

CITY OF EAST PEORIA, ILLINOIS
BASIC FINANCIAL STATEMENTS AND
SUPPLEMENTAL INFORMATION
April 30, 2008



**Clifton
Gunderson LLP**
Certified Public Accountants & Consultants

CITY OF EAST PEORIA, ILLINOIS

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Independent Auditor's Report

Honorable Mayor and Commissioners
City of East Peoria, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of East Peoria, Illinois as of and for the year ended April 30, 2008, 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 of East Peoria, Illinois' management. Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the City of East Peoria Firefighter's Pension Fund or the City of East Peoria Police Pension Fund, which are included as Pension Trusts in the statement of fiduciary net assets and the statement of changes in fiduciary net assets. Those financial statements were audited by other auditors whose reports thereon have been furnished to us and, in our opinion, insofar as it relates to amounts included for the City of East Peoria Firefighter's Pension Fund and the City of East Peoria Police Pension Fund, is based on the reports of the other auditors.

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

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of East Peoria, Illinois as of April 30, 2008, and the respective changes in financial position and the cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated May 2, 2009 on our consideration of the City of East Peoria, Illinois' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis on pages 3 through 9, budgetary comparison information on pages 62 and 63, and schedule of funding progress on pages 64 - 66 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of East Peoria, Illinois' basic financial statements. The combining and individual fund financial statements and Schedules 1 through 6 listed in the table of contents 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. We did not audit the basic financial statements for the year ended April 30, 2007, which are not presented with the accompanying financial statements. Those financial statements were audited by other auditors whose report dated March 26, 2008 expressed unqualified opinions on the respective financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information. The 2007 comparative data in the individual fund financial statements and schedules is based on the report of the other auditors.

Schedules 7 and 8 are not a required part of the basic financial statements, and we did not audit and do not express an opinion on such information.

Clifton Henderson LLP

Peoria, Illinois
May 2, 2009

MANAGEMENT'S DISCUSSION AND ANALYSIS

(Unaudited)

The following is a discussion and analysis of the City of East Peoria for the fiscal year ended April 30, 2008. The intent of the Management Discussion and Analysis (MDA) is to look at the City's financial performance as a whole.

Overview of the Financial Statements

The following discussion and analysis are intended to serve as an introduction to the City of East Peoria's basic financial statements, which are comprised of these components:

1. Government-wide financial statements
2. Fund financial statements
3. Notes to financial statements
4. Required supplemental information

Please note that this report also contains other supplementary information in addition to the basic financial statements.

Government-wide Financial Statements. The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business. The government-wide financial statements can be found on pages 10 - 13 of this report.

The statement of net assets presents information on all of the City's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City of East Peoria is improving or deteriorating.

The statement of activities presents information showing how the City's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to change occurs, regardless of the timing of related cash flows. All changes in net assets are reported on the accrual basis of accounting.

Both of these government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues. The governmental activities of the City include general government, public safety, sanitation, gaming, maintenance and special projects, long term debt, and miscellaneous. The business-type activities of the City include Water and Sewer operations, EastSide Centre, and Eastport Marina.

East Peoria Mass Transit District, a component unit, although a legally separate entity is considered part of the City's operations and is combined with data of the primary government for government-wide statements presentation.

Separate financial statements for the East Peoria Mass Transit District can be obtained from the East Peoria Mass Transit District, Theresa L. Gualandi, Treasurer, 100 S. Main Street, East Peoria, Illinois, 61611.

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City of East Peoria like other state and local governments uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in determining what financial resources are available in the near future to finance the City's programs.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balance provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains 27 individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balance for the General Fund, Riverboat Gaming Tax Fund, Special Tax Allocation Fund, Capital Projects Fund, and Bond and Interest Fund. The remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each nonmajor governmental fund is provided in the form of combining statements elsewhere in this report beginning on page 67. The basic governmental fund financial statements can be found on pages 14 - 18.

Proprietary Funds. Proprietary funds are generally used to account for services for which the City charges customers, or internal units of departments of the City. Proprietary funds provide the same type of information as shown in the government-wide financial statements, only in more detail. Proprietary funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses proprietary funds to account for the Water and Sewer Fund, Eastport Marina Fund, and EastSide Centre Fund. The proprietary fund financial statements can be found on pages 19 - 24.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support the City's own programs. The accounting used for fiduciary funds is similar to accounting for proprietary funds. Combined Police/Fire pension trust funds, classified as fiduciary funds, are reported separately from the City's government-wide statements in pages 25 - 26 of this report.

Notes to Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to financial statements start on page 27 of this report.

Required Supplemental Information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information. The City adopts an annual budget for all of its governmental funds, except the Capital Projects Fund, Special Assessments Fund, Revolving Loan Fund, and IHDA Grant Fund. A budgetary comparison statement has been provided for the major funds as required supplemental information to demonstrate compliance with these budgets. Also included in the required supplemental information is the Illinois Municipal Retirement Schedule of Funding Progress. This required supplemental information can be found on pages 62-66 of this report.

The combining and individual fund statements referred to earlier provide information for nonmajor governmental funds, fiduciary funds, and proprietary funds and are presented immediately following the required supplementary information.

Government-wide Financial Analysis

City of East Peoria's Net Assets (\$ millions)

	<u>2008</u>	<u>2007</u>
Total Primary Government Activities as of April 30, 2008 and 2007		
Current and other assets	\$ 43.78	\$ 42.80
Capital assets	<u>107.64</u>	<u>114.07</u>
Total assets	<u>151.42</u>	<u>156.87</u>
Long term liabilities	61.50	57.56
Other liabilities	<u>13.50</u>	<u>15.77</u>
Total liabilities	<u>75.00</u>	<u>73.33</u>
Net assets	<u>\$ 76.42</u>	<u>\$ 83.54</u>
Invested in capital assets, net of related debt	\$ 45.21	\$ 56.56
Restricted	10.16	10.42
Unrestricted	<u>21.05</u>	<u>16.56</u>
Total net assets	<u>\$ 76.42</u>	<u>\$ 83.54</u>

Normal Impact Factors: Net Assets

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

Net Results of Activities - which will impact (increase/decrease) current assets and unrestricted net assets.

Borrowing for Capital - which will increase current assets and long-term debt.

Spending Borrowed Proceeds on New Capital - which will reduce current assets and increase capital assets. There is a second impact. An increase in capital assets and a corresponding increase in related net debt which will not impact the invested in capital assets, net of debt, portion of net assets.

Spending of Nonborrowed 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.

Principal Payment of 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.

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

City of East Peoria's Changes in Net Assets (\$ millions)

		Total Primary Government (Government and Business Activities)	
		<u>2008</u>	<u>2007</u>
Revenues:			
Program revenues:			
Fees, fines, and charges for services		\$ 10.37	\$ 9.95
Operating grants and contributions		.08	.10
Capital grants and contributions		.33	-
General revenues:			
Property taxes and special assessments		5.74	5.40
Sales taxes		10.40	10.61
State income taxes		2.50	1.98
Personal property replacement taxes		1.53	1.39
Motor fuel taxes		.66	.68
Illinois gaming taxes		7.82	7.79
Other taxes		1.44	1.28
Interest/investment income		.74	.88
Miscellaneous		2.41	1.78
Gain on sale of capital assets		-	.64
		<u>-</u>	<u>.64</u>
Total revenues		<u>\$ 44.02</u>	<u>\$ 42.48</u>

	<u>2008</u>	<u>2007</u>
Expenses:		
Police	\$ 5.66	\$ 5.49
Fire	4.20	3.80
Sanitation	1.01	1.04
Health and welfare	1.33	1.23
Public works	5.19	4.94
Intergovernmental	4.20	4.07
General government	8.39	8.39
Community development	.26	.32
Interest on and amortization on long-term debt	2.53	2.51
Water and sewer	6.84	6.26
Eastport Marina	1.01	.97
Eastside Centre	<u>1.52</u>	<u>1.59</u>
Total expenses	<u>\$ 42.14</u>	<u>\$ 40.61</u>
Beginning net assets, as restated for 2008	\$ 74.54	\$ 81.67
Increase/(decrease) in net assets	<u>1.88</u>	<u>1.87</u>
Ending net assets	<u>\$ 76.42</u>	<u>\$ 83.54</u>

Normal Impacts: Changes in Net Assets

Listed below are various influences on changes in revenue or expense:

Revenues:

Economic Condition - which can reflect a declining, stable, or growing economic environment and have a substantial impact on property, sales, gas, or other tax revenue as well as public spending habits for building permits, elective user fees, and volumes of consumption.

Increase/Decrease in Council Approved Rates - while certain tax rates are set by statute, the City Council has significant authority to impose and periodically increase/decrease rates (parking, permitting, licensing, etc.).

Changing Patterns in Intergovernmental and Grant Revenue (Both Recurring and Nonrecurring) - certain recurring revenues (state revenue sharing, etc.) may experience changes periodically while nonrecurring (or one-time) grants are less predictable and often distorting in their impact on year to year comparisons.

Market Impacts on Investment Income - market conditions may cause the investment income to fluctuate depending on average maturity.

Expenses:

Introduction of New Program - within the functional expense categories (Police, Fire, Public Works, etc.) individual programs may be added or deleted to meet changing community needs.

Increase in Authorized Personnel - changes in service demand may cause the Council to increase/decrease authorized staffing.

Salary Increases (Cost of Living, Merit, and Market Adjustment) - 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.

Inflation - while overall inflation appears to be reasonably modest, the City is a major consumer of certain commodities such as chemicals and supplies, fuels, and parts. Some functions may experience unusual commodity specific increases.

Financial Analysis of the Government's Funds

As noted earlier, the City of East Peoria uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds. The focus of the City of East Peoria's governmental funds is to provide information on near-term inflows, outflows, and balance of spendable resources. Such information is useful in assessing the City's financial requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the City of East Peoria's governmental funds reported combined ending fund balances of \$19.32 million, an increase of \$3.05 million. Approximately \$9.20 million constitutes undesignated fund balance available for discretionary spending. The remainder of fund balance is reserved or designated and consequently unavailable for new spending because it has already been committed to: 1) liquidate contracts and purchase orders of prior period, 2) pay debt, 3) provide for general liability and health insurance, 4) provide for other restricted purposes.

The General Fund is the chief operating fund of the City of East Peoria. At the end of the current fiscal year, the undesignated General Fund balance was \$7.42 million. The City's total General Fund balance increased \$1.97 million during 2008.

General Fund revenues exceeded budgeted amounts by \$1,591,774 for the year. This was mainly due to taxes and intergovernmental revenues (i.e., sales tax, income tax, and personal property replacement tax, etc.) exceeding expectations.

During the year, there was an \$816,865 favorable actual expenditure result compared to budgeted amounts. This resulted mainly from budget capital expenditures not being made during the current year.

The City continues to abate property tax levies due to reliance upon alternative funding sources, primarily utility taxes and gaming revenues, for annual debt service payments.

City of East Peoria's Capital Assets Net of Depreciation (\$ millions)

Primary Government

	<u>2008</u>	<u>2007</u>
Land	\$ 11.86	\$ 11.86
Land improvements	9.18	8.60
Buildings	26.01	25.75
Machinery, equipment, and vehicles	24.22	23.31
Infrastructure	107.36	98.47
Construction in progress	7.55	5.10
Capitalized lease development costs	-	15.25
Accumulated depreciation	<u>(78.54)</u>	<u>(74.27)</u>
Total	<u>\$ 107.64</u>	<u>\$ 114.07</u>

Additional information on the City of East Peoria's capital assets can be found in Note 6 on pages 40-43 of this report.

City of East Peoria's Long-term Debt Primary Government (\$ million)

The City of East Peoria owed total bonded debt of \$47.74 million (bond principal portion only) at April 30, 2008. Standard and Poor's has currently assigned an "A" rating for the City's general obligation bonds.

	<u>2008</u>	<u>2007</u>
General obligation bonds	\$ 35.48	\$ 32.41
Project bonds	8.89	9.90
Revenue bonds	1.28	1.40
Special assessment bonds	<u>2.09</u>	<u>2.28</u>
Total	<u>\$ 47.74</u>	<u>\$ 45.99</u>

Additional information on the City of East Peoria's capital assets can be found in Note 7 on pages 43-51 of this report.

Requests for Information

This financial report is designed to provide a general overview of the City of East Peoria finances for our taxpayers. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to City of East Peoria, Theresa L. Gualandi, Treasurer, 100 S. Main Street, East Peoria, Illinois 61611.

CITY OF EAST PEORIA, ILLINOIS
STATEMENT OF NET ASSETS
April 30, 2008

ASSETS	Primary Government			Component Unit	Total Reporting Entity
	Governmental Activities	Business-type Activities	Total Primary Government	City of East Peoria Mass Transit District	
CURRENT ASSETS					
Cash	\$ 4,626,892	\$ 1,081,629	\$ 5,708,521	\$ 48,979	\$ 5,757,500
Investments	3,097,088	-	3,097,088	-	3,097,088
Receivables (net, where applicable, of allowances for estimated uncollectible amounts):					
Property taxes	5,947,739	-	5,947,739	220,098	6,167,837
Sales tax	1,583,039	-	1,583,039	-	1,583,039
State income tax	790,697	-	790,697	-	790,697
Personal property replacement tax	279,440	-	279,440	9,148	288,588
Motor fuel tax allotments	51,800	-	51,800	-	51,800
Gaming tax	596,714	-	596,714	-	596,714
Water and sewer revenue receivables:					
Billed	-	266,619	266,619	-	266,619
Unbilled charges, estimated	-	669,707	669,707	-	669,707
Customer charges	171,842	156,608	328,450	-	328,450
Assessments	331,204	15,201	346,405	-	346,405
Hotel/motel taxes	126,293	-	126,293	-	126,293
Grants	276,738	-	276,738	-	276,738
Notes	82,760	-	82,760	-	82,760
Fines	39,817	-	39,817	-	39,817
Capital lease	177,213	48,851	226,064	-	226,064
Other	202,864	-	202,864	-	202,864
Inventory of supplies, at cost	-	25,227	25,227	-	25,227
Internal balances	283,811	(283,811)	-	-	-
Total current assets	18,665,951	1,980,031	20,645,982	278,225	20,924,207
NONCURRENT ASSETS					
Restricted assets:					
Cash	9,457,731	44,212	9,501,943	-	9,501,943
Receivables (net where applicable, of allowances for estimated uncollectible amounts):					
Notes	275,827	-	275,827	-	275,827
Assessments	1,322,715	-	1,322,715	-	1,322,715
Developer	250,000	-	250,000	-	250,000
Capital lease	11,042,817	-	11,042,817	-	11,042,817
Unamortized bond issue costs	670,847	77,103	747,950	-	747,950
Capital assets:					
Land	8,210,068	3,647,682	11,857,750	-	11,857,750
Land improvements	2,086,187	7,091,974	9,178,161	-	9,178,161
Buildings	6,495,350	19,510,517	26,005,867	-	26,005,867
Machinery, equipment, and vehicles	11,324,274	12,899,379	24,223,653	-	24,223,653
Infrastructure	68,577,235	38,782,780	107,360,015	-	107,360,015
Construction in progress	2,810,476	4,738,229	7,548,705	-	7,548,705
Accumulated depreciation	(37,576,963)	(40,960,047)	(78,537,010)	-	(78,537,010)
Total noncurrent assets	84,946,564	45,831,829	130,778,393	-	130,778,393
TOTAL ASSETS	\$ 103,612,515	\$ 47,811,860	\$ 151,424,375	\$ 278,225	\$ 151,702,600

LIABILITIES AND NET ASSETS	Primary Government			Component Unit	Total Reporting Entity
	Governmental Activities	Business-type Activities	Total Primary Government	City of East Peoria Mass Transit District	
LIABILITIES					
Accounts payable	\$ 1,040,754	\$ 732,541	\$ 1,773,295	\$ -	\$ 1,773,295
Retainage payable	-	255,502	255,502	-	255,502
Wages payable	210,077	46,504	256,581	-	256,581
Liquor license bond held	13,500	-	13,500	-	13,500
Interest payable	818,128	10,577	828,705	-	828,705
Pension contribution payable	153,188	-	153,188	-	153,188
Deferred revenue	5,972,739	459,619	6,432,358	-	6,432,358
Due to others	-	-	-	44,000	44,000
Deposits - customers	-	53,160	53,160	-	53,160
Compensated absences	437,391	368,722	806,113	-	806,113
Accrued health claims	267,347	-	267,347	-	267,347
Current portion of long-term debt	1,556,740	1,106,199	2,662,939	-	2,662,939
Long-term liabilities:					
Compensated absences	1,731,431	85,618	1,817,049	-	1,817,049
General obligation bonds, net of deferred loss, noncurrent	30,902,820	3,711,446	34,614,266	-	34,614,266
Project bonds, net of unamortized discount, noncurrent	8,730,174	-	8,730,174	-	8,730,174
Revenue bonds, net of unamortized discount and deferred loss, noncurrent	-	1,013,769	1,013,769	-	1,013,769
Special assessments payable, noncurrent	2,085,000	-	2,085,000	-	2,085,000
Notes payable, noncurrent	7,032,519	6,212,918	13,245,437	-	13,245,437
Total liabilities	<u>60,951,808</u>	<u>14,056,575</u>	<u>75,008,383</u>	<u>44,000</u>	<u>75,052,383</u>
NET ASSETS					
Invested in capital assets, net of related debt	11,619,374	33,587,908	45,207,282	-	45,207,282
Restricted for debt payments	2,383,700	44,212	2,427,912	-	2,427,912
Restricted for capital projects	7,730,253	-	7,730,253	-	7,730,253
Unrestricted	20,927,380	123,165	21,050,545	234,225	21,284,770
Total net assets	<u>42,660,707</u>	<u>33,755,285</u>	<u>76,415,992</u>	<u>234,225</u>	<u>76,650,217</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 103,612,515</u>	<u>\$ 47,811,860</u>	<u>\$ 151,424,375</u>	<u>\$ 278,225</u>	<u>\$ 151,702,600</u>

The accompanying notes are an integral part of the financial statements.

**CITY OF EAST PEORIA, ILLINOIS
STATEMENT OF ACTIVITIES
Year Ended April 30, 2008**

FUNCTIONS/PROGRAMS	<u>Expenses</u>	<u>Fees, Fines, and Charges for Services</u>
Primary government:		
Governmental activities:		
Police	\$ (5,659,296)	\$ 50,637
Fire	(4,205,570)	29,070
Sanitation	(1,006,606)	-
Health and welfare	(1,329,926)	708,409
Public works	(5,187,695)	650
Intergovernmental	(4,203,516)	-
General government	(8,394,999)	1,786,769
Community development	(256,580)	-
Interest on and amortization of long-term debt	<u>(2,527,133)</u>	<u>-</u>
Total governmental activities	<u>(32,771,321)</u>	<u>2,575,535</u>
Business-type activities:		
Water and Sewer	(6,839,632)	6,022,491
Eastport Marina	(1,011,022)	917,427
Eastside Centre	<u>(1,531,891)</u>	<u>855,397</u>
Total business-type activities	<u>(9,382,545)</u>	<u>7,795,315</u>
Total primary government	<u>\$ (42,153,866)</u>	<u>\$ 10,370,850</u>
Component unit:		
City of East Peoria Mass Transit District	<u>\$ (1,111,880)</u>	<u>\$ 836,359</u>

GENERAL REVENUES

Property taxes and special assessments
Sales taxes
State income taxes
Personal property replacement taxes
Motor fuel taxes
Illinois gaming taxes
Other taxes and intergovernmental
Interest/investment income
Gain (loss) on sale of capital assets
Other

TRANSFERS

Total general revenues and transfers

Change in net assets

NET ASSETS - BEGINNING OF YEAR, AS RESTATED

NET ASSETS - END OF YEAR

<u>Net (Expense) Revenue and Changes in Net Assets</u>						
<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Primary Government</u>			<u>Component Unit</u>	<u>Total Reporting Entity</u>
		<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total Primary Government</u>	<u>City of East Peoria Mass Transit District</u>	
\$ 36,216	\$ -	\$ (5,572,443)	\$ -	\$ (5,572,443)	\$ -	\$ (5,572,443)
		(4,176,500)	-	(4,176,500)	-	(4,176,500)
40,000	-	(966,606)	-	(966,606)	-	(966,606)
-	-	(621,517)	-	(621,517)	-	(621,517)
1,599	331,028	(4,854,418)	-	(4,854,418)	-	(4,854,418)
-	-	(4,203,516)	-	(4,203,516)	-	(4,203,516)
-	-	(6,608,230)	-	(6,608,230)	-	(6,608,230)
-	-	(256,580)	-	(256,580)	-	(256,580)
-	-	(2,527,133)	-	(2,527,133)	-	(2,527,133)
<u>77,815</u>	<u>331,028</u>	<u>(29,786,943)</u>	<u>-</u>	<u>(29,786,943)</u>	<u>-</u>	<u>(29,786,943)</u>
-	-	-	(817,141)	(817,141)	-	(817,141)
-	-	-	(93,595)	(93,595)	-	(93,595)
-	-	-	(676,494)	(676,494)	-	(676,494)
-	-	-	(1,587,230)	(1,587,230)	-	(1,587,230)
<u>\$ 77,815</u>	<u>\$ 331,028</u>	<u>\$ (29,786,943)</u>	<u>\$ (1,587,230)</u>	<u>\$ (31,374,173)</u>		<u>\$ (31,374,173)</u>
<u>\$ -</u>	<u>\$ -</u>				<u>(275,521)</u>	<u>\$ (275,521)</u>
		\$ 5,741,031	\$ -	\$ 5,741,031	221,055	\$ 5,962,086
		10,393,486	12,305	10,405,791	-	10,405,791
		2,499,849	-	2,499,849	-	2,499,849
		1,528,494	-	1,528,494	60,635	1,589,129
		657,725	-	657,725	-	657,725
		7,817,740	-	7,817,740	-	7,817,740
		1,437,618	-	1,437,618	-	1,437,618
		693,808	46,233	740,041	2,022	742,063
		9,983	-	9,983	-	9,983
		2,168,879	245,693	2,414,572	-	2,414,572
		<u>(732,600)</u>	<u>732,600</u>	<u>-</u>	<u>-</u>	<u>-</u>
		<u>32,216,013</u>	<u>1,036,831</u>	<u>33,252,844</u>	<u>283,712</u>	<u>33,536,556</u>
		2,429,070	(550,399)	1,878,671	8,191	2,162,383
		<u>40,231,637</u>	<u>34,305,684</u>	<u>74,537,321</u>	<u>226,034</u>	<u>74,763,355</u>
		<u>\$ 42,660,707</u>	<u>\$ 33,755,285</u>	<u>\$ 76,415,992</u>	<u>\$ 234,225</u>	<u>\$ 76,650,217</u>

The accompanying notes are an integral part of the financial statements.

**CITY OF EAST PEORIA, ILLINOIS
BALANCE SHEET
GOVERNMENTAL FUNDS
April 30, 2008**

ASSETS	General Fund	Riverboat Gaming Tax Fund	Special Tax Allocation Fund	Capital Projects Fund	Bond and Interest Fund	Other Governmental Funds	Total Governmental Funds
Cash	\$ 10,200	\$ 873,233	\$ 1,057	\$ -	\$ 636,822	\$ 2,303,353	\$ 3,824,665
Investments	3,097,088	-	-	-	-	-	3,097,088
Receivables (net, where applicable, of allowances for estimated uncollectible amounts):							
Property taxes	256,144	-	702,339	253,564	-	4,735,692	5,947,739
Sales tax	1,583,039	-	-	-	-	-	1,583,039
State income tax	790,697	-	-	-	-	-	790,697
Personal property replacement tax	216,840	-	-	-	-	62,600	279,440
Motor fuel tax allotments	-	-	-	-	-	51,800	51,800
Gaming tax	-	596,714	-	-	-	-	596,714
Customer charges	-	-	-	-	-	171,842	171,842
Assessments	-	-	-	-	-	331,204	331,204
Hotel/motel taxes	-	-	-	-	-	126,293	126,293
Grants	-	276,738	-	-	-	-	276,738
Notes	-	-	-	-	-	82,760	82,760
Fines	39,817	-	-	-	-	-	39,817
Other	112,276	-	-	-	-	90,588	202,864
Due from other funds	1,858,736	11,932,249	1,984,822	-	19,400	23,752	15,818,959
Restricted assets, cash	-	-	-	7,730,253	1,727,478	-	9,457,731
TOTAL ASSETS	\$ 7,964,837	\$ 13,678,934	\$ 2,688,218	\$ 7,983,817	\$ 2,383,700	\$ 7,979,884	\$ 42,679,390

LIABILITIES AND FUND BALANCE (DEFICIT)	General Fund	Riverboat Gaming Tax Fund	Special Tax Allocation Fund	Capital Projects Fund	Bond and Interest Fund	Other Governmental Funds	Total Governmental Funds
LIABILITIES							
Accounts payable	\$ 199,414	\$ 395,185	\$ -	\$ 345,956	\$ -	\$ 100,199	\$ 1,040,754
Retainage payable	-	-	-	-	-	-	-
Wages payable	20,291	-	-	-	-	189,786	210,077
Liquor license bonds held	13,500	-	-	-	-	-	13,500
Compensated absences	42,663	-	-	-	-	394,728	437,391
Pension obligation payable	-	-	-	-	-	153,188	153,188
Deferred revenue	256,144	-	702,339	278,564	-	4,735,692	5,972,739
Due to other funds	16,332	217,389	8,188,619	6,808,023	-	304,785	15,535,148
Total liabilities	<u>548,344</u>	<u>612,574</u>	<u>8,890,958</u>	<u>7,432,543</u>	<u>-</u>	<u>5,878,378</u>	<u>23,362,797</u>
FUND BALANCE (DEFICIT)							
Reserved	-	-	-	7,730,253	2,383,700	-	10,113,953
Unreserved:							
Undesignated, reported in:							
General Fund	7,416,493	-	-	-	-	-	7,416,493
Special Revenue Funds	-	13,066,360	-	-	-	2,101,506	15,167,866
Debt Service Funds	-	-	(6,202,740)	-	-	-	(6,202,740)
Capital Projects Fund	-	-	-	(7,178,979)	-	-	(7,178,979)
Total fund balance (deficit)	<u>7,416,493</u>	<u>13,066,360</u>	<u>(6,202,740)</u>	<u>551,274</u>	<u>2,383,700</u>	<u>2,101,506</u>	<u>19,316,593</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 7,964,837</u>	<u>\$ 13,678,934</u>	<u>\$ 2,688,218</u>	<u>\$ 7,983,817</u>	<u>\$ 2,383,700</u>	<u>\$ 7,979,884</u>	
Amounts reported for governmental activities in the statement of net assets are different because:							
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.							61,926,627
Internal Service fund is used by management to charge the costs of employee health insurance to individual funds.							
The assets and liabilities of the internal service fund are included in the governmental activities in the statement of net assets.							534,880
Receivables are deferred in the funds if they are not available for use in the current period.							13,068,572
Bond issuance costs are reported as expenditures in the funds.							670,847
Interest on long-term debt is not recognized in the governmental funds until paid but is recognized as incurred in the statement of net assets.							(818,128)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.							<u>(52,038,684)</u>
NET ASSETS OF GOVERNMENTAL ACTIVITIES							<u>\$ 42,660,707</u>

The accompanying notes are an integral part of the financial statements.

