

City Of Ottawa
LaSalle County, Illinois

Annual Financial Report

Year Ended April 30, 2010

City Of Ottawa, Illinois
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
Year Ended April 30, 2010

	<u>Budget</u>	<u>Actual</u>
Beginning Budgetary Fund Balance	\$ 4,443,088.74	\$ 4,443,088.74
Resources (Inflows):		
Taxes	10,606,000.00	9,182,383.80
Intergovernmental	495,700.00	826,188.00
Licenses And Permits	403,024.00	298,899.89
Investment Income	80,000.00	6,281.57
Miscellaneous	1,318,100.00	1,542,905.49
Other Financing Sources:		
Debt Proceeds	368,000.00	397,625.00
Transfers From Other Funds	<u>489,925.00</u>	<u>387,897.71</u>
Amounts Available For Appropriation	<u>\$18,203,837.74</u>	<u>\$17,085,270.20</u>
Charges To Appropriations (Outflows):		
Department Of Mayor	\$ 177,950.00	\$ 170,758.10
Department Of Liquor Commissioner	5,400.00	5,429.61
Department Of Fire And Police Commission	11,600.00	1,368.76
Department Of Civil Service Commission	15,500.00	10,987.72
Department Of General Administration	3,748,799.00	3,246,606.97
Department Of Accounts And Finance Commissioner	13,630.00	12,545.71
Community Development Department	1,077,750.00	1,121,322.37
Police Department	3,230,850.00	3,257,527.96
Fire Department	2,217,800.00	2,510,904.24
Department Of Public Health And Safety Commissioner	13,630.00	13,584.82
Department Of Streets	2,437,850.00	2,141,180.04
Department Of Vehicle Maintenance	133,330.00	104,995.96
Department Of Commissioner Of Public Improvements	13,630.00	12,795.71
Mini Bus Department	63,200.00	56,811.81
Department Of Commissioner Of Public Property	13,630.00	13,151.01
Department Of Parks And Public Buildings	1,443,200.00	1,351,618.33
Other Financing Uses:		
Principal Payments -- Debt Certificates	50,000.00	50,000.00
Principal Payments -- Fire Truck Loan	---	54,811.23
Transfers To Other Funds	<u>120,000.00</u>	<u>105,786.73</u>
Total Charges To Appropriations	<u>\$14,787,749.00</u>	<u>\$14,242,187.08</u>
Ending Budgetary Fund Balance	<u>\$ 3,416,088.74</u>	<u>\$ 2,843,083.12</u>

City Of Ottawa, Illinois
Combining Balance Sheet
Nonmajor Governmental Funds
April 30, 2010

	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Nonmajor Capital Projects</u>	<u>Net</u>
<u>ASSETS</u>				
Cash	\$ 1,764,601.23	\$ 52,425.46	\$ 5,009,733.80	\$ 6,826,760.49
Investments, At Cost	318,176.82	---	---	318,176.82
Receivables:				
Property Taxes	1,781,328.54	156,256.89	1,323,219.64	3,260,805.07
Special Assessments	4,081.44	---	7,349.26	11,430.70
Notes	45,046.05	---	---	45,046.05
Allotments Due From State Of Illinois	40,615.21	---	---	40,615.21
Hotel/Motel Taxes	20,107.76	---	---	20,107.76
Emergency 911 Surcharges	29,501.58	---	---	29,501.58
Other	505.22	---	---	505.22
Due From Other Funds	530,746.25	---	92,179.41	622,925.66
Other Assets	11,032.85	---	---	11,032.85
TOTAL ASSETS	\$ 4,545,742.95	\$ 208,682.35	\$ 6,432,482.11	\$ 11,186,907.41
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Cash Overdraft	\$ 471,095.88	\$ ---	\$ 183,473.47	\$ 654,569.35
Accounts Payable	42,375.89	---	122,882.45	165,258.34
Accrued Wages And Taxes	8,805.12	---	---	8,805.12
Deferred Revenue	1,785,409.98	156,256.89	1,330,568.90	3,272,235.77
Due To Other Funds	76.32	---	416,000.00	416,076.32
Total Liabilities	\$ 2,307,763.19	\$ 156,256.89	\$ 2,052,924.82	\$ 4,516,944.90
Fund Balances:				
Reserved	---	---	905,831.66	905,831.66
Unreserved	2,237,979.76	52,425.46	3,473,725.63	5,764,130.85
TOTAL LIABILITIES AND FUND BALANCES	\$ 4,545,742.95	\$ 208,682.35	\$ 6,432,482.11	\$ 11,186,907.41

City Of Ottawa, Illinois
Combining Statement Of Revenues, Expenditures And Changes In Fund Balances
Nonmajor Governmental Funds
Year Ended April 30, 2010

	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Nonmajor Capital Projects</u>	<u>Net</u>
Revenues:				
Property Taxes	\$ 1,643,426.64	\$ 510,060.07	\$ 1,127,150.15	\$ 3,280,636.86
Replacement Taxes	54,979.21	---	---	54,979.21
Sales Tax	---	---	40,484.38	40,484.38
Special Assessments	473.40	---	2,620.94	3,094.34
Interest On Investments	5,472.54	472.62	8,760.67	14,705.83
Interest On Special Assessments And Other	42.62	---	77.79	120.41
Interest On Loans	426.39	---	---	426.39
Motor Fuel Taxes	472,538.94	---	---	472,538.94
State Of Illinois Program	8,930.00	---	---	8,930.00
Foreign Fire Insurance Tax	38,675.82	---	---	38,675.82
Hotel/Motel Tax	256,725.83	---	---	256,725.83
Fines, Fees & Expense Reimbursements	99,805.06	---	190,846.46	290,651.52
Fees And Sales Of Concessions	117,281.40	---	---	117,281.40
Permits	---	---	1,208,946.73	1,208,946.73
911 Emergency Service Surcharge	227,781.34	---	---	227,781.34
Grants	---	---	59,514.78	59,514.78
Drug & Task Force Revenue	56,481.25	---	---	56,481.25
Donations	21,401.81	---	3,000.00	24,401.81
Growth Impact Fee	300,978.25	---	---	300,978.25
Rents	---	---	6,050.00	6,050.00
Total Revenues	<u>\$ 3,305,420.50</u>	<u>\$ 510,532.69</u>	<u>\$ 2,647,451.90</u>	<u>\$ 6,463,405.09</u>
Expenditures:				
General Government	\$ 1,783,163.41	\$ ---	\$ ---	\$ 1,783,163.41
Public Safety	519,619.06	---	---	519,619.06
Transportation	508,745.01	---	---	508,745.01
Cultural, Parks And Recreation	666,370.19	---	---	666,370.19
Community Development	---	---	2,044,177.08	2,044,177.08
Debt Service	---	1,336,204.39	---	1,336,204.39
Total Expenditures	<u>\$ 3,477,897.67</u>	<u>\$ 1,336,204.39</u>	<u>\$ 2,044,177.08</u>	<u>\$ 6,858,279.14</u>
Excess (Deficit) Revenues Over Expenditures	\$ (172,477.17)	\$ (825,671.70)	\$ 603,274.82	\$ (394,874.05)
Other Financing Sources (Uses):				
Transfer From (To) Other Funds	(431,760.27)	789,447.56	(2,128,820.50)	(1,771,133.21)
Bond Proceeds	---	---	2,485,000.00	2,485,000.00
Excess (Deficit) Revenues And Other Financing Sources Over Expenditures And Other Financing (Uses)	\$ (604,237.44)	\$ (36,224.14)	\$ 959,454.32	\$ 318,992.74
Fund Balance, May 1, 2009	2,842,217.20	88,649.60	3,420,102.97	6,350,969.77
Fund Balance, April 30, 2010	<u>\$ 2,237,979.76</u>	<u>\$ 52,425.46</u>	<u>\$ 4,379,557.29</u>	<u>\$ 6,669,962.51</u>

City Of Ottawa, Illinois
Combining Balance Sheet
Special Revenue Funds
April 30, 2010

	<u>Crossing Guard</u>	<u>Auditing</u>	<u>Illinois Municipal Retirement</u>	<u>Public Liability Insurance</u>	<u>Motor Fuel Tax</u>	<u>Foreign Fire Insurance</u>
<u>ASSETS</u>						
Cash	\$ 217.82	\$ 3,686.98	\$ ---	\$ ---	\$ ---	\$ ---
Investments, At Cost	---	---	---	---	271,418.56	39,203.51
Receivables:						
Property Taxes	39,689.25	58,440.08	576,587.92	490,334.12	---	---
Special Assessments	---	---	---	---	---	---
Notes	---	---	---	---	---	---
Due From Other Funds	---	---	14,746.25	---	---	---
Allotments Due From State Of Illinois	---	---	---	---	40,615.21	---
Hotel/Motel Taxes	---	---	---	---	---	---
Emergency 911 Surcharges	---	---	---	---	---	---
Other	---	---	---	---	---	---
Other Assets	---	---	---	---	---	---
TOTAL ASSETS	\$ 39,907.07	\$ 62,127.06	\$ 591,334.17	\$ 490,334.12	\$ 312,033.77	\$ 39,203.51
<u>LIABILITIES AND FUND BALANCES</u>						
Liabilities:						
Cash Overdraft	\$ ---	\$ ---	\$ 297,648.83	\$ 167,968.47	\$ ---	\$ 1,145.79
Accounts Payable	---	---	---	---	5,604.00	---
Accrued Wages And Taxes	---	---	---	---	---	---
Deferred Revenue	39,689.25	58,440.08	576,587.92	490,334.12	---	---
Due To Other Funds	---	---	---	---	---	---
Total Liabilities	\$ 39,689.25	\$ 58,440.08	\$ 874,236.75	\$ 658,302.59	\$ 5,604.00	\$ 1,145.79
Fund Balances:						
Reserved	---	---	---	---	---	---
Unreserved	217.82	3,686.98	(282,902.58)	(167,968.47)	306,429.77	38,057.72
TOTAL LIABILITIES AND FUND BALANCES	\$ 39,907.07	\$ 62,127.06	\$ 591,334.17	\$ 490,334.12	\$ 312,033.77	\$ 39,203.51

City Of Ottawa, Illinois
Combining Balance Sheet
Special Revenue Funds
April 30, 2010

	<u>Playground And Recreation</u>	<u>Industrial Development Commission</u>	<u>Ottawa Police Dept. Drug Education</u>	<u>Emergency Telephone System Board</u>	<u>Growth Impact Fee</u>	<u>Fire Dept. First Aid</u>
<u>ASSETS</u>						
Cash	\$ 188,756.42	\$ 28,843.84	\$ 151,110.92	\$ 418,797.50	\$ 450,239.02	\$ 24,915.15
Investments, At Cost	---	---	---	---	---	---
Receivables:						
Property Taxes	281,262.40	---	---	---	---	---
Special Assessments	---	---	---	---	---	---
Notes	---	4,116.13	---	---	---	---
Due From Other Funds	---	---	---	---	---	---
Allotments Due From State Of Illinois	---	---	---	---	---	---
Hotel/Motel Taxes	---	---	---	---	---	---
Emergency 911 Surcharges	---	---	---	29,501.58	---	---
Other	---	---	---	---	---	---
Other Assets	---	---	---	---	---	---
TOTAL ASSETS	\$ 470,018.82	\$ 32,959.97	\$ 151,110.92	\$ 448,299.08	\$ 450,239.02	\$ 24,915.15
<u>LIABILITIES AND FUND BALANCES</u>						
Liabilities:						
Cash Overdraft	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---
Accounts Payable	10,922.93	---	---	25.59	4,725.00	---
Accrued Wages And Taxes	157.03	---	---	---	---	---
Deferred Revenue	281,262.40	---	---	---	---	---
Due To Other Funds	76.32	---	---	---	---	---
Total Liabilities	\$ 292,418.68	\$ ---	\$ ---	\$ 25.59	\$ 4,725.00	\$ ---
Fund Balances:						
Reserved	---	---	---	---	---	---
Unreserved	177,600.14	32,959.97	151,110.92	448,273.49	445,514.02	24,915.15
TOTAL LIABILITIES AND FUND BALANCES	\$ 470,018.82	\$ 32,959.97	\$ 151,110.92	\$ 448,299.08	\$ 450,239.02	\$ 24,915.15

City Of Ottawa, Illinois
Combining Balance Sheet
Special Revenue Funds
April 30, 2010

	Main St. <u>Loan</u>	Community Development Revolving <u>Loan</u>	Ottawa Police Dept. <u>DARE</u>	Ottawa Police Dept. <u>Fed. Drug</u>	Ottawa Police Dept. <u>Drug Lab</u>	Ottawa Visitors Center
<u>ASSETS</u>						
Cash	\$ 19,501.88	\$ 6,221.22	\$ ---	\$ 8,896.80	\$ 3,061.05	\$ 214.33
Investments, At Cost	---	---	---	---	---	7,554.75
Receivables:						
Property Taxes	---	---	---	---	---	---
Special Assessments	---	---	---	---	---	---
Notes	24,869.46	16,060.46	---	---	---	---
Due From Other Funds	---	516,000.00	---	---	---	---
Allotments Due From State Of Illinois	---	---	---	---	---	---
Hotel/Motel Taxes	---	---	---	---	---	---
89 Emergency 911 Surcharges	---	---	---	---	---	---
Other	---	---	---	---	---	505.22
Other Assets	---	---	---	---	---	11,032.85
TOTAL ASSETS	\$ 44,371.34	\$ 538,281.68	\$ ---	\$ 8,896.80	\$ 3,061.05	\$ 19,307.15
<u>LIABILITIES AND FUND BALANCES</u>						
Liabilities:						
Cash Overdraft	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ 4,332.79
Accounts Payable	---	---	---	---	---	6,365.00
Accrued Wages And Taxes	---	---	---	---	---	8,648.09
Deferred Revenue	---	---	---	---	---	---
Due To Other Funds	---	---	---	---	---	---
Total Liabilities	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ 19,345.88
Fund Balances:						
Reserved	---	---	---	---	---	---
Unreserved	44,371.34	538,281.68	---	8,896.80	3,061.05	(38.73)
TOTAL LIABILITIES AND FUND BALANCES	\$ 44,371.34	\$ 538,281.68	\$ ---	\$ 8,896.80	\$ 3,061.05	\$ 19,307.15

City Of Ottawa, Illinois
Combining Balance Sheet
Special Revenue Funds
April 30, 2010

	Ottawa Police Dept. <u>DUI</u>	Hotel/ Motel <u>Tax</u>	Public <u>Benefit</u>	<u>Garbage</u>	<u>Lease</u>
<u>ASSETS</u>					
Cash	\$ 34,352.25	\$ 53,645.89	\$ 71,165.87	\$ 157,780.70	\$ 107,918.76
Investments, At Cost	---	---	---	---	---
Receivables:					
Property Taxes	---	---	---	72,815.71	105,942.17
Special Assessments	---	---	---	---	---
Notes	---	---	---	---	---
Due From Other Funds	---	---	---	---	---
Allotments Due From State Of Illinois	---	---	---	---	---
Hotel/Motel Taxes	---	20,107.76	---	---	---
69 Emergency 911 Surcharges	---	---	---	---	---
Other	---	---	---	---	---
Other Assets	---	---	---	---	---
TOTAL ASSETS	\$ 34,352.25	\$ 73,753.65	\$ 71,165.87	\$ 230,596.41	\$ 213,860.93
<u>LIABILITIES AND FUND BALANCES</u>					
Liabilities:					
Cash Overdraft	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---
Accounts Payable	---	695.00	---	---	---
Accrued Wages And Taxes	---	---	---	---	---
Deferred Revenue	---	---	---	72,815.71	105,942.17
Due To Other Funds	---	---	---	---	---
Total Liabilities	\$ ---	\$ 695.00	\$ ---	\$ 72,815.71	\$ 105,942.17
Fund Balances:					
Reserved	---	---	---	---	---
Unreserved	34,352.25	73,058.65	71,165.87	157,780.70	107,918.76
TOTAL LIABILITIES AND FUND BALANCES	\$ 34,352.25	\$ 73,753.65	\$ 71,165.87	\$ 230,596.41	\$ 213,860.93

City Of Ottawa, Illinois
Combining Balance Sheet
Special Revenue Funds
April 30, 2010

	<u>Street Lighting</u>	<u>Stevenson Road Improvement</u>	<u>Huron Street Roadway</u>	<u>Total</u>
<u>ASSETS</u>				
Cash	\$ 24,136.95	\$ 5,254.93	\$ 5,882.95	\$ 1,764,601.23
Investments, At Cost	---	---	---	318,176.82
Receivables:				
Property Taxes	156,256.89	---	---	1,781,328.54
Special Assessments	---	3,923.64	157.80	4,081.44
Notes	---	---	---	45,046.05
Due From Other Funds	---	---	---	530,746.25
Allotments Due From State Of Illinois	---	---	---	40,615.21
Hotel/Motel Taxes	---	---	---	20,107.76
70 Emergency 911 Surcharges	---	---	---	29,501.58
Other	---	---	---	505.22
Other Assets	---	---	---	11,032.85
TOTAL ASSETS	\$ 180,393.84	\$ 9,178.57	\$ 6,040.75	\$ 4,545,742.95
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Cash Overdraft	\$ ---	\$ ---	\$ ---	\$ 471,095.88
Accounts Payable	14,038.37	---	---	42,375.89
Accrued Wages And Taxes	---	---	---	8,805.12
Deferred Revenue	156,256.89	3,923.64	157.80	1,785,409.98
Due To Other Funds	---	---	---	76.32
Total Liabilities	\$ 170,295.26	\$ 3,923.64	\$ 157.80	\$ 2,307,763.19
Fund Balances:				
Reserved	---	---	---	---
Unreserved	10,098.58	5,254.93	5,882.95	2,237,979.76
TOTAL LIABILITIES AND FUND BALANCES	\$ 180,393.84	\$ 9,178.57	\$ 6,040.75	\$ 4,545,742.95

City Of Ottawa, Illinois
Combining Statement Of Revenues, Expenditures And Changes In Fund Balances
Special Revenue Funds
Year Ended April 30, 2010

	<u>Crossing Guard</u>	<u>Auditing</u>	<u>Illinois Municipal Retirement</u>	<u>Public Liability Insurance</u>	<u>Motor Fuel Tax</u>	<u>Foreign Fire Insurance</u>
Revenues:						
Property Taxes	\$ 37,540.43	\$ 54,604.62	\$ 489,275.28	\$ 460,109.80	\$ ---	\$ ---
Replacement Taxes	---	---	54,979.21	---	---	---
Special Assessments	---	---	---	---	---	---
Interest On Investments	8.37	48.73	519.15	170.67	446.47	108.40
Interest On Special Assessments	---	---	---	---	---	---
Interest On Loans	---	---	---	---	---	---
Motor Fuel Taxes	---	---	---	---	472,538.94	---
State Of Illinois Program	---	---	---	---	8,930.00	---
Foreign Fire Insurance Tax	---	---	---	---	---	38,675.82
Hotel/Motel Tax	---	---	---	---	---	---
Fines, Fees And Expense Reimbursements	---	---	85,456.15	---	---	174.00
Fees And Sales Of Concessions	---	---	---	---	---	---
911 Emergency Service Surcharge	---	---	---	---	---	---
Drug And Task Force Revenue	---	---	---	---	---	---
Donations	---	---	---	---	---	---
Growth Impact Fees	---	---	---	---	---	---
Total Revenues	\$ 37,548.80	\$ 54,653.35	\$ 630,229.79	\$ 460,280.47	\$ 481,915.41	\$ 38,958.22
Expenditures:						
General Government	\$ ---	\$ 81,300.00	\$ 670,230.69	\$ 543,038.74	\$ ---	\$ ---
Public Safety	37,546.80	---	---	---	---	27,542.77
Transportation	---	---	---	---	508,745.01	---
Cultural, Parks And Recreation	---	---	---	---	---	---
Total Expenditures	\$ 37,546.80	\$ 81,300.00	\$ 670,230.69	\$ 543,038.74	\$ 508,745.01	\$ 27,542.77
Excess (Deficit) Revenues Over Expenditures	\$ 2.00	\$ (26,646.65)	\$ (40,000.90)	\$ (82,758.27)	\$ (26,829.60)	\$ 11,415.45
Other Financing Sources (Uses):						
Transfer From (To) Other Funds	---	---	---	---	---	---
Excess (Deficit) Revenues And Other Financing Sources Over Expenditures And Other Financing (Uses)	\$ 2.00	\$ (26,646.65)	\$ (40,000.90)	\$ (82,758.27)	\$ (26,829.60)	\$ 11,415.45
Fund Balance, May 1, 2009	215.82	30,333.63	(242,901.68)	(85,210.20)	333,259.37	26,642.27
Fund Balance, April 30, 2010	\$ 217.82	\$ 3,686.98	\$ (282,902.58)	\$ (167,968.47)	\$ 306,429.77	\$ 38,057.72

City Of Ottawa, Illinois
Combining Statement Of Revenues, Expenditures And Changes In Fund Balances
Special Revenue Funds
Year Ended April 30, 2010

	<u>Playground And Recreation</u>	<u>Industrial Development Commission</u>	<u>Ottawa Police Dept. Drug Education</u>	<u>Emergency Telephone System Board</u>	<u>Growth Impact Fee</u>	<u>Fire Dept. First Aid</u>
Revenues:						
Property Taxes	\$ 279,229.95	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---
Replacement Taxes	---	---	---	---	---	---
Special Assessments	---	---	---	---	---	---
Interest On Investments	523.01	51.18	244.45	842.40	1,229.44	51.27
Interest On Special Assessments	---	---	---	---	---	---
Interest On Loans	---	14.79	---	---	---	---
Motor Fuel Taxes	---	---	---	---	---	---
State Of Illinois Program	---	---	---	---	---	---
Foreign Fire Insurance Tax	---	---	---	---	---	---
Hotel/Motel Tax	---	---	---	---	---	---
Fines, Fees And Expense Reimbursements	---	---	---	---	---	---
Fees And Sales Of Concessions	78,181.47	---	---	---	---	---
911 Emergency Service Surcharge	---	---	---	227,781.34	---	---
Drug And Task Force Revenue	---	---	56,481.25	---	---	---
Donations	8,100.00	---	---	---	---	1,925.67
Growth Impact Fees	---	---	---	---	300,978.25	---
Total Revenues	\$ 366,034.43	\$ 65.97	\$ 56,725.70	\$ 228,623.74	\$ 302,207.69	\$ 1,976.94
Expenditures:						
General Government	\$ ---	\$ ---	\$ ---	\$ ---	\$ 100,392.04	\$ ---
Public Safety	---	---	50,090.62	394,776.69	---	20.00
Transportation	---	---	---	---	---	---
Cultural, Parks And Recreation	386,907.60	---	---	---	---	---
Total Expenditures	\$ 386,907.60	\$ ---	\$ 50,090.62	\$ 394,776.69	\$ 100,392.04	\$ 20.00
Excess (Deficit) Revenues Over Expenditures	\$ (20,873.17)	\$ 65.97	\$ 6,635.08	\$ (166,152.95)	\$ 201,815.65	\$ 1,956.94
Other Financing Sources (Uses):						
Transfer From (To) Other Funds	---	---	---	---	(437,547.00)	---
Excess (Deficit) Revenues And Other Financing Sources Over Expenditures And Other Financing (Uses)	\$ (20,873.17)	\$ 65.97	\$ 6,635.08	\$ (166,152.95)	\$ (235,731.35)	\$ 1,956.94
Fund Balance, May 1, 2009	198,473.31	32,894.00	144,475.84	614,426.44	681,245.37	22,958.21
Fund Balance, April 30, 2010	\$ 177,600.14	\$ 32,959.97	\$ 151,110.92	\$ 448,273.49	\$ 445,514.02	\$ 24,915.15

City Of Ottawa, Illinois
Combining Statement Of Revenues, Expenditures And Changes In Fund Balances
Special Revenue Funds
Year Ended April 30, 2010

