,501	-	272,501	-
Water supply and treatment	3,078,249	-	3,078,249	-
Fire hydrant services	77,441	-	77,441	-
Water main services	749,215	-	749,215	-
Water meter services	134,472	-	134,472	-
Parking services and maintenance	-	455,988	455,988	-
General contractual services	-	-	-	15,672
Materials	-	-	-	125,890
Depreciation	738,101	-	738,101	373,111
Total operating expenses	<u>5,049,979</u>	<u>455,988</u>	<u>5,505,967</u>	<u>514,673</u>
Operating income (loss)	<u>1,019,691</u>	<u>(179,974)</u>	<u>839,717</u>	<u>37,747</u>
Nonoperating revenues				
Interest income	56,787	24,370	81,157	121,555
Miscellaneous income	63,741	3,918	67,659	524
Gain on disposal of capital assets	-	-	-	24,000
Total nonoperating revenues	<u>120,528</u>	<u>28,288</u>	<u>148,816</u>	<u>146,079</u>
Income before transfers	1,140,219	(151,686)	988,533	183,826
Transfers out	<u>(1,836,554)</u>	<u>(32,200)</u>	<u>(1,868,754)</u>	<u>-</u>
Change in net assets	(696,335)	(183,886)	(880,221)	183,826
Net assets - May 1, as originally stated	26,751,954	2,598,098	29,350,052	7,502,839
Restatement (Note 16)	389,335	-	389,335	-
Net assets - May 1, as restated	<u>27,141,289</u>	<u>2,598,098</u>	<u>29,739,387</u>	<u>7,502,839</u>
Net assets - April 30	<u>\$ 26,444,954</u>	<u>\$ 2,414,212</u>	<u>\$ 28,859,166</u>	<u>\$ 7,686,665</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds			<u>111,357</u>	
Net assets of business-type activities			<u>\$ 28,970,523</u>	

The accompanying notes are an integral part of this statement.

City of Park Ridge, Illinois

Proprietary Funds

Statement of Cash Flows

For the Year Ended April 30, 2009

	Business-type Activities - Enterprise Funds			Governmental Activities- Internal Service Funds
	Major Fund	Nonmajor Fund		
	Water	Parking	Total	
Cash flows from operating activities				
Receipts from customers and users	\$ 6,091,921	\$ 278,721	\$ 6,370,642	\$ -
Receipts from interfund services provided	-	-	-	552,420
Payments to suppliers	(4,243,483)	(302,282)	(4,545,765)	(136,929)
Payments to employees	(253,122)	(212,867)	(465,989)	-
Net cash provided by (used in) operating activities	1,595,316	(236,428)	1,358,888	415,491
Cash flows from nonoperating activities				
Receipts - miscellaneous	-	3,918	3,918	524
Cash flows from noncapital financing activities				
Advances to other funds	(435,047)	-	(435,047)	-
Due to other funds	435,047	-	435,047	-
Transfers out	(1,836,554)	(32,200)	(1,868,754)	-
Net cash used in noncapital financing activities	(1,836,554)	(32,200)	(1,868,754)	-
Cash flows from capital and related financing activities				
Purchases of capital assets	(711,479)	-	(711,479)	(171,081)
Proceeds from sale of capital assets	-	-	-	24,000
Net cash used in capital and related financing activities	(711,479)	-	(711,479)	(147,081)
Cash flows from investing activities				
Purchases of investments	(11,687,000)	(4,975,000)	(16,662,000)	(24,830,000)
Proceeds from sale of investments	13,222,000	6,326,000	19,548,000	26,628,000
Interest income received	124,102	25,194	149,296	152,556

(Continued)

The accompanying notes are an integral part of this statement.

City of Park Ridge, Illinois
Proprietary Funds
Statement of Cash Flows (Continued)
For the Year Ended April 30, 2009

	<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental Activities- Internal Service Funds</u>
	<u>Major Fund</u>	<u>Nonmajor Fund</u>	<u>Total</u>	
	<u>Water</u>	<u>Parking</u>		
Net cash provided by investing activities	<u>1,659,102</u>	<u>1,376,194</u>	<u>3,035,296</u>	<u>1,950,556</u>
Net increase in cash and cash equivalents	706,385	1,111,484	1,817,869	2,219,490
Cash and cash equivalents May 1	<u>1,561,793</u>	<u>58,219</u>	<u>1,620,012</u>	<u>534,514</u>
April 30	<u>\$ 2,268,178</u>	<u>\$ 1,169,703</u>	<u>\$ 3,437,881</u>	<u>\$ 2,754,004</u>

(Continued)

The accompanying notes are an integral part of this statement.

City of Park Ridge, Illinois
Proprietary Funds
Statement of Cash Flows (Continued)
For the Year Ended April 30, 2009

	<u>Business-type Activities- Enterprise Funds</u>			<u>Governmental Activities- Internal Service Funds</u>
	<u>Major Fund</u>	<u>Nonmajor Fund</u>	<u>Total</u>	
	<u>Water</u>	<u>Parking</u>		
Cash flows from operating activities				
Operating income (loss)	\$ 1,019,691	\$ (179,974)	\$ 839,717	\$ 37,747
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities				
Depreciation	738,101	-	738,101	373,111
Changes in assets and liabilities				
Accounts receivable	22,251	-	22,251	-
Other receivables	-	2,707	2,707	-
Inventory	9,878	-	9,878	-
Accounts payable	(164,060)	(95,554)	(259,614)	4,633
Contracts payable	(22,288)	6,495	(15,793)	-
Other accrued liabilities	(27,636)	31,897	4,261	-
Compensated absences payable	18,335	(2,038)	16,297	-
Claims and judgments payable	1,044	39	1,083	-
Net cash provided by (used in) operating activities	<u>\$ 1,595,316</u>	<u>\$ (236,428)</u>	<u>\$ 1,358,888</u>	<u>\$ 415,491</u>

(Concluded)

The accompanying notes are an integral part of this statement.

City of Park Ridge, Illinois
 Fiduciary Funds
 Statement of Fiduciary Net Plan Assets
April 30, 2009

	<u>Pension Trust Funds</u>	<u>Agency Fund Escrow Deposit</u>
ASSETS		
Cash and cash equivalents	\$ 4,788,626	\$ 78,169
Investments		
Certificates of deposit	2,100,000	432,000
U.S. Treasury securities	32,040,130	-
U.S. agency securities	3,074,297	-
Equities	13,883,021	-
Receivables		
Accrued interest	616,785	116
Other	-	2,142
Prepaid pension expense	<u>15,743</u>	<u>-</u>
Total assets	<u>56,518,602</u>	<u>512,427</u>
LIABILITIES		
Accounts payable and accrued expenses	4,671	7,449
Deposits	<u>-</u>	<u>504,978</u>
Total liabilities	<u>4,671</u>	<u>512,427</u>
NET PLAN ASSETS		
Plan net assets held in trust for pension benefits	<u>\$ 56,513,931</u>	<u>\$ -</u>

The accompanying notes are an integral part of this statement.

City of Park Ridge, Illinois
 Fiduciary Funds
 Statement of Changes in Fiduciary Net Plan Assets
For the Year Ended April 30, 2009

	<u>Pension Trust Funds</u>
ADDITIONS	
Contributions	
Employer	\$ 1,977,063
Employee	<u>811,253</u>
Total contributions	<u>2,788,316</u>
Investment income	
Net decrease in fair value of investments	(5,680,945)
Interest	1,912,529
Dividends	<u>307,200</u>
Total investment loss	(3,461,216)
Less investment expense	<u>(148,138)</u>
Net investment loss	<u>(3,609,354)</u>
Total reductions	<u>(821,038)</u>
DEDUCTIONS	
Administration	67,052
Pension benefits and refunds	<u>4,564,166</u>
Total deductions	<u>4,631,218</u>
Change in net assets	(5,452,256)
PLAN NET ASSETS	
May 1	<u>61,966,187</u>
April 30	<u>\$ 56,513,931</u>

The accompanying notes are an integral part of this statement.

City of Park Ridge, Illinois
Index for the Notes to the Financial Statements

	Page
1. Summary of Significant Accounting Policies	
A. Reporting Entity	34
B. Government-wide and Fund Financial Statements	35
C. Fund Accounting	36
D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation	36 - 39
E. Stewardship - Deficit Fund Equity	39
F. Cash and Investments	40
G. Receivables	40
H. Inventory and Prepaid Items	40
I. Capital Assets	41
J. Unearned Revenue	41
K. Compensated Absences	42
L. Long-Term Obligations	42
M. Fund Equity	42
N. Capital Contributions	43
O. Interfund Transactions	43
P. Use of Estimates	43
2. Reconciliation of Government-wide and Fund Financial Statements	
A. Explanation of Certain Differences Between the Governmental Funds Balance Sheet and the Government-wide Statement of Net Assets	44
B. Explanation of Certain Differences Between the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-wide Statement of Activities	44 - 45
3. Deposits and Investments	45 - 48
A. Interest Rate Risk	48
B. Credit Risk	48
C. Custodial Credit Risk	49
D. Concentration of Credit Risk	49
4. Receivables - Taxes	49
5. Capital Assets	
A. Governmental Activities	50
B. Business-type Activities	51
C. Depreciation Expense	52
D. Construction Commitments	52

City of Park Ridge, Illinois
Index for the Notes to the Financial Statements (Continued)

	Page
6. Interfund Balances	53
7. Transfers	54 - 55
8. Restrictions for Enabling Legislation	55
9. Long-Term Debt	
A. Changes in Long-Term Liabilities	55
B. General Obligation Bonds	56
10. Risk Management	
A. Self-Insurance	57 - 58
B. High-Level Excess Liability Pool (HELP)	58
11. Contingent Liabilities and Commitments	
A. Litigation	58
B. Grants	59
C. Solid Waste Agency of Northern Cook County (SWANCC)	59
D. High-Level Excess Liability Pool (HELP)	59
E. City of Chicago	59
12. Joint Ventures	
A. Solid Waste Agency of Northern Cook County (SWANCC)	60
B. High-Level Excess Liability Pool (HELP)	60 - 61
13. Other Postemployment Benefits	61 - 63
14. Employee Retirement Systems	
A. Illinois Municipal Retirement Fund	
1. Plan Descriptions	64
2. Funding Policy	64
3. Annual Pension Cost	64
4. Funding Status and Funding Progress	65
B. Police Pension	
1. Plan Descriptions and Provisions	65 - 66

City of Park Ridge, Illinois
Index for the Notes to the Financial Statements (Continued)

	Page
14. Employee Retirement Systems (Continued)	
C. Firefighters' Pension	
1. Plan Descriptions and Provisions	67
2. Summary of Significant Accounting Policies and Plan Asset Matters	67 - 68
3. Significant Actuarial Assumptions	68
4. Contributions Required and Contributions Made	69
5. Trend Information	70
15. Pension Trust Funds - Financial Data	
A. Schedule of Fiduciary Net Plan Assets	70 - 71
B. Schedule of Changes in Fiduciary Net Plan Assets	71 - 72
16. Restatement	72

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Park Ridge, Illinois (the City), incorporated in 1910, is operated under the Mayor/City Council form of government with the Mayor, seven Alderman, and Clerk elected by the people. The City Council is the City's legislative body, enacting the laws and establishing the policies which govern the main activities of the City. The Mayor is the part-time policy head of the City government and presides at all Council meetings. By ordinance, the Mayor and City Council appoint a City Manager to act as administrative head of the City. The City is a home-rule municipality under the 1970 Illinois Constitution.

The accounting policies of the City of Park Ridge, Illinois, conform to accounting principles generally accepted in the United States of America as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant accounting policies.

A. Reporting Entity

As defined by generally accepted accounting principles established by the Governmental Accounting Standards Board (GASB), the financial reporting entity consists of the primary government, as well as component units, which are legally separate organizations for which elected officials of the primary government are financially accountable. Financial accountability is defined as:

- (1) Appointment of a voting majority of the component unit's board, and either a) the ability to impose will by the primary government or b) the possibility that the component unit will provide a financial benefit to, or impose a financial burden on, the primary government; or
- (2) Fiscal dependency on the primary government.

Based upon the above criteria, no component units have been included within the reporting entity.

Joint Ventures and Risk Pool

The City participates in one joint venture and one risk pool, which are reported as a nonequity governmental joint venture and a nonequity governmental risk pool and described in Note 12. The joint venture is: Solid Waste Agency of Northern Cook County (SWANCC). The risk pool is the High-Level Excess Liability Pool (HELP).

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the non-fiduciary activities of the City. For the most part, the effect of interfund activity has been removed from these statements. Interfund services provided and used are not eliminated in the process of consolidation. 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 services.

The statement of net assets presents the City's non-fiduciary assets and liabilities with the difference reported in three categories:

Invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, and reduced by outstanding balances for bonds and other debt that are attributable to the acquisition, construction, or improvement of those assets.

Restricted net assets result when constraints placed on net asset use are either externally imposed by creditors, grantors, enabling legislation, contributors, and the like, or imposed by law through constitutional provisions or enabling legislation.

Unrestricted net assets consist of net assets that do not meet the criteria of the two preceding categories.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) 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 proprietary funds are reported as separate columns in the fund financial statements. Nonmajor funds are reported in the supplementary information.

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Fund Accounting

The City uses funds to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government 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. Each category, in turn, is divided into separate "fund types."

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

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 government (internal service funds).

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the government. When these assets are held under the terms of a formal trust agreement, a trust fund is used. The City maintains both police and firefighters' pension trust funds. Agency funds generally are used to account for assets that the City holds on behalf of others, as their agent.

D. Measurement Focus, Basis of Accounting, and Financial Statement 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 fund statements. Agency funds have no measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers property taxes as available if they are collected within 60 days of the end of the current fiscal year. Expenditures generally are recorded when the liability is incurred, as under accrual accounting. However, debt service expenditures, compensated absences, and claims and judgments are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds.

Other taxes, grants, interest revenue, and charges for services revenues associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. For this purpose, the City considers these revenues as available if they are collected within 60 days of the end of the current fiscal year. All other revenue items are considered to be measurable and available only when cash is received by the City.

Budgets are legally adopted on a basis consistent with GAAP except that property taxes are budgeted as revenue in the year they are levied. For purposes of preparing the Schedules of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual (Budgetary Basis), property tax revenues have been recorded on the budgetary basis for the General, Uptown Tax Increment Financing (TIF), Municipal Waste Management, and Public Library Funds. The Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits) has been adjusted to report property taxes in accordance with GAAP.

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 services which are administered by the City and accounted for in the General Fund include general government, public safety, and public works.

The Uptown TIF Fund is a special revenue fund that accounts for the operations and maintenance of the uptown redevelopment project. Financing is provided by property taxes.

The Municipal Waste Management Fund is a special revenue fund that accounts for the operations and maintenance of the waste collection, transportation, and disposal system, including all obligations to the Solid Waste Agency under the terms of the 1992 Project Use Agreement. Financing is provided by property taxes, other amounts deposited in the Fund, and rates and charges to be imposed on persons disposing of system waste through the Municipal Waste System.

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

The Public Library Fund is a special revenue fund that accounts for the operations and maintenance of the public library. Financing is provided by property taxes and other City and library revenues. The City Council appoints the Library Board and approves its annual budget.

The City reports the following major proprietary fund:

The Water Fund accounts for the provision of water services to the residents of the City. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing and billing, and collection.

Additionally, the City reports the following fund types:

Internal service funds account for computer, motor equipment, and library technology costs provided to other departments of the City on a cost reimbursement basis.

Pension trust funds account 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 through an annual property tax levy.

Agency funds account for the collection and payment of amounts deposited by citizens and developers for specific projects and improvements.

The City's proprietary funds apply all applicable GASB pronouncements as well as relevant Financial Accounting Standards Board (FASB) pronouncements issued on or before November 30, 1989, unless those pronouncements conflict or contradict GASB pronouncements, in which case GASB prevails.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as program revenues include charges to customers for goods, services, or privileges provided. Internally dedicated resources are reported as general revenue, rather than as program revenue. Likewise, general revenues include all taxes.

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds and of the City's internal service funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The City reports unearned revenue on its financial statements. Unearned revenue arises when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Unearned revenue also arises when resources are received by the City 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 revenue recognition criteria are met, or when the City has a legal claim to the resources, the liability for unearned revenue is removed from the financial statements and revenue is recognized.

E. Stewardship - Deficit Fund Equity

The following funds had a deficit fund balance as of April 30, 2009:

<u>Fund</u>	<u>Deficit Fund Balance</u>
Municipal Waste Management	\$ 412,210
Motor Fuel Tax	96,454
Emergency Telephone	228,711
Special Service Areas	408,425
2004A General Obligation Bond	435,047
Uptown Tax Increment Financing	4,343,273

The City plans to alleviate the fund deficits. The Uptown Tax Increment Financing Fund is still in development, as revenues will be transferred after completion. The Municipal Waste Management Fund, Emergency Telephone Fund, 2004A General Obligation Bond Fund, and Motor Fuel Tax Fund are in the process of alleviating, as the transfers have increased in the current year. The Special Service Area Funds are working on transferring revenues.

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Cash and Investments

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

Investments consist of certificates of deposit, treasury obligations, and insurance contracts with maturities greater than three months. Investments with maturities of greater than one year are reported at fair value. Fair value is based on quoted market prices.

G. Receivables

The recognition of receivables associated with nonexchange transactions is as follows:

- Derived tax receivables (such as sales, income, and motor fuel taxes) are recognized when the underlying exchange has occurred.
- Imposed nonexchange receivables (such as property taxes and fines) are recognized when an enforceable legal claim has arisen.
- Government mandates or voluntary nonexchange transaction receivables (such as mandates or grants) are recognized when all eligibility requirements have been met.

The City has determined that an allowance is necessary for uncollectible property tax receivables. At April 30, 2009, the allowance was \$261,704.

H. Inventory and Prepaid Items

Inventory is valued at cost (first-in, first-out). Inventories are accounted for under the consumption method, whereby acquisitions are recorded in inventory accounts initially and charged as expenditures when used.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Capital Assets

Capital assets, which include property, plant, equipment, infrastructure assets (e.g. roads, bridges, and similar items), and construction in progress, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined as having a useful life greater than one year with an initial, individual cost of more than \$100,000 for infrastructure assets, \$50,000 for building improvements, and \$10,000 for all other capital assets. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Additions or improvements that significantly extend the useful life of an asset or that significantly increase the capacity of an asset are capitalized. Expenditures for asset acquisitions and improvements are stated as capital outlay expenditures in the governmental funds.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. 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 cost of the assets constructed.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Description</u>	<u>Years</u>
Land improvements	15 - 20
Buildings	50 - 75
Machinery and equipment	5 - 20
Office furniture and equipment	3 - 20
Vehicles	2 - 20
Infrastructure - streets, alleys, and sidewalks	80 - 100
Infrastructure - reservoir and water system	40

Gains or losses from sales or retirements of capital assets are included in operations on the statement of activities.

J. Unearned Revenue

The City defers revenue recognition in connection with resources that have been received but not yet earned.

Governmental funds report unearned revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period.

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. Compensated Absences

The liability for compensated absences reported in the government-wide financial statements consists of unpaid accumulated vacation leave balances for City employees.

Vacation leave is recorded in the governmental funds when due (upon employee retirement or termination). The General Fund is typically used to liquidate these liabilities. Vested or accumulated vacation leave of proprietary funds is recorded as an expense and liability to those funds as the benefits accrue to employees. No liability is recorded for nonvesting, accumulating rights to receive sick pay benefits. However, an expenditure/expense is reported and a liability is recognized for that portion of accumulating sick leave benefits that is estimated will be taken as "terminal leave" at retirement.

L. Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities or business-type activities statement of net assets. 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 fund types 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 debt service expenditures.

Debt service funds are specifically established to account for and service the long-term obligations of the governmental funds' debt. Enterprise funds individually account for and service the applicable debt that benefits those funds. Long-term debt is recognized as a liability in a governmental fund when due or when resources have been accumulated for payment early in the following year.

M. Fund Equity

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 plans of the Council for future use of financial resources.

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

N. Capital Contributions

Capital contributions reported in the governmental and proprietary funds represent capital assets donated from the governmental funds to the proprietary funds or from outside parties, principally developers.

O. Interfund Transactions

The City has the following types of transactions between funds:

Loans are amounts provided with a requirement for repayment. Interfund loans are reported as due from other funds in lender funds and due to other funds in borrower funds for short-term borrowings, and advances to other funds in lender funds and advances from other funds in borrower funds for long-term borrowings. Amounts are reported as internal balances in the government-wide statement of net assets.

Services provided and used are sales and purchases of goods and services between funds for a price approximating their external exchange value. Interfund services provided and used are reported as revenues in seller funds and expenditures or expenses in purchaser funds. Unpaid amounts are reported as due to/from other funds in the fund financial statements.

Reimbursements are repayments from the funds responsible for particular expenditures or expenses to the funds that initially paid for them. Reimbursements are reported as expenditures in the reimbursing fund and as a reduction of expenditures in the reimbursed fund.

Transfers are flows of assets (such as cash or goods) without equivalent flows of assets in return and without a requirement for repayment. In governmental funds, transfers are reported as other financing uses in the funds making transfers and as other financing sources in the funds receiving transfers. In proprietary funds, transfers in/out are reported as a separate category after nonoperating revenues and expenses.

P. Use of Estimates

In preparing financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 2 - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of Certain Differences Between the Governmental Funds Balance Sheet and the Government-wide Statement of Net Assets

The governmental funds balance sheet includes a reconciliation between fund balance – total governmental funds and net assets of governmental activities as reported in the government-wide statement of net assets. One element of that reconciliation explains that “Some liabilities reported in the statement of net assets do not require the use of current financial resources, and, therefore, are not reported in the governmental funds.” The details of this difference are as follows:

General obligation bonds and notes payable	\$ (44,348,936)
Compensated absences payable	(1,751,071)
Claims and judgments payable	(1,085,135)
Other postemployment benefits payable	(798,938)
Accrued interest payable	<u>(863,422)</u>
Net adjustment to reduce fund balance-total governmental funds to arrive at net assets of governmental activities.	\$ <u>(48,847,502)</u>

B. Explanation of Certain Differences Between the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-wide Statement of Activities

The governmental funds statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net change in fund balances – total governmental funds and change in net assets of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that “Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.” The details of this difference are as follows:

Capital outlay	\$ 1,333,964
Depreciation expense	<u>(923,785)</u>
Net adjustment to increase net change in fund balances - total governmental funds to arrive at change in net assets of governmental activities.	\$ <u>410,179</u>

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 2 - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (Continued)

B. Explanation of Certain Differences Between the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-wide Statement of Activities (Continued)

Another element of that reconciliation states that "The issuance of long-term debt (e.g. bonds, compensated absences) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt and increases in compensated absences consume the current financial resources of governmental funds." The details of this difference are as follows:

Principal payments	\$ 2,685,000
Amortization of bond premium and issuance costs	11,167
Activity in compensated absences and claims and judgments	<u>(27,668)</u>
 Net adjustment to decrease net change in fund balances -- total governmental funds to arrive at change in net assets of governmental activities.	 \$ <u>2,668,499</u>

Another element of that reconciliation states that "Some expenses reported in the statement of activities do not require the use of current financial resources, and, therefore, are not reported as expenditures in the governmental funds. The details of this difference are as follows:

Decrease in unamortized bond issuance costs	\$ 39,956
Decrease in pension assets	(259,387)
Increase in other postemployment benefits obligation	<u>(233,652)</u>
 Net adjustment to increase net change in fund balances - total governmental funds to arrive at change in net assets of governmental activities.	 \$ <u>(453,083)</u>

NOTE 3 - DEPOSITS AND INVESTMENTS

The City maintains a cash and investment pool that is available for use by most funds. Each fund type's portion of this pool is displayed on the combined balance sheet as "cash and cash equivalents" and "investments." In addition, investments are separately held by several of the City's funds. The City's investment policy and state statutes allow the City to invest in the following:

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 3 - DEPOSITS AND INVESTMENTS (Continued)

- Securities issued or guaranteed by the United States.
- Interest-bearing accounts of banks and savings and loan associations insured up to \$250,000 by the Federal Deposit Insurance Corporation.
- Short-term obligations (less than 180 days) of U.S. corporations with assets over \$500 million and rated in the highest classification by at least two rating agencies.
- Insured accounts of an Illinois credit union chartered under United States or Illinois law.
- Money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreements to repurchase these same types of obligations.
- The Illinois Funds.
- Repurchase agreements which meet instrument transaction requirements of Illinois law.

The deposits and investments of the pension funds are held separately from those of other City funds. In addition to the aforementioned investments, pension funds are also permitted to invest in the following instruments:

- General accounts of Illinois-licensed life insurance companies.
- Separate accounts of Illinois-licensed insurance companies invested in stocks, bonds, and real estate, limited to 10% of the fund's investments.
- Bonds issued by any county, city, township, City, incorporated town, municipal corporation, or school district in Illinois.
- Tax anticipation warrants issued by any city, township, City, incorporated town, or fire protection district in Illinois.
- Equity accounts up to a limit of 45% of the aggregate fair value of the fund's assets.
- Direct obligations of the State of Israel.

In addition, pension funds with net assets of \$2.5 million or more may invest up to 35% of plan net assets in a separate account of life insurance companies and mutual funds. If pension funds have net assets of at least \$5 million and have an appointed investment advisor, the pension funds may, through that investment advisor, invest up to 35% of the plan's net assets in common and preferred stocks which meet specific restrictions.

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 3 - DEPOSITS AND INVESTMENTS (Continued)

As of April 30, 2009, the City's cash and investments consisted of the following:

	<u>Government - wide and Agency</u>	<u>Fiduciary</u>	<u>Total</u>
Cash and investments	\$ 20,555,944	\$ 55,886,074	\$ 76,442,018

For disclosure purposes, this amount is segregated into three components: 1) cash on hand; 2) deposits with financial institutions, which include amounts held in demand accounts, savings accounts, and certificates of deposit; and 3) other investments.