**CITY OF EAST PEORIA, ILLINOIS
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
Year Ended April 30, 2008**

	General Fund
REVENUES	
Taxes and special assessments	\$ 5,583,813
Charges for services	-
Intergovernmental	8,448,639
Licenses and permits	243,329
Miscellaneous	2,171,021
Total revenues	16,446,802
 EXPENDITURES	
General government	5,541,121
Police	-
Fire	-
Sanitation	-
Health and welfare	-
Public works	-
Intergovernmental	-
Capital outlay	19,121
Debt service:	
Principal payments	72,890
Interest and fiscal charges	484,251
Bond issuance costs and discounts	-
Other	-
Total expenditures	6,117,383
Excess (deficiency) of revenues over expenditures	10,329,419
 OTHER FINANCING SOURCES (USES)	
Loan proceeds	-
Proceeds from the issuance of bonds	-
Equipment and property sale proceeds	9,983
Payments received on capital lease receivable	-
Transfers in	-
Transfers out	(8,369,286)
Payment to escrow agent	-
Total other financing sources (uses)	(8,359,303)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	1,970,116
 FUND BALANCE (DEFICIT)	
Beginning of year	5,446,377
End of year	\$ 7,416,493

EXHIBIT 4

<u>Riverboat Gaming Tax Fund</u>	<u>Special Tax Allocation Fund</u>	<u>Capital Projects Fund</u>	<u>Bond and Interest Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ -	\$ 772,029	\$ 247,162	\$ -	\$ 6,763,125	\$ 13,366,129
-	-	-	-	788,766	788,766
8,148,768	-	-	-	1,337,722	17,935,129
-	-	-	-	-	243,329
61,718	2,544	148,529	8,689	888,868	3,281,369
<u>8,210,486</u>	<u>774,573</u>	<u>395,691</u>	<u>8,689</u>	<u>9,778,481</u>	<u>35,614,722</u>
101,046	-	-	-	2,922,507	8,564,674
-	-	-	-	4,677,573	4,677,573
-	-	-	-	3,585,658	3,585,658
-	-	-	-	898,908	898,908
-	-	-	-	1,153,166	1,153,166
532,330	-	5,212,959	-	2,249,143	7,994,432
4,083,943	119,573	-	-	-	4,203,516
832,046	-	-	-	733,921	1,585,088
736,246	1,403,312	-	65,000	230,323	2,507,771
218,962	1,366,372	-	74,554	155,269	2,299,408
-	500,227	-	-	-	500,227
-	3,841	174,699	750	77,290	256,580
<u>6,504,573</u>	<u>3,393,325</u>	<u>5,387,658</u>	<u>140,304</u>	<u>16,683,758</u>	<u>38,227,001</u>
<u>1,705,913</u>	<u>(2,618,752)</u>	<u>(4,991,967)</u>	<u>(131,615)</u>	<u>(6,905,277)</u>	<u>(2,612,279)</u>
334,956	-	-	-	624,000	958,956
-	23,695,000	-	-	-	23,695,000
-	-	-	-	-	9,983
-	780,000	-	-	-	780,000
-	1,855,238	-	250,000	7,142,472	9,247,710
(1,305,238)	-	-	-	(75,000)	(9,749,524)
-	(19,282,773)	-	-	-	(19,282,773)
<u>(970,282)</u>	<u>7,047,465</u>	<u>-</u>	<u>250,000</u>	<u>7,691,472</u>	<u>5,659,352</u>
735,631	4,428,713	(4,991,967)	118,385	786,195	3,047,073
<u>12,330,729</u>	<u>(10,631,453)</u>	<u>5,543,241</u>	<u>2,265,315</u>	<u>1,315,311</u>	<u>16,269,520</u>
<u>\$ 13,066,360</u>	<u>\$ (6,202,740)</u>	<u>\$ 551,274</u>	<u>\$ 2,383,700</u>	<u>\$ 2,101,506</u>	<u>\$ 19,316,593</u>

The accompanying notes are an integral part of the financial statements.

**CITY OF EAST PEORIA, ILLINOIS
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCE OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
For The Year Ended April 30, 2008**

Amounts reported for governmental activities in the statement of activities (pages 12 and 13) are different because:

Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses - total governmental funds (page 17)	<u>\$ 3,047,073</u>
<p>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 outlay exceeded depreciation in the current period.</p>	
Capital outlay, including capital outlay included in Public Works expenditures	6,513,593
Depreciation expense	<u>(2,868,535)</u>
	<u>3,645,058</u>
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net assets.	<u>(153,974)</u>
<p>Loans made are considered expenditures in the governmental funds. Portions of receivables are not considered current financial resources and therefore portions of payments are recognized as revenues for the governmental funds. The net effect of these transactions is as follows:</p>	
Net change in long-term notes receivable	(110,170)
Net change in long-term special assessment receivable	(816,472)
Net change in capital lease receivable	<u>(780,000)</u>
	<u>(1,706,642)</u>
<p>Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas, these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.</p>	
Debt issued or incurred:	
Current year proceeds from general obligation bonds payable	(23,695,000)
Current year proceeds from notes payable	(958,956)
Principal repayments:	
Bonds	20,880,000
Notes payable	647,771
Additional payment to escrow agent for advance refunding	262,773
Amortization of discounts and loss on refunding (accretion of premiums) on refunding	(71,988)
Amortization of bond issuance costs	(58,417)
Bond issuance costs and discounts	<u>500,227</u>
	<u>(2,493,590)</u>
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 governmental funds.	<u>(279,074)</u>
The change in net assets of the internal service fund is reported with governmental activities.	<u>370,219</u>
CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES (PAGE 13)	<u>\$ 2,429,070</u>

The accompanying notes are an integral part of the financial statements.

CITY OF EAST PEORIA, ILLINOIS
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
April 30, 2008

ASSETS	Business-type Activities - Enterprise Funds				Governmental Activities
	Water and Sewer Fund	Eastport Marina Fund	Eastside Centre Fund	Total	Internal Service Fund
CURRENT ASSETS					
Cash - operating accounts	\$ 621,220	\$ 409,160	\$ 51,249	\$ 1,081,629	\$ 802,227
Water and sewer revenue receivables:					
Billed	266,619	-	-	266,619	-
Unbilled charges, estimated	669,707	-	-	669,707	-
Customer charges	-	156,608	-	156,608	-
Assessments receivable	15,201	-	-	15,201	-
Lease receivable	-	29,972	18,879	48,851	-
Inventory of supplies, at cost	25,227	-	-	25,227	-
	<u>1,597,974</u>	<u>595,740</u>	<u>70,128</u>	<u>2,263,842</u>	<u>802,227</u>
Total current assets					
	<u>1,597,974</u>	<u>595,740</u>	<u>70,128</u>	<u>2,263,842</u>	<u>802,227</u>
RESTRICTED CASH ASSETS					
Revenue bond reserves:					
Bond and interest account	44,212	-	-	44,212	-
	<u>44,212</u>	<u>-</u>	<u>-</u>	<u>44,212</u>	<u>-</u>
CAPITAL ASSETS					
Land	456,274	2,850,000	341,408	3,647,682	-
Land improvements	1,605,246	3,119,800	2,366,928	7,091,974	-
Buildings	11,345,438	2,305,232	5,859,847	19,510,517	-
Machinery, equipment, and vehicles	11,621,257	425,786	852,336	12,899,379	-
Infrastructure	38,782,780	-	-	38,782,780	-
Construction in progress	4,738,229	-	-	4,738,229	-
Less accumulated depreciation	(34,864,464)	(2,840,495)	(3,255,088)	(40,960,047)	-
	<u>33,684,760</u>	<u>5,860,323</u>	<u>6,165,431</u>	<u>45,710,514</u>	<u>-</u>
Net capital assets					
	<u>33,684,760</u>	<u>5,860,323</u>	<u>6,165,431</u>	<u>45,710,514</u>	<u>-</u>
OTHER ASSETS					
Bond issue costs, net of amortization	77,103	-	-	77,103	-
	<u>77,103</u>	<u>-</u>	<u>-</u>	<u>77,103</u>	<u>-</u>
TOTAL ASSETS	<u>\$ 35,404,049</u>	<u>\$ 6,456,063</u>	<u>\$ 6,235,559</u>	<u>\$ 48,095,671</u>	<u>\$ 802,227</u>

LIABILITIES AND NET ASSETS	Business-type Activities - Enterprise Funds				Governmental Activities
	Water and Sewer Fund	Eastport Marina Fund	Eastside Centre Fund	Total	Internal Service Fund
CURRENT LIABILITIES					
Accounts payable	\$ 724,000	\$ -	\$ 8,541	\$ 732,541	\$ -
Retainage payable	255,502	-	-	255,502	-
Due to other funds	139,517	144,294	-	283,811	-
Wages payable	34,384	-	12,120	46,504	-
Interest payable	10,577	-	-	10,577	-
Deposits - customers	53,160	-	-	53,160	-
Compensated absences	334,772	-	33,950	368,722	-
Deferred revenue	-	459,619	-	459,619	-
Accrued health claims	-	-	-	-	267,347
Current portion of long-term debt	881,287	-	224,912	1,106,199	-
Total current liabilities	2,433,199	603,913	279,523	3,316,635	267,347
LONG-TERM DEBT					
Compensated absences, noncurrent	-	-	85,618	85,618	-
General obligation bonds, net of deferred loss, noncurrent	3,711,446	-	-	3,711,446	-
Revenue bonds, net of unamortized discount and deferred loss, noncurrent	1,013,769	-	-	1,013,769	-
Notes payable, noncurrent	6,131,735	-	81,183	6,212,918	-
Total long-term debt	10,856,950	-	166,801	11,023,751	-
Total liabilities	13,290,149	603,913	446,324	14,340,386	267,347
NET ASSETS					
Invested in capital assets, net of related debt	21,946,523	5,852,150	5,789,235	33,587,908	-
Net assets - restricted	44,212	-	-	44,212	-
Net assets - unrestricted	123,165	-	-	123,165	534,880
Total net assets	22,113,900	5,852,150	5,789,235	33,755,285	534,880
TOTAL LIABILITIES AND NET ASSETS	\$ 35,404,049	\$ 6,456,063	\$ 6,235,559	\$ 48,095,671	\$ 802,227

The accompanying notes are an integral part of the financial statements.

CITY OF EAST PEORIA, ILLINOIS
STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
Year Ended April 30, 2008

	<u>Business-type Activities - Enterprise Funds</u>				<u>Governmental</u>
	<u>Water and</u>	<u>Eastport</u>	<u>Eastside</u>	<u>Total</u>	<u>Internal</u>
	<u>Sewer Fund</u>	<u>Marina Fund</u>	<u>Centre Fund</u>		<u>Service</u>
					<u>Fund</u>
OPERATING REVENUES					
Water sales	\$ 2,657,319	\$ -	\$ -	\$ 2,657,319	\$ -
Sewer service charges	3,056,345	-	-	3,056,345	-
Fuel sales	-	285,141	-	285,141	-
Storage and rentals	-	629,286	26,158	655,444	-
Fees for services	-	-	632,315	632,315	-
Tap-in charges	80,124	-	-	80,124	-
Water assessments	15,206	-	-	15,206	-
Sewer assessments	33,689	-	-	33,689	-
Penalties	103,473	-	-	103,473	-
Individual sewer permits	1,455	-	-	1,455	-
Contractors' sewer permits	1,255	-	-	1,255	-
Sewer inspection fees	2,255	-	-	2,255	-
Sewer connection fees	40,920	-	-	40,920	-
Concession sales	-	-	152,603	152,603	-
Charges for coverage	-	-	-	-	2,945,603
Miscellaneous	30,450	3,000	44,321	77,771	191,349
	<u>6,022,491</u>	<u>917,427</u>	<u>855,397</u>	<u>7,795,315</u>	<u>3,136,952</u>
Total operating revenues					
	<u>6,022,491</u>	<u>917,427</u>	<u>855,397</u>	<u>7,795,315</u>	<u>3,136,952</u>
OPERATING EXPENSES					
Water department	2,448,639	-	-	2,448,639	-
Sewer department	2,191,899	-	-	2,191,899	-
Sewer maintenance department	254,582	-	-	254,582	-
Eastport Marina	-	788,892	-	788,892	-
Eastside Centre	-	-	1,227,386	1,227,386	-
Depreciation	1,549,662	214,193	273,806	2,037,661	-
Insurance claims	-	-	-	-	2,784,709
	<u>6,444,782</u>	<u>1,003,085</u>	<u>1,501,192</u>	<u>8,949,059</u>	<u>2,784,709</u>
Total operating expenses					
	<u>6,444,782</u>	<u>1,003,085</u>	<u>1,501,192</u>	<u>8,949,059</u>	<u>2,784,709</u>
Operating income (loss)	<u>(422,291)</u>	<u>(85,658)</u>	<u>(645,795)</u>	<u>(1,153,744)</u>	<u>352,243</u>
NONOPERATING REVENUES					
(EXPENSES)					
Interest	38,871	7,362	-	46,233	17,976
Reimbursements	245,242	-	451	245,693	-
Loss on sale (disposal) of capital assets	-	-	(14,710)	(14,710)	-
Municipal sales tax	-	-	12,305	12,305	-
Interest and fiscal charges	(380,261)	(7,937)	(15,989)	(404,187)	-
Amortization of bond issue costs	(14,589)	-	-	(14,589)	-
	<u>(110,737)</u>	<u>(575)</u>	<u>(17,943)</u>	<u>(129,255)</u>	<u>17,976</u>
Total nonoperating revenues (expenses)					
	<u>(110,737)</u>	<u>(575)</u>	<u>(17,943)</u>	<u>(129,255)</u>	<u>17,976</u>
Income (loss) before operating transfers, carried forward	<u>(533,028)</u>	<u>(86,233)</u>	<u>(663,738)</u>	<u>(1,282,999)</u>	<u>370,219</u>

CITY OF EAST PEORIA, ILLINOIS
STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
Year Ended April 30, 2008

	<u>Business-type Activities - Enterprise Funds</u>				<u>Governmental</u>
	<u>Water and Sewer Fund</u>	<u>Eastport Marina Fund</u>	<u>Eastside Centre Fund</u>	<u>Total</u>	<u>Activities Internal Service Fund</u>
Income (loss) before operating transfers, brought forward	\$ (533,028)	\$ (86,233)	\$ (663,738)	\$ (1,282,999)	\$ 370,219
TRANSFERS IN	<u>75,000</u>	<u>-</u>	<u>426,814</u>	<u>501,814</u>	<u>-</u>
CHANGE IN NET ASSETS BEFORE CAPITAL CONTRIBUTIONS	(458,028)	(86,233)	(236,924)	(781,185)	370,219
CAPITAL CONTRIBUTIONS	<u>19,330</u>	<u>-</u>	<u>211,456</u>	<u>230,786</u>	<u>-</u>
CHANGE IN NET ASSETS	(438,698)	(86,233)	(25,468)	(550,399)	370,219
TOTAL NET ASSETS - BEGINNING OF YEAR	<u>22,552,598</u>	<u>5,938,383</u>	<u>5,814,703</u>	<u>34,305,684</u>	<u>164,661</u>
TOTAL NET ASSETS - END OF YEAR	<u>\$ 22,113,900</u>	<u>\$ 5,852,150</u>	<u>\$ 5,789,235</u>	<u>\$ 33,755,285</u>	<u>\$ 534,880</u>

The accompanying notes are an integral part of the financial statements.

**CITY OF EAST PEORIA, ILLINOIS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
Year Ended April 30, 2008**

	<u>Business-type Activities - Enterprise Funds</u>				<u>Governmental Activities Internal Service Fund</u>
	<u>Water and Sewer Fund</u>	<u>Eastport Marina Fund</u>	<u>Eastside Centre Fund</u>	<u>Total</u>	
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers and users	\$ 5,885,814	\$ 889,726	\$ 855,397	\$ 7,630,937	\$ 3,136,952
Payments to suppliers and employees	<u>(5,386,291)</u>	<u>(864,405)</u>	<u>(1,214,685)</u>	<u>(7,465,381)</u>	<u>(2,767,362)</u>
Net cash provided by (used in) operating activities	<u>499,523</u>	<u>25,321</u>	<u>(359,288)</u>	<u>165,556</u>	<u>369,590</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Net receipt (disbursements for refunds) of customer deposits	3,606	-	-	3,606	-
Reimbursements	245,242	-	451	245,693	-
Municipal sales tax	-	-	12,305	12,305	-
Transfer from other funds	<u>75,000</u>	<u>-</u>	<u>426,814</u>	<u>501,814</u>	<u>-</u>
Net cash provided by noncapital financing activities	<u>323,848</u>	<u>-</u>	<u>439,570</u>	<u>763,418</u>	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Proceeds from issuance of notes payable	2,923,917	-	119,058	3,042,975	-
Principal payments on notes payable	(244,303)	-	(7,743)	(252,046)	-
Interest and fiscal charges paid on revenue bonds and notes payable	(350,406)	(7,937)	(15,989)	(374,332)	-
Capital expenditures	(2,911,861)	(13,443)	(132,517)	(3,057,821)	-
Principal payment on bonds	<u>(500,000)</u>	<u>-</u>	<u>-</u>	<u>(500,000)</u>	<u>-</u>
Net cash used in capital and related financing activities	<u>(1,082,653)</u>	<u>(21,380)</u>	<u>(37,191)</u>	<u>(1,141,224)</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest on investments	38,871	7,362	-	46,233	17,976
Disbursements on lease receivable	-	-	(6,765)	(6,765)	-
Collections on lease receivable	<u>-</u>	<u>7,983</u>	<u>-</u>	<u>7,983</u>	<u>-</u>
Net cash provided by (used in) investing activities	<u>38,871</u>	<u>15,345</u>	<u>(6,765)</u>	<u>47,451</u>	<u>17,976</u>
NET INCREASE (DECREASE) IN CASH	(220,411)	19,286	36,326	(164,799)	387,566
CASH AT BEGINNING OF YEAR	<u>885,843</u>	<u>389,874</u>	<u>14,923</u>	<u>1,290,640</u>	<u>414,661</u>
CASH AT END OF YEAR	<u>\$ 665,432</u>	<u>\$ 409,160</u>	<u>\$ 51,249</u>	<u>\$ 1,125,841</u>	<u>\$ 802,227</u>

CITY OF EAST PEORIA, ILLINOIS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
Year Ended April 30, 2008

	<u>Business-type Activities - Enterprise Funds</u>				<u>Governmental Activities Internal Service Fund</u>
	<u>Water and Sewer Fund</u>	<u>Eastport Marina Fund</u>	<u>Eastside Centre Fund</u>	<u>Total</u>	
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES					
Operating income (loss)	\$ (422,291)	\$ (85,658)	\$ (645,795)	\$ (1,153,744)	\$ 352,243
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation	1,549,662	214,193	273,806	2,037,661	-
Effect of changes in operating assets and liabilities:					
Customer charges and receivables	(130,630)	(45,799)	-	(176,429)	-
Assessments receivable	(6,047)	-	-	(6,047)	-
Inventory of supplies	(6,495)	-	-	(6,495)	-
Accounts payable, retainage, and wages payable	(498,892)	(75,512)	(5,797)	(580,201)	17,347
Compensated absences	14,216	-	18,498	32,714	-
Deferred revenue	-	18,097	-	18,097	-
Total adjustments	921,814	110,979	286,507	1,319,300	17,347
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	\$ 499,523	\$ 25,321	\$ (359,288)	\$ 165,556	\$ 369,590
NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES					
During the year, the following noncash activities occurred:					
Amortization of issuance discounts and loss on refunding	\$ 14,589	\$ -	\$ -	\$ 14,589	\$ -
Capital assets included in accounts and retainage payable	\$ 842,228	\$ -	\$ -	\$ 842,228	\$ -
Capital assets contributed by governmental fund	\$ 19,330	\$ -	\$ 211,456	\$ 230,786	\$ -

The accompanying notes are an integral part of the financial statements.

CITY OF EAST PEORIA, ILLINOIS
STATEMENT OF FIDUCIARY NET ASSETS
April 30, 2008

	<u>Pension Trusts</u>	<u>Agency</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ 816,524	\$ 17,667	\$ 834,191
Receivables:			
Employer	1,948,553	-	1,948,553
Plan members' contributions	46,688	-	46,688
Accrued interest and dividends	208,895	-	208,895
	<u>2,204,136</u>	<u>-</u>	<u>2,204,136</u>
Total receivables	2,204,136	-	2,204,136
Investments, at fair value:			
Money market funds	950,301	-	950,301
U.S. Government notes and bonds	11,525,609	-	11,525,609
U.S. Government agency obligations	4,847,356	-	4,847,356
Mutual funds	3,047,659	-	3,047,659
Common stocks	9,042,654	-	9,042,654
	<u>29,413,579</u>	<u>-</u>	<u>29,413,579</u>
Total investments	29,413,579	-	29,413,579
Total assets	<u>32,434,239</u>	<u>17,667</u>	<u>32,451,906</u>
LIABILITIES			
Accounts payable and accrued payroll taxes	5,453	-	5,453
Amounts held for others	-	17,667	17,667
	<u>5,453</u>	<u>17,667</u>	<u>23,120</u>
Total liabilities	5,453	17,667	23,120
NET ASSETS HELD IN TRUST FOR PENSION BENEFIT OBLIGATION	<u>\$ 32,428,786</u>	<u>\$ -</u>	<u>\$ 32,428,786</u>

The accompanying notes are an integral part of the financial statements.

CITY OF EAST PEORIA, ILLINOIS
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
Year Ended April 30, 2008

	<u>Pension Trusts</u>
ADDITIONS	
Contributions:	
Plan members' contributions	\$ 482,989
Employer contributions	<u>1,982,816</u>
Total contributions	<u>2,465,805</u>
Investment income:	
Net realized and unrealized gains on investments	(227,126)
Dividends and interest	<u>1,245,422</u>
Total investment income	1,018,296
Less investment expenses	<u>193,588</u>
Net investment income	<u>824,708</u>
Total additions	<u>3,290,513</u>
DEDUCTIONS	
Benefits paid	2,279,376
Refunds of contributions	1,992
Administrative expenses	<u>87,412</u>
Total deductions	<u>2,368,780</u>
NET INCREASE	921,733
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS	
Beginning of year	<u>31,507,053</u>
End of year	<u>\$ 32,428,786</u>

The accompanying notes are an integral part of the financial statements.

CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of East Peoria, Illinois (City) is a municipality located in Central Illinois. Revenues are substantially generated as a result of taxes assessed and allocated to the City (examples would be property, sales, gaming, purchase, and hotel), charges for services performed, and governmental grants. Revenues are therefore dependent on the economy within the territorial boundaries of the City and nearby surrounding area and the appropriations of grant entitlements. Taxable industry within the area is primarily manufacturing and retail. The surrounding area has a substantial agricultural base. Additionally, there are large nonprofit employers such as hospitals and other local governments within the area.

The following is a summary of the more significant accounting policies of the City.

(a) Financial Reporting Entity

For financial reporting purposes, in accordance with Section 2100 of the *Codification of Governmental Accounting and Financial Reporting Standards*, the City of East Peoria, Illinois, is a primary government in that it is a city with a separately elected governing body - one that is elected by the citizens in a general, popular election and is fiscally independent of other units of government.

The City has developed criteria to determine whether other entities are component units of the City. Component units are legally separate organizations for which the elected officials of the City of East Peoria are financially accountable. The City of East Peoria would be considered financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will (significantly influence the programs, projects, activities, or level of services performed or provided by the organization) on the organization or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the City of East Peoria (i.e., entitled to or can access the organization's resources, is legally obligated or has otherwise assumed the obligation to finance deficits of, or provide financial support to the organization, or is obligated in some manner for the debt of the organization). If an organization is fiscally dependent on the City of East Peoria, the City is considered financially accountable regardless of whether the organization has (1) a separately elected governing board, (2) a governing board appointed by a higher level of government, or (3) a jointly appointed board.

Blended component units, although legally separate entities, are, in substance, part of the City's operations and so data from these units are combined with data of the primary government. Each discretely presented component unit is reported in a separate column/row in the government-wide statements to emphasize that it is legally separate from the government.

City of East Peoria is not a component unit of any other entity. However, an entity which meets criteria as a component unit of the City is as follows:

CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(a) Financial Reporting Entity (Continued)

Discretely Presented Component Unit

East Peoria Mass Transit District

The East Peoria Mass Transit District was organized to provide bus transportation to the City of East Peoria, Illinois through a contractual agreement with the Greater Peoria Mass Transit District.

The year end for the East Peoria Mass Transit District is June 30.

Complete financial statements for the District may be obtained at the following address:

East Peoria Mass Transit District
100 S. Main Street
East Peoria, Illinois 61611

(b) Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets, including discretely presented component units, and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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

CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(c) Measurement Focus, Basis of Accounting, and Basis of Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. 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 for budgetary purposes. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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 government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Property taxes, licenses, fines, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures are recorded only when payment is due.

The accounts of the City are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts which comprise its assets, liabilities, fund balance/net assets, revenues, and expenditures/expenses.

Governmental Funds

Governmental Funds are those through which governmental functions of the City are financed. The acquisition, use, and balances of the City's expendable resources and the related liabilities are accounted for through governmental funds. The City reports the following major governmental funds:

General Fund - The General Fund is the general operating fund of the City. All general tax revenues and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this fund. This fund pays the general operating expenditures, the fixed charges, and the capital improvement costs that are not paid through other funds.

CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(c) Measurement Focus, Basis of Accounting, and Basis of Presentation (Continued)

Governmental Funds (Continued)

Riverboat Gaming Tax Fund - This fund is used to collect and disburse riverboat gaming taxes.

Special Tax Allocation Fund - This fund is used to account for the activities of the various tax increment financing districts in the City.

Capital Projects Fund - This fund is used to account for development projects being carried out by the City. Such projects are financed by proceeds from general obligation bonds, loan proceeds, and tax increment financing taxes.

Bond and Interest Fund - This fund is used to account for the accumulation of resources for, and the payment of, long-term debt principal, interest, and related costs.

Proprietary Funds

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities.

The City reports the following major proprietary funds:

Water and Sewer Fund - The Water and Sewer Fund is used to account for the water and sewer services offered to the residents of the City.