	Main St. <u>Loan</u>	Community Development Revolving <u>Loan</u>	Ottawa Police Dept. <u>DARE</u>	Ottawa Police Dept. <u>Fed. Drug</u>	Ottawa Police Dept. <u>Drug Lab</u>	Ottawa Visitors <u>Center</u>
Revenues:						
Property Taxes	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---
Replacement Taxes	---	---	---	---	---	---
Special Assessments	---	---	---	---	---	---
Interest On Investments	45.37	7.47	---	15.78	5.44	69.03
Interest On Special Assessments	---	---	---	---	---	---
Interest On Loans	336.48	75.12	---	---	---	---
Motor Fuel Taxes	---	---	---	---	---	---
State Of Illinois Program	---	---	---	---	---	---
Foreign Fire Insurance Tax	---	---	---	---	---	---
Hotel/Motel Tax	---	---	---	---	---	220,000.08
Fines, Fees And Expense Reimbursements	---	---	---	---	---	---
Fees And Sales Of Concessions	---	---	---	---	---	39,099.93
911 Emergency Service Surcharge	---	---	---	---	---	---
Drug And Task Force Revenue	---	---	---	---	---	---
Donations	---	---	961.14	---	---	415.00
Growth Impact Fees	---	---	---	---	---	---
Total Revenues	\$ 381.85	\$ 82.59	\$ 961.14	\$ 15.78	\$ 5.44	\$ 259,584.04
Expenditures:						
General Government	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---
Public Safety	---	---	5,007.93	---	47.25	---
Transportation	---	---	---	---	---	---
Cultural, Parks And Recreation	---	---	---	---	---	207,927.85
Total Expenditures	\$ ---	\$ ---	\$ 5,007.93	\$ ---	\$ 47.25	\$ 207,927.85
Excess (Deficit) Revenues Over Expenditures	\$ 381.85	\$ 82.59	\$ (4,046.79)	\$ 15.78	\$ (41.81)	\$ 51,656.19
Other Financing Sources (Uses):						
Transfer From (To) Other Funds	---	---	5,786.73	---	---	---
Excess (Deficit) Revenues And Other Financing Sources Over Expenditures And Other Financing (Uses)	\$ 381.85	\$ 82.59	\$ 1,739.94	\$ 15.78	\$ (41.81)	\$ 51,656.19
Fund Balance, May 1, 2009	43,989.49	538,199.09	(1,739.94)	8,881.02	3,102.86	(51,694.92)
Fund Balance, April 30, 2010	\$ 44,371.34	\$ 538,281.68	\$ ---	\$ 8,896.80	\$ 3,061.05	\$ (38.73)

City Of Ottawa, Illinois
Combining Statement Of Revenues, Expenditures And Changes In Fund Balances
Special Revenue Funds
Year Ended April 30, 2010

	Ottawa Police Dept. <u>DUI</u>	Hotel/ Motel <u>Tax</u>	Public <u>Benefit</u>	<u>Garbage</u>	<u>Lease</u>
Revenues:					
Property Taxes	\$ ---	\$ ---	\$ ---	\$ 68,256.00	\$ 99,281.16
Replacement Taxes	---	---	---	---	---
Special Assessments	---	---	---	---	---
Interest On Investments	50.36	104.21	126.27	248.90	402.95
Interest On Special Assessments	---	---	---	---	---
Interest On Loans	---	---	---	---	---
Motor Fuel Taxes	---	---	---	---	---
State Of Illinois Program	---	---	---	---	---
Foreign Fire Insurance Tax	---	---	---	---	---
Hotel/Motel Tax	---	36,725.75	---	---	---
Fines, Fees And Expense Reimbursements	13,930.38	---	---	---	244.53
Fees And Sales Of Concessions	---	---	---	---	---
911 Emergency Service Surcharge	---	---	---	---	---
Drug And Task Force Revenue	---	---	---	---	---
Donations	---	10,000.00	---	---	---
7/ Growth Impact Fees	---	---	---	---	---
Total Revenues	\$ 13,980.74	\$ 46,829.96	\$ 126.27	\$ 68,504.90	\$ 99,928.64
Expenditures:					
General Government	\$ ---	\$ ---	\$ ---	\$ 540.00	\$ 219,404.12
Public Safety	4,587.00	---	---	---	---
Transportation	---	---	---	---	---
Cultural, Parks And Recreation	---	71,534.74	---	---	---
Total Expenditures	\$ 4,587.00	\$ 71,534.74	\$ ---	\$ 540.00	\$ 219,404.12
Excess (Deficit) Revenues Over Expenditures	\$ 9,393.74	\$ (24,704.78)	\$ 126.27	\$ 67,964.90	\$(119,475.48)
Other Financing Sources (Uses):					
Transfer From (To) Other Funds	---	---	---	---	---
Excess (Deficit) Revenues And Other Financing Sources Over Expenditures And Other Financing (Uses)	\$ 9,393.74	\$ (24,704.78)	\$ 126.27	\$ 67,964.90	\$(119,475.48)
Fund Balance, May 1, 2009	24,958.51	97,763.43	71,039.60	89,815.80	227,394.24
Fund Balance, April 30, 2010	\$ 34,352.25	\$ 73,058.65	\$ 71,165.87	\$ 157,780.70	\$ 107,918.76

City Of Ottawa, Illinois
Combining Statement Of Revenues, Expenditures And Changes In Fund Balances
Special Revenue Funds
Year Ended April 30, 2010

	<u>Street Lighting</u>	<u>Stevenson Road Improvement</u>	<u>Huron Street Roadway</u>	<u>Total</u>
Revenues:				
Property Taxes	\$155,129.40	\$ ---	\$ ---	\$ 1,643,426.64
Replacement Taxes	---	---	---	54,979.21
Special Assessments	---	---	473.40	473.40
Interest On Investments	134.18	9.33	9.71	5,472.54
Interest On Special Assessments	---	---	42.62	42.62
Interest On Loans	---	---	---	426.39
Motor Fuel Taxes	---	---	---	472,538.94
State Of Illinois Program	---	---	---	8,930.00
Foreign Fire Insurance Tax	---	---	---	38,675.82
Hotel/Motel Tax	---	---	---	256,725.83
Fines, Fees And Expense Reimbursements	---	---	---	99,805.06
Fees And Sales Of Concessions	---	---	---	117,281.40
911 Emergency Service Surcharge	---	---	---	227,781.34
Drug And Task Force Revenue	---	---	---	56,481.25
Donations	---	---	---	21,401.81
Growth Impact Fees	---	---	---	300,978.25
Total Revenues	<u>\$155,263.58</u>	<u>\$ 9.33</u>	<u>\$ 525.73</u>	<u>\$ 3,305,420.50</u>
Expenditures:				
General Government	\$168,257.82	\$ ---	\$ ---	\$ 1,783,163.41
Public Safety	---	---	---	519,619.06
Transportation	---	---	---	508,745.01
Cultural, Parks And Recreation	---	---	---	666,370.19
Total Expenditures	<u>\$168,257.82</u>	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ 3,477,897.67</u>
Excess (Deficit) Revenues Over Expenditures	\$ (12,994.24)	\$ 9.33	\$ 525.73	\$ (172,477.17)
Other Financing Sources (Uses):				
Transfer From (To) Other Funds	---	---	---	(431,760.27)
Excess (Deficit) Revenues And Other Financing Sources Over Expenditures And Other Financing (Uses)	\$ (12,994.24)	\$ 9.33	\$ 525.73	\$ (604,237.44)
Fund Balance, May 1, 2009	23,092.82	5,245.60	5,357.22	2,842,217.20
Fund Balance, April 30, 2010	<u>\$ 10,098.58</u>	<u>\$ 5,254.93</u>	<u>\$ 5,882.95</u>	<u>\$ 2,237,979.76</u>

City Of Ottawa, Illinois
Combining Balance Sheet
Debt Service Funds
April 30, 2010

	Corporate Purpose Bond And Interest	TIF Drainage Bond And Interest	Series 2001 Bond And Interest	Series 2005 Bond And Interest	Series 2007 Debt Certificate Bond And Interest	Series 2008 Debt Certificate Bond And Interest	Total
<u>ASSETS</u>							
Cash	\$ 30,800.29	\$ ---	\$ ---	\$ ---	\$21,625.17	\$ ---	\$ 52,425.46
Receivables:							
Property Taxes	156,256.89	---	---	---	---	---	156,256.89
76 TOTAL ASSETS	<u>\$187,057.18</u>	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$21,625.17</u>	<u>\$ ---</u>	<u>\$208,682.35</u>
<u>LIABILITIES AND FUND BALANCES</u>							
Liabilities:							
Deferred Revenue	\$156,256.89	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$156,256.89
Fund Balances:							
Unreserved	30,800.29	---	---	---	21,625.17	---	52,425.46
TOTAL LIABILITIES AND FUND BALANCES	<u>\$187,057.18</u>	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$21,625.17</u>	<u>\$ ---</u>	<u>\$208,682.35</u>

City Of Ottawa, Illinois
Combining Statement Of Revenues, Expenditures
And Changes In Fund Balances
Debt Service Funds
Year Ended April 30, 2010

	Corporate Purpose Bond And Interest	TIF Drainage Bond And Interest	Series 2001 Bond And Interest	Series 2005 Bond And Interest	Series 2007 Debt Certificate Bond And Interest	Series 2008 Debt Certificate Bond And Interest	Total
Revenues:							
Property Taxes	\$347,580.07	\$ ---	\$ ---	\$162,480.00	\$ ---	\$ ---	\$ 510,060.07
Interest	223.39	30.16	11.34	99.70	108.03	---	472.62
Total Revenues	\$347,803.46	\$ 30.16	\$ 11.34	\$162,579.70	\$ 108.03	\$ ---	\$ 510,532.69
Expenditures:							
Principal Retirement	\$328,724.47	\$ ---	\$ ---	\$160,000.00	\$ 373,050.10	\$ 199,873.00	\$1,061,647.57
Interest	21,424.92	---	---	4,960.00	160,779.90	87,392.00	274,556.82
77 Total Expenditures	\$350,149.39	\$ ---	\$ ---	\$164,960.00	\$ 533,830.00	\$ 287,265.00	\$1,336,204.39
Excess (Deficit) Revenues Over Expenditures	\$ (2,345.93)	\$ 30.16	\$ 11.34	\$ (2,380.30)	\$ (533,721.97)	\$ (287,265.00)	\$ (825,671.70)
Other Financing Sources (Uses):							
Operating Transfers							
In (Out)	---	(21,489.88)	(7,580.22)	(2,577.34)	533,830.00	287,265.00	789,447.56
Excess (Deficit) Revenues And Other Financing Sources Over Expenditures And Other Financing (Uses)	\$ (2,345.93)	\$ (21,459.72)	\$ (7,568.88)	\$ (4,957.64)	\$ 108.03	\$ ---	\$ (36,224.14)
Fund Balances:							
May 1, 2009	33,146.22	21,459.72	7,568.88	4,957.64	21,517.14	---	88,649.60
April 30, 2010	\$ 30,800.29	\$ ---	\$ ---	\$ ---	\$ 21,625.17	\$ ---	\$ 52,425.46

City Of Ottawa, Illinois
Combining Balance Sheet
Nonmajor Capital Projects Funds
April 30, 2010

	East Tax Increment Financing <u>District</u>	Downtown Tax Increment Financing <u>District</u>	Ottawa Industrial Park Tax Increment Financing <u>District</u>	Canal Tax Increment Financing <u>District</u>
<u>ASSETS</u>				
Cash	\$ 1,388,459.85	\$ 66,780.90	\$ 35,920.42	\$ ---
Receivables:				
Property Taxes	585,302.38	218,240.28	189,632.44	330,044.54
Special Assessments	---	---	---	---
Due From Other Funds	90,745.51	---	1,433.90	---
	<hr/>			
TOTAL ASSETS	\$ 2,064,507.74	\$ 285,021.18	\$ 226,986.76	\$ 330,044.54
<hr/>				
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Cash Overdraft	\$ ---	\$ ---	\$ ---	\$ 183,473.47
Accounts Payable	---	---	---	84,064.00
Deferred Revenue	585,302.38	218,240.28	189,632.44	330,044.54
Due To Other Funds	---	---	---	416,000.00
	<hr/>			
Total Liabilities	\$ 585,302.38	\$ 218,240.28	\$ 189,632.44	\$ 1,013,582.01
<hr/>				
Fund Balances:				
Reserved	---	---	---	---
Unreserved	1,479,205.36	66,780.90	37,354.32	(683,537.47)
	<hr/>			
TOTAL LIABILITIES AND FUND BALANCES	\$ 2,064,507.74	\$ 285,021.18	\$ 226,986.76	\$ 330,044.54
	<hr/>			

City Of Ottawa, Illinois
Combining Balance Sheet
Nonmajor Capital Projects Funds
April 30, 2010

	Enterprise Zone Capital <u>Improvement</u>	Flood <u>Buyout</u>	Bellevue Ave. <u>Roadway</u>	Series 2001 <u>Bond Project</u>	Series 2005 <u>Bond Project</u>
<u>ASSETS</u>					
Cash	\$ 944,650.11	\$ 3,653.28	\$ 134,291.74	\$ ---	\$ ---
Receivables:					
Property Taxes	---	---	---	---	---
Special Assessments	---	---	7,349.26	---	---
Due From Other Funds	---	---	---	---	---
	<hr/>				
TOTAL ASSETS	\$ 944,650.11	\$ 3,653.28	\$ 141,641.00	\$ ---	\$ ---
<hr/>					
<u>LIABILITIES AND FUND BALANCES</u>					
Liabilities:					
Cash Overdraft	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---
Accounts Payable	38,818.45	---	---	---	---
Deferred Revenue	---	---	7,349.26	---	---
Due To Other Funds	---	---	---	---	---
Total Liabilities	\$ 38,818.45	\$ ---	\$ 7,349.26	\$ ---	\$ ---
	<hr/>				
Fund Balances:					
Reserved	905,831.66	---	---	---	---
Unreserved	---	3,653.28	134,291.74	---	---
	<hr/>				
TOTAL LIABILITIES AND FUND BALANCES	\$ 944,650.11	\$ 3,653.28	\$ 141,641.00	\$ ---	\$ ---
	<hr/>				

City Of Ottawa, Illinois
Combining Balance Sheet
Nonmajor Capital Projects Funds
April 30, 2010

	Series 2007 Debt Certificate Project	Series 2008 Debt Certificate Project	Series 2009 Bond Project	Total
<u>ASSETS</u>				
Cash	\$ ---	\$ ---	\$ 2,435,977.50	\$ 5,009,733.80
Receivables:				
Property Taxes	---	---	---	1,323,219.64
Special Assessments	---	---	---	7,349.26
Due From Other Funds	---	---	---	92,179.41
	<hr/>			
TOTAL ASSETS	\$ ---	\$ ---	\$ 2,435,977.50	\$ 6,432,482.11
<hr/>				
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Cash Overdraft	\$ ---	\$ ---	\$ ---	\$ 183,473.47
Accounts Payable	---	---	---	122,882.45
Deferred Revenue	---	---	---	1,330,568.90
Due To Other Funds	---	---	---	416,000.00
Total Liabilities	\$ ---	\$ ---	\$ ---	\$ 2,052,924.82
	<hr/>			
Fund Balances:				
Reserved	---	---	---	905,831.66
Unreserved	---	---	2,435,977.50	3,473,725.63
	<hr/>			
TOTAL LIABILITIES AND FUND BALANCES	\$ ---	\$ ---	\$ 2,435,977.50	\$ 6,432,482.11
<hr/>				

City Of Ottawa, Illinois
Combining Statement Of Revenues, Expenditures And Changes In Fund Balances
Nonmajor Capital Projects Funds
Year Ended April 30, 2010

	East Tax Increment Financing <u>District</u>	Downtown Tax Increment Financing <u>District</u>	Ottawa Industrial Park Tax Increment Financing <u>District</u>
Revenues:			
Property Taxes	\$ 533,659.00	\$ 217,844.56	\$ 91,426.80
Sales Taxes	21,831.45	18,652.93	---
Special Assessments	---	---	---
Interest On Special Assessments	---	---	---
Interest	2,435.87	191.87	253.45
Grants	---	---	---
Rents	---	---	6,050.00
Fees	---	---	---
Donations	---	3,000.00	---
Reimbursed Expenses	---	---	1,433.90
Permits	---	---	---
Total Revenues	<u>\$ 557,926.32</u>	<u>\$ 239,689.36</u>	<u>\$ 99,164.15</u>
Expenditures:			
Capital Projects:			
Construction	\$ 64,833.05	\$ 146,482.07	\$ 14,954.00
Purchase Of Property	---	---	---
Contractual Services	15,561.72	47,910.19	19,332.91
Reimbursed Taxes	182,538.01	72,860.31	---
Total Expenditures	<u>\$ 262,932.78</u>	<u>\$ 267,252.57</u>	<u>\$ 34,286.91</u>
Excess (Deficit) Revenues Over Expenditures	\$ 294,993.54	\$ (27,563.21)	\$ 64,877.24
Other Financing Sources (Uses):			
Operating Transfers In (Out)	---	---	(136,808.00)
Bond Proceeds	---	---	---
Excess (Deficit) Revenues And Other Financing Sources Over Expenditures And Other Financing (Uses)	\$ 294,993.54	\$ (27,563.21)	\$ (71,930.76)
Fund Balances:			
May 1, 2009	<u>1,184,211.82</u>	<u>94,344.11</u>	<u>109,285.08</u>
April 30, 2010	<u>\$ 1,479,205.36</u>	<u>\$ 66,780.90</u>	<u>\$ 37,354.32</u>

City Of Ottawa, Illinois
Combining Statement Of Revenues, Expenditures And Changes In Fund Balances
Nonmajor Capital Projects Funds
Year Ended April 30, 2010

	Canal Tax Increment Financing District	Enterprise Zone Capital Improvement	Flood Buyout
Revenues:			
Property Taxes	\$ 284,219.79	\$ ---	\$ ---
Sales Taxes	---	---	---
Special Assessments	---	---	---
Interest On Special Assessments	---	---	---
Interest	94.37	2,052.98	---
Grants	39,514.78	20,000.00	---
Rents	---	---	---
Fees	4,200.00	---	---
Donations	---	---	---
Reimbursed Expenses	185,212.56	---	---
Permits	---	1,208,946.73	---
Total Revenues	\$ 513,241.50	\$ 1,230,999.71	\$ ---
Expenditures:			
Capital Projects:			
Construction	\$ 303,463.27	\$ 301,636.50	\$ ---
Purchase Of Property	---	612,490.83	---
Contractual Services	31,547.17	---	588.00
Reimbursed Taxes	180,279.05	---	---
Total Expenditures	\$ 515,289.49	\$ 914,127.33	\$ 588.00
Excess (Deficit) Revenues Over Expenditures	\$ (2,047.99)	\$ 316,872.38	\$ (588.00)
Other Financing Sources (Uses):			
Operating Transfers In (Out)	(197,551.00)	---	---
Bond Proceeds	---	---	---
Excess (Deficit) Revenues And Other Financing Sources Over Expenditures And Other Financing (Uses)	\$ (199,598.99)	\$ 316,872.38	\$ (588.00)
Fund Balances:			
May 1, 2009	(483,938.48)	588,959.28	4,241.28
April 30, 2010	\$ (683,537.47)	\$ 905,831.66	\$ 3,653.28

City Of Ottawa, Illinois
Combining Statement Of Revenues, Expenditures And Changes In Fund Balances
Nonmajor Capital Projects Funds
Year Ended April 30, 2010

	Bellevue Ave. Roadway	Series 2001 Bond Project	Series 2005 Bond Project	Series 2007 Debt Certificate Project
Revenues:				
Property Taxes	\$ ---	\$ ---	\$ ---	\$ ---
Sales Taxes	---	---	---	---
Special Assessments	2,620.94	---	---	---
Interest On Special Assessments	77.79	---	---	---
Interest	369.28	155.78	3.33	552.94
Grants	---	---	---	---
Rents	---	---	---	---
Fees	---	---	---	---
Donations	---	---	---	---
Reimbursed Expenses	---	---	---	---
Permits	---	---	---	---
Total Revenues	\$ 3,068.01	\$ 155.78	\$ 3.33	\$ 552.94
Expenditures:				
Capital Projects:				
Construction	\$ ---	\$ ---	\$ ---	\$ ---
Purchase Of Property	---	---	---	---
Contractual Services	---	---	---	---
Reimbursed Taxes	---	---	---	---
Total Expenditures	\$ ---	\$ ---	\$ ---	\$ ---
Excess (Deficit) Revenues Over Expenditures	\$ 3,068.01	\$ 155.78	\$ 3.33	\$ 552.94
Other Financing Sources (Uses):				
Operating Transfers In (Out)	---	(104,094.06)	(2,231.21)	(369,498.56)
Bond Proceeds	---	---	---	---
Excess (Deficit) Revenues And Other Financing Sources Over Expenditures And Other Financing (Uses)	\$ 3,068.01	\$ (103,938.28)	\$ (2,227.88)	\$ (368,945.62)
Fund Balances:				
May 1, 2009	131,223.73	103,938.28	2,227.88	368,945.62
April 30, 2010	\$ 134,291.74	\$ ---	\$ ---	\$ ---

City Of Ottawa, Illinois
Combining Statement Of Revenues, Expenditures And Changes In Fund Balances
Nonmajor Capital Projects Funds
Year Ended April 30, 2010

	Series 2008 Debt Certificate <u>Project</u>	Series 2009 <u>Bond Project</u>	<u>Total</u>
Revenues:			
Property Taxes	\$ ---	\$ ---	\$ 1,127,150.15
Sales Taxes	---	---	40,484.38
Special Assessments	---	---	2,620.94
Interest On Special Assessments	---	---	77.79
Interest	1,973.30	677.50	8,760.67
Grants	---	---	59,514.78
Rents	---	---	6,050.00
Fees	---	---	4,200.00
Donations	---	---	3,000.00
Reimbursed Expenses	---	---	186,646.46
Permits	---	---	1,208,946.73
Total Revenues	\$ 1,973.30	\$ 677.50	\$ 2,647,451.90
Expenditures:			
Capital Projects:			
Construction	\$ ---	\$ ---	\$ 831,368.89
Purchase Of Property	---	---	612,490.83
Contractual Services	---	49,700.00	164,639.99
Reimbursed Taxes	---	---	435,677.37
Total Expenditures	\$ ---	\$ 49,700.00	\$ 2,044,177.08
Excess (Deficit) Revenues Over Expenditures	\$ 1,973.30	\$ (49,022.50)	\$ 603,274.82
Other Financing Sources (Uses):			
Operating Transfers In (Out)	(1,318,637.67)	---	(2,128,820.50)
Bond Proceeds	---	2,485,000.00	2,485,000.00
Excess (Deficit) Revenues And Other Financing Sources Over Expenditures And Other Financing (Uses)	\$ (1,316,664.37)	\$ 2,435,977.50	\$ 959,454.32
Fund Balances:			
May 1, 2009	1,316,664.37	---	3,420,102.97
April 30, 2010	\$ ---	\$ 2,435,977.50	\$ 4,379,557.29

City Of Ottawa, Illinois
Combining Statement Of Net Assets
Proprietary Funds
April 30, 2010

	Waterworks And Sewerage	Swimming Pool	Canal Rental And Purchase	Friendly City Riverfest	Total
<u>ASSETS</u>					
Current Assets:					
Cash	\$ 1,057,949.06	\$ 7,734.92	\$ 46,429.17	\$ 1,661.26	\$ 1,113,774.41
Investments	1,580,616.23	---	---	13,550.29	1,594,166.52
Water And Sewer Receivable	667,245.33	---	---	---	667,245.33
Other Receivables	14,648.74	---	---	---	14,648.74
Due From General Corporate Fund	667,556.36	---	---	---	667,556.36
Total Current Assets	\$ 3,988,015.72	\$ 7,734.92	\$ 46,429.17	\$ 15,211.55	\$ 4,057,391.36
Restricted Assets:					
Cash - Water Users' Deposits	\$ 1,200.74	\$ ---	\$ ---	\$ ---	\$ 1,200.74
Total Restricted Assets	\$ 1,200.74	\$ ---	\$ ---	\$ ---	\$ 1,200.74
Property And Equipment, Net Of Accumulated Depreciation	\$ 22,983,240.98	\$ ---	\$ 336,119.97	\$ ---	\$ 23,319,360.95
Construction In Progress	\$ 1,384,728.34	\$ ---	\$ ---	\$ ---	\$ 1,384,728.34
Total Assets	\$ 28,357,185.78	\$ 7,734.92	\$ 382,549.14	\$ 15,211.55	\$ 28,762,681.39

City Of Ottawa, Illinois
Combining Statement Of Net Assets
Proprietary Funds
April 30, 2010

