Comprehensive Annual Financial Report

Year Ending April 30, 2006

Village of DOWNERS GROVE FOUNDED IN 1832

The Village of Downers Grove • DuPage County, Illinois
Civic Center • 801 Burlington Avenue
Downers Grove, Illinois 60515-4776
630.434.5500

Village of Downers Grove, Illinois

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Year Ended April 30, 2006

Prepared by Finance Department

Rita A. Trainor
Finance Director/Treasurer

Rita L. Kruse
Accounting Manager

VILLAGE OF DOWNERS GROVE, ILLINOIS

Table of Contents
April 30, 2006

	Pages
Table of Contents	i-v
INTRODUCTORY SECTION	
Principal Officials	vi
Organizational Chart	vii
Certificate of Achievement for Excellence in Financial Reporting	viii
Letter of Transmittal	
FINANCIAL SECTION	
INDEPENDENT AUDITORS' REPORT	1-2
GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS	
Management's Discussion and Analysis	MD&A 1-MD&A 11
Basic Financial Statements	
Government-wide Financial Statements	
Statement of Net Assets	3
Statement of Activities	4-5
Fund Financial Statements	
Balance Sheet - Governmental Funds	6-7
Reconciliation of Fund Balances of Governmental Funds to the Governmental Activities in the Statement of Net Assets	8
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	9-10
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, Statement of Activities	11
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	
- General Fund	12
- Downtown Redevelopment TIF Fund	13
Statement of Net Assets - Proprietary Funds	14
Statement of Revenues, Expenses, and Changes in Net Assets - Proprietary Funds	15
Statement of Cash Flows - Proprietary Funds	16-17
Statement of Fiduciary Net Assets	18
Statement of Changes in Fiduciary Net Assets - Pension Trust Fund	19
Notes to Financial Statements	20-57

Table of Contents (Continued)
April 30, 2006

	Pages
FINANCIAL SECTION (Continued)	
Required Supplementary Information	
Schedule of Funding Progress	
Illinois Municipal Retirement Fund	58
Police Pension Fund	59
Firefighters' Pension Fund	60
Schedule of Employer Contributions	
Illinois Municipal Retirement Fund	61
Police Pension Fund	62
Firefighters' Pension Fund	63
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES	
Schedule of Revenues - Budget and Actual - General Fund	64-65
Schedule of Expenditures - Budget and Actual - General Fund	66-67
Schedule of Expenditures by Detail - Budget and Actual - General Fund	68-78
Schedule of Expenditures - Budget and Actual - Downtown Redevelopment TIF Fund	79
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Capital Improvements Fund	80
Schedule of Expenditures - Budget and Actual - Capital Improvements Fund	81
Combining Balance Sheet - Nonmajor Governmental Funds	82-85
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds	86-89
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	
- Motor Fuel Tax Fund	90
- Foreign Fire Insurance Fund	91
- Community Events Fund	92
- Ogden Avenue Corridor TIF Fund	93
Schedule of Expenditures - Budget and Actual - Ogden Avenue Corridor TIF Fund	94
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -	
- Sales Tax Abatement Fund	95
- Transportation Fund	96
- G.O. Bond Series of 1998 Fairview Avenue Fund	97
- G.O. Bond Downtown Redevelopment TIF Fund	98
Schedule of Expenditures - Budget and Actual - G.O. Bond Downtown Redevelopment TIF Fund	99

Pages

FINANCIAL SECTION (Continued)

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES (CONTINUED)

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
- Real Estate Fund 100
Schedule of Operating Expenses - Budget and Actual
- Waterworks Fund 101
- Parking Fund 102
Combining Statement of Net Assets - Internal Service Funds 103
Combining Statement of Revenues, Expenses, and Changes in Net Assets - Internal Service Funds 104
Combining Statement of Cash Flows - Internal Service Funds 105-106
Schedule of Operating Expenses - Budget and Actual
- Fleet Services Fund 107
- Risk Management Fund 108
- Health Insurance Fund 109
- Equipment Replacement Fund 110
Combining Statement of Net Assets - Pension Funds 111
Combining Schedule of Changes in Net Assets - Pension Funds 112
Schedule of Changes in Net Assets - Budget and Actual
- Police Pension Fund 113
Schedule of Changes in Net Assets - Budget and Actual
- Firefighters' Pension Fund 114
Schedule of Changes in Assets and Liabilities - Agency Fund 115
Capital Assets Used in the Operation of Governmental Funds
Schedule by Source 116
Schedule by Function and Activity 117
Schedule of Changes by Function and Activity 118

Component Unit - Downers Grove Public Library
Statement of Net Assets and Governmental Funds Combining Balance Sheet 119-120
Statement of Activities and Governmental Funds Combining Statement of Revenues, Expenditures and Changes in Fund Balances/Net Assets 121-122
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - General Fund 123
Schedule of Expenditures - Budget and Actual - General Fund 124-125
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -
- Debt Service Fund 126
- Construction Fund 127

Pages

FINANCIAL SECTION (Continued)

SUPPLEMENTAL INFORMATION
- Schedule of Insurance in Force 128
- Schedules of Long-Term Debt Requirements
  - General Obligation Bonds, Series 1998 129
  - General Obligation Bonds, Series 1999 130
  - General Obligation Bonds, Series 2000 131
  - General Obligation Bonds, Series 2001 132
  - General Obligation Bonds, Series 2001A 133
  - General Obligation Bonds, Series 2002 134
  - General Obligation Refunding Bonds, Series 2003 135
  - General Obligation Bonds, Series 2003A 136
  - Taxable General Obligation Bonds, Series 2005 137
  - General Obligation Variable Rate Bonds, Series 2005 138

STATISTICAL SECTION

Financial Trends
- Net Assets by Component 139
- Changes in Net Assets 140-141
- Fund Balances of Governmental Funds 142
- Changes in Fund Balances of Governmental Funds 143

Revenue Capacity
- Assessed Value and Estimated Actual Value of Taxable Property 144
- Property Tax Rates - Direct and Overlapping Governments 145
- Principal Property Taxpayers 146
- Property Tax Levies and Collections 147
- Taxable Sales by Category 148
- Direct and Overlapping Sales Tax Rates 149

Debt Capacity
- Ratios of Outstanding Debt by Type 150
- Ratios of General Bonded Debt Outstanding 151
- Direct and Overlapping Governmental Activities Debt 152
- Schedule of Legal Debt Margin 153
- Pledged-Revenue Coverage 154

Demographic and Economic Information
- Demographic and Economic Information 155
- Principal Employers 156

Table of Contents (Continued)
April 30, 2006

Pages

STATISTICAL SECTION (Continued)

Operating Information
Full-Time Equivalent Employees 157
Operating Indicators 158

INTRODUCTORY SECTION

Village of Downers Grove, Illinois

Principal Officials
April 30, 2006

LEGISLATIVE

Brian J. Krajewski, Mayor

Commissioners

Ronald Sandack

Stan Urban

Susan A. McConnell

Marilyn J. Schnell

Martin Tully

William Waldak

ADMINISTRATIVE

Cara Pavlicek, Village Manager

David Fieldman, Deputy Village Manager

Michael Baker, Assistant Village Manager

Rita Trainor, Director of Financial Services/Treasurer

Enza Petrarca, Village Attorney

April Holden, Village Clerk

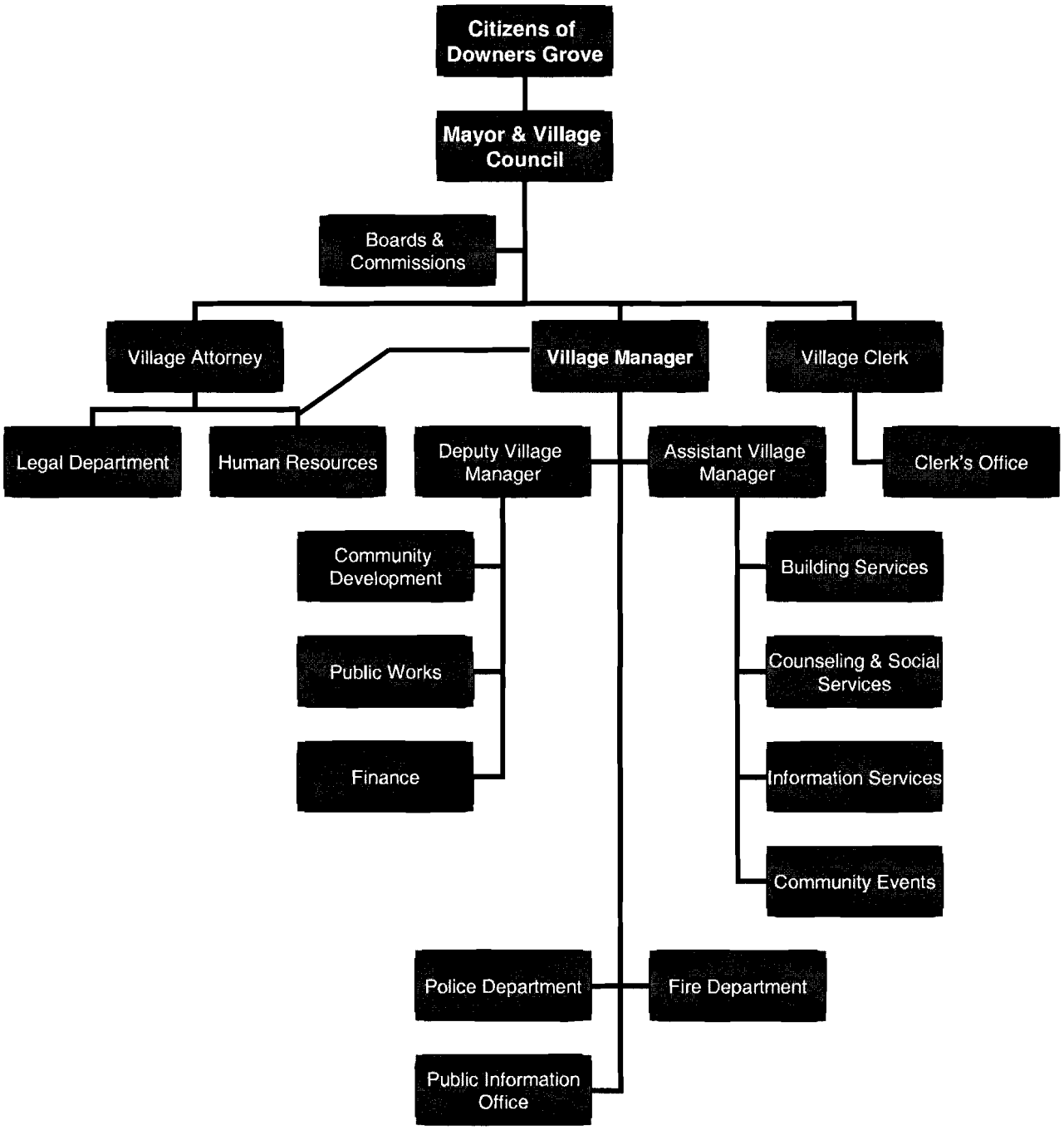
David Barber, Director of Public Works

Philip Ruscetti, Chief of Fire

Robert Porter, Chief of Police

Village of Downers Grove

Organizational Chart



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Presented to

Village of Downers Grove, Illinois

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

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

President

Executive Director

Village of DOWNERS GROVE FOUNDED IN 1832

www.vil.downers-grove.il.us

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842 Curtiss Street
Downers Grove
Illinois 60515-4761
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October 24, 2006

To The Honorable Mayor, Members of the Downers Grove Village Council, and
Citizens of Downers Grove

Village of Downers Grove
801 Burlington
Downers Grove, IL 60515

The Comprehensive Annual Financial Report (CAFR) of the Village of Downers Grove, for the fiscal year ended April 30, 2006, is submitted herewith.

Responsibility for both the accuracy of the data presented and the fairness of the presentation, including all disclosures, rests with the Village management. We believe the data as presented is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the Village's financial position and results of operation as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain maximum understanding of the Village's financial condition have been included. The organization and content of the report follows the standards for annual financial reporting promulgated by the Governmental Accounting Standards Board (GASB). To provide a reasonable basis for making these representations, management of the Village has established a comprehensive internal control framework to protect the assets of the Village and to compile sufficiently reliable information for the preparation of the Village of Downers Grove's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the Village's internal control framework has been designed to provide reasonable rather than absolute assurance that the financial statements are free of material misstatements. As management, we assert that to the best of our knowledge and belief, this financial report is complete and reliable in all material aspects. See the Management Discussion and Analysis for discussion of the statements.

The Village's financial statements have been audited by Sikich LLP., a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the Village of Downers Grove for the fiscal year ended April 30, 2006, are free of material misstatements. The independent audit involves examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluation of the overall financial statement presentation. The independent auditors concluded, based upon their audit procedures, that there was a reasonable basis for rendering an unqualified opinion that the Village's financial statements of the fiscal year ended April 30, 2006, are presented fairly in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

This report is divided into three major sections:

Introductory Section - This section is designed to introduce the reader to the report and to provide an understanding of the financial condition of the Village. It includes this letter of transmittal, a list of the Village's principal officials, the Village's organizational chart as of April 30, 2006, and the Certificate of Achievement issued from the Government Finance Officers Association, awarded for the prior year's CAFR.

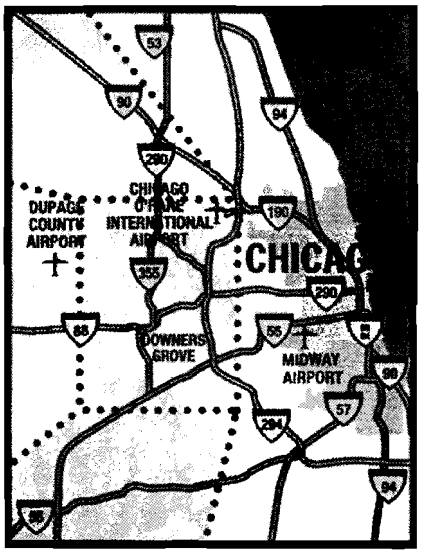
Financial Section - This section contains the report of the Village's independent certified public accountants, management's discussion and analysis, basic financial statements, as well as the combining, individual fund, and schedules. These reports provide information about the financial position of the Village.

Statistical Section – This section presents comparative and trend data, generally presented on a multi-year basis, information concerning demographic, economic and social data about the Village, as well as its fiscal capacity. This data should assist the reader in understanding the Village's overall financial condition.

This report includes all financial activity for the funds, account groups, and departments for which the Village is financially accountable. The criteria used to determine financial accountability is defined in Note 1 of the Financial Statements, on page 20. The Police and Fire Pension Funds each have a separate Board that administers their respective fund resources and their uses. The Downers Grove Library has a separate Board that is appointed by Village Council, and is reported as a discretely presented component unit. Other local governments that serve the Downers Grove community do not qualify as entities for which the Village is accountable. These include the Downers Grove Park District, the Downers Grove Sanitary District, all school districts, and the Downers Grove Township. Therefore, the financial activities of these entities are not included in this report.

PROFILE OF THE VILLAGE OF DOWNERS GROVE

The Village, which has a land area of about 14.4 square miles, is located in DuPage County and is 25 miles west of Chicago. DuPage County is the second most populated county in Illinois, after Cook County, which includes the City of Chicago. The enterprise activity in DuPage County rivals the Chicago downtown area and the median household income in DuPage County, $67,887, is the highest of all counties in Illinois. The median income for the Village is $65,539. Along with several major arterial highways, three Burlington Northern commuter train stations are located in the Village, providing commuters about a 25-minute ride to and from Chicago and easy access to the entire metropolitan area.



The resident population is 50,955, with 18,979 households; however, the Village's corporate business parks and shopping districts raise the daytime population and economic activity, providing the Village the benefit of a significant level of sales tax revenue. A review of the retail expenditure information suggests that the Village pulls residents from other surrounding communities to support the sales tax income. The property tax base is 72% residential, 25% commercial, and 3% industrial. The ten leading commercial property tax payers are from a diverse economic base and account for only 9.26% of the total tax base.

The Village of Downers Grove was originally settled in 1832 and was incorporated on March 31, 1873. Today, the Village operates under the Council/Manager form of government. It is a home-rule community, as defined by Illinois statutes, and provides a full range of municipal services to its citizens. These services include police

and fire protection; building code and fire prevention inspection services; emergency 911 dispatch service; paramedic services; water services; a commuter bus transportation system; a commuter and residential parking system; economic and community development services; visitor's bureau services; social services; the construction and maintenance of streets, stormwater, and other municipal infrastructure; and library services.

MAJOR INITIATIVES

The Village staff, following specific directives from the Village Council and the Village Mayor, have been involved in a variety of projects throughout the year; projects which reflect the Village's commitment to ensuring that its citizens are able to live and work in an enviable environment. The most significant of these projects are discussed more thoroughly below:

Centralized Business District Tax Increment Financing: The CBD/TIF Fund is a special revenue fund and was created to account for the Village's Central Business District (CBD) Tax Increment Finance (TIF) District resources and activities. The CBD TIF area was designated on December 12, 1997, to provide additional resources for the redevelopment of the central business district of Downers Grove. Phase IV of the CBD redevelopment project was completed during FY 2001/02. This portion of the project included the reconstruction of infrastructure, including the replacement of water mains, storm and sanitary sewers, sidewalks and streets, along with streetscape enhancements north of the tracks on Main Street. Also in fiscal year 2001/02, the Landbank Properties on Curtiss and Gilbert St. were sold to a developer for the construction of townhomes. A developer agreement was signed for the Station Crossing site, and development was completed in fiscal year 03/04. The Construction of the CBD Parking Deck which began in 2003-04 was completed in October 2004, at an estimated cost of approximately $20.2 million in land and construction cost. The Village selected New England Builders as the developer, with the project Arcadia on the Green featuring a mix of office, small retail and condominiums. The first phase of the project was sold in December 2005 and construction was started in Spring 2006. The project will be completed around 2009.

For the Future:

The Mayor, Village Council and Village Management have developed a new strategic plan. It encompasses a mission statement, core beliefs, five year plan goals and a vision of the Village of Downers Grove in the year 2021:

- Mission Statement:
  - Our Village Government provides exceptional municipal services that are valued by our citizens and businesses.
  - We are fiscally responsible, have passion for our customers and have an eye on the future.
  - We engage our citizens and partner with others to make Downers Grove a great community in which to live and do business.

- Core Beliefs:
  - Service with Pride : We produce results, we take responsibility, we act with integrity, we are dedicated, and we always strive for excellence.

- Five Year Plan Goals:
    - Exceptional municipal organization; Top quality Village infrastructure and facilities; Strong, diverse local economy; Vibrant major commercial corridors; Preservation of our residential and neighborhood character.

- Vision 2021:
    - Downers Grove is a beautiful village with unique neighborhoods and an authentic downtown. We are a technology community with hometown feeling and convenient access to the Chicagoland region. We are a great place for families to live and business to thrive.

The strategic focus for the Village is on "preserving the balance between tradition and progress." The goal is to ensure that residents, businesses and visitors experience a high quality of life.

FACTORS AFFECTING FINANCIAL CONDITION

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

The Village of Downers Grove maintains budgetary controls to ensure compliance with legal provisions embodied in the annual budget approved by the Village Council. Activities of all Village Funds are included in the annual budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the budgeted amount) is established by the fund; however, Village management uses stricter controls on transfers between functions, requiring the approval of the Village Manager's office for transfers between account objects, such as personnel or supplies.

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the Village operates.

Local Economy: The Village of Downers Grove has a mixture of office, retail and industrial employment. The unemployment rate went down from 5.1% in FY 04/05 to 4.7% in FY 05/06. The sales tax increased from FY 04/05 to FY 05/06 from $13.241 M to $13,003 M. Some of the major retail locations to open in the Village during FY 05/06 are Gartner SAAB and Saturn of Dowers Grove.

Commercial and residential growth rates were exceptionally strong in the fiscal year 05/06, increasing 2.10% and 10.80%, respectively. The residential sector has experienced increases every year since 2000. The number of new housing permits issued in the current fiscal year was slightly down from the prior year, (109 versus 117) and the average value of the permits declined slightly, from an average of $380K in the prior year to an average of $376K in the current year.

The equalized assessed valuation (EAV) of property in Downers Grove continues to increase substantially faster than the consumer price index. The EAV for the Village was $2,087,56,152 for the 2005 tax levy,

$1,910,185,615 for the 2004 tax levy year and $1,761,750,836 for the 2003 tax levy year, which represents an increase of 15.06% compared with a consumer price index increase of 10.7%.

Long-Term Financial Planning: Staff has developed a four part process for long term financial planning. The first step is to review the economic conditions within the Village. This includes analysis of the economic conditions, economic trends and analysis, and a strengths, weaknesses, opportunities and threats analysis. The second step is to review the state of the Village's finances. This process looks at the historical data and future trends. Staff will also review our revenue sources and expenditure drivers. The third step is to look at long range financial plans. This step will allow Staff to work with Council to review organizational goals, review of alternate revenue and expenditures sources, and tracking of revenues and expenditures. The fourth and final step is to create an annual budget, which is explained below with the heading "Budget System."

Cash Management Polices and Practices: Cash temporarily idle during the year in the Village's operating funds was invested in the Illinois State Treasurer's Pool (Illinois Funds), U.S. Agency Treasuries and certificates of deposit. The maturities of the investments range from next day (Illinois Funds) to 3 to 14 months (CDs). The average yields on the investments range from 4.61 percent (Illinois Funds) to 5.18 percent (14 month CD). The Police and Fire Pension funds are managed by their respective boards. Each board has a money manager, who makes recommendations to maximize the total return on the portfolio, within the constraints of the respective Pension Board's investment policy. Each board evaluates the advice of the money manager and votes on any investment changes. The Police and Fire Pension funds' rates of return (interest only) for the year ended April 30, 2006 were 2.43% and 2.97%, respectively. The two pension portfolios typically experience a higher rate of return than the operating funds of the Village because the pensions invest in long-term securities, consistent with their needs. The portfolios of the two pension funds appreciated 9.99% and 9.27% respectively.

Budget System: The Village operates under a single-year budget program. The budget is approved as an ordinance for each fiscal year by Council. The budget process starts in October and includes resident input, staff meetings, Village Manager's recommendations and the final budget approved by Council before the beginning of the fiscal year. Each line item has detail justifying the total expense for that line item. The budget which is passed by Council is at the fund level for all funds but the General Fund. The General Fund budget is adopted at the department level (i.e. public works, fire, police). Staff determines budget control at the account object level (i.e. personnel services, supplies, capital outlay, etc).

The Village also prepares a 5 year capital improvement plan to identify capital resource requirements and capital needs of the Village.

Risk Management: The Village has been self-insured for property and casualty claims, including workers compensation, since January 1, 1989. Financing is provided through interfund transfers from the operating departments in accordance with loss experience and exposure. The Village has all risk property insurance up to $53 million, with two additional layers of an additional $20 million. The Village also has a policy for workers' compensation up to $2 million. For fiscal year 2005-06 loss premiums charged to operating departments were adjusted to reflect greater than anticipated claims in prior years. Additional increases in the fee transferred from Village operating departments will be assessed as needed to amortize the negative fund balance in the Risk Management Fund.

Pension and Other Post Employment Benefits: The Village sponsors a single-employer defined benefit pension plan for its police officers and firefighters. Each year, an independent actuary is contracted with by the Pension

Boards who calculates the annual contribution to be made by the Village each year to ensure the plan will be able to fully meet its obligations to disable and retired employees. The Village fully funds each year's annual required contribution to the respective pension plans as determined by the actuarial report.

The Village also provides pension benefits for its nonpublic safety and civilian police and fire personnel. These benefits are provided through a statewide plan managed by the Illinois Municipal Retirement Fund (IMRF). The Village has no obligation in connection with employee benefits offered through this plan beyond its contractual payments to IMRF.

Deferred Compensation: The Village offers its employees a deferred compensation plan created in accordance with Internal Revenue Code 457, through the ICMA.

Flexible Compensation: The Village provides a Section 125 Flexible Compensation Plan for all full-time employees. This plan allows tax-free deductions for premiums for health, dental, and vision insurance and for medical and dependent care reimbursement. Employees can select one or all of the tax-free deductions, which has a statutory cap of $5,000.

Awards and Acknowledgements: The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village for its Comprehensive Annual Financial Reporting (CAFR) for the fiscal year ended April 30, 2005. A copy of this award is located in the introductory section of the financial statements.

The award honors governments with a high standard of reporting excellence, and easy to read and efficiently organized CAFRs. This award is only valid for a one year period. We believe that our current CAFR will meet all the requirements for this award and will be submitted to the GFOA this year to determine this report's eligibility for another certificate.

ACKNOWLEDGEMENTS

I want to take this opportunity to thank the members of the Finance team for all their efforts. I also wish to express appreciation for the policies and decisions provided by the Mayor and Council members, as reflected in this report.

Submitted by:

Rita A. Trainor
Director of Financial Services/Treasurer

FINANCIAL SECTION

Certified Public Accountants & Advisors

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Professional Services & Support
998 Corporate Boulevard • Aurora, IL 60502

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

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor
Members of the Village Council
Village of Downers Grove, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Village of Downers Grove, Illinois, as of and for the year ended April 30, 2006, which collectively comprise the Village of Downers Grove, Illinois' basic financial statements as listed in the table of contents. We have also audited the financial statements of each of the Village of Downers Grove, Illinois' nonmajor governmental, nonmajor enterprise, internal service, and fiduciary funds in the accompanying combining and individual fund financial statements as of and for the year ended April 30, 2006, as listed in the table of contents. These financial statements are the responsibility of the Village of Downers Grove, Illinois' management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Village of Downers Grove, Illinois, as of April 30, 2006, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental, nonmajor enterprise, internal service, and fiduciary fund of the Village of Downers Grove, Illinois, as of April 30, 2006, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The Management's Discussion and Analysis and the other required supplementary information listed in the table of contents are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Downers Grove, Illinois' financial statements. The individual fund schedules and supplemental data as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements. The individual fund schedules and supplemental data have been subjected to the auditing procedures applied in the audit of the basic, combining, and individual fund financial statements and, in our opinion, are fairly presented in all material respects in relation to the basic financial statements and each of the combining and individual fund financial statements taken as a whole.

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

Sikich LLP

Aurora, Illinois
September 8, 2006

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

Since the Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes and currently known facts, please read it in conjunction with the Transmittal Letter (beginning on page ix) and the Village's financial statements (beginning on page 3). All amounts are stated in thousands unless otherwise indicated.

Financial Highlights

- The Village's net assets increased from $111.8 million as of April 30, 2005 to $112.2 million as of April 30, 2006.
- The Village's program revenue for fiscal year 04/05 totaled $18.7 million and for fiscal year 05/06 totaled $18.489 million.
- The Village's total costs for fiscal year 04/05 are $52.5 million compared to fiscal year 05/06 at $54.325 million.

Using the Financial Section of this Comprehensive Annual Report

The financial statement's focus (implemented in 2003/2004) is on both the Village as a whole (government-wide) and on the major individual funds. Both perspectives (government-wide and major fund) allow the user to address relevant questions, broaden a basis for comparison (year to year or government to government) and enhance the Village's accountability. These changes were mandated by the Governmental Accounting Standards Board (GASB) in their GASB statements #34 "Basic Financial Statements-and Management's Discussion and Analysis-for State and Local Governments" and #37 "Basic Financial Statements-and Management's Discussion and Analysis-for State and Local Governments Omnibus."

Government-Wide Financial Statements

The government-wide financial statements (see pages 3 - 5) are designed to be corporate-like in that all governmental and business-type activities are consolidated into columns which add to a total for the Primary Government. The focus of the Statement of Net Assets (the 'Unrestricted Net Assets') is designed to be similar to bottom line results for the Village and its governmental and business-type activities. This Statement combines and consolidates governmental funds' current financial resources (short-term

spendable resources) with capital assets and long term obligations using the accrual basis of accounting and economic resources measurement focus.

The Statement of Activities (see pages 4 - 5) is focused on both the gross and net cost of various activities (including governmental and business-type), which are supported by the governments' general taxes and other resources. This is intended to summarize and simplify the user's analysis of the cost of various governmental services and/or subsidy to various business-type activities.

The Governmental Activities reflect the Village's basic services, including police, fire, public works, community development, counseling and social services, interest on debt and administration. Shared property taxes, state sales tax, home rule sales tax, local utility tax and shared state income taxes finance the majority of these services. The Business-type Activities reflect private sector type operations, historically including Water, Transportation and Parking operations. Generally, these Business-type Activities are designed to be based on a fee for service to cover all or most of the costs of operation, including depreciation.