Eastport Marina Fund - The marina accounts for the boating services offered to the public.

Eastside Centre Fund - The Eastside Centre accounts for the athletic events and health club memberships that are offered to the public.

Additionally, the City reports the following fund types:

Internal Service Fund - The Internal Service Fund is used by the City to account for employee health benefits provided to other funds on a cost-reimbursement basis.

CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(c) Measurement Focus, Basis of Accounting, and Basis of Presentation (Continued)

Pension Trust Funds - The Pension Trust Funds account for the activities of the City of East Peoria Police and Firefighter's Pension Funds, which accumulate resources for retirement, death, and disability benefits to the police and firemen of the City or their beneficiaries.

Agency Funds - The Agency Funds are utilized to account for monies and properties received and held by the City in a trustee or custodial capacity for other entities, such as employees, other governments or nonpublic organizations.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board.

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

Amounts reported as program revenues include (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

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 on-going operations. 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.

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

(d) Property Taxes

Property taxes attach as an enforceable lien on property as of January 1. The City's property tax is levied each year at the time the budget for the ensuing year is passed and is extended against the assessed valuation of the City on January 1. Taxes are due and payable in two installments in June and September at the County Collector's office. Sale of taxes on any uncollected amounts is prior to November 30. Distribution to all taxing bodies, including City funds, is also made prior to November 30.

CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(d) Property Taxes (Continued)

Property taxes reflected as receipts/revenues in the governmental fund financial statements for fiscal year 2008 represent the 2006 tax levy which was received by the City during the months of July 2007 through November 2007 and the 2007 tax levy received through June 30, 2008. For the year ended April 30, 2008, due to the late distribution of the first installment of property taxes by the County Collector's office, the entire 2007 tax levy recorded as receivable was reflected as deferred revenue.

(e) Budgetary Data - Primary Government

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

- (1) At a regular or special call meeting of the City Council in November, the proposed budget for the fiscal year commencing on the following May 1 is submitted. The budget includes proposed expenditures and the means of financing them.
- (2) Prior to May 1, the final budget is legally enacted through passage of an appropriation ordinance.
- (3) Transfers of budgeted amounts among object classifications, or any budget increases by means of an emergency or supplemental appropriation, require approval by a majority of the City Council members. Adjustments made during the year are reflected in the budget information included in the financial statements.

The City prepares its budget on a basis of accounting (cash basis) that differs from generally accepted accounting principles (GAAP).

The major differences between the budgetary basis of accounting and GAAP are that:

- (1) Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP); and
- (2) Expenditures are recorded when payments are made (budget) as opposed to when the liability is incurred (GAAP).

An amended budget was not prepared for the City, therefore, the original budget is the final budget.

CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(f) Cash and Cash Equivalents

The City considers all liquid investments with a maturity date of three months or less when purchased to be cash equivalents. At April 30, 2008, no investments qualified as cash equivalents.

(g) Investments

Investments are stated at fair value, which is based on quoted market prices, except money market investments and participating interest-earning investment contracts that have a remaining maturity at the time of purchase of one year or less, which are reported at amortized cost. Certificates of deposit are stated at cost, which approximates fair value.

(h) Receivables and Payables

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as due to/from other funds. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

(i) Inventory and Prepaid Items

Inventories are stated at the lower of cost or market with cost determined on a first-in, first-out (FIFO) basis.

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

(j) Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the City's government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$2,500, except for assets for the Water and Sewer Fund, which uses a threshold of \$5,000. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed.

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.

CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(j) Capital Assets (Continued)

Depreciation of capital assets is computed on the straight-line method on lives ranging from 5 to 50 years.

(k) Compensated Absences - Primary Government

City employees earn vacation throughout the year based upon their anniversary date, and must use the days earned in the same anniversary year within one month after their anniversary date, unless prior approval from a department head is received. Any unused vacation time is payable to employees upon termination. Employees can accumulate ten days of sick leave per year and sick leave is carried over to the following year. Accumulated sick pay is paid out upon retirement up to a maximum of 60 days.

All compensated absences are accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

(l) Long-term Liabilities

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the 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.

(m) Net Assets/Fund Equity

In the government-wide financial statements, the City reports as restricted net assets amounts that are subject to restrictions externally imposed either by grantors, contributors, or laws.

CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(m) Net Assets/Fund Equity (Continued)

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. Expenditures/expenses are first applied to reserved resources when both reserved and unreserved resources are available. Designations of fund balance represent tentative management plans that are subject to change.

(n) Use of Estimates

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

NOTE 2 - RESTRICTED ASSETS - PRIMARY GOVERNMENT

In accordance with the appropriate bond ordinances, restricted assets represent assets the City has set aside to meet all required payments for debt principal and interest.

NOTE 3 - CASH AND INVESTMENTS

Custodial Credit Risk - Deposits

Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City does not have a deposit policy for custodial credit risk. At April 30, 2008, \$863,539 of the City's bank balance of \$21,890,118 was exposed to custodial credit risk.

Certificates of deposit are included in deposits above, but are classified as investments on the Statement of Net Assets.

Illinois Funds

At April 30, 2008, the City had amounts in Illinois Funds as follows:

<u>Investment</u>	<u>Maturities</u>	<u>Fair Value*</u>
Illinois Funds	12 Month average	<u>\$ 2,906,548</u>

*Equivalent to deposit balance.

CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008

NOTE 3 - CASH AND INVESTMENTS (CONTINUED)

Interest Rate Risk

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

According to the City's investment policy, the City is authorized to invest in obligations of the U.S. Treasury, agencies, and instrumentalities, certificates of deposit covered by Federal depository insurance, certificates of deposit collateralized by obligations of the U.S. Treasury or agencies, the Illinois Funds and municipal securities rated AA or better by Standard & Poor's Corporation or Aa or better by Moody's bond ratings.

Credit Risk

State law limits investments as described previously. The City has no investment policy that would further limit its investment choices. As of April 30, 2008, the City's investment in the Illinois Funds was rated AAAM by Standard & Poor's.

Cash and Investments - Pension Trust Funds

The Pension Trust Funds may invest funds as authorized by the Illinois Pension Code, generally in obligations of the United States, the State of Illinois and its local districts, certain insurance contracts, insured deposits of federal and state savings and loans, banks, and credit unions, and certain common and preferred stocks.

Deposits

Custodial credit risk for deposits is the risk that in the event of a bank failure, the Fund's deposits may not be returned or the Fund will not be able to recover collateral securities in the possession of an outside party. The Fund's deposit policy provides that all deposits be guaranteed by the U.S. Government, insured by the Federal Deposit Insurance Corporation (FDIC), or fully collateralized with securities held by the Fund or its agent in the Fund's name or by its counterparty's trust department or agent in the Fund's name.

As of April 30, 2008, none of the deposits of the Police Pension and Firefighter's Pension Plans were exposed to custodial credit risk.

**CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008**

NOTE 3 - CASH AND INVESTMENTS (CONTINUED)

Cash and Investments - Pension Trust Funds (Continued)

Investments

As of April 30, 2008, the Police Pension Fund had the following investments:

<u>Type of Investment</u>	<u>Fair Value/ Carrying Amount</u>	<u>Average Credit Quality/ Ratings (1)</u>	<u>Weighted Average Years to Maturity (2)</u>
U.S. Government notes	\$ 6,538,535	N/A	6.77
U.S. Government agencies	4,054,213	AAA	3.87
Money market	747,728	AAA	.12
Common stocks	5,647,743	N/A	N/A
Mutual funds - equities	<u>963,807</u>	N/A	N/A
Total investments	<u>\$17,952,026</u>		

As of April 30, 2008, the Firefighter's Pension Fund had the following investments:

<u>Type of Investment</u>	<u>Fair Value/ Carrying Amount</u>	<u>Average Credit Quality/ Ratings (1)</u>	<u>Weighted Average Years to Maturity (2)</u>
U.S. Government notes and bonds:			
Explicitly guaranteed	\$ 3,393,828	N/A	2.71
Implicitly guaranteed	1,593,246	AAA	3.37
U.S. Government agencies	793,143	AAA	3.62
Money market funds	202,573	AAA	.08
Mutual funds - equities	2,083,852	N/A	N/A
Common stocks	<u>3,394,911</u>	N/A	N/A
Total investments	<u>\$11,461,553</u>		

(1) Ratings are provided where applicable to indicate associated credit risk. N/A indicates not applicable. Obligations of the U.S. Government or obligations explicitly guaranteed by the U.S. Government are not considered to have credit risk.

(2) Interest rate risk is estimated using the weighted average years to maturity method.

CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008

NOTE 3 - CASH AND INVESTMENTS (CONTINUED)

Cash and Investments - Pension Trust Funds (Continued)

Investments (Continued)

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Investing is performed in accordance with investment policies adopted by the Board of Trustees complying with Illinois Compiled Statutes. Funds may only be invested in permitted investments as authorized in Chapter 40, Article 5/1, paragraph 113.1 through 113.10 of the Illinois Compiled Statutes (Police Pension Fund) and Chapter 40, Article 4, paragraph 128 of the Illinois Compiled Statutes (Firefighter's Pension Fund).

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Investments held for longer periods are subject to increased risk of adverse interest rate changes. The Fund's policy provides that investments are diversified to ensure that adverse or unexpected results will not have an excessively detrimental impact on the entire portfolio. Diversification by asset type, characteristic, number of investments, and investment style is monitored. Investment guidelines have been established for each investment manager to evaluate performance of the Fund's investments compared to industry benchmarks.

Custodial credit risk is the risk that, in the event of the failure of the counterparty, the Fund will not be able to recover the value of its investments or collateral securities in the possession of an outside party. Consistent with the Fund's investment policy, all securities are held by a third party custodian serving as the Fund's agent. The securities are held in the Fund's name.

Cash and Investments - Discretely Presented Component Units

City of East Peoria Mass Transit District

Custodial credit risk is the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District does not have a deposit policy for custodial credit risk. As of June 30, 2008, none of the District's bank balance of \$49,005 was exposed to custodial credit risk.

NOTE 4 - SPECIAL ASSESSMENTS FUND

The City has levied special assessments against various landowners in conjunction with improvements made which benefit the landowners. These special assessments are being paid to the City over a number of years. The balance of assessments receivable in the Special Assessments Fund, a Special Revenue Fund, represents only the current portion of the total assessments receivable. An analysis of the current and long-term portions of special assessments receivable at April 30, 2008 is as follows:

CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008

NOTE 4 - SPECIAL ASSESSMENTS FUND (CONTINUED)

Total special assessments receivable	\$ 1,653,919
Less amounts not receivable within one year	<u>1,322,715</u>
Current special assessments receivable	<u>\$ 331,204</u>

NOTE 5 - LEASE RECEIVABLE

In June 2003, the City entered into a development agreement under which the developer would construct and operate an Embassy Suites hotel and the City would construct and provide for operation of a conference center which would be adjacent or connected to the hotel. In August 2007, the City entered into a lease agreement under the terms of which the developer will lease the conference center from the City in exchange for regular escalating payments over a 20 year period.

As of April 30, 2008, components of the lease receivable were as follows:

Total lease receivable payments	\$19,174,800
Amount representing interest	<u>7,954,770</u>
Net lease receivable	<u>\$11,220,030</u>

The lease requires the developer to make all capital expenditures necessary to maintain the conference center in first class condition.

At the conclusion of the lease, the City will convey the conference center and hotel site to the developer in exchange for \$100 each.

As of April 30, 2008, future minimum lease revenue expected to be received is as follows:

Fiscal Year	
Ending	
<u>April 30,</u>	
2009	\$ 802,920
2010	825,840
2011	848,760
2012	871,680
2013	894,600
Thereafter	<u>14,931,000</u>
Total lease receivable payments	<u>\$19,174,800</u>

CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008

NOTE 6 - CAPITAL ASSETS - PRIMARY GOVERNMENT

Capital asset activity for the year ended April 30, 2008 was as follows:

	<u>Balance at</u> <u>April 30, 2007</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance at</u> <u>April 30, 2008</u>
Governmental activities:				
Not depreciated:				
Land	\$ 8,210,068	\$ -	\$ -	\$ 8,210,068
Construction in progress	3,750,147	5,553,649	6,493,320	2,810,476
Capitalized lease development costs	15,257,519	-	15,257,519	-
Depreciated:				
Land improvements	1,513,505	572,682	-	2,086,187
Buildings	6,490,270	9,980	4,900	6,495,350
Machinery, equipment, and vehicles	10,737,179	1,293,953	706,858	11,324,274
Infrastructure assets	<u>59,743,097</u>	<u>8,834,138</u>	<u>-</u>	<u>68,577,235</u>
Total capital assets	<u>105,701,785</u>	<u>16,264,402</u>	<u>22,462,597</u>	<u>99,503,590</u>
Less accumulated depreciation for:				
Land improvements	809,291	69,068	-	878,359
Buildings	2,351,408	134,372	4,900	2,480,880
Machinery, equipment, and vehicles	6,481,154	695,789	552,884	6,624,059
Infrastructure assets	<u>25,624,359</u>	<u>1,969,306</u>	<u>-</u>	<u>27,593,665</u>
Total accumulated depreciation	<u>35,266,212</u>	<u>2,868,535</u>	<u>557,784</u>	<u>37,576,963</u>
Governmental capital assets, net	<u>\$70,435,573</u>	<u>\$13,395,867</u>	<u>\$21,904,813</u>	<u>\$61,926,627</u>

CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008

NOTE 6 - CAPITAL ASSETS - PRIMARY GOVERNMENT (CONTINUED)

	<u>Balance at</u> <u>April 30, 2007</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance at</u> <u>April 30, 2008</u>
Business-type activities:				
Water and Sewer Fund:				
Not depreciated:				
Land	\$ 456,274	\$ -	\$ -	\$ 456,274
Construction in progress	1,347,575	3,445,352	54,698	4,738,229
Depreciated:				
Land improvements	1,605,246	-	-	1,605,246
Buildings	11,275,435	70,003	-	11,345,438
Machinery, equipment, and vehicles	11,363,192	258,065	-	11,621,257
Infrastructure	<u>38,728,083</u>	<u>54,697</u>	-	<u>38,782,780</u>
Total capital assets	<u>64,775,805</u>	<u>3,828,117</u>	<u>54,698</u>	<u>68,549,224</u>
Less accumulated depreciation for:				
Land improvements	950,381	29,317	-	979,698
Buildings	5,384,554	223,645	-	5,608,199
Machinery, equipment, and vehicles	8,018,818	576,084	-	8,594,902
Infrastructure	<u>18,961,049</u>	<u>720,616</u>	-	<u>19,681,665</u>
Total accumulated depreciation	<u>33,314,802</u>	<u>1,549,662</u>	<u>-</u>	<u>34,864,464</u>
Water and Sewer Fund capital assets, net	<u>31,461,003</u>	<u>2,278,455</u>	<u>54,698</u>	<u>33,684,760</u>
Eastport Marina Fund:				
Not depreciated:				
Land	2,850,000	-	-	2,850,000
Depreciated:				
Land improvements	3,119,800	-	-	3,119,800
Buildings	2,305,232	-	-	2,305,232
Machinery, equipment, and vehicles	412,343	13,443	-	425,786
Total capital assets	<u>8,687,375</u>	<u>13,443</u>	<u>-</u>	<u>8,700,818</u>
Less accumulated depreciation for:				
Land improvements	1,753,385	151,210	-	1,904,595
Buildings	532,172	46,105	-	578,277
Machinery, equipment, and vehicles	340,745	16,878	-	357,623
	<u>2,626,302</u>	<u>214,193</u>	<u>-</u>	<u>2,840,495</u>
Eastport Marina Fund capital assets, net	<u>6,061,073</u>	<u>(200,750)</u>	<u>-</u>	<u>5,860,323</u>

**CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008**

NOTE 6 - CAPITAL ASSETS - PRIMARY GOVERNMENT (CONTINUED)

	<u>Balance at April 30, 2007</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance at April 30, 2008</u>
Business-type activities (Continued):				
Eastside Centre Fund:				
Not depreciated:				
Land	\$ 341,408	\$ -	\$ -	\$ 341,408
Depreciated:				
Land improvements	2,362,855	4,073	-	2,366,928
Buildings	5,674,240	185,607	-	5,859,847
Machinery, equipment, and vehicles	<u>793,943</u>	<u>154,293</u>	<u>95,900</u>	<u>852,336</u>
Total capital assets	<u>9,172,446</u>	<u>343,973</u>	<u>95,900</u>	<u>9,420,519</u>
Less accumulated depreciation for:				
Land improvements	1,247,443	112,747	-	1,360,190
Buildings	1,319,915	118,404	-	1,438,319
Machinery, equipment, and vehicles	<u>495,114</u>	<u>42,655</u>	<u>81,190</u>	<u>456,579</u>
	<u>3,062,472</u>	<u>273,806</u>	<u>81,190</u>	<u>3,255,088</u>
Eastside Centre Fund capital assets, net	<u>6,109,974</u>	<u>70,167</u>	<u>14,710</u>	<u>6,165,431</u>
Business-type activities capital assets, net	<u>\$ 43,632,050</u>	<u>\$ 2,147,872</u>	<u>\$ 69,408</u>	<u>\$ 45,710,514</u>

Depreciation expense was charged to functions/programs as follows:

Governmental activities:		
Police		\$ 227,077
Fire		134,728
Sanitation		33,119
Health and Welfare		12,780
Public Works		2,195,405
General government		<u>265,426</u>
Total depreciation expense - governmental activities		<u>\$ 2,868,535</u>
Business-type activities:		
Water and Sewer Fund		\$ 1,549,662
Eastport Marina Fund		214,193
Eastside Centre Fund		<u>273,806</u>
Total depreciation expense - business-type activities		<u>\$ 2,037,661</u>

CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008

NOTE 6 - CAPITAL ASSETS - PRIMARY GOVERNMENT (CONTINUED)

Construction Commitments

The City has active construction projects as of April 30, 2008. At year end, the City's commitments with contractors are as follows:

	<u>Spent-to-date</u>	<u>Remaining Commitment</u>
Fahey Hollow Bridge replacement	\$ 393,447	\$ 20,707
East Peoria Convention Center	11,863,680	136,320
Riverfront Hotel	4,050,896	30,001
Centennial Well Project	3,155,171	185,893
Camp Street improvements	177,232	247,206
Heritage/Camp Street improvements	43,198	31,922
Wastewater Treatment Plant RAS #1 Station	695,605	305,252
North Main backwash tank	<u>121,500</u>	<u>14,270</u>
	<u>\$20,500,729</u>	<u>\$ 971,571</u>

The East Peoria Convention Center, Riverfront Hotel, and street improvements are being financed by general obligation bonds. The Centennial Well and Wastewater Treatment Plant RAS #1 Station Projects are financed by a note payable to the State of Illinois Environmental Protection Agency.

NOTE 7 - LONG-TERM DEBT - PRIMARY GOVERNMENT

The following is a summary of changes in long-term debt for the year ended April 30, 2008:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities:					
Bonds payable:					
General obligation bonds	\$ 28,150,000	\$ 23,695,000	\$ (19,495,000)	\$ 32,350,000	\$ 770,000
Project bonds	10,080,000	-	(1,190,000)	8,890,000	-
Special assessment bonds	2,280,000	-	(195,000)	2,085,000	-
Issuance premiums (discounts)	(232,227)	(164,947)	74,603	(322,571)	-
Loss on refunding	<u>-</u>	<u>(555,071)</u>	<u>40,636</u>	<u>(514,435)</u>	<u>-</u>
Total bonds payable	40,277,773	22,974,982	(20,764,761)	42,487,994	770,000
Notes payable	7,508,074	958,956	(647,771)	7,819,259	786,740
Compensated absences	<u>2,076,463</u>	<u>2,168,822</u>	<u>(2,076,463)</u>	<u>2,168,822</u>	<u>437,391</u>
Governmental activity, long-term liabilities	<u>\$ 49,862,310</u>	<u>\$ 26,102,760</u>	<u>\$ (23,488,995)</u>	<u>\$ 52,476,075</u>	<u>\$ 1,994,131</u>

CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008

NOTE 7 - LONG-TERM DEBT - PRIMARY GOVERNMENT (CONTINUED)

For governmental activities, compensated absences are generally liquidated by the General Fund or Special Revenue Funds from which the salary of the employee is typically paid.

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Business-type activities:					
Bonds payable:					
General obligation bonds	\$ 4,410,000	\$ -	\$ (300,000)	\$ 4,110,000	\$ 320,000
Revenue bonds	1,480,000	-	(200,000)	1,280,000	205,000
Less deferred amounts:					
For issuance discounts	(5,387)	-	882	(4,505)	-
Loss on refunding	<u>(165,076)</u>	<u>-</u>	<u>29,796</u>	<u>(135,280)</u>	<u>-</u>
Total bonds payable	5,719,537	-	(469,322)	5,250,215	525,000
Notes payable	4,003,188	3,042,975	(252,046)	6,794,117	581,199
Compensated absences	<u>421,626</u>	<u>454,340</u>	<u>(421,626)</u>	<u>454,340</u>	<u>368,722</u>
Business-type activity, long-term liabilities	<u>\$ 10,144,351</u>	<u>\$ 3,497,315</u>	<u>\$ (1,142,994)</u>	<u>\$ 12,498,672</u>	<u>\$ 1,474,921</u>

Long-term debt payable at April 30, 2008 is comprised of the following individual issues:

Governmental Activities

General obligation bonds:

\$4,500,000 - General Obligation Bonds, Series 2002C, due in annual installments of \$195,000 to \$335,000 through January 2022; interest at rates of 3.25 to 4.65 percent	\$ 3,595,000
\$1,935,000 - General Obligation Bonds, Series 2004B, due in annual installments of \$70,000 to \$330,000, beginning January 2010 through January 2018; interest at rates of 5.25 to 5.9 percent	1,935,000
\$3,405,000 - General Obligation Bonds, Series 2004C, due in annual installments of \$130,000 to \$290,000, beginning January 2008 through January 2024; interest at rates of 4.75 to 5.375 percent	1,020,000
\$595,000 - General Obligation Bonds, Series 2005C, due in annual installments of \$25,000 to \$50,000, beginning January 2008 through January 2024; interest at rates of 3.0 to 4.35 percent	570,000

CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008

NOTE 7 - LONG-TERM DEBT - PRIMARY GOVERNMENT (CONTINUED)

Governmental Activities (Continued)

General obligation bonds (continued):

\$2,090,000 - General Obligation Bonds, Series 2005D, due in annual installments of \$230,000 to \$285,000, through November 2013; interest at rates of 4.15 to 4.6 percent	\$ 1,535,000
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\$23,695,000 - General Obligation Bonds, Series 2007, due in annual installments of \$275,000 to \$2,915,000, through January 2027; interest at rates of 4.85 to 5.5 percent	<u>23,695,000</u>
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Total general obligation bonds - governmental activities	<u>\$32,350,000</u>
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Notes payable:

Note payable to bank, due in monthly installments of \$1,681, including interest at 2.56 percent, through November 2009 (Tandem Plow Truck and Trailer)	\$ 30,245
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Note payable to bank, due in monthly installments of \$3,293, plus interest at 5.75 percent, through September 2009 (Festival Building Expansion)	53,639
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Note payable to bank, due in monthly installments of \$3,068, including interest at 2.43 percent, through December 2008 (Ambulance)	21,186
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Note payable to bank, due in annual installments of \$22,994, including interest at 4.125 percent, through October 2011 (Martin and Bailey Property)	83,613
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Note payable to bank, due in monthly installments of \$38,875, including interest at 5.25 percent at April 30, 2008 through May 2021 (Kohl's Property)	4,265,000
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Note payable to bank, due in annual installments of \$60,551, including interest at a variable rate (4.2 percent at April 30, 2008), through November 2011 (Mid America Property)	231,446
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Note payable to bank, due in monthly installments of \$3,551, including interest at 4.6 percent, through April 2011 (Phone System)	119,060
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Note payable to bank, due in monthly installments of \$4,486, including interest at 4.2 percent, through June 2011 (Police Vehicles)	159,166
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CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008

NOTE 7 - LONG-TERM DEBT - PRIMARY GOVERNMENT (CONTINUED)

Governmental Activities (Continued)

Notes payable (continued):

Note payable to bank, due in monthly installments of \$2,048, including interest at 5.125 percent, through April 2015 (Eastlight Theatre)	\$ 238,779
Note payable to bank, due in annual installments of \$60,000, plus monthly interest payments at a variable rate (7.16 percent at April 30, 2008), through October 2012 (Gateway Plaza Land Improvements)	299,913
Note payable to bank with principal and interest, due in semiannual installments of \$45,112 through August 2023 (Steak-n-Shake Property)	836,858
Note payable to bank, due in monthly installments of \$5,269, including interest at 3.02 percent, through July 2010 (Fire Truck)	140,983
Note payable for professional services, due in annual installments of \$38,756, no interest, through December 2015 (Technology Boulevard)	310,044
Note payable to bank, due in monthly installments of \$12,159, including interest at 4.2 percent, through September 2011 (Fire Truck)	452,377
General Obligation Limited Tax Certificates, due in monthly installments of \$11,574, including interest at 4.29 percent, through December 2012 (Garbage Trucks, Plow, and Snow Removal Equipment)	<u>576,950</u>
Total notes payable - governmental activities	<u>\$ 7,819,259</u>
Project Bonds:	
\$18,675,000 - Project Bonds, Series 1998-B, due in annual installments of \$470,000 to \$1,305,000 through May 2017; interest rates of 4.1 to 4.85 percent	<u>\$ 8,890,000</u>
Special Assessment Bonds:	
99-B, Highpoint Lane Paving Improvement, interest at 7.0 percent	\$ 355,000
02-A, Waugh Road Improvement, interest at 7.5 percent	55,000
04-B, Main on Main Improvement, interest at 6.5 percent	540,000
04-C, Camp Street Crossing Improvement, interest at 6.5 percent	920,000
04-D, Dieter's Funeral Home Improvement, interest at 6.5 percent	<u>215,000</u>
Total Special Assessment Bonds - governmental activities	<u>\$ 2,085,000</u>

CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008

NOTE 7 - LONG-TERM DEBT - PRIMARY GOVERNMENT (CONTINUED)

Business-type Activities

Water and Sewer Fund long-term debt:

General obligation bonds:

\$3,385,000 - General Obligation Refunding Bonds, Series 2002-A, due in annual installments of \$210,000 to \$295,000 through May 2017; interest rate at 3.625 to 4.6 percent	\$ 2,240,000
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\$2,435,000 - General Obligation Refunding Bonds, Series 2002-B, due in annual installments of \$110,000 to \$165,000 through May 2022; interest rate at 3.0 to 4.65 percent	<u>1,870,000</u>
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Total general obligation bonds - business-type activities	<u>\$ 4,110,000</u>
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Notes payable:

Note payable to the State of Illinois Environmental Protection Agency, due in semi-annual installments of \$7,559, including interest at 2.815 percent, through December 2014	\$ 95,447
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Note payable to the State of Illinois Environmental Protection Agency, due in semi-annual installments of \$48,918 through April 2019, including interest at 2.865 percent	917,536
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Note payable to the State of Illinois Environmental Protection Agency, due in semi-annual installments of \$31,553 through April 2020, including interest at 2.625 percent	645,990
--	---------

Note payable to the State of Illinois Environmental Protection Agency, due in semi-annual installments of \$33,056 through June 2023, including interest at 2.57 percent	840,861
--	---------

Note payable to the State of Illinois Environmental Protection Agency, due in semi-annual installments of \$122,694 through November 2027, including interest at 2.5 percent	3,505,297
--	-----------

Note payable to the State of Illinois Environmental Protection Agency, interest at 2.5 percent. Total loan commitment is \$1,000,000, with \$353,171 drawn at April 30, 2008. The loan repayment schedule was determined subsequent to April 30, 2008. Semi-annual payments of \$32,554 will be made through February 2028	353,171
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CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008

NOTE 7 - LONG-TERM DEBT - PRIMARY GOVERNMENT (CONTINUED)

Business-type Activities (Continued)

Water and Sewer Fund long-term debt (continued):

Notes payable (continued):

Note payable to bank in quarterly installments of \$17,505, including interest at 3.1202 percent, through September 2009 (Trucks and Wheel Loader)	\$ 105,285
--	------------

Note payable to bank, due in monthly installments of \$858, including interest at 3.02 percent, through July 2010 (Sewer Inspection Camera)	24,435
---	--------

Eastside Centre long-term debt:

Note payable to bank, due in annual installments of \$6,893, including interest at 5.25 percent, through April 2009 with the remaining principal balance due at maturity (Baseball Batting Cages)	56,027
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Note payable to bank, due in annual installments of \$12,371, including interest at 5.25 percent, through April 2009 with the remaining principal balance due at maturity (Softball Batting Cages)	131,010
--	---------

Note payable to bank, due in monthly installments of \$3,535, including interest at 4.21 percent, through April 2011 (Eastside Fitness Equipment)	<u>119,058</u>
---	----------------

Total other long-term debt - business-type activities	<u>\$ 6,794,117</u>
--	----------------------------

Revenue bonds:

\$5,060,000 - General Obligation Refunding Bonds, Series 1992-C, due in annual installments of \$55,000 to \$90,000 through May 2017; interest rate at 7.00 percent	\$ 650,000
---	------------

\$1,935,000 - Refunding Revenue Bonds, Series 1998-A, due in annual installments of \$150,000 to \$170,000 through May 1, 2012; interest rates of 4.20 to 4.50 percent	<u>630,000</u>
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Total revenue bonds - business-type activities	<u>\$ 1,280,000</u>
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CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008

NOTE 7 - LONG-TERM DEBT - PRIMARY GOVERNMENT (CONTINUED)

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

Year Ending April 30	Governmental Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2009	\$ 770,000	\$ 1,643,471	\$ 320,000	\$ 173,470
2010	880,000	1,645,526	330,000	161,495
2011	1,010,000	1,607,469	345,000	148,790
2012	1,140,000	1,561,796	355,000	135,335
2013	1,245,000	1,508,961	370,000	121,080
2014-2018	6,820,000	6,596,540	1,770,000	356,950
2019-2023	9,930,000	4,547,328	620,000	73,258
2024-2027	<u>10,555,000</u>	<u>1,494,675</u>	<u>-</u>	<u>-</u>
	<u>\$32,350,000</u>	<u>\$20,605,766</u>	<u>\$ 4,110,000</u>	<u>\$ 1,170,378</u>

Annual debt service requirements to maturity for project bonds are as follows:

Year Ending April 30	Governmental Activities	
	Principal	Interest
2009	\$ -	\$ 203,590
2010	1,235,000	380,936
2011	1,195,000	328,701
2012	1,135,000	277,456
2013	1,190,000	225,130
2014-2018	<u>4,135,000</u>	<u>389,301</u>
	<u>\$ 8,890,000</u>	<u>\$ 1,805,114</u>

Annual debt service requirements to maturity for special assessment bonds are as follows:

Year Ending April 30	Governmental Activities	
	Principal	Interest
2009	\$ -	\$ 137,850
2010	-	137,850
2011	-	137,850
2012	355,000	133,708
2013	55,000	112,656
2014-2016	<u>1,675,000</u>	<u>308,479</u>
	<u>\$ 2,085,000</u>	<u>\$ 968,393</u>

**CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008**

NOTE 7 - LONG-TERM DEBT - PRIMARY GOVERNMENT (CONTINUED)

Annual debt service requirements to maturity for revenue bonds are as follows:

Year Ending <u>April 30</u>	<u>Business-type Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2009	\$ 205,000	\$ 72,405
2010	220,000	62,255
2011	225,000	51,310
2012	235,000	39,850
2013	70,000	27,650
2014-2018	<u>325,000</u>	<u>58,800</u>
	<u>\$ 1,280,000</u>	<u>\$ 312,270</u>

Annual debt service requirements to maturity for other notes payable are as follows:

Year Ending <u>April 30</u>	<u>Governmental Activities</u>		<u>Business-type Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2009	\$ 786,740	\$ 506,276	\$ 581,199	\$ 103,975
2010	902,902	343,211	423,017	155,584
2011	862,325	303,854	389,477	144,367
2012	710,592	267,012	353,249	134,311
2013	537,787	236,074	362,567	124,993
2014-2018	2,258,411	826,895	1,914,491	477,955
2019-2023	1,760,502	208,222	1,539,541	242,006
2024	-	-	877,405	72,203
Maturity not determined	<u>-</u>	<u>-</u>	<u>353,171</u>	<u>-</u>
	<u>\$ 7,819,259</u>	<u>\$ 2,691,544</u>	<u>\$ 6,794,117</u>	<u>\$ 1,455,394</u>

CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008

NOTE 7 - LONG-TERM DEBT - PRIMARY GOVERNMENT (CONTINUED)

At April 30, 2008, the legal debt limit of the City was \$33,790,806 and the debt margin was \$17,092,430.

In September 2007, the City issued \$23,695,000 general obligation bonds with interest rates ranging between 4.85 and 5.50 percent. The City issued the bonds, in part, to advance refund \$8,215,000 of the outstanding Series 2004A, 2005A, and 2005B general obligation bonds with interest rates ranging between 2.85 and 5.375 percent. The City used a portion of the net proceeds to purchase U.S. Government securities. These securities were deposited in an irrevocable trust to provide for all future debt service on the refunded Series 2004A, 2005A, and 2005B bonds. As a result, these bonds are considered defeased, and the City has removed the liability from its accounts. The outstanding principal of the defeased bonds is \$8,215,000 at April 30, 2008.

The outstanding Series 2004D general obligation bonds in the amount of \$10,805,000 were refunded currently.

Due to \$4,000,000 in new money included in the debt issue, the advance refunding increased total debt service payments over the next 20 years by \$2,151,267. This results in an economic loss (difference between the present values of the debt service payments on the old and new debt) of \$2,235,278.

Debt Covenants

The various bond indentures contain significant limitations and restrictions on annual debt service requirements, maintenance of and flow of monies through various restricted accounts, and minimum amounts to be maintained in various funds.

Conduit Debt

The City has issued certain limited obligation revenue refunding bonds to provide financial assistance for student housing at a local community college. The debt is secured by the property financed, revenues from the housing facility, and a guarantee by the College Foundation. The City is not obligated in any manner for repayment of this debt and, accordingly, it is not reported as a liability in the accompanying financial statements. The amount outstanding of the conduit debt obligation at April 30, 2008 was \$18,000,000.

CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008

NOTE 8 - INTERFUND RECEIVABLES AND PAYABLES - PRIMARY GOVERNMENT

(a) Interfund receivable and payable balances at April 30, 2008 were:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Special Tax Allocation	\$ 659,688
	Riverboat Gaming Tax	217,389
	Eastport Marina	144,294
	Nonmajor Governmental	297,365
	Capital Projects	540,000
Riverboat Gaming Tax	Special Tax Allocation	7,509,531
	Capital Projects	4,283,201
	Water and Sewer	139,517
Special Tax Allocation	Capital Projects	1,984,821
Bond and Interest Fund	Special Tax Allocation	19,400
Nonmajor Governmental	General	16,332
	Nonmajor Governmental	<u>7,420</u>
		<u>\$15,818,958</u>

These interfund balances are primarily a result of short-term working cash loans and reimbursements due for expenditures paid on behalf of one fund by another fund.

(b) Interfund transfers for the year ended April 30, 2008 were:

<u>Transfer Out:</u>	<u>Transfer In:</u>				<u>Total</u>
	<u>Bond and Interest Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Proprietary Fund</u>	<u>Special Tax Allocation Fund</u>	
General Fund	\$ 250,000	\$ 7,142,472	\$ 426,814	\$ 550,000	\$ 8,369,286
Riverboat Gaming Tax Fund	-	-	-	1,305,238	1,305,238
Nonmajor Governmental Funds	-	-	<u>75,000</u>	-	<u>75,000</u>
Total transfers out	<u>\$ 250,000</u>	<u>\$ 7,142,472</u>	<u>\$ 501,814</u>	<u>\$ 1,855,238</u>	<u>\$ 9,749,524</u>

Transfers are used to (1) move revenues from the fund collecting them to the fund that statute or budget reflects to expend them, (2) move receipts restricted to debt service from the funds collecting them to the Debt Service Fund as debt service payments become due, and (3) use unrestricted revenues collected to finance various programs accounted for in other funds in accordance with budgetary authorizations.

CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008

NOTE 9 - OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES

Generally accepted accounting principles require disclosure, as part of the financial statements - overview, of certain information concerning individual funds including:

- (a) Deficit fund balances or deficit net assets balances of individual funds. This requirement is met by the following disclosure:

	Deficit Fund Balance or Deficit Net Assets at April 30, 2008
Special Tax Allocation Fund	<u>\$ 6,202,740</u>
Police Protection	<u>\$ 250,142</u>
Fire Protection	<u>\$ 168,317</u>
Street and Bridge	<u>\$ 98,953</u>
Street Lighting	<u>\$ 10,322</u>
Workmen's Compensation	<u>\$ 171,178</u>

Deficits in the Special Tax Allocation Fund will be eliminated through future incremental property tax receipts. The remaining deficits will be eliminated with future year transfers from other funds.

- (b) Excess of actual expenditures over final budget in individual funds is as follows:

	<u>Budget</u>	<u>Actual</u>	<u>Overage</u>
Garbage Collection and Disposal Fund	\$ 1,025,000	\$ 1,576,504	\$ 551,504
Workmen's Compensation Fund	1,000,000	1,084,909	84,909
Bond and Interest Fund	3,000	140,304	137,304
Special Tax Allocation Fund	1,510,000	3,421,895	1,911,895

CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008

NOTE 10 - RISK MANAGEMENT/SELF-INSURANCE

The City is exposed to various risks of loss related to torts, theft of, damages to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City purchases commercial insurance for these risks of loss. Settled claims have not exceeded this commercial coverage in either of the past two fiscal years.

The City uses an Internal Service Fund to account for and finance its uninsured risk of loss associated with medical and dental claims of its employees and their dependents. Claims expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. Estimated payables for claims and losses for medical and hospital claims include an amount for claims incurred but not reported based upon actuarial estimates and prior experience. The City is responsible for the first \$75,000 of qualifying medical expenses per individual employee on an annual basis. The City maintains an insurance contract which covers up to \$1,000,000 on an annual basis, total aggregate claims exceeding \$3,692,679.

Annual appropriation is made for the estimated expenditures of each program and claims are accrued as incurred.

The unpaid claims and incurred but not reported claims of approximately \$267,347, included in accrued health claims on the financial statements in the Internal Service Fund, are based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

Changes in the claims liability in fiscal years 2008 and 2007 were:

Balance at April 30, 2006	\$ 250,000
Current year claims and changes in estimates	(2,845,522)
Claims paid	<u>2,845,522</u>
Balance at April 30, 2007	250,000
Current year claims and changes in estimates	2,784,709
Claims paid	<u>(2,767,362)</u>
Balance at April 30, 2008	<u>\$ 267,347</u>

CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008

NOTE 11 - SEGMENT INFORMATION

Segment information of the City's three Enterprise Funds as of and for the year ended April 30, 2008 is as follows:

	<u>Water and Sewer Fund</u>	<u>Eastport Marina Fund</u>	<u>Eastside Centre Fund</u>
Operating revenue	\$ 6,022,491	\$ 917,427	\$ 855,397
Depreciation expense	1,549,662	214,193	273,806
Operating loss	(422,291)	(85,658)	(645,795)
Nonoperating revenues (expenses), net	(110,737)	(575)	(17,943)
Capital contributions	19,330	-	211,456
Transfers in	75,000	-	426,814
Change in net assets	(438,698)	(86,233)	(25,468)
Total assets	35,404,049	6,456,063	6,235,559
Net working capital (deficit)	(835,225)	(8,173)	(209,395)
Property and equipment additions	3,828,117	13,443	343,973
General obligation bonds payable, net of deferred loss	4,031,446	-	-
Revenue bonds payable, net of unamortized discount and deferred loss	1,218,769	-	-
Notes and special assessments payable	6,488,022	-	306,095
Total liabilities	13,290,149	603,913	446,324
Total net assets	22,113,900	5,852,150	5,789,235

NOTE 12 - PENSION PLANS

Pension Plan Descriptions

The City of East Peoria contributes to one agent multiple-employer defined benefit pension plan, Illinois Municipal Retirement (IMRF), and to two single-employer defined benefit pension plans, the City of East Peoria Police Pension Fund and the City of East Peoria Firefighter's Pension Fund. Each of the plans provide retirement, disability, annual cost of living adjustments, and death benefits to its respective plan members and beneficiaries.

IMRF acts as a common investment and administrative agent for local governments and school districts in Illinois.

CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008

NOTE 12 - PENSION PLANS (CONTINUED)

Pension Plan Descriptions (Continued)

The Illinois Pension Code establishes the benefit provisions of IMRF that can only be amended by the Illinois General Assembly. Additionally, the employer contribution levels of the Police Pension Fund and the Firefighter's Pension Fund are mandated by Illinois State Statute (Chapter 40, Article 3 and Chapter 40, Article 4, respectively) and may also be amended only by the Illinois legislature.

Each plan issues a publicly available financial report that includes financial statements and required supplementary information for that plan. Those reports may be obtained by writing the plan.

Illinois Municipal Retirement Fund 2211 York Road, Suite 500 Oak Brook, Illinois 60523 www.imrf.org	City of East Peoria Police Pension Fund Theresa L. Gualandi, Treasurer 100 S. Main Street East Peoria, IL 61611	City of East Peoria Firefighter's Pension Fund Theresa L. Gualandi, Treasurer 100 S. Main Street East Peoria, IL 61611
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Funding Policy and Annual Pension Cost - Pension Plans

The member rate for IMRF and the employee and employer levels are statutorily dictated and can only be amended with legislative action. The IMRF employee contribution requirements are established and may be amended by the IMRF Board of Trustees. The statutes require employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. 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 statute. Benefits and refunds of the Police and Firemen's Pension Funds are recognized when due and payable in accordance with the Plans.

CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008

NOTE 12 - PENSION PLANS (CONTINUED)

Funding Policy and Annual Pension Cost - Pension Plans (Continued)

The City's annual pension cost for the current year and related information for each plan is as follows:

	Illinois Municipal Retirement Fund		City of East Peoria Police Pension Fund	City of East Peoria Firefighter's Pension Fund
	<u>SLEP</u>	<u>Regular</u>		
Contribution rates:				
City	14.82%	8.04%	(1)	(1)
Plan members	7.50%	4.50%	9.91%	9.455%
Annual pension cost (3):				
Annual required contribution	\$ 12,267	\$ 419,971	\$ 793,713	\$ 951,597
Adjustment to ARC	<u>-</u>	<u>-</u>	<u>54,168</u>	<u>71,116</u>
Total annual pension cost	12,267	419,971	847,881	1,022,713
Contributions made (3)	<u>12,267</u>	<u>419,971</u>	<u>847,881</u>	<u>1,022,713</u>
Increase in net pension obligation (3)	-	-	-	-
Net pension obligation (asset) (3):				
Beginning of period	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
End of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
Actuarial valuation date	12/31/07	12/31/07	4/30/06	5/1/06
Actuarial cost method	Entry age	Entry age	Entry age	Entry age
Amortization method	Level % closed	Level % closed	Level % closed	Level % closed
Remaining amortization period	29 years	25 years	27 years, 2 months	27 years, 2 months
Asset valuation method	5-year smoothed market	5-year smoothed market	4-year smoothed market	4-year smoothed market

CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008

NOTE 12 - PENSION PLANS (CONTINUED)

Funding Policy and Annual Pension Cost - Pension Plans (Continued)

	<u>Illinois Municipal Retirement Fund</u>		<u>City of East Peoria Police Pension Fund</u>	<u>City of East Peoria Firefighter's Pension Fund</u>
	<u>SLEP</u>	<u>Regular</u>		
Actuarial assumptions:				
Investment rate of return*	7.50%	7.50%	6.75%	7.0%
Projected salary increases*	4.00% (2)	4.00% (2)	4.75%	4.75%
*Includes inflation at	4.00%	4.00%	3.00%	3.00%
Post-retirement benefit increases	3.00%	3.00%	3.00%	3.00%

- (1) The City is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary. The annually required contribution includes an amount necessary to amortize the unfunded actuarial accrued liability over a 40 year closed period commencing July 1, 1993. The City's contributions are funded by property taxes levied for such purposes and an allocated share of replacement and telecommunication taxes collected by the City.
- (2) Additional salary increases ranging from .4 to 10.0 percent per year depending on age and service, attributable to seniority/merit.
- (3) Data is for the latest actuarial information available which is as of December 31, 2007 for the Illinois Municipal Retirement Fund and as of April 30, 2006 for the Police Pension Fund and May 1, 2006 for the Firefighter's Pension Fund.

Trend Information - Pension Plans

<u>Fund</u>	<u>Year</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage of ARC Contributed</u>	<u>Net Pension Obligation</u>
Illinois Municipal Retirement Fund: Regular	2007	\$ 419,971	100.0%	\$0
	2006	\$ 419,438	100.0%	\$0
	2005	\$ 405,395	100.0%	\$0
SLEP	2007	\$ 12,267	100.0%	\$0
	2006	\$ 13,086	100.0%	\$0
	2005	\$ 10,497	100.0%	\$0

**CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008**

NOTE 12 - PENSION PLANS (CONTINUED)

Trend Information - Pension Plans (Continued)

<u>Fund</u>	<u>Year</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage of ARC Contributed</u>	<u>Net Pension Obligation</u>
City of East Peoria Police Pension Fund	2007	\$ 793,713	106.8%	\$0
	2006	\$ 755,101	104.3%	\$0
	2005	\$ 692,809	84.4%	\$0
City of East Peoria Firefighter's Pension Fund	2007	\$ 951,597	107.5%	\$0
	2006	\$ 905,373	94.5%	\$0
	2005	\$ 743,037	89.6%	\$0

NOTE 13 - OTHER COMPONENT UNIT DISCLOSURES

East Peoria Mass Transit

Property Taxes

Property taxes attach as an enforceable lien on property as of January 1. The District's property tax is levied each year at the time the budget for the ensuing year is passed and is extended against the assessed valuation of the District on the following January 1. Normally, taxes are due and payable in two installments in June and September at the County Collector's office. Sale of taxes on any uncollected amounts is prior to November 30 or shortly thereafter by the County Collector's office. Final distribution to all taxing bodies, including District funds, is also made prior to December 31.

Board Designated Fund Balance

The Board has designated funds levied for the following purposes: 1) an audit to provide for payment of the annual audit of the District's financial statements, 2) liability insurance for the District, and 3) provide bus transportation to the citizens of the City of East Peoria, Illinois.

Risk Management

The District is exposed to various risks of loss related to torts, theft of, damages to, and destruction of assets; injuries to employees; and natural disasters. The District purchases commercial insurance for these risks of loss. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

CITY OF EAST PEORIA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2008

NOTE 14 - CONTINGENT LIABILITIES

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

NOTE 15 - RESTATEMENT OF NET ASSETS - GOVERNMENTAL ACTIVITIES

Net assets for governmental activities were restated due to an overstatement of long-term assessments receivable in the amount of \$9,000,000. Governmental activities net assets at April 30, 2007 were previously reported as \$49,231,637 and were restated to \$40,231,637 after this restatement.

NOTE 16 - SUBSEQUENT EVENT

In December 2008, the City issued Series 2008 West Washington Street Tax Increment Financing General Obligation Bonds (Alternate Revenue Source) in the amount of \$8,000,000 for the purpose of paying or reimbursing certain redevelopment project costs in and for the Washington Street Redevelopment Project Area.

NOTE 17 - FUTURE CHANGE IN ACCOUNTING PRINCIPLES

In June 2004, the Governmental Accounting Standards Board issued Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. This statement will generally require the costs of postemployment benefits other than pension benefits to be recognized over a period that approximates an employee's years of service rather than on a pay-as-you-go basis, as is current practice. The City will adopt this new standard beginning in 2009, the year in which adoption is first required for the City. The impact of adopting this standard has not yet been determined.

This information is an integral part of the accompanying financial statements.

REQUIRED SUPPLEMENTAL INFORMATION

CITY OF EAST PEORIA, ILLINOIS
STATEMENT OF REVENUES COLLECTED AND EXPENDITURES PAID -
BUDGET (CASH BASIS) AND ACTUAL
BUDGETED MAJOR GOVERNMENTAL FUNDS
Year Ended April 30, 2008

	<u>General Fund</u>	
	<u>Budget</u>	<u>Actual</u>
REVENUES COLLECTED		
Taxes	\$ 5,080,970	\$ 5,212,690
Intergovernmental	7,911,400	8,598,961
Licenses and permits	186,550	243,329
Miscellaneous	1,382,000	2,097,714
Total revenues collected	<u>14,560,920</u>	<u>16,152,694</u>
EXPENDITURES PAID		
General government:		
Governing body	93,000	81,960
Legal department	642,000	540,457
Boards and commissions	69,000	44,215
City clerk	125,000	113,501
City administrator	171,000	157,045
Accounts and finance	3,950,750	3,523,834
Planning and development	400,000	356,838
Vehicle maintenance division	214,250	206,541
Public property	986,000	767,517
Other	-	-
Police	-	-
Fire	-	-
Maintenance and special projects	-	-
Gaming tax sharing	-	-
Capital outlay	544,000	28,086
Debt service:		
Principal payments	-	72,890
Interest and fiscal charges	-	484,251
Bond issuance costs	-	-
Miscellaneous	-	-
Total expenditures paid	<u>7,195,000</u>	<u>6,377,135</u>
Excess (deficiency) of revenues collected over expenditures paid	<u>7,365,920</u>	<u>9,775,559</u>
OTHER FINANCING SOURCES (USES)		
Loan proceeds	-	-
Equipment and property sale proceeds	5,000	9,983
Transfers in	-	-
Transfers out	<u>(1,350,000)</u>	<u>(8,369,286)</u>
Total other financing sources (uses)	<u>(1,345,000)</u>	<u>(8,359,303)</u>
EXCESS (DEFICIENCY) OF REVENUES COLLECTED AND OTHER FINANCING SOURCES OVER EXPENDITURES PAID AND OTHER FINANCING USES		
	<u>\$ 6,020,920</u>	<u>\$ 1,416,256</u>

Notes to Required Supplemental Information

Basis of Accounting - The City of East Peoria, Illinois' budget is prepared on the cash basis for all budgeted funds, including the major funds, General, Riverboat Gaming Tax, as presented in Exhibit 11 of the Required Supplemental Information.

Cash Actual to GAAP Differences Over (Under)	Actual Amounts GAAP Basis	Riverboat Gaming Tax Fund		Cash Actual to GAAP Differences Over (Under)	Actual Amounts GAAP Basis
		Budget	Actual		
\$ 371,123	\$ 5,583,813	\$ -	\$ -	\$ -	\$ -
(150,322)	8,448,639	7,600,000	8,261,436	(112,668)	8,148,768
-	243,329	-	-	-	-
73,307	2,171,021	55,000	61,718	-	61,718
<u>294,108</u>	<u>16,446,802</u>	<u>7,655,000</u>	<u>8,323,154</u>	<u>(112,668)</u>	<u>8,210,486</u>
(3,581)	78,379	-	-	-	-
(12,206)	528,251	-	-	-	-
2,151	46,366	-	-	-	-
652	114,153	-	-	-	-
1,268	158,313	-	-	-	-
(230,578)	3,293,256	-	-	-	-
11,559	368,397	-	-	-	-
(1,416)	205,125	-	-	-	-
(18,636)	748,881	-	-	-	-
-	-	4,700,000	61,005	40,041	101,046
-	-	400,000	197,130	(197,130)	-
-	-	400,000	-	-	-
-	-	-	571,284	(38,954)	532,330
-	-	6,000,000	4,192,466	(108,523)	4,083,943
(8,965)	19,121	200,000	1,004,228	(172,182)	832,046
-	-	-	-	-	-
-	72,890	-	736,246	-	736,246
-	484,251	-	218,962	-	218,962
-	-	-	-	-	-
-	-	-	-	-	-
<u>(259,752)</u>	<u>6,117,383</u>	<u>11,700,000</u>	<u>6,981,321</u>	<u>(476,748)</u>	<u>6,504,573</u>
<u>553,860</u>	<u>10,329,419</u>	<u>(4,045,000)</u>	<u>1,341,833</u>	<u>364,080</u>	<u>1,705,913</u>
-	-	-	334,956	-	334,956
-	9,983	-	-	-	-
-	-	-	(1,305,238)	-	(1,305,238)
-	(8,369,286)	-	-	-	-
<u>-</u>	<u>(8,359,303)</u>	<u>-</u>	<u>(970,282)</u>	<u>-</u>	<u>(970,282)</u>
<u>\$ 553,860</u>	<u>\$ 1,970,116</u>	<u>\$ (4,045,000)</u>	<u>\$ 371,551</u>	<u>\$ 364,080</u>	<u>\$ 735,631</u>

**CITY OF EAST PEORIA, ILLINOIS
ILLINOIS MUNICIPAL RETIREMENT
REQUIRED SUPPLEMENTAL INFORMATION -
ANALYSIS OF FUNDING PROGRESS
Year Ended April 30, 2008
(Unaudited - See Accompanying Independent Auditor's Report)**

SCHEDULE OF FUNDING PROGRESS

Regular

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/07	\$15,843,856	\$15,656,744	\$ (187,112)	101.20%	\$ 5,223,518	0.00%
12/31/06	15,560,172	15,285,011	(275,161)	101.80	4,987,367	0.00
12/31/05	13,988,259	13,675,999	(312,260)	102.28	4,758,160	0.00

SLEP

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/07	\$ 122,680	\$ 123,226	\$ 546	99.56%	\$ 82,771	0.66%
12/31/06	98,704	102,152	3,448	96.62	80,632	4.28
12/31/05	77,788	77,478	(310)	100.40	79,162	0.00

The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 15 percent corridor between the actuarial and market value of assets.