	Waterworks And Sewerage	Swimming Pool	Canal Rental And Purchase	Friendly City Riverfest	Total
<u>LIABILITIES</u>					
Current Liabilities:					
Accounts Payable	\$ 694,754.35	\$ ---	\$ ---	\$ ---	\$ 694,754.35
Accrued Salaries	6,045.08	---	---	---	6,045.08
Water Users' Deposits	1,200.74	---	---	---	1,200.74
Interest Payable	114,217.34	---	---	---	114,217.34
Current Portion - EPA Loans Payable	382,234.54	---	---	---	382,234.54
Current Portion - Debt Certificates	688,732.34	---	---	---	688,732.34
Current Portion - Vactor Truck Loan	28,470.48	---	---	---	28,470.48
Due To TIF Funds	36,949.90	---	---	---	36,949.90
Total Current Liabilities	<u>\$ 1,952,604.77</u>	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ 1,952,604.77</u>
Noncurrent Liabilities:					
EPA Loans Payable	\$ 5,375,554.86	\$ ---	\$ ---	\$ ---	\$ 5,375,554.86
Debt Certificates	4,695,364.20	---	---	---	4,695,364.20
Vactor Truck Loan	207,438.52	---	---	---	207,438.52
Total Noncurrent Liabilities	<u>\$ 10,278,357.58</u>	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ 10,278,357.58</u>
Total Liabilities	<u>\$ 12,230,962.35</u>	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ 12,230,962.35</u>
<u>NET ASSETS</u>					
Invested In Capital Assets,					
Net Of Related Debt	\$ 12,990,174.38	\$ ---	\$ 336,119.97	\$ ---	\$ 13,326,294.35
Restricted	3,302,521.52	---	---	---	3,302,521.52
Unrestricted	(166,472.47)	7,734.92	46,429.17	15,211.55	(97,096.83)
TOTAL NET ASSETS	<u>\$ 16,126,223.43</u>	<u>\$ 7,734.92</u>	<u>\$ 382,549.14</u>	<u>\$ 15,211.55</u>	<u>\$ 16,531,719.04</u>

City Of Ottawa, Illinois
Combining Statement Of Revenues, Expenses
And Changes In Fund Net Assets
Proprietary Funds
Year Ended April 30, 2010

	Waterworks And <u>Sewerage</u>	Swimming <u>Pool</u>	Canal Rental And Purchase	Friendly City <u>Riverfest</u>	<u>Total</u>
Operating Revenues					
Charges For Services	\$ 3,968,804.63	\$ ---	\$ ---	\$ ---	\$ 3,968,804.63
Gate Receipts And Concessions	---	36,527.80	---	---	36,527.80
Rents	---	---	1,060.00	---	1,060.00
Events Revenues	---	---	---	126,605.28	126,605.28
Miscellaneous	14,017.30	---	---	---	14,017.30
Total Operating Revenues	<u>\$ 3,982,821.93</u>	<u>\$ 36,527.80</u>	<u>\$ 1,060.00</u>	<u>\$ 126,605.28</u>	<u>\$ 4,147,015.01</u>
Operating Expenses					
28 Payroll And Benefits	\$ 1,136,596.59	\$ 59,683.37	\$ ---	\$ ---	\$ 1,196,279.96
Plant And Operations	1,806,960.69	69,201.66	231.00	124,946.33	2,001,339.68
Administration And Other	102,886.86	305.94	---	---	103,192.80
Depreciation	1,191,740.00	2,362.87	---	---	1,194,102.87
Total Operating Expenses	<u>\$ 4,238,184.14</u>	<u>\$ 131,553.84</u>	<u>\$ 231.00</u>	<u>\$ 124,946.33</u>	<u>\$ 4,494,915.31</u>
Net Operating Income (Loss)	\$ (255,362.21)	\$ (95,026.04)	\$ 829.00	\$ 1,658.95	\$ (347,900.30)
Non-Operating Income (Expense)					
Transfers In	5,506.67	100,000.00	---	---	105,506.67
Investment Income	27,139.25	4.55	82.21	3,462.12	30,688.13
Interest Expense	(458,061.25)	---	---	---	(458,061.25)
Net Income (Loss)	\$ (680,777.54)	\$ 4,978.51	\$ 911.21	\$ 5,121.07	\$ (669,766.75)
Net Assets, May 1, 2009	<u>16,807,000.97</u>	<u>2,756.41</u>	<u>381,637.93</u>	<u>10,090.48</u>	<u>17,201,485.79</u>
Net Assets, April 30, 2010	<u>\$ 16,126,223.43</u>	<u>\$ 7,734.92</u>	<u>\$ 382,549.14</u>	<u>\$ 15,211.55</u>	<u>\$ 16,531,719.04</u>

City Of Ottawa, Illinois
Combining Statement Of Cash Flows
Proprietary Funds
Year Ended April 30, 2010

		Enterprise Funds				
		Waterworks And <u>Sewerage</u>	Swimming <u>Pool</u>	Canal Rental And Purchase	Friendly City <u>Riverfest</u>	<u>Total</u>
CASH FLOWS FROM OPERATING ACTIVITIES						
Receipts From Customers		\$ 3,786,132.08	\$ 36,527.80	\$ 1,060.00	\$ 126,605.28	\$ 3,950,325.16
Payments To Suppliers		(1,285,753.45)	(69,507.60)	(231.00)	(124,946.33)	(1,480,438.38)
Payments To Employees		(1,160,984.14)	(59,683.37)	---	---	(1,220,667.51)
Other Receipts		14,017.30	---	---	---	14,017.30
Net Cash Provided (Used) By Operating Activities		\$ 1,353,411.79	\$ (92,663.17)	\$ 829.00	\$ 1,658.95	\$ 1,263,236.57
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		\$ ---	\$ ---	\$ ---	\$ ---	\$ ---
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Transfers In		\$ 5,506.67	\$ 100,000.00	\$ ---	\$ ---	\$ 105,506.67
Purchases Of Capital Assets		(2,413,154.23)	---	---	---	(2,413,154.23)
Proceeds Of Vactor Truck Loan		256,490.00	---	---	---	256,490.00
Proceeds - TIF Funds Loans		36,949.90	---	---	---	36,949.90
Proceeds Of Debt Certificates		1,710,629.56	---	---	---	1,710,629.56
Principal Paid On Capital Debt		(1,109,554.77)	---	---	---	(1,109,554.77)
Interest Paid On Capital Debt		(421,655.71)	---	---	---	(421,655.71)
Net Cash Provided (Used) By Capital And Related Financing Activities		\$ (1,934,788.58)	\$ 100,000.00	\$ ---	\$ ---	\$ (1,834,788.58)
CASH FLOWS FROM INVESTING ACTIVITIES						
Investment Income		\$ 36,809.90	\$ 4.55	\$ 82.21	\$ 3,462.12	\$ 40,358.78
Net Cash Provided By Investing Activities		\$ 36,809.90	\$ 4.55	\$ 82.21	\$ 3,462.12	\$ 40,358.78

City Of Ottawa, Illinois
Combining Statement Of Cash Flows
Proprietary Funds
Year Ended April 30, 2010

	Enterprise Funds				
	Waterworks And <u>Sewerage</u>	Swimming <u>Pool</u>	Canal Rental And Purchase	Friendly City <u>Riverfest</u>	<u>Total</u>
Net Increase (Decrease) In Cash	\$ (544,566.89)	\$ 7,341.38	\$ 911.21	\$ 5,121.07	\$ (531,193.23)
Balances - Beginning Of Year	3,184,332.92	393.54	45,517.96	10,090.48	3,240,334.90
Balances - End Of Year	<u>\$ 2,639,766.03</u>	<u>\$ 7,734.92</u>	<u>\$ 46,429.17</u>	<u>\$ 15,211.55</u>	<u>\$ 2,709,141.67</u>
Consisting Of:					
Cash	\$ 1,057,949.06	\$ 7,734.92	\$ 46,429.17	\$ 1,661.26	\$ 1,113,774.41
Cash - Restricted	1,200.74	---	---	---	1,200.74
Investments	1,580,616.23	---	---	13,550.29	1,594,166.52
	<u>\$ 2,639,766.03</u>	<u>\$ 7,734.92</u>	<u>\$ 46,429.17</u>	<u>\$ 15,211.55</u>	<u>\$ 2,709,141.67</u>
68 RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating Income (Loss)	\$ (255,362.21)	\$ (95,026.04)	\$ 829.00	\$ 1,658.95	\$ (347,900.30)
Adjustments To Reconcile Operating Income (Loss) To Net Cash Provided (Used) By Operating Activities					
Cash Flows Reported In Other Categories					
Depreciation	1,191,740.00	2,362.87	---	---	1,194,102.87
Change In Assets And Liabilities					
Increase In Receivables	(182,472.55)	---	---	---	(182,472.55)
Increase In Accounts Payable	624,094.10	---	---	---	624,094.10
Decrease In Accrued Salaries	(24,387.55)	---	---	---	(24,387.55)
Decrease In Water Users' Deposits	(200.00)	---	---	---	(200.00)
Net Cash Provided (Used) By Operating Activities	<u>\$ 1,353,411.79</u>	<u>\$ (92,663.17)</u>	<u>\$ 829.00</u>	<u>\$ 1,658.95</u>	<u>\$ 1,263,236.57</u>

City Of Ottawa, Illinois
Schedule Of Revenues - Budget And Actual
General Fund
Year Ended April 30, 2010

	<u>Budget</u>	<u>Actual</u>
Taxes:		
Property Taxes	\$ 2,030,000.00	\$ 1,967,626.61
Sales Taxes	5,130,000.00	5,098,178.10
Utility Taxes	1,500,000.00	1,235,446.93
State Income Taxes	1,565,000.00	725,714.19
Personal Property Replacement Taxes	375,000.00	150,509.22
Gambling Taxes	6,000.00	4,908.75
Total Taxes	<u>\$ 10,606,000.00</u>	<u>\$ 9,182,383.80</u>
Intergovernmental:		
Parking Meter Fees	\$ 700.00	\$ 607.09
Registrar Fees	12,000.00	12,144.00
Circuit Clerk Fines	140,000.00	163,225.25
Parking Fines	30,000.00	26,785.80
Liquor Fines	3,000.00	500.00
Highway Maintenance	35,000.00	27,701.89
Traffic Light Reimbursement	40,000.00	20,558.34
Police And Fire Training	15,000.00	26,798.94
Law Enforcement Grant	180,000.00	88,000.00
Other Grants	40,000.00	459,866.69
Total Intergovernmental	<u>\$ 495,700.00</u>	<u>\$ 826,188.00</u>
Licenses And Permits:		
Peddlers License	\$ 2,924.00	\$ 1,615.00
Liquor License	50,000.00	46,412.50
Sign Filing Fee	1,500.00	554.00
T.V. Franchise Fee	170,000.00	108,540.50
Sidewalk Café License Permit	200.00	250.00
Electrical License	40,000.00	46,400.00
Raffle License	300.00	395.00
Use Of Sidewalk License	200.00	---
Contractor License	13,000.00	18,139.00
Electrical Test Fee	3,500.00	5,250.00
Dog Release Fees	3,000.00	2,575.00
Plumbing Permit	4,000.00	360.00
Rezoning Filing Fee	2,500.00	3,150.00
Building Permit	50,000.00	34,730.23
Swimming Pool Permit	700.00	600.00
Subtotal	<u>\$ 341,824.00</u>	<u>\$ 268,971.23</u>

City Of Ottawa, Illinois
Schedule Of Revenues - Budget And Actual
General Fund
Year Ended April 30, 2010

	<u>Budget</u>	<u>Actual</u>
Licenses And Permits (Continued):		
Subtotal Forward	\$ 341,824.00	\$ 268,971.23
Wrecking Permit	900.00	800.00
Electrical Permit	5,000.00	7,375.00
Property Vacation Permit	1,000.00	7,562.04
Home Occupation/Business Permit	100.00	75.00
Fence Permit	3,000.00	4,800.00
Other Licenses And Permits	1,200.00	728.00
Plat Design Review Fee Permit	50,000.00	8,588.62
Total Licenses And Permits	<u>\$ 403,024.00</u>	<u>\$ 298,899.89</u>
Investment Income	<u>\$ 80,000.00</u>	<u>\$ 6,281.57</u>
Miscellaneous:		
Police Other	\$ 7,000.00	\$ 5,785.88
Character Counts	900.00	1,177.05
Sex Offender Registration Fees	500.00	190.00
Police Vehicle Replacement Fees	9,000.00	775.12
Group Insurance Payments	540,000.00	575,728.71
Group Insurance Payments - Water And Sewer Fund	---	232,826.65
Telephone Franchise	40,000.00	37,673.58
Special Duty Officers	132,000.00	137,067.24
Tree Removal	4,000.00	2,500.00
Recoup Liens	35,000.00	13,571.63
Tree Program Donations	5,000.00	3,699.95
Rents	1,200.00	1,250.00
Reddick Mansion Utilities	8,000.00	10,256.94
Museum Reimbursement	4,500.00	4,837.93
Ambulance Fees	490,000.00	458,782.63
Other	30,000.00	49,782.18
Donations - Washington Park Statue	---	7,000.00
Donations - Public Education/Prevention	1,000.00	---
Donations - Riverwalk	10,000.00	---
Total Miscellaneous	<u>\$ 1,318,100.00</u>	<u>\$ 1,542,905.49</u>
Total General Fund Revenues	<u><u>\$ 12,902,824.00</u></u>	<u><u>\$ 11,856,658.75</u></u>

City Of Ottawa, Illinois
Schedule Of Expenditures - Budget And Actual
General Fund
Year Ended April 30, 2010

	<u>Budget</u>	<u>Actual</u>
Department Of Mayor:		
Elected Official	\$ 61,000.00	\$ 60,329.61
Clerical	46,000.00	47,592.55
Part-Time	47,000.00	46,690.96
Dues, Education, Seminars	4,500.00	1,182.76
Office Supplies	500.00	49.99
Operating Supplies	9,000.00	6,812.62
Telephone And Pager Expense	500.00	480.00
Gasoline And Diesel Fuel	450.00	575.32
Miscellaneous	9,000.00	7,044.29
	<hr/>	<hr/>
Total Department Of Mayor	\$ 177,950.00	\$ 170,758.10
	<hr/>	<hr/>
Department Of Liquor Commissioner:		
Elected Official	\$ 5,000.00	\$ 5,027.27
Clerical	400.00	402.34
	<hr/>	<hr/>
Total Department Of Liquor Commissioner	\$ 5,400.00	\$ 5,429.61
	<hr/>	<hr/>
Department Of Fire And Police Commission:		
Dues, Education, Seminars	\$ 900.00	\$ ---
Office Supplies	200.00	12.99
Publishing	2,500.00	1,355.77
Professional Services	8,000.00	---
	<hr/>	<hr/>
Total Department Of Fire And Police Commission	\$ 11,600.00	\$ 1,368.76
	<hr/>	<hr/>
Department Of Civil Service Commission:		
Publishing	\$ 3,000.00	\$ 1,613.72
Professional Services	12,500.00	9,374.00
	<hr/>	<hr/>
Total Department Of Civil Service Commission	\$ 15,500.00	\$ 10,987.72
	<hr/>	<hr/>

City Of Ottawa, Illinois
Schedule Of Expenditures - Budget And Actual
General Fund
Year Ended April 30, 2010

	<u>Budget</u>	<u>Actual</u>
Department Of General Administration:		
Administrative	\$ 56,715.00	\$ 57,026.20
Clerical	71,384.00	71,775.21
Clothing Reimbursement	2,500.00	2,440.34
Dues, Education, Seminars	20,000.00	20,235.93
Health Insurance And Claims	3,228,700.00	2,699,842.64
Office Supplies	15,000.00	7,752.09
Operating Supplies	15,000.00	4,610.05
Repairs And Maintenance	6,000.00	6,495.85
Telephone And Pager Expense	8,000.00	7,486.81
Postage	8,500.00	7,604.70
Publishing	15,000.00	13,381.81
Miscellaneous	15,000.00	17,833.93
Professional Services	90,000.00	105,740.02
Allocations/River Rescue Squad	2,000.00	2,000.00
Subsidy/Taxicab	35,000.00	32,741.25
Legal Fees	160,000.00	189,640.14
	<hr/>	<hr/>
Total Department Of General Administration	\$ 3,748,799.00	\$ 3,246,606.97
	<hr/>	<hr/>
Department Of Accounts And Finance Commissioner:		
Elected Official	\$ 12,000.00	\$ 12,065.71
Clothing Reimbursement	150.00	---
Dues, Education, Seminars	1,000.00	---
Telephone And Pager Expense	480.00	480.00
	<hr/>	<hr/>
Total Department Of Accounts And Finance Commissioner	\$ 13,630.00	\$ 12,545.71
	<hr/>	<hr/>
Community Development Department:		
Clerical	\$ 47,500.00	\$ 47,592.55
Professional	155,750.00	157,190.72
Other Employees	106,000.00	112,865.37
Part-Time	49,000.00	46,083.95
	<hr/>	<hr/>
Subtotal Forward	\$ 358,250.00	\$ 363,732.59

City Of Ottawa, Illinois
Schedule Of Expenditures - Budget And Actual
General Fund
Year Ended April 30, 2010

	<u>Budget</u>	<u>Actual</u>
Community Development Department (Continued):		
Subtotal Forward	\$ 358,250.00	\$ 363,732.59
Meal Allowance	200.00	151.99
Clothing Reimbursement	700.00	533.12
Dues, Education, Seminars	12,600.00	13,498.24
Office Supplies	5,400.00	3,277.40
Operating Supplies	10,000.00	10,824.77
Repairs And Maintenance	1,500.00	1,400.30
Repairs And Maintenance/Sidewalk Program	31,500.00	42,042.09
Telephone And Pager Expense	2,400.00	2,435.30
Postage	500.00	329.78
Gasoline And Diesel Fuel	7,200.00	7,321.86
Publishing	2,000.00	1,320.24
Miscellaneous	1,500.00	644.81
Professional Services	56,000.00	26,083.71
Contractual/Tree Removal Program	35,000.00	29,975.00
Equipment	8,000.00	---
Construction In Progress	10,000.00	2,762.49
Construction In Progress/Storm/Sanitary Separation	535,000.00	594,611.68
Construction In Progress/Storm Sewer Maintenance	---	20,377.00
Total Community Development Department	<u>\$ 1,077,750.00</u>	<u>\$ 1,121,322.37</u>
Police Department:		
Administrative	\$ 295,380.00	\$ 273,700.03
Clerical	398,500.00	387,821.36
Other Employees	1,838,000.00	2,008,701.02
Overtime	183,000.00	173,777.70
Special Duty	132,000.00	131,358.75
Clothing Allowance	32,850.00	4,553.28
Dues, Education, Seminars	45,000.00	22,653.94
Office Supplies	6,500.00	5,136.79
Subtotal Forward	<u>\$ 2,931,230.00</u>	<u>\$ 3,007,702.87</u>

City Of Ottawa, Illinois
Schedule Of Expenditures - Budget And Actual
General Fund
Year Ended April 30, 2010

	<u>Budget</u>	<u>Actual</u>
Police Department (Continued):		
Subtotal Forward	\$ 2,931,230.00	\$ 3,007,702.87
Operating Supplies	53,050.00	27,318.31
Repairs And Maintenance	2,500.00	2,679.17
Repairs And Maintenance - Equipment	22,000.00	25,143.73
Telephone And Pager Expense	28,000.00	25,902.35
Postage	1,200.00	836.87
Gasoline And Diesel Fuel	70,000.00	63,858.66
Publishing	200.00	30.00
Miscellaneous	450.00	279.66
Professional Services	36,000.00	32,005.55
Contractual/Animal Control	7,000.00	6,899.61
Grant Expense/IL Violence Prevention	11,000.00	---
Grant Expense/Tobacco Grant	2,420.00	48.70
Grant Expense/Peer Jury	---	10,720.74
Character Counts	600.00	1,518.14
Sex Offender Fees Expense	200.00	---
Equipment	65,000.00	52,583.60
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Total Police Department	\$ 3,230,850.00	\$ 3,257,527.96
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Fire Department:		
Administrative	\$ 189,000.00	\$ 190,134.96
Other Employees	1,441,000.00	1,411,956.95
Overtime	225,000.00	241,732.53
Clothing Allowance	10,000.00	9,168.57
Dues, Education, Seminars	35,000.00	27,069.06
Public Education/Prevention	20,000.00	8,199.15
Office Supplies	5,000.00	1,914.82
Operating Supplies	45,000.00	35,807.17
Repairs And Maintenance	5,000.00	4,109.22
Repairs And Maintenance - Equipment	10,000.00	10,557.48
Repairs And Maintenance - Vehicles	45,000.00	36,332.69
Telephone And Pager Expense	15,000.00	14,937.03
Postage	300.00	252.85
Gasoline And Diesel Fuel	22,000.00	14,584.28
Publishing	---	172.85
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Subtotal Forward	\$ 2,067,300.00	\$ 2,006,929.61

City Of Ottawa, Illinois
Schedule Of Expenditures - Budget And Actual
General Fund
Year Ended April 30, 2010

	<u>Budget</u>	<u>Actual</u>
Fire Department (Continued):		
Subtotal Forward	\$ 2,067,300.00	\$ 2,006,929.61
Miscellaneous	500.00	264.86
Ambulance Expenses	50,000.00	35,463.02
Professional Services	15,000.00	18,679.03
Equipment	85,000.00	438,620.72
Interest	---	10,947.00
	<hr/>	<hr/>
Total Fire Department	\$ 2,217,800.00	\$ 2,510,904.24
	<hr/>	<hr/>
Department Of Public Health And Safety		
Commissioner:		
Elected Official	\$ 12,000.00	\$ 12,065.71
Clothing Reimbursement	150.00	---
Dues, Education, Seminars	1,000.00	1,039.11
Telephone And Pager Expense	480.00	480.00
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Total Department Of Public Health And Safety		
Commissioner	\$ 13,630.00	\$ 13,584.82
	<hr/>	<hr/>
Department Of Streets:		
Administrative	\$ 68,250.00	\$ 67,553.93
Other Employees	266,000.00	209,375.54
Part-Time	37,000.00	30,001.85
Overtime	36,000.00	24,255.05
Clothing Reimbursement	3,600.00	3,104.24
Dues, Education, Seminars	300.00	102.56
Office Supplies	500.00	246.21
Operating Supplies	180,000.00	165,217.75
Repairs And Maintenance	20,000.00	22,315.69
Repairs And Maintenance/Streets	1,450,000.00	1,328,649.88
Repairs And Maintenance/Bridge	100,000.00	15,145.25
Traffic Signal Maint./Labor	40,000.00	16,466.76
Street Light Maint./Labor	10,000.00	3,486.76
Repairs And Maintenance - Equipment	200.00	---
Telephone And Pager Expense	2,200.00	1,848.03
Gasoline And Diesel Fuel	40,000.00	27,184.69
Subtotal Forward	\$ 2,254,050.00	\$ 1,914,954.19
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City Of Ottawa, Illinois
Schedule Of Expenditures - Budget And Actual
General Fund
Year Ended April 30, 2010

	<u>Budget</u>	<u>Actual</u>
Department Of Streets (Continued):		
Subtotal Forward	\$ 2,254,050.00	\$ 1,914,954.19
Publishing	500.00	630.28
Miscellaneous	500.00	580.46
Professional Services	110,000.00	73,613.71
Operating Lease	3,000.00	2,284.32
Construction In Progress	51,000.00	134,957.08
Interest - Debt Certificates	18,800.00	14,160.00
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Total Department Of Streets	\$ 2,437,850.00	\$ 2,141,180.04
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Department Of Vehicle Maintenance:		
Other Employees	\$ 45,280.00	\$ 45,369.89
Part-Time	2,300.00	519.75
Overtime	5,000.00	2,600.13
Clothing Reimbursement	450.00	925.12
Dues, Education, Seminars	200.00	---
Office Supplies	200.00	66.99
Operating Supplies	28,000.00	19,054.92
Repairs And Maintenance	200.00	---
Repairs And Maintenance - Equipment	200.00	1,069.28
Repairs And Maint./Vehicles/Streets	30,000.00	16,733.77
Repairs And Maint./Vehicles/Parks	5,000.00	2,692.52
Repairs And Maint./Vehicles/Police	10,000.00	8,493.16
Repairs And Maint./Vehicles/Other	5,000.00	6,427.69
Gasoline And Diesel Fuel	1,200.00	1,042.74
Miscellaneous	100.00	---
Professional Services	200.00	---
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Total Department Of Vehicle Maintenance	\$ 133,330.00	\$ 104,995.96
	<hr/>	<hr/>
Department Of Commissioner Of Public		
Improvements:		
Elected Official	\$ 12,000.00	\$ 12,065.71
Clothing Reimbursement	150.00	---
Dues, Education, Seminars	1,000.00	250.00
Telephone And Pager Expense	480.00	480.00
	<hr/>	<hr/>
Total Department Of Commissioner Of		
Public Improvements	\$ 13,630.00	\$ 12,795.71
	<hr/>	<hr/>

City Of Ottawa, Illinois
Schedule Of Expenditures - Budget And Actual
General Fund
Year Ended April 30, 2010