Fund Financial Statements

Traditional users of governmental financial statements will find the Fund Financial Statements (pages 6 - 19) presentation more familiar. The focus is on major funds rather than fund types.

The Governmental Major Funds (see pages 6 - 13) presentation is organized on a sources and uses of liquid resources basis. This is the manner in which the financial plan (the budget) is typically developed. The flow and availability of liquid resources is a clear and appropriate focus of any analysis of a government. Funds are established for various purposes and the Fund Financial Statements facilitate the illustration of sources and uses and/or budgeting compliance associated therewith.

The Fund Financial Statements also allow the government to address its Pension Funds (Police Pension and Firefighters Pension Fund) and agency fund. These funds represent trust responsibilities of the government; the assets are restricted in purpose and do not represent discretionary assets of the government. Therefore, these assets are not presented as part of the Government-Wide Financial Statements.

While the Total column on the Business-type Fund Financial Statements (see pages 14 - 17) is the same as the Business-type column at the Government-Wide Financial Statement except for the internal service fund allocation, the Governmental Major Funds Total column requires a reconciliation because of the different measurement focus (current financial resources versus economic resources) which is reflected on the page following each statement (see pages 8 and 11). The flow of current financial resources will reflect bond proceeds and interfund transfers as other financial sources, as well as

capital expenditures and bond principal payments as expenditures. The reconciliation will eliminate these transactions and incorporate the capital assets and long-term obligations (bonds and others) into the Governmental Activities column (in the government-wide statements).

Infrastructure Assets

Historically, a government's largest group of assets (infrastructure - roads, bridges, sidewalks, storm sewers, etc.) have not been reported nor depreciated in the Village's governmental financial statements. The new GASB statements require that these assets be valued and reported within the Governmental column of the Government-wide Statements. Additionally, the government must elect to either (1) depreciate these assets over their estimated useful lives or (2) develop a system of asset management designed to maintain the service delivery potential to near perpetuity. If the government develops the asset management system (the modified approach) which periodically (at least every third year), by category, measures and demonstrates its maintenance of locally established levels of service standards, the government may record its cost of maintenance in lieu of depreciation. The Village of Downers Grove has chosen to depreciate assets over their useful lives. If a road project is considered maintenance - a recurring cost that does not extend the road's original useful life or expand its service potential - the cost of the project will be expensed. An 'overlay' of a road will be considered maintenance whereas a 'rebuild' of a road will be capitalized.

Financial Analysis of the Village's Funds (in thousands)

The Village implemented the new financial reporting model beginning with the fiscal year ended April 30, 2004. Over time, as year-to-year financial information is accumulated on a consistent basis, changes in net assets may be observed and used to discuss the changing financial position of the Village as a whole.

Statement of Net Assets

The Village's combined net assets increased by $310 or .27% from fiscal year 05, increasing to $112,211. The governmental activities decreased by $29 to $81,117 in fiscal year 2006. The business-type activities net assets increased by $401 to $31,094.

Table one (1) reflects a consolidated Statement of Net Assets. For more detailed information see the Statement of Net Assets found on page 3.

Table 1
Statement of Net Assets (in thousands)
As of April 30

	Governmental Activities		Business-type Activities		Total	
	2006	*2005*	*2006*	*2005*	*2006*	*2005*
Current and other assets	$ 40,350	$ 36,228	$ 13,741	$ 12,886	$ 54,091	$ 49,114
Capital assets	104,686	111,826	28,020	29,135	132,706	140,961
Total assets	$ 145,036	$ 148,054	$ 41,761	$ 42,021	$ 186,797	$ 190,075
Current liabilities	$ 16,263	$ 18,057	$ 3,167	$ 3,139	$ 19,430	$ 21,196
Noncurrent liabilities	47,656	48,154	7,500	7,886	55,156	56,040
Total liabilities	$ 63,919	$ 66,211	$ 10,667	$ 11,025	$ 74,586	$ 77,236
Net Assets						
Invested in capital assets, net of related debt	$ 61,598	$ 63,898	$ 25,370	$ 25,531	$ 86,968	$ 89,429
Restricted net assets	3,697	5,982	-	-	3,697	5,982
Unrestricted net assets	15,822	11,963	5,724	4,465	21,546	16,428
Total net assets	$ 81,117	$ 81,843	$ 31,094	$ 29,996	$ 112,211	$ 111,839

Normal Impacts

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

Net results of activities: which will impact (increase/decrease) current assets and unrestricted net assets.

Borrowing for capital: which will increase current assets and long-term debt

Spending borrowed proceeds on new capital: which will reduce current assets and increase capital assets. There is a second impact, which is an increase in "invested in capital assets" and increase of "invested in capital assets, net of related debt."

Spending of current assets, not borrowed on new capital: which will (a) reduce current assets and increase capital assets and (b) will reduce unrestricted net assets and increase investment in capital assets, net of related debt.

Principal payment on debt: which will (a) reduce current assets and reduce long-term debt and (b) reduce unrestricted net assets and increase invested in capital assets, net of related debt.

Current Year Impacts

The total increase of combined net assets of $372 was a result of the governmental activities net assets decreasing by $29 and the business-type activities increasing by $401.

The governmental activities total assets decreased by $3,018 and the governmental activities total liabilities decreased by $2,229. The decrease in governmental activities assets is due to the sale of land to the developer of the Arcadia on the Green redevelopment. The liability decrease is due to advances due from other funds netted against the due to other funds line.

The business-type activities total assets increased by $740 and the business-type activities total liabilities decreased by $358. The increase in business-type assets and decrease in liabilities resulted from the negative cash balance from the transportation fund which is now in the governmental activities. This occurred as the Transportation Fund was reclassified from an enterprise fund in the prior year (in business-type activities) to a special revenue fund in the current year (in governmental activities).

Changes in Net Assets

The Village's combined changes in net assets for the primary government from 2005 to 2006 was an increase of $327. Governmental activities net assets increased in 2006 by $27 and business-type activities increased in 2006 by $401. Table two (2) will focus on the changes of net assets of the governmental and business-type activities.

Table 2
Change in Net Assets (in thousands)
As of April 30

	Governmental Activities		Business-type Activities		Total	
	2006	*2005*	*2006*	*2005*	*2006*	*2005*
Revenues:						
Program revenues:						
Charges for services	$ 6,620	$ 5,293	$ 9,709	$ 11,204	$ 16,329	$ 16,497
Operating grants & contributions	1,553	1,708	180	-	1,733	1,708
Capital grants & contributions	428	617	-	-	428	617
General revenues:						
Property taxes	10,237	8,993	-	-	10,237	8,993
Other taxes	29,619	28,984	-	-	29,619	28,984
Special Item	(4,684)	-	-		(4,684)	-
Other	832	370	203	40	1,035	410
Total revenues	$ 44,605	$ 45,965	$ 10,092	$ 11,244	$ 54,697	$ 57,209
Expenses:						
General government	$ 4,418	$ 626	$	$ -	$ 4,418	$ 626
Public works	9,669	9,717		-	9,669	9,717
Community development	1,686	1,566		-	1,686	1,566
Public safety	23,057	23,138		-	23,057	23,138
Community services	4,149	2,747		-	4,149	2,747
Interest and fiscal charges	1,836	1,881		-	1,836	1,881
Waterworks		-	8,626	8,460	8,626	8,460
Parking		-	884	793	884	793
Transportation		-	-	540	-	540
Total expenses	$ 44,815	$ 39,675	$ 9,510	$ 9,793	$ 54,325	$ 49,468
Change in net assets before transfers	$ (210)	$ 6,290	$ 582	$ 1,451	$ 372	$ 7,741
Transfers	181	100	(181)	(100)	-	-
Change in net assets	$ (29)	$ 6,390	$ 401	$ 1,351	$ 372	$ 7,741

There are eight basic impacts on revenues and expenses and are reflected below.

Revenue:

Economic conditions: These can be a reflection of a declining, stable or growing economic environment and has a substantial impact on state income, sales and utility tax revenues as well as public spending habits for building permits, elective user fees and volumes of consumption.

Increase/decrease in Village approved rates: While certain tax rates are set by statute, the Village council has significant authority to impose and periodically

increase/decrease rates (water, parking, fees, home rule sales tax, food and beverage tax, utility tax, etc).

Changing patterns in intergovernmental and grant revenue (both recurring and nonrecurring): Certain recurring revenues (state shared revenues, etc.) may experience significant changes periodically while nonrecurring (or one-time) grants are less predictable and often distortative in their impact on year-to-year comparisons.

Market impacts on investment income: The Village's investment portfolio is managed using a short-term average maturity to match investments with cash flow needs. We maximize the rate of return by using safe instruments, some example are insured CD's, U.S. Treasuries and Illinois Finds.

Expenses:

Introduction of new programs: Within the functional expense categories (Public Works, Fire, Police, etc) individual programs may be added or deleted to meet changing community needs or unfunded mandates from other governmental levels.

Increasing authorized personnel: Changes in service demand may cause the Village Council to increase/decrease authorized staffing levels; staging costs (salaries and related benefits) represent approximately $28.612 M of the Village's General Fund operating costs.

Salary increasers (annual adjustments and merit): The ability to attract and retain human and intellectual resource requires the Village to strive for a competitive salary range position in the marketplace. In addition, the Village has 2 separate bargaining units representing and negotiating for various segments of the employee population.

Inflation: While overall inflation appears to be reasonably low, the Village is a consumer of certain commodities, such as supplies, parts and fuels. Some specific areas may experience unusually high price increases.

Current Year Impacts

The revenues for the Village's governmental activities for 2006 are $44,605. The most significant tax collected by the Village is the sales tax that increased from $17,195 to $17,925. The sales tax consists of a 1% state portion and .50% local home rule tax that was implemented in June 2003. The increase can also be contributed to an increase in sales within the Village. The increase can also be contributed to an increase in sales within the Village. The increase can also be contributed to an increase in sales within the

Village. Governmental activities program revenues increased by $1,360 from 2005 to 2006. The increase is attributed to an increase in building permits, additional revenue for booking and towing fees, and increase in village fines.

Investment earnings increased by $509 due to the increase in interest rates during fiscal year 2006 and a larger average invested balance.

The expenses for the Village's governmental activities for 2006 are $44,815. The governmental activities expense increased 11.4% from 2005 to 2006. Public safety, which includes Police and Fire, has the largest portion of expenses in the Village, $23,057, 51.5% of the total governmental activities expenses. Public works is the second largest program in the governmental activities with $9,669 expenses in fiscal year 2006.

The revenues for the Village's business-type activities for 2006 are $10,092, a $1,125 decrease from fiscal year 2005. $213K of the decrease is due to the transportation fund being reclassified from an enterprise fund (in business-type activities) to a special revenue fund (in governmental activities). The Waterworks Fund revenue decreased due to refunds of connection charges made for the customers in the unincorporated contaminated (TCE) area .

The expenses for the Village's business-type activities for 2006 are $9,510, a $283 decrease from fiscal year 2005. The Waterworks Fund expenses decreased due to large capital expenditures. The parking funds increase is due to the increase in the transfer to the G.O. Bond Downtown Redevelopment TIF Fund.

Major Governmental Funds

The General Fund is the Village's primary operating fund and is the largest source of day-to-day operations. The fund balance in the General Fund increased by $5,730. The contributing factors to the increase in fund balance were the increases in revenue over projections and the controlled expenditures compared to budgets.

The Downtown Development Tax Increment District (TIF) has a fund balance of $(1,186) compared to April 30, 2005 of $(1,124) for an increase of $62. This decrease is due to the prior period adjustment.

The Capital Improvements fund has a fund balance of $2,920, which is down $125 from fiscal year 2005. This decrease is due to the a higher expenses in public work and capital outlay.

General Fund Budgetary Highlights

The General Fund's original budget was $38,686 for the current year. Two budget amendments were approved which did not include the General Fund.

Revenues in the general fund were .7 percent or $294 over revised budget. Expenses in the general fund were 8.4 percent or $3,284 under budget.

Favorable revenue increases were realized in sales tax revenue and investment income.

Favorable expense variances are noted throughout most departments in the Village. The variances were in all expenditure types but most notably in the personnel services.

Capital Asset and Debt Administration (in thousands)

Capital Assets

For the fiscal year ended April 30, 2004, the Village adopted a new capitalization threshold due to the implementation of GASB 34. The capitalization thresholds were increased from $5 to $25. The new standard required all departments to identity their capital assets. The Village conducted a physical inventory and recorded the information in a stand alone fixed asset application and recorded this activity in the general ledger. These capital assets are included in the Village's government-wide statements. The total net capital assets for the governmental activities and business-type activities totaled $104,686 and $28,021 respectively.

The largest decrease in capital assets in the governmental activities was the sale of multiple properties for the development of the Curtiss Block. The Village sold $5,544 of land to developers to improve the downtown. The project will contain small retail, small office and condominiums and the anticipated completion date is in 2009.

For more detailed information, see the Notes to the Financial Statements #4 on page 32.

Capital Assets
Net of Accumulated Depreciation
($ are in thousands)

	Governmental Activities		Business-type Activities		Total	
	2006	2005	2006	2005	2006	2005
Capital assets, not being depreciated						
Land	$ 12,552	$ 17,910	$ 3,482	$ 3,507	$ 16,034	$ 21,417
Construction in progress	294	309	981	157	1,275	466
	12,846	18,219	4,463	3,664	17,309	21,883
Capital assets, being depreciated						
Infrastructure	67,654	68,318	10,147	10,488	77,801	78,806
Buildings	13,431	13,390	4,842	4,966	18,273	18,356
Improvements other than buildings	3,208	3,325	7,704	7,780	10,912	11,105
Capital equipment	7,547	7,750	865	1,889	8,412	9,639
Total	$ 104,686	$ 111,002	$ 28,021	$ 28,787	$ 132,707	$ 139,789

Long Term Debt (in thousands)

At the end of the fiscal year, the Village had total bonded debt of $45,720. Of this total, $41,195 is debt to be repaid from the proceeds of downtown tax increment redevelopment district. These redevelopment districts generate higher taxes as they develop, and those taxes are used for debt service. In the event that the incremental taxes are insufficient, the government has pledged its ad valorem property tax authority as a guarantee. For more detail, see Notes to the Financial Statements #6.

Outstanding General Obligation Debt (in thousands)

	Governmental Activities		Business-type Activities		Total	
General Obligation Bonds:	2006	2005	2006	2005	2006	2005
Tax Increment Bonds	$ 41,195	37,155	$ -	-	$ 41,195	37,155
Fairview Resurfacing	1,875	2,065	-	-	1,875	2,065
Water Meter Devices	-		2,650	3,035	2,650	3,035
Total	43,070	39,220	2,650	3,035	45,720	42,255
Taxable General Obligation Bonds:						
Tax Increment Bonds	$ 4,500	4,500	$ -	-	$ 4,500	4,500
Total G.O. Bonds	$ 47,570	43,720	$ 2,650	3,035	$ 50,220	46,755

The debt for the water meter devices of $2,650 is funded by the operations of the Waterworks Fund and guaranteed by the revenue of the Waterworks Fund.

The Village's general obligation bonds are rated AAA by Standard & Poor's. These ratings are disclosed on the face of the final official statements for the bonds and the ratings have not changed since the last issuance. State Statutes do not limit the amount of general obligation debt a home-rule municipality may issue.

Economic Factors and Next Year's Budgets and Rates

The economy has had a positive impact on the Village's sales and home rule tax. This was considered when the budget was being developed for the next fiscal year. The Village evaluated potential revenue sources and reviewed the property tax rates in the area and ascertained that the Village has one of the lowest property tax rates in DuPage County. After careful consideration and in the interest of addressing the needs of the Village, the Village lowered property taxes.

Requests for Information

This financial report is designed to provide a general overview of the Village's finances for all those with an interest in the Village's operations. Questions concerning any of the information provided in this report or any requests for additional financial information should be addressed to the Rita A. Trainor, Finance Director/Treasurer, 801 Burlington Ave, Downers Grove, Illinois 60515.

BASIC FINANCIAL STATEMENTS

Village of Downers Grove, Illinois

Statement of Net Assets
April 30, 2006

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Downers Grove Public Library
Assets				
Cash and cash equivalents	$ 10,125,606	$ 5,494,693	$ 15,620,299	$ 247,119
Investments	8,996,322	2,047,801	11,044,123	957,577
Receivables (net of allowances for uncollectible, where applicable)				
Property taxes	10,355,532	-	10,355,532	3,995,927
Sales taxes	4,329,076	-	4,329,076	-
Accounts receivable	209,515	1,002,341	1,211,856	-
Accrued interest	122,891	118,843	241,734	26,209
Other	3,725,750	11,645	3,737,395	8,258
Due to/from fiduciary funds	158,625	-	158,625	-
Advances to/from other funds	(75,000)	75,000	-	-
Prepaid expenses	101,079	-	101,079	-
Restricted cash	37,051	-	37,051	-
Inventory	106,679	201,997	308,676	-
Deposits	75,000	-	75,000	-
Note receivable	88,160	-	88,160	-
Long term receivable	860,000	4,788,000	5,648,000	-
Debt issuance costs (net)	248,374	-	248,374	92,962
Net pension asset	885,440	-	885,440	-
Capital assets (net of accumulated depreciation)	91,840,515	23,557,543	115,398,058	222,211
Capital assets not being depreciated	12,845,812	4,462,879	17,308,691	14,784,059
Total assets	145,036,427	41,760,742	186,797,169	20,334,322
Liabilities				
Vouchers and accounts payable	1,935,898	1,152,722	3,088,620	41,931
Accrued payroll	519,819	22,514	542,333	47,762
Accrued interest	524,198	-	524,198	62,293
Deposits payable	10,020	74,535	84,555	-
Claims payable	1,626,623	-	1,626,623	-
Other payables	1,291,651	116,513	1,408,164	-
Unearned revenue	10,355,532	1,800,781	12,156,313	3,995,927
Noncurrent liabilities				
Due within one year	6,685,594	418,455	7,104,049	482,809
Due in more than one year	40,970,056	7,081,062	48,051,118	4,951,933
Total liabilities	63,919,391	10,666,582	74,585,973	9,582,655
Net Assets				
Invested in capital assets, net of related debt	61,597,995	25,370,422	86,968,417	9,061,270
Restricted for:				
Public works	2,063,537	-	2,063,537	-
Debt service	262,324	-	262,324	201,920
Economic development	787,985	-	787,985	-
Public safety	230,609	-	230,609	-
Capital outlay	352,964	-	352,964	-
Public library	-	-	-	206,625
Unrestricted	15,821,622	5,723,738	21,545,360	1,281,852
Total net assets	$ 81,117,036	$ 31,094,160	$ 112,211,196	$ 10,751,667

The accompanying notes are an integral part of this statement.

Village of Downers Grove, Illinois

Statement of Activities
For the year then ended April 30, 2006

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Primary government				
Governmental activities:				
General government	$ 4,418,134	$ 1,006,166	$ -	$ -
Public works	9,669,158	371,538	1,424,347	62,823
Community development	1,685,593	1,830,512	29,364	119,265
Public Safety	23,057,042	2,533,256	98,564	191,160
Community Services	4,149,289	878,390	-	54,901
Interest and fiscal charges	1,835,630	-	-	-
Total governmental activities	44,814,846	6,619,862	1,552,275	428,149
Business-type activities:				
Waterworks	8,626,457	8,695,900	-	-
Parking	883,664	1,013,130	179,446	-
Total business-type activities	9,510,121	9,709,030	179,446	-
Total primary government	$ 54,324,967	$ 16,328,892	$ 1,731,721	$ 428,149
Component Unit				
Downers Grove Public Library				
Community Services	$ 4,118,389	$ 225,918	$ 60,004	$ -
Interest and fiscal charges	204,470	-	-	-
Total Downers Grove Public Library	$ 4,322,859	$ 225,918	$ 60,004	$ -

General revenues:
Taxes
Property taxes
Intergovernmental taxes
Utility tax
Sales tax
Hotel tax
Local fuel tax
2% foreign fire tax
Auto rental tax
Pull tab tax
Intergovernmental revenue
Personal property replacement tax
Investment earnings
Miscellaneous
Special items
Transfers

Total general revenues and transfers

Change in net assets

Net assets - beginning

Net assets - ending

The accompanying notes are an integral part of this statement.

Village of Downers Grove, Illinois

Statement of Activities
For the year then ended April 30, 2006

Net (Expense) Revenue and Change in Net Assets			
Primary Government			Component Unit
Governmental Activities	Business-type Activities	Total	Downers Grove Public Library
$ (3,411,968)	$ -	$ (3,411,968)	$ -
(7,810,450)	-	(7,810,450)	-
293,548	-	293,548	-
(20,234,062)	-	(20,234,062)	-
(3,215,998)	-	(3,215,998)	-
(1,835,630)	-	(1,835,630)	-
(36,214,560)	-	(36,214,560)	-
-	69,443	69,443	-
-	308,912	308,912	-
-	378,355	378,355	-
(36,214,560)	378,355	(35,836,205)	-
$ -	$ -	$ -	$ (3,832,467)
-	-	-	(204,470)
-	-	-	(4,036,937)
10,237,905	-	10,237,905	3,826,405
3,768,877	-	3,768,877	58,898
6,267,948	-	6,267,948	-
17,924,942	-	17,924,942	-
876,076	-	876,076	-
273,855	-	273,855	-
54,693	-	54,693	-
37,576	-	37,576	-
3,869	-	3,869	-
412,283	-	412,283	-
813,789	202,620	1,016,409	82,320
17,950	-	17,950	6,365
(4,684,198)	-	(4,684,198)	-
180,475	(180,475)	-	-
36,186,040	22,145	36,208,185	3,973,988
(28,520)	400,500	371,980	(62,949)
81,145,556	30,693,660	111,839,216	10,814,616
$ 81,117,036	$ 31,094,160	$ 112,211,196	$ 10,751,667

The accompanying notes are an integral part of this statement.

Village of Downers Grove, Illinois

Governmental Funds
Balance Sheet
April 30, 2006

ASSETS	General	Downtown Redevelopment TIF	Capital Improvements
Assets			
Cash and cash equivalents	$ 3,730,725	$ 127,181	$ 1,012,238
Investments	4,936,132	1,135,666	1,405,657
Restricted cash	37,051	-	-
Receivables (net of allowances for uncollectibles, where applicable)			
Property taxes	7,853,215	1,118,995	8,759
Sales taxes	4,329,076	-	-
Accounts receivable	44,013	-	-
Accrued interest	53,907	24,868	33,100
Other	3,133,975	-	429,780
Due from other funds	2,878,815	-	-
Advances to other funds	-	-	1,692,213
Prepaid items	1,647	-	-
Note receivable	88,160	-	-
Long-term receivable	860,000	-	-
Total assets	$ 27,946,716	$ 2,406,710	$ 4,581,747
LIABILITIES AND FUND BALANCES			
Liabilities			
Vouchers and accounts payable	$ 460,632	$ 504,801	$ 599,450
Accrued payroll	452,230	-	3,619
Due to other funds	27,669	-	-
Advances from other funds	-	1,968,606	-
Deposits payable	-	-	-
Other payables	241,341	-	1,050,310
Deferred property taxes	7,853,215	1,118,995	8,759
Other deferred revenue	860,000	-	-
Total liabilities	9,895,087	3,592,402	1,662,138
Fund balances			
Reserved			
Long-term receivables	88,160	-	-
Debt service	-	-	-
Public works	-	-	-
Economic development	-	-	-
Capital projects	-	-	-
Public safety	99,208	-	-
Advances to other funds	-	-	1,692,213
Prepaid items	1,647	-	-
Unreserved - designated			
Historical society	3,859	-	-
Unreserved - undesignated			
General fund	17,858,755	-	-
Special revenue funds	-	(1,185,692)	-
Capital projects funds	-	-	1,227,396
Total fund balances	18,051,629	(1,185,692)	2,919,609
Total liabilities and fund balances	$ 27,946,716	$ 2,406,710	$ 4,581,747

The accompanying notes are an integral part of this statement.

Village of Downers Grove, Illinois

Governmental Funds
Balance Sheet
April 30, 2006

	Non-Major Governmental	Total Governmental
ASSETS		
Assets		
Cash and cash equivalents	$ 3,388,929	$ 8,259,073
Investments	293,371	7,770,826
Restricted cash	-	37,051
Receivables (net of allowances for uncollectibles, where applicable)		
Property taxes	1,374,563	10,355,532
Sales taxes	-	4,329,076
Accounts receivable	-	44,013
Accrued interest	3,979	115,854
Other	161,995	3,725,750
Due from other funds	-	2,878,815
Advances to other funds	201,393	1,893,606
Prepaid items	-	1,647
Note receivable	-	88,160
Long-term receivable	-	860,000
Total assets	$ 5,424,230	$ 40,359,403
LIABILITIES AND FUND BALANCES		
Liabilities		
Vouchers and accounts payable	$ 19,640	$ 1,584,523
Accrued payroll	4,397	460,246
Due to other funds	1,504,824	1,532,493
Advances from other funds	-	1,968,606
Deposits payable	10,020	10,020
Other payables	-	1,291,651
Deferred property taxes	1,374,563	10,355,532
Other deferred revenue	-	860,000
Total liabilities	2,913,444	18,063,071
Fund balances		
Reserved		
Long-term receivables	-	88,160
Debt service	262,324	262,324
Public works	2,063,537	2,063,537
Economic development	787,985	787,985
Capital projects	352,964	352,964
Public safety	131,401	230,609
Advances to other funds	201,393	1,893,606
Prepaid items	-	1,647
Unreserved - designated		
Historical society	-	3,859
Unreserved - undesignated		
General fund	-	17,858,755
Special revenue funds	(1,288,818)	(2,474,510)
Capital projects funds	-	1,227,396
Total fund balances	2,510,786	22,296,332
Total liabilities and fund balances	$ 5,424,230	$ 40,359,403

The accompanying notes are an integral part of this statement.

Village of Downers Grove, Illinois

Reconciliation of Fund Balances of the Governmental Funds to the
Governmental Activities in the Statement of Net Assets
Year ended April 30, 2006

FUND BALANCES OF GOVERNMENTAL FUNDS	$	22,296,332
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds		99,924,833
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds		(43,088,334)
Compensated absences payable are not due and payable in the current period, and, therefore, are not reported in the governmental funds		(4,544,491)
Unamortized premium is reported as an liability on the statement of net assets		(75,310)
The unamortized accounting loss is reported as a reduction of a liability in the statement of net assets		682,890
Accrued interest on long-term liabilities is reported as a liability on the statement of net assets		(524,198)
The net pension asset of the police pension fund is included in the governmental activities in the statement of net assets		885,440
Deferred revenues related to the long-term receivable in the governmental funds was recognized as revenue in the statement of activities		860,000
The net pension obligation of the fire pension fund is included in the governmental activities in the statement of net assets		(500,698)
Unamortized costs of issuance on bonds are reported as a deferred charge in the statement of net assets		248,374
The net assets of the internal service funds are included in the governmental activities in the statement of net assets		4,952,198
NET ASSETS OF GOVERNMENTAL ACTIVITIES	$	81,117,036

The accompanying notes are an integral part of this statement.

Village of Downers Grove, Illinois

Governmental Funds
Statement of Revenues, Expenditures, and Changes in Fund Balances
Year ended April 30, 2006

	General	Downtown Redevelopment TIF	Capital Improvements
Revenues			
Taxes	$ 17,502,816	$ 1,043,591	$ 1,829,757
Licenses and permits	2,036,477	-	-
Intergovernmental	17,443,543	-	152,630
Charges for services	3,074,426	-	-
Fines and forfeits	870,595	-	-
Investment income	552,725	42,127	76,578
Miscellaneous	50,565	-	-
Total revenues	41,531,147	1,085,718	2,058,965
Expenditures			
Current			
General government	4,021,602	-	349,634
Public works	4,978,588	23,354	1,132,028
Community development	810,801	256,335	-
Public safety	23,068,487	-	-
Community services	2,342,377	-	-
Capital outlay	159,158	362,514	1,101,986
Debt service			
Principal retirement	18,333	-	-
Interest and fiscal charges	1,541	-	-
Total expenditures	35,400,887	642,203	2,583,648
Excess (deficiency) of revenues over expenditures	6,130,260	443,515	(524,683)
Other financing sources (uses)			
Proceeds from disposal of capital assets	-	49,337	-
Transfers in	-	-	400,000
Transfers out	(400,000)	(419,108)	-
Total other financing sources (uses)	(400,000)	(369,771)	400,000
Net change in fund balances	5,730,260	73,744	(124,683)
Fund balances			
May 1, as previously stated	12,321,369	(1,124,432)	3,044,292
Prior period adjustment	-	(135,004)	-
May 1, restated	12,321,369	(1,259,436)	3,044,292
April 30	$ 18,051,629	$ (1,185,692)	$ 2,919,609

The accompanying notes are an integral part of this statement.