**CITY OF EAST PEORIA, ILLINOIS
FIREFIGHTER'S PENSION FUND
REQUIRED SUPPLEMENTAL INFORMATION -
ANALYSIS OF FUNDING PROGRESS
Year Ended April 30, 2008
(Unaudited - See Accompanying Independent Auditor's Report)**

SCHEDULE OF FUNDING PROGRESS

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)
5/1/06	\$11,737,066	\$20,581,435	\$ 8,844,369	57.0%	\$ 2,219,132	398.6%
5/1/05	10,977,468	19,387,602	8,410,134	56.6	2,180,441	385.7
5/1/04	10,598,053	16,354,453	5,756,400	64.8	2,223,334	258.9

**CITY OF EAST PEORIA, ILLINOIS
POLICE PENSION FUND
REQUIRED SUPPLEMENTAL INFORMATION -
ANALYSIS OF FUNDING PROGRESS
Year Ended April 30, 2008
(Unaudited - See Accompanying Independent Auditor's Report)**

SCHEDULE OF FUNDING PROGRESS

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)
4/30/06	\$17,825,524	\$26,022,340	\$ 8,196,816	68.5%	\$ 2,236,912	366.4%
4/30/05	17,128,649	24,859,418	7,730,769	68.9	2,221,666	348.0
4/30/04	16,739,110	23,465,345	6,726,235	71.3	2,172,428	309.6

COMBINING AND INDIVIDUAL FUND STATEMENTS

**CITY OF EAST PEORIA, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
April 30, 2008**

ASSETS	<u>Police Protection</u>	<u>Fire Protection</u>	<u>Garbage Collection and Disposal</u>	<u>Illinois Municipal Retirement</u>
CASH IN BANK				
Checking and money market accounts	\$ 27,615	\$ 29,409	\$ 210,328	\$ 13,240
RECEIVABLES (net, where applicable, of allowances for estimated uncollectible amounts):				
Property taxes	462,884	462,884	462,884	104,526
Personal property replacement tax	-	-	-	-
Motor fuel tax allotments	-	-	-	-
Customer charges	-	-	-	-
Assessments	-	-	-	-
Hotel/motel taxes	-	-	-	-
Notes	-	-	-	-
Other	-	-	-	-
DUE FROM OTHER FUNDS	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL ASSETS	<u>\$ 490,499</u>	<u>\$ 492,293</u>	<u>\$ 673,212</u>	<u>\$ 117,766</u>
LIABILITIES AND FUND BALANCES (DEFICITS)				
LIABILITIES				
Accounts payable	\$ 139	\$ 2,828	\$ 5,342	\$ -
Wages payable	87,700	37,554	5,320	-
Compensated absences	189,918	98,344	40,285	-
Pension obligation payable	-	-	-	-
Deferred revenue	462,884	462,884	462,884	104,526
Due to other funds	<u>-</u>	<u>59,000</u>	<u>59,421</u>	<u>-</u>
Total liabilities	<u>740,641</u>	<u>660,610</u>	<u>573,252</u>	<u>104,526</u>
FUND BALANCES (DEFICITS)				
Fund balance (deficits) - unreserved	<u>(250,142)</u>	<u>(168,317)</u>	<u>99,960</u>	<u>13,240</u>
Total fund balances (deficits)	<u>(250,142)</u>	<u>(168,317)</u>	<u>99,960</u>	<u>13,240</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 490,499</u>	<u>\$ 492,293</u>	<u>\$ 673,212</u>	<u>\$ 117,766</u>

Special Revenue Funds

<u>Motor Fuel Tax</u>	<u>Social Security</u>	<u>Workmen's Compensation</u>	<u>Street and Bridge</u>	<u>Audit</u>	<u>School Crossing Guard</u>	<u>Sewer Chlorination</u>	<u>Street Lighting</u>
\$ 380,243	\$ -	\$ -	\$ -	\$ 8,252	\$ 9,373	\$ 24,988	\$ -
-	383,236	696,814	615,338	57,708	-	24,877	69,697
51,800	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	7,421	-	-	-	-
<u>\$ 432,043</u>	<u>\$ 383,236</u>	<u>\$ 696,814</u>	<u>\$ 622,759</u>	<u>\$ 65,960</u>	<u>\$ 9,373</u>	<u>\$ 49,865</u>	<u>\$ 69,697</u>
\$ 20,708	\$ -	\$ 29,814	\$ 5,762	\$ 6,950	\$ -	\$ 2,343	\$ 10,322
-	-	-	15,613	-	-	-	-
-	-	-	39,999	-	-	-	-
-	-	-	-	-	-	-	-
-	383,236	696,814	615,338	57,708	-	24,877	69,697
-	-	141,364	45,000	-	-	-	-
<u>20,708</u>	<u>383,236</u>	<u>867,992</u>	<u>721,712</u>	<u>64,658</u>	<u>-</u>	<u>27,220</u>	<u>80,019</u>
<u>411,335</u>	<u>-</u>	<u>(171,178)</u>	<u>(98,953)</u>	<u>1,302</u>	<u>9,373</u>	<u>22,645</u>	<u>(10,322)</u>
<u>411,335</u>	<u>-</u>	<u>(171,178)</u>	<u>(98,953)</u>	<u>1,302</u>	<u>9,373</u>	<u>22,645</u>	<u>(10,322)</u>
<u>\$ 432,043</u>	<u>\$ 383,236</u>	<u>\$ 696,814</u>	<u>\$ 622,759</u>	<u>\$ 65,960</u>	<u>\$ 9,373</u>	<u>\$ 49,865</u>	<u>\$ 69,697</u>

**CITY OF EAST PEORIA, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
April 30, 2008**

ASSETS	Unemployment <u>Insurance</u>	Emergency Service and <u>Disaster Assistance</u>	Hotel/ Motel <u>Tax</u>
CASH IN BANK			
Checking and money market accounts	\$ 23,462	\$ 47,094	\$ 292,355
RECEIVABLES (net, where applicable, of allowances for estimated uncollectible amounts):			
Property taxes	-	34,829	-
Personal property replacement tax	-	-	-
Motor fuel tax allotments	-	-	-
Customer charges	-	-	-
Assessments	-	-	-
Hotel/motel taxes	-	-	126,293
Notes	-	-	-
Other	-	-	-
DUE FROM OTHER FUNDS	-	7,967	-
TOTAL ASSETS	\$ 23,462	\$ 89,890	\$ 418,648
LIABILITIES AND FUND BALANCES (DEFICITS)			
LIABILITIES			
Accounts payable	\$ -	\$ -	\$ 9,780
Wages payable	-	-	4,325
Compensated absences	-	-	-
Pension obligation payable	-	-	-
Deferred revenue	-	34,829	-
Due to other funds	-	-	-
Total liabilities	-	34,829	14,105
FUND BALANCES (DEFICITS)			
Fund balance (deficits) - unreserved	23,462	55,061	404,543
Total fund balances (deficits)	23,462	55,061	404,543
TOTAL LIABILITIES AND FUND BALANCES	\$ 23,462	\$ 89,890	\$ 418,648

<u>Special Revenue Funds</u>						
<u>Ambulance Service</u>	<u>Revolving Loan</u>	<u>Special Assessments</u>	<u>IHDA Grant</u>	<u>Firemen's Pension Levy Fund</u>	<u>Police Pension Levy Fund</u>	<u>Total Nonmajor Governmental Funds</u>
\$ 5,378	\$ 311,774	\$ 894,876	\$ 24,966	\$ -	\$ -	\$ 2,303,353
-	-	-	-	701,908	658,107	4,735,692
-	-	-	-	27,000	35,600	62,600
-	-	-	-	-	-	51,800
171,842	-	-	-	-	-	171,842
-	-	331,204	-	-	-	331,204
-	-	-	-	-	-	126,293
-	82,760	-	-	-	-	82,760
-	-	-	-	45,294	45,294	90,588
-	-	8,364	-	-	-	23,752
<u>\$ 177,220</u>	<u>\$ 394,534</u>	<u>\$ 1,234,444</u>	<u>\$ 24,966</u>	<u>\$ 774,202</u>	<u>\$ 739,001</u>	<u>\$ 7,979,884</u>
\$ 6,211	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 100,199
39,274	-	-	-	-	-	189,786
26,182	-	-	-	-	-	394,728
-	-	-	-	72,294	80,894	153,188
-	-	-	-	701,908	658,107	4,735,692
-	-	-	-	-	-	304,785
<u>71,667</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>774,202</u>	<u>739,001</u>	<u>5,878,378</u>
<u>105,553</u>	<u>394,534</u>	<u>1,234,444</u>	<u>24,966</u>	<u>-</u>	<u>-</u>	<u>2,101,506</u>
<u>105,553</u>	<u>394,534</u>	<u>1,234,444</u>	<u>24,966</u>	<u>-</u>	<u>-</u>	<u>2,101,506</u>
<u>\$ 177,220</u>	<u>\$ 394,534</u>	<u>\$ 1,234,444</u>	<u>\$ 24,966</u>	<u>\$ 774,202</u>	<u>\$ 739,001</u>	<u>\$ 7,979,884</u>

**CITY OF EAST PEORIA, ILLINOIS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 Year Ended April 30, 2008**

	<u>Police Protection</u>	<u>Fire Protection</u>	<u>Garbage Collection and Disposal</u>	<u>Illinois Municipal Retirement</u>
REVENUES				
Taxes and special assessments	\$ 453,869	\$ 453,869	\$ 453,869	\$ 249,117
Charges for services	50,637	29,070	-	-
Intergovernmental	81,216	45,000	90,000	-
Miscellaneous	103,093	29,758	24,442	6,148
Total revenues	<u>688,815</u>	<u>557,697</u>	<u>568,311</u>	<u>255,265</u>
EXPENDITURES				
General government	-	-	-	305,298
Police department	3,820,467	-	-	-
Fire department	-	2,549,267	-	-
Garbage collection	-	-	898,908	-
Ambulance service	-	-	-	-
Maintenance and special projects	-	-	-	-
Capital outlay	-	10,193	602,872	-
Debt service:				
Principal payments	-	-	-	-
Interest and fiscal charges	-	-	-	-
Miscellaneous	-	-	-	-
Total expenditures	<u>3,820,467</u>	<u>2,559,460</u>	<u>1,501,780</u>	<u>305,298</u>
Excess (deficiency) of revenues over expenditures	<u>(3,131,652)</u>	<u>(2,001,763)</u>	<u>(933,469)</u>	<u>(50,033)</u>
OTHER FINANCING SOURCES (USES)				
Loan proceeds	-	-	624,000	-
Transfers in	3,251,388	1,998,623	411,980	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>3,251,388</u>	<u>1,998,623</u>	<u>1,035,980</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	119,736	(3,140)	102,511	(50,033)
FUND BALANCES (DEFICITS) AT BEGINNING OF YEAR	<u>(369,878)</u>	<u>(165,177)</u>	<u>(2,551)</u>	<u>63,273</u>
FUND BALANCES (DEFICITS) AT END OF YEAR	<u>\$ (250,142)</u>	<u>\$ (168,317)</u>	<u>\$ 99,960</u>	<u>\$ 13,240</u>

Special Revenue Funds

<u>Motor Fuel Tax</u>	<u>Social Security</u>	<u>Workmen's Compensation</u>	<u>Street and Bridge</u>	<u>Audit</u>	<u>School Crossing Guard</u>	<u>Sewer Chlorination</u>	<u>Street Lighting</u>
\$ -	\$ 335,324	\$ 641,104	\$ 578,822	\$ 44,316	\$ 1,108	\$ 24,743	\$ 26,590
-	-	-	650	-	-	-	-
657,725	6,120	290,071	76,071	-	-	-	15,528
11,697	6,865	7,277	7,945	161	4	90	2,732
<u>669,422</u>	<u>348,309</u>	<u>938,452</u>	<u>663,488</u>	<u>44,477</u>	<u>1,112</u>	<u>24,833</u>	<u>44,850</u>
-	369,993	1,084,909	-	55,950	261	14,659	73,412
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
738,109	-	-	1,510,501	-	-	-	-
27,966	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>766,075</u>	<u>369,993</u>	<u>1,084,909</u>	<u>1,510,501</u>	<u>55,950</u>	<u>261</u>	<u>14,659</u>	<u>73,412</u>
<u>(96,653)</u>	<u>(21,684)</u>	<u>(146,457)</u>	<u>(847,013)</u>	<u>(11,473)</u>	<u>851</u>	<u>10,174</u>	<u>(28,562)</u>
-	-	-	-	-	-	-	-
-	-	-	944,661	-	-	-	-
-	-	-	(75,000)	-	-	-	-
-	-	-	869,661	-	-	-	-
(96,653)	(21,684)	(146,457)	22,648	(11,473)	851	10,174	(28,562)
<u>507,988</u>	<u>21,684</u>	<u>(24,721)</u>	<u>(121,601)</u>	<u>12,775</u>	<u>8,522</u>	<u>12,471</u>	<u>18,240</u>
<u>\$ 411,335</u>	<u>\$ -</u>	<u>\$ (171,178)</u>	<u>\$ (98,953)</u>	<u>\$ 1,302</u>	<u>\$ 9,373</u>	<u>\$ 22,645</u>	<u>\$ (10,322)</u>

**CITY OF EAST PEORIA, ILLINOIS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 Year Ended April 30, 2008**

	<u>Unemployment Insurance</u>	<u>Emergency Service and Disaster Assistance</u>	<u>Hotel/ Motel Tax</u>	<u>Ambulance Service</u>
REVENUES				
Taxes and special assessments	\$ -	\$ 34,714	\$ 835,273	\$ -
Charges for services	-	-	-	708,409
Intergovernmental	-	-	-	-
Miscellaneous	246	126	321,267	10,219
	<u>246</u>	<u>126</u>	<u>321,267</u>	<u>10,219</u>
Total revenues	<u>246</u>	<u>34,840</u>	<u>1,156,540</u>	<u>718,628</u>
EXPENDITURES				
General government	-	6,766	1,011,259	-
Police department	-	-	-	-
Fire department	-	-	-	-
Garbage collection	-	-	-	-
Ambulance service	-	-	-	1,153,166
Maintenance and special projects	-	-	-	-
Capital outlay	-	34,618	58,272	-
Debt service:				
Principal payments	-	-	35,323	-
Interest and fiscal charges	-	-	4,194	-
Miscellaneous	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>41,384</u>	<u>1,109,048</u>	<u>1,153,166</u>
Excess (deficiency) of revenues over expenditures	<u>246</u>	<u>(6,544)</u>	<u>47,492</u>	<u>(434,538)</u>
OTHER FINANCING SOURCES (USES)				
Loan proceeds	-	-	-	-
Transfers in	-	-	-	423,132
Transfers out	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>423,132</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES				
	246	(6,544)	47,492	(11,406)
FUND BALANCES (DEFICITS) AT BEGINNING OF YEAR				
	<u>23,216</u>	<u>61,605</u>	<u>357,051</u>	<u>116,959</u>
FUND BALANCES (DEFICITS) AT END OF YEAR				
	<u>\$ 23,462</u>	<u>\$ 55,061</u>	<u>\$ 404,543</u>	<u>\$ 105,553</u>

Special Revenue Funds

<u>Revolving Loan</u>	<u>Special Assessments</u>	<u>IHDA Grant</u>	<u>Firemen's Pension Levy Fund</u>	<u>Police Pension Levy Fund</u>	<u>Debt Service Fund Public Benefit Fund</u>	<u>Total Nonmajor Governmental Funds</u>
\$ -	\$ 818,047	\$ -	\$ 998,689	\$ 813,671	\$ -	\$ 6,763,125
-	-	-	-	-	-	788,766
-	-	-	34,792	41,199	-	1,337,722
<u>213,691</u>	<u>137,165</u>	<u>548</u>	<u>2,910</u>	<u>2,236</u>	<u>248</u>	<u>888,868</u>
<u>213,691</u>	<u>955,212</u>	<u>548</u>	<u>1,036,391</u>	<u>857,106</u>	<u>248</u>	<u>9,778,481</u>
-	-	-	-	-	-	2,922,507
-	-	-	-	857,106	-	4,677,573
-	-	-	1,036,391	-	-	3,585,658
-	-	-	-	-	-	898,908
-	-	-	-	-	-	1,153,166
-	533	-	-	-	-	2,249,143
-	-	-	-	-	-	733,921
-	195,000	-	-	-	-	230,323
-	151,075	-	-	-	-	155,269
<u>75,000</u>	<u>-</u>	<u>2,290</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>77,290</u>
<u>75,000</u>	<u>346,608</u>	<u>2,290</u>	<u>1,036,391</u>	<u>857,106</u>	<u>-</u>	<u>16,683,758</u>
<u>138,691</u>	<u>608,604</u>	<u>(1,742)</u>	<u>-</u>	<u>-</u>	<u>248</u>	<u>(6,905,277)</u>
-	-	-	-	-	-	624,000
-	112,688	-	-	-	-	7,142,472
-	-	-	-	-	-	(75,000)
<u>-</u>	<u>112,688</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,691,472</u>
138,691	721,292	(1,742)	-	-	248	786,195
<u>255,843</u>	<u>513,152</u>	<u>26,708</u>	<u>-</u>	<u>-</u>	<u>(248)</u>	<u>1,315,311</u>
<u>\$ 394,534</u>	<u>\$ 1,234,444</u>	<u>\$ 24,966</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,101,506</u>

CITY OF EAST PEORIA, ILLINOIS
GENERAL FUND
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007

	<u>2008</u>	<u>2007</u>
	<u>Budget</u>	<u>Actual</u>
REVENUES		
Taxes	\$ 5,080,970	\$ 5,212,690
Intergovernmental	7,911,400	8,598,961
Licenses and permits	186,550	243,329
Miscellaneous	<u>1,382,000</u>	<u>2,097,714</u>
Total revenues collected	14,560,920	16,152,694
Increase in uncollected revenues, net of deferred revenue	<u>-</u>	<u>294,108</u>
Total revenues	<u>14,560,920</u>	<u>16,446,802</u>
EXPENDITURES		
General government:		
Governing body	93,000	81,960
Legal department	642,000	540,457
Boards and commissions	69,000	44,215
City clerk	125,000	113,501
City administrator	171,000	157,045
Accounts and finance	3,950,750	3,523,834
Planning and development	400,000	356,838
Vehicle maintenance division	214,250	206,541
Public property	<u>986,000</u>	<u>767,517</u>
Total general government	<u>6,651,000</u>	<u>5,791,908</u>
Capital outlay:		
Planning and development	10,000	5,047
Accounts and finance	6,250	906
Public property	510,000	10,839
City administrator	5,000	2,493
City clerk	<u>12,750</u>	<u>8,801</u>
Total capital outlay	<u>544,000</u>	<u>28,086</u>
Debt service:		
Principal payments	-	72,890
Interest and fiscal charges	<u>-</u>	<u>484,251</u>
Total debt service	<u>-</u>	<u>557,141</u>
Total expenditures paid	7,195,000	6,377,135
Increase (decrease) in unpaid expenditures	<u>-</u>	<u>(259,752)</u>
Total expenditures	<u>7,195,000</u>	<u>6,117,383</u>

**CITY OF EAST PEORIA, ILLINOIS
GENERAL FUND
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
Excess of revenues over expenditures	\$ 7,365,920	\$ 10,329,419	\$ 8,931,260
OTHER FINANCING SOURCES (USES)			
Equipment and property sale proceeds	5,000	9,983	487
Transfers out:			
Police Protection Fund	-	(3,251,388)	(3,153,755)
Fire Protection Fund	-	(1,998,623)	(1,962,589)
Garbage Collection and Disposal Fund	-	(411,980)	(282,030)
Street and Bridge Fund	-	(944,662)	(883,352)
Special Assessments Fund	(1,000,000)	(112,688)	(154,483)
Ambulance Service Fund	-	(423,132)	(255,596)
Public Benefit Fund	-	-	(101,501)
Bond and Interest Fund	(350,000)	(250,000)	(250,000)
Special Tax Allocation Fund	-	(550,000)	
Eastside Centre Fund	-	(426,813)	(297,654)
	<u> </u>	<u> </u>	<u> </u>
Total other financing sources (uses)	<u>(1,345,000)</u>	<u>(8,359,303)</u>	<u>(7,340,473)</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>\$ 6,020,920</u>	1,970,116	1,590,787
FUND BALANCE AT BEGINNING OF YEAR		<u>5,446,377</u>	<u>3,855,590</u>
FUND BALANCE AT END OF YEAR		<u>\$ 7,416,493</u>	<u>\$ 5,446,377</u>

**CITY OF EAST PEORIA, ILLINOIS
GENERAL FUND
SCHEDULE OF REVENUES COLLECTED -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

REVENUES COLLECTED	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
Taxes:			
General property taxes	\$ 192,520	\$ 260,356	\$ 193,189
Payments in lieu of property taxes	15,000	15,000	15,000
Municipal sales tax	4,868,750	4,930,962	4,864,207
Mobile home privilege tax	700	2,339	663
Auto rental tax	4,000	4,033	3,684
	<u>5,080,970</u>	<u>5,212,690</u>	<u>5,076,743</u>
Total taxes			
Intergovernmental:			
State sales tax	4,866,000	5,264,163	4,885,956
State income tax	1,800,000	2,126,750	1,888,615
Personal property replacement tax	932,400	892,694	933,056
Out-of-state use tax	313,000	315,354	294,797
	<u>7,911,400</u>	<u>8,598,961</u>	<u>8,002,424</u>
Total intergovernmental			
Licenses and permits:			
Licenses:			
Liquor	65,000	93,673	83,027
Trailer park	250	200	250
Dog	1,000	840	1,340
Contractual	3,300	3,312	3,312
Other	7,000	19,590	11,630
Permits:			
Building	85,000	82,207	111,349
Plumbing	7,000	4,522	8,349
Electrical	13,000	11,999	12,109
Sign permit	-	1,995	-
Fire	-	18,900	-
Demolition	-	420	-
Variance	5,000	5,671	6,496
	<u>186,550</u>	<u>243,329</u>	<u>237,862</u>
Total licenses and permits			

**CITY OF EAST PEORIA, ILLINOIS
GENERAL FUND
SCHEDULE OF REVENUES COLLECTED -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

REVENUES COLLECTED (CONTINUED)	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
Miscellaneous:			
Fines	\$ 340,000	\$ 330,897	\$ 300,039
Department sales of gasoline	165,000	171,582	143,181
Rentals and leases	95,000	135,339	112,830
Interest	155,000	277,568	203,211
Cable T. V. franchise fees	160,000	158,357	149,459
Reimbursements	197,000	202,620	169,728
Telephone franchise fees	225,000	249,768	285,910
Electrical franchise fees	30,000	27,700	27,411
Eastlight Theatre payments	-	20,000	20,000
Public Building Fund	-	515,712	-
Other	15,000	8,171	10,760
	<u>1,382,000</u>	<u>2,097,714</u>	<u>1,422,529</u>
Total miscellaneous			
	<u>1,382,000</u>	<u>2,097,714</u>	<u>1,422,529</u>
TOTAL REVENUES COLLECTED	<u>\$ 14,560,920</u>	<u>\$ 16,152,694</u>	<u>\$ 14,739,558</u>

**CITY OF EAST PEORIA, ILLINOIS
GENERAL FUND
SCHEDULE OF EXPENDITURES PAID -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
EXPENDITURES PAID			
General government:			
Governing body:			
Salaries and wages	\$ 60,000	\$ 43,646	\$ 37,662
Printing	750	902	150
Postage	400	6	400
Travel and meeting expenses	6,250	2,275	5,325
Dues, subscriptions, and publications	3,750	2,345	1,666
Utilities	2,500	2,497	1,946
Other operating expenses	6,250	11,181	7,118
Office supplies	600	-	7
Employee relations	12,500	19,108	10,226
	<u>93,000</u>	<u>81,960</u>	<u>64,500</u>
Total governing body			
Legal department:			
Attorneys' fees	625,000	533,575	529,318
Utilities - telephone	2,500	300	710
Court costs	6,250	2,942	1,188
Other operating expenses	8,250	3,640	4,462
	<u>642,000</u>	<u>540,457</u>	<u>535,678</u>
Total legal department			
Boards and commissions:			
Commissioners' salaries	7,400	7,200	7,200
Special attorneys' fees	26,000	7,622	21,733
Contractual services	14,950	6,281	7,991
Printing	200	-	-
Postage	200	150	150
Dues, subscriptions, and publications	875	1,219	807
Other operating expenses	18,750	21,560	3,318
Office supplies	500	183	722
Operating supplies	125	-	-
	<u>69,000</u>	<u>44,215</u>	<u>41,921</u>
Total boards and commissions			

**CITY OF EAST PEORIA, ILLINOIS
GENERAL FUND
SCHEDULE OF EXPENDITURES PAID -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

EXPENDITURES PAID (CONTINUED)	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
General government (continued):			
City clerk:			
Salaries	\$ 106,000	\$ 100,623	\$ 97,910
Printing	6,250	5,930	5,288
Legal publications	3,000	483	784
Postage	125	51	47
Travel, training, and meeting expense	1,875	551	1,359
Dues, subscriptions, and publications	875	295	868
Maintenance and repair - equipment	3,125	2,275	2,025
Other operating expenses	3,125	2,777	2,377
Office supplies	625	516	2,703
	<hr/>	<hr/>	<hr/>
Total city clerk	125,000	113,501	113,361
	<hr/>	<hr/>	<hr/>
City administrator:			
Salaries	140,000	140,101	132,020
Printing	875	177	270
Postage	875	700	670
Travel, training and meeting expense	3,125	3,166	2,818
Dues, subscriptions, and publications	3,750	2,453	2,514
Utilities	625	420	563
Maintenance and repair - vehicles	600	712	1,300
Other operating expenses	10,000	4,716	1,508
Office supplies	875	619	647
Operating supplies	625	418	545
Employee relations	9,650	3,563	2,616
	<hr/>	<hr/>	<hr/>
Total city administrator	171,000	157,045	145,471
	<hr/>	<hr/>	<hr/>
Accounts and finance:			
Salaries and wages	85,000	81,189	79,008
Printing	3,125	3,662	1,885
Publications - legal	3,750	2,185	2,272
Postage	250	163	225
Travel, training and meetings	3,750	877	2,305
Dues, subscriptions, and publications	375	399	200
Group insurance	2,500,000	2,336,173	2,195,184