	<u>Budget</u>	<u>Actual</u>
Mini Bus Department:		
Other Employees	\$ 42,000.00	\$ 41,405.84
Part-Time	8,000.00	7,664.03
Overtime	500.00	321.04
Operating Supplies	100.00	127.03
Telephone And Pager Expense	400.00	104.04
Gasoline And Diesel Fuel	12,000.00	7,189.83
Miscellaneous	200.00	---
	<hr/>	<hr/>
Total Mini Bus Department	\$ 63,200.00	\$ 56,811.81
	<hr/>	<hr/>
Department Of Commissioner Of Public Property:		
Elected Official	\$ 12,000.00	\$ 12,065.71
Clothing Reimbursement	150.00	---
Dues, Education, Seminars	1,000.00	605.30
Telephone And Pager Expense	480.00	480.00
	<hr/>	<hr/>
Total Department Of Commissioner Of Public Property	\$ 13,630.00	\$ 13,151.01
	<hr/>	<hr/>
Department Of Parks And Public Buildings:		
Other Employees	\$ 256,000.00	\$ 219,064.07
Part-Time	35,000.00	38,205.77
Overtime	20,000.00	6,194.27
Clothing Allowance	2,700.00	2,470.22
Dues, Education, Seminars	2,000.00	940.48
Office Supplies	500.00	486.41
Operating Supplies	45,000.00	37,042.29
Parks Advisory/Flowers & Lamppost	10,000.00	10,120.72
Tree Board/Trees	14,000.00	9,576.81
Repairs And Maintenance	25,000.00	27,509.09
Repairs And Maintenance - Christmas Lights	3,000.00	4,010.17
Subtotal Forward	<hr/> \$ 413,200.00	<hr/> \$ 355,620.30

City Of Ottawa, Illinois
Schedule Of Expenditures - Budget And Actual
General Fund
Year Ended April 30, 2010

	<u>Budget</u>	<u>Actual</u>
Department Of Parks And Public		
Buildings (Continued):		
Subtotal Forward	\$ 413,200.00	\$ 355,620.30
Repairs And Maintenance - Equipment	20,000.00	12,328.97
Telephone And Pager Expense	1,500.00	1,116.10
Gasoline And Diesel Fuel	18,000.00	15,591.54
Utilities	175,000.00	158,960.88
Miscellaneous	2,000.00	1,439.46
Professional Services	65,000.00	67,734.19
Contractual Repairs/Bldg./Streets	---	937.97
Contractual Repairs/Bldg./Peck Park	15,000.00	7,580.24
Contractual Repairs/Bldg./Police	15,000.00	17,145.91
Contractual Repairs/Bldg./Fire	15,000.00	13,715.58
Contractual Repairs/Bldg./City Hall	50,000.00	43,824.61
Contractual Repairs/Bldg./Other	100,000.00	132,123.28
Equipment Leases	1,500.00	1,627.00
Equipment	10,000.00	---
Construction In Progress	35,000.00	28,195.21
Construction In Progress/Riverwalk	10,000.00	2,862.10
Construction In Progress/Boat Docks	20,000.00	11,435.00
Construction In Progress/Fox River Park	375,000.00	372,578.89
Construction In Progress/Walsh Park Improv.	5,000.00	1,840.00
Construction In Progress/East Main	45,000.00	46,196.00
Construction In Progress/Lincoln Douglas Park	2,000.00	1,988.20
Construction In Progress/Allen Park	50,000.00	56,776.90
	<hr/>	<hr/>
Total Department Of Parks And Public		
Buildings	<u>\$ 1,443,200.00</u>	<u>\$ 1,351,618.33</u>
Total General Fund Expenditures	<u><u>\$ 14,617,749.00</u></u>	<u><u>\$ 14,031,589.12</u></u>

City Of Ottawa, Illinois
Schedule Of Operating Revenues - Budget And Actual
Waterworks And Sewerage Fund
Year Ended April 30, 2010

	<u>Budget</u>	<u>Actual</u>
Water And Sewer Departments:		
Charges For Services		
Water And Sewer Revenue	\$3,743,496.00	\$3,584,702.14
Penalty Revenue	39,000.00	27,884.66
Tapping Fees	100,000.00	41,500.00
Sewer Extension Fees	---	409.68
Watermain Extension Fees	1,000.00	150.00
Bulk Water Revenue	3,500.00	2,980.00
New Water Meter Revenue	15,000.00	4,621.44
Sewer Assessment Revenue	---	58.60
Sewer Connection Fees	20,000.00	68,120.64
Leachate Treatment Fees	40,000.00	39,733.02
Septic Dumping Fees	25,000.00	31,125.00
Laboratory Service Fees	4,000.00	1,794.00
Account Activation Fees	5,000.00	11,850.00
Utility Tax - Pilkington	---	153,875.45
Miscellaneous Revenues	<u>16,960.00</u>	<u>14,017.30</u>
Total Waterworks And Sewerage Fund	<u>\$4,012,956.00</u>	<u>\$3,982,821.93</u>

City Of Ottawa, Illinois
Schedule Of Operating Expenses - Budget And Actual
Waterworks And Sewerage Fund
Year Ended April 30, 2010

	<u>Budget</u>	<u>Actual</u>
Water Department:		
Salaries - Administrative	\$ 75,000.00	\$ 72,550.35
Salaries - Clerical	41,879.00	40,667.00
Salaries - Professional	20,600.00	20,000.00
Salaries - Other Employees	247,200.00	260,427.68
Salaries - Part-Time	10,000.00	6,180.00
Salaries - Overtime	20,000.00	15,681.75
Clothing Allowance	3,600.00	3,811.36
Dues, Education, Seminars	7,000.00	7,090.76
Health And Life Insurance	80,000.00	130,264.68
Office Supplies	10,000.00	16,244.05
Operating Supplies	280,000.00	262,230.03
Repairs And Maintenance - Building And Other	700,000.00	506,113.22
Repairs And Maintenance - Equipment	65,000.00	56,961.87
Repairs And Maintenance - Vehicles	35,000.00	41,683.22
Telephone And Pager	15,000.00	4,653.09
Postage	15,000.00	15,099.16
Gasoline And Diesel Fuel	28,000.00	19,950.87
Publishing	8,000.00	---
Utilities	390,000.00	344,677.39
Miscellaneous	7,000.00	30,807.33
Professional/Contractual Services	115,000.00	47,212.72
Operating Leases	5,000.00	---
	<hr/>	<hr/>
Total Water Department	\$2,178,279.00	\$1,902,306.53

City Of Ottawa, Illinois
Schedule Of Operating Expenses - Budget And Actual
Waterworks And Sewerage Fund
Year Ended April 30, 2010

	<u>Budget</u>	<u>Actual</u>
Sewer Department:		
Salaries - Administrative	\$ 72,154.00	\$ 85,105.15
Salaries - Clerical	39,011.00	39,351.33
Salaries - Professional	20,000.00	20,000.00
Salaries - Other Employees	314,046.00	318,300.07
Salaries - Part-Time	19,000.00	11,650.83
Salaries - Overtime	15,000.00	6,643.26
Clothing Allowance	4,050.00	3,401.16
Dues, Education, Seminars	10,000.00	5,381.57
Health And Life Insurance	91,000.00	102,561.97
Office Supplies	3,000.00	984.31
Operating Supplies	32,000.00	22,759.14
Repairs And Maintenance - Building And Other	212,826.00	230,145.53
Repairs And Maintenance - Vehicles	10,000.00	8,983.98
Telephone And Pager	10,000.00	8,029.18
Postage	15,000.00	12,761.50
Gasoline And Diesel Fuel	17,000.00	16,194.08
Publishing	1,000.00	---
Utilities	201,000.00	180,279.89
Miscellaneous	4,000.00	1,835.91
Professional/Contractual Services	100,000.00	65,093.13
Operating Leases	4,488.00	4,675.62
	<hr/>	<hr/>
Total Sewer Department	\$1,194,575.00	\$1,144,137.61
	<hr/>	<hr/>
Total Waterworks And Sewerage Fund Before Depreciation	\$3,372,854.00	\$3,046,444.14
	<hr/>	<hr/>
Depreciation	---	1,191,740.00
	<hr/>	<hr/>
Total Waterworks And Sewerage Fund	\$3,372,854.00	\$4,238,184.14
	<hr/>	<hr/>

City Of Ottawa, Illinois
Schedule Of Tax Extensions, Collections, Revenues And Taxes Receivable
Year Ended April 30, 2010

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Tax Levy Year	<u>2009</u>		<u>2008</u>		<u>2007</u>	
Assessed Valuations	<u>\$312,513,777</u>		<u>\$311,822,649</u>		<u>\$293,275,370</u>	
Tax Rates And Extensions:	<u>Rate</u>	<u>Extension</u>	<u>Rate</u>	<u>Extension</u>	<u>Rate</u>	<u>Extension</u>
Corporate	0.2500	\$ 781,293.24	0.2500	\$ 779,564.67	0.2500	\$ 733,196.06
Bonds And Interest	0.0500	156,256.89	0.1644	512,636.43	0.1799	527,602.39
Illinois Municipal Retirement	0.1017	317,826.51	0.0855	266,608.36	0.0870	255,149.57
Fire Protection	0.1500	468,770.67	0.1500	467,733.97	0.1439	422,023.26
Firemen Pension	0.2597	811,598.28	0.2167	675,719.68	0.1876	550,184.59
Police Protection	0.1500	468,770.67	0.1500	467,733.97	0.1439	422,023.26
Police Pension	0.1769	552,836.87	0.1271	396,326.59	0.1153	338,146.50
Garbage	0.0233	72,815.71	0.0220	68,600.98	0.0222	65,107.13
Audit	0.0187	58,440.08	0.0176	54,880.79	0.0178	52,203.02
Insurance	0.1569	490,334.12	0.1483	462,432.99	0.1501	440,206.33
Street Lighting	0.0500	156,256.89	0.0500	155,911.32	0.0500	146,637.69
Playground	0.0900	281,262.40	0.0900	280,640.38	0.0900	263,947.83
Social Security	0.0828	258,761.41	0.0722	225,135.95	0.0734	215,264.12
School Crossing Guard	0.0127	39,689.25	0.0121	37,730.54	0.0122	35,779.60
Lease	0.0339	105,942.17	0.0320	99,783.25	0.0324	95,021.22
Totals	<u>1.6066</u>	<u>\$ 5,020,855.16</u>	<u>1.5879</u>	<u>\$ 4,951,439.87</u>	<u>1.5557</u>	<u>\$ 4,562,492.57</u>
Collections	<u>\$ ---</u>		<u>\$ 4,926,557.73</u>		<u>\$ 4,550,483.86</u>	
Percent Collections	<u>0.00%</u>		<u>99.50%</u>		<u>99.74%</u>	

City Of Ottawa, Illinois
Schedule Of Debt Service Requirements
April 30, 2010

	Year Ending April 30	Governmental Fund Types		
		Principal	Interest	Total
General Obligation				
Corporate Purpose Debt				
Certificate, Series 2002:	2011	\$ 149,377.33	\$ 6,796.68	\$ 156,174.01
Interest payable June 1 and December 1 of each year at a rate varying from 4.30% to 4.55%				
General Obligation	2011	\$ 50,000.00	\$ 11,800.00	\$ 61,800.00
Corporate Purpose Debt	2012	50,000.00	9,440.00	59,440.00
Certificate, Series 2006:	2013	50,000.00	7,080.00	57,080.00
Interest and principal payable	2014	50,000.00	4,720.00	54,720.00
November 10 of each year	2015	50,000.00	2,360.00	52,360.00
at a rate of 4.72%		<u>\$ 250,000.00</u>	<u>\$ 35,400.00</u>	<u>\$ 285,400.00</u>
General Obligation	2011	\$ 410,000.00	\$ 145,140.00	\$ 555,140.00
Corporate Purpose Debt	2012	410,000.00	127,715.00	537,715.00
Certificate (Limited Tax),	2013	410,000.00	110,085.00	520,085.00
Series 2007:	2014	410,000.00	92,250.00	502,250.00
Interest and principal pay-	2015	410,000.00	74,210.00	484,210.00
able on June 15 of each	2016	410,000.00	55,965.00	465,965.00
year at a rate varying	2017	410,000.00	37,515.00	447,515.00
from 4.15% to 4.60%	2018	410,000.00	18,860.00	428,860.00
		<u>\$ 3,280,000.00</u>	<u>\$ 661,740.00</u>	<u>\$ 3,941,740.00</u>
General Obligation	2011	\$ 642,000.00	\$ 271,309.20	\$ 913,309.20
Corporate Purpose Debt	2012	642,000.00	246,592.20	888,592.20
Certificate (Limited Tax),	2013	642,000.00	220,398.60	862,398.60
Series 2008 Dated	2014	642,000.00	193,306.20	835,306.20
December 18, 2008:	2015	642,000.00	164,223.60	806,223.60
Interest and principal pay-	2016	642,000.00	133,985.40	775,985.40
able on December 1 of	2017	642,000.00	102,013.80	744,013.80
each year at a rate varying	2018	642,000.00	68,822.40	710,822.40
from 3.63% to 5.43%	2019	642,000.00	34,860.60	676,860.60
		<u>\$ 5,778,000.00</u>	<u>\$ 1,435,512.00</u>	<u>\$ 7,213,512.00</u>

City Of Ottawa, Illinois
Schedule Of Debt Service Requirements
April 30, 2010

	Year Ending <u>April 30</u>	Governmental Fund Types		<u>Total</u>
		<u>Principal</u>	<u>Interest</u>	
Taxable General Obligation	2011	\$ ---	\$ 130,988.00	\$ 130,988.00
Recovery Zone Economic Bonds,	2012	---	149,227.00	149,227.00
Series 2009 Dated	2013	---	149,227.00	149,227.00
January 15, 2010:	2014	---	149,227.00	149,227.00
Interest payable June 1	2015	---	149,227.00	149,227.00
and December 1 of each	2016	120,000.00	149,227.00	269,227.00
year at a rate varying	2017	130,000.00	143,599.00	273,599.00
from 4.69% to 6.75%	2018	135,000.00	136,865.00	271,865.00
	2019	140,000.00	129,656.00	269,656.00
	2020	150,000.00	121,970.00	271,970.00
	2021	155,000.00	113,660.00	268,660.00
	2022	165,000.00	104,887.00	269,887.00
	2023	175,000.00	95,235.00	270,235.00
	2024	185,000.00	84,857.00	269,857.00
	2025	200,000.00	73,683.00	273,683.00
	2026	210,000.00	61,383.00	271,383.00
	2027	225,000.00	48,027.00	273,027.00
	2028	240,000.00	33,245.00	273,245.00
	2029	255,000.00	17,213.00	272,213.00
		<u>\$ 2,485,000.00</u>	<u>\$ 2,041,403.00</u>	<u>\$ 4,526,403.00</u>
	Year Ending <u>April 30</u>	Waterworks And Sewerage Fund		<u>Total</u>
		<u>Principal</u>	<u>Interest</u>	
Waterworks And Sewerage	2011	\$ 323,036.98	\$ 130,294.28	\$ 453,331.26
Construction Loan:	2012	332,489.36	120,841.90	453,331.26
Payments adjusted to \$226,665.63	2013	342,218.32	111,112.94	453,331.26
due February 15 and August 15	2014	352,231.96	101,099.30	453,331.26
starting February 15, 2003,	2015	362,538.62	90,792.64	453,331.26
through February 15, 2022, with	2016	373,146.86	80,184.40	453,331.26
interest rate of 2.905%	2017	384,065.49	69,265.77	453,331.26
	2018	395,303.63	58,027.63	453,331.26
	2019	406,870.59	46,460.67	453,331.26
	2020	418,776.03	34,555.23	453,331.26
	2021	431,029.82	22,301.44	453,331.26
	2022	443,642.25	9,689.01	453,331.26
		<u>\$ 4,565,349.91</u>	<u>\$ 874,625.21</u>	<u>\$ 5,439,975.12</u>

City Of Ottawa, Illinois
Schedule Of Debt Service Requirements
April 30, 2010

	Year Ending <u>April 30</u>	<u>Waterworks And Sewerage Fund</u>		<u>Total</u>
		<u>Principal</u>	<u>Interest</u>	
Sanitary Sewer Extension	2011	\$ 209,656.44	\$ 40,343.56	\$ 250,000.00
Debt Certificate, Series 2005:	2012	218,225.71	31,774.29	250,000.00
Payments monthly of \$17,500,	2013	227,310.97	22,689.03	250,000.00
starting March 1, 2006, through	2014	236,689.87	13,310.13	250,000.00
March 1, 2015, except May	2015	217,484.77	3,582.30	221,067.07
of each year starting in 2007		<u>\$ 1,109,367.76</u>	<u>\$ 111,699.31</u>	<u>\$ 1,221,067.07</u>
when payment is \$57,500 at				
a rate of 4.05%				
Waterworks And Sewerage	2011	\$ 59,197.56	\$ 29,443.30	\$ 88,640.86
Construction Loan:	2012	60,686.75	27,954.11	88,640.86
Payments of \$65,704.30	2013	62,213.40	26,427.46	88,640.86
on October 30, 2007, then	2014	63,778.46	24,862.40	88,640.86
payments of \$44,320.43 due	2015	65,382.88	23,257.98	88,640.86
April 30 and October 30	2016	67,027.67	21,613.19	88,640.86
starting April 30, 2008	2017	68,713.83	19,927.03	88,640.86
through October 30, 2026,	2018	70,442.41	18,198.45	88,640.86
with interest rate of 2.50%	2019	72,214.48	16,426.38	88,640.86
	2020	74,031.12	14,609.74	88,640.86
	2021	75,893.47	12,747.39	88,640.86
	2022	77,802.67	10,838.19	88,640.86
	2023	79,759.90	8,880.96	88,640.86
	2024	81,766.35	6,874.51	88,640.86
	2025	83,823.28	4,817.58	88,640.86
	2026	85,931.96	2,708.90	88,640.86
	2027	43,773.30	547.13	44,320.43
		<u>\$ 1,192,439.49</u>	<u>\$ 270,134.70</u>	<u>\$ 1,462,574.19</u>

City Of Ottawa, Illinois
Schedule Of Debt Service Requirements
April 30, 2010

	<u>Year Ending April 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Installment Note -	2011	\$ 75,635.42	\$ 12,042.22	\$ 87,677.64
Dated June 16, 2009:	2012	78,619.56	9,058.08	87,677.64
60 Monthly Payments of	2013	81,765.62	5,912.02	87,677.64
\$7,306.47 with interest	2014	85,015.03	2,662.61	87,677.64
rate of 3.85%	2015	21,778.14	141.27	21,919.41
		<u>\$ 342,813.77</u>	<u>\$ 29,816.20</u>	<u>\$ 372,629.97</u>
Installment Note -	2011	\$ 28,470.48	\$ 9,292.80	\$ 37,763.28
Dated July 16, 2009:	2012	29,658.86	8,104.42	37,763.28
96 Monthly Payments of	2013	30,939.59	6,823.69	37,763.28
\$3,146.94 with interest	2014	32,253.78	5,509.50	37,763.28
rate of 4.11%	2015	33,623.78	4,139.50	37,763.28
	2016	35,046.03	2,717.25	37,763.28
	2017	36,540.60	1,222.68	37,763.28
	2018	9,375.88	64.94	9,440.82
		<u>\$ 235,909.00</u>	<u>\$ 37,874.78</u>	<u>\$ 273,783.78</u>

City Of Ottawa, Illinois
Statement Of Cash Flows
Proprietary Funds
Year Ended April 30, 2010

	Enterprise Funds		
	Waterworks And <u>Sewerage</u>	Other Nonmajor <u>Funds</u>	<u>Total</u>
Consisting Of:			
Cash	\$ 1,057,949.06	\$ 55,825.35	\$ 1,113,774.41
Cash - Restricted	1,200.74	---	1,200.74
Investments	1,580,616.23	13,550.29	1,594,166.52
	<u>\$ 2,639,766.03</u>	<u>\$ 69,375.64</u>	<u>\$ 2,709,141.67</u>
RECONCILIATION OF OPERATING			
INCOME (LOSS) TO NET CASH PROVIDED			
(USED) BY OPERATING ACTIVITIES			
Operating Income (Loss)	\$ (255,362.21)	\$ (92,538.09)	\$ (347,900.30)
Adjustments To Reconcile Operating			
Income To Net Cash Provided (Used)			
By Operating Activities			
Cash Flows Reported In Other Categories			
Depreciation	1,191,740.00	2,362.87	1,194,102.87
Change In Assets And Liabilities			
Increase In Receivables	(182,472.55)	---	(182,472.55)
Decrease In Accounts Payable	624,094.10	---	624,094.10
Increase In Accrued Salaries	(24,387.55)	---	(24,387.55)
Decrease In Water Users' Deposits	(200.00)	---	(200.00)
Net Cash Provided (Used) By Operating Activities	<u>\$ 1,353,411.79</u>	<u>\$ (90,175.22)</u>	<u>\$ 1,263,236.57</u>

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois
Statement Of Net Assets
Fiduciary Funds
April 30, 2010

	Pension Trust <u>Funds</u>
ASSETS	
Cash	\$ 1,663,795.49
Investments, At Fair Value	20,442,442.00
Taxes Receivable	1,360,336.87
Accrued Interest Receivable	37,156.83
Due From General Corporate Fund	<u>31,567.73</u>
 TOTAL ASSETS	 <u>\$ 23,535,298.92</u>
 LIABILITIES	
Due To Retiree	<u>\$ 383.00</u>
 TOTAL LIABILITIES	 <u>\$ 383.00</u>
 NET ASSETS	
Held In Trust For Pension Benefits And Other Purposes	 <u><u>\$ 23,534,915.92</u></u>

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois
Statement Of Changes In Net Assets
Fiduciary Funds
Year Ended April 30, 2010

	Pension Trust <u>Funds</u>
ADDITIONS	
Contributions	
Employer	\$ 1,485,217.66
Employee	357,812.17
Total Contributions	<u>\$ 1,843,029.83</u>
Investment Income	
Net Increase In Fair Value Of Investments	\$ 2,413,993.13
Interest And Dividends	527,142.50
Realized Gain On Sale Of Investments	226,880.00
Total Investment Income	<u>\$ 3,168,015.63</u>
Other Income	<u>\$ 140.14</u>
Total Additions	<u>\$ 5,011,185.60</u>
DEDUCTIONS	
Pension Benefits	\$ 1,729,784.60
Administrative Expenses	64,690.55
Total Deductions	<u>\$ 1,794,475.15</u>
Change In Net Assets	\$ 3,216,710.45
Net Assets Held In Trust - Beginning Of Year	<u>20,318,205.47</u>
Net Assets Held In Trust - End Of Year	<u><u>\$ 23,534,915.92</u></u>

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois
NOTES TO BASIC FINANCIAL STATEMENTS
Year Ended April 30, 2010

Note 1 - Summary Of Significant Accounting Policies

The City complies with generally accepted accounting principles (GAAP). GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements. In the government-wide financial statements and the fund financial statements for the proprietary funds, Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, have been applied unless those pronouncements conflict with or contradict GASB pronouncements, in which case, GASB prevails. For enterprise funds, GASB Statement Nos. 20 and 34 provide the City the option of electing to apply FASB pronouncements issued after November 30, 1989. The City has elected not to apply those pronouncements. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this Note.

(A) FINANCIAL REPORTING ENTITY

The City's financial reporting entity comprises the following:

Primary Government:	City of Ottawa
Blended Component Units:	Ottawa Visitors Center

In determining the financial reporting entity, the City complies with the provisions of GASB Statement No. 14, "The Financial Reporting Entity," and includes all component units of which the City appointed a voting majority of the units' board; the City is either able to impose its will on the unit or a financial benefit or burden relationship exists.

Blended Component Units

Blended component units are separate legal entities that meet the component unit criteria described above and whose governing body is the same or substantially the same as the City Council or the component unit provides services entirely to the City. These component units' funds are blended into those of the City's by appropriate activity type to compose the primary government presentation.

Discretely Presented Component Units

Discretely presented component units are separate legal entities that meet the component unit criteria described above but do not meet the criteria for blending. Currently, the City has no discretely presented component units.

City Of Ottawa, Illinois
NOTES TO BASIC FINANCIAL STATEMENTS
Year Ended April 30, 2010

Note 1 - Summary Of Significant Accounting Policies (Continued)

(A) FINANCIAL REPORTING ENTITY (Continued)

Blended Component Units

Component units that are blended into the reporting activity types of the City's report are presented below:

Component Unit	Brief Description/Inclusion Criteria	Reporting
Ottawa Visitors Center	Created May 1, 1998 to promote tourism in Ottawa. The City is represented on the Board of Directors by a Council Member or its representative. The City funds the Center with a provision of Hotel/Motel Tax Funds. Without this funding, the Center could not exist.	Special Revenue

(B) BASIS OF PRESENTATION

Government-wide Financial Statements:

The Statement of Net Assets and Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

Fund Financial Statements:

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be separate accounting entities. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, liabilities, fund equity, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

- a) Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and

City Of Ottawa, Illinois
NOTES TO BASIC FINANCIAL STATEMENTS
Year Ended April 30, 2010

Note 1 - Summary Of Significant Accounting Policies (Continued)

(B) BASIS OF PRESENTATION (Continued)

Fund Financial Statements: (Continued)

- b) Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The funds of the financial reporting entity are described below:

Governmental Funds

General Fund

The General Fund is the primary operating fund of the City and always classified as a major fund. It is used to account for all activities except those legally or administratively required to be accounted for in other funds.