Village of Downers Grove, Illinois

Governmental Funds
Statement of Revenues, Expenditures, and Changes in Fund Balances
Year ended April 30, 2006

	Nonmajor Governmental	Total Governmental
Revenues		
Taxes	$ 1,710,550	$ 22,086,714
Licenses and permits	-	2,036,477
Intergovernmental	2,045,907	19,642,080
Charges for services	662,107	3,736,533
Fines and forfeits	-	870,595
Investment income	142,362	813,792
Miscellaneous	53,293	103,858
Total revenues	4,614,219	49,290,049
Expenditures		
Current		
General government	103,136	4,474,372
Public works	1,559,500	7,693,470
Community development	621,560	1,688,696
Public safety	69,565	23,138,052
Community services	1,133,015	3,475,392
Capital outlay	35,005	1,658,663
Debt service		
Principal retirement	650,000	668,333
Interest and fiscal charges	1,807,619	1,809,160
Total expenditures	5,979,400	44,606,138
Excess (deficiency) of revenues over expenditures	(1,365,181)	4,683,911
Other financing sources (uses)		
Proceeds from disposal of capital assets	-	49,337
Transfers in	783,266	1,183,266
Transfers out	(183,683)	(1,002,791)
Total other financing sources (uses)	599,583	229,812
Net change in fund balances	(765,598)	4,913,723
Fund balances		
May 1, as previously stated	3,141,380	17,382,609
Prior period adjustment	135,004	-
May 1, restated	3,276,384	17,382,609
April 30	$ 2,510,786	$ 22,296,332

The accompanying notes are an integral part of this statement.

Village of Downers Grove, Illinois

Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances
to the Governmental Activities in the Statement of Activities
Year ended April 30, 2006

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	$	4,913,723
Amounts reported for governmental activities in the statement of net assets are different because:		
Governmental funds report capital outlays as expenditures, however, they are capitalized and depreciated in the statement of activities		1,921,876
The accounting loss on the transfer of land to a developer is recorded as a special item in the statement of activities		(4,684,198)
Loss on disposal of capital assets reported as an expense on the statement of activities		(262,201)
Some expenses in the statement of activities (e.g. deprecation) do not require the use of current financial resources and, therefore, are not reported as expenditure in the governmental funds.		(2,800,590)
The repayment of the principal portion long-term debt is reported as an expenditure when due in governmental funds but as a reduction of principal outstanding in the statement of net assets		668,333
The change in accrued interest payable on long-term debt is reported as an expense on the statement of activities		(26,470)
The change in the compensated absences liability is reported as an expense on the statement of activities		(110,413)
The increase in net pension asset is reported as a reduction of expense on the statement of activities		33,933
The increase in the net pension obligation report as an increase in expense on the statement of activities		(1,674)
The change in net assets of certain activities of internal service funds is reported in governmental funds		443,426
The amortization of the accounting loss is reported as an expense on the statement of activities		(56,907)
The amortization of the deferred issuance costs on long-term debt are reported as an expense on the statement of activities		(72,218)
The amortization of the premium on long-term debt is reported as a reduction of expense on the statement of activities		4,860
CHANGES IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	$	(28,520)

The accompanying notes are an integral part of this statement.

Village of Downers Grove, Illinois

General Fund
Statement of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
Revenues				
Taxes	$ 17,747,450	$ 17,747,450	$ 17,502,816	$ 17,233,817
Licenses and permits	1,775,200	1,775,200	2,036,477	1,707,987
Intergovernmental	16,125,401	16,125,401	17,443,543	17,372,271
Charges for services	2,768,310	2,773,310	3,074,426	2,446,081
Fines and forfeits	709,500	709,500	870,595	559,403
Investment income	44,000	44,000	552,725	163,486
Miscellaneous	2,067,320	2,062,320	50,565	96,998
Total revenues	41,237,181	41,237,181	41,531,147	39,580,043
Expenditures				
Current				
General government	4,492,206	4,570,776	4,021,602	1,984,596
Public works	6,177,652	6,177,652	4,978,588	5,753,102
Community development	1,032,533	962,033	810,801	1,461,713
Public safety	24,210,719	24,195,219	23,068,487	22,015,512
Community services	2,547,259	2,572,259	2,342,377	2,431,192
Capital outlay	204,480	185,910	159,158	86,515
Debt service				
Principal retirement	18,333	18,333	18,333	18,333
Interest and fiscal charges	2,321	2,321	1,541	2,321
Total expenditures	38,685,503	38,684,503	35,400,887	33,753,284
Excess of revenues over expenditures	2,551,678	2,552,678	6,130,260	5,826,759
Other financing sources (uses)				
Transfers out	(400,000)	(400,000)	(400,000)	(650,000)
Total other financing sources (uses)	(400,000)	(400,000)	(400,000)	(650,000)
Net changes in fund balance	$ 2,151,678	$ 2,152,678	5,730,260	5,176,759
Fund balances				
May 1, as previously stated			12,321,369	6,498,961
Prior period adjustment			-	645,649
May 1, as restated			12,321,369	7,144,610
April 30			$ 18,051,629	$ 12,321,369

The accompanying notes are an integral part of this statement.

Village of Downers Grove, Illinois

Downtown Redevelopment TIF Fund
Statement of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
Revenues				
Taxes				
Property taxes	$ 907,542	$ 907,542	$ 1,043,591	$ 556,315
Investment income	25,000	25,000	42,127	29,854
Miscellaneous	-	-	-	13,308
Total revenues	932,542	932,542	1,085,718	599,477
Expenditures				
Current				
Public works	95,800	95,800	23,354	62,508
Community development	206,225	206,225	256,335	72,507
Capital outlay	125,000	377,992	362,514	6,292,513
Total expenditures	427,025	680,017	642,203	6,427,528
Excess (deficiency) of revenues over expenditures	505,517	252,525	443,515	(5,828,051)
Other financing sources (uses)				
Proceeds from the disposal of capital assets	-	-	49,337	-
Transfers out	(409,583)	(409,583)	(419,108)	(1,419,551)
	(409,583)	(409,583)	(369,771)	(1,419,551)
Net changes in fund balance	$ 95,934	$ (157,058)	73,744	(7,247,602)
Fund balance (deficit)				
May 1, as previously stated			(1,124,432)	6,123,170
Prior period adjustment			(135,004)	-
May 1, as restated			(1,259,436)	6,123,170
April 30			$ (1,185,692)	$ (1,124,432)

The accompanying notes are an integral part of this statement.

Village of Downers Grove, Illinois

Proprietary Funds
Statement of Net Assets
April 30, 2006

	Business-type Activities- Enterprise Funds			Governmental Activities-
	Waterworks	Parking	Total	Internal Service
Current assets				
Cash and cash equivalents	$ 3,793,969	$ 1,700,724	$ 5,494,693	$ 1,866,533
Investments	1,651,982	395,819	2,047,801	1,225,496
Receivables				
Accounts receivable	1,002,341	-	1,002,341	147,786
Accrued interest	109,061	9,782	118,843	7,037
Other	11,645	-	11,645	-
Advances to other funds	-	75,000	75,000	-
Prepaid expenses	-	-	-	99,432
Deposits	-	-	-	75,000
Inventory	201,997	-	201,997	106,679
	6,770,995	2,181,325	8,952,320	3,527,963
Non-current assets				
Long-term receivable	4,788,000	-	4,788,000	-
Capital assets not being depreciated	3,758,246	704,633	4,462,879	25,200
Capital assets being depreciated				
Cost	40,588,152	3,085,830	43,673,982	9,344,930
Accumulated depreciation	(17,415,997)	(2,700,442)	(20,116,439)	(4,608,634)
	31,718,401	1,090,021	32,808,422	4,761,496
Total assets	38,489,396	3,271,346	41,760,742	8,289,459
Current liabilities				
Vouchers and accounts payable	$ 1,140,218	$ 12,504	$ 1,152,722	$ 351,377
Accrued payroll	18,437	4,077	22,514	41,857
Other payables	116,513	-	116,513	-
Compensated absences payable	14,813	3,642	18,455	38,912
Claims payable	-	-	-	1,626,623
Due to other funds	-	-	-	1,187,697
Unearned revenue	-	1,800,781	1,800,781	-
Bonds payable - current	400,000	-	400,000	-
Deposits payable	70,975	3,560	74,535	-
	1,760,956	1,824,564	3,585,520	3,246,466
Long-term liabilities				
Bonds payable	2,250,000	-	2,250,000	-
Note payable	4,788,000	-	4,788,000	-
Compensated absences payable	34,564	8,498	43,062	90,795
	7,072,564	8,498	7,081,062	90,795
Total liabilities	8,833,520	1,833,062	10,666,582	3,337,261
Net assets				
Invested in capital assets, net of related debt	24,280,401	1,090,021	25,370,422	4,761,496
Unrestricted	5,375,475	348,263	5,723,738	190,702
Total net assets	$ 29,655,876	$ 1,438,284	$ 31,094,160	$ 4,952,198

The accompanying notes are an integral part of this statement.

Village of Downers Grove, Illinois

Proprietary Funds
Statement of Revenues, Expenses and Changes in Net Assets
Year ended April 30, 2006

	Business-type Activities- Enterprise Funds			Governmental Activities-
	Waterworks	Parking	Totals	Internal Service
Operating revenues				
Charges for services	$ 8,695,900	$ 1,013,130	$ 9,709,030	$ 9,411,774
Operating expenses				
Personnel services	972,706	206,672	1,179,378	749,883
Supplies	3,739,008	8,640	3,747,648	827,386
Contractual services	266,809	86,646	353,455	1,409,909
Other charges and services	1,580,794	545,269	2,126,063	5,508,104
Depreciation	1,942,107	11,657	1,953,764	518,492
Total operating expenses	8,501,424	858,884	9,360,308	9,013,774
Operating income (loss)	194,476	154,246	348,722	398,000
Nonoperating revenues (expenses)				
Investment income	140,541	62,079	202,620	35,250
Interest expense	(125,033)	-	(125,033)	-
Intergovernmental grants	-	179,446	179,446	-
Loss on disposal of capital assets	-	(24,780)	(24,780)	10,176
Total nonoperating revenues (expenses)	15,508	216,745	232,253	45,426
Income (loss) before transfers	209,984	370,991	580,975	443,426
Transfers				
Transfers out	-	(180,475)	(180,475)	-
Total transfers	-	(180,475)	(180,475)	-
Change in net assets	209,984	190,516	400,500	443,426
Net assets				
May 1	29,445,892	1,247,768	30,693,660	4,508,772
April 30	$ 29,655,876	$ 1,438,284	$ 31,094,160	$ 4,952,198

The accompanying notes are an integral part of this statement.

Village of Downers Grove, Illinois

Proprietary Funds
Statement of Cash Flows
Year ended April 30, 2006

	Business-type Activities- Enterprise Funds			Governmental Activities-
	Waterworks	Parking	Totals	Internal Service
Cash flows from operating activities				
Receipts from interfund services	$ -	$ -	$ -	$ 9,351,705
Receipts from customers	8,872,801	2,841,255	11,714,056	9,652
Payments to suppliers	(5,423,936)	(788,560)	(6,212,496)	(8,042,649)
Payments to employees	(973,307)	(202,679)	(1,175,986)	(699,539)
Net cash from operating activities	2,475,558	1,850,016	4,325,574	619,169
Cash flows from noncapital financing activities				
Transfers out	-	(180,475)	(180,475)	-
Increase in due to other funds	-	-	-	927,471
Net cash from noncapital financing activities	-	(180,475)	(180,475)	927,471
Cash flows from capital and related financing activities				
Capital assets purchased	(976,687)	(235,372)	(1,212,059)	(968,675)
Proceeds from sale of capital assets	-	-	-	90,462
Grant proceeds	-	179,446	179,446	-
Principal paid on general obligation bonds	(385,000)	-	(385,000)	-
Interest paid on general obligation bonds	(125,033)	-	(125,033)	-
Net cash from capital and related financing activities	(1,486,720)	(55,926)	(1,542,646)	(878,213)
Cash flows from investing activities				
Sale of investments	2,574,567	1,462,640	4,037,207	24,000
Purchase of investments	(2,837,950)	(1,802,654)	(4,640,604)	(1,224,694)
Interest received	103,525	53,166	156,691	28,598
Net cash from investing activities	(159,858)	(286,848)	(446,706)	(1,172,096)
Net increase (decrease) in cash and cash equivalents	828,980	1,326,767	2,155,747	(503,669)
Cash and cash equivalents				
May 1	2,964,989	373,957	3,338,946	2,370,202
April 30	$ 3,793,969	$ 1,700,724	$ 5,494,693	$ 1,866,533

The accompanying notes are an integral part of this statement.

Village of Downers Grove, Illinois

Proprietary Funds
Statement of Cash Flows (Continued)
Year ended April 30, 2006

	Business-type Activities- Enterprise Funds			Governmental Activities-
	Waterworks	Parking	Totals	Internal Service
Cash flows from operating activities				
Operating income (loss)	$ 194,476	$ 154,246	$ 348,722	$ 398,000
Adjustments to reconcile operating income (loss) to net cash provided by operating activities				
Depreciation	1,942,107	11,657	1,953,764	518,492
Change in assets and liabilities				
Accounts receivable	62,029	-	62,029	(50,414)
Other receivables	114,872	-	114,872	-
Long-term receivable	-	1,875,000	1,875,000	-
Prepaid expenses	-	-	-	(99,432)
Inventory	(59,715)	-	(59,715)	(4,333)
Vouchers and accounts payable	198,696	(147,465)	51,231	153,258
Other payables	15,845	-	15,845	-
Deferred revenue	-	(46,875)	(46,875)	-
Accrued payroll	1,468	479	1,947	44,318
Compensated absences payable	(2,069)	3,514	1,445	6,023
Claims payable	-	-	-	(346,743)
Deposits payable	7,849	(540)	7,309	-
Total adjustments	2,281,082	1,695,770	3,976,852	221,169
Net cash from operating activities	$ 2,475,558	$ 1,850,016	$ 4,325,574	$ 619,169

The accompanying notes are an integral part of this statement.

Village of Downers Grove, Illinois

Fiduciary Funds
Statement of Fiduciary Net Assets
April 30, 2006

		Pension Trust		Agency
Assets				
Cash and cash equivalents	$	910,739	$	1,661,371
Investments				
US treasury obligations		7,846,102		1,567,529
US agency obligations		15,519,597		-
Mutual funds		19,085,500		-
Common and preferred stocks		1,710,066		-
Insurance contracts		7,579,050		-
Total investments		51,740,315		1,567,529
Receivables				
Due from general fund		27,669		-
Interest		206,265		35,717
Total assets		52,884,988		3,264,617
Liabilities				
Vouchers payable		4,829		5,000
Due to general fund		186,294		-
Deposits payable		-		3,259,617
Total liabilities		191,123	$	3,264,617
Net assets held in trust for pension benefits	$	52,693,865		

The accompanying notes are an integral part of this statement.

Village of Downers Grove, Illinois

Fiduciary Funds
Statement of Changes in Fiduciary Net Assets
Year ended April 30, 2006

		Pension Trust
Additions		
Contributions - employer	$	2,326,396
Contributions - employees		1,205,151
Subtotal		3,531,547
Investment income		
Net appreciation (depreciation) in fair value of investments		2,390,983
Interest earned on investments		1,689,519
Subtotal		4,080,502
Less investment expense		(123,555)
Net investment income		3,956,947
Total additions		7,488,494
Deductions		
Contractual services		27,905
Other charges and services		12,000
Benefits and refunds		2,826,261
Total deductions		2,866,166
Net increase		4,622,328
Net assets held in trust for pension benefits		
May 1		48,071,537
April 30	$	52,693,865

The accompanying notes are an integral part of this statement.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Village of Downers Grove, Illinois (Village), have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The more significant of the Village's accounting policies are described below.

A. Reporting entity

The Village is a municipal corporation governed by an elected board. As required by GAAP, these financial statements present the Village (the primary government). In evaluating how to define the reporting entity, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made based upon the significance of their operational or financial relationships with the primary government.

The Village's financial statements include two pension trust funds:

Police Pension Employees Retirement System

The Village's police employees participate in the Police Pension Employees Retirement System (PPERS). PPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the Mayor, one pension beneficiary elected by the membership, and two police employees elected by the membership constitutes the pension board. The Village and PPERS participants are obligated to fund all PPERS costs based upon actuarial valuations. The State of Illinois is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it possesses many of the characteristics of a legally separate government, the PPERS is reported as if it were a part of the primary government because its sole purpose is to finance and administer the pensions of the Village's police employees and because of the fiduciary nature of such activities. The PPERS is reported as a pension trust fund.

Firefighters' Pension Employees Retirement System

The Village's sworn firefighters participate in the Firefighters' Pension Employees Retirement System (FPERS). The FPERS functions for the benefit of those employees and is governed by a nine member pension board. The Village Mayor, Treasurer, Clerk, Attorney, Fire Chief, and one elected pension beneficiary and three elected fire employees consisted the pension board. The Village and FPERS participates are obligated to fund all FPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. The FPERS is reported as a pension trust fund because of the Village's fiduciary duties.

Discretely Presented Component Unit -Downers Grove Public Library

The component unit in the basic financial statements includes the financial data of the Village's component unit. It is reported in a separate column to emphasize that it is legally separate from the Village.

The Downers Grove Public Library (the Library) operates and maintains the public library within the Village. The Library's Board is appointed by Village Council and its annual budget and property tax levy requests are subject to the Village's Council approval.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. Reporting entity (continued)

The Library does not issue separate financial statements but more information can be obtained from the Library's offices at 1050 Curtiss, Downers Grove, Illinois, 60515.

B. Fund accounting

The Village uses funds to report on its financial position and the results of its operations. Fund accounting is designed to determine legal compliance and to aid financial management by segregating transactions related to certain governments functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts. Funds are classified into the following categories: governmental, proprietary and fiduciary.

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

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

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

C. Government-wide and fund financial statements

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

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Government-wide and fund financial statements (continued)

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

The Village reports the following major governmental funds:

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

The *Downtown Redevelopment Tax Increment Financing District Fund* accounts for all activities related to the redevelopment of downtown Downers Grove.

The *Capital Improvements Fund* accounts for all capital projects being completed in the Village.

The Village reports the following major proprietary funds:

The *Waterworks Fund* accounts for the provision of potable water services to the residents of the Village. All activities necessary to provide such services are accounted for in this fund including but not limited to, administration, operations, maintenance, financing and related debt service, and billing and collection.

The *Parking Fund* accounts for the fee-based parking throughout the Village. All activities including lot maintenance, parking permits administration, parking enforcement and collections are included in this fund.

Additionally, the Village reports the following funds:

Internal Service Funds account for equipment replacement, risk management, health insurance and fleet management services provided to other departments or agencies of the government, or to other governments, on a cost reimbursement basis.

Pension Trust Funds account for the activities of the accumulation of resources to pay pension costs. Resources are contributed by members at rates fixed by state statutes and by the government through an annual property tax levy.

Agency Funds account for the activities of the Village but are unavailable for the use of the Village due to the Village being a pass through or holder of funds (i.e. construction deposit fund).

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund statements except for agency funds which do not have a measurement focus. Revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied (i.e. intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Operating revenues and expense are directly attributable to the operation of the proprietary funds. Nonoperating revenue/expenses are incidental to the operations of these funds.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, except for sales taxes and telecommunication taxes which use a 90 day period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded when payment is due.

Sales taxes, licenses, interest revenue, and charges for services revenues associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Income taxes and fines collected and held by the state or county at year end on behalf of the Village also are recognized as revenue. Fines and permits revenues are not susceptible to accrual because generally they are not measurable until received in cash. All other revenue items are considered to be measurable and available only when cash is received by the Village. The Village recognizes property taxes when they become both measurable and available in the year intended to finance.

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

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

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

E. Cash and Cash Equivalents and Investments

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

Investments consist of certificates of deposit, treasury obligations, mutual funds and insurance contracts with maturities greater than three months. Investments are reported at fair value except that non-negotiable certificates of deposit are stated at cost or amortized cost.

F. Receivables

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

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

G. Interfund Receivables/Payables

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

H. Inventory

Inventory is valued at the lower of cost (first-in, first-out) or market. Inventory amounts are recorded on the basis of a physical count at the fiscal year end.

I. Prepaid Items/Expenses

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g. roads, bridges, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined as having a useful life greater than one year with an initial, individual cost of $25,000 or more for all capital assets. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

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

Description	Years
Infrastructure	20 - 50
Buildings	50 - 65
Improvements other than buildings	50 - 65
Capital equipment	5 - 15

K. Compensated Absences

It is the Village's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. If the employee started before May 1, 1995 the Village will pay accumulated sick time when employment has ceased. If the employee started after May 1, 1995, there is no liability for unpaid accumulated sick leave. All pay due in the event of termination is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have been incurred, for example, as a result of employee resignations and retirements.

L. Long-Term Obligations

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

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

M. Fund Balances/Net Assets

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

N. Special Items

Certain significant transactions or other events within the control of management that are either unusual in nature or infrequent in occurrence are special items. The Village has reported the cost of land provided to a developer within the tax increment financing district as a special item.

O. Interfund Transactions

Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions, except interfund services and reimbursements, are reported as transfers.

P. Use of Estimates

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

2. DEPOSITS AND INVESTMENTS

The Village maintains a cash and investment pool that is available for use by all funds, except the pension trust funds. In addition, investments are separately held by several of the Village's funds. The deposits and investments of the pension trust funds are held separately from those of other funds.

A. Village Deposits and Investments

The Village's investment policy authorizes the Village to invest in all investments allowed by Illinois Compiled Statutes. These include deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, Illinois Funds (created by the Illinois State Legislature under the control of the State Comptroller that maintains a $1 per share value which is equal to the participants fair value).

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

2. DEPOSITS AND INVESTMENTS (Continued)

A. Village Deposits and Investments (Continued)

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Village's deposits may not be returned to it. The Village's investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance, at an amount not less than 110% of the fair market value of the funds secured, with the collateral held by the Village, an independent third-party or the Federal Reserve Bank of Chicago in the Village's name.

Investments

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

		Investment Maturities in Years			
Investment Type	Fair Value	Less than 1	1-5	6-10	Greater than 10
U.S. Treasury Obligations	$ 963,321	$ 963,321	$ -	$ -	$ -
Illinois Funds	15,414,964	15,414,964	-	-	-
TOTAL	$ 16,378,285	$ 16,378,285	$ -	$ -	$ -

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the Village limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for cash requirements for ongoing operations in shorter-term securities.

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The Village limits its exposure to credit risk limiting investments to the safest types of securities; pre-qualifying the financial institutions, intermediaries and advisors with which the Village will conduct business; and diversifying the investment portfolio so that potential losses on individual investments will be minimized.

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

Concentration of credit risk is the risk that the Village has a high percentage of its investments invested in one type of investment. The Village's investment policy requires diversification of investments to avoid unreasonable risk by limiting investments to avoid over concentration in securities from a specific issuer or business sector (excluding U.S. Treasury securities); no financial institution shall hold more than 40% of the Village's investment portfolio, exclusive of U.S. treasury securities in safekeeping; monies deposited at a financial institution shall not exceed 75% of the capital stock and surplus of that institution; commercial paper shall not exceed 10% of the Village's investment portfolio, excepting bond issue proceed investments; and deposits in any one public investment pool shall not exceed 50% of the Village's investment portfolio. Illinois Funds investments exceeded the limitations.

2. DEPOSITS AND INVESTMENTS (Continued)

B. Police Pension Fund Deposits and Investments

The Police Pension Fund's investment policy authorizes the Police Pension Fund to invest in all investments allowed by Illinois Compiled Statutes. These include deposits/investments in insured commercial banks, savings and loan institutions, interest bearing obligations of the U.S. Treasury and U.S. Agencies, interest bearing bonds of the State of Illinois or any county, township or municipal corporation of the State of Illinois, direct obligations of the State of Israel, money market mutual funds whose investments consist of obligations of the U.S. Treasury or U.S. Agencies, separate accounts managed by life insurance companies, Mutual Funds, common and preferred stock, Illinois Funds (created by the Illinois State Legislature under the control of the State Comptroller that maintains a $1 per share value which is equal to the participants fair value).

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

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Police Pension Fund's deposits may not be returned to it. The Police Pension Fund's investment policy does not address this issue.

Investments

		Investment Maturities in Years			
Investment Type	Fair Value	Less than 1	1-5	6-10	Greater than 10
U. S. Treasury Obligations	$ 2,575,081	$ -	$ 878,909	$ 1,696,172	$ -
U.S. Agency Obligations	10,711,617	2,099,065	4,755,327	1,596,728	2,260,497
Money Market Mutual Funds	9,581,344	9,581,344	-	-	-
TOTAL	$ 22,868,042	$ 11,680,409	$ 5,634,236	$ 3,292,900	$ 2,260,497

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Police Pension Fund's investment policy does not address this issue. The Police Pension Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for all reasonably anticipated operating requirements while providing a reasonable rate of return based on the current market.

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The Police Pension Fund limits its exposure to credit risk by primarily investing U.S. Government Securities and other obligations which are rated AA or better by a national rating agency. The U.S. Government securities are rated AAA.

2. DEPOSITS AND INVESTMENTS (Continued)

B. Police Pension Fund Deposits and Investments (Continued)

Investments (Continued)

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

Concentration of credit risk is the risk that the Police Pension Fund has a high percentage of its investments invested in one type of investment. The Police Pension Fund's investment policy does not address this above. The Police Pension Fund's investment policy requires diversification of investment to avoid unreasonable risk but does not establish specific maximum portfolio percentages. Target percentages are cash 3%; fixed income 55%; large cap domestic equities 25%; small cap domestic equities 10%; and international equities 10%.

C. Firefighters' Pension Fund Deposits and Investments

The Firefighters' Pension Fund's investment policy authorizes the Firefighters' Pension Fund to invest in all investments allowed by Illinois Compiled Statutes. These include deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, Illinois Funds (created by the Illinois State Legislature under the control of the State Comptroller that maintains a $1 per share value which is equal to the participants fair value).

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

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Firefighters' Pension Fund's deposits may not be returned to it. The Firefighters Pension Fund's investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance at an amount not less than 110% of the fair market value at the funds secured, with the collateral held by an independent third-party or the Federal Reserve Bank, and evidenced by safekeeping receipts.

2. DEPOSITS AND INVESTMENTS (Continued)

C. Firefighters' Pension Fund Deposits and Investments (Continued)

Investments

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

		Investment Maturities in Years			
Investment Type	Fair Value	Less than 1	1-5	6-10	Greater than 10
U.S. Treasury Obligations	$ 5,271,021	$ -	$ 2,336,758	$ 1,304,084	$ 1,630,179
U.S. Government Securities	4,807,980	1,288,171	1,594,000	236,772	1,589,037
Money Market Mutual Funds	9,504,156	9,504,156	-	-	-
TOTAL	$ 19,583,157	$ 10,792,327	$ 3,930,758	$ 1,540,856	$ 3,219,216

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Firefighters' Pension Fund's investments policy does not address this issue. The Firefighters' Pension Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for all reasonably anticipated operating requirements while providing a reasonable rate of return based on the current market.

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The Firefighters Pension Fund limits its exposure to credit risk by primarily investing U.S. Government Securities and other obligations which are rated AA or better by a national rating agency. The U.S. Government Securities are rated AAA.

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

Concentration of credit risk is the risk that the Firefighters' Pension Fund has a high percentage of its investments invested in one type of investment. The Firefighters' Pension Fund's investment policy requires diversification of investment to avoid unreasonable risk but does not establish specific portfolio percentages. Target percentages are cash 3%; fixed income 55%; large cap domestic equities 25%; small cap domestic equities 10%; and international equities 10%.

3. RECEIVABLES

A. Property Taxes

Property taxes for 2005 attach as an enforceable lien on January 1 of the year of the levy on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are payable in two installments, on or about June 1 and September 1. Tax Increment Financing (TIF) property taxes receipts are received in two installments similar to levied taxes described above. TIF property taxes are not levied, but are paid by the County from incremental property tax receipts of all taxing bodies within a TIF District. The County collects such taxes and remits them periodically. Management has determined that an allowance for uncollectible accounts is not necessary. As the 2005 tax levy is intended to fund expenditures for the 2006-2007 fiscal year, these taxes are deferred as of April 30, 2006.

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

B. Other Receivables

The following receivables are included in other receivables on the Statement of Net Assets.