The other investments consist of investments in the Governmental Cash Investment Fund, Federal National Mortgage Association, Federal Home Loan Banks, money markets, U.S. Government treasuries, mutual funds, and common stocks as follows:

	<u>Total</u>
Cash on hand	\$ 6,128
Deposits with financial institutions - City	16,828,403
Deposits with financial institutions - Police and Firefighters' Pension Funds	2,106,694
Other investments - City	3,721,413
Other investments - Police and Firefighters' Pension Funds	53,779,380
	<u>\$ 76,442,018</u>

As of April 30, 2009, the City has the following investments and maturities:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Investment Maturities (In Months)</u>	
		<u>1 to 6</u>	<u>6 to 12</u>
The Illinois Funds	\$ 3,721,413	\$ 3,721,413	\$ -
Certificates of Deposit	8,453,000	8,453,000	-
	<u>\$ 12,174,413</u>	<u>\$ 12,174,413</u>	<u>\$ -</u>

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 3 - DEPOSITS AND INVESTMENTS (Continued)

As of April 30, 2009, the Police and Firefighters' Pension Funds have the following investments and maturities.

Investment Type	Fair Value	Investment Maturities (In Years)			
		Less than 1	1 to 5	6 to 10	Greater than 10
Money Market/ Liquid Assets	\$ 4,781,932	\$ 4,781,932	\$ -	\$ -	\$ -
U.S. Government Treasuries	32,040,130	-	-	13,613,684	18,426,446
Certificates of Deposit	2,106,694	1,400,000	706,694	-	-
U.S. Agency Securities	3,074,297	-	3,074,297	-	-
	<u>\$ 42,003,053</u>	<u>\$ 6,181,932</u>	<u>\$ 3,780,991</u>	<u>\$ 13,613,684</u>	<u>\$ 18,426,446</u>
	<u>Fair Value</u>	<u>Equities</u>			
Common Stocks	<u>\$ 13,883,021</u>	<u>\$ 13,883,021</u>			

A. Interest Rate Risk

The City's investment policy limits investment maturities by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, and by investing operating funds primarily in shorter-term securities, money market mutual funds, or similar investment pools.

The Police and Firefighters' Pension Funds' investment policies do not limit investment maturities as a means of managing their exposure to fair value losses arising from increasing interest rates. The objective is the preservation of capital while providing for the long-term growth of principal without undue exposure to risk.

B. Credit Risk

State law limits investments in commercial paper, corporate bonds, and mutual bonds funds to the top two ratings issued by nationally recognized statistical rating organizations. The City's investment policy does not impose further limits on investment choices. As of April 30, 2009, The Illinois Funds were rated AAA by Standard & Poor's.

The Police and Firefighters' Pension Funds limit their exposure to credit risk by investing in securities issued by the United States government and/or its agencies that are implicitly guaranteed by the United States government. The investments in securities of the U.S. government and agency obligations were rated AAA by Standard & Poor's and Aaa by Moody's Investors Service.

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 3 - DEPOSITS AND INVESTMENTS (Continued)

C. Custodial Credit Risk

In the case of deposits, this is the risk that, in the event of a bank failure, the City's deposits may not be returned. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. As of April 30, 2009, all of the City's deposits with financial institutions balance of \$16,828,403 were insured and collateralized and were not exposed to custodial credit risk.

None of the Police and Firefighters' Pension Fund's deposits with financial institutions were exposed to custodial credit risk as those deposits were insured, fully collateralized, and held by an independent third party.

The Illinois Funds is sponsored by the State Treasurer in accordance with state law. The fair value of the positions in the Illinois Funds is the same as the value of The Illinois Funds shares. The Illinois Funds is not registered with the SEC.

D. Concentration of Credit Risk

It is the policy of the City to diversify its investment portfolio. Investments shall be diversified to eliminate the risk of loss resulting in overconcentration in a security, maturity, issuer, or class of securities. Per the City's investment policy, the City will diversify its investments by security type and institution. No more than 50% of the City's total investment portfolio will be invested with a single financial institution.

It is the policy of the Police and Firefighters' Pension Funds to diversify their investment portfolio. Investments shall be diversified to eliminate the risk of loss resulting in overconcentration in a security, maturity, issuer, or class of securities. Per the Pension Funds' investment policy, the Pension Funds will diversify their investments by security type and institution.

NOTE 4 - RECEIVABLES - TAXES

Property taxes for 2008 attach as an enforceable lien on January 1, 2008. Taxes are levied in December 2008, in the subsequent fiscal year, by passage of a Tax Levy Ordinance. Tax bills are payable in two installments, on or about March 1 and November 1, 2009. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 1.75% of the tax levy, to reflect actual collection experience.

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 5 - CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2009 was as follows:

A. Governmental Activities

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated				
Land	\$ 35,931,189	\$ -	\$ -	\$ 35,931,189
Construction in progress	3,796,928	34,239	3,796,928	34,239
Total capital assets, not being depreciated	<u>39,728,117</u>	<u>34,239</u>	<u>3,796,928</u>	<u>35,965,428</u>
Capital assets, being depreciated				
Land improvements	2,385,879	86,468	-	2,472,347
Buildings	12,384,877	4,399,965	-	16,784,842
Machinery and equipment	1,279,254	-	-	1,279,254
Office furniture and equipment	1,134,020	-	33,400	1,100,620
Vehicles	5,814,665	191,303	165,172	5,840,796
Infrastructure	41,276,162	589,994	-	41,866,156
Total capital assets being depreciated	<u>64,274,857</u>	<u>5,267,730</u>	<u>198,572</u>	<u>69,344,015</u>
Less accumulated depreciation for:				
Land improvements	413,689	124,470	-	538,159
Buildings	4,500,710	280,851	-	4,781,561
Machinery and equipment	1,031,366	50,620	-	1,081,986
Office furniture and equipment	303,837	8,857	33,400	279,294
Vehicles	3,372,033	394,005	165,172	3,600,866
Infrastructure	17,566,691	438,091	-	18,004,782
Total accumulated depreciation	<u>27,188,325</u>	<u>1,296,894</u>	<u>198,572</u>	<u>28,286,647</u>
Total capital assets being depreciated, net	<u>37,086,532</u>	<u>3,970,836</u>	<u>-</u>	<u>41,057,368</u>
Governmental activities capital assets, net	<u>\$ 76,814,649</u>	<u>\$ 4,005,075</u>	<u>\$ 3,796,928</u>	<u>\$ 77,022,796</u>

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 5 - CAPITAL ASSETS (Continued)

B. Business-type Activities

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital assets, not being depreciated				
Land	\$ 1,513,534	\$ -	\$ -	\$ 1,513,534
Total capital assets, not being depreciated	<u>1,513,534</u>	<u>-</u>	<u>-</u>	<u>1,513,534</u>
Capital assets, being depreciated:				
Land improvements	303,091	-	-	303,091
Machinery and equipment	756,272	-	-	756,272
Vehicles	-	5,326	-	5,326
Infrastructure	<u>28,792,245</u>	<u>706,152</u>	<u>-</u>	<u>29,498,397</u>
Total capital assets, being depreciated	<u>29,851,608</u>	<u>711,478</u>	<u>-</u>	<u>30,563,086</u>
Less accumulated depreciation for:				
Land improvements	303,091	-	-	303,091
Machinery and equipment	443,099	32,493	-	475,592
Vehicles	-	266	-	266
Infrastructure	<u>6,942,207</u>	<u>705,341</u>	<u>-</u>	<u>7,647,548</u>
Total accumulated depreciation	<u>7,688,397</u>	<u>738,100</u>	<u>-</u>	<u>8,426,497</u>
Total capital assets being depreciated, net	<u>22,163,211</u>	<u>(26,622)</u>	<u>-</u>	<u>22,136,589</u>
Business-type activities capital assets, net	\$ <u><u>23,676,745</u></u>	\$ <u><u>(26,622)</u></u>	\$ <u><u>-</u></u>	\$ <u><u>23,650,123</u></u>

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 5 - CAPITAL ASSETS (Continued)

C. Depreciation Expense

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities		
General government	\$	11,863
Culture and civic		9,257
Public safety		319,148
Public works		944,929
Development		<u>11,697</u>
Total depreciation expense – governmental activities	\$	<u><u>1,296,894</u></u>
Business – type activities		
Water	\$	<u>738,100</u>
Total depreciation expense – business – type activities	\$	<u><u>738,100</u></u>

D. Construction Commitments

The City has entered into contracts for the construction or renovation of various facilities as follows:

Project	Project Authorization	Expended to Date	Retainage	Commitment
2007/2008 Alley Paving Program	\$ 641,604	\$ 500,499	\$ 55,611	\$ 85,494
2009 Street Rehabilitation Program	993,294	369,212	41,024	583,058
Water Main Construction	849,016	840,333	8,488	195
Summit Streetscape 2008/2009	747,871	457,219	50,802	239,850
Summit Streetscape 2009/2010	<u>805,471</u>	<u>478,000</u>	<u>53,111</u>	<u>274,360</u>
Total	<u>\$ 4,037,256</u>	<u>\$ 2,645,263</u>	<u>\$ 209,036</u>	<u>\$ 1,182,957</u>

None of the construction commitments listed above require further financing.

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 6 - INTERFUND BALANCES

Individual interfund balances for the City at April 30, 2009 are shown as follows:

<u>Fund</u>	<u>Detail</u>	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
General Fund			
Uptown TIF Fund	Long-term Advance	\$ 4,314,076	\$ -
Nonmajor Governmental Funds	Short-term cash shortage	<u>1,101,169</u>	<u>161</u>
		<u>5,415,245</u>	<u>161</u>
Uptown TIF Fund			
General Fund	Long-term Advance	<u>-</u>	<u>4,314,076</u>
Nonmajor Governmental Funds			
General Fund	Short-term cash shortage	161	1,101,169
Water Fund	Advanced interest to debt service	<u>-</u>	<u>435,047</u>
		<u>161</u>	<u>1,536,216</u>
Water Fund			
Nonmajor Governmental Funds	Advanced interest to debt service	<u>435,047</u>	<u>-</u>
Total all funds		5,850,453	5,850,453
Less: amounts eliminated during GASB 34 adjustments		(5,415,406)	(5,415,406)
Plus: amounts added during GASB 34 adjustments		<u>111,357</u>	<u>111,357</u>
Total internal balances		<u>\$ 546,404</u>	<u>\$ 546,404</u>

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 7 - TRANSFERS

Transfers among funds reported within the same activities column are eliminated from that column in the government-wide statement of activities. The principal purpose of the City's interfund transfers is transfers to the General Fund for administration payments and payments in lieu of taxes for the utilities. The following transfers were made:

	Detail	Transfers In	Transfers Out
General Fund			
Public Library fund	Budgeted transfer to Public Library fund	-	\$ 100,000
Nonmajor governmental funds	Budgeted transfer	117,338	695,100
Water fund	Budgeted transfer from Water fund	800,000	-
		917,338	795,100
Uptown TIF fund			
Nonmajor governmental funds	Service debt	-	2,019,468
Public Library fund			
General fund	Budgeted transfer from General fund	100,000	-
Nonmajor governmental funds			
General fund	Budgeted transfer	695,100	117,338
Uptown TIF fund	Service debt	2,019,468	-
Parking fund	Budgeted transfer	32,200	-
Water fund	Budgeted transfer	1,036,554	-
		3,783,322	117,338
Total governmental activity transfers		4,800,660	2,931,906
Water fund			
General fund	Budgeted transfer to General fund	-	800,000
Nonmajor governmental funds	Budgeted transfer	-	1,036,554
		-	1,836,554
Parking fund			
Nonmajor governmental funds	Budgeted transfer to IMRF fund	-	32,200
		-	32,200
Total business-type activity transfers		-	1,868,754
Total all funds		4,800,660	4,800,660
Less: amounts eliminated during GASB 34 adjustments		(2,931,906)	(2,931,906)
Total transfers		\$ 1,868,754	\$ 1,868,754

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 8 - RESTRICTIONS FOR ENABLING LEGISLATION

The government-wide statement of net assets reports net assets restricted by enabling legislation which consists of the following:

Illinois Municipal Retirement	\$ 114,792
Asset forfeiture	85,366
Foreign fire insurance tax	<u>28,564</u>
 Total net assets restricted by enabling legislation	 \$ <u><u>228,722</u></u>

NOTE 9 - LONG-TERM DEBT

A. Changes in Long-Term Liabilities

Long-term liability activity for the year ended April 30, 2009 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities					
General obligation					
bonds payable	\$ 46,655,000	\$ -	\$ 2,685,000	\$ 43,970,000	\$ 2,905,000
Compensated absences					
payable	1,608,482	2,556,664	2,414,075	1,751,071	255,500
Claims and					
judgments	1,200,056	3,249,081	3,364,002	1,085,135	1,085,135
Bond issuance					
premium	410,232	-	31,296	378,936	31,296
Other postemployment					
benefit	<u>565,286</u>	<u>233,652</u>	<u>-</u>	<u>798,938</u>	<u>-</u>
	\$ <u><u>50,439,056</u></u>	\$ <u><u>6,039,397</u></u>	\$ <u><u>8,494,373</u></u>	\$ <u><u>47,984,080</u></u>	\$ <u><u>4,276,931</u></u>
Business-type activities					
Compensated absences					
payable	\$ 120,788	\$ 144,650	\$ 128,353	\$ 137,085	\$ 33,000
Claims and					
judgments	<u>15,018</u>	<u>16,101</u>	<u>15,018</u>	<u>16,101</u>	<u>16,101</u>
	\$ <u><u>135,806</u></u>	\$ <u><u>160,751</u></u>	\$ <u><u>143,371</u></u>	\$ <u><u>153,186</u></u>	\$ <u><u>49,101</u></u>

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 9 - LONG-TERM DEBT (Continued)

B. General Obligation Bonds

Annual debt service requirements to maturity for general obligation bonds and note are as follows:

<u>Year Ending</u> <u>April 30,</u>	<u>Governmental Activities</u>	
	<u>General Obligation Bonds</u>	
	<u>Principal</u>	<u>Interest</u>
2010	\$ 2,905,000	\$ 2,072,213
2011	1,380,000	1,969,363
2012	1,580,000	1,924,513
2013	1,745,000	1,869,213
2014	1,625,000	1,805,581
2015-2019	13,555,000	7,383,319
2020-2024	17,585,000	3,079,595
2025-2026	<u>3,595,000</u>	<u>220,213</u>
 Total	 \$ <u>43,970,000</u>	 \$ <u>20,324,010</u>

At April 30, 2009, the City had the following general obligation bonds and notes outstanding:

\$10,000,000, 1998 General Obligation Bonds due in annual installments of \$1,360,000 to \$1,570,000 through 2010 plus interest at 4.00%.	\$ 1,570,000
\$4,910,000, 2004A General Obligation Bonds due in annual installments of \$95,000 to \$1,155,000 beginning in 2009 through 2014 plus interest at 3.00% to 4.00%.	4,185,000
\$11,860,000, 2004B General Obligation Bonds due in annual installments of \$400,000 to \$945,000 beginning in 2007 through 2026 plus interest at 3.00% to 4.75%.	10,625,000
\$7,005,000, 2005A General Obligation Bonds due in annual installments of \$100,000 to \$1,825,000 beginning in 2013 through 2025 plus interest at 4.00% to 5.00%.	7,005,000
\$10,530,000, 2006A General Obligation Bonds due in annual installments of \$100,000 to \$3,520,000 beginning in 2013 through 2021 plus interest at 4.25% to 5.00%.	10,530,000
\$10,055,000, 2006B General Obligation Bonds due in annual installments of \$785,000 to \$2,045,000 beginning in 2013 through 2018 plus interest at 5.70% to 5.85%.	<u>10,055,000</u>
	\$ <u>43,970,000</u>

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 10 - RISK MANAGEMENT

A. Self-Insurance

The City is exposed to various risks of loss related to torts; thefts of, damage to, and destruction of assets; errors and omissions; natural disasters; and injuries to the City's employees. These risks, along with medical claims for employees and retirees, are provided through a limited self-insurance program. The City reports its risk management activities in three categories in the general fund: general liability and automobile premiums and claims, workers' compensation premiums and claims, and medical and dental premiums and claims.

The City self-insures for general liability and automobile claims up to a \$250,000 self-insured retention with an insurance company covering the excess of this amount up to a maximum of \$2,000,000 per occurrence. The premiums for this coverage and the claims paid are recorded in the General Fund. As of April 30, 2009, the City has accrued \$495,982 for claims incurred but not reported based upon prior experience.

The City self-insures for workers' compensation claims up to \$400,000 per occurrence with an insurance company covering claims in excess of this amount up to the statutory limit. The contributions are made by each fund that accounts for full- or part-time employees. Contributions are allocated based upon the number of employees. These contributions and the premium costs, as well as the claims paid, which are processed by an administrator at an annual fee based on claims paid, are recorded in the General Fund. At April 30, 2009, the City has accrued \$338,454 (net of reserves in excess of retention limits) relating to the City's estimate of losses resulting from workers' compensation claims.

The City self-insures for health insurance claims up to \$75,000 per employee per year with an insurance company covering claims in excess of this amount up to a maximum of \$2,000,000 per lifetime. Contributions are allocated based upon the number of employees and the type of coverage (single or family). These contributions and the premium costs, as well as the claims paid, which are processed by an administrator at an annual fee based on claims paid, are recorded in the General Fund. At April 30, 2009, the City has accrued \$266,800 for claims incurred but not reported. This amount is calculated by the administrator based upon the City's prior experience. All claims-related accruals are reported in the government-wide statement of net assets as claims and judgments payable.

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 10 - RISK MANAGEMENT (Continued)

A. Self-Insurance (Continued)

The following schedule details the changes in the balances of claims and adjustments during the last two fiscal years:

	General Liability and Automobile	Workers' Compensation	Medical	Total
Unpaid claims, May 1, 2007	\$ 178,038	\$ 650,127	\$ 253,800	\$ 1,081,965
Incurred claims (including IBNR)	640,020	461,445	2,371,318	3,472,783
Claims payments	<u>616,622</u>	<u>359,534</u>	<u>2,363,518</u>	<u>3,339,674</u>
Unpaid claims, April 30, 2008	201,436	752,038	261,600	1,215,074
Incurred claims (including IBNR)	712,904	341,628	2,339,723	3,394,255
Claims payments (refunds)	<u>418,358</u>	<u>755,212</u>	<u>2,334,523</u>	<u>3,508,093</u>
Unpaid claims, April 30, 2009	<u>\$ 495,982</u>	<u>\$ 338,454</u>	<u>\$ 266,800</u>	<u>\$ 1,101,236</u>

There has been no reduction in the City's insurance coverage for any of its programs since the prior fiscal year. Settlements have not exceeded insurance coverage for the current year or the prior three fiscal years.

B. High-Level Excess Liability Pool (HELP)

The City participates in HELP, a pool established by fifteen municipalities in Illinois to provide excess liability coverage (\$10,000,000 of coverage after a \$2,000,000 self-insurance retention). The City's payments to HELP are displayed on the financial statements as expenditures/expenses in the appropriate funds. As of April 30, 2009, there were no outstanding claims requiring additional accrual by the City.

NOTE 11 - CONTINGENT LIABILITIES AND COMMITMENTS

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 management, the resolution of these matters will not have a material adverse effect on the financial condition of the City.

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 11 - CONTINGENT LIABILITIES AND COMMITMENTS (Continued)

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 which may be disallowed by the grantor cannot be determined at this time, although the City expects such amounts, if any, to be immaterial.

C. Solid Waste Agency of Northern Cook County (SWANCC)

The City's contract with SWANCC provides that each member is liable for its proportionate share of any costs arising from defaults in payment obligations by other members. The City expects to pay the following minimum amounts:

<u>Year Ending April 30,</u>	<u>Amount</u>
2010	\$ 61,500
2011	87,000
2012	84,000
2013	81,000
2014	91,000
2015-2016	<u>158,400</u>
	<u>\$ 562,900</u>

D. High-Level Excess Liability Pool

The City has committed to purchase excess liability insurance from HELP. The City is required to pay its share of claims and the "fixed costs" of HELP. Payments (membership assessments) to HELP are based on the City's current allocation percentage of 6.34%. The allocation percentage is assessed based upon a formula which specifies the following four criteria for allocation of premium costs: miles of streets, number of motor vehicles, full-time equivalent employees, and operating revenues.

The City's agreement with the High-Level Excess Liability Pool provides that each member is liable for its proportionate share of any costs arising from defaults in payment obligations by other members.

E. City of Chicago

The City of Park Ridge has committed to purchase water from the City of Chicago. The City of Park Ridge expects to pay approximately \$2,250,000 per year through December 31, 2009. This amount has been calculated using current water rates and estimated usage based on previous consumption patterns.

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 12 - JOINT VENTURES

A. Solid Waste Agency of Northern Cook County (SWANCC)

The City is a member of SWANCC, which consists of 23 municipalities. SWANCC is a municipal corporation and public body politic established pursuant to the Constitution of the State of Illinois and the Intergovernmental Cooperation Act of the State of Illinois, as amended, (the Act). SWANCC is empowered under the Act to plan, construct, finance, operate, and maintain a solid waste disposal system to serve its members. SWANCC is reported as a nonequity governmental joint venture.

SWANCC is governed by a Board of Directors, which consists of one appointed Mayor or President from each member municipality. Each Director has an equal vote. The Executive Committee of SWANCC is elected by the Board of Directors. The Board of Directors determines the general policy of SWANCC, makes all appropriations, approves contracts, adopts resolutions providing for the issuance of bonds or notes by SWANCC, adopts by-laws, rules, and regulations, and exercises such powers and performs such duties as may be prescribed in the agreement or the by-laws.

A summary of revenues, expenses, and net income for SWANCC for the year ended April 30, 2008 (the most recent available) follows:

Total revenues	\$ 16,037,930
Total expenses	<u>17,349,294</u>
Net loss	(1,311,364)
Net assets, beginning	<u>8,727,575</u>
Net assets, ending	<u>\$ 7,416,211</u>

In accordance with the joint venture agreement, the City made payments totaling \$820,288 to the Agency related to fixed costs for the year ended April 30, 2009. These payments were recorded in the City's Municipal Waste Management Fund. At April 30, 2009, the City's share of SWANCC's assets, liabilities, and equity was 5.55%. Complete financial statements for SWANCC can be obtained from SWANCC's administrative office at 2700 Patriot Blvd., Suite 110, Glenview, Illinois 60026.

B. High-Level Excess Liability Pool (HELP)

The City is a member of HELP, which consists of 15 municipalities in Illinois. HELP is an intergovernmental risk pool that acts as a joint self-insurance pool for the purpose of seeking the prevention or lessening of liability claims for injuries to persons or property or claims for errors and omissions made against the members and other parties included within the scope of coverage of HELP.

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 12 - JOINT VENTURES (Continued)

B. High-Level Excess Liability Pool (HELP) (Continued)

Entities join HELP for a minimum of ten years. The agreement was extended effective May 1, 2008 through April 30, 2018; twelve municipalities reenlisted. Entities applying for membership in HELP may do so on approval of a two-thirds vote of HELP's Board of Directors. Underwriting and rate-setting policies have been established after consultation with actuaries. Members are subject to a supplemental assessment in the event of deficiencies. There were no deficiencies as of April 30, 2009.

A summary of revenues, expenses, and net income for HELP for the year ended April 30, 2008 (the most recent available) follows:

Total revenues	\$ 1,386,228
Total expenses	<u>425,832</u>
Net income	960,396
Net assets, beginning	<u>10,522,888</u>
Net assets, ending	<u>\$ 11,483,284</u>

The City's agreement with the High-Level Excess Liability Pool provides that each member is liable for its proportionate share of any costs arising from defaults in payment obligations by other members.

Complete financial statements for HELP can be obtained from HELP's treasurer at 50 S. Emerson Street, Mt. Prospect, Illinois 60056.

NOTE 13 - OTHER POSTEMPLOYMENT BENEFITS

The City provides postretirement health insurance benefits to its full-time employees under local ordinance. Individuals become eligible for these benefits upon retirement and a minimum of 6 to 8 years service to the City, depending on retirement age. Retirees pay the entire premium amount, with co-payment by the City. These premiums cover the annual fee charged by the health insurance administrator, as well as the payment of claims as estimated by the insurance company at the beginning of the fiscal year. 67 retirees received these benefits in the year ended April 30, 2009. Although the City makes no direct payments for its retirees' health insurance premiums or claims, the annual premium amount for all employees is affected by the claim experience of both employees and retirees.

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 13 - OTHER POSTEMPLOYMENT BENEFITS (Continued)

The City of Park Ridge City Council passed a motion offering sworn police officers, fire fighters, and fire fighter/paramedics who declare their intent to retire by January 1, 2008, and retire before March 1, 2008, two years worth of the employer's portion of health insurance premiums. This motion became effective March 1, 2007. The cost of this program is included in the valuation for the fiscal year ended April 30, 2009.

The City's Retiree Health Employee Benefits plan is a single-employer defined benefit healthcare plan administered by the City of Park Ridge. This plan provides the continuation of health care benefits to employees who retire from the City. Fire, police, and municipal employees who terminate after reaching retirement eligibility in their respective pension plans are eligible to elect to continue their health care coverage by paying the monthly premium rate charged for the City's health plans. The plan operates on a pay-as-you-go funding basis. No assets are accumulated or dedicated to funding the retiree health plan benefits.

The contribution requirements of plan members and the City are established and may be amended by the City Council. The required contributions are based on projected financing requirements. For fiscal year 2009, the City contributed \$275,721 to the plan.

The City's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer. The contribution represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost each year and to amortize any unfunded actuarial liabilities or funding excess over a period not to exceed thirty years. The following table shows the components of the state's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the state's net OPEB obligation to the City's Retiree Health Employee Benefits plan.