Special Revenue Funds

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

Capital Project Funds

The Capital Project Funds are used to account for resources restricted for the acquisition or construction of specific capital projects or items. The reporting entity includes only various Capital Project Funds and they are used to account for the acquisition of capital assets.

Debt Service Funds

The Debt Service Funds account for the accumulation of financial resources for the payment of interest and principal on the general long-term debt of the City other than debt service payments made by enterprise funds. Ad valorem taxes are used for the payment of principal and interest on the City's judgment.

Permanent Funds

The Permanent Funds account for assets held by the City pursuant to a trust agreement. The principal portion of this fund type must remain intact, but the earnings may be used to achieve the objectives of the fund. Currently, the City has no funds of this type.

City Of Ottawa, Illinois
NOTES TO BASIC FINANCIAL STATEMENTS
Year Ended April 30, 2010

Note 1 - Summary Of Significant Accounting Policies (Continued)

(B) BASIS OF PRESENTATION (Continued)

Proprietary Fund

Enterprise Funds

Enterprise funds are used to account for business-like activities provided to the general public. These activities are financed primarily by user charges and the measurement of financial activity focuses on net income measurement similar to the private sector.

Fiduciary Funds (Not included in government-wide statements)

Agency Funds

Agency funds account for assets held by the City in a purely custodial capacity. The reporting entity includes one agency fund. Since agency funds are custodial in nature (i.e., assets equal liabilities), they do not involve the measurement of results of operations. There are no current agency funds.

Major Funds

The funds classified as major are as follows:

Fund	Brief Description
Major:	
General	See above for description.
Capital Projects Fund:	
North Tax Increment Financing District	Accounts for transactions related to redevelopment projects along Interstate 80.
Dayton Tax Increment Financing District	Accounts for transactions related to redevelopment projects along Dayton Road.
Proprietary Fund:	
Waterworks And Sewerage	Accounts for the provision of water and sewer services to the residents of the City. Activities of the fund include administration, operations and maintenance of the water and sewer system and billing and collection activities. The fund also accounts for the accumulation of resources for, and the payment of, long-term debt principal and interest for water and sewer debt. All costs are financed through charges to utility customers with rates reviewed regularly and adjusted, if necessary, to ensure integrity of the funds.

City Of Ottawa, Illinois
NOTES TO BASIC FINANCIAL STATEMENTS
Year Ended April 30, 2010

Note 1 - Summary Of Significant Accounting Policies (Continued)

(C) MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the government-wide Statement of Net Assets and the Statement of Activities, both governmental and business-like activities are presented using the economic resources measurement focus as defined in item b) below.

In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate:

- a) All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.
- b) The proprietary fund utilizes an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net assets (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net assets.
- c) Agency funds are not involved in the measurement of results of operations; therefore, measurement focus is not applicable to them.

Basis Of Accounting

In the government-wide Statement of Net Assets and Statement of Activities, both governmental and business-like activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds and agency funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year end. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are reported when due.

City Of Ottawa, Illinois
NOTES TO BASIC FINANCIAL STATEMENTS
Year Ended April 30, 2010

Note 1 - Summary Of Significant Accounting Policies (Continued)

(C) MEASUREMENT FOCUS AND BASIS OF ACCOUNTING (Continued)

Basis Of Accounting (Continued)

All proprietary funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

(D) ASSETS, LIABILITIES, AND EQUITY

Cash And Investments

For the purpose of the Statement of Net Assets, "cash," includes all demand deposits of the City. For the purpose of the proprietary fund Statement of Cash Flows, "cash" includes all demand deposits.

Investments are carried at fair value. Fair value is based on quoted market price.

Interfund Receivables And Payables

During the course of operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Those related to goods and services type transactions are classified as "due to and from other funds." Short-term interfund loans are reported as "interfund receivables and payables." Long-term interfund loans (noncurrent portion) are reported as "advances from and to other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the Statement of Net Assets. See Note 8 for details of interfund transactions, including receivables and payables at year-end.

Government-Wide Financial Statements:

Interfund activity and balances, if any, are eliminated or reclassified in the government-wide financial statements as follows:

1. Internal balances - amounts reported in the fund financial statements as interfund receivables and payables are eliminated in the governmental and business-type activities columns of the Statement of Net Assets, except for the net residual amounts due between governmental and business-type activities, which are reported as Internal Balances.
2. Internal activities - amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide Statement of Activities except for the net amount of transfers between governmental and business-type activities, which are reported as Transfers - Internal Activities. The effect of interfund services between funds, if any, are not eliminated in the Statement of Activities.

City Of Ottawa, Illinois
NOTES TO BASIC FINANCIAL STATEMENTS
Year Ended April 30, 2010

Note 1 - Summary Of Significant Accounting Policies (Continued)

(D) ASSETS, LIABILITIES, AND EQUITY (Continued)

Receivables

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivable balances for the governmental activities include sales and use taxes, franchise taxes, grants, police fines, and ambulance fees. Business-type activities report utilities and interest earnings as their major receivables.

In the fund financial statements, material receivables in governmental funds include revenue accruals such as sales tax, franchise tax, and grants and other similar intergovernmental revenues since they are usually both measurable and available. Nonexchange transactions collectible but not available are deferred in the fund financial statements in accordance with modified accrual, but not deferred in the government-wide financial statements in accordance with the accrual basis. Interest and investment earnings are recorded when earned only if paid within 60 days since they would be considered both measurable and available. Proprietary fund material receivables consist of all revenues earned at year-end and not yet received. Utility accounts receivable and interest earnings compose the majority of proprietary fund receivables. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable.

Fixed Assets

The accounting treatment over property, plant, and equipment (fixed assets) depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

Government-wide Statements

In the government-wide financial statements, fixed assets are accounted for as capital assets. All fixed assets are valued at historical cost, or estimated historical cost if actual is unavailable, except for donated fixed assets which are recorded at their estimated fair value at the date of donation. Estimated historical cost was used to value the majority of the assets acquired prior to May 1, 2003.

Prior to May 1, 2003, governmental funds' infrastructure assets were not capitalized. GASB Statement No. 34 requires the retroactive reporting of governmental funds' major general infrastructure acquired prior to May 1, 2003, effective for the first fiscal year beginning after June 15, 2006. These assets have been valued at estimated historical cost.

City Of Ottawa, Illinois
NOTES TO BASIC FINANCIAL STATEMENTS
Year Ended April 30, 2010

Note 1 - Summary Of Significant Accounting Policies (Continued)

(D) ASSETS, LIABILITIES, AND EQUITY (Continued)

Fixed Assets (Continued)

Depreciation of all exhaustible fixed assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Assets. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. A capitalization threshold of \$10,000 is used to report capital assets. The range of estimated useful lives by type of asset is as follows:

- Buildings	25-50 years
- Improvements	10-50 years
- Machinery And Equipment	3-20 years
- Utility System	25-50 years
- Infrastructure	25-50 years

Fund Financial Statements

In the fund financial statements, fixed assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Fixed assets used in proprietary fund operations are accounted for the same as in the government-wide statements.

Restricted Assets

Restricted assets include cash and investments of the proprietary fund that are legally restricted as to their use. The primary restricted assets are related to bond and debt certificate issue accounts and utility meter deposits.

Long-term Debt

The accounting treatment of long-term debt depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

All long-term debt to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements. The long-term debt consists primarily of notes payable, debt certificates, and bonds.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as expenditures. The accounting for proprietary fund is the same in the fund statements as it is in the government-wide statements.

City Of Ottawa, Illinois
NOTES TO BASIC FINANCIAL STATEMENTS
Year Ended April 30, 2010

Note 1 - Summary Of Significant Accounting Policies (Continued)

(D) ASSETS, LIABILITIES, AND EQUITY (Continued)

Compensated Absences

The City's policies regarding vacation time permit employees to accumulate earned but unused vacation leave. The liability for these compensated absences is not recorded as long-term debt in the government-wide statements. In the fund financial statements, no compensated absence liability payable is reported. This is not in accordance with generally accepted accounting principles.

Equity Classifications

Government-wide Statements

Equity is classified as net assets and displayed in three components:

- a) Invested in capital assets, net of related debt – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b) Restricted net assets – Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c) Unrestricted net assets – All other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

Fund Statements

Governmental fund equity is classified as fund balance. Fund balance is further classified as reserved and unreserved, with unreserved further split between designated and undesignated. Proprietary fund equity is classified the same as in the government-wide statements.

Note 2 - Budgets

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual budgets are adopted for the general, special revenue, debt service funds, capital projects funds, and enterprise funds. All appropriations lapse at year-end.

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

- a) A proposed operating budget is submitted to the City Council for the fiscal year commencing the following May 1. The operating budget includes proposed expenditures and the means of financing them.
- b) Public hearings are conducted by the City to obtain taxpayer comments.

City Of Ottawa, Illinois
NOTES TO BASIC FINANCIAL STATEMENTS
Year Ended April 30, 2010

Note 2 - Budgets (Continued)

- c) Subsequently, the budget is used to develop the annual appropriation ordinance, which is the City's legal budgetary document. The appropriation ordinance is enacted through passage of a City ordinance.
- d) Formal budgetary integration is employed as a management control device during the year for the general fund, special revenue and debt service funds.
- e) Budgetary appropriations lapse at year-end.
- f) Transfers between line items, departments and funds may be made by administrative action, however, amounts to be transferred between funds would require City Council approval. The level of legal control is the individual fund budget in total.
- g) Budgeted amounts are as originally adopted or through an amendment approved on April 6, 2010, with the exceptions of City Council approved transfers which were not material in relation to the budgets taken as a whole.

Expenditures exceeded budget in the following individual funds for the year ended April 30, 2010.

	<u>Budget</u>	<u>Actual</u>
Auditing	\$ 55,103.00	\$ 81,300.00
Illinois Municipal Retirement	491,464.00	670,230.69
Public Liability	463,216.00	543,038.74
Motor Fuel Tax	485,000.00	508,745.01
Playground And Recreation	371,972.00	386,907.60
Emergency 911	384,500.00	394,776.69
Police DARE	5,000.00	5,007.93
Lease	101,772.00	219,404.12
Street Lighting	163,151.00	168,257.82
Series 2005 Bond And Interest	162,880.00	164,960.00

Note 3 - Property Tax

The City annually establishes a legal right to the property tax assessments upon the enactment of a tax levy ordinance by the City Council. These tax assessments are levied in December and attach as an enforceable lien on the previous January 1. Tax bills are prepared by the County and issued on or about June 1, and are payable in two installments which are due on or about July 1 and September 1.

Property taxes are billed, collected and remitted periodically by the County Treasurer of LaSalle County, Illinois. A reduction for collection losses, based on historical collection experience, has been provided to reduce the taxes receivable to the estimated amount to be collected. That portion of the property taxes receivable which is not expected to be collected within sixty (60) days after year end is not considered to pay current liabilities and is, therefore, shown as deferred revenue on the fund financial statements.

Note 4 - Deposits And Investments

The City deposits and invests in investments allowed by State Statutes. The Statutes authorize the City to make deposits in commercial banks, savings and loan institutions, and make investments in obligations of the U.S. Treasury and U.S. agencies, obligations of states and their political subdivisions, savings accounts, credit union shares, repurchase

City Of Ottawa, Illinois
NOTES TO BASIC FINANCIAL STATEMENTS
Year Ended April 30, 2010

Note 4 - Deposits And Investments (Continued)

agreements, commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds. Pension funds may also invest in certain other investments as allowed by Illinois Compiled Statutes.

Illinois Funds is an investment pool managed by the State of Illinois, Office of the Treasurer, which allows governments within the state to pool their funds for investment purposes. Illinois Funds is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in Illinois Funds are valued at Illinois Funds share price, which is the price the investment could be sold for.

Common Bank Account

Separate bank accounts are not maintained for all funds; instead, certain funds maintain their uninvested cash balances in a common checking account, with accounting records being maintained to show the portion of the common bank account balance attributable to each participating fund.

Occasionally certain funds participating in the common bank account will incur overdrafts (deficits) in the account. The overdrafts result from expenditures which have been approved by the Council.

Funds having negative cash balances and shown in the financial statements are as follows:

<u>Governmental</u>	<u>Amount</u>
Dayton TIF	\$(808,670.68)
Illinois Municipal Retirement	(297,648.83)
Public Liability Insurance	(167,968.47)
Foreign Fire Insurance	(1,145.79)
Ottawa Visitors Center	(4,332.79)
Canal TIF	(183,473.47)
Total	<u>\$(1,463,240.03)</u>

The net cash position for Statement of Net Assets is determined as follows:

Cash – Current	\$ 9,484,845.06
Cash – Restricted	907,032.40
Cash Overdraft	<u>(1,463,240.03)</u>
Total	<u>\$ 8,928,637.43</u>

Deposits

Custodial credit risk for deposits is the risk that in the event of a bank failure, the City's deposits may not be returned or the City will not be able to recover collateral securities in the possession of an outside party. The City will not maintain funds in any financial institution that is not a member of the FDIC system. In addition, City funds will not be maintained in any institution not willing or capable of posting required collateral, or purchasing private insurance for funds in excess of FDIC insurable limits. At year end, the carrying amount of the City's deposits was \$8,927,287.43, excluding cash on hand, and the respective bank balances totaled \$9,698,969.92. These amounts are exclusive of the pension funds.

City Of Ottawa, Illinois
NOTES TO BASIC FINANCIAL STATEMENTS
Year Ended April 30, 2010

Note 4 - Deposits And Investments (Continued)

Deposits (Continued)

At April 30, 2010, deposits and investments of the City's reporting entity are insured or collateralized with securities held by the pledging financial institution's trust department or agent, except for \$2,101,000.00, which is both uninsured and uncollateralized.

Investments

Safety of principal is the foremost objective of the investment program. Investments shall be undertaken in a manner that seeks to ensure the preservation of capital in the City's overall portfolio. The objective is to mitigate credit risk and interest rate risk.

As of April 30, 2010, the City had the following investments (*):

<u>Type Of Investments</u>	<u>Fair Value/ Carrying Amount</u>	<u>Cost</u>	<u>Average Credit Quality/Ratings (1)</u>	<u>Weighted Average Days To Maturity (2)</u>
<u>POOLED INVESTMENTS</u>				
Illinois Funds	\$2,340,222.94	\$2,340,222.94	N/A	N/A
<u>NON-POOLED INVESTMENTS</u>				
Money Market Accounts	364,438.63	364,438.63	N/A	N/A
Savings Accounts	44,191.78	44,191.78	N/A	N/A
Certificates Of Deposit	1,296,220.80	1,296,220.80	N/A	279.42
Mutual Fund	13,550.29	13,550.29	N/A	N/A

(1) Ratings are provided where applicable to indicate associated credit risk. N/A indicates not applicable.

(2) Interest rate risk is estimated using weighted average days to maturity.

(*) Pension Fund detail is not included here. It is available upon request.

Investment Policy

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The City's investing activities are managed under the custody of the City's Treasurer. City funds may be invested in: (1) U.S. government obligations, U.S. government agency obligations and U.S. government instrumentality obligations, which have a liquid market with a readily determinable market value; (2) certificates of deposit, other evidences of interest bearing deposit or any other investments constituting direct obligation, of any bank as defined by the Illinois Banking Act; (3) short-term obligations of corporations organized in the United States with assets exceeding \$500,000,000 if they meet certain standards; and (4) money market mutual funds regulated by the Securities Exchange Commission.

City Of Ottawa, Illinois
NOTES TO BASIC FINANCIAL STATEMENTS
Year Ended April 30, 2010

Note 4 - Deposits And Investments (Continued)

Investment Policy (Continued)

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 City shall diversify its investment portfolio. Investments shall be diversified to minimize risk of loss resulting from over-concentration in a particular type of security, risk factor, issuer or maturity. Commercial paper shall not exceed 10% of the investment portfolio. Concentration of credit risk is the risk of loss attributed to the magnitude of the City's investment in a single issuer. At no time will the City's investments exceed 65% of a financial institution's capital and surplus.

Note 5 - Accounts Receivable

Accounts receivable of the business-type activities consist of water and sewer fees receivable and utility tax. Accounts receivable (other taxes and fees receivable) of the governmental activities consist of sales tax, TV franchise tax, state income tax, utility tax, magistrate fines, telephone franchise tax, grants, state highway maintenance, hotel/motel taxes, emergency 911 surcharges, and fees. Receivables dated at April 30, 2010, are as follows:

<u>Accounts Receivable</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Sales Tax	\$1,208,596.75	\$ ---	\$1,208,596.75
TV Franchise Tax	40,784.14	---	40,784.14
State Income Tax	686,246.58	---	686,246.58
Utility Tax	179,821.15	9,582.56	189,403.71
Magistrate Fines	10,314.80	---	10,314.80
Telephone Franchise Tax	3,015.68	---	3,015.68
Grants	422,097.53	---	422,097.53
State of IL Highway Maintenance	---	---	---
Hotel/Motel Taxes	20,107.76	---	20,107.76
Emergency 911 Surcharges	29,501.58	---	29,501.58
Fees	11,538.07	---	11,538.07
Water And Sewer	---	697,662.82	697,662.82
Allowance For Doubtful Accounts	---	(40,000.00)	(40,000.00)
Net Accounts Receivable	<u>\$2,612,024.04</u>	<u>\$667,245.38</u>	<u>\$3,279,269.42</u>

City Of Ottawa, Illinois
NOTES TO BASIC FINANCIAL STATEMENTS
Year Ended April 30, 2010

Note 6 - Capital Assets

Capital asset activity for the year ended April 30, 2010, was as follows:

	Balance At April 30, 2009	Additions	Disposals	Balance At April 30, 2010
Governmental Activities:				
Land	\$12,196,722.90	\$ 100,000.00	\$ ---	\$12,296,722.90
Buildings	4,488,042.00	512,490.83	---	5,000,532.83
Improvements	2,110,419.72	765,100.67	---	2,875,520.39
Machinery And Equipment	5,485,899.50	973,571.91	47,753.00	6,411,718.41
Infrastructure	14,221,011.53	5,728,807.60	---	19,949,819.13
Construction-In-Progress	6,737,008.00	1,334,668.53	5,180,524.90	2,891,151.63
Totals At Estimated And Historical Cost	<u>\$45,239,103.65</u>	<u>\$9,414,639.54</u>	<u>\$5,228,277.90</u>	<u>\$49,425,465.29</u>
Less Accumulated Depreciation				
Buildings	\$ 2,176,618.00	\$ 89,761.00	\$ ---	\$ 2,266,379.00
Improvements	1,018,796.00	120,911.00	---	1,139,707.00
Machinery And Equipment	3,676,391.00	395,455.00	47,753.00	4,024,093.00
Infrastructure	4,501,662.00	378,831.00	---	4,880,493.00
Total Accumulated Depreciation	<u>\$11,373,467.00</u>	<u>* \$ 984,958.00</u>	<u>\$ 47,753.00</u>	<u>\$12,310,672.00</u>
Governmental Activities Capital Assets, Net	<u>\$33,865,636.65</u>	<u>\$8,429,681.54</u>	<u>\$5,180,524.90</u>	<u>\$37,114,793.29</u>
Business-Type Activities:				
Land	\$ 407,740.32	\$ ---	\$ ---	\$ 407,740.32
Property And Equipment	39,190,079.74	1,142,354.99	---	40,332,434.73
Construction-In-Progress	96,669.66	1,335,878.79	47,820.11	1,384,728.34
Totals At Historical Cost	<u>\$39,694,489.72</u>	<u>\$2,478,233.78</u>	<u>\$ 47,820.11</u>	<u>\$42,124,903.39</u>
Less Accumulated Depreciation				
Property And Equipment	<u>16,226,711.23</u>	<u>1,194,102.87</u>	<u>---</u>	<u>17,420,814.10</u>
Business-Type Activities Capital Assets, Net	<u>\$23,467,778.49</u>	<u>\$1,284,130.91</u>	<u>\$ 47,820.11</u>	<u>\$24,704,089.29</u>

* Depreciation expense was charged to governmental activities as follows:

General Government:	
General Government	<u>\$ 24,479.00</u>
Public Safety:	
Police	\$ 77,777.00
Fire	132,977.00
Public Health And Safety	<u>65,380.00</u>
Total Public Safety	<u>\$276,134.00</u>
Transportation:	
Streets	\$284,351.00
Mini Bus And Taxicab	<u>14,495.00</u>
Total Transportation	<u>\$298,846.00</u>
Cultural, Parks And Recreation:	
Parks And Public Buildings	\$181,897.00
Tourism	6,790.00
Recreation	<u>15,620.00</u>
Total Cultural, Parks And Recreation	<u>\$204,307.00</u>
Community Development	<u>\$181,192.00</u>
Total Depreciation Expense	<u>\$984,958.00</u>

City Of Ottawa, Illinois
NOTES TO BASIC FINANCIAL STATEMENTS
Year Ended April 30, 2010

Note 7 - Long-Term Debt

The reporting entity's long-term debt is segregated between the amounts to be repaid from governmental activities and amounts to be repaid from business-type activities.

Governmental Activities:

As of April 30, 2010, the governmental long-term debt of the financial reporting entity consisted of the following:

\$500,000.00 general obligation corporate purpose debt certificate Series 2002 provides for the retirement of certificates in annual installments of \$21,898.20 due December 1, 2008, \$328,724.47 due December 1, 2009 and \$149,377.33 due December 1, 2010. Interest is due semiannually on June 1 and December 1 of each year at rates of 4.30% to 4.55%. \$ 149,377.33

\$400,000.00 general obligation corporate purpose debt certificate Series 2006 provides for retirement of certificates on November 10 of each year in installments of \$50,000.00 through November 10, 2014. Interest is due annually on November 10 of each year at a rate of 4.72%. 250,000.00

\$4,100,000.00 general obligation corporate purpose debt certificate (limited tax) Series 2007 provides for retirement of certificates on June 15 of each year in installments of \$410,000.00 through June 15, 2017. Interest is due annually on June 15 of each year at rates of 4.15% to 4.60%.

Balance of \$295,598.76 is included and debt is serviced by Waterworks and Sewerage Fund. 2,984,401.24

\$6,420,000.00 general obligation corporate purpose debt certificate (limited tax) Series 2008 provides for retirement of certificates on December 1 of each year in installments of \$642,000.00 plus interest through December 1, 2018. Interest is due annually on December 1 of each year at rates of 3.63% to 5.43%.