Governmental Activities	
Motor Fuel Tax	$ 113,206
Telecommunications Tax	1,455,917
Utility Tax	329,001
Income Tax	905,956
Local Use Tax	148,110
Hotel Tax	102,679
Ambulance Fees	272,052
Police Tickets	210,085
Franchise Fees	118,326
Miscellaneous Other	70,418
TOTAL	$ 3,725,750

4. CAPITAL ASSETS

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

A. Governmental Activities	Beginning * Balances	Increases	Decreases	Ending Balances
Capital assets not being depreciated				
Land	$ 17,910,433	$ 186,041	$ 5,544,198	$ 12,552,276
Construction in progress	309,010	292,897	308,371	293,536
Total capital assets, not being depreciated	18,219,443	478,938	5,852,569	12,845,812
Capital assets being depreciated				
Infrastructure	77,566,724	950,128	-	78,516,852
Buildings	16,903,821	362,511	-	17,266,332
Improvements other than buildings	3,452,089	-	-	3,452,089
Capital equipment	14,938,959	1,113,830	368,999	15,683,790
Total capital assets being depreciated	112,861,593	2,426,469	368,999	114,919,063
Less accumulated depreciation for				
Infrastructure	9,249,175	1,613,702	-	10,862,877
Buildings	3,513,778	320,929	-	3,834,707
Improvements other than buildings	127,024	116,850	-	243,874
Capital equipment	7,189,514	1,267,601	320,025	8,137,090
Total accumulated depreciation	20,079,491	3,319,082	320,025	23,078,548
Total capital assets being depreciated, net	92,782,102	(892,613)	48,974	91,840,515
Governmental activities capital assets, net	$ 111,001,545	$ (413,675)	$ 5,901,543	$ 104,686,327

* In fiscal year 2005, the Transportation fund was a proprietary fund and included in the business-type capital assets. During fiscal year 2006, the Transportation fund was transferred to a special revenue fund and net capital assets in the amount of $348,190 were reclassified to the governmental assets.

4. CAPITAL ASSETS (Continued)

	Beginning * Balances	Increases	Decreases	Ending Balances
B. Business-type Activities				
Capital assets not being depreciated				
Land	$ 3,506,617	$ -	$ 24,779	$ 3,481,838
Construction in progress	157,623	976,686	153,268	981,041
Total capital assets, not being depreciated	3,664,240	976,686	178,047	4,462,879
Capital assets being depreciated				
Infrastructure	18,219,836	-	-	18,219,836
Buildings	6,186,093	-	-	6,186,093
Improvements other than buildings	14,525,508	388,640	-	14,914,148
Capital equipment	4,353,905	-	-	4,353,905
Total capital assets being depreciated	43,285,342	388,640	-	43,673,982
Less accumulated depreciation for				
Infrastructure	7,731,506	342,475	-	8,073,981
Buildings	1,220,218	123,652	-	1,343,870
Improvements other than buildings	6,745,559	464,213	-	7,209,772
Capital equipment	2,465,392	1,023,424	-	3,488,816
Total accumulated depreciation	18,162,675	1,953,764	-	20,116,439
Total capital assets being depreciated, net	25,122,667	(1,565,124)	-	23,557,543
Business-type activities capital assets, net	$ 28,786,907	$ (588,438)	$ 178,047	$ 28,020,422

* In fiscal year 2005, the Transportation fund was a proprietary fund and included in the business-type capital assets. During fiscal year 2006, the Transportation fund was transferred to a special revenue fund and the capital assets were reclassified to the governmental assets.

4. CAPITAL ASSETS (Continued)

C. Depreciation Expense

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

Governmental activities:	
General government	$ 562,392
Public works	1,698,528
Community development	352,158
Public Safety	697,466
Community services	8,538
Total depreciation expense – governmental activities	$ 3,319,082
Business-type activities:	
Waterworks	$ 1,942,107
Parking	11,657
Total depreciation expense - business-type activities	$ 1,953,764

D. Construction Commitments

The Village has active construction projects as of April 30, 2006. At year end the Village's commitments with contractors are as follows:

Project	Spent-to-date	Remaining Commitment
Parking Deck	$ 17,048,556	$ 112,215
2004 Pavement Rehabilitation	2,092,494	80,000
Bikeway repairs	7,143	16,857
Ogden Avenue sidewalk repairs	186,041	36,376
Stormwater replacement	162,195	419,056
Finley/Brook traffic signal modernization	-	223,045
Maple Fairview traffic signal modernization	-	209,684
Watermain replacement	605,018	476,667
Water tank repainting	297,665	298,275
McCullom Park satellite maintenance facility	180,800	284,440

5. INTERFUND RECEIVABLES, PAYABLES, and TRANSFERS

At April 30, 2006, interfund receivables and payables consist of the following:

Receivable Fund	Payable Fund	Amount
Major Governmental		
General	Police Pension	$ 186,294
	Transportation	1,504,824
	Health Insurance	268,072
	Fleet Services	919,625
Total General		2,878,815
Fiduciary		
Firefighters' Pension	General	27,669
Total		$ 2,906,484

The interfund balances reflect the interfund borrowing to offset negative cash balances.

At April 30, 2006, advances to/from other funds consist of the following:

Fund	Advances to Other Funds	Advances from Other Funds
Downtown Redevelopment TIF	$ -	$ 1,968,606
Capital Improvements	1,692,213	-
Nonmajor Governmental		
Real Estate	201,393	-
Proprietary		
Parking	75,000	-
Total all funds	$ 1,968,606	$ 1,968,606

The advances to/from other funds reflect the amounts owed by the Downtown Redevelopment TIF fund for advances to fund the debt service payments. The advance is intended to be repaid from the Downtown Redevelopment TIF fund. As resources are available, the advances will be repaid.

At April 30, 2006, interfund transfers consist of the following:

Fund	Transfer In	Transfer Out
Major Governmental		
General	$ -	$ 400,000
Downtown Redevelopment TIF	-	419,108
Capital Improvements	400,000	-
Nonmajor Governmental		
G.O. Bonds Downtown Development TIF	783,266	-
Real Estate	-	183,683
Proprietary		
Parking	-	180,475
Total all funds	$ 1,183,266	$ 1,183,266

The interfund transfers reflect the following transactions: (1) transfer from G. O. Bonds Downtown Redevelopment TIF fund to Downtown Redevelopment TIF fund to pay debt service costs, (2) to fund capital projects in the capital improvements fund, and (3) to fund the library parking lot repairs.

6. LONG-TERM DEBT

A. Changes in Long-Term Liabilities

Long-term liability activity for the year ended April 30, 2006, was as follows:

	Beginning Balances	Additions	Reductions	Ending Balances	Due Within One Year
Governmental activities					
Compensated absences payable*	$ 4,684,738	$ 4,674,198	$ 4,684,738	$ 4,674,198	$ 1,402,260
Net pension obligation payable	499,024	1,674	-	500,698	-
Note payable - bank	36,667	-	18,333	18,334	18,334
Unamortized premium	80,170	-	4,860	75,310	-
Unamortized loss on refundings	(739,797)	-	(56,907)	(682,890)	-
General obligation bonds payable	43,720,000	-	650,000	43,070,000	5,265,000
	$ 48,280,802	$ 4,675,872	$ 5,301,024	$ 47,655,650	$ 6,685,594

*The General fund primarily liquidates the compensated absenses liabilities.

	Beginning Balances	Additions	Reductions	Ending Balances	Due Within One Year
Business-type activities					
Compensated absences payable	$ 63,367	$ 61,517	$ 63,367	$ 61,517	$ 18,455
Note payable	4,788,000	-	-	4,788,000	-
General obligation bonds payable	3,035,000	-	385,000	2,650,000	400,000
	$ 7,886,367	$ 61,517	$ 448,367	$ 7,499,517	$ 418,455

6. LONG-TERM DEBT (Continued)

B. General Obligation Bonds

The Village issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the government. All of the General Obligation bonds are retired by the debt service fund, other than $4.0 M General Obligation Water Bond, Series 2001A retired by the Waterworks fund. General obligation bonds currently outstanding are as follows:

Issue	Balances May 1	Additions	Refunding/ retirements	Balances April 30	Due Within One year
$3,000,000 General Obligation Bonds, Series of 1998 dated October 1, 1998, due in installments of $175,000 to $275,000 plus interest at 3.70% to 4.00% due January 1, 2014.	$ 2,065,000	$ -	$ 190,000	$ 1,875,000	$ 200,000
$6,500,000 General Obligation Bonds, Series of 1999 dated July 1, 1999 due in installments of $50,000 to $1,000,000 plus interest at 4.70% to 6.00% due January 1, 2019. This bond issue was partially defeased in 2005.	1,830,000	-	90,000	1,740,000	95,000
$6,200,000 General Obligation Bonds, Series 2000 dated May 1, 2000, due in installments of $35,000 to $905,000 plus interest ranging from 5.38% to 6.00% due January 1, 2020. This bond issue was partially defeased in 2005.	1,375,000	-	75,000	1,300,000	35,000

6. LONG-TERM DEBT (Continued)

B. General Obligation Bonds (Continued)

Issue	Balances May 1	Additions	Refunding/ retirements	Balances April 30	Due Within One year
$6,000,000 General Obligation Bonds, Series 2001 dated August 1, 2001, due in installments of $20,000 to $2,690,000 plus interest ranging from 4.5% to 5.125% due January 1, 2021.	$ 6,000,000	$ -	$ -	$ 6,000,000	$ 40,000
$4,000,000 General Obligation Water Bonds, Series 2001A dated December 27, 2001, due in installments of $365,000 to $485,000 plus interest ranging from 2.75% to 4.60% due January 1, 2012.	3,035,000	-	385,000	2,650,000	400,000
$6,000,000 General Obligation Bonds, Series 2002 dated August 1, 2002, due in installments of $105,000 to $1,205,000 plus interest ranging from 3.5% to 4.75% due January 1, 2021.	6,000,000	-	-	6,000,000	105,000
$12,000,000 General Obligation Bonds, Series 2003A, dated November 1,2003 due in installments of $175,000 to $1,120,000 plus interest ranging from 3.0% to 5.0% due January 1, 2021.	12,000,000	-	175,000	11,825,000	225,000

6. LONG-TERM DEBT (Continued)

B. General Obligation Bonds (Continued)

Issue	Balances May 1	Additions	Refunding/ retirements	Balances April 30	Due Within One year
$4,500,000 Taxable General Obligation Variable Rate Bonds, Series 2005 dated February 1, 2005, due in one payment of $4,500,000 plus interest of six months LIBOR plus .65% due February 1, 2007.	$ 4,500,000	$ -	$ -	$ 4,500,000	$ 4,500,000
$9,950,000 General Obligation Refunding Bonds, Series 2005, dated March 1, 2005, due in installments of $120,000 to $1,820,000 plus interest ranging from 3.5% to 3.85% due January 1, 2020.	9,950,000	-	120,000	9,830,000	65,000
	$ 46,755,000	$ -	$ 1,035,000	$ 45,720,000	$ 5,665,000

C. Note payable - bank

Uncollateralized note payable, due in annual installments of $18,333, including interest at 4.5%, due September 2006. Balance outstanding at April 30, 2006 was $18,334.

Maturities of long-term debt are as follows:

2006	$ 18,334

D. Note payable

During the fiscal year ended April 30, 2004, the DuPage Water Commission awarded the Village a new loan for providing water service to residents of a contaminated area in an unincorporated area bordering the Village. The maximum amount of the loan is $10,000,000. The loan is to be repaid within 20 years with interest at 2%. The Village drew down a total of $4,788,000 as of April 30, 2006. The potentially responsible parties (PRPs) of the contaminated area are legally obligated to provide funding for the repayment of the loan. As of April 30, 2006, no formal repayment schedule from the PRPs has been established and the Village has recorded a long-term receivable for the full loan balance as payable by the Village. Interest payments of $83,519 were made and no principal payments were made on the loan as of April 30, 2006.

6. LONG-TERM DEBT (Continued)

E. Debt Service Requirements and Maturities

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

Year Ending April 30	Governmental Activities Principal	Governmental Activities Interest	Business-type Activities Principal	Business-type Activities Interest
2007	$ 5,265,000	$ 1,837,906	$ 400,000	$ 211,192
2008	1,000,000	1,626,512	415,000	195,192
2009	1,145,000	1,596,796	430,000	177,970
2010	1,625,000	1,539,002	450,000	159,480
2011	1,790,000	1,472,226	812,000	132,616
2012 - 2016	11,965,000	6,019,362	2,195,000	364,610
2017 - 2021	20,280,000	3,011,190	1,710,000	171,000
2022 - 2023	-	-	1,026,000	20,520
Total	$ 43,070,000	$ 17,102,994	$ 7,438,000	$ 1,432,580

F. Legal Debt Margin

The Village is a home rule municipality.

Article VII, Section 6(k) of the 1970 Illinois Constitution governs computation of the legal debt margin.

"The General Assembly may limit by law the amount and require referendum approval of debt to be incurred by home rule municipalities, payable from ad valorem property tax receipts, only in excess of the following percentages of the assessed value of its taxable property...(2) if its population is more than 25,000 and less than 500,000 an aggregate of one percent: ...indebtedness which is outstanding on the effective date (July 1, 1971) of this constitution or which is thereafter approved by referendum... shall not be included in the foregoing percentage

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

The Village qualifies as a Home Rule Unit under Section 6(a) of Article VII of the 1970 Constitution of Illinois and, under the powers granted by this Section, can exercise any power and perform any function pertaining to its Village and affairs which is not prohibited by the Illinois State Statutes.

G. Noncommitment Debt – Industrial Development Revenue Bonds

The issuance of industrial development revenue bonds by the Village is to finance in whole or in part the cost of the acquisition, purchase, construction, reconstruction, improvement, equipping, betterment, or extension of any economic development project in order to encourage economic development within or near the Village.

Industrial development revenue bonds are not a debt of the Village. The entity using the bond proceeds to finance a construction or improvement project is liable for the bonds. Since the Village does not act as an agent for industrial development revenue bonds, the transactions relating to the bonds and property do not appear in the Village's financial statements.

The Village has authorized the issuance of two bonds with a current outstanding balance of $2,210,000.

6. LONG-TERM DEBT (Continued)

H. Advance Refundings - General Obligation Bonds

On March 1, 2005, the Village issued $9,950,000 General Obligation Refunding Bonds, Series 2005 to advance refund, through an in-substance defeasance, $4,480,000 of General Obligation Bonds, Series 1999 and $4,620,000 of the General Obligation Bonds, Series 2000. The advance refunding portion of the proceeds of the 2005 bonds were placed in an irrevocable trust to provide all future debt service payments for the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the financial statements. The balance of the defeased bonds outstanding at April 30, 2006 was $9,100,000. As a result of the refunding, the Village achieved a cash flow savings of $956,111 and an economic gain on the refunding of $742,034.

7. RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees; illnesses of employees; and natural disasters. The Village is self-insured for all risks and has established a risk financing fund, Risk Management internal service fund and a Health Insurance fund ("Funds"), for all risks. They are accounted for as internal service funds where assets are set aside for claim settlements. Under this program, the Funds provides coverage up to a maximum of $1,000,000 for each general liability claim, $300,000 for each workers' compensation claim, $1,000,000 for each property damage claim, and $65,000 for each health claim. The Village purchases commercial insurance for claims in excess of the coverages provided by the Funds up to $50,000,000. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

All funds of the Village participate and make payments to the Funds based upon actuarial estimates of the amounts needed to pay prior and current-year claims. Liabilities of the Funds are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNR). Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of payouts, and other economic and societal factors. Changes in the balances of aggregate claims liabilities during the past two fiscal years are as follows:

	Fiscal Year Ended April 30	
	2006	2005
Unpaid claims - beginning	$ 1,973,366	$ 2,235,129
Incurred claims (including IBNR)	(5,464,038)	3,647,173
Claim payments	5,117,295	(3,908,936)
Unpaid claims - ending	$ 1,626,623	$ 1,973,366

8. COMMITMENTS

DuPage Water Commission (DWC)

The Village has committed to purchase water from the DuPage Water Commission. The Village is required to purchase 6.479 million gallons daily, which is 194.37 million monthly. The Village expects to pay the following minimum amounts:

Fiscal Year April 30	Amount
2007	$ 267,473
2008	267,473
2009	267,473
2010	267,473
2011	267,473
2012-2016	1,337,365
2017-2021	1,337,365
2022-2024	802,419

These amounts have been calculated using the Village's current allocation percentage of 7.38%. In future years, this allocation percentage will be subject to change.

9. CONTINGENT LIABILITIES

Litigation

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

DuPage Water Commission (DWC)

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

Grants

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

9. CONTINGENT LIABILITIES (Continued)

Municipal Infrastructure Maintenance Fee

Effective January 1, 1998, the Village imposed a municipal telecommunications infrastructure maintenance fee (IMF) on persons in the business of transmitting, supplying, or furnishing telecommunications and all associated services (e.g., telecommunication retailers) in Illinois for the "use of public right-of-ways." The fee was authorized by state statue (35 ILCS 635). In March 2001, wireless telecommunications providers brought action against an Illinois government challenging the constitutionality of the municipal telecommunication infrastructure maintenance fee. The Illinois Supreme Court (the Court) found the IMF to be unconstitutional as applied to wireless carriers. The Court's decision held upon appeal. The municipal IMF was eliminated effective December 31, 2002. Potential damages to the Village under this case precedent could aggregate the total of amounts remitted to the Village for IMF for all carriers during the period from January 1, 1998 to December 31, 2002. The Village has not estimated its liability under potential IMF lawsuits at this time, but did pay $271,178 into a settlement fund during fiscal year 2005.

10. POSTEMPLOYMENT BENEFITS

In addition to providing pension benefits, the Village provides post employment health care and life insurance benefits, in accordance with the personnel policy manual, all employees who meet the eligibility requirements under the applicable retirement system. Currently, 73 retirees meet those eligibility requirements. The employee pays 100% of the cost of the health and life insurance premiums for the post employment benefits. Expenditures, if any, for post employment health care and life insurance benefits are recognized as insurance premiums as paid.

11. EMPLOYEE RETIREMENT SYSTEMS

A. Plan Descriptions and Provisions

The Village contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), an agent-multiple-employer public employee retirement system; the Police Pension Plan which is an single-employer pension plan; and, the Firefighters' Pension Plan which is also a single-employer pension plan. The benefits, benefit levels, employee contributions and employer contributions for all three plans are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly. None of the pension plans issue separate reports on the pension plans. However, IMRF does issue a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That reports can be obtained from IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

Illinois Municipal Retirement Fund

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Pension benefits vest after eight years of service. Participating members who retire at or after age 60 with 8 years of service are entitled to an annual retirement benefit, payable monthly for life in amount equal to 1 2/3% of their final rate (average of the highest 48 consecutive months' earnings during the last 10 years) of earnings for each year of credited service up to 15 years and 2% for each year thereafter. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by Illinois Compiled Statutes. Participating members are required to contribute 4.5% of their annual salary to IMRF. The Village is required to contribute the remaining amount necessary to fund the coverage of its own employees in IMRF, as specified by statute; for 2005 the rate was 10.20%

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

A. Plan Descriptions and Provisions (Continued)

Illinois Municipal Retirement Fund (Continued)

For December 31, 2005, the Village's annual pension cost of $1,187,439 was equal to the Village's required and actual contributions. The required contribution was determined as part of the December 31, 2003 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50% investment rate of return (net of administrative expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.40% to 11.60% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increase of 3% annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 15% corridor. The assumptions used for the 2005 actuarial valuation were based on the 2002-2004 experience study.

Three Year Trend Information

Year Ended December 31	Employer Contributions	Annual Pension Cost	Percentage Contributed
2005	$ 1,187,439	$ 1,187,439	100%
2004	970,781	970,781	100%
2003	870,779	870,779	100%

Police Pension

Police sworn personnel are covered by the Police Pension Plan which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contributions levels are governed by Illinois Compiled Statutes (Chapter 40-Article 5/3) and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund. The Village's base payroll for employees covered by the Police Pension Plan for the year ended April 30, 2005 was $5,207,916 out of a total payroll of $22,705,209.

Three Year Trend Information

Fiscal Year Ended	Annual Pension Cost (APC)	% of APC Contributed	Net Pension (Asset)
4/30/2005	$ 855,642	104.0%	$ (885,440)
4/30/2004	607,131	105.1%	(851,507)
4/30/2003	578,859	105.5%	(820,782)

At April 30, 2005, the Police Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated	44
Terminated plan members entitled to benefits but not yet receiving them	3
Current employees	
Vested	49
Nonvested	31
Total	127

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

A. Plan Descriptions and Provisions (Continued)

Police Pension (Continued)

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

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

Funding Policy - Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary. Effective July 1, 1993, the Village's contributions must accumulate to the point where the past service cost for the Police Pension Plan is fully funded by the year 2033.

Firefighters' Pension

Fire sworn personnel are covered by the Firefighters' Pension Plan which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits as well as the employee and employer contributions levels are mandated by Illinois Compiled Statutes (Chapter 40-Article 5/4) and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund. The Village's payroll for employees covered by the Firefighters' Pension Plan for the year ended April 30, 2005 was $5,638,490 out of a total payroll of $22,705,209.

Three Year Trend Information

Fiscal Year Ended	Annual Pension Cost (APC)	% of APC Contributed	Net Pension Obligation
4/30/2005	$ 1,310,695	99.9%	$ 500,698
4/30/2004	1,177,273	99.2%	499,024
4/30/2003	1,085,232	99.1%	489,799

At April 30, 2005, the Firefighters' Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated	22
Terminated plan members entitled to benefits but not yet receiving them	2
Current	
Vested	59
Nonvested	24
Total	107

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

A. Plan Descriptions and Provisions (Continued)

Firefighters' Pension (Continued)

The following is a summary of the Firefighters' Pension Plan as provided for in Illinois Compiled Statutes.

The Firefighters' Pension Plan provides retirement benefits as well as death and disability benefits. Employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive a monthly retirement benefit of one-half of the monthly salary attached to the rank held in the fire service at the date of retirement. The monthly pension shall be increased by one-twelfth of 2.5% of such monthly salary for each additional month over 20 years of service through 30 years of service to a maximum of 75% of such monthly salary. Employees with at least 10 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced retirement benefit.

The monthly pension of a firefighter who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and paid upon reaching 55, by 3% of the original pension and 3% annually thereafter.

Funding Policy – Covered employees are required to contribute 9.455% of their base salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary. Effective July 1, 1993, the Village's contributions must accumulate to the point where the past service cost for the Firefighters' Pension Plan is fully funded by the year 2033.

Funding Policy and Annual Pension Cost

	Illinois Municipal Retirement	Police Pension	Firefighters' Pension
Contribution rates			
Village	10.20%	17.08%	23.22%
Members	4.50%	9.91%	9.46%
Annual pension cost	$ 1,187,439	$ 855,642	$ 1,310,695
Contributions made	1,187,439	889,575	1,309,021
Actuarial valuation date	12/31/2003	4/30/2005	4/30/2005
Actuarial method	Entry age	Entry age	Entry age
Amortization method	Level percentage of pay, closed	Level percentage of pay, closed	Level percentage of pay, closed
Remaining amortization period	27 years	28 years	28 years
Asset valuation method	5-year smoothed market	3-year smoothed market	3-year smoothed market
Actuarial assumptions			
Investment rate of return*	7.50%	8.00%	8.00%
Projected salary	.40% to 11.60%	5.00%	5.00%
*Includes	3.00%	3.00%	3.00%

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Net Pension Obligation (Asset)

The Village's annual pension cost and net pension obligation to the pension funds for the April 30, 2004 valuation (most recent data available) were as follows:

	Police Pension	Firefighters' Pension
Annual required contribution	$ 880,982	$ 1,296,314
Interest on net pension	(70,249)	39,922
Adjustment to annual required contribution	44,909	(25,541)
Annual pension cost	855,642	1,310,695
Contributions made	889,575	1,309,021
Increase (decrease) in net pension obligation (asset)	(33,933)	1,674
Net pension obligation (asset) - beginning of period	(851,507)	499,024
Net pension obligation (asset) - end of period	$ (885,440)	$ 500,698

B. Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as revenues in the period in which employee services were performed.

Method Used to Value Investments

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

Administrative Costs

Administrative costs for the Police and Firefighters' pension plans are financed primary through investment earnings.

Significant Investments

The Police Pension has the following significant investments that are greater than 5% of the plan's assets:

VanGuard 500 Index Fund	$ 8,030,636
Keyport Life Annuity	2,066,128
Fidelity Equity Income Fund	1,550,708
Sun Life Financial Annuity	1,812,791

The Firefighters' Pension has the following significant investments that are greater than 5% of the plan's assets:

Fidelity Diversified	$ 2,837,890
VanGuard Fund	5,799,910

12. DEFICIT FUND BALANCES (NET ASSETS)

The following funds had a deficit in fund balances (net assets) as of the date of this report.

Fund	Deficit
Downtown Redevelopment TIF	$ 1,185,693
Transportation	1,495,811
Risk Management	519,587

13. LEGAL COMPLIANCE AND ACCOUNTABILITY - BUDGETS

A. Budgetary Information

All departments of the Village submit requests for budgets to the Village Manager so that a budget may be prepared. The budget is prepared by fund and includes information on the past year, current year estimates, and requested budgets for the next fiscal year. Budgets are prepared in accordance with generally accepted accounting principles, except for depreciation.

The proposed budget is presented to the Council for review. The governing body holds public hearings and may add to, subtract from or change appropriations, but may not change the form of the budget.

The manager is authorized to transfer budgeted amounts between programs within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the governing body. Two budget amendments were completed during the fiscal year with Council's approval.

Expenditures may not legally exceed budgeted appropriations at the fund level.

B. Excess of actual expenditures/expenses over budget in individual funds

The following funds had an excess of actual expenditure/expenses over budget exclusive of depreciation for the year ended April 30, 2006:

Fund	Excess
Foreign Fire Insurance	$ 9,565
Risk Management	32,635

14. PRIOR PERIOD ADJUSTMENTS

Governmental Fund Statements:	Downtown Redevelopment TIF	G.O. Bond Downtown Redevelopment TIF
To reclassify expenditures recorded in prior years related to the TIF debt costs in the special revenue fund to the debt service fund.	$ (135,004)	$ 135,004

15. FUND RECLASSIFICATIONS

As of May 1, 2005, the Village reclassified the Transportation Fund from an enterprise fund to a special revenue fund. Fund balance of ($1,045,928) as of May 1, 2005 has been reported as beginning fund balance in the special revenue fund.

16. COMPONENT UNIT - DOWNERS GROVE PUBLIC LIBRARY

A. Summary of Significant Accounting Policies

The statements for the component unit, Downers Grove Public Library (Library), have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The more significant of the Village's accounting policies are described below.

1. Fund Accounting

The Library uses funds to report on its financial position and the results of its operations. Fund accounting is designed to determine legal compliance and to aid financial management by segregating transactions related to certain governments functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. Funds are classified into the following categories: governmental, proprietary and fiduciary.

Governmental funds are used to account for substantially all of the Library's general activities, including, the acquisition or construction of general capital assets (capital projects funds) and the servicing of general long-term debt (debt service funds). The general fund is used to account for all activities of the library, not accounted for in some other fund.

2. Government-Wide and Fund Financial Statements

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

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

Major individual governmental funds are reported as separate columns in the combining and individual fund financial statements.

The Library reports the following major governmental funds:

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

The *Library Construction Fund* is used to account for capital improvements at the Library.

The *Library Debt Service Fund* is used for the payment of the Library's debt service.

16. COMPONENT UNIT - DOWNERS GROVE PUBLIC LIBRARY (Continued)

A. Summary of Significant Accounting Policies (Continued)

3. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied (i.e. intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Library considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded when payment is due.

Charges for services revenues associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Fine revenues are not susceptible to accrual because generally they are not measurable until received in cash. The Library recognizes property taxes when they become both measurable and available in the year intended to finance.

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

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

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

4. Cash and Cash Equivalents and Investments

Investments consist of certificates of deposit and treasury obligations with maturities greater than three months. Investments are reported at fair value, except that non-negotiable certificates of deposit are stated at cost.

16. COMPONENT UNIT - DOWNERS GROVE PUBLIC LIBRARY (Continued)

A. Summary of Significant Accounting Policies (Continued)

5. Receivables

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

- Imposed nonexchange receivables (such as: property taxes and fines) are recognized when an enforceable legal claim has arisen.

6. Capital Assets

Capital assets, which include property, plant, and equipment are reported in the applicable governmental activities column in the government-wide financial statements. Capital assets are defined as having a useful life greater than one year with an initial, individual cost of $25,000 or more for all capital assets. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

Description	Years
Infrastructure	20 - 50
Buildings	50 - 65
Improvements other than buildings	50 - 65
Capital equipment	5 - 15

7. Compensated Absences

It is the Library's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. If the employee started before May 1, 1995 the Library will pay accumulated sick time when employment has ceased. If the employee started after May 1, 1995, there is no liability for unpaid accumulated sick leave. All pay due in the event of termination is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in governmental funds only if they have been incurred, for example, as a result of employee resignations and retirements.