	<u>April 30, 2009</u>
Other postemployment benefit (OPEB) obligation	
Annual required contribution	\$ 517,544
Interest on net OPEB obligation	28,264
Adjustment to annual required contribution	<u>(36,435)</u>
Annual OPEB cost	509,373
Contributions made	<u>(275,721)</u>
Increase in net OPEB obligation	233,652
Net OPEB obligation - beginning of year	<u>565,286</u>
Net OPEB obligation - end of year	<u>\$ 798,938</u>

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 13 - OTHER POSTEMPLOYMENT BENEFITS (Continued)

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
4/30/2007	\$ 485,005	30.00%	\$ 339,528
4/30/2008	485,194	53.00%	565,286
4/30/2009	509,373	54.10%	798,938

Funded status and Funding Progress. The funded status of the plan as of April 30, 2009, was as follows:

Actuarial accrued liability (AAL)	\$ 5,226,077
Actuarial value of plan net assets	-
Unfunded actuarial accrued liability (UAAL)	5,226,077
Funded ratio (actuarial value of plan assets/AAL)	0.0%
Covered payroll (active plan members)	16,084,905
UAAL as a percentage of covered payroll	32.5%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision, as actual results are compared with past expectations and new estimates are made about the future.

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

The actuarial valuation uses the entry age actuarial cost method. The actuarial assumptions include a 5% expected long-term investment return on assets expected to be used to pay benefits based on the funded level of the plan at the valuation date, and an annual healthcare cost trend rate of 10% initially, reduced by decrements to an ultimate rate of 5% after six years. Both rates included a 3% inflation assumption. The plan has not accumulated assets and does not hold assets in a segregated trust. However, the funds expected to be used to pay benefits are assumed to be invested for the duration which will yield an annual return of 5%. The unfunded accrued actuarial liability is being amortized as a level dollar amount on an open basis over thirty years.

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 14 - EMPLOYEE RETIREMENT SYSTEMS

A. Illinois Municipal Retirement Fund

1. Plan Descriptions

The City's defined benefit pension plan for regular employees provides retirement and disability benefits, postretirement increases, and death benefits to plan members and beneficiaries. The City's plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at www.imrf.org.

2. Funding Policy

As set by statute, the City's regular plan members are required to contribute 4.5 percent of their annual covered salary. The statute requires the City to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rate for calendar year 2008 was 9.49 percent of annual covered payroll. The City also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by state statute.

3. Annual Pension Cost

For December 31, 2008, the City's annual pension cost of \$896,927 for the regular plan was equal to the City's required and actual contributions. The required contribution was determined as part of the December 31, 2006 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2006 included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00 percent a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4 percent to 10 percent per year depending on age and service, attributable to seniority/merit, and (d) postretirement benefit increases of 3 percent annually. The actuarial value of the City's regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20 percent corridor between the actuarial and market value of assets. The City's regular plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2006 was 24 years.

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 14 - EMPLOYEE RETIREMENT SYSTEMS (Continued)

A. Illinois Municipal Retirement Fund (Continued)

4. Funding Status and Funding Progress

As of December 31, 2008, the most recent actuarial valuation date, the regular plan was 57.18 percent funded. The actuarial accrued liability for benefits was \$25,224,097 and the actuarial value of assets was \$14,423,581, resulting in underfunded actuarial accrued liability (UAAL) of \$10,800,516. The covered payroll (annual payroll of active employees covered by the plan) was \$9,451,282 and the ratio of the UAAL to the covered payroll was 114 percent.

B. Police and Firefighters' Pension

1. Plan Descriptions and Provisions

Police Pension

Police sworn personnel are covered by the Police Pension Plan, which is a defined benefit, single-employer pension plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Chapter 40 Illinois Compiled Statutes 5 and may be amended only by the Illinois legislature. The City accounts for the plan as a pension trust fund.

At April 30, 2008 (most recent information available), the Police Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	54
Terminated plan members entitled to but not yet receiving benefits	2
Current employees	
Vested (for normal retirement)	34
Nonvested	<u>21</u>
Total membership	<u><u>111</u></u>

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

The following is a summary of the Police Pension Plan as provided by the Illinois State Statutes:

The Police Pension Plan provides retirement benefits as well as death and disability benefits. Employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of 2.5% of final salary for each year of service up to 30 years, to a maximum of 75% 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 pension of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3% of the original pension and 3% simple interest annually thereafter.

Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The City is required to contribute the remaining amounts necessary to finance the plan, as actuarially determined by an enrolled actuary. By the year 2033, the City's contributions must accumulate to the point where the past service cost for the Police Pension Plan is fully funded.

Firefighters' Pension

Fire sworn personnel are covered by the Firefighters' Pension Plan, which is a defined benefit, single-employer pension plan. Although this is a single-employer pension plan, the defined benefits as well as the employee and employer contribution levels are mandated by Chapter 40 Illinois Compiled Statutes 5 and may be amended only by the Illinois legislature. The City accounts for the plan as a pension trust fund. The plan does not issue a stand-alone financial statement.

At April 30, 2008 (most recent information available), the Firefighters' Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	45
Current employees	
Vested (for normal retirement)	29
Nonvested	<u>21</u>
Total membership	<u><u>95</u></u>

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 14 - EMPLOYEE RETIREMENT SYSTEMS (Continued)

B. Police and Firefighters' Pension (Continued)

1. Plan Descriptions and Provisions (Continued)

The following is a summary of the Firefighters' Pension Plan as provided by the Illinois State Statutes:

The Firefighters' Pension Plan provides retirement benefits as well as death and disability benefits. Employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of one-half of the salary attached to the rank held on the last day of service. The monthly pension shall be increased by one-twelfth of 2.5% of such monthly salary for each additional month over 20 years of service through 30 years to a maximum of 75% of such monthly salary. Employees with at least 10 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced retirement benefit. The monthly pension of a firefighter who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement, and paid upon reaching at least the age 55, by 3% of the original pension and 3% annually thereafter.

Covered employees are required to contribute 9.455% of their base salary to the Firefighters' 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. By the year 2033, the City's contributions must accumulate to the point where the past service cost for the Firefighters' Pension Plan is fully

C. 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 as revenues 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. Administrative costs are financed through the fund.

Method Used to Value Investments

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Investments that do not have an established market are reported at estimated fair value. Investment income is recognized as earned.

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 14 - EMPLOYEE RETIREMENT SYSTEMS (Continued)

C. Summary of Significant Accounting Policies and Plan Asset Matters

Gains and losses on sales and exchanges of fixed-income securities are recognized on the transaction date. Equity securities are reported at cost subject to adjustment for market declines judged to be other than temporary (lower of cost or market).

Significant Investments

There are no investments (other than U.S. government and U.S. government-guaranteed obligations) in any one organization that represent 5 percent or more of net assets available for benefits.

Related-Party Transactions

There are no securities of the employer or any other related parties included in plan assets, including any loans.

D. Significant Actuarial Assumptions

	<u>Illinois Municipal Retirement</u>	<u>Police Pension</u>	<u>Fire- fighters' Pension</u>
Actuarial valuation date	December 31, 2008	May 1, 2008	May 1, 2008
<u>Significant actuarial assumptions</u>			
a) Investment rate of return	7.50%	7.00%	7.00%
b) Projected salary increase attributable to inflation	4.00%	3.00%	3.00%
c) Additional projected salary increases - attributable to seniority/merit	0.4% to 10.00%	2.50%	2.50%
d) Postretirement benefit increases	3.00%	3.00%	3.00%

The actuarial cost method for the above plans is entry age normal and the amortization method is a level percentage of payroll, closed period. The asset valuation method is fair market value.

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 14 - EMPLOYEE RETIREMENT SYSTEMS (Continued)

E. Contributions Required and Contributions Made

Police Pension and Firefighters' Pension

The Systems' funding policy provides for actuarially determined periodic contributions at rates that, for individual employees, increase gradually over time so that sufficient assets will be available to pay benefits when due. The rate for the City's employee group as a whole has tended to remain level as a percentage of annual covered payroll. The contribution rate for normal cost is determined using the entry age normal actuarial funding method. The Police Pension and Firefighters' Pension unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at April 30, 2009 was 25 years.

Police Pension and Firefighters' Pension (Continued)

	Police Pension	Firefighters' Pension
Annual required contribution (ARC)	\$ 807,108	\$ 718,184
Interest on net pension obligation	(12,609)	(9,717)
Adjustment to annual required contribution	8,336	6,424
Annual pension cost (APC)	802,835	714,891
Contributions made	1,005,552	252,787
(Increase) decrease in net pension asset	(202,717)	462,104
Net pension asset at May 1, 2007	(180,133)	(138,812)
Net pension (asset) obligation at April 30, 2008	\$ (382,850)	\$ 323,292

F. Trend Information

Trend information gives an indication of the progress made in accumulating sufficient assets to pay benefits when due. Ten-year trend information may be found in the required supplemental section of the government's annual financial report.

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 14 - EMPLOYEE RETIREMENT SYSTEMS (Continued)

F. Trend Information (Continued)

	For Fiscal Year	Illinois Municipal Retirement	Police Pension	Fire- fighters' Pension
Annual pension cost (APC)	2007	\$ 919,515	\$ 766,707	\$ 161,017
	2008	935,266	802,835	714,891
	2009	896,927	N/A	N/A
Percent contributed	2007	100.0 %	105.5 %	85.3%
	2008	100.0	125.3	35.4%
	2009	100.0	N/A	N/A
Net pension (asset) obligation	2007	\$ -	\$ (180,133)	\$ (138,812)
	2008	-	(382,850)	323,292
	2009	-	N/A	N/A

NOTE 15 - PENSION TRUST FUNDS - FINANCIAL DATA

A. Schedule of Fiduciary Net Plan Assets as of April 30, 2009

	Firefighters' Pension	Police Pension	Total Pension Trust Funds
ASSETS			
Cash and cash equivalents	\$ 2,144,818	\$ 2,643,808	\$ 4,788,626
Investments			
Certificates of deposit	1,100,000	1,000,000	2,100,000
U.S. Treasury securities	16,614,342	15,425,788	32,040,130
U.S. agency securities	978,017	2,096,280	3,074,297
Equities	6,961,125	6,921,896	13,883,021
Receivables			
Accrued interest	315,594	301,191	616,785
Prepaid pension expense	10,260	5,483	15,743
Total assets	28,124,156	28,394,446	56,518,602

(Continued)

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 15 - PENSION TRUST FUNDS - FINANCIAL DATA (Continued)

A. Schedule of Fiduciary Net Plan Assets as of April 30, 2009 (Continued)

	<u>Firefighters'</u> <u>Pension</u>	<u>Police</u> <u>Pension</u>	<u>Total</u> <u>Pension</u> <u>Trust Funds</u>
LIABILITIES			
Accounts payable	\$ 768	\$ 3,903	\$ 4,671
 NET PLAN ASSETS			
Plan net assets held in trust for pension benefits	\$ <u>28,123,388</u>	\$ <u>28,390,543</u>	\$ <u>56,513,931</u>

B. Schedule of Changes in Fiduciary Net Plan Assets for the Year Ended April 30, 2009

	<u>Firefighters'</u> <u>Pension</u>	<u>Police</u> <u>Pension</u>	<u>Total</u> <u>Pension</u> <u>Trust Funds</u>
Additions			
Contributions			
Employer	\$ 970,640	\$ 1,006,423	\$ 1,977,063
Employee	381,976	429,277	811,253
Total contributions	<u>1,352,616</u>	<u>1,435,700</u>	<u>2,788,316</u>
Investment income (loss)			
Net decrease in fair value of investments	(2,841,644)	(2,839,301)	(5,680,945)
Interest	968,862	943,667	1,912,529
Dividends	158,785	148,415	307,200
Total investment loss	<u>(1,713,997)</u>	<u>(1,747,219)</u>	<u>(3,461,216)</u>
Less investment expense	<u>(77,213)</u>	<u>(70,925)</u>	<u>(148,138)</u>
Net investment loss	<u>(1,791,210)</u>	<u>(1,818,144)</u>	<u>(3,609,354)</u>
Total reductions	<u>(438,594)</u>	<u>(382,444)</u>	<u>(821,038)</u>

(Continued)

City of Park Ridge, Illinois

Notes to the Financial Statements

April 30, 2009

NOTE 15 - PENSION TRUST FUNDS - FINANCIAL DATA (Continued)

B. Schedule of Changes in Fiduciary Net Plan Assets for the Year Ended April 30, 2009 (Continued)

	Firefighters' Pension	Police Pension	Total Pension Trust Funds
Deductions			
Administration	\$ 32,794	\$ 34,258	\$ 67,052
Pension benefits and refunds	2,166,572	2,397,594	4,564,166
Total deductions	<u>2,199,366</u>	<u>2,431,852</u>	<u>4,631,218</u>
Change in net assets	<u>(2,637,960)</u>	<u>(2,814,296)</u>	<u>(5,452,256)</u>
Plan net assets			
Beginning of year	<u>30,761,348</u>	<u>31,204,839</u>	<u>61,966,187</u>
End of year	<u>\$ 28,123,388</u>	<u>\$ 28,390,543</u>	<u>\$ 56,513,931</u>

NOTE 16 - RESTATEMENT

In 2009, the beginning net assets of the Water Fund were restated to correct the recording of accounts receivable for unbilled water revenues. The effect of the restatement was to increase the assets and net assets of the Water Fund by \$389,335 at May 1, 2008.

Required Supplementary Information (Unaudited)

City of Park Ridge, Illinois
 Illinois Municipal Retirement Fund
 Required Supplementary Information
 Schedule of Funding Progress
April 30, 2009

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) -Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/1999	15,934,123	16,659,906	725,783	95.64%	6,902,165	10.52%
12/31/2000	18,075,838	17,745,117	(330,721)	101.86%	7,148,664	0.00%
12/31/2001	19,816,679	18,821,459	(995,220)	105.29%	7,483,596	0.00%
12/31/2002	20,752,945	20,266,426	(486,519)	102.40%	7,643,026	0.00%
12/31/2003	20,585,256	21,241,712	656,456	96.91%	7,844,344	8.37%
12/31/2004	21,733,090	23,707,732	1,974,642	91.67%	8,307,407	23.77%
12/31/2005	21,937,396	24,272,514	2,335,118	90.38%	8,903,074	26.23%
12/31/2006	24,486,545	26,299,003	1,812,458	93.11%	9,195,148	19.71%
12/31/2007	23,854,369	26,689,265	2,834,896	89.38%	9,390,223	30.19%
12/31/2008	14,423,581	25,224,097	10,800,516	57.18%	9,451,282	114.28%

City of Park Ridge, Illinois
Police Pension Fund
Required Supplementary Information
Schedule of Funding Progress
April 30, 2009

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) -Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
4/30/1999	\$ 22,668,436	\$ 22,043,585	\$ (624,851)	102.83%	\$ 2,867,933	-21.79%
4/30/2000	\$ 23,688,121	\$ 24,050,703	\$ 362,582	98.49%	\$ 2,736,542	13.25%
4/30/2001	24,647,229	26,184,756	1,537,527	94.13%	2,936,741	52.35%
4/30/2002	25,820,917	29,124,955	3,304,038	88.66%	3,071,910	107.56%
4/30/2003	27,062,207	30,101,505	3,039,298	89.90%	3,059,208	99.35%
4/30/2004	28,283,137	32,351,527	4,068,390	87.42%	3,396,902	119.77%
4/30/2005	29,251,544	34,643,820	5,392,276	84.44%	3,685,030	146.33%
4/30/2006	30,525,200	36,873,418	6,348,218	82.78%	3,921,856	161.87%
4/30/2007	30,735,228	45,471,026	14,735,798	67.59%	4,311,677	341.76%
4/30/2008	31,204,839	48,564,454	17,359,615	64.25%	4,134,756	419.85%

City of Park Ridge, Illinois

Firefighters' Pension Fund Required Supplementary Information Schedule of Funding Progress April 30, 2009

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) -Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
4/30/2000	\$ 25,438,705	\$ 21,025,705	\$ (4,413,000)	120.99%	\$ 2,642,184	-167.02%
4/30/2001	25,193,368	21,794,324	(3,399,044)	115.60%	2,751,395	-123.54%
4/30/2002	27,009,324	24,043,253	(2,966,071)	112.34%	2,984,588	-99.38%
4/30/2003	27,796,362	25,324,546	(2,471,816)	109.76%	3,211,342	-76.97%
4/30/2004	29,341,686	26,847,398	(2,494,288)	109.29%	3,416,220	-73.01%
4/30/2005	30,359,053	28,370,657	(1,988,396)	107.01%	3,416,220	-58.20%
4/30/2006	31,338,637	29,987,331	(1,351,306)	104.51%	3,590,397	-37.64%
4/30/2007	30,436,296	39,963,653	9,527,357	76.16%	3,789,789	251.40%
4/30/2008	30,436,296	39,963,653	9,527,357	76.16%	3,789,789	251.40%
4/30/2009	30,761,348	43,369,187	12,607,839	70.93%	3,845,212	327.88%

City of Park Ridge, Illinois
Other Postemployment Benefit Plan
Required Supplementary Information
Schedule of Funding Progress
April 30, 2009

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) -Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
4/30/2006	\$ -	\$ 4,458,149	\$ 4,458,149	0.00%	\$ 16,218,450	27.49%
4/30/2007	-	4,679,947	4,679,947	0.00%	15,942,920	29.35%
4/30/2008	-	5,226,077	5,226,077	0.00%	16,084,905	32.49%

City of Park Ridge, Illinois
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Year Ended April 30, 2009

	Budget		2009 Actual	Variance Positive (Negative)
	Original	Final		
Revenues				
Property taxes	\$ 4,386,500	\$ 4,386,500	\$ 4,139,077	\$ (247,423)
Other taxes	17,489,100	17,489,100	14,895,702	(2,593,398)
Licenses and permits	3,980,000	3,980,000	2,712,700	(1,267,300)
Intergovernmental	412,400	412,400	455,948	43,548
Charges for services	1,762,600	1,762,600	1,868,662	106,062
Fines and forfeitures	470,000	470,000	318,043	(151,957)
Interest	295,000	295,000	102,686	(192,314)
Miscellaneous	15,000	15,000	13,774	(1,226)
Total revenues	28,810,600	28,810,600	24,506,592	(4,304,008)
Expenditures				
General government	4,127,600	4,127,600	3,750,107	377,493
Public safety	15,935,500	15,941,823	14,807,037	1,134,786
Public works	6,676,000	6,676,000	6,919,904	(243,904)
Development	1,487,000	1,510,500	1,279,115	231,385
Culture and civic	264,000	268,017	241,391	26,626
Total expenditures	28,490,100	28,523,940	26,997,554	1,526,386
Excess (deficiency) of revenues over expenditures	320,500	286,660	(2,490,962)	(2,777,622)
Other financing sources (uses)				
Transfers in from Water Fund	800,000	800,000	800,000	-
Transfers in from Special Service Areas	-	-	117,338	117,338
Transfers out to other funds	(1,042,500)	(1,042,500)	(795,100)	247,400
Total other financing sources (uses)	(242,500)	(242,500)	122,238	364,738
Net change in fund balance	\$ 78,000	\$ 44,160	(2,368,724)	\$ (2,530,222)
Fund balance - May 1			13,747,071	
Fund balance - April 30			\$ 11,378,347	

City of Park Ridge, Illinois
Uptown Tax Increment Financing (TIF) Fund - Major Special Revenue Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Deficit - Budget and Actual (Budgetary Basis)
For the Year Ended April 30, 2009

	<u>Budget</u>		<u>2009 Actual</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Property taxes	\$ 2,812,700	\$ 2,812,700	\$ 1,909,466	\$ (903,234)
Interest	-	-	220	220
Total revenues	<u>2,812,700</u>	<u>2,812,700</u>	<u>1,909,686</u>	<u>(903,014)</u>
Expenditures				
Current				
Development	617,000	641,139	1,294,108	(652,969)
Capital outlay	-	-	242,811	(242,811)
Total expenditures	<u>617,000</u>	<u>641,139</u>	<u>1,536,919</u>	<u>(895,780)</u>
Excess of revenues over expenditures	<u>2,195,700</u>	<u>2,171,561</u>	<u>372,767</u>	<u>435,162</u>
Other financing uses				
Transfers out for debt service	<u>(2,466,000)</u>	<u>(2,466,000)</u>	<u>(2,019,468)</u>	<u>446,532</u>
Net change in fund balance	<u>\$ (270,300)</u>	<u>\$ (294,439)</u>	<u>(1,646,701)</u>	<u>\$ 881,694</u>
Fund deficit, May 1			<u>(2,696,572)</u>	
Fund deficit, April 30			<u>\$ (4,343,273)</u>	

City of Park Ridge, Illinois
Municipal Waste Management Fund - Major Special Revenue Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Deficit - Budget and Actual (Budgetary Basis)
For the Year Ended April 30, 2009

	<u>Original and Final Budget</u>	<u>2009 Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Property taxes	\$ 3,199,000	\$ 3,216,209	\$ 17,209
Interest	<u>800</u>	<u>-</u>	<u>(800)</u>
Total revenues	<u>3,199,800</u>	<u>3,216,209</u>	<u>16,409</u>
Expenditures			
Public works	<u>3,199,800</u>	<u>3,410,845</u>	<u>(211,045)</u>
Net change in fund balance	<u>\$ -</u>	<u>(194,636)</u>	<u>\$ (194,636)</u>
Fund deficit, May 1		<u>(217,574)</u>	
Fund deficit, April 30		<u>\$ (412,210)</u>	

City of Park Ridge, Illinois
Public Library Fund - Major Special Revenue Fund
Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Year Ended April 30, 2009

	Original and Final Budget	2009 Actual	Variance Positive (Negative)
Revenues			
Property taxes	\$ 4,190,500	\$ 4,183,783	\$ (6,717)
Other taxes			
Personal property replacement	81,100	71,637	(9,463)
Intergovernmental	46,000	60,825	14,825
Charges for services	70,000	71,195	1,195
Interest	70,000	16,216	(53,784)
Miscellaneous	40,000	152,128	112,128
	<u>4,497,600</u>	<u>4,555,784</u>	<u>58,184</u>
Expenditures			
Culture and civic	<u>4,417,600</u>	<u>4,296,037</u>	<u>121,563</u>
Excess of revenues over expenditures	<u>80,000</u>	<u>259,747</u>	<u>(63,379)</u>
Other financing sources			
Transfers in	<u>100,000</u>	<u>100,000</u>	<u>-</u>
Net change in fund balance	<u>\$ 180,000</u>	359,747	<u>\$ (63,379)</u>
Fund balance, May 1		<u>1,861,989</u>	
Fund balance, April 30		<u>\$ 2,221,736</u>	

City of Park Ridge, Illinois
Notes to the Required Supplementary Information
April 30, 2009

NOTE 1 - BUDGETS

The governmental, proprietary and trust funds (excluding the pension funds) have legally adopted annual budgets prepared in accordance with generally accepted accounting principles (GAAP). Budgetary comparisons are reflected in the financial statements for all governmental and enterprise funds. The City follows these procedures in establishing the budgetary data reflected in the financial statements.

1. The City Manager, who also serves as the Budget Officer, submits a proposed budget to the City Council for review and approval. The proposed budget is made available for public inspection at least 10 days prior to City Council approval.
2. Public hearings are conducted to obtain taxpayer comments on the proposed fiscal year budget.
3. The budget is legally approved prior to May 1. Budgets lapse at year-end.
4. The Budget Officer may revise the budget by deleting, adding to, changing, or creating accounts. He/she may approve the transfer of funds from one account to another provided they are within the same fund.

NOTE 2 - ACTUAL EXPENDITURES IN EXCESS OF BUDGET IN INDIVIDUAL FUNDS

The following major budgeted funds had an excess of actual expenditures over budget for the year ended April 30, 2009:

Fund	Excess
Emergency Telephone Fund	\$ 23,245
1998 General Obligation Bond Fund	26,400
2004B General Obligation Bond Fund	2,754
Uptown Tax Increment Financing (TIF) Fund	895,780
Municipal Waste Management Fund	211,045

The following funds did not have a budget in fiscal year 2009

Nonmajor Special Revenue Funds

- Asset Forfeiture Fund
- Dempster Tax Increment Financing Fund
- Foreign Fire Insurance Tax Fund
- Special Service Area Fund

City of Park Ridge, Illinois
Notes to the Required Supplementary Information
April 30, 2009

NOTE 3 - DEFINED BENEFIT PENSION PLAN - DIGEST OF CHANGES

Assumptions for the Illinois Municipal Retirement Fund:

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

Supplementary Information

GENERAL FUND

To account for resources traditionally associated with governments, which are not required to be accounted for in another fund.