**CITY OF EAST PEORIA, ILLINOIS
GENERAL FUND
SCHEDULE OF EXPENDITURES PAID -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
EXPENDITURES PAID (CONTINUED)			
General government (continued):			
Accounts and finance (continued):			
Maintenance and repairs - equipment	\$ 1,250	\$ 571	\$ 1,387
Other operating expenses	25,000	7,860	12,191
IMF tax refund	-	-	15,138
Office supplies	625	154	10,926
Operating supplies	625	410	2,580
Sales tax rebate	125,000	24,835	26,137
East Peoria Youth Grants	2,000	1,700	1,700
Capital Building Fund	700,000	515,712	-
Revenue sharing schools	500,000	476,701	964,721
Development agreements	-	71,243	20,215
	<u>3,950,750</u>	<u>3,523,834</u>	<u>3,336,074</u>
Total accounts and finance			
Planning and development:			
Salaries	290,000	294,736	271,866
Inspector fees	30,000	19,697	21,288
Consultant fees	12,500	2,584	4,794
Printing	1,875	1,420	889
Postage	1,000	1,000	955
Travel, training and meetings	10,000	8,807	5,729
Dues, subscriptions, and publications	4,375	4,167	3,814
Insurance	4,000	4,000	4,000
Utilities	6,000	1,626	1,634
Information technology	6,250	30	-
Maintenance and repairs - equipment	2,000	1,479	2,143
Maintenance and repairs - vehicles	3,750	2,696	2,887
Other operating expenses	1,500	1,773	1,017
Demolitions	9,375	1,200	-
Office supplies	5,625	3,315	4,373
Motor fuel and lubricants	7,500	6,072	4,505
GIS expense	3,000	1,574	848
Operating supplies	1,250	662	4,759
	<u>400,000</u>	<u>356,838</u>	<u>335,501</u>
Total planning and development			

**CITY OF EAST PEORIA, ILLINOIS
GENERAL FUND
SCHEDULE OF EXPENDITURES PAID -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

EXPENDITURES PAID (CONTINUED)	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
General government (continued):			
Vehicle maintenance:			
Wages and labor	\$ 131,000	\$ 130,064	\$ 122,246
Overtime	40,000	42,061	40,874
Travel, training, and meetings	500	125	41
Insurance	11,000	11,000	11,000
Maintenance and repair - equipment	625	653	1
Maintenance and repair - vehicles	250	3,453	1,020
Maintenance and repair - radios	-	38	639
Operating expenses	-	763	25
Welding gases	2,750	1,272	2,556
Clothing and safety equipment	2,750	2,160	1,942
Motor fuel and lubricants	15,125	12,112	10,388
Operating supplies	10,250	2,840	8,749
	<u>214,250</u>	<u>206,541</u>	<u>199,481</u>
Total vehicle maintenance			
Department of public property:			
Salaries, wages and clean-up program	245,000	191,459	192,720
Overtime	6,675	4,577	5,721
Summer clean-up wages	7,000	12,560	15,568
Engineering and architect fees	20,000	1,407	15,994
Other contractual services	33,750	36,525	29,024
Travel, training, and meeting expense	350	1,384	773
Dues, subscriptions, and publications	200	383	253
Insurance	55,000	55,000	65,696
Utilities - telephone	100,000	104,423	106,250
Utilities - power and gas	150,000	58,582	52,116
Maintenance and repair - buildings	40,000	20,164	26,946
Maintenance and repair - equipment	18,050	25,009	18,596
Maintenance and repair - vehicles	15,000	21,587	14,252
Rental payments	1,000	-	837
Other operating expenses	12,500	10,439	9,386
Stock supply inventory	3,750	-	3,180
Office supplies	250	774	536
Safety equipment and supplies	5,000	5,434	5,962
Motor fuel and lubricants	20,000	9,070	10,107

**CITY OF EAST PEORIA, ILLINOIS
GENERAL FUND
SCHEDULE OF EXPENDITURES PAID -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
EXPENDITURES PAID (CONTINUED)			
General government (continued):			
Department of public property (continued):			
Cleaning and maintenance supplies	\$ 3,750	\$ 4,057	\$ 2,889
Operating supplies	5,000	91	3,448
Landscaping and beautification	18,725	9,835	13,135
Gasoline - all City vehicles	<u>225,000</u>	<u>194,757</u>	<u>139,571</u>
Total department of public property	<u>986,000</u>	<u>767,517</u>	<u>732,960</u>
Total general government	<u>6,651,000</u>	<u>5,791,908</u>	<u>5,504,947</u>
Capital outlay:			
Planning and development:			
Office equipment	10,000	5,047	2,568
Accounts and finance:			
Office equipment	6,250	906	7,250
Public Property:			
Land and building purchases	460,000	-	-
Building construction and improvement	50,000	10,839	12,590
City Administrator:			
Office equipment	5,000	2,493	-
City Clerk:			
Office equipment	<u>12,750</u>	<u>8,801</u>	<u>7,753</u>
Total capital outlay	<u>544,000</u>	<u>28,086</u>	<u>30,161</u>
Debt service:			
Principal payments	-	72,890	70,926
Interest and fiscal charges	<u>-</u>	<u>484,251</u>	<u>269,622</u>
Total debt service	<u>-</u>	<u>557,141</u>	<u>340,548</u>
TOTAL EXPENDITURES PAID	<u>\$ 7,195,000</u>	<u>\$ 6,377,135</u>	<u>\$ 5,875,656</u>

**CITY OF EAST PEORIA, ILLINOIS
POLICE PROTECTION FUND
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
REVENUES			
Taxes:			
Property taxes	\$ 460,000	\$ 453,869	\$ 456,629
Charges for services:			
Communication	55,000	50,637	55,240
Intergovernmental:			
Personal property replacement tax	45,000	45,000	45,000
Federal grants	30,000	30,936	39,274
Other grant revenue	-	5,280	61,841
Total intergovernmental	<u>75,000</u>	<u>81,216</u>	<u>146,115</u>
Miscellaneous:			
Training reimbursements	76,000	60,611	33,560
Drug program receipts	3,000	2,025	2,491
Asset forfeiture	1,000	-	6,251
Interest	1,830	1,700	1,867
Special enforcement receipts	5,000	6,502	13,881
D.U.I. receipts	6,000	10,777	9,506
Other	9,000	21,478	12,060
Total miscellaneous	<u>101,830</u>	<u>103,093</u>	<u>79,616</u>
Total revenues collected	691,830	688,815	737,600
Increase in uncollected revenues, net of deferred revenue	<u>-</u>	<u>-</u>	<u>340</u>
Total revenues	<u>691,830</u>	<u>688,815</u>	<u>737,940</u>
EXPENDITURES			
Police department:			
Regular police salaries	3,000,000	2,676,862	2,631,630
Grant overtime	37,500	38,371	28,914
Clerical wages	71,000	57,595	61,530
Telecommunicator salaries	606,000	528,380	458,205
Telecommunicator overtime wages	75,000	24,677	45,961
Police overtime wages	224,500	154,350	141,680
Dog boarding and disposal	33,125	25,984	27,338

**CITY OF EAST PEORIA, ILLINOIS
POLICE PROTECTION FUND
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
EXPENDITURES (CONTINUED)			
Police department (continued):			
Printing	\$ 6,250	\$ 3,933	\$ 1,917
Postage and expenses	2,300	275	2,047
Training, travel and meetings	45,000	33,913	49,223
Clothing allowance	50,000	42,325	39,325
Dues, subscriptions and publications	6,250	6,948	5,955
Insurance and bonding	58,000	58,040	59,854
Utilities - office	60,000	27,563	29,273
Information Technology	10,000	6,577	-
Maintenance and repair - buildings	10,000	9,682	9,863
Maintenance and repair - equipment	10,000	9,887	10,434
Maintenance and repair - vehicles	66,250	50,650	46,502
Maintenance and repair - radios	10,000	5,960	26,243
Equipment rental	3,750	1,373	1,738
Motor fuel and lubrication	125,000	118,613	87,954
Vehicle supplies and accessories	1,250	1,865	2,023
Cleaning and maintenance supplies	3,750	3,570	3,793
Operating supplies	3,750	3,531	6,104
Office supplies	10,625	10,627	13,767
Intergovernmental contracts	7,000	3,065	6,130
DUI special assessment	20,000	3,589	6,301
Special enforcement expense	20,000	9,770	8,122
D.A.R.E. expenses	3,750	3,916	5,403
Other operating expenses	15,000	11,880	19,982
Total police department	<u>4,595,050</u>	<u>3,933,771</u>	<u>3,837,211</u>
Capital outlay:			
Office equipment purchase	4,950	-	13,417
Automotive equipment purchase	-	-	11,650
Radio equipment purchases	-	-	3,842
Total capital outlay	<u>4,950</u>	<u>-</u>	<u>28,909</u>
Total expenditures paid	4,600,000	3,933,771	3,866,120
Increase (decrease) in unpaid expenditures	<u>-</u>	<u>(113,304)</u>	<u>95,388</u>
Total expenditures	<u>4,600,000</u>	<u>3,820,467</u>	<u>3,961,508</u>

**CITY OF EAST PEORIA, ILLINOIS
POLICE PROTECTION FUND
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES	\$ (3,908,170)	\$ (3,131,652)	\$ (3,223,568)
OTHER FINANCING SOURCES			
Transfer from General Fund		3,251,388	3,153,755
Transfer to Riverboat Gaming Fund		-	(1,369)
Total other financing sources		<u>3,251,388</u>	<u>3,152,386</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES		119,736	(71,182)
FUND DEFICIT AT BEGINNING OF YEAR		<u>(369,878)</u>	<u>(298,696)</u>
FUND DEFICIT AT END OF YEAR		<u>\$ (250,142)</u>	<u>\$ (369,878)</u>

**CITY OF EAST PEORIA, ILLINOIS
FIRE PROTECTION FUND
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
REVENUES			
Taxes:			
Property taxes	\$ 460,000	\$ 453,869	\$ 456,629
Charges for services:			
Rural Fire Protection District	5,000	29,070	30,721
Intergovernmental:			
Personal property replacement tax	45,000	45,000	45,000
Miscellaneous:			
Training reimbursements	25,000	18,747	47,002
Interest	1,830	1,767	1,894
Other	500	9,244	1,625
Total miscellaneous	<u>27,330</u>	<u>29,758</u>	<u>50,521</u>
Total revenues	<u>537,330</u>	<u>557,697</u>	<u>582,871</u>
EXPENDITURES			
Fire department:			
Regular firemen's salaries	1,955,000	1,859,415	1,801,239
Special firemen's salaries and overtime	300,000	227,926	299,751
Contract services - Northern Tazewell			
Fire Department	70,000	63,225	63,000
Printing	500	429	388
Training, travel and meetings	31,250	29,784	26,887
Clothing allowance	20,000	14,353	15,694
Dues, subscriptions and publications	2,500	4,171	1,223
Insurance and bonding	58,000	58,000	58,000
Utilities - offices	80,000	44,293	40,498
Information Technology	10,000	4,145	-
Maintenance and repair - buildings	18,750	13,094	19,406
Maintenance and repair - equipment	9,375	12,134	26,876
Maintenance and repair - vehicles	30,000	40,921	29,574
Maintenance and repair - radios	7,500	7,798	3,059
Other operating expenses	10,000	3,329	3,000
Fire prevention	3,125	3,174	1,948
Fire investigations	3,125	2,398	1,653
Medical tests	7,500	4,638	4,692
Office supplies	5,000	5,940	4,211
Clothing supplies	62,500	48,175	23,655

**CITY OF EAST PEORIA, ILLINOIS
FIRE PROTECTION FUND
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
EXPENDITURES (CONTINUED)			
Fire department (continued):			
Motor fuel and lubrication	\$ 63,000	\$ 43,423	\$ 33,727
Vehicle supplies and accessories	6,000	5,163	3,726
Cleaning and maintenance - building	9,375	4,044	3,511
2% Fire insurance tax expenditures	-	27,193	22,645
Operating supplies	7,500	7,825	15,753
Total fire department	<u>2,770,000</u>	<u>2,534,990</u>	<u>2,504,116</u>
Capital outlay:			
Office equipment purchase	30,000	20,581	14,164
Fire equipment purchase	-	-	35,184
Radio equipment purchase	-	-	2,535
Building improvements	-	3,776	-
	<u>30,000</u>	<u>24,357</u>	<u>51,883</u>
Total expenditures paid	2,800,000	2,559,347	2,555,999
Increase in unpaid expenditures	<u>-</u>	<u>113</u>	<u>4,680</u>
Total expenditures	<u>2,800,000</u>	<u>2,559,460</u>	<u>2,560,679</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES	<u>\$ (2,262,670)</u>	(2,001,763)	(1,977,808)
OTHER FINANCING SOURCES			
Transfer from General Fund		<u>1,998,623</u>	<u>1,962,589</u>
DEFICIENCY OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES		(3,140)	(15,219)
FUND DEFICIT AT BEGINNING OF YEAR		<u>(165,177)</u>	<u>(149,958)</u>
FUND DEFICIT AT END OF YEAR		<u>\$ (168,317)</u>	<u>\$ (165,177)</u>

**CITY OF EAST PEORIA, ILLINOIS
GARBAGE COLLECTION AND DISPOSAL FUND
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008**

With Comparative Actual Figures for Year Ended April 30, 2007

	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
REVENUES			
Taxes:			
Property taxes	\$ 460,000	\$ 453,869	\$ 456,629
Intergovernmental:			
Personal property replacement tax	50,000	50,000	50,000
Grant revenue	-	40,000	40,000
Total intergovernmental	<u>50,000</u>	<u>90,000</u>	<u>90,000</u>
Miscellaneous:			
Interest	1,830	8,311	8,542
Scrap metal	1,000	344	1,012
Other	50,000	15,787	17,650
Total miscellaneous	<u>52,830</u>	<u>24,442</u>	<u>27,204</u>
Total revenues	<u>562,830</u>	<u>568,311</u>	<u>573,833</u>
EXPENDITURES			
Garbage collection:			
Wages and labor	285,000	291,230	262,566
Overtime	50,000	28,713	20,883
Engineering	-	-	35,370
Landfill fees	375,000	370,876	306,500
Recycling tipping fees	80,000	44,467	41,926
Contractual services	5,000	8,650	3,675
Insurance	50,000	50,000	50,000
Maintenance and repair - vehicles	50,000	46,938	32,133
Auto equipment lease payments	-	1,398	-
Other operating expenses	30,000	45,966	26,618
Clothing and safety equipment	5,000	4,499	5,871
Motor fuel and lubrication	80,000	60,303	38,877
Vehicle supplies and accessories	10,000	20,592	12,194
Operating supplies	5,000	-	28
Total garbage collection	<u>1,025,000</u>	<u>973,632</u>	<u>836,641</u>

**CITY OF EAST PEORIA, ILLINOIS
GARBAGE COLLECTION AND DISPOSAL FUND
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
EXPENDITURES (CONTINUED)			
Capital outlay:			
Operating equipment purchases	\$ -	\$ 602,872	\$ 12,512
Total expenditures paid	1,025,000	1,576,504	849,153
Increase (decrease) in unpaid expenditures	-	(74,724)	66,529
Total expenditures	<u>1,025,000</u>	<u>1,501,780</u>	<u>915,682</u>
 DEFICIENCY OF REVENUES OVER EXPENDITURES	 <u>\$ (462,170)</u>	 <u>(933,469)</u>	 <u>(341,849)</u>
 OTHER FINANCING SOURCES			
Loan proceeds		624,000	-
Transfer from General Fund		<u>411,980</u>	<u>282,030</u>
Total other financing sources		<u>1,035,980</u>	<u>282,030</u>
 EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES		 102,511	 (59,819)
 FUND BALANCE (DEFICIT) AT BEGINNING OF YEAR		 <u>(2,551)</u>	 <u>57,268</u>
 FUND BALANCE (DEFICIT) AT END OF YEAR		 <u>\$ 99,960</u>	 <u>\$ (2,551)</u>

**CITY OF EAST PEORIA, ILLINOIS
ILLINOIS MUNICIPAL RETIREMENT FUND
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
REVENUES			
Taxes:			
Property taxes	\$ 50,000	\$ 49,117	\$ 49,611
Telecommunications tax	<u>200,000</u>	<u>200,000</u>	<u>200,000</u>
Total taxes	<u>250,000</u>	<u>249,117</u>	<u>249,611</u>
Intergovernmental:			
Personal property replacement tax	<u>8,241</u>	<u>-</u>	<u>-</u>
Miscellaneous:			
Interest	200	179	198
Reimbursements	<u>6,000</u>	<u>5,969</u>	<u>6,185</u>
Total miscellaneous	<u>6,200</u>	<u>6,148</u>	<u>6,383</u>
Total revenues collected	264,441	255,265	255,994
EXPENDITURES			
General government:			
Contributions paid to Illinois Municipal Retirement Fund	<u>500,000</u>	<u>305,298</u>	<u>308,969</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES	<u>\$ (235,559)</u>	(50,033)	(52,975)
FUND BALANCE AT BEGINNING OF YEAR		<u>63,273</u>	<u>116,248</u>
FUND BALANCE AT END OF YEAR		<u>\$ 13,240</u>	<u>\$ 63,273</u>

**CITY OF EAST PEORIA, ILLINOIS
MOTOR FUEL TAX FUND
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
REVENUES			
Intergovernmental:			
Motor fuel tax allotments	\$ 650,000	\$ 660,754	\$ 668,327
Miscellaneous:			
Interest	10,000	11,697	18,074
Reimbursements	10,000	-	28,222
Total miscellaneous	<u>20,000</u>	<u>11,697</u>	<u>46,296</u>
Total revenues collected	670,000	672,451	714,623
Increase (decrease) in uncollected revenues, net of deferred revenue	<u>-</u>	<u>(3,029)</u>	<u>2,955</u>
Total revenues	<u>670,000</u>	<u>669,422</u>	<u>717,578</u>
EXPENDITURES			
General government:			
Miscellaneous expense	<u>120,000</u>	<u>-</u>	<u>28,854</u>
Maintenance and special projects:			
Street paving and resurfacing	<u>700,000</u>	<u>738,109</u>	<u>300,000</u>
Capital outlay:			
Engineering fees	175,000	27,966	101,952
Bridge inspection	5,000	-	284,554
Total capital outlay	<u>180,000</u>	<u>27,966</u>	<u>386,506</u>
Total expenditures paid	1,000,000	766,075	715,360
Increase in unpaid expenditures	<u>-</u>	<u>-</u>	<u>16,958</u>
Total expenditures	<u>1,000,000</u>	<u>766,075</u>	<u>732,318</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES	<u>\$ (330,000)</u>	(96,653)	(14,740)
FUND BALANCE AT BEGINNING OF YEAR		<u>507,988</u>	<u>522,728</u>
FUND BALANCE AT END OF YEAR		<u>\$ 411,335</u>	<u>\$ 507,988</u>

**CITY OF EAST PEORIA, ILLINOIS
SOCIAL SECURITY FUND
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
REVENUES			
Taxes:			
Property taxes	\$ 340,000	\$ 335,324	\$ 242,813
Intergovernmental:			
Personal property replacement tax	-	6,120	-
Miscellaneous:			
Interest	500	1,220	975
Reimbursements	5,500	5,645	5,634
Total miscellaneous	6,000	6,865	6,609
Total revenues collected	346,000	348,309	249,422
EXPENDITURES			
General government:			
FICA and Medicare contributions	400,000	369,993	351,665
DEFICIENCY OF REVENUES OVER EXPENDITURES	<u>\$ (54,000)</u>	(21,684)	(102,243)
FUND BALANCE AT BEGINNING OF YEAR		<u>21,684</u>	<u>123,927</u>
FUND BALANCE AT END OF YEAR		<u>\$ -</u>	<u>\$ 21,684</u>

**CITY OF EAST PEORIA, ILLINOIS
WORKMEN'S COMPENSATION FUND
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
REVENUES			
Taxes:			
Property taxes	\$ 650,000	\$ 641,104	\$ 694,551
Intergovernmental:			
Personal property replacement taxes	100,000	290,071	100,000
Miscellaneous:			
Interest	1,000	2,333	2,786
Reimbursements	-	4,944	-
	<u>751,000</u>	<u>938,452</u>	<u>797,337</u>
Total revenues			
EXPENDITURES			
General government:			
Insurance	1,000,000	1,071,196	774,499
Increase (decrease) in unpaid expenditures	-	13,713	(58,414)
	<u>1,000,000</u>	<u>1,084,909</u>	<u>716,085</u>
Total expenditures			
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ (249,000)</u>	(146,457)	81,252
FUND DEFICIT AT BEGINNING OF YEAR		<u>(24,721)</u>	<u>(105,973)</u>
FUND DEFICIT AT END OF YEAR		<u>\$ (171,178)</u>	<u>\$ (24,721)</u>

**CITY OF EAST PEORIA, ILLINOIS
STREET AND BRIDGE FUND
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>2008</u>	<u>2007</u>
	<u>Budget</u>	<u>Actual</u>
REVENUES		
Taxes:		
Property taxes	\$ 350,000	\$ 364,499
Road and bridge taxes	210,000	203,591
Total taxes	<u>560,000</u>	<u>550,168</u>
Charges for services:		
Street and curb opening fees	<u>1,000</u>	<u>1,030</u>
Intergovernmental:		
Personal property replacement taxes	71,000	71,457
Other grants	-	-
	<u>71,000</u>	<u>71,457</u>
Miscellaneous:		
Interest	1,390	1,390
Reimbursements	1,000	66,172
Other	5,000	8,507
Total miscellaneous	<u>7,390</u>	<u>76,069</u>
Total revenues	<u>639,390</u>	<u>698,724</u>
EXPENDITURES		
Maintenance and special projects:		
Wages and labor	755,000	710,975
Overtime	100,000	88,551
Engineering fees	40,000	8,383
Contractual services	45,000	44,173
Training, travel and meeting	1,375	946
Insurance	50,000	50,000
Maintenance and repair - equipment	8,000	565
Maintenance and repair - vehicles	50,000	40,454
Maintenance and repair - traffic signals	120,000	62,781
Maintenance and repair - storm sewers	50,000	13,075
Equipment rental	12,125	18,059
Clothing supplies and safety equipment	15,000	12,302
Motor fuel and lubricants	70,000	36,524
Vehicle supplies and accessories	11,250	12,591
Street repair and maintenance supplies	150,000	190,569
Operating supplies	7,500	15,450
Storm sewer maintenance	75,000	-
Curb and sidewalk construction	100,000	-
Culvert purchases	12,000	1,780

**CITY OF EAST PEORIA, ILLINOIS
STREET AND BRIDGE FUND
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>2008</u>		<u>2007</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
EXPENDITURES (CONTINUED)			
Maintenance and special projects (continued):			
Radio equipment purchases	\$ 4,000	\$ 658	\$ -
Street signs and posts	18,750	13,271	6,789
Street paving and resurfacing	200,000	99,204	-
Other operating expenses	<u>25,000</u>	<u>21,576</u>	<u>15,483</u>
Total maintenance and special projects	<u>1,920,000</u>	<u>1,561,055</u>	<u>1,329,450</u>
Capital outlay:			
Street paving and resurfacing	-	-	129,196
Operating equipment purchases	5,000	-	-
Automotive equipment purchases	<u>25,000</u>	<u>-</u>	<u>20,523</u>
Total capital outlay	<u>30,000</u>	<u>-</u>	<u>149,719</u>
Total expenditures paid	1,950,000	1,561,055	1,479,169
Increase (decrease) in unpaid expenditures	<u>-</u>	<u>(50,554)</u>	<u>13,422</u>
Total expenditures	<u>1,950,000</u>	<u>1,510,501</u>	<u>1,492,591</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES	<u>\$ (1,310,610)</u>	<u>(847,013)</u>	<u>(793,867)</u>
OTHER FINANCING SOURCES (USES)			
Transfer from General Fund		944,661	883,352
Transfer to Water and Sewer Fund		<u>(75,000)</u>	<u>(75,000)</u>
Total other financing sources (uses)		<u>869,661</u>	<u>808,352</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES		22,648	14,485
FUND DEFICIT AT BEGINNING OF YEAR		<u>(121,601)</u>	<u>(136,086)</u>
FUND DEFICIT AT END OF YEAR		<u>\$ (98,953)</u>	<u>\$ (121,601)</u>

**CITY OF EAST PEORIA, ILLINOIS
RIVERBOAT GAMING TAX FUND
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
REVENUES			
Intergovernmental:			
Illinois gaming tax	\$ 7,600,000	\$ 7,916,060	\$ 7,746,610
Grant revenue	-	345,376	-
Total intergovernmental	<u>7,600,000</u>	<u>8,261,436</u>	<u>7,746,610</u>
Miscellaneous:			
Interest and miscellaneous receipts	<u>55,000</u>	<u>61,718</u>	<u>78,115</u>
Total revenues collected	7,655,000	8,323,154	7,824,725
Increase (decrease) in uncollected revenues, net of deferred revenue	<u>-</u>	<u>(112,668)</u>	<u>268,736</u>
Total revenues	<u>7,655,000</u>	<u>8,210,486</u>	<u>8,093,461</u>
EXPENDITURES			
General government:			
Police	400,000	197,130	-
Fire/ambulance	400,000	46,913	-
Capital projects/equipment	500,000	-	-
Other infrastructure	1,400,000	-	-
Eastside Centre	500,000	-	-
TIF III/Marina	1,000,000	-	-
Camp Street TIF loan	800,000	-	-
W Washington TIF loan	500,000	-	-
Planning and community development - GIS	-	-	52,994
City administrator's office	-	-	2,744
Other operating expenses	-	9,092	-
Donations	-	5,000	5,000
Total general government	<u>5,500,000</u>	<u>258,135</u>	<u>60,738</u>
Public works:			
Street paving project	-	474,092	518,056
Solid waste	-	4,150	-
Public property	-	93,042	4,941
	<u>-</u>	<u>571,284</u>	<u>522,997</u>
Gaming tax sharing:			
City of Peoria's allocation	<u>6,000,000</u>	<u>4,192,466</u>	<u>3,873,305</u>