8. Long-Term Obligations

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

9. Fund Balances/Net Assets

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

16. COMPONENT UNIT - DOWNERS GROVE PUBLIC LIBRARY (Continued)

A. Summary of Significant Accounting Policies (Continued)

10. Use of Estimates

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

B. Deposits and Investments

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

a. Library Deposits and Investments

The Library's investment policy authorizes the Village to invest in all investments allowed by Illinois Compiled Statutes. These include deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, Illinois Funds (created by the Illinois State Legislature under the control of the State Comptroller that maintains a $1 per share value which is equal to the participants fair value).

The Library's investment policy does limit its deposits to financial institutions that are members of the FDIC system and are capable of posting collateral for amounts in excess of FDIC insurance.

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

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Library's deposits may not be returned to it. The Library's investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance, at an amount not less than 110% of the fair market value of the funds secured, with the collateral held by the Library, an independent third-party or the Federal Reserve Bank of Chicago.

16. COMPONENT UNIT - DOWNERS GROVE PUBLIC LIBRARY (Continued)

B. Deposits and Investments (Continued)

a. Library Deposits and Investments (Continued)

Investments

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

		Investment Maturities in Years			
Investment Type	Fair Value	Less than 1	1-5	6-10	Greater than 10
Illinois Funds	$ 413,270	$ 413,270	$ -	$ -	$ -

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the Library limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for cash requirements for ongoing operations in shorter-term securities.

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The Library limits its exposure to credit risk limiting investments to the safest types of securities; pre-qualifying the financial institutions, intermediaries and advisors with which the Library will conduct business; and diversifying the investment portfolio so that potential losses on individual investments will be minimized.

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

Concentration of credit risk is the risk that the Library has a high percentage of its investments invested in one type of investment. The Library's investment policy requires diversification of investments to avoid unreasonable risk by limiting investments to avoid over concentration in securities from a specific issuer or business sector (excluding U.S. Treasury securities); no financial institution shall hold more than 40% of the Library's investment portfolio, exclusive of U.S. treasury securities in safekeeping; monies deposited at a financial institution shall not exceed 75% of the capital stock and surplus of that institution; commercial paper shall not exceed 10% of the Library's investment portfolio, excepting bond issue proceed investments; and deposits in any one public investment pool shall not exceed 50% of the Library's investment portfolio.

C. Receivables

Property taxes for 2005 attach as an enforceable lien on January 1 of the year of the levy on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are payable in two installments, on or about June 1 and September 1. The County collects such taxes and remits them periodically. Management has determined that an allowance for uncollectible accounts is not necessary. As the 2005 tax levy is intended to fund expenditures for the 2006-2007 fiscal year, these taxes are deferred as of April 30, 2006.

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

16. COMPONENT UNIT - DOWNERS GROVE PUBLIC LIBRARY (Continued)

D. Capital Assets

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

	Balances May 1	Increases	Decreases	Balances April 30
Capital assets not being depreciated				
Land	$ 222,211	$ -	$ -	$ 222,211
Total capital assets, not being depreciated	222,211	-	-	222,211
Capital assets being depreciated				
Buildings	9,479,919	-	-	9,479,919
Capital equipment	7,190,299	509,290	410,248	7,289,341
Total capital assets being depreciated	16,670,218	509,290	410,248	16,769,260
Less accumulated depreciation for				
Buildings	379,197	189,598	-	568,795
Capital equipment	970,353	534,376	88,323	1,416,406
Total accumulated depreciation	1,349,550	723,974	88,323	1,985,201
Total capital assets being depreciated, net	15,320,668	(214,684)	321,925	14,784,059
Governmental activities capital assets, net	$ 15,542,879	$ (214,684)	$ 321,925	$ 15,006,270

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

Governmental activities:	
Community services	$ 723,974

16. COMPONENT UNIT - DOWNERS GROVE PUBLIC LIBRARY (Continued)

E. Long-Term Debt

Changes in Long-Term Liabilities

Long-term liability activity for the year ended April 30, 2006, was as follows:

	Beginning Balances	Additions	Reductions	Ending Balances	Due Within One Year
Compensated absences payable	$ 41,048	$ 42,698	$ 41,048	$ 42,698	$ 12,809
Unamortized premium	26,921	-	1,496	25,425	-
Unamortized loss on refundings	(630,961)	-	(52,580)	(578,381)	-
General obligation bonds payable	6,390,000	-	445,000	5,945,000	470,000
	$ 5,827,008	$ 42,698	$ 434,964	$ 5,434,742	$ 482,809

General Obligation Bonds

The Village issues general obligation bonds for the Library to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the government. All of the General Obligation bonds are retired by the debt service fund.. General obligation bonds currently outstanding are as follows:

Issue	Balances May 1	Additions	Refunding/ Retirements	Balances April 30	Due Within One year
$8,175,000 General Obligation Bonds, Series of 1996 dated October 1, 1996, due in installments of $335,000 to $640,000 plus interest at 4.75% to 5.60% due January 1, 2017. This bond issue was partially defeased in 2003.	$ 365,000	$ -	$ 365,000	$ -	$ -
$6,265,000 General Obligation Refunding Bonds, Series 2003, dated June 1, 2003, due in installments of $160,000 to $630,000 plus interest ranging from 2.5% to 3.75% due January 1, 2017.	$ 6,025,000	$ -	$ 80,000	$ 5,945,000	$ 470,000
	$ 6,390,000	$ -	$ 445,000	$ 5,945,000	$ 470,000

16. COMPONENT UNIT - DOWNERS GROVE PUBLIC LIBRARY (Continued)

E. Long-Term Debt (Continued)

Debt Service Requirements and Maturities

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

Year Ending April 30	Governmental Activities Principal	Interest
2007	$ 470,000	$ 191,068
2008	475,000	179,318
2009	490,000	166,848
2010	505,000	152,762
2011 - 2015	2,765,000	512,366
2016 - 2020	1,240,000	69,516
Total	$ 5,945,000	$ 1,271,878

F. Risk Management

The Library is exposed to various risks of loss related to torts; thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees; illnesses of employees; and natural disasters. The Library purchases insurance in the open market.

G. Contingent Liabilities

The Library is not aware of any current or potential litigation.

H. Post Employment Benefits

In addition to providing pension benefits, the Library (through the Village) provides post employment health care and life insurance benefits, in accordance with the personnel policy manual, to all employees who meet the eligibility requirements under the applicable retirement system. Currently, 3 retirees meet those eligibility requirements. The employee pays 100% of the cost of the health and life insurance premiums for the post employment benefits. Expenditures, if any, for post employment health care and life insurance benefits are recognized as insurance premiums are paid.

16. COMPONENT UNIT - DOWNERS GROVE PUBLIC LIBRARY (Continued)

I. Legal Compliance and Accountability - Budgets

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

The proposed budget is presented to the Council for review. The governing body holds public hearings and may add to, subtract from or change appropriations, but may not change the form of the budget.

The Library Director is authorized to transfer budgeted amounts between programs within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the governing body. One budget amendment was completed during the fiscal year with Council's approval.

J. Interfund Receivables and Payables

At April 30, 2006, interfund receivables and payables consist of the following:

Receivable Fund	Payable Fund	Amount
Library	Library Construction	$ 75,000

The interfund balances reflect the interfund borrowing to offset negative cash balances.

REQUIRED SUPPLEMENTARY INFORMATION

Village of Downers Grove, Illinois

Illinois Municipal Retirement Fund

Schedule of Funding Progress
April 30, 2006

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)
12/31/2000	$ 24,493,577	$ 24,171,065	$ (322,512)	101.33%	$ 11,066,371	(2.91)%
12/31/2001	26,990,771	25,895,500	(1,095,271)	104.23%	11,724,498	(9.34)%
12/31/2002	27,958,475	27,570,468	(388,007)	101.41%	11,473,696	(3.38)%
12/31/2003	25,662,381	27,922,017	2,259,636	91.91%	11,672,643	19.36%
12/31/2004	22,274,657	27,990,818	5,716,161	79.58%	11,696,157	48.87%
12/31/2005	24,749,324	30,237,833	5,488,509	81.85%	11,641,556	47.15%

Digest of changes

The actuarial assumptions used to determine the actuarial accrued liability for 2005 are based on the 2002-2004 experience study

The principal changes were:
- The 1994 Group Annuity Mortality implemented.
- For regular members, fewer normal and early retirements are expected to occur.

See independent auditors report

Village of Downers Grove, Illinois

Police Pension Fund

Schedule of Funding Progress
April 30, 2006

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry-Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
4/30/2000	$ 24,958,278	$ 24,308,297	$ (649,981)	102.7%	$ 3,833,822	(17.0)%
4/30/2001	24,559,214	28,805,030	4,245,816	85.3%	4,182,491	101.5%
4/30/2002	24,612,657	31,530,814	6,918,157	78.1%	4,484,461	154.3%
4/30/2003	24,204,160	33,636,977	9,432,817	72.0%	4,865,306	193.9%
4/30/2004	27,130,429	36,930,159	9,799,730	73.5%	5,008,049	195.7%
4/30/2005	28,298,190	41,163,348	12,865,158	68.7%	5,207,916	247.0%

See independent auditors report

Village of Downers Grove, Illinois

Firefighters' Pension Fund

Schedule of Funding Progress
April 30, 2006

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry-Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
4/30/2000	$ 12,891,922	$ 20,568,964	$ 7,677,042	62.7%	$ 4,249,853	180.6%
4/30/2001	14,046,387	23,020,725	8,974,338	61.0%	4,483,304	200.2%
4/30/2002	14,756,325	25,033,747	10,277,422	58.9%	4,687,638	219.2%
4/30/2003	15,864,372	28,178,148	12,313,776	56.3%	4,977,241	247.4%
4/30/2004	17,725,022	31,208,845	13,483,823	56.8%	5,416,261	249.0%
4/30/2005	19,773,346	33,783,756	14,010,410	58.5%	5,638,490	248.5%

See independent auditors report

Village of Downers Grove, Illinois

Illinois Municipal Retirement Fund

Schedule of Employer Contributions
April 30, 2006

Calendar Year	Employer Required Contribution	Annual Required Contributions (ARC)	Percentage Contributed
2000	$ 964,987	$ 964,987	100%
2001	870,227	870,227	100%
2002	956,906	956,906	100%
2003	870,779	870,779	100%
2004	970,781	970,781	100%
2005	1,187,439	1,187,439	100%

See independent auditors report

Village of Downers Grove, Illinois

Police Pension Fund

Schedule of Employer Contributions
April 30, 2006

Fiscal Year	Employer Required Contribution	Annual Required Contributions (ARC)	Percentage Contributed
2000	$ 249,085	$ 255,632	97.44%
2001	258,887	256,404	100.97%
2002	275,792	272,918	101.05%
2003	610,985	604,699	101.04%
2004	637,856	632,453	100.85%
2005	889,575	880,982	100.98%

See independent auditors report

Village of Downers Grove, Illinois

Firefighters' Pension Fund

Schedule of Employer Contributions
April 30, 2006

Fiscal Year	Employer Required Contribution	Annual Required Contributions (ARC)	Percentage Contributed
2000	$ 688,793	$ 684,430	100.64%
2001	866,250	857,941	100.97%
2002	936,147	926,396	101.05%
2003	1,075,993	1,066,412	100.90%
2004	1,168,048	1,158,602	100.82%
2005	1,309,021	1,296,314	100.98%

See independent auditors report

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

Village of Downers Grove, Illinois

General Fund
Schedule of Revenues - Budget and Actual
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
Taxes				
Property taxes - current				
General	$ 5,184,150	$ 5,184,150	$ 5,186,419	$ 5,077,695
Pension	2,324,300	2,324,300	2,326,396	2,198,596
Property taxes - prior	-	-	399	10,829
Home rule sales tax	4,350,000	4,350,000	4,334,791	4,298,931
Utility tax	5,070,000	5,070,000	4,737,290	4,885,767
Hotel tax	780,000	780,000	876,076	724,025
Pull tab tax	4,000	4,000	3,869	4,122
Auto rental tax	35,000	35,000	37,576	33,852
	17,747,450	17,747,450	17,502,816	17,233,817
Licenses and permits				
Alcoholic beverage licenses	140,000	140,000	140,054	140,447
Prof. & occupational licenses	65,000	65,000	98,225	77,555
Amusement licenses	500	500	3,400	1,000
Building	1,000,000	1,000,000	1,030,118	872,522
Plumbing	125,000	125,000	169,049	156,110
Electrical	170,000	170,000	218,909	181,766
Other licenses and permits	274,700	274,700	376,722	278,587
	1,775,200	1,775,200	2,036,477	1,707,987
Intergovernmental				
Grant revenue	202,201	202,201	276,910	160,411
Sales tax	11,875,000	11,875,000	12,381,489	12,896,383
Personal property replacement tax	310,000	310,000	412,283	321,227
Illinois income tax	3,313,200	3,313,200	3,768,877	3,433,863
State reimbursements	425,000	425,000	603,984	560,387
	16,125,401	16,125,401	17,443,543	17,372,271

(Continued)

Village of Downers Grove, Illinois

General Fund
Schedule of Revenues - Budget and Actual (Continued)
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
Charges for services				
Liquor license application fee	$ 13,000	$ 18,000	$ 8,840	$ 10,810
Public hearing fees	15,700	15,700	42,000	19,310
Sales of garbage stickers & publications	26,050	26,050	20,873	13,781
Copy fees	12,000	12,000	12,479	12,273
Administration citation fee	1,500	1,500	1,695	635
Review and inspection fees	247,500	247,500	250,829	215,598
Ambulance user fee - nonresident	220,000	220,000	216,642	95,079
Ambulance user fee - resident	440,000	440,000	533,331	438,453
Training Services	200,000	200,000	158,696	223,757
Animal control and traps	4,500	4,500	8,709	4,507
Health and human resource fees	34,550	34,550	35,184	33,643
Elevator inspection fees	20,000	20,000	29,350	31,500
Special police services	75,000	75,000	85,246	101,073
Alarm board services	152,000	152,000	149,750	153,590
False alarm fees	84,000	84,000	72,050	95,900
Taxi booklets	53,310	53,310	65,756	57,957
Cellular antenna rental	404,000	404,000	525,262	427,412
Cost recovered	54,200	54,200	62,868	75,545
Professional service fee	16,000	16,000	58,051	15,388
Administrative services	295,000	295,000	277,650	-
Franchise fees	400,000	400,000	459,165	419,870
	2,768,310	2,773,310	3,074,426	2,446,081
Fines and forfeits				
Court fines	512,000	512,000	593,310	612,949
Village fines, equipment and license violations	197,500	197,500	277,285	(53,546)
	709,500	709,500	870,595	559,403
Investment income	44,000	44,000	552,725	163,486
Miscellaneous				
Contributions and donations	22,450	22,450	14,422	32,869
Other	2,044,870	2,039,870	36,143	64,129
	2,067,320	2,062,320	50,565	96,998
Total revenues	$ 41,237,181	$ 41,237,181	$ 41,531,147	$ 39,580,043

See independent auditor's report. (Concluded)

Village of Downers Grove, Illinois

General Fund
Schedule of Expenditures - Budget and Actual
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
General government				
Personnel services	$ 3,158,141	$ 3,307,115	$ 2,753,478	$ 1,062,509
Supplies	175,325	175,925	230,464	133,927
Contractual services	838,339	880,515	767,858	553,414
Other charges and services	320,401	207,221	269,802	234,746
	4,492,206	4,570,776	4,021,602	1,984,596
Public works				
Personnel services	3,683,742	3,683,742	2,567,704	3,370,952
Supplies	500,660	501,060	449,591	450,452
Contractual services	935,529	924,497	861,233	860,909
Other charges and services	1,057,721	1,068,353	1,100,060	1,070,789
	6,177,652	6,177,652	4,978,588	5,753,102
Community development				
Personnel services	607,041	607,041	428,582	572,760
Supplies	10,125	10,125	2,513	6,375
Contractual services	98,310	31,810	41,814	15,399
Other charges and services	317,057	313,057	337,892	867,179
	1,032,533	962,033	810,801	1,461,713
Public safety				
Personnel services	$ 19,720,508	$ 19,715,008	$ 19,099,454	$ 18,045,416
Supplies	452,125	436,787	340,819	380,785
Contractual services	998,977	1,026,516	825,094	761,225
Other charges and services	3,039,109	3,016,908	2,803,120	2,828,086
	24,210,719	24,195,219	23,068,487	22,015,512

(Continued)

Village of Downers Grove, Illinois

General Fund
Schedule of Expenditures - Budget and Actual (Continued)
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
Community services				
Personnel services	1,844,139	1,844,139	1,656,075	1,749,228
Supplies	35,475	35,075	22,535	31,337
Contractual services	516,762	542,162	521,152	500,606
Other charges and services	150,883	150,883	142,615	150,021
Total community services	2,547,259	2,572,259	2,342,377	2,431,192
Capital outlay	204,480	185,910	159,158	86,515
Debt service				
Principal	18,333	18,333	18,333	18,333
Interest and fiscal charges	2,321	2,321	1,541	2,321
Total debt service	20,654	20,654	19,874	20,654
Total expenditures	$ 38,685,503	$ 38,684,503	$ 35,400,887	$ 33,753,284

See independent auditor's report.

(Concluded)

Village of Downers Grove, Illinois

General Fund
Schedule of Expenditures by Detail - Budget and Actual
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
General government				
Legislative support				
Personnel services	$ 142,535	$ 142,535	$ 1,250	$ 52,672
Supplies	3,510	3,510	80,176	971
Contractual services	84,745	84,745	1,600	80,105
Other charges and services	1,250	1,250	125,547	4,250
	232,040	232,040	208,573	137,998
General management				
Personnel services	514,750	662,524	637,600	149,288
Supplies	6,300	8,400	9,111	3,113
Contractual services	33,780	66,345	58,603	23,047
Other charges and services	10,706	10,706	10,706	10,975
	565,536	747,975	716,020	186,423
Legal				
Personnel services	332,356	332,356	294,926	127,784
Supplies	23,910	23,910	20,488	17,910
Contractual services	171,215	171,215	203,360	62,040
Other charges and services	1,450	1,450	1,450	1,823
	528,931	528,931	520,224	209,557
Human resources				
Personnel services	195,309	195,309	160,771	65,321
Supplies	2,350	2,350	850	1,953
Contractual services	22,500	17,241	16,741	17,253
Other charges and services	15,550	25,716	25,716	32,453
	235,709	240,616	204,078	116,980
Information services				
Personnel services	734,807	736,007	666,268	244,573
Supplies	16,500	16,500	14,777	12,441
Contractual services	60,000	52,400	46,326	72,167
Other charges and services	60,775	64,775	64,333	71,638
	872,082	869,682	791,704	400,819

Village of Downers Grove, Illinois

General Fund
Schedule of Expenditures by Detail - Budget and Actual
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
General government (Continued)				
Building Services				
Personnel services	$ 481,711	$ 481,711	$ 412,993	$ 166,438
Supplies	76,010	74,510	71,641	72,395
Contractual services	136,267	137,767	125,064	115,318
Other charges and services	17,922	17,922	17,922	19,838
	711,910	711,910	627,620	373,989
Productivity investment program				
Other charges and services	199,000	71,654	5,000	271,078
	199,000	71,654	5,000	271,078
Central services				
Supplies	15,050	15,050	9,247	10,176
Contractual services	166,708	187,678	185,646	60,916
Other charges and services	2,750	2,750	6,328	3,375
	184,508	205,478	201,221	74,467
Financial services				
Personnel services	756,673	756,673	579,670	256,433
Supplies	31,695	31,695	24,174	14,968
Contractual services	163,124	163,124	130,518	122,568
Other charges and services	10,998	10,998	12,800	(180,684)
	962,490	962,490	747,162	213,285
Total general government	4,492,206	4,570,776	4,021,602	1,984,596
Public works				
Public works management				
Personnel services	447,985	447,985	302,842	388,602
Supplies	4,400	4,400	4,499	3,751
Contractual services	43,445	43,445	41,874	40,876
Other charges and services	15,291	15,291	15,291	16,212
	511,121	511,121	364,506	449,441
Permits/inspections				
Personnel services	595,095	595,095	497,338	246,828
Supplies	-	400	415	-
Contractual services	54,210	54,210	65,507	13,702
Other charges and services	84,928	84,528	135,572	15,832
	734,233	734,233	698,832	276,362

Village of Downers Grove, Illinois

General Fund
Schedule of Expenditures by Detail - Budget and Actual (Continued)
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
Public works (Continued)				
Engineering				
Personnel services	$ 436,229	$ 436,229	$ 360,276	$ 416,180
Supplies	11,500	11,500	10,813	10,018
Contractual services	15,140	10,108	4,068	7,154
Other charges and services	16,733	21,765	19,912	29,419
	479,602	479,602	395,069	462,771
Training				
Supplies	2,000	2,000	30,664	858
Contractual services	33,000	33,000	1,956	31,099
	35,000	35,000	32,620	31,957
Supplies and inventory				
Personnel services	173,811	173,811	124,015	148,520
Supplies	50,300	50,300	55,513	53,558
Contractual services	9,370	9,370	5,138	4,540
Other charges and services	35,335	35,335	23,684	16,878
	268,816	268,816	208,350	223,496
Public service response				
Personnel services	244,489	244,489	139,587	243,557
Supplies	16,450	16,450	19,168	22,866
Contractual services	184,210	178,210	178,906	158,656
Other charges and services	57,488	63,488	63,488	50,937
	502,637	502,637	401,149	476,016
Forestry and grounds				
Personnel services	514,936	514,936	360,109	447,626
Supplies	42,975	42,975	49,251	41,474
Contractual services	345,625	345,625	346,491	366,897
Other charges and services	186,371	186,371	186,371	190,527
	1,089,907	1,089,907	942,222	1,046,524
Pavements				
Personnel services	476,334	476,334	320,998	376,302
Supplies	50,000	50,000	35,823	32,678
Contractual services	76,320	76,320	54,376	73,733
Other charges and services	333,684	333,684	331,950	254,528
	936,338	936,338	743,147	737,241

(Continued)

Village of Downers Grove, Illinois

General Fund
Schedule of Expenditures by Detail - Budget and Actual (Continued)
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
Public works (Continued)				
Drainage				
Personnel services	$ 326,208	$ 326,208	$ 209,493	$ 668,135
Supplies	54,200	54,200	30,799	37,813
Contractual services	83,800	83,800	84,609	84,592
Other charges and services	240,631	240,631	237,831	299,035
	704,839	704,839	562,732	1,089,575
Traffic				
Personnel services	351,442	351,442	211,941	274,066
Supplies	77,610	77,610	75,428	64,231
Contractual services	63,709	63,709	59,225	59,062
Other charges and services	61,749	61,749	60,450	143,024
	554,510	554,510	407,044	540,383
Snow and ice removal				
Personnel services	117,213	117,213	41,105	161,136
Supplies	191,225	191,225	137,218	183,205
Contractual services	26,700	26,700	19,083	20,598
Other charges and services	25,511	25,511	25,511	54,397
	360,649	360,649	222,917	419,336
Total public works	6,177,652	6,177,652	4,978,588	5,753,102
Community development				
Planning services				
Personnel services	607,041	607,041	428,582	572,760
Supplies	10,125	10,125	2,513	6,375
Contractual services	98,310	31,810	41,814	15,399
Other charges and services	6,200	2,200	2,200	11,817
	721,676	651,176	475,109	606,351

(Continued)

Village of Downers Grove, Illinois

General Fund
Schedule of Expenditures by Detail - Budget and Actual (Continued)
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
Community development (Continued)				
Economic development incentives				
Other charges and services	$ 310,857	$ 310,857	$ 335,692	$ 855,362
Total community development	1,032,533	962,033	810,801	1,461,713
Public safety				
Police - general salaries				
Personnel services	866,178	866,178	876,640	889,575
Police services management				
Personnel services	472,730	472,730	446,725	368,311
Supplies	6,075	6,075	6,449	4,496
Contractual services	84,315	84,315	48,877	59,260
Other charges and services	785,109	785,109	784,109	784,067
	1,348,229	1,348,229	1,286,160	1,216,134
Patrol/traffic enforcement				
Personnel services	5,351,205	5,105,705	4,852,208	4,720,401
Supplies	72,750	72,750	60,755	67,648
Contractual services	42,675	42,675	25,368	23,754
Other charges and services	710,680	709,808	615,706	513,429
	6,177,310	5,930,938	5,554,037	5,325,232
Investigation				
Personnel services	1,013,260	1,013,260	1,025,686	967,740
Supplies	17,000	17,000	12,296	11,876
Contractual services	20,554	20,554	16,859	18,743
Other charges and services	64,163	64,163	61,463	61,914
	1,114,977	1,114,977	1,116,304	1,060,273

Village of Downers Grove, Illinois

General Fund
Schedule of Expenditures by Detail - Budget and Actual (Continued)
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
Public safety (Continued)				
Emergency response				
Supplies	$ 10,000	$ 10,000	$ 6,929	$ 2,785
Contractual services	8,930	8,930	6,429	7,794
Other charges and services	7,976	7,976	7,700	6,576
	26,906	26,906	21,058	17,155
Training				
Personnel services	96,921	96,921	98,926	88,929
Supplies	2,375	2,375	2,560	3,794
Contractual services	64,347	64,347	53,264	56,642
Other charges and services	275	275	275	375
	163,918	163,918	155,025	149,740
Community support				
Personnel services	136,835	136,835	148,000	127,818
Supplies	7,700	7,700	7,207	7,451
Contractual services	8,700	8,700	4,427	8,020
Other charges and services	7,630	7,630	7,130	6,198
	160,865	160,865	166,764	149,487
Crossing guards				
Personnel services	84,946	84,946	80,146	80,057
Supplies	1,200	1,200	1,163	328
Contractual services	200	200	205	181
	86,346	86,346	81,514	80,566
Police auxiliaries				
Supplies	3,480	3,480	2,171	1,559
Contractual services	800	800	593	424
	4,280	4,280	2,764	1,983
General support				
Supplies	43,775	35,647	35,171	42,162
Contractual services	89,375	93,090	90,666	65,801
Other charges and services	2,550	7,835	6,754	7,181
	135,700	136,572	132,591	115,144

Village of Downers Grove, Illinois

General Fund
Schedule of Expenditures by Detail - Budget and Actual (Continued)
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
Public safety (Continued)				
Police records				
Personnel services	$ 510,539	$ 510,539	$ 512,448	$ 471,178
Supplies	15,275	15,275	11,482	9,588
Contractual services	35,355	36,091	20,093	20,167
Other charges and services	12,475	11,739	6,387	28,867
	573,644	573,644	550,410	529,800
DARE and school counseling program				
Personnel services	360,564	370,564	360,998	310,648
Supplies	11,450	11,450	7,884	9,819
Contractual services	2,975	2,975	3,174	1,431
Other charges and services	38,162	28,162	8,162	6,360
	413,151	413,151	380,218	328,258
Community policing				
Personnel services	435,846	435,846	405,839	464,907
Supplies	7,125	8,925	6,845	7,318
Contractual services	6,076	6,654	4,663	4,741
Other charges and services	10,550	8,172	550	1,450
	459,597	459,597	417,897	478,416
Village operations center				
Personnel services	943,840	943,840	744,169	812,319
Supplies	15,050	15,050	12,318	11,193
Contractual services	98,160	98,160	78,514	73,407
Other charges and services	14,182	14,182	13,979	21,936
	1,071,232	1,071,232	848,980	918,855
Public safety communications				
Contractual services	161,985	161,985	150,487	141,645
Other charges and services	65,714	65,714	65,714	101,200
	227,699	227,699	216,201	242,845
Emergency services				
Personnel services	102,582	102,582	104,704	1,955
Supplies	1,175	1,175	737	396
Contractual services	21,960	21,960	2,544	3,514
Other charges	7,200	7,200	-	-
	132,917	132,917	107,985	5,865