City Of Ottawa, Illinois
NOTES TO BASIC FINANCIAL STATEMENTS
Year Ended April 30, 2010

Note 7 - Long-Term Debt (Continued)

Governmental Activities: (Continued)

Balance of \$3,979,130.00 is included and debt is serviced by Waterworks and Sewerage Fund. \$ 1,798,870.00

\$2,485,000.00 taxable general obligation (alternate revenue source) Series 2009 Recovery Zone Economic bonds dated January 15, 2010, provides for the retirement of bonds on December 1 of each year in installments from \$120,000.00 to \$255,000.00 from December, 2015 through December, 2028. Interest is due semiannually on June 1 and December 1 of each year starting June 1, 2010, at rates of 4.69% to 6.75%. Bonds are subject to redemption prior to maturity at the option of the City. 2,485,000.00

Installment note for purchase of fire truck. 342,813.77

Total Governmental Activity Debt \$ 8,010,462.34

Current Portion \$ 847,936.71

Noncurrent Portion 7,162,525.63

Total Governmental Activity Debt \$ 8,010,462.34

Business-type Activities:

As of April 30, 2010, the long-term debt payable from proprietary fund resources consisted of the following:

Waterworks and sewerage construction loan for improvements to the combined waterworks and sewerage system. The City had received loan disbursements from Illinois EPA of \$6,362,600.00 for construction. The accrued construction period interest amounted to \$167,844.79. The City is authorized to issue general obligation waterworks and sewerage bonds (alternate revenue source) as a single junior lien bond payable to the IEPA or registered agent not to exceed \$7,000,000.00. This loan is payable in semiannual payments of principal and interest currently of \$226,665.63 starting February 15, 2003 with a final payment due February 15, 2022. Interest rate is 2.905%. \$ 4,565,349.91

City Of Ottawa, Illinois
NOTES TO BASIC FINANCIAL STATEMENTS
Year Ended April 30, 2010

Note 7 - Long-Term Debt (Continued)

Business-type Activities: (Continued)

\$1,800,000.00 plus \$42,941.10 construction period interest general obligation debt certificate Series 2005 dated July 1, 2005, issued for a sanitary sewer extension to Pilkington. Monthly payments begin March 1, 2006, for two months of \$7,500.00 and then \$17,500.00 thereafter, through March 1, 2015, except May of each year starting in 2007 when payment is \$57,500.00 at a 4.05% fixed rate. \$ 1,109,367.76

Waterworks and sewerage construction loan for improvements to the combined waterworks and sewerage system. The City received loan disbursements from Illinois EPA of \$1,361,458.00 for construction. This loan is payable in payments of principal and interest of \$65,704.30 on October 30, 2007, then payments of \$44,320.43 due April 30 and October 30 starting April 30, 2008 through October 30, 2026. Interest rate of 2.50%. 1,192,439.49

Waterworks and Sewerage share of 2007 debt certificates described in Governmental Activities section of Note 7. 295,598.76

Waterworks and Sewerage share of 2008 debt certificates described in Governmental Activities section of Note 7. 3,979,130.00

Installment note for purchase of Vactor truck. 235,909.00

Total Business-type Activity Debt \$ 11,377,794.92

Current Portion \$ 1,099,437.50

Noncurrent Portion 10,278,357.42

Total Business-type Activity Debt \$ 11,377,794.92

City Of Ottawa, Illinois
NOTES TO BASIC FINANCIAL STATEMENTS
Year Ended April 30, 2010

Note 7 - Long-Term Debt (Continued)

Changes in Long-Term Debt:

The following is a summary of changes in long-term debt for the year ended April 30, 2010:

	Balance May 1, 2009	Additions	Deductions	Balance April 30, 2010	Amounts Due Within One Year
Governmental Activities:					
General Obligation Bonds	\$ 7,967,975.80	\$2,485,000.00	\$2,785,327.23	\$ 7,667,648.57	\$ 772,301.43
Equipment Note	---	397,625.00	54,811.23	342,813.77	75,635.42
Total	<u>\$ 7,967,975.80</u>	<u>\$2,882,625.00</u>	<u>\$2,840,138.46</u>	<u>\$ 8,010,462.34</u>	<u>\$ 847,936.85</u>
Business-type Activities:					
General Obligation Bonds And Loans	\$10,520,230.15	\$1,673,679.66	\$1,052,023.89	\$11,141,885.92	\$1,070,966.88
Equipment Note	---	256,490.00	20,581.00	235,909.00	28,470.48
Total	<u>\$10,520,230.15</u>	<u>\$1,930,169.66</u>	<u>\$1,072,604.89</u>	<u>\$11,377,794.92</u>	<u>\$1,099,437.36</u>

Annual Debt Service Requirements:

The annual debt service requirements to maturity, including principal and interest, for long-term debt as of April 30, 2010, are as follows:

Year Ending April 30,	Governmental Activities Bonds And Note Payable		Business-type Activities Bonds, Loans, And Note Payable	
	Principal	Interest	Principal	Interest
2011	\$ 847,936.85	\$ 378,153.39	\$ 1,099,437.36	\$ 409,296.65
2012	701,543.66	360,701.79	1,120,136.58	370,005.21
2013	704,689.72	330,999.71	1,141,758.18	328,756.03
2014	707,939.13	300,727.94	1,164,029.97	286,219.20
2015	644,702.24	270,378.11	1,158,105.95	241,556.18
2016-2020	2,593,650.74	889,286.05	4,290,903.88	627,326.51
2021-2025	880,000.00	472,322.00	1,273,717.74	76,149.08
2026-2029	930,000.00	159,868.00	129,705.26	3,256.03
	<u>\$8,010,462.34</u>	<u>\$3,162,436.99</u>	<u>\$11,377,794.92</u>	<u>\$2,342,564.89</u>

City Of Ottawa, Illinois
NOTES TO BASIC FINANCIAL STATEMENTS
Year Ended April 30, 2010

Note 8 - Interfund Transactions And Balances

Operating Transfers	Transfers <u>In</u>	Transfers <u>Out</u>
Major Governmental	\$ 387,897.71	\$ 404,900.73
Nonmajor Governmental	\$ 826,881.73	\$2,598,014.94
Enterprise Funds	\$1,788,136.23	\$ ---
Fiduciary Funds	\$ ---	\$ ---
Totals	\$3,002,915.67	\$3,002,915.67

Transfers are used to (a) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and to (b) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Interfund receivable and payable balances as of April 30, 2010 are as follows:

General Fund:	<u>Due From</u>	<u>Due To</u>
North TIF	\$ 11,127.92	\$ ---
Waterworks And Sewerage	---	667,556.36
Nonmajor Governmental	---	105,415.44
Pension	---	31,567.73
Total General Fund	\$ 11,127.92	\$ 804,539.53
North TIF Fund:		
General	\$ ---	\$ 11,127.92
Waterworks And Sewerage	35,516.00	---
Nonmajor Governmental	---	100,000.00
Total North TIF Fund	\$ 35,516.00	\$ 111,127.92
Waterworks And Sewerage:		
General	\$ 667,556.36	\$ ---
North TIF	---	35,516.00
Nonmajor Governmental	---	1,433.90
Total Waterworks And Sewerage	\$ 667,556.36	\$ 36,949.90
Nonmajor Governmental:		
General	\$ ---	\$ ---
North TIF	100,000.00	---
Nonmajor	522,925.66	416,076.32
Total Nonmajor Funds	\$ 622,925.66	\$ 416,076.32
Fiduciary Funds:		
General	\$ 31,567.73	\$ ---
Totals	\$1,368,693.67	\$1,368,693.67

City Of Ottawa, Illinois
NOTES TO BASIC FINANCIAL STATEMENTS
Year Ended April 30, 2010

Note 8 - Interfund Transactions And Balances (Continued)

Individual fund interfund receivable and payable balances as of April 30, 2010 are as follows:

	<u>Due From</u>	<u>Due To</u>
General Fund:		
Illinois Municipal Retirement	\$ ---	\$ 14,669.93
North Tax Increment Financing District	11,127.92	---
East Tax Increment Financing District	---	90,745.51
Waterworks And Sewerage	---	667,556.36
Police Pension	---	18,600.39
Firefighters' Pension	---	12,967.34
	<u>\$ 11,127.92</u>	<u>\$ 804,539.53</u>
Waterworks And Sewerage:		
General	\$ 667,556.36	\$ ---
North Tax Increment Financing District	---	35,516.00
Ottawa Industrial Park Tax Increment Financing District	---	1,433.90
	<u>\$ 667,556.36</u>	<u>\$ 36,949.90</u>
Illinois Municipal Retirement Fund:		
General	\$ 14,669.93	\$ ---
Playground And Recreation	---	76.32
	<u>\$ 14,669.93</u>	<u>\$ 76.32</u>
Playground And Recreation Fund:		
Illinois Municipal Retirement	\$ 76.32	\$ ---
Revolving Loan Fund:		
North Tax Increment Financing District	\$ 100,000.00	\$ ---
Canal Tax Increment Financing District	416,000.00	---
	<u>\$ 516,000.00</u>	<u>\$ ---</u>
North Tax Increment Financing District:		
General	\$ ---	\$ 11,127.92
Revolving Loan Fund	---	100,000.00
Waterworks And Sewerage	35,516.00	---
	<u>\$ 35,516.00</u>	<u>\$ 111,127.92</u>
East Tax Increment Financing District:		
General	\$ 90,745.51	\$ ---
Ottawa Industrial Park Tax Increment Financing District:		
Waterworks And Sewerage	\$ 1,433.90	\$ ---
Canal Tax Increment Financing District:		
Revolving Loan Fund	\$ ---	\$ 416,000.00
Police Pension:		
General	\$ 18,600.39	\$ ---
Firefighters' Pension:		
General	\$ 12,967.34	\$ ---
Totals	<u>\$1,368,693.67</u>	<u>\$1,368,693.67</u>

City Of Ottawa, Illinois
NOTES TO BASIC FINANCIAL STATEMENTS
Year Ended April 30, 2010

Note 9 - Segment Information

The following is a summary of the segment information of the City's enterprise funds:

	Waterworks And <u>Sewerage</u>	Swimming Pool	Canal Rental And Purchase	Friendly City Riverfest	<u>Total</u>
Operating Revenue	\$ 3,982,821.93	\$ 36,527.80	\$ 1,060.00	\$126,605.28	\$ 4,147,015.01
Depreciation Expense	1,191,740.00	2,362.87	---	---	1,194,102.87
Operating Income (Loss)	(255,362.21)	(95,026.04)	829.00	1,658.95	(347,900.30)
Net Income (Loss)	(680,777.54)	4,978.51	911.21	5,121.07	(669,766.75)
Total Assets	28,357,185.78	7,734.92	382,549.14	15,211.55	28,762,681.39
Net Working Capital	2,035,410.95	7,734.92	46,429.17	15,211.55	2,104,786.59
Debt Certificates	5,384,096.54	---	---	---	5,384,096.54
EPA Loans Payable	5,757,789.40	---	---	---	5,757,789.40
Vactor Truck Loan	235,909.00	---	---	---	235,909.00
Total Equity	16,126,223.43	7,734.92	382,549.14	15,211.55	16,531,719.04

Note 10 - Pension And Retirement Plan Commitments

Illinois Municipal Retirement Fund

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

Funding Policy. As set by statute, your Regular plan members are required to contribute 4.50 percent of their annual covered salary. The statutes requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The City contribution rate for calendar year 2009 was 9.36 percent of annual covered payroll. The City also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost. For 2009, the City's annual pension cost of \$358,054 for the Regular plan was equal to the City's required and actual contributions.

City Of Ottawa, Illinois
NOTES TO BASIC FINANCIAL STATEMENTS
Year Ended April 30, 2010

Note 10 - Pension And Retirement Plan Commitments (Continued)

Illinois Municipal Retirement Fund (Continued)

Three-Year Trend Information for the Regular Plan

<u>Fiscal Year</u> <u>Ending</u>	<u>Annual Pension</u> <u>Cost (APC)</u>	<u>Percent of APC</u> <u>Contributed</u>	<u>Net Pension</u> <u>Obligation</u>
12/31/09	\$358,054	100%	\$0
12/31/08	248,570	100	0
12/31/07	254,939	100	0

The required contribution for 2009 was determined as part of the December 31, 2007, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2007, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10.0% per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3% annually. The actuarial value of your Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 15% corridor between the actuarial and market value of assets. Your Regular plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2007, was 23 years.

Funded Status and Funding Progress. As of December 31, 2009, the most recent actuarial valuation date, the Regular plan was 54.00 percent funded. The actuarial accrued liability for benefits was \$6,182,098 and the actuarial value of assets was \$3,338,620, resulting in an underfunded actuarial accrued liability (UAAL) of \$2,843,478. The covered payroll (annual payroll of active employees covered by the plan) was \$2,696,189, and the ratio of the UAAL to the covered payroll was 105 percent. In conjunction with the December 2009 actuarial valuation, the market value of investments was determined using techniques that spread the effect of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. In 2010, the unfunded actuarial accrued liability is being amortized on a level percentage of projected payroll on an open 30 year basis.

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

City Of Ottawa, Illinois
NOTES TO BASIC FINANCIAL STATEMENTS
Year Ended April 30, 2010

Note 10 - Pension And Retirement Plan Commitments (Continued)

Police Pension Plan

Police sworn personnel are covered by the Police Pension Plan which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes and may be amended only by the Illinois legislature. The plan provides retirement benefits as well as death and disability benefits.

Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. The member rate is determined by state statute. The City is required to contribute at an actuarially determined rate. The employer rate for fiscal year 2010 was 13.92% of covered payroll.

The annual required contribution for the year ended April 30, 2010, was determined as part of the April 30, 2009, actuarial valuation report using the entry age normal cost method. The actuarial assumptions included (a) 7.0% investment rate of return, compounded annually, (b) projected salary increases of 5.5%, and (c) 3% per year cost of living adjustments. Both (a) and (b) included an inflation component of 3%. The actuarial value of Police Pension assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. The Police Pension Plan's unfunded actuarial liability is being amortized as a level percentage of payroll on a closed basis. The remaining amortization period at April 30, 2009, was 24.1699 years.

TREND INFORMATION			
Fiscal Year <u>Ending</u>	Annual Pension Cost (APC)	Annual Contributions Made	Percentage of APC Contributed
04/30/2010	\$552,619	\$603,566	109.21%
04/30/2009	396,250	433,239	109.33
04/30/2008	337,980	368,589	109.06

Membership in the plan consisted of the following as of April 30, 2009, the date of the latest actuarial valuation:

Retirees and beneficiaries receiving benefits	26
Retirees not yet eligible for benefits	0
Active plan members	<u>36</u>
Total members	<u>62</u>

City Of Ottawa, Illinois
NOTES TO BASIC FINANCIAL STATEMENTS
Year Ended April 30, 2010

Note 10 - Pension And Retirement Plan Commitments (Continued)

Firefighters' Pension Plan

Fire sworn personnel are covered by the Firefighters' Pension Plan which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits as well as the employee and employer contribution levels are governed by Illinois Compiled Statutes and may be amended only by the Illinois legislature. The plan provides retirement benefits as well as death and disability benefits.

Covered employees are required to contribute 9.455% of their base salary to the Firefighter's Pension Plan. The member rate is determined by state statute. The City is required to contribute the remaining amounts necessary to finance the plan at an actuarially determined rate. The employer rate for the fiscal year ended April 30, 2010, was 21.217% of covered payroll.

The required contribution for the year ended April 30, 2010, was determined as part of the April 30, 2009, actuarial valuation report using the entry age normal cost method. The actuarial assumptions included (a) 7% investment rate of return, (b) projected salary increases of 5.5%, and (c) 3% per year cost of living adjustments. Both (a) and (b) included an inflation component of 3%. The actuarial value of Firefighters' Pension assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. The Firefighters' Pension Plan's unfunded actuarial liability is being amortized as a level percentage of payroll on a closed basis. The remaining amortization period at April 30, 2009, was 24.1699 years.

TREND INFORMATION

Fiscal Year <u>Ending</u>	Annual Pension Cost (APC)	Annual Contributions <u>Made</u>	Percentage of APC <u>Contributed</u>
04/30/2010	\$811,440	\$1,027,766	126.66%
04/30/2009	675,514	899,324	133.13
04/30/2008	535,668	597,458	111.54

City Of Ottawa, Illinois
NOTES TO BASIC FINANCIAL STATEMENTS
Year Ended April 30, 2010

Note 10 - Pension And Retirement Plan Commitments (Continued)

Firefighters' Pension Plan (Continued)

Membership in the plan consisted of the following as of April 30, 2009, the date of the latest actuarial valuation:

Retirees and beneficiaries receiving benefits	36
Active vested plan members	18
Active nonvested plan members	<u>11</u>
Total members	<u>65</u>

457(b) Plan

The City approved a tax sheltered 457(b) plan on June 19, 2001. Employees make voluntary tax sheltered contributions to this plan. The City makes no contribution.

Note 11 - Postemployment Benefits

The City has retiree health and life insurance benefits available. The health insurance has both a self insured component, administered by Blue Cross/Blue Shield, and the Medicare Advantage Plan through AETNA. The Medicare Advantage Plan was implemented on January 1, 2009. Retirees have the option of choosing which plan optimizes their needs. Costs of the self insured plan are shared by percentage dependent upon contracts negotiated for union employees and by Council approval for appointed employees. The City pays 100% of the cost of the Medicare Advantage Plan.

Total cost to the City for the year ended April 30, 2010, was \$579,382.48. Information required by GASB #45 for future cost to the City is not available at this time.

Note 12 - Commitments

The City has ongoing capital projects in varying stages of completion which have not yet been approved for draw by the engineer and architect.

The City Council has approved an ordinance authorizing a loan with the State of Illinois E.P.A. for the Wastewater Treatment Plant in the amount of \$8,143,000. This loan has not been funded.

The United States Environmental Protection Agency has a claim against the City for cleanup of radium contamination. The City's share of this cleanup was \$150,000 and was paid on June 9, 2010, from East TIF Fund.

City Of Ottawa, Illinois
NOTES TO BASIC FINANCIAL STATEMENTS
Year Ended April 30, 2010

Note 12 – Commitments (Continued)

The City Council approved construction of the Pilkington Water Tower for \$1,255,000 on May 4, 2010.

The City Council approved issuance of \$2.5 million in General Obligation Debt Certificates, Series 2010, on August 24, 2010.

Note 13 - Litigation

There are several pending lawsuits in which the City is involved. Legal counsel of the City estimates that the potential claims against the City not covered by insurance resulting from such litigation would not materially affect future financial statements of the City.

Note 14 - Date Of Management's Review Of Subsequent Events

Management has evaluated subsequent events through December 2, 2010, the date which the financial statements were available to be issued.

City Of Ottawa, Illinois
Required Supplementary Information
Schedule Of Funding Progress
Illinois Municipal Retirement Fund
Year Ended April 30, 2010

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)
12/31/09	\$3,338,620	\$6,182,098	\$2,843,478	54.00%	\$2,696,189	105.46%
12/31/08	2,528,195	5,715,599	3,187,404	44.23	2,655,665	120.02
12/31/07	4,184,636	5,187,511	1,002,875	80.67	2,813,898	35.64

On a market value basis, the actuarial value of assets as of December 31, 2009, is \$3,094,448. On a market basis, the funded ratio would be 50.05%.

City Of Ottawa, Illinois
Required Supplementary Information
Schedule Of Funding Progress
Police Pension Fund
Year Ended April 30, 2010

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)
04/30/09	\$10,578,724	\$16,532,281	\$5,953,557	63.99%	\$1,866,179	319.02%
04/30/08	12,294,875	15,464,192	3,169,317	79.51	1,741,949	181.94
04/30/07	11,998,471	14,222,120	2,223,649	84.36	1,650,208	134.75

City Of Ottawa, Illinois
Required Supplementary Information
Schedule Of Funding Progress
Firefighters' Pension Fund
Year Ended April 30, 2010

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)
04/30/09	\$ 9,739,481	\$20,168,334	\$10,428,853	48.29%	\$1,589,897	655.95%
04/30/08	11,693,071	19,057,993	7,364,922	61.36	1,531,858	480.78
04/30/07	11,709,356	16,810,365	5,101,009	69.66	1,495,132	341.17

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City Of Ottawa, Illinois
Year Ended April 30, 2010

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ANNUAL FINANCIAL REPORT
City Of Ottawa, Illinois
Year Ended April 30, 2010

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CITY OF OTTAWA, ILLINOIS

CITY COUNCIL

Robert M. Eschbach, *Mayor*

Commissioners

Daniel F. Aussem
Accounts & Finance

Wayne A. Eichelkraut, Jr.
Public Property

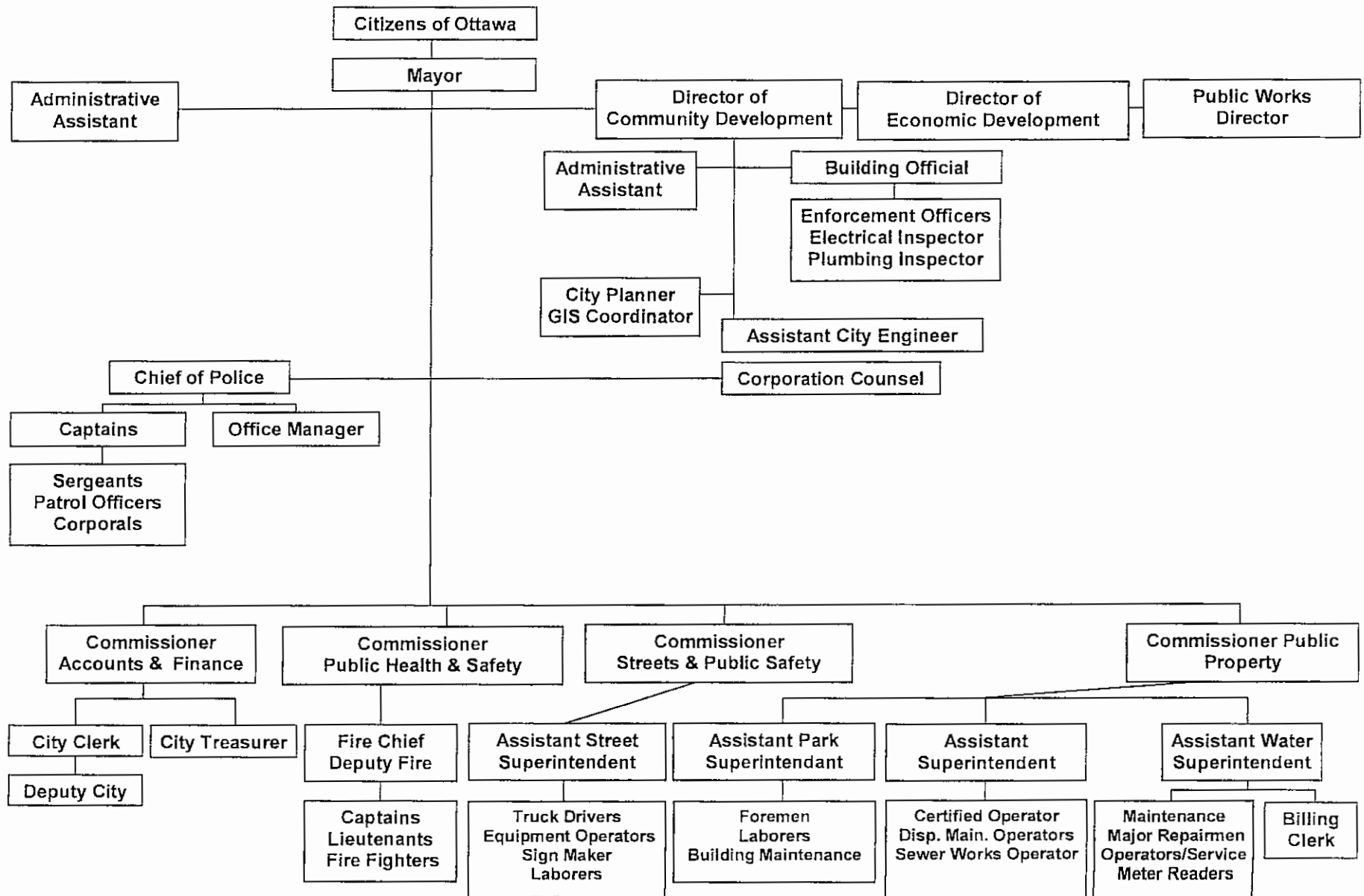
Dale F. Baxter
Streets & Public Improvements

Edward V. Whitney
Public Health & Safety

CITY CLERK
Shelly Munks

CITY OF OTTAWA

Organizational Chart - April 30, 2010



ROENFELDT & LOCKAS, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor
and City Council
City of Ottawa, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Ottawa, Illinois, as of and for the year ended April 30, 2010, 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 Ottawa, Illinois management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Firefighters' Pension Fund, which represents 48 percent of the assets of the fiduciary fund types. Those financial statements were audited by another auditor, whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Firefighters' Pension Fund, is based solely on the report of the other auditor.

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

The City has omitted disclosures required by Governmental Accounting Standards Board Statement 45 *Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions*. The amount by which this disclosure would affect the financial statements is not reasonably determinable.

The City does not record compensated absences in the general fund or the waterworks and sewerage funds. It was not practicable for us to extend our auditing procedures sufficiently to satisfy ourselves as to the amounts which should be reported, and the effect of such on the financial statements is not known.

The City does not disclose the actuarial information as required by accounting principles generally accepted in the United States of America for the Police and Firefighters' Pension Funds. The actuarial information that the City discloses is provided by the State of Illinois Department of Insurance and does not comply, in all respects, with accounting principles generally accepted in the United States of America.

In our opinion, based upon our audit and the report of the other auditor, except for the effects of the omitted disclosures required by GASB #45, and adjustments, if any, as might have been determined to be necessary had we been able to apply adequate auditing procedures to compensated absences and actuarial disclosures for the Police and Firefighters' Pension Funds, as described in the preceding paragraph, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Ottawa, Illinois, as of April 30, 2010, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The management's discussion and analysis, Pension Plan Funding Progress, and budgetary comparison information on pages 8 through 18 and pages 60 through 63, 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. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Ottawa, Illinois' basic financial statements as a whole. The introductory section, combining the individual nonmajor fund financial statements, are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual nonmajor fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards

The Honorable Mayor
and City Council

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generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Roenfeldt & Locka, P.C.
Ottawa, Illinois
December 2, 2010

ROENFELDT & LOCKAS, P.C.