City of Park Ridge, Illinois
General Fund
Schedule of Revenues - Budget and Actual
For the Year Ended April 30, 2009

	Original and Final Budget	2009 Actual	Variance Positive (Negative)
Taxes			
Property taxes			
General	\$ 1,686,600	\$ 2,027,981	\$ 341,381
Fire	1,133,900	956,816	(177,084)
Police	1,421,000	990,201	(430,799)
Road and bridge	145,000	164,079	19,079
Other local taxes			
Municipal telecommunications	1,825,000	1,903,751	78,751
Package liquor	270,000	295,386	25,386
Property transfer	810,000	464,351	(345,649)
Exempt property transfer	15,000	11,151	(3,849)
Food and beverage	540,000	367,413	(172,587)
Home rule sales	1,650,000	1,403,156	(246,844)
Utility	2,925,000	2,684,808	(240,192)
Natural gas usage	150,000	139,562	(10,438)
Hotel	-	124	124
Parking garage	700,000	388,820	(311,180)
Intergovernmental taxes			
State sales tax	3,970,000	3,179,232	(790,768)
Gasoline	385,000	329,644	(55,356)
State income tax	3,800,000	3,326,676	(473,324)
Personal property replacement tax			
General	406,500	359,068	(47,432)
Police	21,900	21,880	(20)
Fire	20,700	20,680	(20)
Total taxes	21,875,600	19,034,779	(2,840,821)
Licenses and permits			
Vehicle licenses	1,200,000	1,100,653	(99,347)
Oversize vehicle permits	10,000	3,470	(6,530)
Animal licenses	35,000	34,450	(550)
Business licenses	125,000	146,298	21,298
Liquor licenses	85,000	68,108	(16,892)
Massage licenses	-	875	875
Outdoor café licenses	-	2,095	2,095

(Continued)

City of Park Ridge, Illinois
 General Fund
 Schedule of Revenues - Budget and Actual (Continued)
 For the Year Ended April 30, 2009

	Original and Final Budget	2009 Actual	Variance Positive (Negative)
Licenses and permits (continued)			
Building permits	\$ 2,050,000	\$ 908,504	\$ (1,141,496)
Façade fee	-	200	200
Cable TV franchise fees	475,000	448,047	(26,953)
Total licenses and permits	<u>3,980,000</u>	<u>2,712,700</u>	<u>(1,267,300)</u>
Intergovernmental grants			
Federal grants	410,200	327,751	(82,449)
State grants	2,200	126,217	124,017
State grant - tobacco inspection	-	1,980	1,980
Total intergovernmental grants	<u>412,400</u>	<u>455,948</u>	<u>43,548</u>
Charges for services			
Services to other agencies	305,100	345,100	40,000
Rent	314,300	320,968	6,668
Ambulance service charge	600,000	600,824	824
Ambulance registration	5,000	11,948	6,948
Elevator inspections	18,000	16,760	(1,240)
Public works-sewer charge	348,000	319,520	(28,480)
Miscellaneous charges			
City Clerk	6,000	10,044	4,044
Police	25,000	13,854	(11,146)
Fire	6,000	1,224	(4,776)
Zoning	20,000	18,790	(1,210)
Street	115,200	163,091	47,891
Collection agency	-	46,539	46,539
Total charges for services	<u>1,762,600</u>	<u>1,868,662</u>	<u>106,062</u>
Fines and forfeitures			
Court fines	420,000	198,618	(221,382)
Police alarm fines	10,000	7,470	(2,530)

(Continued)

City of Park Ridge, Illinois
General Fund
Schedule of Revenues - Budget and Actual (Continued)
For the Year Ended April 30, 2009

	Original and Final Budget	2009 Actual	Variance Positive (Negative)
Fines and forfeitures (continued)			
Parking meter fines	\$ 40,000	\$ 92,855	\$ 52,855
Other fines - adjudication			
Zoning violations	-	4,500	4,500
Health violations	-	850	850
Public works violations	-	600	600
Municipal code violations	-	13,150	13,150
Total fines and forfeitures	<u>470,000</u>	<u>318,043</u>	<u>(151,957)</u>
Interest on investments	<u>295,000</u>	<u>102,686</u>	<u>(192,314)</u>
Miscellaneous			
Trees	-	8,783	8,783
Damage to City property	15,000	2,783	(12,217)
Other miscellaneous	-	2,208	2,208
Total miscellaneous	<u>15,000</u>	<u>13,774</u>	<u>(1,226)</u>
Total revenues	<u>\$ 28,810,600</u>	<u>\$ 24,506,592</u>	<u>\$ (4,304,008)</u>

(Concluded)

City of Park Ridge, Illinois
 General Fund
 Schedule of Expenditures - Budget and Actual
 For the Year Ended April 30, 2009

	Budget		2009 Actual	Variance Positive (Negative)
	Original	Final		
General government				
Legislative				
Regular salaries	\$ 32,500	\$ 32,500	\$ 32,713	\$ (213)
Overtime	500	500	657	(157)
Employee benefits - insurance	3,400	3,400	2,888	512
Training	5,000	5,000	4,070	930
Membership dues	21,400	21,400	21,862	(462)
General contractual services	95,600	95,600	126,040	(30,440)
Materials	6,000	6,000	3,056	2,944
Total legislative	<u>164,400</u>	<u>164,400</u>	<u>191,286</u>	<u>(26,886)</u>
City administration				
Regular salaries	374,300	374,300	396,081	(21,781)
Overtime	1,500	1,500	1,303	197
Employee benefits - insurance	39,100	39,100	32,797	6,303
Workers' compensation	2,100	2,100	1,217	883
Telecommunications	9,000	9,000	11,003	(2,003)
Training	11,500	11,500	8,053	3,447
General contractual services	10,000	10,000	15,723	(5,723)
Materials	7,500	9,600	8,292	1,308
Motor equipment	1,600	1,600	1,600	-
Total City administration	<u>456,600</u>	<u>458,700</u>	<u>476,069</u>	<u>(17,369)</u>
Legal counsel				
Special counsel	250,000	250,000	258,042	(8,042)
Special counsel - prosecution	24,000	24,000	23,897	103
Special counsel - other	50,000	50,000	68,667	(18,667)
General contractual services	12,000	12,000	9,553	2,447
Materials	500	500	-	500
Total legal counsel	<u>336,500</u>	<u>336,500</u>	<u>360,159</u>	<u>(23,659)</u>
Financial administration				
Regular salaries	234,300	234,300	236,292	(1,992)
Overtime	500	500	666	(166)

(Continued)

City of Park Ridge, Illinois

General Fund

Schedule of Expenditures - Budget and Actual (Continued)

For the Year Ended April 30, 2009

	Budget		2009 Actual	Variance Positive (Negative)
	Original	Final		
General government (continued)				
Financial administration (continued)				
Employee benefits - insurance	\$ 28,000	\$ 28,000	\$ 23,515	\$ 4,485
Workers' compensation	2,100	2,100	1,217	883
Telecommunications	6,500	6,500	6,286	214
Insurance	303,900	303,900	245,879	58,021
Insurance claims	160,000	160,000	402,529	(242,529)
Audit fees	33,900	33,900	35,550	(1,650)
Training	6,000	6,000	1,651	4,349
Bank service charges	21,000	21,000	35,364	(14,364)
Bank trustee fees	3,100	3,100	3,400	(300)
General contractual services	16,000	33,000	32,863	137
Materials	13,500	13,500	9,171	4,329
Motor equipment	300	300	300	-
Total financial administration	829,100	846,100	1,034,683	(188,583)
Accounting				
Regular salaries	292,000	292,000	266,166	25,834
Extra help	2,000	2,000	-	2,000
Overtime	500	500	274	226
Employee benefits - insurance	64,300	64,300	54,043	10,257
Microfilming	2,100	2,100	4,274	(2,174)
Training	4,000	4,000	510	3,490
Materials	3,900	3,900	2,313	1,587
Total accounting	368,800	368,800	327,580	41,220
Collections				
Regular salaries	79,700	79,700	77,569	2,131
Extra help	3,500	3,500	3,853	(353)
Overtime	500	500	307	193
Employee benefits - insurance	22,400	22,400	18,771	3,629
Citation fees	-	-	16,230	(16,230)
Postal charges	17,000	15,000	11,426	3,574
Materials	500	500	387	113
License supplies	23,000	8,000	7,455	545
Total collections	146,600	129,600	135,998	(6,398)

(Continued)

City of Park Ridge, Illinois

General Fund

Schedule of Expenditures - Budget and Actual (Continued)

For the Year Ended April 30, 2009

	Budget		2009 Actual	Variance Positive (Negative)
	Original	Final		
General government (continued)				
Purchasing				
Regular salaries	\$ 84,400	\$ 84,400	\$ 83,896	\$ 504
Overtime	200	200	16	184
Employee benefits - insurance	16,800	16,800	14,026	2,774
Training	3,400	3,400	1,276	2,124
General contractual services	900	900	745	155
Materials	1,000	1,000	453	547
Total purchasing	106,700	106,700	100,412	6,288
Information technology				
Regular salaries	241,600	241,600	249,458	(7,858)
Extra help	2,400	2,400	1,143	1,257
Employee benefits - insurance	33,500	33,500	28,259	5,241
Telecommunications	12,000	12,000	16,324	(4,324)
Consulting services	5,000	5,000	-	5,000
Data processing services	54,000	54,000	38,698	15,302
Training	6,000	6,000	3,159	2,841
General contractual services	214,000	214,000	123,703	90,297
Materials	17,200	17,200	18,000	(800)
Motor equipment	300	300	300	-
Computer equipment	202,200	202,200	302	201,898
Total information technology	788,200	788,200	479,346	308,854
Records control				
Regular salaries	53,000	53,000	53,759	(759)
Extra help	2,200	2,200	280	1,920
Overtime	4,000	4,000	5,073	(1,073)
Employee benefits - insurance	11,200	11,200	9,488	1,712
Telecommunications	16,000	16,000	15,397	603
Telecommunication maintenance	11,500	11,500	8,149	3,351
Microfilming	500	500	-	500
Training	2,500	2,500	2,676	(176)
Postal charges	13,600	13,600	7,428	6,172
Printing	2,200	2,200	250	1,950
Legal notices and ads	4,000	1,900	1,750	150

(Continued)

City of Park Ridge, Illinois

General Fund

Schedule of Expenditures - Budget and Actual (Continued)

For the Year Ended April 30, 2009

	Budget		2009 Actual	Variance Positive (Negative)
	Original	Final		
General government (continued)				
Records control (continued)				
General contractual services	\$ 4,200	\$ 4,200	\$ 3,213	\$ 987
Materials	5,000	5,000	4,910	90
Computer equipment	5,900	5,900	-	5,900
Total records control	135,800	133,700	112,373	21,327
Human resources				
Regular salaries	170,500	170,500	90,863	79,637
Extra help	2,000	2,000	-	2,000
Employee benefits - insurance	22,400	22,400	18,771	3,629
Employee insurance - early retirement	87,300	87,300	94,637	(7,337)
Telecommunications	1,500	1,500	612	888
Medical exams	25,000	25,000	28,228	(3,228)
Recruiting and testing	25,000	27,921	26,341	1,580
Training	6,000	6,000	5,652	348
City-wide training	3,000	3,000	-	3,000
General contractual services	10,700	10,700	7,659	3,041
Materials	15,000	12,079	11,567	512
Total human resources	368,400	368,400	284,330	84,070
Information services				
Regular salaries	62,800	62,800	63,222	(422)
Overtime	200	200	1,138	(938)
Employee benefits - insurance	13,400	13,400	11,345	2,055
Training	1,900	1,900	1,840	60
Postal charges	14,000	14,000	14,880	(880)
Membership dues	500	500	475	25
General contractual services	35,200	35,200	28,293	6,907
Materials	1,400	1,400	777	623
Total information services	129,400	129,400	121,970	7,430
Economic development				
Regular salaries	104,300	104,300	104,694	(394)
Employee benefits - insurance	11,200	11,200	9,488	1,712

(Continued)

City of Park Ridge, Illinois

General Fund

Schedule of Expenditures - Budget and Actual (Continued)

For the Year Ended April 30, 2009

	Budget		2009 Actual	Variance Positive (Negative)
	Original	Final		
General government (continued)				
Economic development (continued)				
Telecommunications	\$ 1,200	\$ 1,200	\$ 1,202	\$ (2)
Training	4,000	4,000	4,653	(653)
Conference marketing promotion	5,900	5,900	2,389	3,511
Postal charges	500	500	-	500
Membership dues	3,000	3,000	1,670	1,330
General contractual services	5,000	5,000	200	4,800
Marketing promotions	20,000	20,000	1,100	18,900
Materials	2,000	2,000	505	1,495
Total economic development	157,100	157,100	125,901	31,199
Miscellaneous				
Contingencies - accounting	6,100	6,100	-	6,100
Contingencies - patrol	26,000	26,000	-	26,000
Contingencies - fire	26,000	26,000	-	26,000
Contingencies - snow	52,800	52,800	-	52,800
Contingencies - sewer	21,100	21,100	-	21,100
Contingencies - planning	8,000	8,000	-	8,000
Total miscellaneous	140,000	140,000	-	140,000
Total general government	4,127,600	4,127,600	3,750,107	377,493
Public safety				
Police				
Police administration				
Regular salaries	583,400	583,400	467,619	115,781
Overtime	4,000	4,000	118	3,882
Employee benefits				
Insurance	74,900	74,900	70,787	4,113
Uniforms	600	600	1,619	(1,019)
Uniforms - payroll	-	-	225	(225)
Workers' compensation	121,000	121,000	43,111	77,889
Telecommunications	25,000	25,000	26,056	(1,056)
Tuition reimbursement	11,200	11,200	7,343	3,857
Training	4,000	2,075	1,185	890

(Continued)

City of Park Ridge, Illinois

General Fund

Schedule of Expenditures - Budget and Actual (Continued)

For the Year Ended April 30, 2009

	Budget		2009 Actual	Variance Positive (Negative)
	Original	Final		
Public safety (continued)				
Police (continued)				
Police administration (continued)				
General contractual services	\$ 21,000	\$ 21,000	\$ 24,108	\$ (3,108)
Pension payments	65,300	65,300	45,323	19,977
Materials	16,000	16,000	8,610	7,390
Motor equipment	2,800	2,800	2,800	-
Building repair	44,000	44,000	35,443	8,557
Total police administration	973,200	971,275	734,347	236,928
Investigation				
Regular salaries	914,700	871,200	851,192	20,008
Overtime	45,000	93,500	92,813	687
Employee benefits				
Insurance	129,700	129,700	108,911	20,789
Uniforms	8,000	8,000	451	7,549
Uniforms - payroll	-	-	6,679	(6,679)
Training	2,500	3,700	3,790	(90)
General contractual services	6,000	6,000	5,612	388
Pension payments	246,700	246,700	171,228	75,472
Materials	2,500	2,500	93,337	(90,837)
Motor equipment	8,800	8,800	8,800	-
Total investigation	1,363,900	1,370,100	1,342,813	27,287
Communications				
Regular salaries	277,400	281,100	280,590	510
Extra help	3,700	-	-	-
Overtime	3,000	3,000	422	2,578
Employee benefits				
Insurance	50,300	50,300	42,285	8,015
Uniforms	400	400	-	400
Data processing services	14,800	14,800	11,933	2,867
Training	-	125	125	-
General contractual services	18,900	18,900	12,768	6,132
Materials	1,500	1,500	384	1,116
Electricity	1,400	1,400	1,124	276
Computer equipment	5,000	5,000	-	5,000
Total communications	376,400	376,525	349,631	26,894

(Continued)

City of Park Ridge, Illinois

General Fund

Schedule of Expenditures - Budget and Actual (Continued)

For the Year Ended April 30, 2009

	Budget		2009 Actual	Variance Positive (Negative)
	Original	Final		
Public safety (continued)				
Police (continued)				
Patrol				
Regular salaries	\$ 3,801,400	\$ 3,636,400	\$ 3,599,611	\$ 36,789
Crossing guards	171,000	171,000	159,616	11,384
Overtime	190,000	349,000	297,191	51,809
Employee benefits				
Insurance	549,100	549,100	473,803	75,297
Uniforms	50,000	50,000	23,704	26,296
Uniforms - payroll	-	-	25,416	(25,416)
Building maintenance	10,000	10,000	2,505	7,495
Squad - emergency equipment repair	8,000	8,000	4,894	3,106
Training	15,000	15,600	21,094	(5,494)
Stray animal impoundment	3,000	3,000	1,627	1,373
General contractual services	22,500	22,500	9,955	12,545
Pension payments	1,084,700	1,084,700	774,741	309,959
Materials	37,000	37,000	28,606	8,394
Materials - grant	-	-	15,000	(15,000)
Motor equipment	56,500	56,500	56,500	-
Computer equipment	25,700	25,700	-	25,700
Total patrol	6,023,900	6,018,500	5,494,263	524,237
Crime prevention				
Regular salaries	77,800	77,800	78,084	(284)
Overtime	3,000	4,000	4,153	(153)
Employee benefits				
Insurance	11,200	11,200	9,488	1,712
Uniforms	800	800	750	50
Training	1,000	1,000	7	993
Mileage compensation	1,800	1,800	1,193	607
General contractual services	100	100	-	100
Pension payments	21,800	21,800	15,131	6,669
Materials	3,500	3,500	2,512	988
Total crime prevention	121,000	122,000	111,318	10,682
Total police	8,858,400	8,858,400	8,032,372	826,028

(Continued)

12

City of Park Ridge, Illinois

General Fund

Schedule of Expenditures - Budget and Actual (Continued)

For the Year Ended April 30, 2009

	Budget		2009 Actual	Variance Positive (Negative)
	Original	Final		
Public safety (continued)				
Fire and ambulance services				
Fire administration				
Regular salaries	\$ 274,900	\$ 274,900	\$ 288,988	\$ (14,088)
Overtime	1,000	1,000	1,109	(109)
Employee benefits				
Insurance	31,300	31,300	26,196	5,104
Uniforms	1,000	1,000	965	35
Workers' compensation	89,100	89,100	199,290	(110,190)
Telecommunications	23,000	23,000	21,608	1,392
Building maintenance	20,800	20,800	16,779	4,021
Tuition reimbursement	2,700	2,700	5,895	(3,195)
Training	6,100	6,100	2,183	3,917
General contractual services	34,000	36,190	27,231	8,959
Pension payments	61,300	61,300	51,302	9,998
Materials	35,000	35,000	28,902	6,098
Natural gas	13,400	13,400	7,912	5,488
Motor equipment	2,600	2,600	2,600	-
Total fire administration	<u>596,200</u>	<u>598,390</u>	<u>680,960</u>	<u>(82,570)</u>
Fire prevention				
Regular salaries	167,700	135,552	131,762	3,790
Extra help	14,800	10,453	11,575	(1,122)
Overtime	16,500	36,511	36,625	(114)
Employee benefits				
Insurance	22,400	22,400	18,771	3,629
Uniforms	1,000	1,000	675	325
Training	3,000	3,000	1,505	1,495
General contractual services	2,000	2,000	1,536	464
Pension payments	45,300	45,300	37,911	7,389
Materials	5,000	5,000	4,803	197
Motor equipment	2,300	2,300	2,300	-
Total fire prevention	<u>280,000</u>	<u>263,516</u>	<u>247,463</u>	<u>16,053</u>

(Continued)

City of Park Ridge, Illinois

General Fund

Schedule of Expenditures - Budget and Actual (Continued)

For the Year Ended April 30, 2009

	Budget		2009 Actual	Variance Positive (Negative)
	Original	Final		
Public safety (continued)				
Fire and ambulance services (continued)				
Emergency response				
Regular salaries	\$ 3,774,100	\$ 3,774,100	\$ 3,701,002	\$ 73,098
Overtime	330,000	346,484	370,755	(24,271)
Employee benefits				
Insurance	536,800	536,800	450,701	86,099
Uniforms	20,300	22,530	14,724	7,806
Uniforms - PPC	20,300	21,778	11,814	9,964
Squad emergency equipment				
repair	2,600	2,600	1,619	981
Training	22,200	22,200	24,185	(1,985)
General contractual services	18,800	18,800	16,889	1,911
Pension payments	1,021,100	1,021,100	875,234	145,866
Materials	80,000	80,253	47,001	33,252
Materials - grant	186,000	186,000	174,520	11,480
Equipment maintenance	4,000	4,172	4,440	(268)
Motor equipment	106,400	106,400	106,400	-
Computer equipment	12,200	12,200	-	12,200
Total emergency response	6,134,800	6,155,417	5,799,284	356,133
Special services				
Training	4,000	6,030	6,090	(60)
General contractual services	3,000	3,000	79	2,921
Materials	14,000	10,241	4,636	5,605
Equipment maintenance	-	1,729	1,729	-
Total special services	21,000	21,000	12,534	8,466
Emergency preparedness				
Regular salaries	27,300	27,300	24,832	2,468
Employee benefits - insurance	2,200	2,200	1,856	344
Training	1,600	1,600	-	1,600
General contractual services	4,000	4,000	656	3,344
Pension payments	7,400	7,400	6,193	1,207
Materials	2,600	2,600	887	1,713
Total emergency preparedness	45,100	45,100	34,424	10,676

(Continued)

City of Park Ridge, Illinois

General Fund

Schedule of Expenditures - Budget and Actual (Continued)

For the Year Ended April 30, 2009

	Budget		2009 Actual	Variance Positive (Negative)
	Original	Final		
Public safety (continued)				
Fire and ambulance services (continued)				
Total fire and ambulance services	\$ 7,077,100	\$ 7,083,423	\$ 6,774,665	\$ 308,758
Total public safety	15,935,500	15,941,823	14,807,037	1,134,786
Public works				
Public works administration				
Regular salaries	361,300	361,300	346,667	14,633
Extra help	4,000	4,000	2,788	1,212
Overtime	3,000	3,000	1,731	1,269
Employee benefits - insurance	55,900	55,900	47,030	8,870
Workers' compensation	44,900	44,900	83,139	(38,239)
Telecommunications	18,000	18,000	17,687	313
Tuition reimbursement	100	100	-	100
Training	3,000	3,000	1,613	1,387
General contractual services	6,500	6,500	6,244	256
Materials	6,000	6,000	5,923	77
Motor equipment	2,300	2,300	2,300	-
Total public works administration	505,000	505,000	515,122	(10,122)
Engineering				
Regular salaries	203,100	203,100	224,430	(21,330)
Overtime	7,000	7,000	5,658	1,342
Employee benefits - insurance	28,000	28,000	23,515	4,485
Engineering	5,000	5,000	642	4,358
Training	1,000	1,000	90	910
General contractual services	3,000	3,000	3,142	(142)
Materials	2,000	2,000	3,620	(1,620)
Motor equipment	2,800	2,800	8,126	(5,326)
Total engineering	251,900	251,900	269,223	(17,323)

(Continued)

City of Park Ridge, Illinois

General Fund

Schedule of Expenditures - Budget and Actual (Continued)

For the Year Ended April 30, 2009

	Budget		2009 Actual	Variance Positive (Negative)
	Original	Final		
Public works (continued)				
Traffic control				
Regular salaries	\$ 56,800	\$ 56,800	\$ 35,425	\$ 21,375
Extra help	500	500	-	500
Overtime	1,200	1,200	3,572	(2,372)
Employee benefits				
Insurance	10,500	10,500	16,548	(6,048)
Uniforms	200	200	132	68
Electrical equipment maintenance	55,000	55,000	80,071	(25,071)
General contractual services	45,100	-	-	-
Materials	25,000	25,000	20,685	4,315
Traffic improvements	250,000	250,000	96,217	153,783
Total traffic control	444,300	399,200	252,650	146,550
Street lighting				
Electricity equipment maintenance	35,000	35,000	32,180	2,820
Electricity	210,000	210,000	214,544	(4,544)
Total street lighting	245,000	245,000	246,724	(1,724)
Snow and storm control				
Regular salaries	179,100	179,100	170,845	8,255
Extra help	8,600	8,600	105	8,495
Overtime	79,000	79,000	116,871	(37,871)
Employee benefits				
Insurance	33,500	33,500	28,259	5,241
Uniforms	1,800	1,800	849	951
General contractual services	15,000	15,000	7,317	7,683
Materials	100	100	76	24
Snow removal supplies	168,000	168,000	551,388	(383,388)
Motor equipment	25,300	25,300	25,300	-
Total snow and storm control	510,400	510,400	901,010	(390,610)
Street maintenance				
Regular salaries	485,600	485,600	553,258	(67,658)
Extra help	10,300	10,300	11,323	(1,023)
Overtime	22,000	22,000	66,311	(44,311)

(Continued)

City of Park Ridge, Illinois

General Fund

Schedule of Expenditures - Budget and Actual (Continued)

For the Year Ended April 30, 2009

	Budget		2009 Actual	Variance Positive (Negative)
	Original	Final		
Public works (continued)				
Street maintenance (continued)				
Employee benefits				
Insurance	\$ 88,700	\$ 88,700	\$ 66,785	\$ 21,915
Uniforms	3,100	3,100	8,137	(5,037)
Telecommunications	4,000	4,000	4,032	(32)
Striping	30,000	30,000	27,963	2,037
General contractual services	2,000	2,000	2,828	(828)
Materials	87,500	87,500	6,510	80,990
Motor equipment	77,400	77,400	77,400	-
Total street maintenance	810,600	810,600	824,547	(13,947)
Sidewalk maintenance				
Regular salaries	49,000	49,000	41,733	7,267
Extra help	800	800	-	800
Overtime	1,000	1,000	4,524	(3,524)
Employee benefits				
Insurance	9,400	9,400	7,838	1,562
Uniforms	400	400	227	173
General contractual services	100	100	-	100
Materials	5,000	5,000	4,661	339
Grant funded project	-	-	34,239	(34,239)
Sidewalk repairs	121,500	121,500	118,948	2,552
Total sidewalk maintenance	187,200	187,200	212,170	(24,970)
Alley maintenance				
Regular salaries	24,100	24,100	19,453	4,647
Extra help	300	300	-	300
Overtime	500	500	2,060	(1,560)
Employee benefits				
Insurance	4,200	4,200	3,507	693
Uniforms	200	200	68	132
General contracting	10,000	10,000	4,450	5,550
Property tax refund	-	-	1,279	(1,279)
Materials	500	500	-	500
Total alley maintenance	39,800	39,800	30,817	8,983

(Continued)

City of Park Ridge, Illinois

General Fund

Schedule of Expenditures - Budget and Actual (Continued)

For the Year Ended April 30, 2009

	Budget		2009 Actual	Variance Positive (Negative)
	Original	Final		
Public works (continued)				
Sewer line and drainage				
Regular salaries	\$ 241,000	\$ 241,000	\$ 216,800	\$ 24,200
Extra help	800	800	51	749
Overtime	20,000	20,000	51,619	(31,619)
Employee benefits				
Insurance	44,300	44,300	37,129	7,171
Uniforms	2,000	2,000	947	1,053
General contractual services	35,000	35,000	121,070	(86,070)
Sewer clean and televise	2,000	2,000	2,275	(275)
Materials	46,000	46,000	92,636	(46,636)
Electricity	6,000	6,000	5,396	604
Motor equipment	22,000	22,000	22,000	-
Sewer construction	348,000	348,000	17,823	330,177
Total sewer line and drainage	767,100	767,100	567,746	199,354
City buildings maintenance				
Regular salaries	147,500	147,500	151,714	(4,214)
Extra help	100	100	6,119	(6,019)
Overtime	12,500	12,500	30,717	(18,217)
Employee benefits				
Insurance	25,500	25,500	21,452	4,048
Uniforms	200	200	1,006	(806)
Building maintenance				
General	96,000	141,100	87,807	53,293
City Hall	108,000	107,000	66,016	40,984
Train Depot	15,000	15,000	7,727	7,273
Dee Road train station	4,500	4,500	5,450	(950)
Old public works	-	-	5,703	(5,703)
General contractual services	27,000	27,000	27,650	(650)
Materials	14,000	14,000	14,382	(382)
Materials - City Hall	10,000	11,000	11,166	(166)
Materials - uptown station and depot	5,000	5,000	3,521	1,479
Natural gas and electricity	42,000	42,000	53,675	(11,675)
Building repairs	-	-	86,468	(86,468)
Total City buildings maintenance	507,300	552,400	580,573	(28,173)