Village of Downers Grove, Illinois

General Fund
Schedule of Expenditures by Detail - Budget and Actual (Continued)
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
Fire - general salaries				
Personnel services	$ 1,435,168	$ 1,435,168	$ 1,449,756	$ 1,309,021
Fire services management				
Personnel services	942,034	942,034	958,531	895,376
Supplies	25,760	22,760	15,541	30,663
Contractual services	67,750	74,250	71,599	80,759
Other charges and services	28,211	28,211	28,211	40,208
	1,063,755	1,067,255	1,073,882	1,047,006
Fire suppression and rescue				
Personnel services	4,110,500	4,340,500	4,263,591	3,984,461
Supplies	65,000	65,000	59,277	55,363
Contractual services	72,600	85,800	74,077	35,677
Other charges and services	886,456	868,456	846,357	865,674
	5,134,556	5,359,756	5,243,302	4,941,175
Facilities maintenance				
Supplies	24,500	21,000	17,300	25,119
Contractual services	30,500	36,500	40,453	31,809
Other charges and services	6,000	3,500	1,771	7,329
	61,000	61,000	59,524	64,257
Training				
Personnel services	114,779	114,779	116,998	102,815
Supplies	20,627	22,117	3,503	3,302
Contractual services	30,070	36,580	32,257	33,069
Other charges and services	221,020	213,020	173,800	227,457
	386,496	386,496	326,558	366,643
Fire prevention				
Personnel services	354,306	354,306	322,963	270,791
Supplies	15,450	15,450	7,421	9,207
Contractual services	15,260	15,260	9,438	5,725
Other charges and services	21,572	21,572	21,572	26,011
	406,588	406,588	361,394	311,734

Village of Downers Grove, Illinois

General Fund
Schedule of Expenditures by Detail - Budget and Actual (Continued)
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
Public safety (Continued)				
Training				
Supplies	$ 20,758	$ 17,758	$ 11,798	$ 27,049
Contractual services	58,100	46,500	35,735	36,187
Other charges and services	8,637	8,637	3,237	7,600
	87,495	72,895	50,770	70,836
Public education				
Personnel services	120,696	120,696	116,899	18,753
Supplies	9,600	9,600	8,305	7,218
Contractual services	5,650	7,550	6,218	1,124
Other charges and services	10,917	10,917	10,917	5,998
	146,863	148,763	142,339	33,093
Emergency medical services				
Personnel services	2,267,579	2,267,579	2,214,227	2,160,361
Supplies	56,000	55,000	43,707	42,451
Contractual services	72,640	72,640	49,154	51,351
Other charges and services	129,630	144,630	139,326	108,256
	2,525,849	2,539,849	2,446,414	2,362,419
Total public safety	24,210,719	24,195,219	23,068,487	22,015,512
Community services				
Social and health services				
Personnel services	220,106	220,106	181,924	183,687
Supplies	3,240	3,240	2,104	2,156
Contractual services	3,669	3,669	1,895	2,369
Other charges and services	22,307	22,307	22,307	23,340
	249,322	249,322	208,230	211,552
Alcohol and tobacco control				
Personnel services	18,831	18,831	18,996	14,871
Supplies	1,040	1,040	381	576
Contractual services	5,955	5,955	4,686	4,593
	25,826	25,826	24,063	20,040

Village of Downers Grove, Illinois

General Fund
Schedule of Expenditures by Detail - Budget and Actual (Continued)
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
Transportation assistance				
Contractual services	$ 180,000	$ 205,000	$ 203,584	$ 181,242
Public information				
Personnel services	144,584	144,584	144,948	131,180
Supplies	10,830	8,330	5,758	8,540
Contractual services	97,538	100,038	98,048	91,895
Other charges and services	3,100	3,100	1,100	1,875
	256,052	256,052	249,854	233,490
Cable television				
Personnel services	228,534	228,534	221,746	202,749
Supplies	8,200	8,200	5,098	5,803
Contractual services	11,350	11,350	9,763	16,882
Other charges and services	4,723	4,723	5,133	10,513
	252,807	252,807	241,740	235,947
Tourism and events				
Personnel services	285,187	285,187	244,283	265,538
Supplies	3,800	3,400	2,085	3,534
Contractual services	125,050	125,450	123,601	122,481
Other charges and services	5,857	5,857	5,857	9,465
	419,894	419,894	375,826	401,018
Special events support				
Personnel services	-	-	-	154,199
Contractual services	-	-	-	10,575
	-	-	-	164,774
Local grants				
Supplies	115	115	25	-
Contractual services	475	475	86	87
Other charges and services	68,421	68,421	61,642	51,521
	69,011	69,011	61,753	51,608

Village of Downers Grove, Illinois

General Fund
Schedule of Expenditures by Detail - Budget and Actual (Continued)
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
Community services (Continued)				
Code services				
Personnel services	$ 946,897	$ 946,897	$ 844,178	$ 797,004
Supplies	8,250	10,750	7,084	10,728
Contractual services	92,725	90,225	79,489	70,482
Other charges and services	46,475	46,475	46,576	53,307
	1,094,347	1,094,347	977,327	931,521
Total community services	2,547,259	2,572,259	2,342,377	2,431,192
Capital outlay	204,480	185,910	159,158	86,515
Debt service				
Principal	18,333	18,333	18,333	18,333
Interest and fiscal charges	2,321	2,321	1,541	2,321
Total debt service	20,654	20,654	19,874	20,654
Total expenditures	$ 38,685,503	$ 38,684,503	$ 35,400,887	$ 33,753,284

Village of Downers Grove, Illinois

Downtown Redevelopment TIF Fund
Schedules of Expenditures -Budget and Actual
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
Public works administration				
Personnel services	$ -	$ -	$ (277)	$ 23,330
Contractual Services	1,300	1,300	1,200	650
	1,300	1,300	923	23,980
Public works streets				
Supplies	10,000	10,000	9,474	1,740
Contractual services	4,500	4,500	-	4,250
Other charges and services	-	-	-	15,354
	14,500	14,500	9,474	21,344
Sidewalk construction				
Other charges and services	50,000	50,000	6,623	-
Public works stormwater				
Other charges and services	30,000	30,000	6,334	17,184
Planning				
Supplies	1,500	1,500	-	-
Contractual services	204,725	204,725	256,421	-
	206,225	206,225	256,421	-
Redevelopment				
Personnel services	-	-	(86)	(3,399)
Supplies	-	-	-	294
Contractual services	-	-	-	75,612
	-	-	(86)	72,507
Capital outlay	125,000	377,992	362,514	6,292,513
Total expenditures	$ 427,025	$ 680,017	$ 642,203	$ 6,427,528

See independent auditor's report.

Village of Downers Grove, Illinois

Capital Improvements Fund
Schedules of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
Revenues				
Taxes				
Utility tax	$ 1,530,000	$ 1,530,000	$ 1,530,658	$ 1,477,000
Property tax	318,750	318,750	299,099	8,759
Intergovernmental grants	706,167	706,167	152,630	-
Investment income	10,000	10,000	76,578	38,683
Miscellaneous	-	-	-	99,621
Total revenues	2,564,917	2,564,917	2,058,965	1,624,063
Expenditures				
Current				
General government	402,500	402,500	349,634	133,333
Public works	1,126,788	1,716,788	1,132,028	875,729
Capital outlay	2,407,000	1,817,000	1,101,986	657,225
Total expenditures	3,936,288	3,936,288	2,583,648	1,666,287
Deficiency of revenues over expenditures	(1,371,371)	(1,371,371)	(524,683)	(42,224)
Other financing sources				
Transfer in	430,000	430,000	400,000	675,000
Change in fund balance	$ (941,371)	$ (941,371)	(124,683)	632,776
Fund balance				
May 1, as previously stated			3,044,292	3,064,150
Prior period adjustment			-	(652,634)
May 1, restated			3,044,292	2,411,516
April 30			$ 2,919,609	$ 3,044,292

See independent auditor's report.

Village of Downers Grove, Illinois

Capital Improvements Fund
Schedules of Expenditures - Budget and Actual
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
Building services				
Contractual services	$ -	$ -	$ -	$ 133,333
Other charges and services	402,500	402,500	349,634	-
	402,500	402,500	349,634	133,333
Street lights				
Other charges and services	-	-	-	24,148
Sidewalk construction				
Other charges and services	125,000	125,000	116,021	51,582
Public works streets				
Personnel services	169,223	169,223	168,585	166,855
Contractual services	3,045	3,045	2,154	1,072
Other charges and services	409,520	978,970	666,099	536,021
	581,788	1,151,238	836,838	703,948
Public works stormwater				
Contractual services	-	20,550	14,676	26,418
Other charges and services	385,000	385,000	130,650	57,809
	385,000	405,550	145,326	84,227
Traffic signals				
Other charges and services	35,000	35,000	33,843	11,666
Bikeways				
Other charges and services	-	-	-	158
Capital outlay	2,407,000	1,817,000	1,101,986	657,225
Total expenditures	$ 3,936,288	$ 3,936,288	$ 2,583,648	$ 1,666,287

See independent auditor's report.

Village of Downers Grove, Illinois

Nonmajor Governmental Funds
Combining Balance Sheet
April 30, 2006

	Special Revenue		
	Motor Fuel Tax	Foreign Fire Insurance	Community Events
ASSETS			
Cash and cash equivalents	$ 1,950,331	$ 100,857	$ 219,152
Investments	-	30,544	-
Receivables			
Property taxes	-	-	-
Accrued interest	-	-	-
Other	113,206	-	-
Advances to other funds	-	-	-
Total assets	$ 2,063,537	$ 131,401	$ 219,152
LIABILITIES AND FUND BALANCES			
Liabilities			
Vouchers and accounts payable	$ -	$ -	$ 12,159
Accrued payroll	-	-	-
Deferred property taxes	-	-	-
Due to other funds	-	-	-
Deposits payable	-	-	-
Total liabilities	-	-	12,159
Fund balances			
Reserved			
Debt service	-	-	-
Public works	2,063,537	-	-
Economic development	-	-	-
Public safety	-	131,401	-
Capital projects	-	-	-
Advances to other funds	-	-	-
Unreserved			
Undesignated	-	-	206,993
Total fund balances	2,063,537	131,401	206,993
Total liabilities and fund balances	$ 2,063,537	$ 131,401	$ 219,152

(Continued)

Village of Downers Grove, Illinois

Nonmajor Governmental Funds
Combining Balance Sheet
April 30, 2006

	Special Revenue			
	Ogden Avenue Corridor TIF	Sales Tax Abatement	Transportation	Total Special Revenue
ASSETS				
Cash and cash equivalents	$ 794,437	$ -	$ -	$ 3,064,777
Investments	-	-	-	30,544
Receivables				
Property taxes	491,838	-	-	491,838
Accrued interest	-	-	-	-
Other	-	-	13,233	126,439
Advances to other funds	-	-	-	-
Total assets	$ 1,286,275	$ -	$ 13,233	$ 3,713,598
LIABILITIES AND FUND BALANCES				
Liabilities				
Vouchers and accounts payable	$ 5,939	$ -	$ 336	$ 18,434
Accrued payroll	513	-	3,884	4,397
Deferred property taxes	491,838	-	-	491,838
Due to other funds	-	-	1,504,824	1,504,824
Deposits payable	-	-	-	-
Total liabilities	498,290	-	1,509,044	2,019,493
Fund balances				
Reserved				
Debt service	-	-	-	-
Public works	-	-	-	2,063,537
Economic development	787,985	-	-	787,985
Public safety	-	-	-	131,401
Capital projects	-	-	-	-
Advances to other funds	-	-	-	-
Unreserved				
Undesignated	-	-	(1,495,811)	(1,288,818)
Total fund balances	787,985	-	(1,495,811)	1,694,105
Total liabilities and fund balances	$ 1,286,275	$ -	$ 13,233	$ 3,713,598

(Continued)

Village of Downers Grove, Illinois

Nonmajor Governmental Funds
Combining Balance Sheet (Continued)
April 30, 2006

	Debt Service		
	G.O. Bond Series of 1998 Fairview Avenue	G.O. Bond Downtown Redevelopment TIF	Total Debt Service
ASSETS			
Cash and cash equivalents	$ 66,098	$ 160,670	$ 226,768
Investments	-	-	-
Receivables			
Property taxes	-	882,725	882,725
Accrued interest	-	-	-
Other	35,556	-	35,556
Advances to other funds	-	-	-
Total assets	$ 101,654	$ 1,043,395	$ 1,145,049
LIABILITIES AND FUND BALANCES			
Liabilities			
Vouchers and accounts payable	$ -	$ -	$ -
Accrued payroll	-	-	-
Deferred property taxes	-	882,725	882,725
Due to other funds	-	-	-
Deposits payable	-	-	-
Total liabilities	-	882,725	882,725
Fund balances			
Reserved			
Debt service	101,654	160,670	262,324
Public works	-	-	-
Economic development	-	-	-
Public safety	-	-	-
Capital projects	-	-	-
Advances to other funds	-	-	-
Unreserved			
Undesignated	-	-	-
Total fund balances	101,654	160,670	262,324
Total liabilities and fund balances	$ 101,654	$ 1,043,395	$ 1,145,049

(Continued)

Village of Downers Grove, Illinois

Nonmajor Governmental Funds
Combining Balance Sheet (Continued)
April 30,2006

	Capital Projects		
	Real Estate	Total Capital Projects	Total Nonmajor Governmental
ASSETS			
Cash and cash equivalents	$ 97,384	$ 97,384	$ 3,388,929
Investments	262,827	262,827	293,371
Receivables			
Property taxes	-	-	1,374,563
Accrued interest	3,979	3,979	3,979
Other	-	-	161,995
Advances to other funds	201,393	201,393	201,393
Total assets	$ 565,583	$ 565,583	$ 5,424,230
LIABILITIES AND FUND BALANCES			
Liabilities			
Vouchers and accounts payable	$ 1,206	$ 1,206	$ 19,640
Accrued payroll	-	-	4,397
Deferred property taxes	-	-	1,374,563
Due to other funds	-	-	1,504,824
Deposits payable	10,020	10,020	10,020
Total liabilities	11,226	11,226	2,913,444
Fund balances			
Reserved			
Debt service	-	-	262,324
Public works	-	-	2,063,537
Economic development	-	-	787,985
Public safety	-	-	131,401
Capital projects	352,964	352,964	352,964
Advances to other funds	201,393	201,393	201,393
Unreserved			
Undesignated	-	-	(1,288,818)
Total fund balances	554,357	554,357	2,510,786
Total liabilities and fund balances	$ 565,583	$ 565,583	$ 5,424,230

See independent auditor's report.

(Concluded)

Village of Downers Grove, Illinois

Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Year ended April 30, 2006

	Special Revenue		
	Motor Fuel Tax	Foreign Fire Insurance	Community Events
Revenues			
Taxes	$ -	$ 54,693	$ -
Intergovernmental	1,424,347	-	-
Charges for services	-	-	341,207
Investment income	71,791	1,086	8,338
Miscellaneous	-	-	53,293
Total revenues	1,496,138	55,779	402,838
Expenditures			
Current			
General government	-	-	-
Public works	1,535,000	-	-
Community development	-	-	-
Public safety	-	69,565	-
Community services	-	-	451,079
Capital outlay	-	-	-
Debt service			
Principal retirement	-	-	-
Interest and fiscal charges	-	-	-
Total expenditures	1,535,000	69,565	451,079
Excess (deficiency) of revenues over expenditures	(38,862)	(13,786)	(48,241)
Other financing sources (uses)			
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Net change in fund balances	(38,862)	(13,786)	(48,241)
Fund balances			
May 1, as previously stated	2,102,399	145,187	255,234
Prior period adjustment	-	-	-
May 1, as restated	2,102,399	145,187	255,234
April 30	$ 2,063,537	$ 131,401	$ 206,993

Village of Downers Grove, Illinois

Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Year ended April 30, 2006

	Special Revenue			
	Ogden Avenue Corridor TIF	Sales Tax Abatement	Transportation	Total Special Revenue
Revenues				
Taxes	$ 400,574	$ -	$ -	$ 455,267
Intergovernmental	-	621,560	-	2,045,907
Charges for services	-	-	190,051	531,258
Investment income	27,764	-	-	108,979
Miscellaneous	-	-	-	53,293
Total revenues	428,338	621,560	190,051	3,194,704
Expenditures				
Current				
General government	-	-	-	-
Public works	24,500	-	-	1,559,500
Community development	-	621,560	-	621,560
Public safety	-	-	-	69,565
Community services	42,002	-	639,934	1,133,015
Capital outlay	35,005	-	-	35,005
Debt service	-			
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	101,507	621,560	639,934	3,418,645
Excess (deficiency) of revenues over expenditures	326,831	-	(449,883)	(223,941)
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	326,831	-	(449,883)	(223,941)
Fund balances				
May 1, as previously stated	461,154	-	(1,045,928)	1,918,046
Prior period adjustment	-	-	-	-
May 1, as restated	461,154	-	(1,045,928)	1,918,046
April 30	$ 787,985	$ -	$ (1,495,811)	$ 1,694,105

Village of Downers Grove, Illinois

Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Year ended April 30, 2006

	Debt Service		
	G.O. Bond Series of 1998 Fairview Avenue	G.O. Bond Downtown Redevelopment TIF	Total Debt Service
Revenues			
Taxes	$ 273,855	$ 981,428	$ 1,255,283
Intergovernmental	-	-	-
Charges for services	-	-	-
Investment income	-	16,769	16,769
Miscellaneous	-	-	-
Total revenues	273,855	998,197	1,272,052
Expenditures			
Current			
General government	-	-	-
Public works	-	-	-
Community development	-	-	-
Public safety	-	-	-
Community services	-	-	-
Capital outlay	-	-	-
Debt service		-	-
Principal retirement	190,000	460,000	650,000
Interest and fiscal charges	80,570	1,727,049	1,807,619
Total expenditures	270,570	2,187,049	2,457,619
Excess (deficiency) of revenues over expenditures	3,285	(1,188,852)	(1,185,567)
Other financing sources (uses)			
Transfers in	-	783,266	783,266
Transfers out	-	-	-
Total other financing sources (uses)	-	783,266	783,266
Net change in fund balances	3,285	(405,586)	(402,301)
Fund balances			
May 1, as previously stated	98,369	431,252	529,621
Prior period adjustment	-	135,004	135,004
May 1, as restated	98,369	566,256	664,625
April 30	$ 101,654	$ 160,670	$ 262,324

Village of Downers Grove, Illinois

Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Year ended April 30, 2006

	Capital Projects		
	Real Estate	Total Capital Projects	Total Nonmajor Governmental
Revenues			
Taxes	$ -	$ -	$ 1,710,550
Intergovernmental	-	-	2,045,907
Charges for services	130,849	130,849	662,107
Investment income	16,614	16,614	142,362
Miscellaneous	-	-	53,293
Total revenues	147,463	147,463	4,614,219
Expenditures			
Current			
General government	103,136	103,136	103,136
Public works	-	-	1,559,500
Community development	-	-	621,560
Public safety	-	-	69,565
Community services	-	-	1,133,015
Capital outlay	-	-	35,005
Debt service			-
Principal retirement	-	-	650,000
Interest and fiscal charges	-	-	1,807,619
Total expenditures	103,136	103,136	5,979,400
Excess (deficiency) of revenues over expenditures	44,327	44,327	(1,365,181)
Other financing sources (uses)			
Transfers in	-	-	783,266
Transfers out	(183,683)	(183,683)	(183,683)
Total other financing sources (uses)	(183,683)	(183,683)	599,583
Net change in fund balances	(139,356)	(139,356)	(765,598)
Fund balances			
May 1, as previously stated	693,713	693,713	3,141,380
Prior period adjustment	-	-	135,004
May 1, as restated	693,713	693,713	3,276,384
April 30	$ 554,357	$ 554,357	$ 2,510,786

Village of Downers Grove, Illinois

Motor Fuel Tax Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Year ended April 30, 2006 and Actual Only for 2005

	2006		2005
	Original/ Final Budget	Actual	Actual
Revenues			
Intergovernmental			
Allotments	$ 1,512,500	$ 1,424,347	$ 1,444,389
Investment income	22,500	71,791	33,553
Total revenues	1,535,000	1,496,138	1,477,942
Expenditures			
Public works			
Other charges and services	1,535,000	1,535,000	1,479,816
Net change in fund balance	$ -	(38,862)	(1,874)
Fund balance			
May 1		2,102,399	2,104,273
April 30		$ 2,063,537	$ 2,102,399

See independent auditor's report.

Village of Downers Grove, Illinois

Foreign Fire Insurance Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Year ended April 30, 2006 and Actual Only for 2005

	2006		2005
	Original/Final Budget	Actual	Actual
Revenues			
Taxes			
Foreign fire insurance tax	$ 59,700	$ 54,693	$ 65,550
Investment income	300	1,086	703
Total revenues	60,000	55,779	66,253
Expenditures			
General government			
Supplies	15,450	11,419	1,069
Contractual services	26,000	24,501	23,172
Other charges and services	18,550	33,645	2,572
Total expenditures	60,000	69,565	26,813
Net change in fund balance	$ -	(13,786)	39,440
Fund balance			
May 1		145,187	105,747
April 30		$ 131,401	$ 145,187

See independent auditor's report.

Village of Downers Grove, Illinois

Community Events Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Year ended April 30, 2006 and Actual Only for 2005

	2006		2005
	Original/Final Budget	Actual	Actual
Revenues			
Intergovernmental	$ 750	$ -	$ 2,275
Charges for services	365,500	341,207	361,352
Investment income	2,700	8,338	4,619
Miscellaneous	66,575	53,293	67,927
Total revenues	435,525	402,838	436,173
Expenditures			
Community services			
Personnel services	148,000	147,696	-
Supplies	19,290	13,127	13,259
Contractual services	313,380	290,256	280,827
Other charges and services	7,075	-	2,003
Total expenditures	487,745	451,079	296,089
Net change in fund balance	(52,220)	(48,241)	140,084
Fund balance			
May 1		255,234	115,150
April 30		$ 206,993	$ 255,234

See independent auditor's report.

Village of Downers Grove, Illinois

Ogden Avenue Corridor TIF Fund
Schedules of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
Revenues				
Taxes				
Property taxes	$ 325,434	$ 325,434	$ 400,574	$ 286,448
Investment income	5,000	5,000	27,764	7,697
Total revenues	330,434	330,434	428,338	294,145
Expenditures				
Public works				
Personnel services	24,363	24,363	24,500	-
Other charges and services	-	-	-	979
	24,363	24,363	24,500	979
Community development				
Personnel services	-	-	(158)	-
Contractual services	26,000	26,000	7,160	650
Other charges and services	80,000	80,000	35,000	-
	106,000	106,000	42,002	650
Capital outlay	55,000	90,000	35,005	11,368
Total expenditures	185,363	220,363	101,507	12,997
Net change in fund balance	$ 145,071	$ 110,071	326,831	281,148
Fund balance				
May 1			461,154	180,006
April 30			$ 787,985	$ 461,154

See independent auditor's report.

Village of Downers Grove, Illinois

Ogden Avenue Corridor TIF Fund
Schedule of Expenditures -Budget and Actual
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
Public works				
Personnel services	$ 24,363	$ 24,363	$ 24,500	$ -
Other charges and services	-	-	-	979
	24,363	24,363	24,500	979
Community development				
Personnel services	-	-	(158)	-
Contractual services	26,000	26,000	7,160	650
Other charges and services	80,000	80,000	35,000	-
	106,000	106,000	42,002	650
Capital outlay	55,000	90,000	35,005	11,368
Total expenditures	$ 185,363	$ 220,363	$ 101,507	$ 12,997

See independent auditor's report.

Village of Downers Grove, Illinois

Sales Tax Abatement Fund
Schedules of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Year ended April 30, 2006

	2006		
	Original Budget	Final Budget	Actual
Revenues			
Intergovernmental	$ 925,000	$ 745,000	$ 621,560
Total revenues	925,000	745,000	621,560
Community development			
Other charges and services	925,000	745,000	621,560
Total expenditures	925,000	745,000	621,560
Net change in fund balance	$ -	$ -	-
Fund balance			
May 1			-
April 30			$ -

See independent auditor's report.

Village of Downers Grove, Illinois

Transportation Fund
Schedules of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Schedule of Operating Expenses - Budget and Actual

	2006		2005
	Original/Final Budget	Actual	Actual
Revenues			
Charges for services	$ 175,650	$ 127,229	$ 213,702
Miscellaneous	68,000	62,822	-
Total revenues	243,650	190,051	213,702
Community services			
Personnel services	$ 206,331	$ 201,459	$ 193,263
Supplies	1,450	223	273
Contractual services	21,560	17,360	13,471
Other charges and services	420,892	420,892	332,950
Total expenditures	650,233	639,934	539,957
Net change in fund balance	$ (406,583)	(449,883)	(326,255)
Fund balance			
May 1		(1,045,928)	(719,673)
April 30		$ (1,495,811)	$ (1,045,928)

See independent auditor's report.

Village of Downers Grove, Illinois

G.O. Bond Series of 1998 Fairview Avenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance (Deficit) - Budget and Actual
Year ended April 30, 2006 and Actual Only for 2005

	2006		2005
	Original/Final Budget	Actual	Actual
Revenues			
Taxes			
Local fuel tax	$ 300,312	$ 273,855	$ 283,040
Investment income	500	-	544
Total revenues	300,812	273,855	283,584
Expenditures			
Debt service			
Principal	190,000	190,000	180,000
Interest	80,570	80,570	87,230
Total expenditures	270,570	270,570	267,230
Excess of revenues over expenditures	30,242	3,285	16,354
Other financing uses			
Transfers out	(30,000)	-	(25,000)
Net change in fund balance	$ 242	3,285	(8,646)
Fund balance			
May 1		98,369	107,015
April 30		$ 101,654	$ 98,369

See independent auditor's report.

Village of Downers Grove, Illinois

G.O. Bonds Downtown Redevelopment TIF Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
Revenues				
Property taxes	$ 680,666	$ 981,429	$ 981,428	$ 854,676
Investment income	303,188	2,425	16,769	2,978
Miscellaneous	-	-	-	1,334
	983,854	983,854	998,197	858,988
Expenditures				
Debt service				
Principal	460,000	458,200	460,000	130,000
Interest and fiscal charges	1,728,750	1,728,850	1,727,049	1,973,668
Total expenditures	2,188,750	2,187,050	2,187,049	2,103,668
Deficiency of revenues over expenditures	(1,204,896)	(1,203,196)	(1,188,852)	(1,244,680)
Other financing sources				
Issuance of debt	-	-	-	14,450,000
Bond issue premium	-	-	-	34,652
Payment to the refunded bond escrow agent	-	-	-	(9,839,797)
Transfers in	724,583	783,267	783,266	1,534,585
Transfers out		-	-	(4,500,000)
	724,583	783,267	783,266	1,679,440
Net changes in fund balance	$ (480,313)	$ (419,929)	(405,586)	434,760
Fund balance				
May 1, as previously stated			431,252	(3,508)
Prior period adjustment			135,004	-
May 1, restated			566,256	(3,508)
April 30			$ 160,670	$ 431,252

See independent auditor's report.

Village of Downers Grove, Illinois

G.O. Bonds Downtown Redevelopment TIF Fund
Schedule of Expenditures- Budget and Actual
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
G.O. Bond Series				
1999 Downtown Redevelopment TIF				
Principal	$ 90,000	$ 88,200	$ 90,000	$ 70,000
Interest and fiscal charges	92,275	92,275	90,475	326,315
	182,275	180,475	180,475	396,315
G.O. Bond Series				
2000 Downtown Redevelopment TIF				
Principal	75,000	75,000	75,000	60,000
Interest and fiscal charges	79,375	79,375	79,375	340,119
	154,375	154,375	154,375	400,119
G.O. Bond Series				
2001 Downtown Redevelopment TIF				
Interest and fiscal charges	300,763	300,763	300,763	300,763
	300,763	300,763	300,763	300,763
G.O. Bond Series				
2002 Downtown Redevelopment TIF				
Interest and fiscal charges	264,733	264,733	264,733	264,733
G.O. Bond Series				
2003 Downtown Redevelopment TIF				
Principal	175,000	175,000	175,000	-
Interest and fiscal charges	505,566	505,666	505,666	589,943
	680,566	680,666	680,666	589,943
Taxable G.O. Bond Series of 2005				
Interest and fiscal charges	183,684	183,684	183,683	15,034
G.O. Bond Refunding Series				
2005 Downtown Redevelopment TIF				
Principal	120,000	120,000	120,000	-
Interest and fiscal charges	302,354	302,354	302,354	136,761
	422,354	422,354	422,354	136,761
Total expenditures	$ 2,188,750	$ 2,187,050	$ 2,187,049	$ 2,103,668

See independent auditor's report.

Village of Downers Grove, Illinois

Real Estate Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
Revenues				
Charges for services				
Rental income	$ 176,800	$ 176,800	$ 130,849	$ 218,603
Investment Interest	5,000	5,000	16,614	8,871
Total revenues	181,800	181,800	147,463	227,474
Expenditures				
General government				
Personnel services	2,500	2,500	6,534	3,091
Supplies	3,000	3,000	6,313	2,810
Contractual services	46,000	46,000	33,441	41,056
Other charges and services	64,865	64,865	56,848	57,249
Total expenditures	116,365	116,365	103,136	104,206
Excess of revenues over expenditures	65,435	65,435	44,327	123,268
Other financing uses				
Transfers out	(125,000)	(183,364)	(183,683)	(116,089)
Net change in fund balance	$ (59,565)	$ (117,929)	(139,356)	7,179
Fund balance				
May 1			693,713	686,534
April 30			$ 554,357	$ 693,713

See independent auditor's report.