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**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE
WITH *GOVERNMENT AUDITING STANDARDS***

The Honorable Mayor
and City Council
City of Ottawa, Illinois

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Ottawa, Illinois, as of and for the year ended April 30, 2010, which collectively comprise the City of Ottawa, Illinois' basic financial statements and have issued our report thereon dated December 2, 2010. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered City of Ottawa, Illinois' internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Ottawa, Illinois' internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City of Ottawa, Illinois' internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. However, we did identify deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. These weaknesses are described below.

As is common in small operations, the City has chosen not to employ personnel with the qualifications and training needed to prepare its financial statements, complete with notes, in accordance with accounting principles generally accepted in the United States of America. Accordingly, the City is unable to, and has not established internal controls over the financial reporting process.

City personnel do not fully reconcile the cash in bank balances with the general ledger balances held by the individual funds of the City.

Recently issued Statement on Auditing Standards (SAS) require that we report these deficiencies. The SAS does not provide exceptions to reporting deficiencies that are adequately mitigated with nonaudit services rendered by the auditor or deficiencies for which the remedy would be cost prohibitive.

We agree with the objective of SAS, to inform an organization of all the conditions in its internal control that interfere with its ability to record financial data reliably and issue financial statements free of material misstatement. Communication of the control deficiencies above helps to emphasize that the responsibility for financial reporting rests entirely with the organization and not the auditor. In other words, if an organization is not able to issue, without the auditors' involvement, complete financial statements with notes, in accordance with generally accepted accounting principles, and free of material misstatement, that inability is a symptom of material deficiencies in internal control.

As mentioned above, whether or not it would be cost effective to cure a control deficiency is not a factor in applying SAS's reporting requirements. Because prudent management requires that the potential benefit from an internal control must exceed its cost, it may not be practical to correct all the deficiencies an auditor reports under SAS. Accordingly, you may decide that curing the deficiencies described above would not be cost effective and take no action.

Compliance And Other Matters

As part of obtaining reasonable assurance about whether City of Ottawa, Illinois' financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the City Council, management, the State of Illinois, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Rompfeldt & Locks, P.C.

Ottawa, Illinois
December 2, 2010

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2010

The following discussion and analysis is intended as a review of significant factors affecting the financial condition and results of financial activities of the City of Ottawa for the fiscal year ending April 30, 2010. The discussion should be read in conjunction with the City's financial statements which are presented herein and begin on page 19.

USING THIS REPORT

This annual report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities (on pages 19 – 22) provide information about the activities of the City as a whole and present an overall view of the City's finances. Fund financial statements start on page 23. For governmental activities, these statements tell how these services were financed in the short-term as well as what funds remain for future spending. Fund financial statements also report the City's operations in more detail than the government-wide statements by providing information about the City's most significant funds. The remaining statements provide financial information about activities for which the City acts solely as a trustee or agent for the benefit of those outside of the government.

Reporting the City as a Whole

The Statement of Net Assets and the Statement of Activities

Our analysis of the City as a whole begins on page 10. These statements are intended to clearly represent the current status of the City's finances and the change in assets from the prior fiscal year ended April 30, 2009 and the current fiscal year ended April 30, 2010. The Statement of Net Assets and the Statement of Activities report information about the City as a whole and about its activities. These statements include *all* assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the City's net assets and changes in them. One can consider the City's net assets – the difference between assets and liabilities – as one way to measure the City's financial health. Over time, increases or decreases in the City's net assets are an indicator of whether its financial health is improving or deteriorating. However, one should also consider both financial and non-financial factors such as changes in the City's equalized assessed valuation (EAV) and the condition of the City's infrastructure to assess the overall health of the City.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2010

In the Statement of Net Assets and the Statement of Activities, we divide the City into two kinds of activities.

- Governmental activities – Most of the City's basic services are reported here, including the police, fire and ambulance, general administration, streets and parks. Real estate and other taxes, franchise fees, fines and state and federal grants finance most of these activities.
- Business-type activities – The City charges a fee to customers to help it cover all or most of the cost of certain services it provides. The City's water and sewer systems are reported here.

Reporting the City's Most Significant Funds

Fund Financial Statements

Our analysis of the City's major funds begins on page 14. The fund financial statements begin on page 23 and provide detailed information about the most significant funds – not the City as a whole. Some funds are required to be established by State law and by bond covenants. However, the City Council establishes many other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants and other money. The City's two kinds of funds – governmental and proprietary – use different accounting approaches.

- Governmental funds – Most of the City's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental funds statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds in reconciliation at the bottom of the fund financial statements.
- Proprietary funds – When the City charges customers for the services it provides, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Assets and the Statement of Activities. In fact, the City's waterworks and sewerage fund is included in the business-type activities we report in the government-wide statements but provide more detail and additional information, such as cash flows.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2010

The City as Trustee

Reporting the City's Fiduciary Responsibilities

The City is the trustee, or *fiduciary*, for its employees' pension plans. It is also responsible for other assets that – because of a trust arrangement – can be used only for the trust beneficiaries. All of the City's fiduciary activities are reported in separate Statements of Fiduciary Net Assets and Changes in Fiduciary Net Assets on pages 32 and 33. We exclude these activities from the City's other financial statements because the City cannot use these assets to finance its operations. The City is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

THE CITY AS A WHOLE

	<i>Net Assets (\$000s)</i>					
	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
Current and other assets	\$22,021	\$21,432	\$4,022	\$4,417	\$26,043	\$25,849
Capital assets, net	37,115	33,866	24,704	23,485	61,819	57,351
Total assets	<u>\$59,136</u>	<u>\$55,298</u>	<u>\$28,726</u>	<u>\$27,902</u>	<u>\$87,862</u>	<u>\$83,200</u>
Long-term liabilities	\$7,163	\$6,685	\$10,278	\$9,639	\$17,441	\$16,324
Other liabilities	3,061	3,329	1,916	1,061	4,977	4,390
Total liabilities	<u>\$10,224</u>	<u>\$10,014</u>	<u>\$12,194</u>	<u>\$10,700</u>	<u>\$22,418</u>	<u>\$20,714</u>
Net assets:						
Invested in capital assets						
net of related debt	\$28,903	\$25,682	\$13,326	\$12,965	\$42,229	\$38,647
Restricted	5,603	4,637	3,303	2,675	8,906	7,312
Unrestricted	14,406	14,965	(97)	1,562	14,309	16,527
Total net assets	<u>\$48,912</u>	<u>\$45,284</u>	<u>\$16,532</u>	<u>\$17,202</u>	<u>\$65,444</u>	<u>\$62,486</u>
Beginning net assets	\$45,284	\$43,371	\$17,202	\$17,627	\$62,486	\$60,998
Increase in net assets	3,628	1,913	(670)	(425)	2,958	1,488
Ending net assets	<u>\$48,912</u>	<u>\$45,284</u>	<u>\$16,532</u>	<u>\$17,202</u>	<u>\$65,444</u>	<u>\$62,486</u>

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2010

The City's net assets increased by \$3.0 million for the fiscal year ended April 30, 2010 compared to April 30, 2009, with ending assets of \$65.4 million and \$62.5 million, respectively. Total liabilities increased by \$1.7 million as of April 30, 2010 when compared to April 30, 2009, with total assets increasing by \$4.7 million over the same period. Restricted net assets increased as of April 30, 2010 to \$8.9 million as contrasted to \$7.3 million as of April 30, 2009. As of April 30, 2010 investments in capital assets, net of debt, were \$42.2 million, and unrestricted assets stand at \$14.3 million. The city's overall financial condition has improved moderately over the prior year. Through a disciplined budgeting process and operational adherence to the budgeted allocations, the City's expenses were controlled with net expenses declining slightly on a year over year basis. Expense control coupled with stable, modestly increasing, revenue sources resulted in a larger increase to net assets. The consistency of revenue, and realistic and disciplined budgeting are important factors in the City's ability to provide consistent levels of services to its citizens.

The following tables present the cost of each of the City's largest programs. The net cost shows the financial burden that was placed on the City's taxpayers by each of these functions.

Governmental Activities

	(\$000s)			
	Total Cost of Services		Net (Cost) of Services	
	2010	2009	2010	2009
General Government	\$4,962	\$5,341	(\$1,902)	(\$2,955)
Public Safety	5,787	5,734	(4,730)	(4,919)
Transportation	2,974	3,295	(2,974)	(3,295)
Cultural, Parks & Recreation	1,644	1,834	(1,083)	(1,697)
Community Development	3,349	2,789	(3,091)	(2,029)
Interest On Long-Term Debt	292	265	(292)	(265)
Capital Outlay	-	-	-	-
Totals	<u>\$19,008</u>	<u>\$19,258</u>	<u>(\$14,072)</u>	<u>(\$15,160)</u>

Operationally, the cost of all *governmental* activities for fiscal year ended 2010 was \$19.0 million as compared to \$19.3 million for 2009, a decrease of approximately 1.6% in expense. Expenses for general administration decreased by \$379 thousand as contrasted to the prior period, primarily as the result of health insurance premiums and claims in the City's self-insured program decreasing to \$2.7 million as of April 30, 2010 contrasted to \$3.4 million as of

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2010

April 30, 2009. Net of employee contributions and claim reimbursements, health insurance expense was \$1.9 million for period ended April 30, 2010, and \$2.6 million for the period ended April 30, 2009. The City is self-insured for health with a third-party providing administrative services, and direct re-insurance placement to protect against unusually high individual or aggregate claims. The self-insured program is intended to allow the City to reduce its expenses in years in which claims are less than expected or customary. The City has the cash flow capacity to effectively manage the fluctuations in claim expense from year to year, and the re-insurance protection from excessive outflows in any particular plan year, thereby maintaining the financial benefit when claim expenses are historically favorable. The City has also attempted to control this expense and align the interests of the City and its employees through direct employee contributions, which for the respective periods noted was 20% of estimated total cost. Direct expense for personnel salaries and overtime compensation for governmental activities, which excludes those activities and expenses attributable to business-type activities such as water and wastewater management, increased by \$105 thousand, 1.8%, as the result of scheduled current pay increases pursuant to collective bargaining agreements, overtime pay, and new hires. As a result of ongoing negotiations with the City's various bargaining units and appointed personnel, not all pay adjustments were recognized during the current fiscal year. Overtime expenses were more carefully controlled when and as possible, decreasing by approximately 4.5% during the period. This was primarily due to management scheduling oversight oriented to most cost effectively delivering necessary services. Those who directly benefited from the various activities and services paid \$4.3 million of the 2010 expense, 22.4%, and \$3.1 million of the expense, 16.3%, for 2009. The City has funded its various pension fund obligations at the levels recommended by actuarial analysis. Notwithstanding same, and the increasing cost of these obligations, overall, the funded ratio of each of the plans has declined. The Firefighter's Pension Plan received \$1.03 million in contributions from the City and plan participants for fiscal year ended April 30, 2010, as contrasted to \$899 thousand in fiscal year ended April 20, 2009, a 14.2% increase in funding. The Police Pension Plan received \$604 thousand in contributions from the City and participants for fiscal year ended April 30, 2010, as contrasted to \$433 thousand during the previous year, a 39.3% increase. The Illinois Municipal Retirement Fund received contributions of \$358 thousand for fiscal year ended April 30, 2010 contrasted to contributions of \$249 thousand in fiscal year ended April 30, 2009, a 44.0% increase. Contributions to each of these plans reflect required participant contributions, as well as the City's contribution based upon actuarial assessments of the plans' assets as determined by contributions, disbursements, and investment performance contrasted to its respective projected liabilities. The funding status for Firefighter and Police plans for their most recently available valuation date, April 30, 2009 is 48.29% and 63.99% respectively, as contrasted to April 30, 2008, ratios of 61.36% and 79.51% respectively.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2010

The Illinois Municipal Retirement Fund, as of the valuation date of December 31, 2009, is 54.00% funded, as contrasted to December 31, 2008, when it's funding ratio was 44.23%.

The City endeavors to leverage and supplement its financial resources by aggressively and proactively seeking grant monies, both with, and without, matching requirements, if and as such grants are available. For the fiscal year ended April 30, 2010, the City secured and received funding for a total of \$674 thousand. In the fiscal year ended April 30, 2009, the City was able to secure grants totaling \$949 thousand.

Additionally, revenues from governmental activities, which includes taxes, intergovernmental transfers, and investment income, increased moderately to \$17.7 million in the fiscal year ended April 30, 2010, from \$17.1 million for the fiscal year ended April 30, 2009, a 3.6% increase. Overall, the revenues from governmental activities exceeded the expenses for the fiscal year ended April 30, 2010, by \$3.6 million, as contrasted to \$1.9 million the prior year. Property taxes and Sales and Use taxes are the largest sources of general revenue for the City, in combination accounting for 79.3% of total general revenues from governmental activities for the fiscal year ended April 30, 2010, and 78.0% for the period ended April 30, 2009. Overall, property tax revenues increased by \$519 thousand, or 6.5%, which includes revenues both received and accrued. Property tax receipts include general corporate revenues, as well as revenues allocable to various Tax Increment Financing District (TIF) funds, and other governmental funds. Property taxes are attributable to new development as well as existing properties. The property tax extension attributable to the local property tax extension and levy increased by 1.4% for levy year 2009 contrasted to levy year 2008. The actual levy rate established by levy ordinance and applicable to the equalized assessed property value for property owners as determined by the County of LaSalle, increased by 1.2%, or 1.9 cents for each \$100 of assessed valuation for the same periods. The difference is attributable to an overall aggregate increase in property values within the City, which however, increased by only a modest 0.2% in 2009 as contrasted to 2008. This modest increase in value is attributable to the overall effect of newly developed and incorporated properties, as well as changes to the values of existing properties. The increases in property taxes levied are generally attributable to the increased funding requirements for the City's pension funds and employee retirement obligations. The amount levied for Social Security, the Illinois Municipal Retirement Fund, Police Pension Fund, and the Firefighters Pension Fund increased by \$377 thousand for 2009 as contrasted to 2008, reflecting a 24.1% increase in these levied amounts. The overall levy for all other categories, which includes among others general corporate and bond and interest payments, decreased by \$307 thousand, a 9.1% decline.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2010

Sales and Use taxes increased by \$205 thousand, 3.8%, over the prior period. The property taxes allocated to Tax Increment Financing Districts (TIFs) are primarily generated from new development that would not have occurred but for the TIF district creation. Utility taxes decreased from the prior period, to \$1.2 million for the fiscal year ended April 30, 2010, as contrasted to \$1.3 million for the fiscal year ended April 30, 2009, a 7.4% decline. Intergovernmental revenues, which include State income tax receipts also decreased, by a total of 12.4%, with the City collecting \$2.2 million in 2010 and \$2.5 million in 2009. Investment income declined by \$110 thousand, reflecting both an extremely low historical interest rate environment and lower fund balances. Miscellaneous income, representing a small portion of the City's revenues, increased to \$58 thousand in 2010 from \$35 thousand in 2009.

Business-Type Activities (Primarily Water and Sewer)

	(\$000s)			
	Total Cost of Services		Net (Cost) of Services	
	2010	2009	2010	2009
Water and Sewer	\$4,696	\$4,621	(\$728)	(\$854)
Swimming Pool	132	135	(95)	(83)
Canal Rental and Purchase	0	1	1	(1)
Friendly City Riverfest	125	215	2	(25)
Totals	<u>\$4,953</u>	<u>\$4,972</u>	<u>(\$820)</u>	<u>(\$963)</u>

Revenues from business-type activities increased by \$124 thousand to \$4.1 million for the year ended April 30, 2010, contrasted to \$4.0 million for the period ended April 30, 2009. Overall, \$820 thousand of net expenses from business-type activities were incurred for the year ended April 30, 2010, as contrasted to net expense for the year ended April 30, 2009, of \$963 thousand.

THE CITY'S FUNDS

The following schedule presents a summary of general, special revenue, capital project, debt service, and permanent fund revenues and expenditures for the fiscal year ending April 30, 2010, as compared with the fiscal year ending April 30, 2009.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2010

Revenues:	2010		2009	
	(\$000s)			
	Amount	% of Total	Amount	% of Total
Taxes	\$16,059	76.15%	\$16,483	79.08%
Intergovernmental	687	3.25%	1,002	4.81%
Charges for Services	662	3.14%	1,085	5.20%
Fines & Forfeitures	517	2.45%	243	1.17%
Licenses & Permits	1,507	7.15%	454	2.18%
Investment Income	27	.13%	136	.65%
Miscellaneous	1,630	7.73%	1,441	6.91%
Total Revenues	<u>\$21,089</u>	<u>100.00%</u>	<u>\$20,844</u>	<u>100.00%</u>

Expenditures:	2010		2009	
	(\$000s)			
	Amount	% of Total	Amount	% of Total
General Government	\$4,930	21.05%	\$5,317	22.59%
Public Safety	5,475	23.37%	5,507	23.40%
Transportation	2,675	11.42%	2,994	12.72%
Cultural, Parks & Recreation	1,370	5.85%	1,611	6.84%
Community/Economic Develop.	3,005	12.83%	2,699	11.47%
Debt Service	1,473	6.29%	1,207	5.12%
Capital Outlay	4,495	19.19%	4,204	17.86%
Total Expenditures	<u>\$23,423</u>	<u>100.00%</u>	<u>\$23,539</u>	<u>100.00%</u>

Taxes payable to the City's Funds for fiscal year ended April 30, 2010 decreased slightly as a percentage of overall revenues to 76.15% of total revenues from 79.08% for the period ended April 30, 2009. In total dollars, the revenues from taxes decreased to \$16.1 million for the period ended April 30, 2010 from \$16.5 million for the period ended April 30, 2009. Revenue, exclusive of taxes and intergovernmental receipts, increased to \$4.3 million for the period ended April 30, 2010, from \$3.4 million for the period ended April 30, 2009. The most significant increase in this regard was an increase in Licenses and Permits to \$1.5 million, as contrasted to the prior period of \$454 thousand. The primary reason for the increase in Licenses and Permits was the fee revenue consequent to the construction of various wind turbines.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2010

Expenditures decreased by 0.5%, to \$23.4 million in fiscal year 2010, from \$23.5 million in fiscal year 2009. The primary factors in the decrease were prudent control of variable expenses, fewer circumstances in which work was scheduled requiring overtime pay for non-exempt employees and a favorable claim experience for the year in the employee health program. Contracts with the City's three collective bargaining units, and the City's appointed employees insure the provision of essential City services, while maintaining a manageable, predictable, employee expense outlay. The inflationary trend for employee health expenses has been more rapid and significant than other general expenses; however, this impact has been mitigated to some extent by the contributions and cooperative partnership with covered employees which has aided in the control of these costs, supplementing the effectiveness of the City's self insurance funding model.

General Fund Budgetary Highlights

The City Council passed a budget, which was amended on April 6, 2010, based upon expectations of revenues and expenses and was able to adhere to same without amendment. Current year resources available for appropriation to the general fund were \$1.0 million less than budgeted; with actual revenues collected of 91.9% of the amount budgeted. The primary disparities in revenue received were taxes at \$1.4 million less than budgeted, primarily due to State Income Taxes received at \$839 thousand less than budgeted, intergovernmental revenues at \$330 thousand more than budgeted, licenses and permits \$104 less than budgeted, investment income \$74 thousand less than budgeted, and miscellaneous \$225 thousand more than budgeted.

The actual charges to appropriations (expenditures) were \$546 thousand less than budgeted amounts. The Department of General Administration expended \$502 thousand less than budgeted, primarily due to health insurance claims being less than projected. The Fire Department expended \$293 thousand more than budgeted, primarily as the result of the scheduled purchase of a fire truck, the Department of Streets \$297 thousand less than budgeted, and the Department of Parks and Public Buildings \$92 thousand less than budgeted.

A total of \$106 thousand was transferred from the General Fund to other City funds.

If funds anticipated in the budgeting process are not received, modifications to expenditures are made when and as possible to be fiscally responsible in the management of the City's resources. Overall, expenses exceeded revenues by \$1.6 million, with the shortfall covered by accumulated cash reserves.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2010

CAPITAL ASSET AND DEBT ADMINISTRATION

As of April 30, 2010, the City has \$61.8 million, net of depreciation, invested in a broad range of capital assets, including police and fire equipment, buildings, park facilities, roads, bridges, water and sewer lines, and treatment facilities for water and wastewater. This is 7.8% more than the \$57.4 million of capital assets owned as of April 30, 2009.

This year's major additions included:

- Water and sewer upgrades and extensions
- Machinery and equipment upgrades
- Street and byway resurfacing and repair
- General infrastructure improvements

More detailed information about the City's capital assets is presented in Note 6 to the financial statements.

DEBT

At April 30, 2010, the City has \$19.4 million in bonds and notes outstanding versus \$18.5 million as of April 30, 2009. Scheduled principal payments reduced outstanding debt by \$2.2 million for the period; however, \$3.1 million of new general obligation bonds, loans, or notes were issued during the fiscal year. More detailed information about the City's debt is presented in Note 7 to the financial statements.

The City has no bond rating. All bond issues are backed by local financial institutions. The City's outstanding general obligation debt is significantly below the state-imposed limit.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The City's elected and appointed officials considered many factors when setting the fiscal year 2010-2011 budget, tax rates and fees that will be charged for the business-type activities. In those considerations, they have endeavored to minimize necessary increases in tax rates while prudently managing the City's human and capital resources, and the obligations to maintain an effective and efficiently operating municipal enterprise. Emphasis has been directed at relieving general local taxpayer burdens by securing payment for services for those directly utilizing them,

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2010

when possible, aggressively seeking and acting upon full and matching grant opportunities, and exploring alternative revenue sources that relatively will reduce the reliance on local property tax revenue. The City Council has endeavored to responsibly manage the City's affairs, while providing a consistent, professional level of service while developing and maintaining the City's infrastructure so that it is effective and of benefit both to current residents and businesses as well as attractive to prospective taxpayers.

These indications were taken into account when adopting the General Fund budget for 2011. Amounts available for appropriation in the General Fund budget, including fund reserves, are \$17.1 million as contrasted to the fiscal year 2010 total of \$18.2 million. General budgeted expenses were similar to fiscal year 2010, with the primary changes reflective of anticipated rising personnel and benefit expenses. The City has added no major new programs or initiatives to the 2011 budget. However, the City has undertaken and paid for preliminary planning to address the forthcoming requirements of storm and sanitary sewer separation and discharge control.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers and investors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional information, contact Shelly Munks, City Clerk, at 301 West Madison Street, Ottawa, Illinois 61350, 815-433-0161.