(Continued)

City of Park Ridge, Illinois

General Fund

Schedule of Expenditures - Budget and Actual (Continued)

For the Year Ended April 30, 2009

	Budget		2009 Actual	Variance Positive (Negative)
	Original	Final		
Public works (continued)				
Forestry				
Regular salaries	\$ 71,400	\$ 71,400	\$ 79,129	\$ (7,729)
Extra help	4,000	4,000	5,556	(1,556)
Overtime	500	500	-	500
Employee benefits - insurance	11,200	11,200	9,488	1,712
Tree trimming and removal	600,000	657,000	650,556	6,444
Tree spraying	7,000	7,000	325	6,675
Tree spraying - Elm trees	-	-	7,369	(7,369)
Training	3,000	3,000	922	2,078
General contractual services	6,000	6,000	5,322	678
Materials	5,000	5,000	1,999	3,001
Motor equipment	1,200	1,200	1,200	-
Reforestation	184,300	127,300	126,986	314
Total forestry	893,600	893,600	888,852	4,748
Grounds maintenance				
Regular salaries	262,900	262,900	236,136	26,764
Extra help	31,000	31,000	13,352	17,648
Overtime	15,000	15,000	26,503	(11,503)
Employee benefits				
Insurance	48,800	48,800	40,842	7,958
Uniforms	1,100	1,100	2,117	(1,017)
Gas for gas lights	28,000	28,000	26,446	1,554
Gas light maintenance	9,000	9,000	3,695	5,305
General contractual services	60,000	60,000	66,592	(6,592)
Materials	36,000	36,000	34,936	1,064
Motor equipment	8,400	8,400	8,400	-
Total grounds maintenance	500,200	500,200	459,019	41,181
Vehicle maintenance				
Regular salaries	400,100	400,100	501,138	(101,038)
Extra help	2,800	2,800	-	2,800
Overtime	29,400	29,400	59,158	(29,758)

(Continued)

City of Park Ridge, Illinois

General Fund

Schedule of Expenditures - Budget and Actual (Continued)

For the Year Ended April 30, 2009

	Budget		2009 Actual	Variance Positive (Negative)
	Original	Final		
Public works (continued)				
Vehicle maintenance (continued)				
Employee benefits				
Insurance	\$ 62,700	\$ 62,700	\$ 52,599	\$ 10,101
Uniforms	2,200	2,200	3,768	(1,568)
Insurance claims	40,000	40,000	40,708	(708)
Building maintenance	2,500	2,500	2,992	(492)
Training	1,600	1,600	-	1,600
General contractual services	50,000	50,000	51,591	(1,591)
Materials	155,000	155,000	148,320	6,680
Automobile petroleum products	245,000	245,000	294,230	(49,230)
Tires	19,000	19,000	14,647	4,353
Motor equipment	2,300	2,300	2,300	-
Computer equipment	1,000	1,000	-	1,000
Total vehicle maintenance	1,013,600	1,013,600	1,171,451	(157,851)
Total public works	6,676,000	6,676,000	6,919,904	(243,904)
Development				
Development administration				
Regular salaries	95,000	88,400	67,223	21,177
Extra help	18,000	18,000	6,657	11,343
Employee benefits - insurance	13,400	13,400	11,345	2,055
Workers' compensation	3,400	3,400	3,390	10
Telecommunications	14,500	17,200	17,139	61
Tuition reimbursement	1,800	1,800	-	1,800
Training	600	600	-	600
General contractual services	9,000	9,000	7,345	1,655
Materials	6,000	8,325	8,310	15
Motor equipment	300	300	300	-
Total development administration	162,000	160,425	121,709	38,716
Planning				
Regular salaries	58,100	58,100	30,815	27,285
Employee benefits - insurance	10,600	10,600	8,870	1,730

(Continued)

City of Park Ridge, Illinois
General Fund
Schedule of Expenditures - Budget and Actual (Continued)
For the Year Ended April 30, 2009

	Budget		2009 Actual	Variance Positive (Negative)
	Original	Final		
Development (continued)				
 Planning (continued)				
Consulting services	\$ 40,000	\$ 63,500	\$ 23,895	\$ 39,605
Training	3,000	2,400	1,079	1,321
Membership dues	5,500	5,500	713	4,787
General contractual services	110,000	122,000	114,659	7,341
Materials	2,500	2,500	2,415	85
Machinery and equipment	30,000	25,500	-	25,500
Computer equipment	3,900	3,900	-	3,900
Total planning	<u>263,600</u>	<u>294,000</u>	<u>182,446</u>	<u>111,554</u>
 Development review				
Regular salaries	77,600	77,600	47,305	30,295
Employee benefits - insurance	15,700	15,700	13,201	2,499
Total development review	<u>93,300</u>	<u>93,300</u>	<u>60,506</u>	<u>32,794</u>
 Zoning administration				
Regular salaries	165,300	165,300	166,605	(1,305)
Overtime	3,000	3,000	-	3,000
Employee benefits - insurance	28,000	28,000	23,515	4,485
Training	1,500	1,500	64	1,436
General contractual services	1,000	1,000	-	1,000
Materials	1,000	1,000	984	16
Motor equipment	2,100	2,100	2,100	-
Total zoning administration	<u>201,900</u>	<u>201,900</u>	<u>193,268</u>	<u>8,632</u>
 Building code enforcement				
Regular salaries	314,300	320,900	329,183	(8,283)
Overtime	2,000	2,000	114	1,886
Employee benefits - insurance	53,700	53,700	49,711	3,989
Microfilming	14,200	14,200	7,651	6,549
Training	3,200	3,800	3,736	64
General contractual services	97,000	97,000	86,723	10,277
Materials	6,200	5,675	4,371	1,304
Motor equipment	3,300	3,300	3,300	-
Total building code enforcement	<u>493,900</u>	<u>500,575</u>	<u>484,789</u>	<u>15,786</u>

(Continued)

City of Park Ridge, Illinois

General Fund

Schedule of Expenditures - Budget and Actual (Continued)

For the Year Ended April 30, 2009

	Budget		2009 Actual	Variance Positive (Negative)
	Original	Final		
Development (continued)				
Environmental health - neighborhood				
Regular salaries	\$ 82,400	\$ 82,400	\$ 86,591	\$ (4,191)
Overtime	500	500	-	500
Employee benefits - insurance	15,700	15,700	13,201	2,499
Pest control	10,000	10,000	8,715	1,285
General contractual services	9,000	9,000	8,255	745
Materials	1,700	1,700	837	863
Motor equipment	1,600	1,600	1,600	-
Total environmental health - neighborhood	120,900	120,900	119,199	1,701
Environmental health - business				
Regular salaries	86,900	86,900	85,286	1,614
Overtime	1,000	1,000	-	1,000
Employee benefits - insurance	16,800	16,800	14,026	2,774
Training	1,000	1,000	478	522
General contractual services	500	500	-	500
Materials	800	800	713	87
Total environmental health - business	107,000	107,000	100,503	6,497
Business district support				
Regular salaries	18,500	18,500	4,957	13,543
Employee benefits - insurance	2,800	2,800	2,269	531
Membership dues	600	600	-	600
General contractual services	22,500	10,500	9,469	1,031
Total business district support	44,400	32,400	16,695	15,705
Total development	1,487,000	1,510,500	1,279,115	231,385
Culture and civic				
Community support				
Regular salaries	5,200	5,200	4,668	532
Concerts	30,000	30,000	30,000	-

(Continued)

City of Park Ridge, Illinois

General Fund

Schedule of Expenditures - Budget and Actual (Continued)

For the Year Ended April 30, 2009

	Budget		2009 Actual	Variance Positive (Negative)
	Original	Final		
Culture and civic (continued)				
Community support (continued)				
Youth services	\$ 47,500	\$ 51,517	\$ 41,734	\$ 9,783
Senior services	115,500	115,500	115,500	-
Historical services	10,000	10,000	10,000	-
Cultural arts	23,000	23,000	16,324	6,676
Materials	-	-	37	(37)
Special events	3,000	3,000	-	3,000
Total community support	234,200	238,217	218,263	19,954
Transportation				
Regular salaries	5,700	5,700	6,219	(519)
Employee benefits - insurance	1,100	1,100	1,031	69
Taxi service subsidy	23,000	23,000	15,878	7,122
Total transportation	29,800	29,800	23,128	6,672
Total culture and civic	264,000	268,017	241,391	26,626
Total expenditures	\$ 28,490,100	\$ 28,523,940	\$ 26,997,554	\$ 1,526,386

(Concluded)

City of Park Ridge, Illinois

Nonmajor Governmental Funds

Combining Balance Sheet

April 30, 2009

	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Total Nonmajor Governmental Funds</u>
ASSETS				
Cash and cash equivalents	\$ 879,812	\$ 2,002,176	\$ 569,228	\$ 3,451,216
Receivables				
Property taxes, net	905,323	809,596	-	1,714,919
Other taxes	95,553	-	-	95,553
Intergovernmental	75,433	-	-	75,433
Interest	73	-	-	73
Other receivables	42,349	-	-	42,349
Due from other funds	161	-	-	161
Prepaid items	117,683	-	-	117,683
Deposits in escrow	-	-	1,472,932	1,472,932
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total assets	\$ <u>2,116,387</u>	\$ <u>2,811,772</u>	\$ <u>2,042,160</u>	\$ <u>6,970,319</u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 555,429	\$ -	\$ -	\$ 555,429
Other accrued liabilities	-	3,568	-	3,568
Unearned property tax revenue	887,357	792,886	-	1,680,243
Unearned revenue - other	47,776	-	-	47,776
Contracts payable	96,635	-	-	96,635
Due to other funds	766,655	-	85,360	852,015
Advances from other funds	-	435,047	-	435,047
Due to other governments	22,057	-	-	22,057
Other liabilities	125,782	-	-	125,782
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities	2,501,691	1,231,501	85,360	3,818,552
Fund balances				
Reserved for prepaid items	117,683	-	-	117,683
Reserved for debt service	-	2,015,318	-	2,015,318
Reserved for employees' retirement	114,792	-	-	114,792
Reserved for TIF expenditures	119,564	-	-	119,564
Reserved for capital projects	-	-	1,956,800	1,956,800
Unreserved	(737,343)	(435,047)	-	(1,172,390)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total fund balances	(385,304)	1,580,271	1,956,800	3,151,767
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities and fund balances	\$ <u>2,116,387</u>	\$ <u>2,811,772</u>	\$ <u>2,042,160</u>	\$ <u>6,970,319</u>

City of Park Ridge, Illinois
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficit)
For the Year Ended April 30, 2009

	Special Revenue	Debt Service	Capital Projects	Total Nonmajor Governmental Funds
Revenues				
Property taxes	\$ 2,035,323	\$ 1,655,844	\$ -	\$ 3,691,167
Other taxes	628,436	-	-	628,436
Intergovernmental	985,749	-	-	985,749
Fines and forfeitures	19,456	-	-	19,456
Miscellaneous	16,065	-	-	16,065
Interest	7,827	24,591	58,960	91,378
Total revenues	<u>3,692,856</u>	<u>1,680,435</u>	<u>58,960</u>	<u>5,432,251</u>
Expenditures				
Current				
General government	281,786	-	-	281,786
Public safety	1,530,320	-	-	1,530,320
Public works	2,056,577	-	3,607,411	5,663,988
Development	412,489	-	605,810	1,018,299
Culture and civic	425,739	-	-	425,739
Debt service				
Principal	-	2,685,000	-	2,685,000
Interest and fiscal agent fees	-	2,168,113	-	2,168,113
Total expenditures	<u>4,706,911</u>	<u>4,853,113</u>	<u>4,213,221</u>	<u>13,773,245</u>
Deficiency of revenues over expenditures	<u>(1,014,055)</u>	<u>(3,172,678)</u>	<u>(4,154,261)</u>	<u>(8,340,994)</u>
Other financing sources (uses)				
Transfers in (out)	765,362	2,961,622	(61,000)	3,665,984
Net change in fund balances	(248,693)	(211,056)	(4,215,261)	(4,675,010)
Fund balances, May 1	<u>(136,611)</u>	<u>1,791,327</u>	<u>6,172,061</u>	<u>7,826,777</u>
Fund balances (deficit), April 30	<u>\$ (385,304)</u>	<u>\$ 1,580,271</u>	<u>\$ 1,956,800</u>	<u>\$ 3,151,767</u>

NONMAJOR SPECIAL REVENUE FUNDS

Special Revenue Funds are governmental funds used to account for the proceeds of specific revenue sources (other than special assessments, expendable trusts, or major capital projects) that are legally restricted to expenditures for specified purposes.

Motor Fuel Tax Fund - to account for the use of the City's share of state gasoline taxes. State law requires that motor fuel taxes be used for improvements in the street right of way, including streets, curbs and gutters, traffic signalization, and sewer improvements.

Illinois Municipal Retirement Fund - to account for the City's property tax levy and water revenue transfers used to make employer contributions for all non-uniformed personnel to the state-administered retirement fund.

Emergency Telephone Fund - to account for the telephone surcharge collected from persons with telephones installed in homes and businesses to be used to fund emergency telephone services.

Asset Forfeiture Fund - to account for the receipt of confiscated illegal drug money or assets and the disbursement of the monies for drug enforcement purposes.

Dempster Tax Increment Financing Fund - to account for the redevelopment of the Dempster Plaza Business District.

Foreign Fire Insurance Tax Fund - to account for receipts and disbursements of foreign fire insurance taxes.

Special Service Areas Fund - to account for the monies levied on property owners, which are to be used for alley paving and other improvements, as approved by the majority of those property owners upon formation of the Special Service Area.

City of Park Ridge, Illinois

Nonmajor Special Revenue Funds

Combining Balance Sheet

April 30, 2009

	Motor Fuel Tax	Illinois Municipal Retirement	Emergency Telephone	Asset Forfeiture
ASSETS				
Cash and cash equivalents	\$ 321,320	\$ 97,862	\$ -	\$ 85,594
Investments	-	-	-	-
Receivables				
Property taxes, net	-	812,602	-	-
Intergovernmental	75,433	-	-	-
Other taxes				
Emergency telephone surcharge	-	-	95,553	-
Miscellaneous	42,349	-	-	-
Interest	-	-	-	42
Due from other funds	-	161	-	-
Prepaid items	-	-	117,683	-
Total assets	\$ 439,102	\$ 910,625	\$ 213,236	\$ 85,636

LIABILITIES AND FUND BALANCES (DEFICIT)

Liabilities				
Accounts payable	\$ 455,605	\$ -	\$ 23,417	\$ 270
Unearned property tax revenue	-	795,833	-	-
Unearned revenue - other	-	-	47,776	-
Contracts payable	79,951	-	-	-
Due to other funds	-	-	370,754	-
Due to other governments	-	-	-	-
Other liabilities	-	-	-	-
Total liabilities	535,556	795,833	441,947	270

Fund balances (deficit)				
Reserved for prepaid items	-	-	117,683	-
Reserved for employees' retirement	-	114,792	-	-
Reserved for TIF expenditures	-	-	-	-
Unreserved	(96,454)	-	(346,394)	85,366
Total fund balances (deficit)	(96,454)	114,792	(228,711)	85,366
Total liabilities and fund balances (deficit)	\$ 439,102	\$ 910,625	\$ 213,236	\$ 85,636

<u>Dempster Tax Increment Financing</u>	<u>Foreign Fire Insurance Tax</u>	<u>Special Service Areas</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ 236,929	\$ 28,564	\$ 109,543	\$ 879,812
-	-	-	-
-	-	92,721	905,323
-	-	-	75,433
-	-	-	95,553
-	-	-	42,349
31	-	-	73
-	-	-	161
-	-	-	117,683
<u>\$ 236,960</u>	<u>\$ 28,564</u>	<u>\$ 202,264</u>	<u>\$ 2,116,387</u>

\$ -	\$ -	\$ 76,137	\$ 555,429
-	-	91,524	887,357
-	-	-	47,776
-	-	16,684	96,635
-	-	395,901	766,655
-	-	22,057	22,057
<u>117,396</u>	<u>-</u>	<u>8,386</u>	<u>125,782</u>
<u>117,396</u>	<u>-</u>	<u>610,689</u>	<u>2,501,691</u>
-	-	-	117,683
-	-	-	114,792
119,564	-	-	119,564
<u>-</u>	<u>28,564</u>	<u>(408,425)</u>	<u>(737,343)</u>
<u>119,564</u>	<u>28,564</u>	<u>(408,425)</u>	<u>(385,304)</u>
<u>\$ 236,960</u>	<u>\$ 28,564</u>	<u>\$ 202,264</u>	<u>\$ 2,116,387</u>

City of Park Ridge, Illinois

Nonmajor Special Revenue Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficit)

For the Year Ended April 30, 2009

	<u>Motor Fuel Tax</u>	<u>Illinois Municipal Retirement</u>	<u>Emergency Telephone</u>	<u>Asset Forfeiture</u>
Revenues				
Property taxes	\$ -	\$ 1,626,807	\$ -	\$ -
Other taxes				
Emergency telephone surcharge	-	-	582,513	-
Personal property replacement	-	19,900	-	-
Foreign fire insurance	-	-	-	-
Intergovernmental - grants	985,749	-	-	-
Fines and forfeitures	-	-	-	19,456
Miscellaneous	-	-	-	-
Interest	2,697	-	-	1,013
	<u>988,446</u>	<u>1,646,707</u>	<u>582,513</u>	<u>20,469</u>
Expenditures				
Current				
General government	-	281,786	-	-
Public safety	-	286,648	1,218,345	5,008
Public works	1,234,285	660,773	-	-
Development	-	138,875	-	-
Culture and civic	-	425,739	-	-
	<u>1,234,285</u>	<u>1,793,821</u>	<u>1,218,345</u>	<u>5,008</u>
Excess (deficiency) of revenues over expenditures	<u>(245,839)</u>	<u>(147,114)</u>	<u>(635,832)</u>	<u>15,461</u>
Other financing sources (uses)				
Transfers in (out)	<u>-</u>	<u>187,600</u>	<u>695,100</u>	<u>-</u>
Net change in fund balances	(245,839)	40,486	59,268	15,461
Fund balances (deficit), May 1	<u>149,385</u>	<u>74,306</u>	<u>(287,979)</u>	<u>69,905</u>
Fund balances (deficit), April 30	<u>\$ (96,454)</u>	<u>\$ 114,792</u>	<u>\$ (228,711)</u>	<u>\$ 85,366</u>

<u>Dempster Tax Increment Financing</u>	<u>Foreign Fire Insurance Tax</u>	<u>Special Service Areas</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ 241,522	\$ -	\$ 166,994	\$ 2,035,323
-	-	-	582,513
-	-	-	19,900
-	26,023	-	26,023
-	-	-	985,749
-	-	-	19,456
-	-	16,065	16,065
4,085	-	32	7,827
<u>245,607</u>	<u>26,023</u>	<u>183,091</u>	<u>3,692,856</u>
-	-	-	281,786
-	20,319	-	1,530,320
-	-	161,519	2,056,577
249,088	-	24,526	412,489
-	-	-	425,739
<u>249,088</u>	<u>20,319</u>	<u>186,045</u>	<u>4,706,911</u>
<u>(3,481)</u>	<u>5,704</u>	<u>(2,954)</u>	<u>(1,014,055)</u>
-	-	(117,338)	765,362
(3,481)	5,704	(120,292)	(248,693)
<u>123,045</u>	<u>22,860</u>	<u>(288,133)</u>	<u>(136,611)</u>
<u>\$ 119,564</u>	<u>\$ 28,564</u>	<u>\$ (408,425)</u>	<u>\$ (385,304)</u>

City of Park Ridge, Illinois

Motor Fuel Tax Fund

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

For the Year Ended April 30, 2009

	<u>Original and Final Budget</u>	<u>2009 Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Intergovernmental			
Allotments from State of Illinois	\$ 1,138,900	\$ 985,749	\$ (153,151)
Interest	<u>15,000</u>	<u>2,697</u>	<u>(12,303)</u>
Total revenues	<u>1,153,900</u>	<u>988,446</u>	<u>(165,454)</u>
Expenditures			
Public works			
Street repairs	700,000	817,876	(117,876)
Alley paving	<u>701,300</u>	<u>416,409</u>	<u>284,891</u>
Total public works expenditures	<u>1,401,300</u>	<u>1,234,285</u>	<u>167,015</u>
Other financing sources			
Transfers in	<u>247,400</u>	<u>-</u>	<u>(247,400)</u>
Deficiency of revenues over expenditures	\$ <u>-</u>	(245,839)	\$ <u>(245,839)</u>
Fund balance, May 1		<u>149,385</u>	
Fund balance, April 30		\$ <u>(96,454)</u>	

City of Park Ridge, Illinois
 Illinois Municipal Retirement Fund
 Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
 For the Year Ended April 30, 2009

	<u>Original and Final Budget</u>	<u>2009 Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Property taxes	\$ 1,638,700	\$ 1,626,807	\$ (11,893)
Other taxes			
Personal property replacement	19,900	19,900	-
Interest	<u>3,000</u>	<u>-</u>	<u>(3,000)</u>
Total revenues	<u>1,661,600</u>	<u>1,646,707</u>	<u>(14,893)</u>
Expenditures			
Pension payments			
General government	307,100	281,786	25,314
Public safety	276,100	286,648	(10,548)
Public works	608,200	660,773	(52,573)
Development	164,400	138,875	25,525
Culture and civic	<u>493,400</u>	<u>425,739</u>	<u>67,661</u>
Total expenditures	<u>1,849,200</u>	<u>1,793,821</u>	<u>55,379</u>
Deficiency of revenues over expenditures	<u>(187,600)</u>	<u>(147,114)</u>	<u>40,486</u>
Other financing sources			
Transfers in			
Contribution from Water Fund	155,400	155,400	-
Contribution from Parking Fund	<u>32,200</u>	<u>32,200</u>	<u>-</u>
Total transfers in	<u>187,600</u>	<u>187,600</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures	<u>\$ -</u>	40,486	<u>\$ 40,486</u>
Fund balance, May 1		<u>74,306</u>	
Fund balance, April 30		<u>\$ 114,792</u>	

City of Park Ridge, Illinois

Emergency Telephone Fund

Schedule of Revenues, Expenditures, and Changes in Fund Deficit - Budget and Actual

For the Year Ended April 30, 2009

	<u>Original and Final Budget</u>	<u>2009 Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Other taxes			
Emergency telephone surcharge	\$ <u>500,000</u>	\$ <u>582,513</u>	\$ <u>82,513</u>
Expenditures			
Public safety - communications	<u>1,195,100</u>	<u>1,218,345</u>	<u>(23,245)</u>
Deficiency of revenues over expenditures	(695,100)	(635,832)	59,268
Other financing sources			
Transfers in	<u>695,100</u>	<u>695,100</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures	\$ <u>-</u>	59,268	\$ <u>59,268</u>
Fund deficit, May 1		<u>(287,979)</u>	
Fund deficit, April 30		\$ <u>(228,711)</u>	

NONMAJOR DEBT SERVICE FUNDS

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

1998 General Obligation Bond Fund - a governmental fund used to account for the accumulation of resources for, and the payment of, debt principal, interest, and related costs for the general obligation bonds issued in 1998 to finance the construction of a new public works service center and the paving of various alleys.

2004A General Obligation Bond Fund - a governmental fund used to account for the accumulation of resources for, and the payment of, debt principal, interest, and related costs for the general obligation bonds issued in 2004 to finance the construction of the reservoir and pump station.

2004B General Obligation Bond Fund - a governmental fund used to account for the accumulation of resources for, and the payment of, debt principal, interest, and related costs for the general obligation bonds issued in 2004 to finance the construction of the reservoir and pump station. (Closed in fiscal 2008.)

2005A General Obligation Bond Fund - a governmental fund used to account for the accumulation of resources for, and the payment of, debt principal, interest, and related costs for the general obligation bonds issued in 2005 to finance the construction of Phases I and II of the Uptown Redevelopment Project.

2006A General Obligation Bond Fund - a governmental fund used to account for the accumulation of resources for, and the payment of, debt principal, interest, and related costs for the general obligation bonds issued in 2006 to finance the further construction of the Uptown Redevelopment Project.

2006B General Obligation Bond Fund - a governmental fund used to account for the accumulation of resources for, and the payment of, debt principal, interest, and related costs for the general obligation bonds issued in 2006 to finance the further construction of the Uptown Redevelopment Project.