Village of Downers Grove, Illinois

Waterworks Fund
Schedule of Operating Expenses - Budget and Actual
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
Water financial services				
Personnel services	$ 64,364	$ 64,364	$ 65,383	$ 64,019
Supplies	760	760	120	273
Contractual services	83,100	83,100	50,843	65,606
Other charges and services	-	-	2,658	(581)
Capital outlay	50,000	50,000	23,766	-
	198,224	198,224	142,770	129,317
Water administration				
Personnel services	273,483	273,483	266,312	143,010
Supplies	8,210	8,210	7,582	27,938
Contractual services	47,700	47,700	51,500	41,718
Other charges and services	1,270,400	1,270,400	1,270,400	1,282,817
	1,599,793	1,599,793	1,595,794	1,495,483
Water pumping and treatment				
Personnel services	80,239	80,239	88,859	102,236
Supplies	91,462	91,462	104,465	88,234
Contractual services	77,933	77,933	66,130	64,316
Other charges and services	34,743	769,743	215,831	117,675
Capital outlay	1,200,000	465,000	312,229	-
	1,484,377	1,484,377	787,514	372,461
Water transmission and distribution				
Personnel services	569,167	569,167	552,152	528,760
Supplies	169,035	169,035	156,350	135,087
Contractual services	87,820	87,820	98,336	54,173
Other charges and services	434,674	434,674	91,905	79,300
Capital outlay	577,000	577,000	640,691	-
	1,837,696	1,837,696	1,539,434	797,320
DuPage water commission				
Supplies	3,803,104	3,803,104	3,470,491	3,620,736
Depreciation	-	-	1,942,107	1,906,608
Less assets capitalized	-	-	(949,686)	-
Total operating expenses	$ 8,923,194	$ 8,923,194	$ 8,528,424	$ 8,321,925

See independent auditor's report.

Village of Downers Grove, Illinois

Parking Fund
Schedule of Operating Expenses - Budget and Actual
Year ended April 30, 2006 and Actual Only for 2005

	2006		2005
	Original/Final Budget	Actual	Actual
Non-deck parking operations & maintenance			
Personnel services	$ -	$ 12,141	$ 15,302
Supplies	7,715	1,557	4,743
Contractual services	1,000	-	7,899
Other charges and services	15,600	34,958	11,498
Capital outlay	535,000	235,371	-
	559,315	284,027	39,442
Deck parking operations & maintenance			
Supplies	2,650	5,439	6,931
Contractual services	68,610	78,896	43,007
	71,260	84,335	49,938
Parking enforcement			
Personnel services	188,552	194,531	171,826
Supplies	2,375	1,644	-
Contractual services	17,500	7,750	13,055
Other charges and services	510,311	510,311	514,509
	718,738	714,236	699,390
Depreciation	-	11,657	3,880
Less assets capitalized	-	(235,371)	-
Total operating expenses	$ 1,349,313	$ 858,884	$ 792,650

See independent auditor's report.

Village of Downers Grove, Illinois

Internal Service Funds
Combining Statement of Net Assets
April 30, 2006

	Fleet Services	Risk Management	Health Insurance	Equipment Replacement	Totals
Current assets					
Cash and cash equivalents	$ -	$ 740,355	$ -	$ 1,126,178	$ 1,866,533
Investments	-	-	1,200,000	25,496	1,225,496
Receivables					
Accounts receivable	6,994	-	140,792	-	147,786
Accrued interest	-	-	6,130	907	7,037
Deposits	-	-	75,000	-	75,000
Prepaid expenses	-	-	-	99,432	99,432
Inventory	106,679	-	-	-	106,679
Total current assets	113,673	740,355	1,421,922	1,252,013	3,527,963
Capital assets not being depreciated	-	-	-	25,200	25,200
Capital assets being depreciated					
Cost	973,666	-	-	8,371,264	9,344,930
Accumulated depreciation	(460,505)	-	-	(4,148,129)	(4,608,634)
Net capital assets- being depreciated	513,161	-	-	4,248,335	4,761,496
Total assets	626,834	740,355	1,421,922	5,500,348	8,289,459
Current liabilites					
Vouchers and accounts payable	63,737	4,945	-	282,695	351,377
Accrued payroll	10,471	6,925	24,461	-	41,857
Due to other funds	268,072	-	919,625	-	1,187,697
Compensated absences payable	15,394	15,211	8,307	-	38,912
Claims payable	-	1,197,369	429,254	-	1,626,623
Total current liabilities	357,674	1,224,450	1,381,647	282,695	3,246,466
Long-term liabilities					
Compensated absences payable	35,920	35,492	19,383	-	90,795
Total liabilities	393,594	1,259,942	1,401,030	282,695	3,337,261
Net assets					
Invested in capital assets	513,161	-	-	4,248,335	4,761,496
Unrestricted (deficit)	(279,921)	(519,587)	20,892	969,318	190,702
Total net assets	$ 233,240	$ (519,587)	$ 20,892	$ 5,217,653	$ 4,952,198

See independent auditor's report.

Village of Downers Grove, Illinois

Internal Service Funds
Combining Statement of Revenues, Expenses and
Changes in Net Assets
Year ended April 30, 2006

	Fleet Services	Risk Management	Health Insurance	Equipment Replacement	Totals
Operating revenues					
Charges for services					
Interfund services	$ 1,672,024	$ 1,596,728	$ 1,649,205	$ 1,089,883	$ 6,007,840
Insurance premiums	-	-	3,386,328	-	3,386,328
Other	1,390	9,652	5,364	1,200	17,606
Total operating revenues	1,673,414	1,606,380	5,040,897	1,091,083	9,411,774
Operating expenses					
Personnel services	510,523	129,495	109,865	-	749,883
Supplies	826,992	-	394	-	827,386
Contractual services	154,509	391,166	864,234	-	1,409,909
Other charges and services	155,601	1,104,497	4,067,681	180,325	5,508,104
Depreciation	34,584	-	-	483,908	518,492
Total operating expenses	1,682,209	1,625,158	5,042,174	664,233	9,013,774
Operating income (loss)	(8,795)	(18,778)	(1,277)	426,850	398,000
Nonoperating revenues (expenses)					
Investment income	-	9,161	8,737	17,352	35,250
Gain/loss on sale of capital assets	-	-	-	10,176	10,176
Total nonoperating revenues (expenses)	-	9,161	8,737	27,528	45,426
Change in net assets	(8,795)	(9,617)	7,460	454,378	443,426
Net assets (deficit), May 1	242,035	(509,970)	13,432	4,763,275	4,508,772
Net assets (deficit), April 30	$ 233,240	$ (519,587)	$ 20,892	$ 5,217,653	$ 4,952,198

See independent auditor's report.

Village of Downers Grove, Illinois

Internal Service Funds
Combining Statement of Cash Flows
Year ended April 30, 2006

	Fleet Services	Risk Management	Health Insurance	Equipment Replacement	Totals
Cash flows from operating activities					
Receipts from interfund services	$ 1,669,718	$ 1,596,725	$ 4,994,179	$ 1,091,083	$ 9,351,705
Receipts from customers	-	9,652	-	-	9,652
Payments to suppliers	(1,168,644)	(1,433,800)	(5,360,744)	(79,461)	(8,042,649)
Payments to employees	(508,920)	(125,509)	(65,110)	-	(699,539)
Net cash from operating activities	(7,846)	47,068	(431,675)	1,011,622	619,169
Cash flows from noncapital financing activities					
Increase in due to other funds	7,846	-	919,625	-	927,471
Net cash from noncapital financing activities	7,846	-	919,625	-	927,471
Cash flows from capital and related financing activities					
Capital assets purchased	-	-	-	(968,675)	(968,675)
Proceeds from sale of capital assets	-	-	-	90,462	90,462
Net cash from capital and related financing activities	-	-	-	(878,213)	(878,213)
Cash flows from investing activities					
Sale of investments	-	-	-	24,000	24,000
Purchase of investments	-	-	(1,200,000)	(24,694)	(1,224,694)
Interest received	-	9,161	2,606	16,831	28,598
Net cash from investing activities	-	9,161	(1,197,394)	16,137	(1,172,096)
Net increase (decrease) in cash and cash equivalents	-	56,229	(709,444)	149,546	(503,669)
Cash and cash equivalents					
May 1	-	684,126	709,444	976,632	2,370,202
April 30	$ -	$ 740,355	$ -	$ 1,126,178	$ 1,866,533

Village of Downers Grove, Illinois

Internal Service Funds
Combining Statement of Cash Flows (Continued)
Year ended April 30, 2006

	Fleet Services	Risk Management	Health Insurance	Equipment Replacement	Totals
Cash flows from operating activities					
Operating income (loss)	$ (8,795)	$ (18,778)	$ (1,277)	$ 426,850	$ 398,000
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities					
Depreciation	34,584	-	-	483,908	518,492
Change in assets and liabilities					
Accounts receivable	(3,696)	-	(46,718)	-	(50,414)
Prepaid expenses	-	-	-	(99,432)	(99,432)
Inventory	(4,333)	-	-	-	(4,333)
Vouchers and accounts payable	(27,209)	(6,588)	(13,241)	200,296	153,258
Accrued payroll	1,197	944	42,177	-	44,318
Compensated absences payable	406	3,039	2,578	-	6,023
Claims payable	-	68,451	(415,194)	-	(346,743)
Total adjustments	949	65,846	(430,398)	584,772	221,169
Net cash from operating activities	$ (7,846)	$ 47,068	$ (431,675)	$ 1,011,622	$ 619,169

See independent auditor's report.

(Concluded)

Village of Downers Grove, Illinois

Fleet Services Fund
Schedule of Operating Expenses - Budget and Actual
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
Fleet maintenance services				
Personnel services	$ 559,265	$ 559,265	$ 510,523	$ 540,483
Supplies	673,876	760,876	826,992	559,285
Contractual services	155,747	173,247	154,509	203,809
Other charges and services	130,284	141,204	155,601	136,365
Capital outlay	68,584	23,080	-	-
	1,587,756	1,657,672	1,647,625	1,439,942
Fueling station				
Supplies	-	-	-	358,281
Contractual services	-	-	-	37,557
Other charges and services	-	-	-	4,708
	-	-	-	400,546
Depreciation	-	34,584	34,584	35,382
Total operating expenses	$ 1,587,756	$ 1,692,256	$ 1,682,209	$ 1,875,870

See independent auditor's report.

Village of Downers Grove, Illinois

Risk Management Fund
Schedule of Operating Expenses - Budget and Actual
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
Risk management				
Personnel services	$ 126,526	$ 126,526	$ 129,495	$ 123,410
Supplies	575	575	-	388
Contractual services	417,950	420,800	391,166	390,542
Other charges and services	1,047,472	1,044,622	1,104,497	671,482
Total operating expenses	$ 1,592,523	$ 1,592,523	$ 1,625,158	$ 1,185,822

See independent auditor's report.

Village of Downers Grove, Illinois

Health Insurance Fund
Schedule of Operating Expenses - Budget and Actual
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
Health administration				
Personnel services	$ 103,686	$ 103,686	$ 82,175	$ 100,510
Supplies	750	656	394	379
Contractual services	112,527	112,621	112,415	108,909
Other charges and services	413	413	413	563
	217,376	217,376	195,397	210,361
Vision insurance				
Contractual services	-	-	-	1,054
Other charges and services	50,000	50,000	58,836	40,402
	50,000	50,000	58,836	41,456
Medical insurance				
Personnel services	-	-	27,690	-
Contractual services	711,812	711,812	735,344	624,627
Other charges and services	3,711,142	3,711,142	3,651,458	2,916,904
	4,422,954	4,422,954	4,414,492	3,541,531
Dental insurance				
Contractual services	4,032	4,032	4,285	6,805
Other charges and services	149,280	149,280	144,299	138,962
	153,312	153,312	148,584	145,767
Dental insurance, managed				
Contractual services	12,042	12,042	12,190	10,669
Other charges and services	229,171	229,171	212,675	205,057
	241,213	241,213	224,865	215,726
Total operating expenses	$ 5,084,855	$ 5,084,855	$ 5,042,174	$ 4,154,841

See independent auditor's report.

Village of Downers Grove, Illinois

Equipment Replacement Fund
Schedule of Operating Expenses - Budget and Actual
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
Other charges and services	$ 201,494	$ 207,144	$ 180,325	$ 545,281
Capital outlay	1,452,574	1,446,924	937,361	-
Depreciation	-	-	483,908	503,139
Less assets capitalized	-	-	(937,361)	-
Total operating expenses	$ 1,654,068	$ 1,654,068	$ 664,233	$ 1,048,420

See independent auditor's report.

Village of Downers Grove, Illinois

Pension Funds
Combining Statement of Net Assets
April 30, 2006

	Police Pension	Firefighters' Pension	Total
Assets			
Cash and cash equivalents	$ 604,744	$ 305,995	$ 910,739
Investments			
US treasury obligations	2,575,081	5,271,021	7,846,102
US agency obligations	10,711,617	4,807,980	15,519,597
Mutual funds	9,581,344	9,504,156	19,085,500
Common and preferred stock	1,710,066	-	1,710,066
Insurance contracts	5,732,008	1,847,042	7,579,050
Total Investments	30,310,116	21,430,199	51,740,315
Due from general fund	-	27,669	27,669
Interest Receivable	98,225	108,040	206,265
Total Assets	31,013,085	21,871,903	52,884,988
Liabilities			
Vouchers payable	4,824	5	4,829
Due to general fund	186,294	-	186,294
Total Liabilities	191,118	5	191,123
Net assets held in trust for pension benefits	$ 30,821,967	$ 21,871,898	$ 52,693,865

The accompanying notes are an integral part of this statement.

Village of Downers Grove, Illinois

Pension Funds
Combining Schedule of Changes in Net Assets
Year Ended April 30, 2006

	Police Pension	Firefighters' Pension	Total
Additions			
Contributions - employer	$ 876,640	$ 1,449,756	$ 2,326,396
Contributions - employees	652,299	552,852	1,205,151
Investment income			
Net appreciation (depreciation) in fair value of investments	2,149,424	555,198	2,704,622
Interest earned on investments	737,703	638,177	1,375,880
Less investment expense	(69,337)	(54,218)	(123,555)
Total additions	4,346,729	3,141,765	7,488,494
Deductions			
Contractual services	18,879	9,026	27,905
Other charges and services	6,000	6,000	12,000
Benefits and refunds	1,798,073	1,028,188	2,826,261
Total deductions	1,822,952	1,043,214	2,866,166
Net increase in net assets	2,523,777	2,098,551	4,622,328
Net assets held in trust for pension benefits			
May 1	28,298,190	19,773,347	48,071,537
April 30	$ 30,821,967	$ 21,871,898	$ 52,693,865

The accompanying notes are an integral part of this statement.

Village of Downers Grove, Illinois

Police Pension Fund
Schedule of Changes in Net Assets - Budget and Actual
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
Additions				
Contributions - employer	$ 866,178	$ 866,178	$ 876,640	$ 889,575
Contributions - employees	542,000	542,000	652,299	508,552
Investment income				
Net appreciation (depreciation) in fair value of investments	2,000,000	2,000,000	2,149,424	829,040
Interest earned on investments	462,000	462,000	737,703	630,473
Less investment expense	(50,000)	(67,920)	(69,337)	(70,609)
Miscellaneous income	-	-	-	24
Total additions	3,820,178	3,802,258	4,346,729	2,787,055
Deductions				
Personnel services	1,500	1,500	-	147
Supplies	150	150	-	-
Contractual services	26,470	35,550	18,879	9,858
Other charges and services	6,000	6,000	6,000	6,000
Benefits and refunds	1,450,000	1,781,170	1,798,073	1,601,907
Total deductions	1,484,120	1,824,370	1,822,952	1,617,912
Net increase in net assets	$ 2,336,058	$ 1,977,888	2,523,777	1,169,143
Net assets held in trust for pension benefits				
May 1			28,298,190	27,129,047
April 30			$ 30,821,967	$ 28,298,190

See independent auditor's report.

Village of Downers Grove, Illinois

Firefighters' Pension Fund
Schedule of Changes in Net Assets - Budget and Actual
Year ended April 30, 2006 and Actual Only for 2005

	2006		2005
	Original/Final Budget	Actual	Actual
Additions			
Contributions - employer	$ 1,435,168	$ 1,449,756	$ 1,309,021
Contributions - employees	565,000	552,852	537,566
Investment income			
Net appreciation (depreciation) in fair value of investments	-	555,198	576,684
Interest earned on investments	1,599,000	638,177	601,326
Less investment expense	(54,000)	(54,218)	(53,524)
Total additions	3,545,168	3,141,765	2,971,073
Deductions			
Supplies	100	-	-
Contractual services	8,770	9,026	4,521
Other charges and services	6,000	6,000	6,000
Benefits and refunds	1,059,358	1,028,188	912,470
Total deductions	1,074,228	1,043,214	922,991
Net increase in net assets	$ 2,470,940	2,098,551	2,048,082
Net assets held in trust for pension benefits			
May 1		19,773,347	17,725,265
April 30		$ 21,871,898	$ 19,773,347

See independent auditor's report.

Village of Downers Grove, Illinois

Construction Deposit Fund
Schedule of Changes in Assets and Liabilities
Year ended April 30, 2006

	Balances May 1	Additions	Deductions	Balances April 30
Assets				
Cash and cash equivalents	$ 1,092,865	$ 2,709,736	$ 2,141,230	$ 1,661,371
Investments	1,422,891	2,167,529	2,022,891	1,567,529
Receivables				
Accrued interest	15,462	41,420	21,164	35,717
Total assets	$ 2,531,218	$ 4,918,685	$ 4,185,285	$ 3,264,617
Liabilities				
Vouchers payable	$ 8,825	$ 1,450,201	$ 1,454,026	$ 5,000
Deposits payable	2,522,393	1,653,632	916,408	3,259,617
Total liabilities	$ 2,531,218	$ 3,103,833	$ 2,370,434	$ 3,264,617

See independent auditor's report.

CAPITAL ASSETS
USED IN THE OPERATIONS
OF GOVERNMENTAL FUNDS

Village of Downers Grove, Illinois

Capital Assets Used in the Operation of Governmental Funds
Schedule By Source
April 30, 2006

GOVERNMENTAL FUNDS CAPITAL ASSETS:

Land	$	12,552,276
Infrastructure		78,516,852
Buildings		17,266,332
Improvements other than buildings		3,452,089
Capital equipment		15,683,790
Construction in progress		293,536
	$	127,764,875

INVESTMENTS IN GOVERNMENTAL FUNDS CAPITAL ASSETS BY SOURCE

General obligation bonds, general revenues, and grants and donations	$	127,764,875

See independent auditor's report.

Village of Downers Grove, Illinois

Capital Assets Used in the Operation of Governmental Funds
Schedule By Function and Activity
April 30, 2006

Function and Activity	Land	Infrastructure	Buildings	Improvements Other Than Buildings	Capital Equipment	Construction In Progress	Totals
General government	$ 7,057,292	$ -	$ 264,792	$ -	$ 338,327	$ 230,607	$ 7,891,018
Public works	186,041	78,516,852	-	-	736,793	62,929	79,502,615
Community Development	4,786,771	-	13,245,322	3,137,391	-	-	21,169,484
Police	-	-	1,475,230	-	4,255,215	-	5,730,445
Fire	485,358	-	1,614,790	-	316,548	-	2,416,696
Community Services	36,814	-	666,198	314,698	10,036,907	-	11,054,617
	$ 12,552,276	$ 78,516,852	$ 17,266,332	$ 3,452,089	$ 15,683,790	$ 293,536	$ 127,764,875

See independent auditor's report.

Village of Downers Grove, Illinois

Capital Assets Used in the Operation of Governmental Funds
Schedule of Changes By Function and Activity
Year ended April 30, 2006

Function and Activity	Balances May 1	Additions	Retirements	Balances April 30
General government	$ 7,627,606	$ 263,412	$ -	$ 7,891,018
Public works	78,542,471	1,222,345	262,201	79,502,615
Community development	26,351,170	362,512	5,544,198	21,169,484
Police	5,695,312	35,133	-	5,730,445
Fire	2,378,221	38,475	-	2,416,696
Community services	10,486,256	983,530	415,169	11,054,617
	$ 131,081,036	$ 2,905,407	$ 6,221,568	$ 127,764,875

See independent auditor's report.

COMPONENT UNIT
DOWNERS GROVE PUBLIC LIBRARY

Downers Grove Public Library
Component Unit

Statement of Net Assets and Governmental Funds
Combining Balance Sheet
April 30, 2006

	General	Debt Service	Construction
ASSETS			
Cash and cash equivalents	$ 239,167	$ 7,952	$ -
Investments	420,148	190,776	346,653
Receivables			
Property taxes	3,327,196	668,731	-
Accrued interest	12,804	3,192	10,213
Other	8,258	-	-
Due from other funds	75,000	-	-
Debt issuance costs (net)	-	-	-
Capital assets not being depreciated	-	-	-
Capital assets net of accumulated depreciation	-	-	-
Total assets	$ 4,082,573	$ 870,651	$ 356,866
LIABILITIES AND FUND BALANCES/NET ASSETS			
Liabilities			
Vouchers and accounts payable	$ 41,931	$ -	$ -
Accrued payroll	47,762	-	-
Accrued Interest	-	-	-
Due to other funds	-	-	75,000
Deferred property taxes	3,327,196	668,731	-
Noncurrent liabilities			
Due within one year	-	-	-
Due in more than one year	-	-	-
Total liabilities	3,416,889	668,731	75,000
Investment in capital assets, net of related debt	-	-	-
Fund balances/net assets			
Reserved			
Debt service	-	201,920	-
Unreserved			
Designated	206,625	-	-
Undesignated	459,059	-	281,866
Total fund balances/net assets	665,684	201,920	281,866
Total liabilities and fund balances/net assets	$ 4,082,573	$ 870,651	$ 356,866

(Continued)

Downers Grove Public Library
Component Unit

Statement of Net Assets and Governmental Funds
Combining Balance Sheet
April 30, 2006

	Total	Adjustments	Statement of Net Assets
ASSETS			
Cash and cash equivalents	$ 247,119	$ -	$ 247,119
Investments	957,577	-	957,577
Receivables			
Property taxes	3,995,927	-	3,995,927
Accrued interest	26,209	-	26,209
Other	8,258	-	8,258
Due from other funds	75,000	(75,000)	-
Debt issuance costs (net)	-	92,962	92,962
Capital assets not being depreciated	-	222,211	222,211
Capital assets net of accumulated depreciation	-	14,784,059	14,784,059
Total assets	$ 5,310,090	$ 15,024,232	$ 20,334,322
LIABILITIES AND FUND BALANCES/NET ASSETS			
Liabilities			
Vouchers and accounts payable	$ 41,931	$ -	$ 41,931
Accrued payroll	47,762	-	47,762
Accrued Interest	-	62,293	62,293
Due to other funds	75,000	(75,000)	-
Deferred property taxes	3,995,927		3,995,927
Noncurrent liabilities			
Due within one year	-	482,809	482,809
Due in more than one year	-	4,951,933	4,951,933
Total liabilities	4,160,620	5,422,035	9,582,655
Investment in capital assets, net of related debt	-	9,061,270	9,061,270
Fund balances/net assets			
Reserved			
Debt service	201,920	-	201,920
Unreserved			
Designated	206,625	-	206,625
Undesignated	740,925	540,927	1,281,852
Total fund balances/net assets	1,149,470	9,602,197	10,751,667
Total liabilities and fund balances/net assets	$ 5,310,090	$ 15,024,232	$ 20,334,322

See independent auditor's report.

(Concluded)

Downers Grove Public Library
Component Unit

Statement of Activities and Governmental Funds
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances/Net Assets
Year ended April 30, 2006

	General	Debt Service	Construction
Revenues			
Taxes	$ 3,170,452	$ 655,953	$ -
Intergovernmental	118,902	-	-
Charges for services	118,420	-	-
Fines and forfeits	107,498	-	-
Investment income	53,180	14,843	14,297
Miscellaneous	6,365	-	-
Total revenues	3,574,817	670,796	14,297
Expenditures			
Current			
Community services	2,988,015	-	75,000
Capital outlay	509,290	-	-
Debt service			
Principal retirement	-	445,000	-
Interest and fiscal charges	-	210,953	-
Total expenditures	3,497,305	655,953	75,000
Net change in fund balances/net assets	77,512	14,843	(60,703)
Fund balances/net assets			
May 1	588,172	187,077	342,569
April 30	$ 665,684	$ 201,920	$ 281,866

(Continued)

Downers Grove Public Library
Component Unit

Statement of Activities and Governmental Funds
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances/Net Assets
Year ended April 30, 2006

	Total	Adjustments	Statement of Activities
Revenues			
Taxes	$ 3,826,405	$ -	$ 3,826,405
Intergovernmental	118,902	-	118,902
Charges for services	118,420	-	118,420
Fines and forfeits	107,498	-	107,498
Investment income	82,320	-	82,320
Miscellaneous	6,365	-	6,365
Total revenues	4,259,910	-	4,259,910
Expenditures			
Current			
Community services	3,063,015	1,055,374	4,118,389
Capital outlay	509,290	(509,290)	-
Debt service			
Principal retirement	445,000	(445,000)	-
Interest and fiscal charges	210,953	(6,483)	204,470
Total expenditures	4,228,258	94,601	4,322,859
Net change in fund balances/net assets	31,652	(94,601)	(62,949)
Fund balances/net assets			
May 1	1,117,818	9,696,798	10,814,616
April 30	$ 1,149,470	$ 9,602,197	$ 10,751,667

See independent auditor's report.

(Continued)

Downers Grove Public Library
Component Unit

General Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
Revenues				
Taxes				
Property taxes	$ 3,136,763	$ 3,136,763	$ 3,170,452	$ 3,018,994
Intergovernmental revenue				
Personal property replacement tax	36,000	36,000	58,898	45,890
Grants	30,000	90,856	60,004	60,856
Charges for services	84,800	84,800	118,420	98,247
Fines and forfeits	94,000	94,000	107,498	103,283
Investment income	24,786	24,786	53,180	41,250
Miscellaneous				
Donations	11,000	11,000	6,053	10,782
Other	250	250	312	34
Total revenues	3,417,599	3,478,455	3,574,817	3,379,336
Expenditures				
Current				
Community Services	3,503,107	3,563,962	2,988,015	2,785,630
Capital outlay	-	-	509,290	475,204
Total expenditures	3,503,107	3,563,962	3,497,305	3,260,834
Net changes in fund balance	$ (85,508)	$ (85,507)	77,512	118,502
Fund balance				
May 1			588,172	469,670
April 30			$ 665,684	$ 588,172

See independent auditor's report.

Downers Grove Public Library
Component Unit

General Fund
Schedules of Expenditures - Budget and Actual
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
Administrative services				
Personnel services	$ 376,667	$ 376,667	$ 368,128	$ 339,049
Supplies	22,820	33,509	53,886	64,079
Contractual services	280,144	280,144	253,030	259,329
Other charges and services	176,400	181,495	86,424	52,202
	856,031	871,815	761,468	714,659
Reference and information services				
Personnel services	594,560	594,560	593,475	551,252
Supplies	274,299	295,842	7,955	3,195
Contractual services	8,704	9,763	6,271	4,326
	877,563	900,165	607,701	558,773
Junior services				
Personnel services	350,309	350,309	363,643	337,357
Supplies	98,930	112,118	13,255	11,544
Contractual services	15,894	9,157	9,407	8,055
	465,133	471,584	386,305	356,956
Circulation services				
Personnel services	425,488	425,488	443,479	415,605
Supplies	18,954	19,036	17,374	20,980
Contractual services	25,067	25,067	19,862	26,559
Other charges and services	2,000	1,918	1,680	191
	471,509	471,509	482,395	463,335
Technical services				
Personnel services	190,140	190,140	185,463	171,786
Supplies	27,965	27,965	27,928	30,853
Contractual services	19,430	19,430	18,634	24,207
	237,535	237,535	232,025	226,846

(Continued)

Downers Grove Public Library
Component Unit

General Fund
Schedules of Expenditures - Budget and Actual
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
Literature and audio visual services				
Personnel services	$ 331,494	$ 331,494	$ 339,144	$ 302,935
Supplies	122,004	136,592	40,438	17,596
Contractual services	8,801	8,318	7,311	5,314
	462,299	476,404	386,893	325,845
Programs and community awareness				
Personnel services	91,075	91,075	85,555	83,150
Supplies	5,575	6,429	4,447	9,744
Contractual services	36,387	37,446	41,226	46,322
	133,037	134,950	131,228	139,216
Capital outlay	-	-	509,290	475,204
Total expenditures	$ 3,503,107	$ 3,563,962	$ 3,497,305	$ 3,260,834

See independent auditor's report. (Concluded)

Downers Grove Public Library

Component Unit

Debt Service Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Year ended April 30, 2006 and Actual Only for 2005

	2006		2005
	Original/Final Budget	Actual	Actual
Revenues			
Taxes			
Property taxes	$ 659,928	$ 655,953	$ 666,443
Investment income	1,500	14,843	2,828
Total revenues	661,428	670,796	669,271
Expenditures			
Debt service - 96 library bonds			
Principal	365,000	365,000	350,000
Interest and fiscal charges	34,860	17,885	34,860
	399,860	382,885	384,860
Debt service - refunding bonds			
Principal	80,000	80,000	80,000
Interest and fiscal charges	193,068	193,068	195,068
	273,068	273,068	275,068
Total expenditures	672,928	655,953	659,928
Net change in fund balance	$ (11,500)	14,843	9,343
Fund balance			
May 1		187,077	177,734
April 30		$ 201,920	$ 187,077

See independent auditor's report.