City Of Ottawa, Illinois
Statement Of Net Assets
April 30, 2010

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<u>ASSETS</u>			
Current Assets:			
Cash	\$ 8,371,070.65	\$ 1,113,774.41	\$ 9,484,845.06
Investments	2,386,981.20	1,594,166.52	3,981,147.72
Accounts Receivable (Net)	---	667,245.33	667,245.33
Property Taxes Receivable	8,201,296.51	---	8,201,296.51
Receivable From Other Governments	40,615.21	---	40,615.21
Notes Receivable	45,046.05	---	45,046.05
Special Assessments Receivable	157.80	---	157.80
Other Taxes And Fees Receivable	2,612,024.04	14,648.74	2,626,672.78
Due From Other Funds	(630,606.46)	630,606.46	---
Total Current Assets	<u>\$ 21,026,585.00</u>	<u>\$ 4,020,441.46</u>	<u>\$ 25,047,026.46</u>
Noncurrent Assets:			
Special Assessments Receivable	\$ 11,272.90	\$ ---	\$ 11,272.90
Restricted Assets:			
Cash	905,831.66	1,200.74	907,032.40
Investments	77,476.72	---	77,476.72
Capital Assets (Net)	37,114,793.29	24,704,089.29	61,818,882.58
Total Noncurrent Assets	<u>\$ 38,109,374.57</u>	<u>\$ 24,705,290.03</u>	<u>\$ 62,814,664.60</u>
Total Assets	<u>\$ 59,135,959.57</u>	<u>\$ 28,725,731.49</u>	<u>\$ 87,861,691.06</u>
<u>LIABILITIES</u>			
Current Liabilities:			
Cash Overdraft	\$ 1,463,240.03	\$ ---	\$ 1,463,240.03
Accounts Payable	490,877.21	694,754.35	1,185,631.56
Wages Payable	57,669.16	6,045.08	63,714.24
Deposits	---	1,200.74	1,200.74
Accrued Interest Payable	201,469.64	114,217.34	315,686.98
Loans Payable	75,635.42	410,705.02	486,340.44
Debt Certificates	772,301.29	688,732.34	1,461,033.63
Bonds Payable	---	---	---
Total Current Liabilities	<u>\$ 3,061,192.75</u>	<u>\$ 1,915,654.87</u>	<u>\$ 4,976,847.62</u>
Noncurrent Liabilities:			
Loans Payable	\$ 267,178.35	\$ 5,582,993.38	\$ 5,850,171.73
Debt Certificates	4,410,347.28	4,695,364.20	9,105,711.48
Bonds Payable	2,485,000.00	---	2,485,000.00
Total Noncurrent Liabilities	<u>\$ 7,162,525.63</u>	<u>\$ 10,278,357.58</u>	<u>\$ 17,440,883.21</u>
Total Liabilities	<u>\$ 10,223,718.38</u>	<u>\$ 12,194,012.45</u>	<u>\$ 22,417,730.83</u>

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois
Statement Of Net Assets
April 30, 2010

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<u>NET ASSETS</u>			
Invested In Capital Assets, Net Of Related Debt	\$ 28,902,861.31	\$ 13,326,294.35	\$ 42,229,155.66
Restricted For:			
Capital Projects	4,567,202.73	---	4,567,202.73
Debt Service	52,425.46	---	52,425.46
Other Purposes	983,308.38	3,302,521.52	4,285,829.90
Unrestricted	14,406,443.31	(97,096.83)	14,309,346.48
Total Net Assets	<u>\$ 48,912,241.19</u>	<u>\$ 16,531,719.04</u>	<u>\$ 65,443,960.23</u>

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois
Statement Of Activities
Year Ended April 30, 2010

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense)/ Revenue</u>
		<u>Charges For Services</u>	<u>Operating Grants And Contributions</u>	<u>Capital Grants And Contributions</u>	
Governmental Activities:					
General Government:					
Mayor	\$ 170,758.10	\$ ---	\$ ---	\$ ---	\$ (170,758.10)
General Government	4,791,241.93	3,047,844.26	11,760.27	---	(1,731,637.40)
Total General Government	<u>\$ 4,962,000.03</u>	<u>\$ 3,047,844.26</u>	<u>\$ 11,760.27</u>	<u>\$ ---</u>	<u>\$ (1,902,395.50)</u>
Public Safety:					
Police	\$ 3,289,642.05	\$ 327,930.54	\$ 115,760.08	\$ ---	\$ (2,845,951.43)
Fire	2,194,313.52	572,847.30	1,925.67	---	(1,619,540.55)
Public Health And Safety	303,295.60	190.00	38,606.37	---	(264,499.23)
Total Public Safety	<u>\$ 5,787,251.17</u>	<u>\$ 900,967.84</u>	<u>\$ 156,292.12</u>	<u>\$ ---</u>	<u>\$ (4,729,991.21)</u>
Transportation:					
Streets	\$ 2,902,950.64	\$ ---	\$ ---	\$ ---	\$ (2,902,950.64)
Mini Bus And Taxicab	71,306.81	---	---	---	(71,306.81)
Total Transportation	<u>\$ 2,974,257.45</u>	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ (2,974,257.45)</u>
Cultural, Parks And Recreation:					
Parks And Public Buildings	\$ 1,078,796.14	\$ ---	\$ 7,000.00	\$ 413,200.00	\$ (658,596.14)
Tourism	286,252.59	43,937.86	10,415.00	---	(231,899.73)
Recreation	278,337.94	78,181.47	8,100.00	---	(192,056.47)
Total Cultural, Parks And Recreation	<u>\$ 1,643,386.67</u>	<u>\$ 122,119.33</u>	<u>\$ 25,515.00</u>	<u>\$ 413,200.00</u>	<u>\$ (1,082,552.34)</u>
Community/Economic Development:					
Community Development	<u>\$ 3,348,535.28</u>	<u>\$ 190,846.46</u>	<u>\$ 3,000.00</u>	<u>\$ 64,014.78</u>	<u>\$ (3,090,674.04)</u>
Interest On Long-Term Debt	<u>\$ 292,141.41</u>	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ (292,141.41)</u>
Total Governmental Activities	<u>\$19,007,572.01</u>	<u>\$ 4,261,777.89</u>	<u>\$ 196,567.39</u>	<u>\$ 477,214.78</u>	<u>\$ (14,072,011.95)</u>
Business-Type Activities:					
Water And Sewer	\$ 4,696,245.39	\$ 3,968,804.63	\$ ---	\$ ---	\$ (727,440.76)
Swimming Pool	131,553.84	36,527.80	---	---	(95,026.04)
Canal Rental And Purchase	231.00	1,060.00	---	---	829.00
Friendly City Riverfest	124,946.33	126,605.28	---	---	1,658.95
Total Business-Type Activities	<u>\$ 4,952,976.56</u>	<u>\$ 4,132,997.71</u>	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ (819,978.85)</u>
Total	<u>\$23,960,548.57</u>	<u>\$ 8,394,775.60</u>	<u>\$ 196,567.39</u>	<u>\$ 477,214.78</u>	<u>\$ (14,891,990.80)</u>

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois
Statement Of Activities
Year Ended April 30, 2010

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Net Expense/Revenue	\$(14,072,011.95)	\$(819,978.85)	\$(14,891,990.80)
General Revenues:			
Taxes:			
Property Taxes	\$ 8,440,756.22	\$ ---	\$ 8,440,756.22
Sales And Use Taxes	5,591,511.83	---	5,591,511.83
Utility Taxes	1,235,446.93	---	1,235,446.93
Hotel/Motel Taxes	256,725.83	---	256,725.83
Intergovernmental	2,190,762.94	---	2,190,762.94
Investment Income	26,519.58	30,688.13	57,207.71
Miscellaneous	58,259.23	14,017.30	72,276.53
Transfers	(100,000.00)	105,506.67	5,506.67
Total General Revenues And Transfers	<u>\$ 17,699,982.56</u>	<u>\$ 150,212.10</u>	<u>\$ 17,850,194.66</u>
Change In Net Assets	\$ 3,627,970.61	\$(669,766.75)	\$ 2,958,203.86
Net Assets - Beginning	<u>45,284,270.58</u>	<u>17,201,485.79</u>	<u>62,485,756.37</u>
Net Assets - Ending	<u>\$ 48,912,241.19</u>	<u>\$16,531,719.04</u>	<u>\$ 65,443,960.23</u>

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois
Balance Sheet
Governmental Funds
April 30, 2010

	General <u>Fund</u>	North TIF <u>Fund</u>	Dayton TIF <u>Fund</u>	Other Governmental <u>Funds</u>	Total Governmental <u>Funds</u>
<u>ASSETS</u>					
Cash	\$ 472,382.12	\$ 1,977,759.70	\$ ---	\$ 6,826,760.49	\$ 9,276,902.31
Investments	2,146,281.10	---	---	318,176.82	2,464,457.92
Property Taxes Receivable	1,718,834.58	2,398,965.34	822,691.52	3,260,805.07	8,201,296.51
Receivable From Other Governments	---	---	---	40,615.21	40,615.21
Notes Receivable	---	---	---	45,046.05	45,046.05
Special Assessments Receivable	---	---	---	11,430.70	11,430.70
Other Taxes And Fees Receivable And Other	1,419,273.12	---	---	61,147.41	1,480,420.53
Due From Other Funds	11,127.92	35,516.00	---	622,925.66	669,569.58
TOTAL ASSETS	\$ 5,767,898.84	\$ 4,412,241.04	\$ 822,691.52	\$ 11,186,907.41	\$ 22,189,738.81
<u>LIABILITIES</u>					
Cash Overdraft	\$ ---	\$ ---	\$ 808,670.68	\$ 654,569.35	\$ 1,463,240.03
Accounts Payable	294,051.14	---	---	165,258.34	459,309.48
Wages Payable	48,864.04	---	---	8,805.12	57,669.16
Deferred Revenue	1,777,361.01	2,398,965.34	822,691.52	3,272,235.77	8,271,253.64
Due To Other Funds	804,539.53	111,127.92	---	416,076.32	1,331,743.77
Total Liabilities	\$ 2,924,815.72	\$ 2,510,093.26	\$ 1,631,362.20	\$ 4,516,944.90	\$ 11,583,216.08
<u>FUND BALANCES</u>					
Reserved For:					
Riverwalk Endowment	\$ 77,476.72	\$ ---	\$ ---	\$ ---	\$ 77,476.72
Enterprise Zone Capital Improvement	---	---	---	905,831.66	905,831.66
Unreserved, Reported In:					
General Fund	2,765,606.40	---	---	---	2,765,606.40
Capital Projects Funds	---	1,902,147.78	(808,670.68)	3,473,725.63	4,567,202.73
Debt Service Funds	---	---	---	52,425.46	52,425.46
Special Revenue Funds	---	---	---	2,237,979.76	2,237,979.76
Total Fund Balances	\$ 2,843,083.12	\$ 1,902,147.78	\$ (808,670.68)	\$ 6,669,962.51	\$ 10,606,522.73
TOTAL LIABILITIES AND FUND BALANCES	\$ 5,767,898.84	\$ 4,412,241.04	\$ 822,691.52	\$ 11,186,907.41	

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois
Balance Sheet
Governmental Funds
April 30, 2010

		Total Governmental <u>Funds</u>
Amounts Reported For Governmental Activities In The Statement Of Net Assets Are Different Because:		
Modified Accrual Basis Of Accounting For Revenues Due At Year-End Does Not Recognize Revenues Received Beyond 60 Days Of Year-End		1,131,603.51
Capital Assets Used In Governmental Activities Are Not Financial Resources And, Therefore, Are Not Reported In The Funds, Net Of Accumulated Depreciation Of \$12,310,672.00		37,114,793.29
Other Long-Term Assets Are Not Available To Pay For Current-Period Expenditures And, Therefore, Are Deferred In The Funds: Property Taxes, Special Assessments, and Liquor Licenses Receivable		8,271,253.64
Long-Term Liabilities Are Not Due And Payable In The Current Period And, Therefore, Are Not Reported In The Funds:		
Interest Payable	\$ (201,469.64)	
Bonds, Debt Certificates, And Note Payable	<u>(8,010,462.34)</u>	
		<u>(8,211,931.98)</u>
Net Assets Of Governmental Activities		<u><u>\$ 48,912,241.19</u></u>

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois
Statement Of Revenues, Expenditures, And Changes In Fund Balances
Governmental Funds
Year Ended April 30, 2010

	General <u>Fund</u>	North TIF <u>Fund</u>	Dayton TIF <u>Fund</u>	Other Governmental <u>Funds</u>	Total Governmental <u>Funds</u>
REVENUES					
Taxes	\$ 9,182,383.80	\$ 2,420,865.18	\$ 303,143.12	\$ 4,152,971.04	\$ 16,059,363.14
Intergovernmental	622,925.86	---	4,500.00	59,514.78	686,940.64
Charges For Services	12,751.09	---	---	649,135.33	661,886.42
Fines, Fees, and Expense Reimbursements	190,511.05	35,516.00	---	290,651.52	516,678.57
Licenses And Permits	298,899.89	---	---	1,208,946.73	1,507,846.62
Investment Income	6,281.57	4,933.96	51.42	15,252.63	26,519.58
Miscellaneous	1,542,905.49	---	---	86,933.06	1,629,838.55
Total Revenues	\$ 11,856,658.75	\$ 2,461,315.14	\$ 307,694.54	\$ 6,463,405.09	\$ 21,089,073.52
EXPENDITURES					
Current:					
General Government					
Mayor	\$ 170,758.10	\$ ---	\$ ---	\$ ---	\$ 170,758.10
Liquor Commissioner	5,429.61	---	---	---	5,429.61
Fire And Police Commission	1,368.76	---	---	---	1,368.76
Civil Service Commission	10,987.72	---	---	---	10,987.72
General Administration	3,246,606.97	---	---	1,482,389.74	4,728,996.71
Accounts And Finance Commissioner	12,545.71	---	---	---	12,545.71
Total General Government	\$ 3,447,696.87	\$ ---	\$ ---	\$ 1,482,389.74	\$ 4,930,086.61
Public Safety					
Police	\$ 3,204,944.36	\$ ---	\$ ---	\$ ---	\$ 3,204,944.36
Fire	2,061,336.52	---	---	---	2,061,336.52
Public Health And Safety	13,584.82	---	---	194,827.57	208,412.39
Total Public Safety	\$ 5,279,865.70	\$ ---	\$ ---	\$ 194,827.57	\$ 5,474,693.27
Transportation					
Streets	\$ 1,992,062.96	\$ ---	\$ ---	\$ 508,745.01	\$ 2,500,807.97
Vehicle Maintenance	104,995.96	---	---	---	104,995.96
Public Improvements	12,795.71	---	---	---	12,795.71
Mini Bus And Taxicab	56,811.81	---	---	---	56,811.81
Total Transportation	\$ 2,166,666.44	\$ ---	\$ ---	\$ 508,745.01	\$ 2,675,411.45
Cultural, Parks And Recreation					
Public Property	\$ 13,151.01	\$ ---	\$ ---	\$ ---	\$ 13,151.01
Parks And Public Buildings	829,746.03	---	---	247,753.12	1,077,499.15
Tourism	---	---	---	279,462.59	279,462.59
Total Cultural, Parks And Recreation	\$ 842,897.04	\$ ---	\$ ---	\$ 527,215.71	\$ 1,370,112.75
Community/Economic Development					
Community Development	\$ 503,571.20	\$ 1,842,650.92	\$ 58,033.77	\$ 600,317.36	\$ 3,004,573.25
Economic Development	---	---	---	---	---
Total Community/Economic Development	\$ 503,571.20	\$ 1,842,650.92	\$ 58,033.77	\$ 600,317.36	\$ 3,004,573.25
Debt Service					
Principal	\$ 104,811.23	\$ ---	\$ ---	\$ 1,061,647.57	\$ 1,166,458.80
Interest And Other Charges	25,107.00	---	---	280,938.45	306,045.45
Total Debt Service	\$ 129,918.23	\$ ---	\$ ---	\$ 1,342,586.02	\$ 1,472,504.25
Capital Outlay					
	\$ 1,765,784.87	\$ 446,681.24	\$ 80,589.50	\$ 2,202,197.73	\$ 4,495,253.34
Total Expenditures	\$ 14,136,400.35	\$ 2,289,332.16	\$ 138,623.27	\$ 6,858,279.14	\$ 23,422,634.92

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois
Statement Of Revenues, Expenditures, And Changes In Fund Balances
Governmental Funds
Year Ended April 30, 2010

	General Fund	North TIF Fund	Dayton TIF Fund	Other Governmental Funds	Total Governmental Funds
Excess (Deficiency) Of Revenues Over Expenditures	\$ (2,279,741.60)	\$ 171,982.98	\$ 169,071.27	\$ (394,874.05)	\$ (2,333,561.40)
OTHER FINANCING SOURCES (USES)					
Transfers In	\$ 387,897.71	\$ ---	\$ ---	\$ 826,881.73	\$ 1,214,779.44
Transfers Out	(105,786.73)	(209,400.00)	(89,714.00)	(2,598,014.94)	(3,002,915.67)
Debt Proceeds	397,625.00	---	---	2,485,000.00	2,882,625.00
Total Other Financing Sources (Uses)	\$ 679,735.98	\$ (209,400.00)	\$ (89,714.00)	\$ 713,866.79	\$ 1,094,488.77
Net Change In Fund Balances	\$ (1,600,005.62)	\$ (37,417.02)	\$ 79,357.27	\$ 318,992.74	\$ (1,239,072.63)
Fund Balances - Beginning	4,443,088.74	1,939,564.80	(888,027.95)	6,350,969.77	11,845,595.36
Fund Balances - Ending	\$ 2,843,083.12	\$ 1,902,147.78	\$ (808,670.68)	\$ 6,669,962.51	\$ 10,606,522.73
Reconciliation Of The Change In Fund Balances - Total Governmental Funds To The Change In Net Assets Of Governmental Activities:					
Net Change In Fund Balances - Total Governmental Funds Amounts Reported For Governmental Activities In The Statement Of Activities Are Different Because:					\$ (1,239,072.63)
Governmental Funds Report Capital Outlays As Expenditures While Governmental Activities Report Depreciation Expense To Allocate Those Expenditures Over The Life Of The Assets:					
Capital Asset Purchases Capitalized					\$ 4,234,114.64
Depreciation Expense					(984,958.00)
					\$ 3,249,156.64
Revenues In The Statement Of Activities That Do Not Provide Current Financial Resources Are Not Reported As Revenues In The Funds:					
Full Accrual Receivables					\$ 1,131,603.51
Long-Term Receivables (Increased Revenue)					514,865.59
					\$ 1,646,469.10
Governmental Funds Report Proceeds Of Long-Term Debt As Other Financing Sources While The Statement Of Net Assets Reports Proceeds As Liabilities					\$ (2,882,625.00)
Repayment Of Debt Principal Is An Expenditure In The Governmental Funds, But The Repayment Reduces Long-Term Liabilities In The Statement Of Net Assets:					
Long-Term Debt Obligation Principal Payments					\$ 1,166,458.80
Debt Transferred To Waterworks And Sewerage Fund					\$ 1,673,679.66
Some Expenditures Reported In The Governmental Funds Were Accrued In The Prior Year In The Statement Of Activities Are Not Reported Currently:					
Interest Payable					\$ 13,904.04
Change In Net Assets Of Governmental Activities					\$ 3,627,970.61

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois
Statement Of Net Assets
Proprietary Funds
April 30, 2010

	Enterprise Funds		
	Waterworks And Sewerage	Other Nonmajor Funds	Total
<u>ASSETS</u>			
Current Assets:			
Cash	\$ 1,057,949.06	\$ 55,825.35	\$ 1,113,774.41
Investments	1,580,616.23	13,550.29	1,594,166.52
Water And Sewer Receivable	667,245.33	---	667,245.33
Other Receivables	14,648.74	---	14,648.74
Due From General Corporate Fund	667,556.36	---	667,556.36
Total Current Assets	\$ 3,988,015.72	\$ 69,375.64	\$ 4,057,391.36
Noncurrent Assets:			
Restricted Assets:			
Cash - Water Users' Deposits	\$ 1,200.74	\$ ---	\$ 1,200.74
Total Restricted Assets	\$ 1,200.74	\$ ---	\$ 1,200.74
Capital Assets:			
Property And Equipment, Net	\$ 22,983,240.98	\$ 336,119.97	\$ 23,319,360.95
Construction In Progress	1,384,728.34	---	1,384,728.34
Total Capital Assets	\$ 24,367,969.32	\$ 336,119.97	\$ 24,704,089.29
Total Noncurrent Assets	\$ 24,369,170.06	\$ 336,119.97	\$ 24,705,290.03
TOTAL ASSETS	\$ 28,357,185.78	\$ 405,495.61	\$ 28,762,681.39
<u>LIABILITIES</u>			
Current Liabilities:			
Accounts Payable	\$ 694,754.35	\$ ---	\$ 694,754.35
Accrued Salaries	6,045.08	---	6,045.08
Water Users' Deposits	1,200.74	---	1,200.74
Interest Payable	114,217.34	---	114,217.34
Current Portion - EPA Loans Payable	382,234.54	---	382,234.54
Current Portion - Debt Certificates	688,732.34	---	688,732.34
Current Portion - Vactor Truck Loan	28,470.48	---	28,470.48
Due To TIF Funds	36,949.90	---	36,949.90
Total Current Liabilities	\$ 1,952,604.77	\$ ---	\$ 1,952,604.77

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois
Statement Of Net Assets
Proprietary Funds
April 30, 2010

	Enterprise Funds		
	Waterworks And Sewerage	Other Nonmajor Funds	Total
Noncurrent Liabilities:			
EPA Loans Payable	\$ 5,375,554.86	\$ ---	\$ 5,375,554.86
Debt Certificates	4,695,364.20	---	4,695,364.20
Vactor Truck Loan	207,438.52	---	207,438.52
Total Noncurrent Liabilities	<u>\$ 10,278,357.58</u>	<u>\$ ---</u>	<u>\$ 10,278,357.58</u>
 TOTAL LIABILITIES	 <u>\$ 12,230,962.35</u>	 <u>\$ ---</u>	 <u>\$ 12,230,962.35</u>
 <u>NET ASSETS</u>			
Invested In Capital Assets, Net Of Related Debt	\$ 12,990,174.38	\$ 336,119.97	\$ 13,326,294.35
Restricted	3,302,521.52	---	3,302,521.52
Unrestricted	(166,472.47)	69,375.64	(97,096.83)
 TOTAL NET ASSETS	 <u>\$ 16,126,223.43</u>	 <u>\$ 405,495.61</u>	 <u>\$ 16,531,719.04</u>

City Of Ottawa, Illinois
Statement Of Revenues, Expenses, And Changes In Fund Net Assets
Proprietary Funds
Year Ended April 30, 2010

	Enterprise Funds		
	Waterworks And <u>Sewerage</u>	Other Nonmajor <u>Funds</u>	<u>Total</u>
Operating Revenues:			
Charges For Services	\$ 3,968,804.63	\$ ---	\$ 3,968,804.63
Gate Receipts And Concessions	---	36,527.80	36,527.80
Rents	---	1,060.00	1,060.00
Events Revenues	---	126,605.28	126,605.28
Miscellaneous	14,017.30	---	14,017.30
Total Operating Revenues	<u>\$ 3,982,821.93</u>	<u>\$ 164,193.08</u>	<u>\$ 4,147,015.01</u>
Operating Expenses:			
Payroll And Benefits	\$ 1,136,596.59	\$ 59,683.37	\$ 1,196,279.96
Plant And Operations	1,806,960.69	194,378.99	2,001,339.68
Administration And Other	102,886.86	305.94	103,192.80
Depreciation	1,191,740.00	2,362.87	1,194,102.87
Total Operating Expenses	<u>\$ 4,238,184.14</u>	<u>\$ 256,731.17</u>	<u>\$ 4,494,915.31</u>
Net Operating Income (Loss)	<u>\$ (255,362.21)</u>	<u>\$ (92,538.09)</u>	<u>\$ (347,900.30)</u>
Non-Operating Income (Expense):			
Investment Income	\$ 27,139.25	\$ 3,548.88	\$ 30,688.13
Interest Expense	(458,061.25)	---	(458,061.25)
Total Non-Operating Income (Expense)	<u>\$ (430,922.00)</u>	<u>\$ 3,548.88</u>	<u>\$ (427,373.12)</u>
Transfers In	<u>\$ 5,506.67</u>	<u>\$ 100,000.00</u>	<u>\$ 105,506.67</u>
Net Income (Loss)	<u>\$ (680,777.54)</u>	<u>\$ 11,010.79</u>	<u>\$ (669,766.75)</u>
Net Assets - Beginning Of Year	<u>16,807,000.97</u>	<u>394,484.82</u>	<u>17,201,485.79</u>
Net Assets - End Of Year	<u>\$ 16,126,223.43</u>	<u>\$ 405,495.61</u>	<u>\$ 16,531,719.04</u>

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois
Statement Of Cash Flows
Proprietary Funds
Year Ended April 30, 2010

	Enterprise Funds		
	Waterworks And Sewerage	Other Nonmajor Funds	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts From Customers	\$ 3,786,132.08	\$ 164,193.08	\$ 3,950,325.16
Payments To Suppliers	(1,285,753.45)	(194,684.93)	(1,480,438.38)
Payments To Employees	(1,160,984.14)	(59,683.37)	(1,220,667.51)
Other Receipts	14,017.30	---	14,017.30
Net Cash Provided (Used) By Operating Activities	\$ 1,353,411.79	\$ (90,175.22)	\$ 1,263,236.57
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	\$ ---	\$ ---	\$ ---
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Transfers In	\$ 5,506.67	\$ 100,000.00	\$ 105,506.67
Purchases Of Capital Assets	(2,413,154.23)	---	(2,413,154.23)
Proceeds Of Vactor Truck Loan	256,490.00	---	256,490.00
Proceeds - TIF Funds Loans	36,949.90	---	36,949.90
Proceeds Of Debt Certificates	1,710,629.56	---	1,710,629.56
Principal Paid On Capital Debt	(1,109,554.77)	---	(1,109,554.77)
Interest Paid On Capital Debt	(421,655.71)	---	(421,655.71)
Net Cash Provided (Used) By Capital And Related Financing Activities	\$ (1,934,788.58)	\$ 100,000.00	\$ (1,834,788.58)
CASH FLOWS FROM INVESTING ACTIVITIES			
Investment Income	\$ 36,809.90	\$ 3,548.88	\$ 40,358.78
Net Cash Provided By Investing Activities	\$ 36,809.90	\$ 3,548.88	\$ 40,358.78
Net Increase (Decrease) In Cash	\$ (544,566.89)	\$ 13,373.66	\$ (531,193.23)
Balance - Beginning Of Year	3,184,332.92	56,001.98	3,240,334.90
Balance - End Of Year	\$ 2,639,766.03	\$ 69,375.64	\$ 2,709,141.67

See Accompanying Notes To Basic Financial Statements