City of Park Ridge, Illinois

Nonmajor Debt Service Funds

Combining Balance Sheet

April 30, 2009

	1998 General Obligation <u>Bond Fund</u>	2004A General Obligation <u>Bond Fund</u>	2004B General Obligation <u>Bond Fund</u>	2005A General Obligation <u>Bond Fund</u>
ASSETS				
Cash and cash equivalents	\$ 980,708	\$ -	\$ -	\$ 160,556
Receivables				
Property taxes, net	<u>809,596</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 1,790,304</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 160,556</u>
 LIABILITIES AND FUND BALANCES (DEFICIT)				
Liabilities				
Other accrued liabilities	\$ -	\$ -	\$ -	\$ 3,568
Unearned property tax revenue	792,886	-	-	-
Advances from other funds	<u>-</u>	<u>435,047</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>792,886</u>	<u>435,047</u>	<u>-</u>	<u>3,568</u>
 Fund balances (deficit)				
Reserved for debt service	997,418	-	-	156,988
Unreserved	<u>-</u>	<u>(435,047)</u>	<u>-</u>	<u>-</u>
Total fund balances (deficit)	<u>997,418</u>	<u>(435,047)</u>	<u>-</u>	<u>156,988</u>
 Total liabilities and fund balances (deficits)	 <u>\$ 1,790,304</u>	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ 160,556</u>

2006A General Obligation Bond Fund	2006B General Obligation Bond Fund	Total Nonmajor Debt Service Funds
<u> </u>	<u> </u>	<u> </u>
\$ 567,668	\$ 293,244	\$ 2,002,176
-	-	809,596
<u> </u>	<u> </u>	<u> </u>
\$ <u>567,668</u>	\$ <u>293,244</u>	\$ <u>2,811,772</u>
\$ -	\$ -	\$ 3,568
-	-	792,886
-	-	435,047
<u> </u>	<u> </u>	<u> </u>
-	-	1,231,501
<u> </u>	<u> </u>	<u> </u>
567,668	293,244	2,015,318
-	-	(435,047)
<u> </u>	<u> </u>	<u> </u>
567,668	293,244	1,580,271
<u> </u>	<u> </u>	<u> </u>
\$ <u>567,668</u>	\$ <u>293,244</u>	\$ <u>2,811,772</u>

City of Park Ridge, Illinois

Nonmajor Debt Service Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficit)

For the Year Ended April 30, 2009

	1998 General Obligation Bond Fund	2004A General Obligation Bond Fund	2004B General Obligation Bond Fund	2005A General Obligation Bond Fund
Revenues				
Property taxes	\$ 1,655,844	\$ -	\$ -	\$ -
Interest	12,996	-	-	-
Total revenues	<u>1,668,840</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures				
Debt Service				
Principal	1,535,000	725,000	425,000	-
Interest and fiscal agent fees	124,200	163,331	456,154	321,113
Total expenditures	<u>1,659,200</u>	<u>888,331</u>	<u>881,154</u>	<u>321,113</u>
Excess (deficiency) of revenues over expenditures	9,640	(888,331)	(881,154)	(321,113)
Other financing sources				
Transfers in	-	888,331	881,154	481,669
Net change in fund balances	9,640	-	-	160,556
Fund balance (deficit) - May 1	<u>987,778</u>	<u>(435,047)</u>	<u>-</u>	<u>(3,568)</u>
Fund balance (deficit) - April 30	<u>\$ 997,418</u>	<u>\$ (435,047)</u>	<u>\$ -</u>	<u>\$ 156,988</u>

2006A General Obligation Bond Fund	2006B General Obligation Bond Fund	Total Nonmajor Debt Service Funds
\$ -	\$ -	\$ 1,655,844
<u>9,506</u>	<u>2,089</u>	<u>24,591</u>
<u>9,506</u>	<u>2,089</u>	<u>1,680,435</u>
-	-	2,685,000
<u>523,500</u>	<u>579,815</u>	<u>2,168,113</u>
<u>523,500</u>	<u>579,815</u>	<u>4,853,113</u>
(513,994)	(577,726)	(3,172,678)
<u>261,750</u>	<u>448,718</u>	<u>2,961,622</u>
(252,244)	(129,008)	(211,056)
<u>819,912</u>	<u>422,252</u>	<u>1,791,327</u>
<u>\$ 567,668</u>	<u>\$ 293,244</u>	<u>\$ 1,580,271</u>

City of Park Ridge, Illinois
Debt Service 1998 General Obligation Bond Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Year Ended April 30, 2009

	Original and Final Budget	2009 Actual	Variance Positive (Negative)
Revenues			
Property taxes	\$ 1,632,800	\$ 1,655,844	\$ 23,044
Interest	-	12,996	12,996
Total revenues	<u>1,632,800</u>	<u>1,668,840</u>	<u>36,040</u>
Expenditures			
Debt service			
Principal	1,632,800	1,535,000	97,800
Interest and fiscal agent fees	-	124,200	(124,200)
Total expenditures	<u>1,632,800</u>	<u>1,659,200</u>	<u>(26,400)</u>
Net change in fund balance	<u>\$ -</u>	9,640	<u>\$ 9,640</u>
Fund balance - May 1		<u>987,778</u>	
Fund balance - April 30		<u>\$ 997,418</u>	

City of Park Ridge, Illinois
Debt Service 2004A General Obligation Bond Fund
Schedule of Revenues, Expenditures, and Changes in Fund Deficit - Budget and Actual
For the Year Ended April 30, 2009

	<u>Original and Final Budget</u>	<u>2009 Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Interest	\$ -	\$ -	\$ -
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures			
Debt service			
Principal	1,041,600	725,000	316,600
Interest and fiscal agent fees	-	163,331	(163,331)
Total expenditures	<u>1,041,600</u>	<u>888,331</u>	<u>153,269</u>
Deficiency of revenues over expenditures	(1,041,600)	(888,331)	153,269
Other financing sources			
Transfers in	<u>1,041,600</u>	<u>888,331</u>	<u>(153,269)</u>
Net change in fund balance	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund deficit - May 1		<u>(435,047)</u>	
Fund deficit - April 30		<u>\$ (435,047)</u>	

City of Park Ridge, Illinois
 Debt Service 2004B General Obligation Bond Fund
 Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Year Ended April 30, 2009

	Original and Final Budget	2009 Actual	Variance Positive (Negative)
Revenues			
Interest	\$ -	\$ -	\$ -
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures			
Debt service			
Principal	878,400	425,000	453,400
Interest and fiscal agent fees	-	456,154	(456,154)
Total expenditures	<u>878,400</u>	<u>881,154</u>	<u>(2,754)</u>
Deficiency of revenues over expenditures	(878,400)	(881,154)	(2,754)
Other financing sources			
Transfers in	<u>878,400</u>	<u>881,154</u>	<u>2,754</u>
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund balance - May 1		<u>-</u>	
Fund balance - April 30		<u>\$ -</u>	

City of Park Ridge, Illinois
 Debt Service 2005A General Obligation Bond Fund
 Schedule of Revenues, Expenditures, and Changes in Fund Deficit - Budget and Actual
For the Year Ended April 30, 2009

	Original and Final Budget	2009 Actual	Variance Positive (Negative)
Revenues			
Interest	\$ -	\$ -	\$ -
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures			
Debt service			
Interest and fiscal agent fees	<u>321,100</u>	<u>321,113</u>	<u>(13)</u>
Total expenditures	<u>321,100</u>	<u>321,113</u>	<u>(13)</u>
Deficiency of revenues over expenditures	(321,100)	(321,113)	(13)
Other financing sources			
Transfers in			
From Series 2005A Uptown TIF Construction Fund	-	61,000	61,000
From Uptown TIF Fund	<u>321,100</u>	<u>420,669</u>	<u>99,569</u>
Total other financing sources	<u>321,100</u>	<u>481,669</u>	<u>160,569</u>
Net change in fund balance	<u>\$ -</u>	160,556	<u>\$ 160,556</u>
Fund deficit - May 1		<u>(3,568)</u>	
Fund deficit - April 30		<u>\$ 156,988</u>	

City of Park Ridge, Illinois
 Debt Service 2006A General Obligation Bond Fund
 Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Year Ended April 30, 2009

	<u>Original and Final Budget</u>	<u>2009 Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Interest	\$ -	\$ 9,506	\$ 9,506
Total revenues	<u>-</u>	<u>9,506</u>	<u>9,506</u>
Expenditures			
Debt service			
Interest and fiscal agent fees	<u>523,500</u>	<u>523,500</u>	<u>-</u>
Total expenditures	<u>523,500</u>	<u>523,500</u>	<u>-</u>
Deficiency of revenues over expenditures	(523,500)	(513,994)	9,506
Other financing sources			
Transfers in			
From Uptown TIF Fund	<u>523,500</u>	<u>261,750</u>	<u>(261,750)</u>
Net change in fund balance	<u>\$ -</u>	(252,244)	<u>\$ (252,244)</u>
Fund balance - May 1		<u>819,912</u>	
Fund balance - April 30		<u>\$ 567,668</u>	

City of Park Ridge, Illinois
Debt Service 2006B General Obligation Bond Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Year Ended April 30, 2009

	<u>Original and Final Budget</u>	<u>2009 Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Interest	\$ -	\$ 2,089	\$ 2,089
Total revenues	<u>-</u>	<u>2,089</u>	<u>2,089</u>
Expenditures			
Debt service			
Interest and fiscal agent fees	<u>579,800</u>	<u>579,815</u>	<u>(15)</u>
Total expenditures	<u>579,800</u>	<u>579,815</u>	<u>(15)</u>
Deficiency of revenues over expenditures	(579,800)	(577,726)	2,074
Other financing sources			
Transfers in			
From Uptown TIF Fund	<u>579,800</u>	<u>448,718</u>	<u>(131,082)</u>
Net change in fund balance	<u>\$ -</u>	(129,008)	<u>\$ (129,008)</u>
Fund balance - May 1		<u>422,252</u>	
Fund balance - April 30		<u>\$ 293,244</u>	

NONMAJOR CAPITAL PROJECTS FUNDS

The Capital Projects Funds are governmental funds used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds and Trust Funds).

Sewer Construction Fund - to account for the cost of construction and improvements to the combined sewer system to provide for better storm drainage. Financing was provided by \$16,000,000 general obligation bonds which were sold in June 1985.

Series 2005A Uptown TIF Construction Fund - to account for the cost of construction of Phase II of the Uptown Redevelopment Project. Financing was provided by \$3,000,000 general obligation bonds which were sold in January 2006.

Series 2006A Uptown TIF Construction Fund - to account for the City's portion of phases of the Uptown Redevelopment Project.

Series 2006B Uptown TIF Construction Fund - to account for the City's portion of phases of the Uptown Redevelopment Project.

City of Park Ridge, Illinois

Nonmajor Capital Projects Funds

Combining Balance Sheet

April 30, 2009

	<u>Sewer Construction</u>	<u>Series 2005A Uptown TIF Construction</u>	<u>Series 2006A Uptown Construction</u>	<u>Series 2006B Uptown Construction</u>	<u>Total Nonmajor Capital Projects Funds</u>
ASSETS					
Cash and cash equivalents	\$ 1,852	\$ 2,215	\$ 1,016	\$ 564,145	\$ 569,228
Deposits in escrow	<u>-</u>	<u>487,368</u>	<u>822,653</u>	<u>162,911</u>	<u>1,472,932</u>
Total assets	<u>\$ 1,852</u>	<u>\$ 489,583</u>	<u>\$ 823,669</u>	<u>\$ 727,056</u>	<u>\$ 2,042,160</u>
 LIABILITIES AND FUND BALANCES					
Liabilities					
Due to other funds	\$ -	\$ -	\$ 85,360	\$ -	\$ 85,360
Total liabilities	<u>-</u>	<u>-</u>	<u>85,360</u>	<u>-</u>	<u>85,360</u>
Fund balances	<u>1,852</u>	<u>489,583</u>	<u>738,309</u>	<u>727,056</u>	<u>1,956,800</u>
Total liabilities and fund balances	<u>\$ 1,852</u>	<u>\$ 489,583</u>	<u>\$ 823,669</u>	<u>\$ 727,056</u>	<u>\$ 2,042,160</u>

City of Park Ridge, Illinois
 Nonmajor Capital Projects Funds
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 For the Year Ended April 30, 2009

	<u>Sewer Construction</u>	<u>Series 2005A Uptown TIF Construction</u>	<u>Series 2006A Uptown Construction</u>	<u>Series 2006B Uptown Construction</u>	<u>Total Nonmajor Capital Projects Funds</u>
Revenues					
Interest	\$ 13	\$ 11,207	\$ 32,629	\$ 15,111	\$ 58,960
Expenditures					
Current					
Public works	-	-	2,863,958	743,453	3,607,411
Development	-	605,810	-	-	605,810
Total expenditures	-	605,810	2,863,958	743,453	4,213,221
Excess (deficiency) of revenues over expenditures	13	(594,603)	(2,831,329)	(728,342)	(4,154,261)
Other financing uses					
Transfers out	-	(61,000)	-	-	(61,000)
Net change in fund balance	13	(655,603)	(2,831,329)	(728,342)	(4,215,261)
Fund balances					
May 1	1,839	1,145,186	3,569,638	1,455,398	6,172,061
April 30	\$ 1,852	\$ 489,583	\$ 738,309	\$ 727,056	\$ 1,956,800

ENTERPRISE FUNDS

The Enterprise Funds are proprietary funds established to account for the financing of self-supporting activities of governmental units which render services on a user-charge basis to the general public. The significant attribute of Enterprise Funds is that they are financed primarily by charges to consumers and that the accounting for them makes it possible to show whether they operated at a profit or loss similar to comparable private enterprises.

Water Fund - to account for the provisions of water services to the residents of the City. All activities necessary to provide these services are accounted for in this fund.

Parking Fund - to account for the provision of parking facilities to the residents of the City. All activities necessary to provide such facilities are accounted for in this fund.

City of Park Ridge, Illinois

Water Fund

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

For the Year Ended April 30, 2009

	Original and Final Budget	2009 Actual	Variance Positive (Negative)
Operating revenues			
Charges for services			
Water sales	\$ 6,929,300	\$ 6,055,395	\$ (873,905)
Water meters	30,000	14,275	(15,725)
Total charges for services	6,959,300	6,069,670	(889,630)
Total operating revenue	6,959,300	6,069,670	(889,630)
Operating expenses			
Administration			
Regular salaries	236,000	151,082	84,918
Overtime	1,600	6,040	(4,440)
Employee benefits			
Insurance	39,600	33,705	5,895
Telecommunications	22,000	21,119	881
Data processing services	28,000	22,296	5,704
Postal charges	31,000	27,405	3,595
General contractual services	71,300	5,340	65,960
Materials	2,000	188	1,812
Motor equipment	-	5,326	(5,326)
Total administration	431,500	272,501	158,999
Water supply and treatment			
Regular salaries	148,100	147,552	548
Overtime	24,000	20,219	3,781
Employee benefits			
Insurance	30,200	25,668	4,532
Uniforms	1,200	1,197	3
Purchase of water	2,687,500	2,654,885	32,615
Testing	7,500	5,762	1,738
Building maintenance	8,000	-	8,000
Training	3,600	183	3,417
General contractual services	38,000	49,326	(11,326)

(Continued)

City of Park Ridge, Illinois

Water Fund

Schedule of Revenues, Expenses, and Changes in Net Assets - Budget and Actual (Continued)

For the Year Ended April 30, 2009

	<u>Final Budget</u>	<u>2009 Actual</u>	<u>Variance Positive (Negative)</u>
Operating expenses (continued)			
Water supply and treatment (continued)			
Materials	\$ 15,000	\$ 9,569	\$ 5,431
Natural gas	10,000	2,511	7,489
Electricity	105,000	147,218	(42,218)
Equipment maintenance	6,500	6,459	41
Motor equipment	3,900	3,900	-
Computer equipment	3,800	3,800	-
Total water supply and treatment	<u>3,092,300</u>	<u>3,078,249</u>	<u>14,051</u>
Fire hydrant services			
Regular salaries	49,000	53,359	(4,359)
Extra help	2,000	-	2,000
Overtime	3,100	5,758	(2,658)
Employee benefits			
Insurance	9,400	7,838	1,562
Uniforms	500	295	205
General contractual services	100	-	100
Materials	12,000	10,191	1,809
Total fire hydrant services	<u>76,100</u>	<u>77,441</u>	<u>(1,341)</u>
Water main services			
Regular salaries	277,900	242,420	35,480
Extra help	5,000	5,618	(618)
Overtime	31,500	24,919	6,581
Employee benefits			
Insurance	53,200	45,014	8,186
Uniforms	2,000	5,277	(3,277)
Water surveys	12,000	12,000	-
General contractual services	5,000	9,141	(4,141)
Materials	124,000	127,521	(3,521)
Motor equipment	70,300	70,300	-

(Continued)

City of Park Ridge, Illinois

Water Fund

Schedule of Revenues, Expenses, and Changes in Net Assets - Budget and Actual (Continued)

For the Year Ended April 30, 2009

	<u>Final Budget</u>	<u>2009 Actual</u>	<u>Variance Positive (Negative)</u>
Operating expenses (continued)			
Water main services (continued)			
Water main construction	\$ 682,300	\$ 706,152	\$ (23,852)
Street repairs	605,000	212,331	392,669
Subtotal water main services	<u>1,868,200</u>	<u>1,460,693</u>	<u>407,507</u>
Less fixed assets capitalized	-	(711,478)	711,478
Total water main services	<u>1,868,200</u>	<u>749,215</u>	<u>1,118,985</u>
Water meter services			
Regular salaries	81,700	71,318	10,382
Extra help	1,000	-	1,000
Overtime	2,100	7,690	(5,590)
Employee benefits			
Insurance	15,700	13,200	2,500
Uniforms	900	394	506
General contractual services	25,000	11,698	13,302
Materials	3,500	-	3,500
Meters	40,000	30,172	9,828
Total water meter services	<u>169,900</u>	<u>134,472</u>	<u>35,428</u>
Depreciation	-	738,101	(738,101)
Total operating expenses	<u>5,638,000</u>	<u>5,049,979</u>	<u>588,021</u>
Operating income	<u>1,321,300</u>	<u>1,019,691</u>	<u>(301,609)</u>
Nonoperating revenues			
Interest income	250,000	56,787	(193,213)
Miscellaneous	79,300	63,741	(15,559)
Total nonoperating revenues	<u>329,300</u>	<u>120,528</u>	<u>(208,772)</u>
Income before transfers out	<u>1,650,600</u>	<u>1,140,219</u>	<u>(510,381)</u>

(Continued)

City of Park Ridge, Illinois

Water Fund

Schedule of Revenues, Expenses, and Changes in Net Assets - Budget and Actual (Continued)

For the Year Ended April 30, 2009

	<u>Final Budget</u>	<u>2009 Actual</u>	<u>Variance Positive (Negative)</u>
Transfers out	<u>(1,833,800)</u>	<u>(1,836,554)</u>	<u>(2,754)</u>
Changes in net assets	<u>\$ (183,200)</u>	<u>(696,335)</u>	<u>\$ (513,135)</u>
Net assets			
May 1, as originally stated		26,751,954	
Restatement (Note 16)		<u>389,335</u>	
May 1, as restated		27,141,289	
April 30		<u>\$ 26,444,954</u>	

(Concluded)

City of Park Ridge, Illinois

Parking Fund

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

For the Year Ended April 30, 2009

	<u>Original and Final Budget</u>	<u>2008 Actual</u>	<u>Variance Positive (Negative)</u>
Operating revenues			
Charges for services	\$ 394,100	\$ 276,014	\$ (118,086)
Total operating revenue	<u>394,100</u>	<u>276,014</u>	<u>(118,086)</u>
Operating expenses			
Parking services and maintenance			
Regular salaries	172,500	182,438	(9,938)
Extra help	100	-	100
Overtime	5,200	8,382	(3,182)
Employee benefits			
Insurance	23,700	20,048	3,652
Uniforms	5,500	398	5,102
Real property rental	35,600	55,780	(20,180)
General contractual services	10,000	7,310	2,690
Citation fees	-	35,539	(35,539)
Materials	8,500	6,976	1,524
Electricity	4,700	12,139	(7,439)
Parking meters	1,800	1,672	128
Motor equipment	21,000	21,000	-
Computer equipment	8,000	8,000	-
Parking lot construction	130,200	96,306	33,894
Total operating expenses	<u>426,800</u>	<u>455,988</u>	<u>(29,188)</u>
Operating loss	(32,700)	(179,974)	(147,274)
Nonoperating revenues			
Interest income	50,000	24,370	(25,630)
Miscellaneous	4,000	3,918	(82)
Total nonoperating revenues	<u>54,000</u>	<u>28,288</u>	<u>(25,712)</u>

(Continued)

City of Park Ridge, Illinois

Parking Fund

Schedule of Revenues, Expenses, and Changes in Net Assets - Budget and Actual (Continued)

For the Year Ended April 30, 2009

	<u>Final Budget</u>	<u>2009 Actual</u>	<u>Variance Positive (Negative)</u>
Income (loss) before transfers	21,300	(151,686)	(172,986)
Transfers out	<u>(32,200)</u>	<u>(32,200)</u>	<u>-</u>
Change in net assets	<u>\$ (10,900)</u>	<u>(183,886)</u>	<u>\$ (172,986)</u>
Net assets			
May 1		<u>2,598,098</u>	
April 30		<u>\$ 2,414,212</u>	

(Concluded)

INTERNAL SERVICE FUNDS

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

Technology Replacement Fund - to account for budgeted contributions from City departments to purchase computer equipment.

Motor Equipment Replacement Fund - to account for budgeted contributions from City departments to purchase motor equipment.

Library Technology Replacement Fund - to account for budgeted contributions from the Library to purchase computer, telecommunication, and photocopying equipment.

City of Park Ridge, Illinois

Internal Service Funds

Combining Schedule of Net Assets

April 30, 2009

	<u>Technology Replacement</u>	<u>Motor Equipment Replacement</u>	<u>Library Technology Replacement</u>	<u>Total</u>
ASSETS				
Current assets				
Cash and cash equivalents	\$ 301,644	\$ 2,245,912	\$ 206,448	\$ 2,754,004
Investments	1,191,000	1,332,000	459,000	2,982,000
Interest receivable	<u>1,229</u>	<u>2,207</u>	<u>258</u>	<u>3,694</u>
Total current assets	<u>1,493,873</u>	<u>3,580,119</u>	<u>665,706</u>	<u>5,739,698</u>
Noncurrent assets				
Capital assets				
Cost	29,290	5,521,098	55,715	5,606,103
Accumulated depreciation	<u>(29,290)</u>	<u>(3,583,027)</u>	<u>(35,772)</u>	<u>(3,648,089)</u>
Total noncurrent assets	<u>-</u>	<u>1,938,071</u>	<u>19,943</u>	<u>1,958,014</u>
Total assets	<u>1,493,873</u>	<u>5,518,190</u>	<u>685,649</u>	<u>7,697,712</u>
LIABILITIES				
Current liabilities				
Accounts payable	<u>-</u>	<u>2,032</u>	<u>9,015</u>	<u>11,047</u>
NET ASSETS				
Invested in capital assets, net of related debt	-	1,938,071	19,943	1,958,014
Unrestricted	<u>1,493,873</u>	<u>3,578,087</u>	<u>656,691</u>	<u>5,728,651</u>
Total net assets	<u>\$ 1,493,873</u>	<u>\$ 5,516,158</u>	<u>\$ 676,634</u>	<u>\$ 7,686,665</u>

City of Park Ridge, Illinois
Internal Service Funds
Combining Schedule of Revenues, Expenses, and Changes in Net Assets
For the Year Ended April 30, 2009

	<u>Technology Replacement</u>	<u>Motor Equipment Replacement</u>	<u>Library Technology Replacement</u>	<u>Total</u>
Operating revenues				
Charges for services	\$ 22,300	\$ 463,320	\$ 66,800	\$ 552,420
Operating expenses				
General contractual services	1,015	14,657	-	15,672
Materials	36,253	1,300	88,337	125,890
Depreciation	-	365,777	7,334	373,111
Total operating expenses	<u>37,268</u>	<u>381,734</u>	<u>95,671</u>	<u>514,673</u>
Operating income	<u>(14,968)</u>	<u>81,586</u>	<u>(28,871)</u>	<u>37,747</u>
Nonoperating revenues				
Interest income	33,048	72,873	15,634	121,555
Miscellaneous income	524	-	-	524
Gain on disposal of capital assets	-	24,000	-	24,000
Total nonoperating revenues	<u>33,572</u>	<u>96,873</u>	<u>15,634</u>	<u>146,079</u>
Change in net assets	18,604	178,459	(13,237)	183,826
Net assets				
May 1	<u>1,475,269</u>	<u>5,337,699</u>	<u>689,871</u>	<u>7,502,839</u>
April 30	<u>\$ 1,493,873</u>	<u>\$ 5,516,158</u>	<u>\$ 676,634</u>	<u>\$ 7,686,665</u>

City of Park Ridge, Illinois

Internal Service Funds

Combining Schedule of Cash Flows

For the Year Ended April 30, 2009

	<u>Technology Replacement</u>	<u>Motor Equipment Replacement</u>	<u>Library Technology Replacement</u>	<u>Total</u>
Cash flows from operating activities				
Receipts from services provided	\$ 22,300	\$ 463,320	\$ 66,800	\$ 552,420
Payments to suppliers	<u>(41,511)</u>	<u>(13,925)</u>	<u>(81,493)</u>	<u>(136,929)</u>
Net cash provided by (used in) operating activities	<u>(19,211)</u>	<u>449,395</u>	<u>(14,693)</u>	<u>415,491</u>
Cash flows from nonoperating activities				
Receipts - miscellaneous	<u>524</u>	<u>-</u>	<u>-</u>	<u>524</u>
Cash flows from capital and related financing activities				
Purchases of capital assets	-	(171,081)	-	(171,081)
Proceeds from sale of capital assets	<u>-</u>	<u>24,000</u>	<u>-</u>	<u>24,000</u>
Net cash used in capital and related financing activities	<u>-</u>	<u>(147,081)</u>	<u>-</u>	<u>(147,081)</u>
Cash flows from investing activities				
Purchases of investments	(6,836,000)	(14,294,000)	(3,700,000)	(24,830,000)
Proceeds from sale of investments	7,062,000	15,702,000	3,864,000	26,628,000
Interest income received	<u>43,365</u>	<u>92,272</u>	<u>16,919</u>	<u>152,556</u>
Net cash provided by investing activities	<u>269,365</u>	<u>1,500,272</u>	<u>180,919</u>	<u>1,950,556</u>
Net increase in cash and cash equivalents	250,678	1,802,586	166,226	2,219,490
Cash and cash equivalents May 1	<u>50,966</u>	<u>443,326</u>	<u>40,222</u>	<u>534,514</u>
April 30	<u>\$ 301,644</u>	<u>\$ 2,245,912</u>	<u>\$ 206,448</u>	<u>\$ 2,754,004</u>

(Continued)

City of Park Ridge, Illinois
Internal Service Funds
Combining Schedule of Cash Flows (Continued)
For the Year Ended April 30, 2009

	<u>Technology Replacement</u>	<u>Motor Equipment Replacement</u>	<u>Library Technology Replacement</u>	<u>Total</u>
Cash flows from operating activities				
Operating income (loss)	\$ (14,968)	\$ 81,586	\$ (28,871)	\$ 37,747
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities				
Depreciation	-	365,777	7,334	373,111
Change in liabilities Accounts payable	<u>(4,243)</u>	<u>2,032</u>	<u>6,844</u>	<u>4,633</u>
Net cash provided by (used in) operating activities	<u>\$ (19,211)</u>	<u>\$ 449,395</u>	<u>\$ (14,693)</u>	<u>\$ 415,491</u>

(Concluded)

AGENCY FUNDS

Agency Funds are fiduciary funds used to account for assets held by the City in a trustee capacity for individuals, private organizations, and/or other governments.