**CITY OF EAST PEORIA, ILLINOIS
RIVERBOAT GAMING TAX FUND
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
EXPENDITURES (CONTINUED)			
Capital outlay:			
Street	\$ -	\$ -	\$ 275,507
Police	-	48,473	235,073
Fire/ambulance	-	286,880	378,904
Public property	-	137,336	167,497
Heritage camp street	-	217,964	-
Riverside Park	-	11,869	508,900
Bike trail	-	69,250	25,257
Eastside Centre	-	211,456	77,701
Capital projects/equipment	200,000	21,000	-
Total capital outlay	<u>200,000</u>	<u>1,004,228</u>	<u>1,668,839</u>
Debt service:			
Principal payments	-	736,246	654,298
Interest and fiscal charges	-	218,962	226,856
Total debt service	<u>-</u>	<u>955,208</u>	<u>881,154</u>
Total expenditures paid	11,700,000	6,981,321	7,007,033
Increase (decrease) in unpaid expenditures	<u>-</u>	<u>(476,748)</u>	<u>334,097</u>
Total expenditures	<u>11,700,000</u>	<u>6,504,573</u>	<u>7,341,130</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ (4,045,000)</u>	<u>1,705,913</u>	<u>752,331</u>
OTHER FINANCING SOURCES (USES)			
Loan proceeds		334,956	656,066
Transfer from Police Protection Fund		-	1,369
Transfer to Special Tax Allocation Fund		<u>(1,305,238)</u>	<u>-</u>
Total other financing sources (uses)		<u>(970,282)</u>	<u>657,435</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES		735,631	1,409,766
FUND BALANCE AT BEGINNING OF YEAR		<u>12,330,729</u>	<u>10,920,963</u>
FUND BALANCE AT END OF YEAR		<u>\$ 13,066,360</u>	<u>\$ 12,330,729</u>

CITY OF EAST PEORIA, ILLINOIS
AUDIT FUND
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007

	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
REVENUES			
Taxes:			
Property taxes	\$ 45,000	\$ 44,316	\$ 59,743
Miscellaneous:			
Interest	<u>50</u>	<u>161</u>	<u>239</u>
Total revenues	<u>45,050</u>	<u>44,477</u>	<u>59,982</u>
EXPENDITURES			
General government:			
Municipal audit fees	60,000	49,000	55,000
Increase in unpaid expenditures	<u>-</u>	<u>6,950</u>	<u>-</u>
Total expenditures	<u>60,000</u>	<u>55,950</u>	<u>55,000</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ (14,950)</u>	(11,473)	4,982
FUND BALANCE AT BEGINNING OF YEAR		<u>12,775</u>	<u>7,793</u>
FUND BALANCE AT END OF YEAR		<u>\$ 1,302</u>	<u>\$ 12,775</u>

**CITY OF EAST PEORIA, ILLINOIS
SCHOOL CROSSING GUARD FUND
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
REVENUES			
Taxes:			
Property taxes	\$ 1,000	\$ 1,108	\$ 2,096
Miscellaneous:			
Interest	<u>10</u>	<u>4</u>	<u>9</u>
Total revenues collected	1,010	1,112	2,105
 EXPENDITURES			
General government:			
School crossing guard wages	<u>5,000</u>	<u>261</u>	<u>1,201</u>
 EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	 <u>\$ (3,990)</u>	 851	 904
 FUND BALANCE AT BEGINNING OF YEAR		 <u>8,522</u>	 <u>7,618</u>
 FUND BALANCE AT END OF YEAR		 <u>\$ 9,373</u>	 <u>\$ 8,522</u>

**CITY OF EAST PEORIA, ILLINOIS
SEWER CHLORINATION FUND
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
REVENUES			
Taxes:			
Property taxes	\$ 25,000	\$ 24,743	\$ 24,805
Miscellaneous:			
Interest	<u>40</u>	<u>90</u>	<u>100</u>
Total revenues	<u>25,040</u>	<u>24,833</u>	<u>24,905</u>
 EXPENDITURES			
General government:			
Chlorine purchases	30,000	12,316	27,282
Increase (decrease) in unpaid expenditures	<u>-</u>	<u>2,343</u>	<u>(1,198)</u>
Total expenditures	<u>30,000</u>	<u>14,659</u>	<u>26,084</u>
 EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	 <u>\$ (4,960)</u>	 10,174	 (1,179)
 FUND BALANCE AT BEGINNING OF YEAR		 <u>12,471</u>	 <u>13,650</u>
 FUND BALANCE AT END OF YEAR		 <u>\$ 22,645</u>	 <u>\$ 12,471</u>

**CITY OF EAST PEORIA, ILLINOIS
STREET LIGHTING FUND
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
REVENUES			
Taxes:			
Property taxes	\$ 27,000	\$ 26,590	\$ 59,743
Intergovernmental:			
State replacement tax	-	15,528	-
Miscellaneous:			
Reimbursements	2,000	2,635	745
Interest	50	97	239
Total miscellaneous	<u>2,050</u>	<u>2,732</u>	<u>984</u>
Total revenues	<u>29,050</u>	<u>44,850</u>	<u>60,727</u>
EXPENDITURES			
General government:			
Utilities - street lighting	100,000	68,612	59,175
Increase in unpaid expenditures	-	4,800	5,522
Total expenditures	<u>100,000</u>	<u>73,412</u>	<u>64,697</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES	<u>\$ (70,950)</u>	(28,562)	(3,970)
FUND BALANCE AT BEGINNING OF YEAR		<u>18,240</u>	<u>22,210</u>
FUND BALANCE (DEFICIT) AT END OF YEAR		<u>\$ (10,322)</u>	<u>\$ 18,240</u>

**CITY OF EAST PEORIA, ILLINOIS
UNEMPLOYMENT INSURANCE FUND
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
REVENUES			
Miscellaneous:			
Reimbursements	\$ -	\$ 246	\$ -
EXPENDITURES			
General government:			
Insurance	60,000	-	2,207
Decrease in unpaid expenditures	-	-	(2,207)
Total expenditures	<u>60,000</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ (60,000)</u>	246	-
FUND BALANCE AT BEGINNING OF YEAR		<u>23,216</u>	<u>23,216</u>
FUND BALANCE AT END OF YEAR		<u>\$ 23,462</u>	<u>\$ 23,216</u>

CITY OF EAST PEORIA, ILLINOIS
EMERGENCY SERVICE AND DISASTER ASSISTANCE FUND
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007

	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
REVENUES			
Taxes:			
Property taxes	\$ 35,000	\$ 34,714	\$ 34,588
Miscellaneous:			
Interest	<u>140</u>	<u>126</u>	<u>139</u>
Total revenues collected	<u>35,140</u>	<u>34,840</u>	<u>34,727</u>
EXPENDITURES			
General government:			
Maintenance and repair equipment	7,000	6,766	823
Operating supplies	<u>2,000</u>	<u>-</u>	<u>130</u>
	9,000	6,766	953
Capital outlay:			
Operating equipment purchases	<u>52,000</u>	<u>34,618</u>	<u>32,574</u>
Total expenditures	<u>61,000</u>	<u>41,384</u>	<u>33,527</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ (25,860)</u>	(6,544)	1,200
FUND BALANCE AT BEGINNING OF YEAR		<u>61,605</u>	<u>60,405</u>
FUND BALANCE AT END OF YEAR		<u>\$ 55,061</u>	<u>\$ 61,605</u>

CITY OF EAST PEORIA, ILLINOIS
HOTEL/MOTEL TAX FUND
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007

	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
REVENUES			
Taxes:			
Hotel/motel	\$ 650,000	\$ 786,594	\$ 681,487
Miscellaneous:			
Sundry	40,000	27,730	22,707
Festival of Lights Foundation	255,000	210,000	193,150
Float sponsorship	-	43,574	47,375
Donations	25,800	18,700	25,800
Festival of Lights tours	1,500	2,345	1,350
Rental of building	-	6,663	-
Other Festival of Lights receipts	4,000	12,255	13,007
Total miscellaneous	<u>326,300</u>	<u>321,267</u>	<u>303,389</u>
Total revenues collected	976,300	1,107,861	984,876
Increase (decrease) in uncollected revenues, net of deferred revenue	<u>-</u>	<u>48,679</u>	<u>(675)</u>
Total revenues	<u>976,300</u>	<u>1,156,540</u>	<u>984,201</u>
EXPENDITURES			
General government:			
Wages	320,000	270,229	259,310
Overtime	130,000	125,208	105,435
Contracts	25,000	15,079	16,598
Printing	5,000	3,884	4,101
Postage	3,000	2,396	-
Travel, training, meeting expense	1,250	923	612
Sign shop supplies	22,000	25,566	19,458
Dues, subscriptions, publication	1,250	1,820	896
Rental	1,250	-	-
Contribution-Eastlight	10,000	10,000	-
Historical endowment	2,000	-	750
Miscellaneous operating expenses	13,750	10,699	4,819
Redbud/Mum/Landscaping program	25,000	12,240	14,809
Festival of Lights:			
Other operating expenses	10,625	6,971	8,104
Parade	132,000	58,770	48,834
City lighting	100,000	33,263	60,940
Enchanted Forest	25,000	11,325	20,771
Entertainment	1,000	725	67
Publicity	49,000	46,605	34,693
Tourism/public relations	25,000	8,465	8,051

**CITY OF EAST PEORIA, ILLINOIS
HOTEL/MOTEL TAX FUND
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>2008</u>	<u>2007</u>
	<u>Budget</u>	<u>Actual</u>
EXPENDITURES (CONTINUED)		
General government (continued):		
Festival of Lights (continued):		
Classic	\$ 14,750	\$ 10,554
Market Place	75,000	77,729
Lunch with Santa	1,250	-
Folepi Open	3,125	2,579
Queen contest	2,500	2,243
Souvenirs / concessions	1,250	-
Winter wonderland	120,000	108,646
Festival of Lights capital improvements	150,000	69,683
Office supplies	3,000	1,874
Contribution to Chamber and EDC projects	14,000	10,200
Clothing and safety supplies	-	-
Tourism expense	100,000	80,000
Tourism promotion	10,000	9,212
Office equipment	3,000	-
Total general government	<u>1,400,000</u>	<u>1,016,888</u>
Capital outlay:		
Electronic fireworks	-	-
Capital outlay	-	58,272
Total capital outlay	<u>-</u>	<u>58,272</u>
Debt service:		
Principal payments	-	35,323
Interest and fiscal charges	-	4,194
Total debt service	<u>-</u>	<u>39,517</u>
Total expenditures paid	1,400,000	1,114,677
Increase (decrease) in unpaid expenditures	<u>-</u>	<u>(5,629)</u>
Total expenditures	<u>1,400,000</u>	<u>1,109,048</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ (423,700)</u>	47,492
FUND BALANCE AT BEGINNING OF YEAR		<u>357,051</u>
FUND BALANCE AT END OF YEAR		<u>\$ 404,543</u>
		<u>\$ 357,051</u>

**CITY OF EAST PEORIA, ILLINOIS
AMBULANCE SERVICE FUND
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008**

With Comparative Actual Figures for Year Ended April 30, 2007

	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
REVENUES			
Charges for services	\$ 750,000	\$ 683,882	\$ 817,558
Reimbursements	5,000	3,174	4,775
Interest	-	23	7
Miscellaneous	5,000	7,023	6,650
Total revenues collected	<u>760,000</u>	<u>694,102</u>	<u>828,990</u>
Increase (decrease) in uncollected revenues, net of deferred revenue	<u>-</u>	<u>24,526</u>	<u>(19,151)</u>
Total revenues	<u>760,000</u>	<u>718,628</u>	<u>809,839</u>
EXPENDITURES			
Ambulance service:			
Wages	780,000	771,057	719,400
Overtime and holiday pay	148,000	87,686	130,523
Printing	500	-	-
Postage	3,000	52	2,009
Meeting and training	10,000	10,183	12,279
Clothing allowance	7,000	5,400	4,950
Insurance	58,000	58,000	58,000
Maintenance and repair - equipment	25,000	9,067	10,338
Maintenance and repair - vehicles	25,000	29,778	13,734
Other operating expenses	16,000	6,803	5,787
E.M.S. public education	500	-	-
Vehicle supplies and accessories	2,000	597	751
Operating supplies	65,000	70,785	51,276
Medical billing	80,000	55,642	65,206
Ambulance overpayment refunds	10,000	10,756	9,696
Total ambulance service	<u>1,230,000</u>	<u>1,115,806</u>	<u>1,083,949</u>
Capital outlay:			
Operating equipment purchases	<u>5,000</u>	<u>-</u>	<u>-</u>
Total expenditures paid	<u>1,235,000</u>	<u>1,115,806</u>	<u>1,083,949</u>
Increase (decrease) in unpaid expenditures	<u>-</u>	<u>37,360</u>	<u>(5,550)</u>
Total expenditures	<u>1,235,000</u>	<u>1,153,166</u>	<u>1,078,399</u>

**CITY OF EAST PEORIA, ILLINOIS
AMBULANCE SERVICE FUND
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES	<u>\$ (475,000)</u>	\$ (434,538)	\$ (268,560)
 OTHER FINANCING SOURCES			
Transfer from General Fund		<u>423,132</u>	<u>255,596</u>
 DEFICIENCY OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES		(11,406)	(12,964)
 FUND BALANCE AT BEGINNING OF YEAR		<u>116,959</u>	<u>129,923</u>
 FUND BALANCE AT END OF YEAR		<u>\$ 105,553</u>	<u>\$ 116,959</u>

**CITY OF EAST PEORIA, ILLINOIS
 REVOLVING LOAN FUND
 STATEMENT OF REVENUES AND EXPENDITURES
 Year Ended April 30, 2008
 With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>2008</u>	<u>2007</u>
REVENUES		
Miscellaneous:		
Principal received	\$ 185,175	\$ 47,139
Interest received	<u>28,516</u>	<u>9,503</u>
Total revenues	213,691	56,642
 EXPENDITURES		
Miscellaneous:		
Principal disbursed	<u>75,000</u>	<u>150,000</u>
 EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	138,691	(93,358)
 FUND BALANCE AT BEGINNING OF YEAR	<u>255,843</u>	<u>349,201</u>
 FUND BALANCE AT END OF YEAR	<u>\$ 394,534</u>	<u>\$ 255,843</u>

**CITY OF EAST PEORIA, ILLINOIS
SPECIAL ASSESSMENTS FUND
STATEMENT OF REVENUES AND EXPENDITURES
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>2008</u>	<u>2007</u>
REVENUES		
Taxes:		
Special assessments	\$ 906,006	\$ 132,873
Miscellaneous:		
Interest	<u>137,165</u>	<u>85,026</u>
Total revenues collected	1,043,171	217,899
Increase (decrease) in uncollected revenues, net of deferred revenue	<u>(87,959)</u>	<u>126,696</u>
Total revenues	<u>955,212</u>	<u>344,595</u>
EXPENDITURES		
Maintenance and special projects:		
Development agreement incentives	-	250,000
Miscellaneous	<u>533</u>	<u>5,298</u>
Total maintenance and special projects	<u>533</u>	<u>255,298</u>
Capital outlay:		
Building construction	<u>-</u>	<u>25,375</u>
Debt service:		
Principal payments	195,000	150,000
Interest and fiscal charges	<u>151,075</u>	<u>161,325</u>
Total debt service	<u>346,075</u>	<u>311,325</u>
Total expenditures paid	346,608	591,998
Decrease in unpaid expenditures	<u>-</u>	<u>(30,301)</u>
Total expenditures	<u>346,608</u>	<u>561,697</u>
Excess (deficiency) of revenues over expenditures	608,604	(217,102)
OTHER FINANCING SOURCES		
Transfer from General Fund	<u>112,688</u>	<u>154,483</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES	721,292	(62,619)
FUND BALANCE AT BEGINNING OF YEAR	<u>513,152</u>	<u>575,771</u>
FUND BALANCE AT END OF YEAR	<u>\$ 1,234,444</u>	<u>\$ 513,152</u>

CITY OF EAST PEORIA, ILLINOIS
IHDA GRANT FUND
STATEMENT OF REVENUES AND EXPENDITURES
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007

	<u>2008</u>	<u>2007</u>
REVENUES		
Miscellaneous:		
Interest	\$ 48	\$ 230
Miscellaneous	<u>500</u>	<u>9,338</u>
Total revenues	<u>548</u>	<u>9,568</u>
 EXPENDITURES		
Miscellaneous:		
Projects	2,000	-
Miscellaneous	<u>290</u>	<u>2,538</u>
Total expenditures	<u>2,290</u>	<u>2,538</u>
 EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	 (1,742)	 7,030
 FUND BALANCE AT BEGINNING OF YEAR	 <u>26,708</u>	 <u>19,678</u>
 FUND BALANCE AT END OF YEAR	 <u>\$ 24,966</u>	 <u>\$ 26,708</u>

**CITY OF EAST PEORIA, ILLINOIS
FIREMEN'S PENSION LEVY FUND
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
REVENUES			
Taxes:			
Property taxes	\$ 810,735	\$ 799,533	\$ 623,628
Telecommunications tax	200,000	200,000	200,000
Total taxes	<u>1,010,735</u>	<u>999,533</u>	<u>823,628</u>
Intergovernmental:			
Personal property replacement tax	27,000	34,792	28,975
Miscellaneous:			
Interest	<u>3,000</u>	<u>2,910</u>	<u>2,501</u>
Total revenues collected	1,040,735	1,037,235	855,104
Decrease in uncollected revenues, net of deferred revenue	<u>-</u>	<u>(844)</u>	<u>(5,102)</u>
Total revenues	<u>1,040,735</u>	<u>1,036,391</u>	<u>850,002</u>
EXPENDITURES			
Fire department:			
Contributions paid to City of East Peoria Firefighter's Pension Fund	1,033,000	1,031,035	848,904
Actuarial services	<u>7,500</u>	<u>6,200</u>	<u>6,200</u>
Total expenditures paid	1,040,500	1,037,235	855,104
Decrease in unpaid expenditures	<u>-</u>	<u>(844)</u>	<u>(5,102)</u>
Total expenditures	<u>1,040,500</u>	<u>1,036,391</u>	<u>850,002</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>\$ 235</u>	-	-
FUND BALANCE AT BEGINNING OF YEAR		<u>-</u>	<u>-</u>
FUND BALANCE AT END OF YEAR		<u>\$ -</u>	<u>\$ -</u>

**CITY OF EAST PEORIA, ILLINOIS
POLICE PENSION LEVY FUND
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
REVENUES			
Taxes:			
Property taxes	\$ 622,880	\$ 614,514	\$ 556,898
Telecommunications tax	200,000	200,000	200,000
	<u>822,880</u>	<u>814,514</u>	<u>756,898</u>
Intergovernmental:			
Personal property replacement tax	35,600	41,199	37,205
Miscellaneous:			
Interest	2,500	2,236	2,233
	<u>860,980</u>	<u>857,949</u>	<u>796,336</u>
Total revenues collected	860,980	857,949	796,336
Decrease in uncollected revenues, net of deferred revenue	<u>-</u>	<u>(843)</u>	<u>(5,102)</u>
Total revenues	<u>860,980</u>	<u>857,106</u>	<u>791,234</u>
EXPENDITURES			
Police department:			
Contributions paid to City of East Peoria Police Pension Fund	852,000	851,750	790,136
Actuarial services	7,500	6,200	6,200
	<u>859,500</u>	<u>857,950</u>	<u>796,336</u>
Total expenditures paid	859,500	857,950	796,336
Decrease in unpaid expenditures	<u>-</u>	<u>(844)</u>	<u>(5,102)</u>
Total expenditures	<u>859,500</u>	<u>857,106</u>	<u>791,234</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>\$ 1,480</u>	-	-
FUND BALANCE AT BEGINNING OF YEAR		<u>-</u>	<u>-</u>
FUND BALANCE AT END OF YEAR		<u>\$ -</u>	<u>\$ -</u>

CITY OF EAST PEORIA, ILLINOIS
BOND AND INTEREST FUND
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007

	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
REVENUES			
Reimbursements	\$ -	\$ -	\$ 2,391,726
Interest	-	8,689	28,043
	<u>-</u>	<u>8,689</u>	<u>2,419,769</u>
Total revenues collected	-	8,689	2,419,769
Decrease in uncollected revenues, net of deferred revenue	-	-	(2,389,000)
	<u>-</u>	<u>-</u>	<u>(2,389,000)</u>
Total revenues	<u>-</u>	<u>8,689</u>	<u>30,769</u>
EXPENDITURES			
Principal payments	-	65,000	2,345,000
Interest and fiscal charges	-	74,554	151,581
Miscellaneous	3,000	750	150
	<u>3,000</u>	<u>750</u>	<u>150</u>
Total expenditures paid	<u>3,000</u>	<u>140,304</u>	<u>2,496,731</u>
Deficiency of revenues over expenditures	(3,000)	(131,615)	(2,465,962)
OTHER FINANCING SOURCES			
Transfer from General Fund	-	250,000	250,000
	<u>-</u>	<u>250,000</u>	<u>250,000</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES			
	<u>\$ (3,000)</u>	118,385	(2,215,962)
FUND BALANCE AT BEGINNING OF YEAR			
		<u>2,265,315</u>	<u>4,481,277</u>
FUND BALANCE AT END OF YEAR			
		<u>\$ 2,383,700</u>	<u>\$ 2,265,315</u>

**CITY OF EAST PEORIA, ILLINOIS
PUBLIC BENEFIT FUND
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
REVENUES	\$ -	\$ 248	\$ -
 EXPENDITURES PAID			
Miscellaneous	125,000	-	103,420
Decrease in unpaid expenditures	<u>-</u>	<u>-</u>	<u>(103,420)</u>
Total expenditures	<u>125,000</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	(125,000)	248	-
 OTHER FINANCING SOURCES			
Transfer from General Fund	<u>-</u>	<u>-</u>	<u>101,501</u>
 EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES	<u>\$ (125,000)</u>	248	101,501
 FUND DEFICIT AT BEGINNING OF YEAR		<u>(248)</u>	<u>(101,749)</u>
 FUND DEFICIT AT END OF YEAR		<u>\$ -</u>	<u>\$ (248)</u>

**CITY OF EAST PEORIA, ILLINOIS
SPECIAL TAX ALLOCATION FUND
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (CASH BASIS) AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
REVENUES			
Property and sales taxes	\$ 621,936	\$ 838,307	\$ 1,282,606
Miscellaneous:			
Interest	<u>20</u>	<u>2,544</u>	<u>2,515</u>
Total revenues collected	621,956	840,851	1,285,121
Increase (decrease) in uncollected revenues, net of deferred revenue	<u>-</u>	<u>(52,837)</u>	<u>497</u>
Total revenues	<u>621,956</u>	<u>774,573</u>	<u>1,285,618</u>
EXPENDITURES			
Principal payments	300,000	1,403,312	1,401,966
Interest and fiscal charges	240,000	1,366,372	1,494,447
Distributions to other taxing districts	90,000	119,574	111,261
Development and engineering fees	815,000	18,909	13,911
Bond issue costs	-	335,281	-
Discount on issuance of bonds payable	-	164,947	-
Miscellaneous	<u>65,000</u>	<u>13,500</u>	<u>11,000</u>
Total expenditures paid	1,510,000	3,421,895	3,032,585
Increase (decrease) in unpaid expenditures	<u>-</u>	<u>(28,570)</u>	<u>12,365</u>
Total expenditures	<u>1,510,000</u>	<u>3,393,325</u>	<u>3,044,950</u>
Deficiency of revenues over expenditures	<u>(888,044)</u>	<u>(2,618,752)</u>	<u>(1,759,332)</u>
OTHER FINANCING SOURCES (USES)			
Proceeds from the issuance of bonds	-	23,695,000	-
Proceeds from property sales	-	-	900,000
Payments received on capital lease receivable	-	780,000	-
Transfer from General Fund	-	550,000	-
Transfers from Riverboat Gaming	-	1,305,238	-
Payment to escrow agent	<u>-</u>	<u>(19,282,773)</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>7,047,465</u>	<u>900,000</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES			
	<u>\$ (888,044)</u>	4,428,713	(859,332)
FUND DEFICIT AT BEGINNING OF YEAR			
		<u>(10,631,453)</u>	<u>(9,772,121)</u>
FUND DEFICIT AT END OF YEAR			
		<u>\$ (6,202,740)</u>	<u>\$ (10,631,453)</u>

**CITY OF EAST PEORIA, ILLINOIS
CAPITAL PROJECTS FUND
STATEMENT OF REVENUES AND EXPENDITURES
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>2008</u>	<u>2007</u>
REVENUES		
Property taxes	\$ 247,162	\$ 191,025
Interest	148,529	398,992
Reimbursements	<u>-</u>	<u>26,296</u>
Total revenues collected	395,691	616,313
Decrease in uncollected revenues, net of deferred revenue	<u>-</u>	<u>(12,406)</u>
Total revenues	<u>395,691</u>	<u>603,907</u>
EXPENDITURES		
Development and engineering fees	8,303,151	5,202,520
Attorney fees	160,745	94,475
Other operating expenses	<u>7,683</u>	<u>62,799</u>
Total expenditures paid	8,471,579	5,359,794
Increase (decrease) in unpaid expenditures	<u>(3,083,921)</u>	<u>2,933,346</u>
Total expenditures	<u>5,387,658</u>	<u>8,293,140</u>
Deficiency of revenues over expenditures	(4,991,967)	(7,689,233)
FUND BALANCE AT BEGINNING OF YEAR	<u>5,543,241</u>	<u>13,232,474</u>
FUND BALANCE AT END OF YEAR	<u>\$ 551,274</u>	<u>\$ 5,543,241</u>

CITY OF EAST PEORIA, ILLINOIS
COMBINING SCHEDULE OF FIDUCIARY NET ASSETS
April 30, 2008

	<u>Pension Trust Funds</u>	
	<u>City of East Peoria Firefighter's Pension Fund</u>	<u>City of East Peoria Police Pension Fund</u>
ASSETS		
Cash and cash equivalents	\$ 545,135	\$ 271,389
Receivables:		
Employer	1,071,376	877,177
Plan members' contributions	18,880	27,808
Accrued interest and dividends	76,265	132,630
Total receivables	<u>1,166,521</u>	<u>1,037,615</u>
Investments, at fair value:		
Money market funds	202,573	747,728
U.S. Government notes and bonds	4,987,074	6,538,535
U.S. Government agency obligations	793,143	4,054,213
Mutual funds	2,083,852	963,807
Common stocks	3,394,911	5,647,743
Total investments	<u>11,461,553</u>	<u>17,952,026</u>
Total assets	<u>13,173,209</u>	<u>19,261,030</u>
LIABILITIES		
Accounts payable and accrued payroll taxes	2,418	3,035
Amounts held for others	-	-
Total liabilities	<u>2,418</u>	<u>3,035</u>
NET ASSETS HELD IN TRUST FOR PENSION BENEFIT OBLIGATION	<u>\$ 13,170,791</u>	<u>\$ 19,257,995</u>