Escrow Deposit Agency Fund - to account for the collection and payment of amounts deposited by citizens and developers for specific projects and improvements.

City of Park Ridge, Illinois
 Escrow Deposit Agency Fund
 Statement of Changes in Assets and Liabilities
 For the Year Ended April 30, 2009

	<u>Balance at</u> May 1, 2008	<u>Additions</u>	<u>Deletions</u>	<u>Balance at</u> April 30, 2009
ASSETS				
Current assets				
Cash and cash equivalents	\$ 3,025	\$ 5,182,126	\$ 5,106,982	\$ 78,169
Investments	424,000	2,651,000	2,643,000	432,000
Receivables				
Accrued interest	1,025	5,148	6,057	116
Other	2,117	7,543	7,518	2,142
	<u>430,167</u>	<u>7,845,817</u>	<u>7,763,557</u>	<u>512,427</u>
Total assets	\$ <u>430,167</u>	\$ <u>7,845,817</u>	\$ <u>7,763,557</u>	\$ <u>512,427</u>
LIABILITIES				
Current liabilities				
Accounts payable	\$ 5,905	\$ 249,678	\$ 248,134	\$ 7,449
Deposits	424,262	424,351	343,635	504,978
	<u>430,167</u>	<u>674,029</u>	<u>591,769</u>	<u>512,427</u>
Total liabilities	\$ <u>430,167</u>	\$ <u>674,029</u>	\$ <u>591,769</u>	\$ <u>512,427</u>

Capital Assets Used in the Operations of Governmental Funds

City of Park Ridge, Illinois
Capital Assets Used in the Operations of Governmental Funds
Comparative Schedules by Source
For the Years Ended April 30, 2009 and 2008

	<u>2009</u>	<u>2008</u>
Governmental funds capital assets:		
Land	\$ 35,931,189	\$ 35,931,189
Land improvements	2,472,347	2,385,879
Buildings	16,784,842	12,384,877
Machinery and equipment	989,909	989,909
Vehicles	574,474	554,251
Office furniture and equipment	1,050,184	1,050,184
Construction in progress	34,239	3,796,928
Infrastructure	<u>41,866,156</u>	<u>41,276,162</u>
 Total governmental funds capital assets	 <u>\$ 99,703,340</u>	 <u>\$ 98,369,379</u>
Investments in governmental funds capital assets by source:		
From current revenues	\$ 80,848,005	\$ 79,982,846
Debt issuance	18,041,295	17,587,392
Intergovernmental	<u>814,040</u>	<u>799,141</u>
 Total governmental funds capital assets	 <u>\$ 99,703,340</u>	 <u>\$ 98,369,379</u>

This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets. The capital asset balances of the internal service funds were \$5,606,103 at April 30, 2009 and \$5,633,595 at April 30, 2008.

City of Park Ridge, Illinois
Capital Assets Used in the Operations of Governmental Funds
Schedule by Function and Activity
For the Year Ended April 30, 2009

	FUNCTION AND ACTIVITY					Total Capital Assets
	General Government	Culture and Civic	Public Safety	Public Works	Development	
Capital assets not depreciated						
Land	\$ -	\$ 170,084	\$ 393,491	\$ 35,367,614	\$ -	\$ 35,931,189
Construction in progress	-	-	-	34,239	-	34,239
Capital assets being depreciated						
Land improvements	-	-	347,277	2,109,790	15,280	2,472,347
Buildings	-	1,252,932	622,323	14,909,587	-	16,784,842
Machinery and equipment	23,900	13,682	336,488	615,839	-	989,909
Vehicles	-	17,154	540,623	16,697	-	574,474
Office furniture and equipment	94,209	841,841	66,250	47,884	-	1,050,184
Infrastructure	-	-	-	41,866,156	-	41,866,156
Total	\$ 118,109	\$ 2,295,693	\$ 2,306,452	\$ 94,967,806	\$ 15,280	\$ 99,703,340

City of Park Ridge, Illinois
Capital Assets Used in the Operations of Governmental Funds
Schedule of Changes by Function and Activity
For the Year Ended April 30, 2009

FUNCTION AND ACTIVITY	General fixed assets May 1, 2008	Additions	Deletions	General fixed assets April 30, 2009
General government	\$ 118,109	\$ -	\$ -	\$ 118,109
Culture and civic	2,295,693	-	-	2,295,693
Public safety	2,291,555	14,897	-	2,306,452
Public works	93,648,742	1,319,064	-	94,967,806
Development	15,280	-	-	15,280
Total capital assets	\$ 98,369,379	\$ 1,333,961	\$ -	\$ 99,703,340

This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets. The capital asset balances of the internal service funds were \$5,606,107 at April 30, 2009 and \$5,633,595 at April 30, 2008.

186

Statistical Section

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

Contents

Page

Financial Trends

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

Schedule of Net Assets by component, Last Five Fiscal Years	141
Schedule of Changes in Net Assets, Last Five Fiscal Years	142 - 143
Fund Balances of Governmental Funds, Last Ten Fiscal Years	144
Schedule of Changes in Fund Balances of Governmental Funds, Last Ten Fiscal Years	145 - 146

Revenue Capacity

These schedules contain information to help the reader assess the City's most significant local revenue sources.

Property Tax Information

Assessed Value and Actual Value of Taxable Property, Last Ten Levy Years	147
Property Tax Rates - Direct and Overlapping Governments, Last Ten Fiscal Years	148
Principal Property Taxpayers, 2006 and 1997	149
Property Tax Levies and Collections, Last Ten Levy Years	150

Sales Tax Information

Taxable Sales by Category, Last Ten Fiscal Years	151
Direct and Overlapping Sales Tax Rates, Last Ten Years	152

Statistical Section (Continued)

Contents

Page

Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Schedule of Legal Debt Margin	153
Ratios of Outstanding Debt by Type, Last Ten Fiscal Years	154
Ratios of General Bonded Debt Outstanding, Last Ten Fiscal Years	155
Direct and Overlapping Governmental Activities Debt	156

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

Demographic and Economic Information - Last Ten Calendar Years	157
Principal Employers - Current Year and Prior Year	158

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

Full-time Equivalent Employees - Last Ten Years	159 - 160
Capital Asset Statistics - Last Ten Fiscal Years	161
Operating Indicators - Last Ten Fiscal Years	162

Sources: *Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The City implemented GASB Statement 34 in FY2003-04; schedules presenting government-wide information include information beginning in that year.*

City of Park Ridge, Illinois
Net Assets by Component
Last Five Fiscal Years

	2005	2006	2007	2008	2009
Governmental Activities					
Invested in Capital Assets Net of Related Debt	\$ 49,298,379	\$ 41,899,798	\$ 26,094,190	\$ 40,592,487	\$ 33,052,796
Restricted					
Grant purposes	468,298	475,000	468,032	275,000	275,000
Debt service	1,191,616	1,107,825	2,320,938	2,229,942	2,015,318
Capital projects	-	-	1,181,871	2,602,423	1,956,800
Enabling legislation	-	-	4,153,074	316,456	228,722
Unrestricted	<u>29,454,310</u>	<u>19,246,028</u>	<u>27,752,517</u>	<u>14,127,990</u>	<u>16,920,850</u>
Total Governmental Activities	<u>\$ 80,412,603</u>	<u>\$ 62,728,651</u>	<u>\$ 61,970,622</u>	<u>\$ 60,144,298</u>	<u>\$ 54,449,486</u>
Business-type Activities					
Invested in Capital Assets Net of Related Debt Unrestricted	\$ 9,386,214	\$ 24,395,178	\$ 23,908,103	\$ 23,676,745	\$ 23,650,123
	<u>6,336,223</u>	<u>6,830,533</u>	<u>6,516,995</u>	<u>6,173,999</u>	<u>5,320,400</u>
Total Business-type Activities	<u>\$ 15,722,437</u>	<u>\$ 31,225,711</u>	<u>\$ 30,425,098</u>	<u>\$ 29,850,744</u>	<u>\$ 28,970,523</u>
Primary Government					
Invested in Capital Assets Net of Related Debt	\$ 58,684,593	\$ 66,294,976	\$ 50,002,293	\$ 64,269,232	\$ 56,702,919
Restricted					
Grant purpose	468,298	475,000	468,032	275,000	275,000
Debt service	1,191,616	1,107,825	2,320,938	2,229,942	2,015,318
Capital projects	-	-	-	2,602,423	1,956,800
Enabling legislation	-	-	-	316,456	228,722
Unrestricted	<u>35,790,533</u>	<u>26,076,561</u>	<u>34,269,512</u>	<u>20,301,989</u>	<u>22,241,250</u>
Total Primary Government	<u>\$ 96,135,040</u>	<u>\$ 93,954,362</u>	<u>\$ 87,060,775</u>	<u>\$ 89,995,042</u>	<u>\$ 83,420,009</u>

Data Source: Audited Financial Statements

City of Park Ridge, Illinois
Changes in Net Assets
Last Five Fiscal Years

	2005	2006	2007	2008	2009
Expenses					
<i>Governmental Activities</i>					
General Government	\$ 3,467,387	\$ 3,674,774	\$ 4,123,883	\$ 4,078,601	\$ 4,088,879
Public Safety	13,084,566	14,229,159	15,242,327	15,546,186	16,682,893
Public Works	10,014,637	26,079,742	14,604,233	12,820,471	15,489,133
Development	2,302,765	5,921,175	5,046,338	3,590,080	3,834,333
Culture and civic	4,788,017	4,732,967	4,903,540	4,988,281	4,981,785
Interest	873,476	1,482,476	2,208,474	2,265,103	2,128,155
Total Governmental Activities Expenses	34,530,848	56,120,293	46,128,795	43,288,722	47,205,178
<i>Business-type Activities</i>					
Water	3,794,441	4,465,570	5,335,171	5,425,499	5,049,979
Parking	521,877	358,310	308,844	430,030	455,988
Total Business-type Activities Expenses	4,316,318	4,823,880	5,644,015	5,855,529	5,505,967
Total Primary Government Expenses	\$ 38,847,166	\$ 60,944,173	\$ 51,772,810	\$ 49,144,251	\$ 52,711,145
Program Revenues					
<i>Governmental Activities</i>					
Charges for Services					
General Government	1,980,748	2,390,909	1,025,765	3,630,949	3,369,510
Public Safety	876,956	861,995	4,465,613	775,097	805,618
Public Works	200,836	103,159	337,823	251,660	499,371
Development	1,177,073	1,744,129	266,698	16,314	18,790
Culture and civic	58,735	87,805	64,928	70,785	71,195
Operating Grants and Contributions	1,228,209	1,318,021	1,242,106	1,341,646	1,502,522
Total Gov. Activities Program Revenues	5,522,557	6,506,018	7,402,933	6,086,451	6,267,006
<i>Business-type Activities</i>					
Charges for Services					
Water	\$ 6,009,611	\$ 6,893,619	\$ 5,873,392	\$ 6,161,215	\$ 6,069,670
Parking	401,282	485,927	458,991	350,063	276,014
Operating Grants and Cap. Contrib.	-	14,101,451	-	-	-
Total Business-type Activities Revenues	6,410,893	21,480,997	6,332,383	6,511,278	6,345,684
Total Primary Government Program Revenues	\$ 11,933,450	\$ 27,987,015	\$ 13,735,316	\$ 12,597,729	\$ 12,612,690
Net (Expense) Revenue					
Governmental Activities	\$ (29,008,291)	\$ (49,614,275)	\$ (38,725,862)	\$ (37,202,271)	\$ (40,938,172)
Business-type Activities	2,094,575	16,657,117	688,368	655,749	839,717
Total Primary Gov. Net (Expense) Revenues	\$ (26,913,716)	\$ (32,957,158)	\$ (38,037,494)	\$ (36,546,522)	\$ (40,098,455)

City of Park Ridge, Illinois
Changes in Net Assets (Continued)
Last Five Fiscal Years

	2005	2006	2007	2008	2009
General Revenues/Other Changes in Net Assets					
Governmental Activities					
Taxes					
Property	\$ 13,249,375	\$ 14,390,929	14,467,133	16,106,676	\$ 17,386,365
Replacement	-	-	-	520,531	450,605
Sales	4,517,849	4,367,460	5,684,122	3,754,466	3,179,232
Utility	2,358,448	2,753,070	2,520,176	2,742,021	2,824,370
Income	2,632,195	2,921,955	3,258,110	3,559,023	3,326,676
Telecommunications	1,999,927	1,965,563	1,701,899	1,871,134	1,903,751
Property transfer	-	-	-	489,328	464,351
Emergency telephone	-	-	-	457,778	582,513
Parking garage	-	-	-	422,769	388,820
Other	2,944,311	3,103,933	6,905,472	2,372,780	2,475,457
Unrestricted Investment Earnings	444,595	698,719	1,644,085	913,047	210,500
Miscellaneous	221,285	-	-	309,539	181,967
Transfers	996,751	1,341,085	1,786,836	1,856,855	1,868,754
Total Governmental Activities	29,364,736	31,542,714	37,967,833	35,375,947	35,243,361
Business-type Activities					
Investment Earnings	80,020	170,015	251,824	230,067	81,157
Miscellaneous	-	17,227	46,031	7,350	67,659
Transfers	(996,751)	(1,341,085)	(1,786,836)	(1,856,855)	(1,868,754)
Total Business-type Activities	(916,731)	(1,153,843)	(1,488,981)	(1,619,438)	(1,719,938)
Total Primary Government	\$ 28,448,005	\$ 30,388,871	\$ 36,478,852	\$ 33,756,509	\$ 33,523,423
Change in Net Assets					
Governmental Activities	\$ 356,445	\$ (18,071,561)	\$ (758,029)	\$ (1,826,324)	\$ (5,694,811)
Business-type Activities	1,177,844	15,503,274	(800,613)	(963,689)	(880,221)
Total Primary Gov. Change in Net Assets	\$ 1,534,289	\$ (2,568,287)	\$ (1,558,642)	\$ (2,790,013)	\$ (6,575,032)

Data Source

Audited Financial Statements

Includes all available information

City of Park Ridge, Illinois
Fund Balances of Governmental Funds
Last Ten Fiscal Years

General Fund	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Reserved (a)	\$ 21,128	\$ 18,823	\$ 366,597	\$ 596,244	\$ 765,121	\$ 623,687	\$ 669,739	\$ 587,594	\$ 333,537	\$ 4,820,179
Unreserved (b)	11,710,054	13,100,507	11,941,725	10,832,557	11,403,597	10,278,823	8,417,705	14,876,244	13,413,534	6,558,168
Total General Fund	11,731,182	13,119,330	12,308,322	11,428,781	12,168,718	10,902,510	9,087,444	15,463,838	13,747,071	11,378,347
All Other Governmental Funds	\$ 2,060,569	\$ 1,828,253	\$ 1,596,836	\$ 1,426,596	\$ 1,300,880	\$ 1,548,844	\$ 1,335,449	\$ 2,399,658	\$ 2,453,886	\$ 4,325,135
Reserved (a)	871,612	788,203	502,846	197,702	(916,820)	(1,597,820)	325,438	(414,496)	(1,412,712)	(3,272,068)
Unreserved, reported in	4,556,524	1,366,254	888,287	859,331	175,738	19,027,246	3,627,416	10,271,300	6,172,061	(483,047)
Special Revenue Funds										
Debt Service Funds										
Capital Project Funds										
Total All Other Governmental Funds	7,488,705	3,982,710	2,987,969	2,483,629	559,798	18,978,270	4,085,113	12,256,462	6,774,620	618,020
Total Governmental Funds	\$ 19,219,887	\$ 17,102,040	\$ 15,296,291	\$ 13,912,410	\$ 12,728,516	\$ 29,880,780	\$ 13,176,557	\$ 27,720,300	\$ 20,521,691	\$ 11,996,367
Special Revenue Unreserved:										
MFT	406,767	19,010	(549,960)	(195,573)	(48,121)	(124,886)	171,006	517,985	149,385	(96,454)
911	58,301	175,804	319,801	(124,860)	(145,469)	(166,184)	(164,833)	(151,967)	(437,262)	(346,394)
Asset Forfeiture	36,906	38,142	45,283	40,990	30,736	42,459	34,703	65,615	69,905	85,366
Dempster TIF	-	-	-	-	(27,087)	(30,864)	(25,796)	(15,343)	123,045	-
Foreign Fire	-	-	-	-	-	18,334	5,959	15,907	22,860	28,564
SSA	-	-	-	-	(561,037)	(339,866)	(132,598)	(260,060)	(288,133)	(408,425)
Uptown TIF	-	-	-	-	(234,863)	(1,674,384)	(964,334)	(2,165,104)	(2,696,572)	(4,343,273)
Mun Waste	86,390	(9,434)	(134,108)	(438,983)	(662,025)	62,677	(73,050)	(241,349)	(217,574)	(412,210)
Library	305,149	580,901	845,775	941,850	731,046	615,094	965,220	1,837,255	1,861,634	2,220,758
Tax Increment Financing	(21,901)	(16,220)	(23,945)	(25,722)	-	-	-	-	-	-
Subtotal	871,612	788,203	502,846	197,702	(916,820)	(1,597,820)	(183,723)	(397,061)	(1,412,712)	(3,272,068)
Special Revenue Reserved:										
Library	105,736	109,306	44,932	16,905	5,062	6,632	8,313	7,778	355	978
IMRF	107,578	60,660	108,467	281,010	311,604	259,096	171,006	55,507	74,306	114,792
911	102,633	61,533	20,433	163,643	122,045	87,175	(164,833)	(151,967)	149,283	117,683
Mun Waste	26,020	26,021	26,021	26,021	-	-	-	-	-	-
Dempster TIF	-	-	-	-	-	-	-	-	-	-
Asset Forfeiture	-	-	-	973	-	-	-	-	-	-
Subtotal	341,967	257,520	199,853	488,552	438,711	352,903	14,486	(90,682)	223,944	353,017
Debt Service Unreserved:										
2004A General Obligation Bond Fund	-	-	-	-	-	-	-	-	(433,047)	(463,047)
2005A General Obligation Bond Fund	-	-	-	-	-	-	-	-	(3,568)	(463,047)
Debt Service Reserved:										
1,718,602	1,570,733	1,396,983	938,044	862,169	1,195,941	(95,365)	2,320,938	2,229,942	2,015,318	
Capital Project Unreserved										
Fund Balance	4,556,524	1,366,254	888,287	859,331	175,738	2,080,724	344,068	1,181,871	2,602,423	1,956,800
Series 2005A Uptown Const Fd	-	-	-	-	-	6,195,062	6,195,062	-	-	-
Series 2004B Uptown Const Fd	-	-	-	-	-	2,278,199	(73,030)	-	-	-
4,556,524	1,366,254	888,287	859,331	175,738	10,553,985	6,466,080	1,181,871	2,602,423	1,956,800	

Data Source: Audited Financial Statements

City of Park Ridge, Illinois
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Revenues										
Property Taxes	\$ 10,408,060	\$ 10,523,069	\$ 10,822,903	\$ 11,471,539	\$ 11,956,235	\$ 12,900,070	\$ 29,295,617	\$ 14,705,990	\$ 15,274,233	\$ 17,139,702
Other Taxes	11,394,659	12,002,770	11,375,152	11,248,027	13,961,830	14,465,264	-	15,379,951	16,189,830	15,595,775
Licenses and Permits	1,692,233	1,773,822	1,711,699	2,052,838	2,418,615	2,705,072	3,330,442	4,164,109	2,923,371	2,712,700
Intergovernmental	4,235,557	5,710,984	4,708,299	4,250,051	1,598,317	1,228,209	1,318,021	1,242,106	1,337,116	1,502,522
Fines and Forfeitures	208,345	215,061	279,423	433,042	370,891	402,770	384,931	494,039	332,367	337,499
Charges for Services	124,251	123,371	87,565	188,033	889,088	1,188,259	1,198,687	1,679,859	1,658,369	1,939,857
Investment Income	983,915	1,028,904	526,191	354,976	146,278	346,021	521,789	1,405,997	917,577	210,500
Miscellaneous	526,315	620,724	710,838	628,621	84,869	162,383	47,845	125,956	309,539	181,967
Total Revenues	\$ 29,573,335	\$ 31,998,705	\$ 30,223,070	\$ 30,629,127	\$ 31,426,123	\$ 33,398,048	\$ 36,097,332	\$ 39,138,007	\$ 38,944,402	\$ 39,620,522
Expenditures										
General Government	\$ 2,284,239	\$ 2,664,997	\$ 2,720,873	\$ 3,366,527	\$ 3,673,724	\$ 3,859,889	\$ 4,012,594	\$ 3,809,780	\$ 4,157,170	\$ 4,031,893
Public Safety	10,474,139	11,427,874	11,603,893	11,664,667	12,063,199	12,799,684	14,064,897	14,506,356	15,451,231	16,337,357
Public Works	8,887,995	9,248,250	9,596,015	9,917,908	8,744,053	9,749,641	11,321,880	14,255,186	15,623,153	15,994,737
Development	1,735,911	2,052,244	1,971,641	5,948,717	1,890,488	2,292,049	5,921,175	5,037,294	3,590,080	3,591,522
Culture and civic	3,785,000	4,023,218	4,446,022	5,529,961	4,764,771	4,776,925	4,705,411	4,874,296	5,026,920	4,963,167
Miscellaneous	54,105	3,168	155,532	-	-	-	-	-	-	-
Capital Outlay	5,571,052	3,118,578	-	-	1,182,265	14,148,402	5,531,194	4,002,843	-	242,811
Debt Service (c)	-	-	-	-	-	-	-	-	-	-
Principal	1,585,000	1,660,000	1,730,000	1,555,000	1,135,000	1,205,000	5,620,000	4,760,000	1,855,000	2,685,000
Interest	632,593	575,223	507,165	436,235	469,641	681,481	1,270,113	1,849,434	2,294,312	2,168,113
Total Expenditures	\$ 35,020,032	\$ 34,773,552	\$ 32,731,141	\$ 38,419,016	\$ 33,923,141	\$ 49,513,071	\$ 52,447,264	\$ 53,095,189	\$ 47,999,866	\$ 50,014,600
Excess of Revenues over (under) Expenditures	(5,446,697)	(2,774,847)	(2,508,071)	(7,789,889)	(2,497,018)	(16,115,023)	(16,349,932)	(13,957,182)	(9,055,464)	(10,394,078)
Other financing Sources (Uses)										
Transfers In	1,645,800	1,649,300	1,649,000	934,400	1,422,397	2,864,682	5,264,172	9,172,390	3,491,870	4,800,660
Transfers Out	(1,002,500)	(992,300)	(978,400)	(100,000)	(591,197)	(1,867,931)	(3,923,087)	(7,385,553)	(1,635,015)	(2,931,906)
Bonds Issued	-	-	-	4,340,000	-	23,775,000	3,000,000	20,585,000	-	-
Discount on Bonds Issued	-	-	-	-	-	22,274	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	3,390,276	6,129,089	-	-
Total Other Financing Sources	643,300	657,000	670,600	5,174,400	831,200	24,794,025	7,731,361	28,500,926	1,856,855	1,868,754
Net Change in Fund Balances	\$ (4,803,397)	\$ (2,117,847)	\$ (1,837,471)	\$ (2,615,489)	\$ (1,665,818)	\$ 8,679,002	\$ (8,618,571)	\$ 14,543,744	\$ (7,198,609)	\$ (8,525,324)
Debt Service as a Percentage of Noncapital Expenditures	6.34%	6.43%	6.87%	5.18%	4.73%	3.81%	13.14%	12.45%	9.33%	9.97%

Data Source: Audited Financial Statements

City of Park Ridge, Illinois
Changes in Fund Balances of Governmental Funds (Continued)
Last Ten Fiscal Years

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Total Expenditures	35,020,032	34,773,552	32,731,141	38,419,016	33,923,141	49,513,071	52,447,264	53,095,189	47,999,866	50,014,600
Less										
Capital outlay function	(54,103)	(3,168)	(155,332)	-	-	-	-	-	(3,547,798)	(1,333,964)
Net noncapital expenditures	34,965,929	34,770,384	32,575,809	38,419,016	33,923,141	49,513,071	52,447,264	53,509,495	44,452,068	48,680,636
Debt Service										
Principal	1,585,000	1,660,000	1,730,000	1,555,000	1,135,000	1,205,000	5,620,000	4,760,000	1,855,000	2,685,000
Interest	692,593	575,223	507,165	436,235	469,641	681,481	1,270,113	1,849,435	2,294,312	2,168,113
Total Debt Service	2,277,593	2,235,223	2,237,165	1,991,235	1,604,641	1,886,481	6,890,113	6,609,435	4,149,312	4,853,113
Percentage of DS to Non-Capital Expenditures	6.34%	6.43%	6.87%	5.18%	4.73%	3.81%	13.14%	12.45%	9.33%	9.97%

Data Source: Audited Financial Statements

City of Park Ridge, Illinois
Assessed Value and Actual Value of Taxable Property
Last Ten Levy Years

Year of Levy	Real Property				Railroad Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated	
	Residential Property	Commercial Property	Industrial Property	Total of Residential, Comm. & Industrial				Actual Taxable Value	Actual Taxable Value
1998	693,674,821	182,193,400	17,612,927	893,481,148	273,953	893,755,101	0.807	2,681,265,303	33.3333%
1999	724,841,758	189,903,760	18,877,311	933,622,829	266,777	933,889,606	0.779	2,801,668,818	33.3333%
2000	725,361,710	178,627,247	22,253,100	926,242,057	277,668	926,519,725	0.808	2,779,559,175	33.3333%
2001	914,096,053	201,026,679	21,379,577	1,136,502,309	289,731	1,136,792,040	0.692	3,410,376,120	33.3333%
2002	984,441,475	210,863,384	26,979,180	1,222,284,039	342,967	1,222,627,006	0.649	3,667,881,018	33.3333%
2003	983,591,648	198,131,470	25,880,308	1,207,603,426	370,359	1,207,973,785	0.696	3,623,921,355	33.3333%
2004	1,164,439,757	209,031,489	33,094,940	1,406,670,439	416,480	1,407,086,919	0.622	4,221,260,757	33.3333%
2005	1,257,761,409	209,920,948	34,053,941	1,501,736,298	392,610	1,502,128,908	0.595	4,506,386,724	33.3333%
2006	1,290,203,181	202,819,578	34,958,662	1,527,981,421	391,343	1,528,372,764	0.641	4,585,118,292	33.3333%
2007	1,593,304,916	220,160,736	38,864,051	1,852,329,703	429,037	1,852,758,740	0.563	5,558,276,220	33.3333%

Data Source: Office of the County Clerk

This is the latest information available from the Office of Cook County Clerk

Note: Property in the City is reassessed triannually. Property is assessed at 33% of actual value.