<u>Total Pension Trust Funds</u>	<u>Agency Funds</u>			<u>Total Agency Funds</u>	<u>Total</u>
	<u>Levi King Scholarship Fund</u>	<u>Dependent Care Fund</u>	<u>Unreimbursed Medical Fund</u>		
<u>\$ 816,524</u>	<u>\$ 8,602</u>	<u>\$ 2,236</u>	<u>\$ 6,829</u>	<u>\$ 17,667</u>	<u>\$ 834,191</u>
1,948,553	-	-	-	-	1,948,553
46,688	-	-	-	-	46,688
208,895	-	-	-	-	208,895
<u>2,204,136</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,204,136</u>
950,301	-	-	-	-	950,301
11,525,609	-	-	-	-	11,525,609
4,847,356	-	-	-	-	4,847,356
3,047,659	-	-	-	-	3,047,659
9,042,654	-	-	-	-	9,042,654
<u>29,413,579</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>29,413,579</u>
<u>32,434,239</u>	<u>8,602</u>	<u>2,236</u>	<u>6,829</u>	<u>17,667</u>	<u>32,451,906</u>
5,453	-	-	-	-	5,453
-	8,602	2,236	6,829	17,667	17,667
<u>5,453</u>	<u>8,602</u>	<u>2,236</u>	<u>6,829</u>	<u>17,667</u>	<u>23,120</u>
<u>\$ 32,428,786</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 32,428,786</u>

CITY OF EAST PEORIA, ILLINOIS
COMBINING SCHEDULE OF CHANGES IN FIDUCIARY NET ASSETS
Year Ended April 30, 2008

	<u>Pension Trust Funds</u>		<u>Total</u>
	<u>City of East Peoria Firefighter's Pension Fund</u>	<u>City of East Peoria Police Pension Fund</u>	
ADDITIONS			
Contributions:			
Plan members' contributions	\$ 233,307	\$ 249,682	\$ 482,989
Employer contributions	<u>1,083,760</u>	<u>899,056</u>	<u>1,982,816</u>
Total contributions	<u>1,317,067</u>	<u>1,148,738</u>	<u>2,465,805</u>
Investment income:			
Net realized and unrealized gains on investments	(344,511)	117,385	(227,126)
Dividends and interest	<u>479,141</u>	<u>766,281</u>	<u>1,245,422</u>
Total investment income	134,630	883,666	1,018,296
Less investment expenses	<u>84,871</u>	<u>108,717</u>	<u>193,588</u>
Net investment income	<u>49,759</u>	<u>774,949</u>	<u>824,708</u>
Total additions	<u>1,366,826</u>	<u>1,923,687</u>	<u>3,290,513</u>
DEDUCTIONS			
Benefits paid	917,200	1,362,176	2,279,376
Refunds of contributions	-	1,992	1,992
Administrative expenses	<u>51,420</u>	<u>35,992</u>	<u>87,412</u>
Total deductions	<u>968,620</u>	<u>1,400,160</u>	<u>2,368,780</u>
NET INCREASE	398,206	523,527	921,733
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS			
Beginning of year	<u>12,772,585</u>	<u>18,734,468</u>	<u>31,507,053</u>
End of year	<u>\$ 13,170,791</u>	<u>\$ 19,257,995</u>	<u>\$ 32,428,786</u>

**CITY OF EAST PEORIA, ILLINOIS
 COMBINING SCHEDULE OF OPERATING EXPENSES
 OTHER THAN DEPRECIATION
 ENTERPRISE FUNDS
 Year Ended April 30, 2008
 With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>Water Department</u>
OPERATING EXPENSES	
Regular salaries	\$ 618,073
Clerical salaries	110,212
Overtime	48,083
IMRF	130,367
Social security	60,000
Employee benefits	-
Engineering fees	287,788
Audit fees	7,300
Attorneys fees	125,000
Management fee	-
Contractual services	44,046
Advertising	-
Printing	15,143
Postage	25,420
Dues and subscriptions	-
Travel and meeting expense	3,259
Insurance and bonding	261,673
Utilities:	
Buildings	11,246
Pumping	279,922
Information technology	65
Maintenance and repairs:	
Buildings	-
Equipment	42,633
Vehicles	5,593
Sewer lines	-
Plant No. 1	-
Plant No. 2	-
Plant No. 3	-
Lift stations	-
Equipment rental	48,182
Other operating expenses	4,315
Office supplies	24,799
Concession supplies	-
Clothing supplies	9,849
Claims and judgments	-
Motor fuel and lubricants	26,263
Sludge processing and handling	-
Laboratory supplies	-
Vehicle supplies and accessories	1,863
Building maintenance supplies	142
Water main repair supplies	71,439
Water treatment supplies	83,150
Meters	5,443
Meter parts and repairs	-
Pipe and fittings	54,347
Fire hydrant purchases and supplies	21,780
Operating supplies	15,094
Sewer construction expense	-
Repairs and maintenance	-
Bad debt	6,150
	<u>6,150</u>
TOTAL OPERATING EXPENSES	<u>\$ 2,448,639</u>

Water and Sewer Fund

Sewer Department	Sewer Maintenance Department	Eastport Marina Fund	Eastside Centre Fund	Totals	
				2008	2007
\$ 691,993	\$ 70,288	\$ 122,106	\$ 637,391	\$ 2,139,851	\$ 2,190,530
56,316	-	-	-	166,528	159,416
71,447	10,234	-	962	130,726	107,427
-	-	-	-	130,367	128,851
43,000	8,000	15,636	-	126,636	124,296
-	-	20,585	-	20,585	25,277
49,283	-	-	-	337,071	107,431
-	-	-	-	7,300	6,700
-	-	-	-	125,000	114,418
-	-	70,000	-	70,000	142,707
-	-	62,822	69,730	176,598	199,736
-	-	4,080	32,358	36,438	34,347
-	-	-	2,682	17,825	12,620
-	-	-	1,190	26,610	26,197
838	-	875	-	1,713	1,022
3,670	-	-	12,454	19,383	19,530
223,135	53,520	-	31,000	569,328	524,736
3,176	-	46,171	123,406	183,999	183,853
386,400	-	-	-	666,322	467,575
-	-	-	1,810	1,875	-
1,120	15,020	11,253	80,345	107,738	126,240
-	-	-	28,727	71,360	116,357
14,982	9,794	-	3,620	33,989	36,593
291,417	-	-	-	291,417	202,249
80,543	-	-	-	80,543	155,689
6,577	-	-	-	6,577	-
24,771	-	-	-	24,771	35,384
83,070	-	-	-	83,070	17,576
-	-	-	19,897	68,079	19,396
23,095	3,894	125,661	48,296	205,261	108,781
-	-	4,939	19,142	48,880	45,458
-	-	-	83,597	83,597	113,475
15,110	1,267	-	4,173	30,399	24,585
-	-	-	-	-	120
13,333	65,423	-	16,611	121,630	85,502
72,399	-	-	-	72,399	65,397
7,274	-	-	-	7,274	6,258
-	-	-	-	1,863	2,365
-	-	-	-	142	135
-	-	-	-	71,439	27,908
-	-	-	-	83,150	63,152
-	-	-	-	5,443	24,059
-	-	-	-	-	734
-	-	-	-	54,347	100,164
-	-	-	-	21,780	4,050
19,725	758	277,463	9,995	323,035	290,219
-	16,384	-	-	16,384	81,244
-	-	27,301	-	27,301	-
9,225	-	-	-	15,375	-
\$ 2,191,899	\$ 254,582	\$ 788,892	\$ 1,227,386	\$ 6,911,398	\$ 6,329,759

CITY OF EAST PEORIA, ILLINOIS
STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN RETAINED EARNINGS (DEFICIT)
INTERNAL SERVICE FUND
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007

	<u>Insurance Reserve Fund</u>	
	<u>2008</u>	<u>2007</u>
OPERATING REVENUES		
Charges for coverage	\$ 2,945,603	\$ 2,647,830
Miscellaneous	<u>191,349</u>	<u>52,809</u>
Total operating revenues	3,136,952	2,700,639
OPERATING EXPENSES		
Claims	<u>2,784,709</u>	<u>2,845,522</u>
Operating income (loss)	352,243	(144,883)
NONOPERATING REVENUES		
Interest	<u>17,976</u>	<u>12,275</u>
Net income (loss)	370,219	(132,608)
RETAINED EARNINGS, BEGINNING OF YEAR	<u>164,661</u>	<u>297,269</u>
RETAINED EARNINGS, END OF YEAR	<u>\$ 534,880</u>	<u>\$ 164,661</u>

CITY OF EAST PEORIA, ILLINOIS
ASSESSED VALUATIONS, TAXES LEVIED, TAX RATES,
TAX EXTENSIONS, AND TAX COLLECTIONS
April 30, 2008

	2006 Tax Levy
Assessed valuation, excluding Tax Increment	
Financing District Increment	<u>\$ 369,496,445</u>

<u>Fund</u>	<u>Levy</u>	<u>Rate</u>	<u>Amount Extended by County Clerk</u>	<u>Amount Collected</u>
General	\$ 263,452	0.0705	\$ 260,495	\$ 260,356
Police Protection	460,000	0.1229	454,111	453,869
Fire Protection	460,000	0.1229	454,111	453,869
Garbage Collection and Disposal	460,000	0.1229	454,111	453,869
Sewer Chlorination	25,000	0.0067	24,756	24,743
Illinois Municipal Retirement	50,000	0.0133	49,143	49,117
FICA	340,000	0.0908	335,503	335,324
Workmen's Compensation	650,000	0.1736	641,447	641,104
Street and Bridge	553,591	0.0987	364,693	364,499
Audit	45,000	0.0120	44,340	44,316
Street Lighting	27,000	0.0072	26,604	26,590
Unemployment Insurance	-	-	-	-
Emergency Service and Disaster Assistance	35,000	0.0094	34,733	34,714
Firemen's Pension	810,735	0.2165	799,960	799,533
Police Pension	622,880	0.1664	614,842	614,514
School Crossing Guard	1,000	0.0003	1,109	1,108
	<u>\$ 4,803,658</u>	<u>1.2341</u>	<u>\$ 4,559,958</u>	<u>\$ 4,557,525</u>

Road and Bridge Tax

SCHEDULE 1

2005 Tax Levy				2004 Tax Levy			
			<u>\$ 349,331,797</u>				<u>\$ 330,291,365</u>
<u>Levy</u>	<u>Rate</u>	<u>Amount Extended by County Clerk</u>	<u>Amount Collected</u>	<u>Levy</u>	<u>Rate</u>	<u>Amount Extended by County Clerk</u>	<u>Amount Collected</u>
\$ 266,543	0.0756	\$ 264,095	\$ 264,125	\$ 200,356	0.0604	\$ 199,496	\$ 199,103
460,000	0.1307	456,577	456,629	450,000	0.1358	448,536	447,652
460,000	0.1307	456,577	456,629	450,000	0.1358	448,536	447,652
460,000	0.1307	456,577	456,629	450,000	0.1358	448,536	447,652
25,000	0.0071	24,803	24,805	20,000	0.0062	20,478	20,437
50,000	0.0142	49,605	49,611	327,500	0.0989	326,658	326,015
245,000	0.0695	242,786	242,813	400,000	0.1208	398,992	398,206
700,000	0.1988	694,472	694,551	650,000	0.1962	648,032	646,755
350,000	0.0992	346,537	346,577	325,500	0.0982	324,346	323,707
60,000	0.0171	59,736	59,743	35,000	0.0107	35,341	35,271
60,000	0.0171	59,736	59,743	55,000	0.0167	55,159	55,050
-	-	-	-	25,000	0.0077	25,432	25,382
35,000	0.0099	34,584	34,588	32,000	0.0098	32,369	32,305
628,604	0.1785	623,557	623,628	388,126	0.1172	387,102	386,339
561,236	0.1594	556,835	556,898	283,400	0.0856	282,730	282,173
2,000	0.0006	2,096	2,096	-	-	-	-
<u>\$ 4,363,383</u>	<u>1.2391</u>	<u>\$ 4,328,573</u>	4,329,065	<u>\$ 4,091,882</u>	<u>1.2358</u>	<u>\$ 4,081,743</u>	4,073,699
			<u>203,591</u>				<u>192,954</u>
			<u>\$ 4,532,656</u>				<u>\$ 4,266,653</u>

SCHEDULE 2

CITY OF EAST PEORIA, ILLINOIS
 TAXES RECEIVABLE
 April 30, 2008

		<u>2007 Tax Levy</u>			
Assessed valuation, excluding Tax Increment Financing District Increment		<u>\$ 391,777,464</u>			
<u>Fund</u>	<u>Levy</u>	<u>Rate</u>	<u>Amount Extended by County Clerk</u>	<u>Collected Within 60 Days After April 30, 2008</u>	
General	\$ 257,319	0.0654	\$ 256,144	\$ -	
Police Protection	465,000	0.1182	462,885	-	
Fire Protection	465,000	0.1182	462,885	-	
Garbage Collection and Disposal	465,000	0.1182	462,885	-	
Sewer Chlorination	25,000	0.0064	24,878	-	
Illinois Municipal Retirement	105,000	0.0267	104,526	-	
Social Security	385,000	0.0978	383,236	-	
Workmen's Compensation	700,000	0.1779	696,815	-	
Street and Bridge	586,000	0.0996	390,014	-	
Audit	58,000	0.0147	57,709	-	
Street Lighting	70,000	0.0178	69,697	-	
Emergency Service and Disaster Assistance	35,000	0.0089	34,829	-	
Firemen's Pension	705,127	0.1792	701,908	-	
Police Pension	661,105	0.1680	658,107	-	
	<u>\$ 4,982,551</u>	<u>1.2170</u>	<u>\$ 4,766,518</u>	<u>\$ -</u>	

SCHEDULE 3

**CITY OF EAST PEORIA, ILLINOIS
LEGAL DEBT MARGIN
April 30, 2008**

ASSESSED VALUATION - 2007 TAX YEAR **\$ 391,777,464**

STATUTORY DEBT LIMITATION
(8.625 percent of assessed valuation) **\$ 33,790,806**

TOTAL DEBT

Notes payable to banks	\$ 7,945,030	
Note payable to others	310,044	
Notes payable to Illinois Environmental Protection Agency	6,358,302	
Special assessment bonds	2,085,000	
Project bonds	8,890,000	
General obligation bonds (alternate revenue source)	36,460,000	
Revenue bonds	1,280,000	
Deduct debt exempt from debt limitation computation:		
Project bonds	(8,890,000)	
General obligation bonds (alternate revenue source)	(36,460,000)	
Revenue bonds	<u>(1,280,000)</u>	<u>16,698,376</u>

LEGAL DEBT MARGIN **\$ 17,092,430**

CITY OF EAST PEORIA, ILLINOIS
WATER AND SEWER FUND
OPERATING EXPENSES - BUDGET AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007

	<u>2008</u>		<u>2007</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
WATER DEPARTMENT			
Regular salaries	\$ 720,000	\$ 618,073	\$ 681,605
Clerical salaries	130,000	110,212	104,642
Overtime	50,000	48,083	47,617
IMRF	140,000	130,367	128,851
Social security	60,000	60,000	60,000
Engineering fees	75,000	287,788	22,762
Audit fees	7,300	7,300	6,700
Attorneys fees	125,000	125,000	114,418
Contractual services	23,000	44,046	35,455
Printing	20,000	15,143	10,055
Postage and express	45,000	25,420	22,210
Travel and meeting expense	3,750	3,259	3,262
Insurance and bonding	261,700	261,673	242,844
Utilities:			
Buildings	40,000	11,246	23,508
Pumping	300,000	279,922	197,295
Information technology	7,000	65	-
Maintenance and repairs:			
Buildings	10,000	-	6,578
Equipment	70,000	42,633	53,667
Vehicles	8,750	5,593	4,237
Equipment rental	106,250	48,182	4,154
Other operating expenses	8,750	4,315	11,518
Office supplies	20,000	24,799	23,169
Clothing supplies	11,250	9,849	9,183
Claims and judgments	18,000	-	120
Motor fuel and lubricants	45,000	26,263	37,511
Vehicle supplies and accessories	1,250	1,863	2,365
Building maintenance supplies	625	142	135
Water main repair supplies	62,500	71,439	27,908
Water treatment supplies	65,000	83,150	63,152
Meters	35,125	5,443	24,059
Meter parts and repairs	1,250	-	734
Pipe and fittings	100,000	54,347	100,164
Fire hydrant purchases and supplies	18,000	21,780	4,050
Operating supplies	3,500	15,094	4,099
Bad debt	-	6,150	-
	<u>2,593,000</u>	<u>2,448,639</u>	<u>2,078,027</u>
Total Water Department operating expenses			

**SCHEDULE 4
(CONTINUED)**

**CITY OF EAST PEORIA, ILLINOIS
WATER AND SEWER FUND
OPERATING EXPENSES - BUDGET AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>2008</u>		<u>2007</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
SEWER DEPARTMENT			
Regular salaries	\$ 560,000	\$ 691,993	\$ 615,776
Clerical salaries	65,000	56,316	54,774
Overtime	50,000	71,447	44,709
Social security	45,000	43,000	43,000
Engineering fees	80,000	49,283	84,669
Dues and subscriptions	5,000	838	1,022
Travel and meeting expense	1,875	3,670	3,935
Insurance and bonding	223,200	223,135	199,736
Utilities:			
Buildings	5,000	3,176	4,336
Pumping	350,000	386,400	270,280
Maintenance and repair:			
Buildings	9,000	1,120	286
Vehicles	108,225	14,982	20,059
Sewer lines	375,000	291,417	202,249
Plant No. 1	118,000	80,543	155,689
Plant No. 2	6,000	6,577	-
Plant No. 3	50,000	24,771	35,384
Lift stations	66,000	83,070	17,576
Other operating expenses	6,000	23,095	20,824
Clothing and safety equipment	12,200	15,110	8,908
Motor fuel and lubricants	20,000	13,333	11,451
Sludge processing and handling	87,500	72,399	65,397
Laboratory supplies	12,000	7,274	6,258
Operating supplies	55,000	19,725	20,654
Bad debt	-	9,225	-
	<hr/>	<hr/>	<hr/>
Total Sewer Department operating expenses	2,310,000	2,191,899	1,886,972

**SCHEDULE 4
(CONTINUED)**

**CITY OF EAST PEORIA, ILLINOIS
WATER AND SEWER FUND
OPERATING EXPENSES - BUDGET AND ACTUAL
Year Ended April 30, 2008
With Comparative Actual Figures for Year Ended April 30, 2007**

	<u>Budget</u>	<u>2008 Actual</u>	<u>2007 Actual</u>
SEWER MAINTENANCE DEPARTMENT			
Regular salaries	\$ 125,000	\$ 70,288	\$ 88,551
Overtime	50,000	10,234	12,911
Social security	9,000	8,000	8,000
Insurance	53,600	53,520	51,156
Maintenance and repair - buildings	-	15,020	16,750
Maintenance and repair - vehicles	7,000	9,794	8,899
Maintenance and repair - equipment	96,000	-	17,480
Other operating expenses	7,400	3,894	1,259
Clothing and safety equipment	2,000	1,267	358
Motor fuel and lubricants	51,000	65,423	28,582
Operating supplies	10,000	758	-
Sewer construction expense	-	16,384	81,244
	<u>411,000</u>	<u>254,582</u>	<u>315,190</u>
Total Sewer Maintenance Department operating expenses			
	<u>411,000</u>	<u>254,582</u>	<u>315,190</u>
TOTAL OPERATING EXPENSES	<u>\$ 5,314,000</u>	<u>\$ 4,895,120</u>	<u>\$ 4,280,189</u>

CITY OF EAST PEORIA, ILLINOIS
SPECIAL TAX ALLOCATION FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS BY DISTRICT
Year Ended April 30, 2008

	<u>District II</u>	<u>District III</u>	<u>Camp Street TIF District</u>	<u>Total</u>
RECEIPTS				
Tax increment financing:				
Property taxes	\$ -	\$ 703,106	\$ -	\$ 703,106
State sales taxes	135,201	-	-	135,201
Municipal sales taxes	-	-	-	-
Interest income	3	2,541	-	2,544
Interfund borrowing	-	855,238	-	855,238
Proceeds from the issuance of 2007 Refunding Tax Increment Bonds	-	-	23,695,000	23,695,000
Total receipts	<u>135,204</u>	<u>1,560,885</u>	<u>23,695,000</u>	<u>25,391,089</u>
DISBURSEMENTS				
1998-B Refunding Tax Increment Bond interest	-	274,293	-	274,293
1998-B Refunding Tax Increment Bonds	-	875,000	-	875,000
2002-C Tax Increment Bond interest	-	-	156,558	156,558
2002-C Tax Increment Bonds	-	-	190,000	190,000
2004-A Tax Increment Bond interest	-	-	74,522	74,522
2004-B Tax Increment Bond interest	-	-	109,585	109,585
2004-D Tax Increment Bond interest	-	-	281,620	281,620
2005-A Tax Increment Bond interest	-	-	84,806	84,806
2005-B Tax Increment Bond interest	-	-	25,313	25,313
2005-D Refunding Tax Increment Bond interest	-	71,850	-	71,850
2005-D Refunding Tax Increment Bonds	-	220,000	-	220,000
2007 Refunding Tax Increment Bond interest	-	-	340,607	340,607
Distribution to other taxing districts	-	119,574	-	119,574
Bond issuance costs	-	-	335,281	335,281
Discount on issuance of 2007 Refunding Tax Increment Bonds	-	-	164,947	164,947
Principal paid on notes payable	-	-	118,312	118,312
Interest paid on notes payable	-	-	74,835	74,835
Development and engineering fees	18,909	-	-	18,909
Bank collection charges	-	7,500	-	7,500
Attorney fees	6,000	-	-	6,000
Payment to escrow agent	-	-	19,155,157	19,155,157
Interfund transfers	3,315,467	-	2,583,457	5,898,924
Total disbursements	<u>3,340,376</u>	<u>1,568,217</u>	<u>23,695,000</u>	<u>28,603,593</u>
Deficiency of receipts over disbursements	(3,205,172)	(7,332)	-	(3,212,504)
CASH AND INVESTMENTS AT APRIL 30, 2007	<u>3,190,420</u>	<u>23,141</u>	<u>-</u>	<u>3,213,561</u>
CASH AND INVESTMENTS AT APRIL 30, 2008	<u>\$ (14,752)</u>	<u>\$ 15,809</u>	<u>\$ -</u>	<u>\$ 1,057</u>

**CITY OF EAST PEORIA, ILLINOIS
CAPITAL PROJECTS FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS BY DISTRICT
Year Ended April 30, 2008**

	Camp Street TIF District	Washington Street TIF District	Total
RECEIPTS			
Tax increment financing:			
Property taxes	\$ 177,785	\$ 69,376	\$ 247,161
Property sale option	25,000	-	25,000
Capital lease revenue	780,000	-	780,000
Interest income	146,652	1,877	148,529
Reimbursements	26,296	-	26,296
Interfund borrowing	<u>3,576,539</u>	<u>3,296,089</u>	<u>6,872,628</u>
Total receipts	<u>4,732,272</u>	<u>3,367,342</u>	<u>8,099,614</u>
DISBURSEMENTS			
Development and engineering fees	8,292,173	8,916	8,301,089
Other fees	1,049	-	1,049
Other operating expenses	3,564	5,131	8,695
Attorney fees	129,618	31,126	160,744
Interfund borrowing	<u>-</u>	<u>-</u>	<u>-</u>
Total disbursements	<u>8,426,404</u>	<u>45,173</u>	<u>8,471,577</u>
Excess (deficiency) of receipts over disbursements	(3,694,132)	3,322,169	(371,963)
CASH AT APRIL 30, 2007	<u>8,053,279</u>	<u>48,937</u>	<u>8,102,216</u>
CASH AT APRIL 30, 2008	<u>\$ 4,359,147</u>	<u>\$ 3,371,106</u>	<u>\$ 7,730,253</u>

**CITY OF EAST PEORIA, ILLINOIS
INSURANCE COVERAGE
April 30, 2008**

(Unaudited - See Accompanying Independent Auditor's Report)

<u>Name of Insurer</u>	<u>Risk Covered</u>	<u>Amount</u>	<u>Expiration Date</u>
	Automobile		
Illinois Counties Risk Management Trust	Bodily injury and property damage	\$ 1,000,000	December 1, 2008
	Medical payments - each person	5,000	
	Medical payments - each accident	25,000	
	Uninsured/Underinsured motorist	100,000	
	Auto physical damage	6,432,557	
	Commercial Package		
	General Liability and Law Enforcement		
	Each Occurrence Bodily Injury and Property Damage	1,000,000	
	Aggregate Bodily Injury and Property Damage	3,000,000	
	Premises Medical Payments	1,000	
	Premises Medical Payments Each Occurrence	50,000	
	Public Officials Liability	1,000,000	
	Law Enforcement Activities Annual Aggregate	3,000,000	
	Physical and Sexual Abuse	100,000	
	Money and Securities - Inside and Outside	500,000	
	Money Orders and Counterfeit Currency	500,000	
	Depositors Forgery	500,000	
	Property - Building	69,803,947	
	Property - Personal property	13,136,330	
	Boiler and Machinery	82,940,277	
	Equipment Floater	2,967,759	
	Valuable Papers Coverage	500,000	
	EDP Equipment	650,000	
	Employee Dishonesty Bond	500,000	
	Excess Liability:		
	General Liability and Law Enforcement	6,000,000	
	Auto Liability	6,000,000	
	Public Officials	6,000,000	

**CITY OF EAST PEORIA, ILLINOIS
MISCELLANEOUS INFORMATION
April 30, 2008**

(Unaudited - See Accompanying Independent Auditor's Report)

NUMBER OF ACCOUNTS SERVED AT APRIL 30, 2008

Sewer	6,111
Metered water	6,359
Unmetered water	-

**APPROXIMATE GALLONS OF SEWAGE TREATED
DURING THE YEAR ENDED APRIL 30, 2008**

1,338,000,000

**APPROXIMATE GALLONS OF WATER DURING
THE YEAR ENDED APRIL 30, 2008**

Pumped (in millions of gallons)	1,030
Billed (in millions of gallons)	750

A summary of rates in effect at April 30, 2008 follows:

<u>Water</u>	<u>Sewer</u>
First 3,000 gallons or less - \$4.90 per 1,000 gallons	\$3.94 per 1,000 gallons of water metered
Next 7,000 gallons at \$4.17 per 1,000 gallons	3,000 gallons or less minimum charge - \$11.82
Next 299,000 gallons at \$3.52 per 1,000 gallons	Nonmetered flat rate sewer charge - \$43.30 bi-monthly
300,000 gallons and over at \$3.04 per 1,000 gallons	Senior citizens rate - flat rate sewer charge - \$25.59 bi-monthly
Nonmetered flat rate - \$50.64 monthly	
Senior citizens rate - no charge first 6,000 gallons (regular rates over 6,000 gallons)	