City of Park Ridge, Illinois
Property Tax Rates - Direct and Overlapping Governments
Last Ten Levy Years

Tax Levy Year	1999-2000	2000-2001	2001-2002	2002-2003	2003-2004	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009
City Direct Rates										
General Corporate	\$ 0.22	\$ 0.21	\$ 0.19	\$ 0.18	\$ 0.18	\$ 0.16	\$ 0.14	\$ 0.16	\$ 0.12	N/A
Debt Service	0.15	0.17	0.13	0.13	0.14	0.12	0.11	0.11	0.09	N/A
Garbage	0.27	0.27	0.22	0.20	0.22	0.20	0.19	0.20	0.18	N/A
Police Pension	0.01	0.03	0.04	0.04	0.04	0.05	0.05	0.06	0.05	N/A
Fire Pension	-	-	-	-	0.00	0.00	0.01	0.01	0.04	N/A
Illinois Municipal Retirement	0.12	0.13	0.11	0.11	0.10	0.09	0.05	0.05	0.04	N/A
Social Security							0.05	0.05	0.04	N/A
Total Direct Rate	0.779	0.808	0.692	0.649	0.696	0.622	0.595	0.641	0.563	N/A
Overlapping Rates										
Park Ridge Public Library	0.331	0.353	0.295	0.292	0.304	0.280	0.292	0.274	0.230	N/A
High School District 207	2.198	2.298	2.026	1.936	2.012	1.795	1.757	1.826	1.602	N/A
Elementary School District 64	3.210	3.326	2.852	2.716	2.829	2.526	2.582	3.016	2.850	N/A
Cook County	0.618	0.605	0.545	0.534	0.489	0.471	0.274	0.397	0.446	N/A
Consolidated Elections	0.023	-	0.032	-	0.029	-	0.014	-	0.012	N/A
Cook County Health Facilities	0.236	0.219	0.201	0.156	0.141	0.122	0.112	0.103	-	N/A
Cook County Forest Preserve	0.070	0.069	0.067	0.061	0.059	0.060	0.060	0.057	0.053	N/A
Suburban T.B. Sanitarium	0.008	0.008	0.007	0.006	0.004	0.001	0.005	0.005	-	N/A
Water Reclamation District	0.419	0.415	0.401	0.371	0.361	0.347	0.315	0.284	0.263	N/A
Mosquito Abatement District	0.010	0.011	0.010	0.009	0.010	0.009	0.009	0.009	0.008	N/A
Maine Township*	0.084	0.089	0.079	0.076	0.079	0.071	0.070	0.073	0.065	N/A
Road and Bridge/Maine	0.042	0.044	0.039	0.038	0.040	0.036	0.036	0.038	0.034	N/A
General Assistance/Maine	0.015	0.016	0.015	0.015	0.016	0.015	0.015	0.016	0.015	N/A
Community College District 535	0.203	0.213	0.186	0.179	0.186	0.161	0.158	0.166	0.141	N/A
Recreation and Park District	0.405	0.423	0.350	0.365	0.338	0.299	0.331	0.337	0.286	N/A
Total	7.872	8.089	7.105	6.754	6.897	6.193	6.030	6.601	6.005	N/A
TOTAL TAX BILL	\$ 8.651	\$ 8.897	\$ 7.797	\$ 7.403	\$ 7.593	\$ 6.815	\$ 6.575	\$ 7.242	\$ 6.568	N/A

Data Source: Office of the County Clerk

2007/2008 are the latest figures available from Cook County

NOTE: Most of Park Ridge is located in Maine Township, but a portion of the City is in Leyden & Norwood Townships

City of Park Ridge, Illinois
Principal Property Taxpayers
2006 & 1997

2006				1997			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Valuation	Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Valuation
Protection Mutual	\$ 15,453,574	1	1.10%	Lutheran General	\$ 14,192,079	1	1.79%
Renaissance Northwest Hwy	9,191,197	2	0.65%	Park PM Corporation	10,893,926	2	1.37%
Kennedy Wilson Property	9,116,873	3	0.65%	Heitman Controller	6,886,167	3	0.87%
CPTS 106	7,083,167	4	0.50%	John Heinz	4,223,710	4	0.53%
Imperial Realty	5,434,214	5	0.39%	John Hancock Finance	3,754,558	5	0.47%
Dempster Development	5,336,791	6	0.38%	Tri Land Properties	3,680,978	6	0.46%
Tri Land Properties	5,248,792	7	0.37%	Dominick's Foods	3,490,652	7	0.44%
Advocate Health Care	5,235,365	8	0.37%	Park Ridge Country Club	3,034,060	8	0.38%
Fred I Gillick Co.	5,169,577	9	0.37%	Arthur Rodgers & Co.	2,885,938	9	0.36%
Sunrise Assisted Living	5,061,135	10	0.36%	First Chicago	2,773,822	10	0.40%
	\$ 72,330,685		5.14%		\$ 55,815,890		7.07%

NOTE:

Every effort has been made to seek out and report the largest taxpayers. However, many of the taxpayers contain multiple parcels, and it is possible that some parcels and their valuations have been overlooked.

Data Source: Office of the County Clerk
2006 figures are the most recent figures available from the Office of the Cook county Clerk

2008 EAV
\$2,025,625,686

1997 EAV
\$ 792,853,575

City of Park Ridge, Illinois
Property Tax Levies and Collections
Last Ten Levy Years

Fiscal Year Ended April 30th	Levy Year	Tax Levied	Collected within the Fiscal Year of the Levy	
			Amount	Percentage of Levy
1999	1998	10,243,268	10,022,707	97.85%
2000	1999	10,478,500	10,331,705	98.60%
2001	2000	10,869,600	10,659,920	98.07%
2002	2001	11,330,900	11,134,127	98.26%
2003	2002	11,632,300	11,419,768	98.17%
2004	2003	12,199,200	11,986,016	98.25%
2005	2004	12,803,000	12,386,960	96.75%
2006	2005	13,455,800	6,232,326	46.32%
2007	2006	9,796,869	N/A	N/A
2008	2007	10,431,032	N/A	N/A

Data Source

Office of the County Clerk

2005/2006 are the latest figures available from the Office of the Cook County Clerk.

Note : Property in the City is reassessed on a triannual basis. Property is assessed at 33% of actual value.

City of Park Ridge, Illinois
Taxable Sales by Category
Last Ten Fiscal Years

Fiscal Year	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
General Merchandise	\$ 2,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,403	\$ 1,564	\$ 2,087	\$ 2,279
Food	\$ 477,448	\$ 721,759	\$ 763,693	\$ 742,906	\$ 753,590	\$ 759,794	\$ 769,438	\$ 779,675	\$ 812,960	\$ 853,286
Drinking and Eating Places	\$ 229,189	\$ 228,444	\$ 242,656	\$ 247,192	\$ 238,577	\$ 246,546	\$ 281,077	\$ 276,195	\$ 278,736	\$ 281,735
Apparel	\$ 111,077	\$ 113,245	\$ 113,072	\$ 115,018	\$ 102,339	\$ 103,684	\$ 103,293	\$ 100,743	\$ 98,448	\$ 110,718
Furniture & H.H. & Radio	\$ 54,204	\$ 52,788	\$ 52,946	\$ 47,731	\$ 42,894	\$ -	\$ 18,226	\$ 26,631	\$ 29,516	\$ 43,187
Lumber, Building Hardware	\$ 53,860	\$ 68,238	\$ 70,995	\$ 62,607	\$ 67,020	\$ 63,448	\$ 65,616	\$ 64,718	\$ 56,013	\$ 58,548
Automobile and Filling Stations	\$ 989,642	\$ 1,098,264	\$ 1,173,180	\$ 1,147,599	\$ 1,373,815	\$ 1,573,630	\$ 1,420,155	\$ 1,401,181	\$ 1,522,501	\$ 1,518,831
Drugs and Miscellaneous Retail	\$ 400,020	\$ 423,122	\$ 422,791	\$ 411,945	\$ 412,403	\$ 406,230	\$ 410,184	\$ 415,367	\$ 439,052	\$ 445,319
Agriculture and All Others	\$ 281,183	\$ 915,485	\$ 723,158	\$ 598,217	\$ 581,771	\$ 553,478	\$ 471,730	\$ 207,478	\$ 186,757	\$ 170,583
Manufacturers	\$ 18,253	\$ -	\$ -	\$ -	\$ -	\$ 17,482	\$ 16,994	\$ 15,256	\$ 17,481	\$ 18,673
TOTAL	\$ 2,616,876	\$ 3,640,055	\$ 3,581,437	\$ 3,393,317	\$ 3,593,242	\$ 3,740,188	\$ 3,559,116	\$ 3,288,809	\$ 3,443,553	\$ 3,503,158
City direct sales tax rate	0.00%	0.50%	0.50%	0.50%	0.50%	0.50%	0.75%	0.75%	1.00%	1.00%

NOTE: Blank categories have less than 4 taxpayers, therefore no data is shown to respect the confidentiality of individual taxpayers, totals include censored data.

Data Source: Illinois Department of Revenue and City Records
2006/2007 are the latest figures available from the Office of the Cook County Clerk.

City of Park Ridge, Illinois
Direct and Overlapping Sales Tax Rates
Last Ten Levy Years

<u>Fiscal Year</u>	<u>City Direct Rate</u>	<u>Cook County Rate</u>	<u>State Rate</u>
2000	0.50%	0.75%	7.25%
2001	0.50%	0.75%	7.25%
2002	0.50%	0.75%	7.25%
2003	0.50%	0.75%	7.25%
2004	0.75%	0.75%	7.25%
2005	0.75%	0.75%	7.25%
2006	0.75%	0.75%	7.25%
2007	1.00%	0.75%	7.25%
*2008	1.00%	0.75%	7.25%
2009	1.00%	1.75%	7.25%

Data Source: City and County Records

*Cook County rate increased to 1.75% July 2008 (1% Increase)

State Rate on Food & Drugs increased to 2.25% July 2008 (.25% Increase)

City of Park Ridge, Illinois
Schedule of Legal Debt Margin
April 30, 2009

Under the 1970 Illinois Constitution, there is no legal limit for home rule municipalities except as may be set by the General Assembly.

City of Park Ridge, Illinois
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year Ended	Governmental Activities			Business-Type Activities			Total Primary Government	Percentage of Personal Income*	Per Capita*
	General Obligation Bonds	Installment Notes Payable	Special Assessment Payable	General Obligation Bonds	Installment Notes Payable	Capital Leases			
1998	7,550,000	-	-	-	-	-	7,550,000	0.39%	203.64
1999	16,060,000	-	-	-	-	-	16,060,000	0.66%	425.15
2000	14,475,000	-	-	-	-	-	14,475,000	0.45%	383.19
2001	12,815,000	-	-	-	-	-	12,815,000	0.40%	339.25
2002	11,085,000	-	-	-	-	-	11,085,000	0.34%	293.45
2003	9,530,000	4,340,000	-	-	-	-	13,870,000	0.43%	367.17
2004	8,395,000	4,340,000	-	-	-	-	12,735,000	0.40%	337.13
2005	30,965,000	4,340,000	-	-	-	-	35,305,000	1.10%	934.61
2006	29,685,000	3,000,000	-	-	-	-	32,685,000	1.01%	865.25
2007	48,510,000	-	-	-	-	-	48,510,000	1.34%	1,294.18
2008	46,655,000	-	-	-	-	-	46,655,000	1.45%	1,235.07
2009	43,970,000	-	-	-	-	-	43,970,000	1.59%	1,163.99

Note: Details of the City's outstanding debt can be found in the notes to the financial statements.

* See the Schedule of Demographic and Economic Statistics for personal income and population data.

Debt increased in fiscal years 2005 and 2006 due to the uptown TIF. The City issued general obligation bonds during these fiscal years to spur development in the uptown tax increment financing area. The City intends to repay these bonds with property tax increment.

City of Park Ridge, Illinois
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year	General Obligation Bonds	Less: Amounts Available in Debt		Percentage of Estimated Actual Taxable Value of Property*	Per Capita
		Service Fund	Total		
2000	14,475,000	1,718,602	12,756,398	1.38%	337.69
2001	12,815,000	1,570,733	11,244,267	0.99%	297.66
2002	11,085,000	1,396,983	9,688,017	0.79%	256.47
2003	9,530,000	938,044	8,591,956	0.71%	227.45
2004	8,395,000	862,169	7,532,831	0.54%	199.41
2005	30,965,000	1,195,941	29,769,059	0.66%	788.06
2006	32,685,000	(95,365)	32,780,365	2.14%	867.78
2007	48,510,000	2,320,938	46,189,062	3.02%	1,222.74
2008	46,655,000	1,791,327	44,863,673	2.42%	1,187.65
2009	43,970,000	1,580,271	45,550,271	2.28%	1,205.83

Note: Details of the City's outstanding debt can be found in the notes to the financial statements.

* See the Schedule of Assessed Value and estimated Actual Value of Taxable Property for property value data.

Debt increased in fiscal years 2005 and 2006 due to the uptown TIF. The City issued general obligation bonds during these fiscal years to spur development in the uptown tax increment financing area. The City intends to repay these bonds with property tax increment.

City of Park Ridge, Illinois
Direct and Overlapping Governmental Activities Debt
April 30, 2009

Governmental unit	Gross Debt	Percentage Debt Applicable to the City of Park Ridge (1)	City of Park Ridge Share of Debt
<i>Direct Debt</i>			
City of Park Ridge	\$ 43,970,000	100.00%	\$ 43,970,000
<i>Overlapping Debt</i>			
Cook County	2,897,975,000	1.164%	33,732,429
Cook County Forest Preserve	115,105,000	1.164%	1,339,822
Metropolitan Water Reclamation District	1,379,237,302 (1)	1.189%	16,399,132
Golf Maine Park District	750,500 (2)	9.082%	68,160
Niles Park District	1,055,000 (2)	0.019%	200
Park Ridge Recreation and Park District	2,360,000 (2)	96.549%	2,278,556
School District #63	17,450,000	2.947%	514,252
School District #64	18,300,000	91.998%	16,835,634
High School District #207	13,800,000	31.578%	4,357,764
			<u>\$ 75,525,949</u>
			<u>\$ 119,495,949</u>

(1) Includes IEPA State Revolving Loan Fund Bonds

(2) Excludes principal amounts of outstanding General Obligation (Alternate Revenue Source) Bonds which are expected to be paid from sources other than general taxation.

Source: Offices of the Cook County Clerk and Revenue Departments and Treasurer of the Metropolitan Water Reclamation District

City of Park Ridge, Illinois
Demographic and Economic Information
Last Ten Fiscal Years

Fiscal Year	Population	Total Personal Income	Median Personal Income	Per Capita Personal Income	Unemployment Rate
2008	37,775	\$ 1,384,529,300	\$ 73,154	\$ 36,652	6.2%
2008	37,775	\$ 1,384,529,300	\$ 73,154	\$ 36,652	6.2%
2007	37,775	\$ 1,611,519,275	\$ 85,302	\$ 42,661	4.5%
2006	37,775	\$ 1,611,519,275	\$ 85,302	\$ 42,661	4.5%
2005	37,775	\$ 1,611,519,275	\$ 85,302	\$ 42,661	4.5%
2004	37,775	\$ 1,611,519,275	\$ 85,302	\$ 42,661	4.5%
2003	37,775	\$ 1,611,519,275	\$ 84,899	\$ 42,661	4.0%
2002	37,775	\$ 1,829,669,900	\$ 87,409	\$ 48,436	4.2%
2001	37,775	\$ 1,603,926,500	\$ 84,899	\$ 42,460	3.3%
2000	37,775	\$ 1,603,926,500	\$ 84,899	\$ 42,460	2.3%

Note: Information from the U.S. Census Bureau from the 1990 and 2000 census

City of Park Ridge, Illinois
Principal Employers
Current Year and Prior Year

2008		2006					
Employer	Employees	Rank	Percentage of Total City Employment	Employer	Employees	Rank	Percentage of Total City Employment
Advocate Lutheran General Hospital	4,250	1	23.13%	Advocate Lutheran General Hospital	4,236	1	23.05%
School District 207	1,210	2	6.58%	BECO, Inc.	2,499	2	13.60%
Advocate Medical Group	800	3	4.35%	School District 207	1,549	3	8.43%
School District 64	625	4	3.40%	George S. May International Co.	999	4	5.44%
City of Park Ridge	362	5	1.97%	Advocate Medical Group	950	5	5.17%
George S. May International Co.	325	6	1.77%	School District 64	588	6	3.20%
BECO, Inc.	300	7	1.63%	Ragnar Benson, Inc.	400	7	2.18%
Resurrection Health Care	300	8	1.63%	City of Park Ridge	384	8	2.09%
Dominick's	230	9	1.25%	A-Abiding Care	149	9	0.81%
FM Global	200	10	1.09%	Marsh Affinity Group	149	10	0.81%
Jewel	180	11	0.98%	FM Global	137	11	0.75%
St. Mathew's	175	12	0.95%	Rainbow Hospice	134	12	0.73%
Total	8,957				12,174		

Source: Park Ridge Economic Development Department
2008/2006 are the latest figures available.

City of Park Ridge, Illinois
Full-Time Equivalent Employees
Last Ten Fiscal Years

Function/Program	99/00	00/01	01/02	02/03	03/04	04/05	05/06	06/07	07/08	08/09
General Government										
City Administration	3.05	3.05	3.50	3.30	3.30	3.00	4.30	4.80	4.80	4.80
Legal Counsel	1.75	1.70	1.70	-	-	-	-	-	-	-
Records Control	1.30	1.35	1.30	1.00	1.00	1.00	1.50	1.00	1.00	1.00
Human Resources	1.70	1.70	2.10	2.50	2.50	2.80	2.00	2.00	2.00	2.00
Information Technology	-	-	-	2.50	2.50	2.50	2.00	3.00	3.00	3.00
Finance	14.05	14.05	15.05	12.80	12.55	12.55	12.05	12.05	12.05	12.05
Total General Government:	21.85	21.85	23.65	22.10	21.85	21.85	21.85	22.85	22.85	22.85
Community and Civic Services										
Community Support	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10
Information Services	1.20	1.20	1.20	1.20	1.20	1.20	1.20	1.20	1.20	1.20
Transportation	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10
Library	57.84	57.87	57.87	56.40	56.40	56.40	56.40	56.40	56.40	56.40
Total Community & Civic Services:	59.24	59.27	59.27	57.80						
Community Development										
Administration	0.80	1.20	1.20	1.20	1.20	1.20	1.20	1.20	1.20	1.20
Planning	1.70	0.95	0.95	0.95	0.95	0.95	0.95	0.95	0.95	0.95
Development Review	1.15	1.40	1.40	1.40	1.40	1.40	1.40	1.40	1.40	1.40
Zoning Administration	2.20	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50
Code Enforcement	4.20	4.70	4.70	5.80	5.80	5.80	5.80	5.80	5.80	5.80
Environmental Health	2.60	2.90	2.90	2.90	2.90	2.90	2.90	2.90	2.90	2.90
Business District Support	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25
Total Community Development:	12.90	13.90	13.90	15.00						

City of Park Ridge, Illinois
Full-Time Equivalent Employees
Last Ten Fiscal Years

Function/Program	99/00	00/01	01/02	02/03	03/04	04/05	05/06	06/07	07/08	08/09
Public Safety	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Police										
Administration	7.90	8.90	8.90	8.90	8.90	8.90	8.90	8.90	8.90	8.70
Investigation	5.20	5.20	5.20	10.10	10.10	10.10	12.10	12.10	12.10	12.10
Youth and Family Services	2.90	4.90	4.90	-	-	-	-	-	-	-
Patrol	50.36	50.94	52.94	52.94	52.94	56.94	55.94	54.94	54.94	55.58
Crime Prevention	2.00	2.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Communications	5.50	5.50	5.50	6.00	6.00	6.00	6.00	6.00	6.00	6.00
Total Police:	73.86	77.44	78.44	78.94	78.94	82.94	83.94	82.94	82.94	83.38
Fire										
Administration	2.80	2.80	2.80	2.80	2.80	2.80	2.80	2.80	2.80	2.80
Fire Prevention	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Emergency Responses	45.00	48.00	48.00	48.00	48.00	48.00	48.00	48.00	48.00	48.00
Emergency Preparedness	0.20	0.20	0.20	0.20	0.20	0.20	0.20	0.20	0.20	0.20
Total Fire:	50.00	53.00								
Total Public Safety:	123.86	130.44	131.44	131.94	131.94	135.94	136.94	135.94	135.94	136.38
Public Works										
Administration	8.51	8.50	8.71	7.50	7.50	7.00	6.60	5.60	5.60	5.60
Engineering	3.00	4.00	4.00	2.00	2.00	2.20	2.70	2.70	2.70	2.70
Traffic Control	0.61	0.59	0.60	0.59	0.59	0.49	0.49	0.94	0.94	0.94
Street Maintenance	11.75	11.35	11.73	12.35	12.35	13.05	12.35	12.15	12.15	12.15
Parking	3.44	3.40	3.44	3.40	3.40	3.40	3.40	3.46	3.46	3.46
Sewer Line/Drainage Maint.	3.50	3.39	3.49	3.39	3.39	3.39	3.39	3.96	3.66	3.66
Solid Waste Disposal	0.99	0.95	0.99	0.95	0.95	0.95	0.95	0.84	0.84	0.84
Water Services	10.74	10.53	10.78	11.53	11.53	11.53	13.53	13.74	14.04	14.04
Forestry/Ground Maintenance	5.10	5.00	5.10	5.00	5.00	5.20	4.90	5.56	5.56	5.56
Building Maintenance	1.22	1.22	1.22	2.32	2.32	2.32	2.32	2.28	2.28	2.28
Vehicle Maintenance	7.38	7.31	7.38	7.31	7.31	7.21	7.21	5.61	5.61	5.61
Total Public Works:	56.24	56.24	57.44	56.34	56.34	56.74	57.84	56.84	56.84	56.84
Total Full Time Equivalents:	274.09	281.70	285.70	283.18	282.93	287.33	289.43	288.43	288.43	288.87

City of Park Ridge, Illinois
Capital Asset Statistics
Last Ten Fiscal Years

Function/Program	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Public Safety										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Area patrols	5	5	5	5	5	5	5	5	5	5
Patrol units	7	7	7	7	7	7	7	7	7	7
Fire										
Fire stations	2	2	2	2	2	2	2	2	2	2
Fire engines	3	3	3	3	3	3	3	3	3	3
Public Works										
Miles of Streets	122.8	122.8	122.8	122.8	122.8	122.8	122.8	122.8	122.8	122.8
Streetlights	1,108	1,310	1,310	1,310	1,310	1,310	1,310	1,427	1,568	1,664
Traffic signals	40	40	40	44	44	44	44	44	51	51
Water										
Water mains (miles)	131	131	131	131	131	131	131	136	136	136
Fire hydrants	1,450	1,450	1,450	1,450	1,450	1,450	1,450	1,540	1,585	1,585
Storage capacity (gallons)	13,000,000	13,000,000	13,000,000	13,000,000	13,000,000	13,000,000	13,000,000	14,000,000	15,200,000	15,200,000
Wastewater										
Miles of Sewers	132	132	132	132	132	132	132	133	133	133

Data Source: Various City Departments

City of Park Ridge, Illinois
Operating Indicators
Last Ten Fiscal Years

Function/Program	2000	2001	2002	2003	2004	2005	2006	2007	2008
Public Safety									
Police									
Physical arrests	1,161	1,097	1,132	1,143	1,417	1,435	1,582	1,413	1,102
Parking violations	12,167	9,692	9,606	10,520	11,771	10,963	10,690	10,796	8,581
Traffic violations	6,167	6,643	7,450	7,552	8,730	11,343	12,903	12,314	10,642
Fire									
Emergency responses	3,644	3,857	4,027	3,895	3,927	4,074	4,109	4,199	4,515
Paramedic responses	2,416	2,426	2,511	2,395	2,482	2,624	1,915	2,584	2,537
Fires Extinguished	67	83	54	61	74	75	82	44	51
Public Works									
Street resurfacing (miles)	5.0	4.5	5.8	6.3	6.3	6.3	8.3	9.3	5.5
Pothole repairs*	200	200	200	200	200	200	300	300	325
Water									
New connections	67	93	79	82	89	119	124	77	83
Water main breaks	52	56	47	76	51	36	54	48	47
Average daily consumption**	3.56	3.33	3.50	3.60	3.25	3.16	4.01	3.6	3.5
Peak daily consumption	8.71	8.06	10.75	8.97	8.62	6.98	10.24	7.9	6.6
Library									
Circulation-Books checked out	625,711	627,903	638,482	663,079	623,255	678,418	699,189	713,203	736,485
Collection-No. of Books	232,547	235,107	222,804	223,689	222,831	224,173	218,735	213,222	213,067

Data Source: Various City Departments

* per ton of cold patch

** millions of gallons per day