Downers Grove Public Library
Component Unit

Construction Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Year ended April 30, 2006 and Actual Only for 2005

	2006			2005
	Original Budget	Final Budget	Actual	Actual
Revenues				
Investment Interest	$ 3,500	$ 3,500	$ 14,297	$ 8,626
Expenditures				
Community Services	-	100,000	75,000	-
Total expenditures	-	100,000	75,000	-
Net change in fund balance	$ 3,500	$ (96,500)	(60,703)	8,626
Fund balance				
May 1			342,569	333,943
April 30			$ 281,866	$ 342,569

See independent auditor's report.

SUPPLEMENTAL INFORMATION

Village of Downers Grove, Illinois

Schedule of Insurance in Force
April 30, 2006

Insurance Company	Term	Description of Coverage
Chubb	05/01/05- 04/30/06	All Risk Property $53,000,000 Excess of $25,000
C.V. Star Insurance	05/01/05- 04/30/06	Excess GL/Auto/Crime/Fidelity/Terrorism Excess up to $10,000,000
Westchester Insurance	05/01/05- 04/30/06	Excess GL/Auto $20,000,000 Excess after the 1st Layer $10,000,000
Safety National	05/01/05- 04/30/06	Workers' Compensation Full Statutory Benefits $2,000,000 Excess of $750,000

Village of Downers Grove, Illinois

Long-Term Debt Requirements
General Obligation Bonds, Series 1998
April 30, 2006

Date of Issue	October 1, 1998
Date of Maturity	January 1, 2014
Authorized Issue	$3,000,000
Denomination of Bonds	$5,000
Interest Rates	3.70% to 4.00%
Interest Dates	July 1 and January 1
Principal Maturity Dates	January 1
Payable at	Bank One
Purpose of issue	To fund the widening of the Fairview Avenue.

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Tax Levy			Interest Due On			
	Principal	Interest	Totals	July 1	Amount	January 1	Amount
2005	$ 200,000	$ 73,540	$ 273,540	2006	$ 36,770	2007	$ 36,770
2006	210,000	66,140	276,140	2007	33,070	2008	33,070
2007	215,000	58,160	273,160	2008	29,080	2009	29,080
2008	225,000	49,776	274,776	2009	24,888	2010	24,888
2009	240,000	41,000	281,000	2010	20,500	2011	20,500
2010	250,000	31,400	281,400	2011	15,700	2012	15,700
2011	260,000	21,400	281,400	2012	10,700	2013	10,700
2012	275,000	11,000	286,000	2013	5,500	2014	5,500
	$ 1,875,000	$ 352,416	$ 2,227,416		$ 176,208		$ 176,208

Village of Downers Grove, Illinois

Long-Term Debt Requirements
General Obligation Bonds, Series 1999
April 30, 2006

Date of Issue	July 1, 1999
Date of Maturity	January 1, 2019
Authorized Issue	$6,500,000
Denomination of Bonds	$5,000
Interest Rates	4.70% to 6.00%
Interest Dates	July 1 and January 1
Principal Maturity Dates	January 1
Payable at	The Northern Trust Company
Purpose of issuance	To finance the redevelopment of the Central Business District

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Tax Levy			Interest Due On			
	Principal	Interest	Totals	July 1	Amount	January 1	Amount
2005	$ 95,000	$ 317,515	$ 412,515	2006	$ 158,758	2007	$ 158,757
2006	130,000	313,050	443,050	2007	156,525	2008	156,525
2007	195,000	306,940	501,940	2008	153,470	2009	153,470
2008	250,000	297,580	547,580	2009	148,790	2010	148,790
2009	320,000	285,330	605,330	2010	142,665	2011	142,665
2010	350,000	269,490	619,490	2011	134,745	2012	134,745
2011	400,000	251,990	651,990	2012	125,995	2013	125,995
	$ 1,740,000	$ 2,041,895	$ 3,781,895		$ 1,020,948		$ 1,020,947

Bonds due January 1, 2014 through January 1, 2019 totaling $4,480,000 were defeased in fiscal year 2005 from a portion of the proceeds of the G. O. Refunding Bonds, Series 2005.

Village of Downers Grove, Illinois

Long-Term Debt Requirements
General Obligation Bonds, Series 2000
April 30, 2006

Date of Issue	May 1, 2000
Date of Maturity	January 1, 2020
Authorized Issue	$6,200,000
Denomination of Bonds	$5,000
Interest Rates	5.38% to 6.00%
Interest Dates	July 1 and January 1
Principal Maturity Dates	January 1
Payable at	The Northern Trust Company
Purpose of Issuance	To finance the redevelopment of the Central Business District

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Tax Levy			Interest Due On			
	Principal	Interest	Totals	July 1	Amount	January 1	Amount
2005	$ 35,000	$ 332,020	$ 367,020	2006	$ 166,010	2007	$ 166,010
2006	85,000	329,920	414,920	2007	164,960	2008	164,960
2007	145,000	324,820	469,820	2008	162,410	2009	162,410
2008	170,000	316,120	486,120	2009	158,060	2010	158,060
2009	225,000	305,920	530,920	2010	152,960	2011	152,960
2010	265,000	292,420	557,420	2011	146,210	2012	146,210
2011	320,000	277,314	597,314	2012	138,657	2013	138,657
2012	55,000	260,114	315,114	2013	130,057	2014	130,057
	$ 1,300,000	$ 2,438,648	$ 3,738,648		$ 1,219,324		$ 1,219,324

Village of Downers Grove, Illinois

Long-Term Debt Requirements
General Obligation Bonds, Series 2001
April 30, 2006

Date of Issue	August 1, 2001
Date of Maturity	January 1, 2021
Authorized Issue	$6,000,000
Denomination of Bonds	$5,000
Interest Rates	4.500% to 5.125%
Interest Dates	July 1 and January 1
Principal Maturity Dates	January 1
Payable At	The Northern Trust Company
Purpose of Issuance	To finance the redevelopment of the Central Business District

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Tax Levy			Interest Due On			
	Principal	Interest	Totals	July 1	Amount	January 1	Amount
2005	$ 40,000	$ 300,762	$ 340,762	2006	$ 150,381	2007	$ 150,381
2006	40,000	298,962	338,962	2007	149,481	2008	149,481
2007	20,000	297,162	317,162	2008	148,581	2009	148,581
2008	60,000	296,262	356,262	2009	148,131	2010	148,131
2009	65,000	293,412	358,412	2010	146,706	2011	146,706
2010	135,000	290,326	425,326	2011	145,163	2012	145,163
2011	185,000	283,912	468,912	2012	141,956	2013	141,956
2012	255,000	274,662	529,662	2013	137,331	2014	137,331
2013	150,000	261,912	411,912	2014	130,956	2015	130,956
2014	135,000	254,414	389,414	2015	127,207	2016	127,207
2015	195,000	247,662	442,662	2016	123,831	2017	123,831
2016	180,000	237,916	417,916	2017	118,958	2018	118,958
2017	320,000	228,914	548,914	2018	114,457	2019	114,457
2018	1,530,000	212,912	1,742,912	2019	106,456	2020	106,456
2019	2,690,000	134,500	2,824,500	2020	67,250	2021	67,250
	$ 6,000,000	$ 3,913,690	$ 9,913,690		$ 1,956,845		$ 1,956,845

Village of Downers Grove, Illinois

Long-Term Debt Requirements
General Obligation Water Bonds, Series 2001A
April 30, 2006

Date of Issue	December 27, 2001
Date of Maturity	January 1, 2012
Authorized Issue	$4,000,000
Denomination of Bonds	$5,000
Interest Rates	2.75% to 4.60%
Interest Dates	July 1 and January 1
Principal Maturity Dates	January 1
Payable At	The Northern Trust Company
Purpose of Issuance	To finance the installation of the AMR system

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Tax Levy			Interest Due On			
	Principal	Interest	Totals	July 1	Amount	January 1	Amount
2005	$ 400,000	$ 115,432	$ 515,432	2006	$ 57,716	2007	$ 57,716
2006	415,000	99,432	514,432	2007	49,716	2008	49,716
2007	430,000	82,210	512,210	2008	41,105	2009	41,105
2008	450,000	63,720	513,720	2009	31,860	2010	31,860
2009	470,000	43,696	513,696	2010	21,848	2011	21,848
2010	485,000	22,310	507,310	2011	11,155	2012	11,155
	$ 2,650,000	$ 426,800	$ 3,076,800		$ 213,400		$ 213,400

Village of Downers Grove, Illinois

Long-Term Debt Requirements
General Obligation Bonds, Series 2002
April 30, 2006

Date of Issue	August 1, 2002
Date of Maturity	January 1, 2021
Authorized Issue	$6,000,000
Denomination of Bonds	$5,000
Interest Rates	3.50% to 4.75%
Interest Dates	July 1 and January 1
Principal Maturity Dates	January 1
Payable At	The Northern Trust Company
Purpose of Issuance	To finance the redevelopment of the Central Business District

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Tax Levy			Interest Due On			
	Principal	Interest	Totals	July 1	Amount	January 1	Amount
2005	$ 105,000	$ 264,732	$ 369,732	2006	$ 132,366	2007	$ 132,366
2006	190,000	261,058	451,058	2007	130,529	2008	130,529
2007	100,000	264,407	364,407	2008	132,204	2009	132,204
2008	100,000	250,408	350,408	2009	125,204	2010	125,204
2009	100,000	246,407	346,407	2010	123,204	2011	123,204
2010	120,000	242,408	362,408	2011	121,204	2012	121,204
2011	185,000	237,007	422,007	2012	118,504	2013	118,504
2012	265,000	229,608	494,608	2013	114,804	2014	114,804
2013	355,000	219,007	574,007	2014	109,504	2015	109,504
2014	220,000	204,275	424,275	2015	102,138	2016	102,138
2015	560,000	194,925	754,925	2016	97,463	2017	97,463
2016	685,000	170,565	855,565	2017	85,283	2018	85,283
2017	830,000	140,083	970,083	2018	70,042	2019	70,042
2018	980,000	102,317	1,082,317	2019	51,159	2020	51,159
2019	1,205,000	57,238	1,262,238	2020	28,619	2021	28,619
	$ 6,000,000	$ 3,084,445	$ 9,084,445		$ 1,542,227		$ 1,542,227

Village of Downers Grove, Illinois

Long-Term Debt Requirements
General Obligation Refunding Bonds, Series 2003
April 30, 2006

Date of Issue	June 1, 2003
Date of Maturity	January 1, 2017
Authorized Issue	$6,265,000
Denomination of Bonds	$5,000
Interest Rates	2.5 % to 3.75%
Interest Dates	July 1 and January 1
Principal Maturity Dates	January 1
Payable at	The Northern Trust Company
Purpose of Issuance	To refund Library G. O. Bonds, Series 1996

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Tax Levy			Interest Due On			
	Principal	Interest	Totals	July 1	Amount	January 1	Amount
2005	$ 470,000	$ 191,068	$ 661,068	2006	$ 95,534	2007	$ 95,534
2006	475,000	179,318	654,318	2007	89,659	2008	89,659
2007	490,000	166,849	656,849	2008	83,425	2009	83,425
2008	505,000	152,761	657,761	2009	76,381	2010	76,381
2009	520,000	136,980	656,980	2010	68,490	2011	68,490
2010	535,000	120,340	655,340	2011	60,170	2012	60,170
2011	555,000	103,220	658,220	2012	51,610	2013	51,610
2012	570,000	85,460	655,460	2013	42,730	2014	42,730
2013	585,000	66,365	651,365	2014	33,183	2015	33,183
2014	610,000	45,890	655,890	2015	22,945	2016	22,945
2015	630,000	23,625	653,625	2016	11,813	2017	11,813
	$ 5,945,000	$ 1,271,876	$ 7,216,876		$ 635,940		$ 635,940

Village of Downers Grove, Illinois

Long-Term Debt Requirements
General Obligation Bonds, Series 2003A
April 30, 2006

Date of Issue	November 1, 2003
Date of Maturity	January 1, 2021
Authorized Issue	$12,000,000
Denomination of Bonds	$5,000
Interest Rates	3.00% to 5.00%
Interest Dates	July 1 and January 1
Principal Maturity Dates	January 1
Payable At	The Northern Trust Company
Purpose of Issuance	To finance the redevelopment of the Central Business District

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Tax Levy			Interest Due On			
	Principal	Interest	Totals	July 1	Amount	January 1	Amount
2005	$ 225,000	$ 496,914	$ 721,914	2006	$ 248,457	2007	$ 248,457
2006	275,000	490,166	765,166	2007	245,083	2008	245,083
2007	400,000	480,540	880,540	2008	240,270	2009	240,270
2008	750,000	466,540	1,216,540	2009	233,270	2010	233,270
2009	770,000	440,290	1,210,290	2010	220,145	2011	220,145
2010	795,000	411,414	1,206,414	2011	205,707	2012	205,707
2011	815,000	379,616	1,194,616	2012	189,808	2013	189,808
2012	845,000	347,014	1,192,014	2013	173,507	2014	173,507
2013	875,000	313,216	1,188,216	2014	156,608	2015	156,608
2014	915,000	278,214	1,193,214	2015	139,107	2016	139,107
2015	950,000	239,784	1,189,784	2016	119,892	2017	119,892
2016	990,000	199,410	1,189,410	2017	99,705	2018	99,705
2017	1,030,000	155,850	1,185,850	2018	77,925	2019	77,925
2018	1,070,000	109,500	1,179,500	2019	54,750	2020	54,750
2019	1,120,000	56,000	1,176,000	2020	28,000	2021	28,000
	$ 11,825,000	$ 4,864,468	$ 16,689,468		$ 2,432,234		$ 2,432,234

Village of Downers Grove, Illinois

Long-Term Debt Requirements
Taxable General Obligation Variable Rate Bonds, Series 2005
April 30, 2006

Date of Issue	February 2, 2005
Date of Maturity	February 1, 2007
Authorized Issue	$4,500,000
Denomination of Bonds	Minimum denomination of $100,000 and integral multiples of $5,000 above the minimum denomination
Interest Rate	Six month LIBOR plus .65%, not to exceed 18% per annum
Interest Dates	February I and August 1
Principal Maturity Date	February 1, 2007
Payable at	Hinsdale Bank and Trust
Purpose of Issuance	To refinance the Taxable General Obligation Bonds, Series 2003

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Tax Levy			Interest Due On			
	Principal	Interest*	Totals	Aug 1	Amount	Feb 1	Amount
2005	$ 4,500,000	$ 182,930	$ 4,682,930	2006	$ 91,465	2007	$ 91,465
	$ 4,500,000	$ 182,930	$ 4,682,930		$ 91,465		$ 91,465

* Interest calculated by using 4.0651% (the six month LIBOR at April 30, 2005 plus .65%)

Village of Downers Grove, Illinois

Long-Term Debt Requirements
General Obligation Refunding Bonds, Series 2005
April 30, 2006

Date of Issue	March 1, 2005
Date of Maturity	January 1, 2020
Authorized Issue	$9,950,000
Denomination of Bonds	$5,000
Interest Rates	2.30% to 3.85%
Interest Dates	July 1 and January 1
Principal Maturity Dates	January 1
Payable at	The Northern Trust Company
Purpose of Issuance	To refund G. O. Bonds, Series 1999 and G. O. Bonds, Series 2000.

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Tax Levy			Interest Due On			
	Principal	Interest	Totals	July 1	Amount	January 1	Amount
2005	$ 65,000	$ 358,625	$ 423,625	2006	$ 179,313	2007	$ 179,313
2006	70,000	356,350	426,350	2007	178,175	2008	178,175
2007	70,000	353,900	423,900	2008	176,950	2009	176,950
2008	70,000	351,450	421,450	2009	175,725	2010	175,725
2009	70,000	349,000	419,000	2010	174,500	2011	174,500
2010	80,000	346,550	426,550	2011	173,275	2012	173,275
2011	80,000	343,750	423,750	2012	171,875	2013	171,875
2012	840,000	340,950	1,180,950	2013	170,475	2014	170,475
2013	1,175,000	311,550	1,486,550	2014	155,775	2015	155,775
2014	1,365,000	269,838	1,634,838	2015	134,919	2016	134,919
2015	1,505,000	220,698	1,725,698	2016	110,349	2017	110,349
2016	1,735,000	166,518	1,901,518	2017	83,259	2018	83,259
2017	1,820,000	102,323	1,922,323	2018	51,162	2019	51,162
2018	885,000	34,073	919,073	2019	17,037	2020	17,037
	$ 9,830,000	$ 3,905,575	$ 13,735,575		$ 1,952,789		$ 1,952,789

STATISTICAL SECTION
(Unaudited)

STATISTICAL SECTION

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

Contents | Page

Financial Trends 139-143

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

Revenue Capacity 144-149

These schedules contain information to help the reader assess the Village's most significant local revenue source, the property tax.

Debt Capacity 150-154

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

Demographic and Economic Information 155-156

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

Operating Information 157-158

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

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The Village implemented GASB Statement 34 in 2004; schedules presenting government-wide information include information beginning in that year.

Village of Downers Grove, Illinois

Net Assets by Component (in thousands)
Last Three Fiscal Years

	Fiscal Year 2004	2005	2006
Governmental Activities			
Invested in Capital Assets Net of Related Debt	$ 62,467	$ 63,898	$ 61,598
Restricted	4,815	5,982	3,697
Unrestricted	8,171	11,963	15,822
Total Governmental Activities	$ 75,453	$ 81,843	$ 81,117
Business-type Activities			
Invested in Capital Assets Net of Related Debt	$ 24,031	$ 25,531	$ 25,370
Restricted	-	-	-
Unrestricted	4,614	4,465	5,724
Total Business-type Activities	$ 28,645	$ 29,996	$ 31,094
Primary Government			
Invested in Capital Assets Net of Related Debt	$ 86,498.00	$ 89,429.00	$ 86,968.00
Restricted	4,815	5,982	3,697
Unrestricted	12,785	16,428	21,546
Total Primary Government	$ 104,098	$ 111,839	$ 112,211

Notes
In fiscal year 2006, the transportation fund was reclassified to a governmental activity.

Data Source
Audited Financial Statements

Village of Downers Grove, Illinois

Change in Net Assets (in thousands)
Last Three Fiscal Years

	Fiscal Year 2004	2005	2006
Expenses			
Governmental Activities			
General government	$ 3,939	$ 626	$ 4,418
Public works	8,478	9,717	9,669
Community development	1,452	1,565	1,686
Public safety	22,757	22,139	23,057
Community services	6,044	2,747	4,149
Interest and fiscal charges	2,657	1,881	1,836
Total Governmental Activities Expenses	45,327	38,675	44,815
Business-type Activities			
Waterworks	9,112	8,459	8,626
Parking	1,212	793	884
Transportation	671	540	-
Total Business-type Activities Expenses	10,995	9,792	9,510
Total Primary Government Expenses	$ 56,322	$ 48,467	$ 54,325
Program Revenues			
Governmental Activities			
Charges for Services			
General government	$ 2,765	$ 762	$ 1,006
Public works	203	202	372
Community development	25	19	1,831
Public safety	2,627	1,804	2,533
Community services	3,016	2,506	878
Operating Grants and Contributions	2,038	1,708	1,552
Capital Grants and Contributions	170	617	428
Total Governmental Activities Program Revenues	10,844	7,618	8,600
Business-type Activities			
Charges for Services			
Waterworks	$ 8,696	$ 10,134	$ 8,696
Parking	756	856	1,013
Transportation	391	213	-
Operating Grants and Contributions	-	-	179
Capital Grants and Contributions	-	-	-
Total Business-type Activities Program Revenues	9,843	11,203	9,888
Total Primary Government Program Revenues	$ 20,687	$ 18,821	$ 18,488
Net (Expense) Revenue			
Governmental Activities	$ (34,483)	$ (31,057)	$ (36,215)
Business-type Activities	(1,152)	1,411	378
Total Primary Government Net (Expense) Revenue	$ (35,635)	$ (29,646)	$ (35,837)

Village of Downers Grove, Illinois

Change in Net Assets (in thousands) (Continued)
Last Three Fiscal Years

	Fiscal Year 2004	2005	2006
General Revenues and Other Changes in Net Assets			
Governmental Activities			
Taxes			
Property	$ 12,679	$ 8,993	$ 10,237
Sales	3,183	17,195	17,925
Utility	4,659	6,363	876
Intergovernmental	15,125	3,994	6,268
Other	1,080	1,432	4,551
Investment Earnings	243	291	814
Miscellaneous	332	79	18
Special Item			(4,684)
Transfers	100	100	181
Total Governmental Activities	37,401	38,447	36,186
Business-type Activities			
Investment Earnings	39	39	203
Miscellaneous	(5)	-	-
Transfers	(100)	(100)	(181)
Total Business-type Activities	(66)	(61)	22
Total Primary Government	$ 37,335	$ 38,386	$ 36,208
Change in Net Assets			
Governmental Activities	$ 2,918	$ 7,390	$ (29)
Business-type Activities	(1,218)	1,350	400
Total Primary Government Change in Net Assets	$ 1,700	$ 8,740	$ 371

Notes
In fiscal year 2006, the transportation fund was reclassified to a governmental activity.
The Village of Downers Grove implemented GASB S-34 in 2004.

Data Source
Audited Financial Statements

Village of Downers Grove, Illinois

Fund Balances of Governmental Funds (in thousands)
Last Ten Fiscal Years

	Fiscal Year									
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
General Fund										
Reserved	$ 43	$ 253	$ 174	$ 9	$ 132	$ 125	$ 127	$ 121	$ 104	$ 194
Unreserved	9,175	9,981	10,590	10,889	10,082	7,268	5,486	6,378	12,217	17,858
Total General Fund	$ 9,218	$ 10,234	$ 10,764	$ 10,898	$ 10,214	$ 7,393	$ 5,613	$ 6,499	$ 12,321	$ 18,052
All Other Governmental Funds										
Reserved	$ 26,018	$ 33,492	$ 36,201	$ 38,035	$ 139	$ 39,459	$ 40,150	$ 4,113	$ 5,479	$ 5,493
Unreserved, reported in										
Special Revenue Funds	2,489	2,609	409	1,919	3,484	2,877	4,726	-	(724)	(2,476)
Capital Project Funds	9,572	6,110	3,690	4,002	2,948	3,942	2,861	-	1,352	1,227
Total All Other Governmental Funds	$ 38,079	$ 42,211	$ 40,300	$ 43,956	$ 6,571	$ 46,278	$ 47,737	$ 4,113	$ 6,107	$ 4,244

Notes
In fiscal year 2006, the transportation fund was reclassified to a governmental activity

Data Source
Audited Financial Statements

Village of Downers Grove, Illinois

Changes in Fund Balances of Governmental Funds (in thousands)
Last Ten Fiscal Years

	Fiscal Year									
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
Revenues										
Taxes	$ 20,289	$ 22,244	$ 25,290	$ 25,160	$ 26,338	$ 25,060	$ 26,653	$ 33,275	$ 20,766	$ 22,086
Licenses and permits	351	490	534	543	1,069	1,296	1,882	2,254	1,708	2,036
Intergovernmental	4,180	4,511	4,886	6,867	6,487	6,307	6,143	5,262	18,819	19,642
Charges for services	1,988	2,491	2,261	2,965	3,519	3,712	4,346	5,100	3,026	3,737
Fines and forfeitures	709	714	602	573	606	701	751	1,391	559	871
Investment income	845	1,147	940	851	1,163	545	268	243	291	814
Miscellaneous	1,067	987	874	1,375	25	188	334	445	279	104
Total revenues	29,429	32,584	35,387	38,334	39,207	37,809	40,377	47,970	45,448	49,290
Expenditures										
General government	6,882	7,254	8,846	8,432	10,600	6,903	6,599	5,805	2,222	4,474
Public works	4,953	5,251	5,371	5,675	6,206	8,523	7,966	8,304	8,182	7,693
Community development	-	-	-	-	-	-	-	-	1,524	1,689
Public safety	12,217	12,738	13,757	14,707	15,741	18,809	19,233	23,381	22,043	23,139
Community services	2,326	2,476	2,672	2,714	2,738	4,201	4,665	4,598	2,728	3,475
Capital outlay	1,578	5,161	10,015	9,329	12,141	7,590	5,565	9,159	7,048	1,659
Debt service										
Principal	230	405	270	380	440	465	5,145	631	4,828	668
Interest and fiscal charges	27	506	414	684	1,045	1,485	1,654	1,698	2,164	1,809
Total Expenditures	28,213	33,791	41,345	41,921	48,911	47,976	50,827	53,576	50,739	44,606
Excess of Revenues over (under) Expenditures	1,216	(1,207)	(5,958)	(3,587)	(9,704)	(10,167)	(10,450)	(5,606)	(5,291)	4,684
Other financing Sources (Uses)										
Transfers In	257	368	300	1,867	554	948	1,510	(84)	6,811	1,184
Transfers Out	(257)	(518)	(600)	(1,792)	(643)	(815)	(1,295)	184	(6,711)	(1,003)
Issuance of debt	8,124	-	3,000	6,500	10,700	6,000	10,500	5,922	14,450	-
Payment to the refunded bond escrow agent	-	-	-	-	-	-	-	-	(9,840)	-
Bond issue premium	-	-	-	-	-	-	-	-	35	-
Proceeds from disposal of capital assets	-	-	-	-	-	-	-	-	-	49
Total Other Financing Sources (Uses)	8,124	(150)	2,700	6,575	10,611	6,133	10,715	6,022	4,745	230
Net Change in Fund Balances	$ 9,340	$ (1,357)	$ (3,258)	$ 2,988	$ 907	$ (4,034)	$ 265	$ 416	$ (546)	$ 4,914
Debt Service as a Percentage of Noncapital Expenditures	0.96%	3.18%	2.18%	3.26%	4.04%	4.83%	15.02%	5.24%	16.00%	5.77%

Notes
In fiscal year 2006, the transportation fund was reclassified to a governmental activity

Data Source
Audited Financial Statements

Village of Downers Grove, Illinois

Assessed Value And Actual Value Of Taxable Property
Last Ten Levy Years

Levy Year	Residential Property	Commercial Property	Industrial Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Estimated Actual Taxable Value
1996	$ 272,435,339	$ 96,868,133	$ 18,311,667	$ 387,615,138	0.35	$ 1,162,845,414	33.333%
1997	283,267,702	101,726,552	19,660,047	404,654,300	0.28	1,213,962,901	33.333%
1998	292,753,171	111,128,660	19,727,470	423,609,302	0.27	1,270,827,905	33.333%
1999	302,865,148	122,786,187	19,875,810	445,527,145	0.28	1,336,581,435	33.333%
2000	315,481,460	133,581,486	20,836,650	469,899,597	0.20	1,409,698,790	33.333%
2001	339,559,936	140,493,154	21,914,052	501,967,141	0.29	1,505,901,423	33.333%
2002	367,431,663	156,337,557	21,264,773	545,033,993	0.37	1,635,101,979	33.333%
2003	405,114,796	155,851,908	21,469,987	582,436,690	0.44	1,747,310,071	33.333%
2004	441,151,991	164,874,878	22,264,867	628,291,735	0.44	1,884,875,206	33.333%
2005	494,576,715	168,412,020	22,774,487	685,763,222	0.49	2,057,289,665	33.333%

Data Source
Office of the County Clerk

Village of Downers Grove, Illinois

Property Tax Rates - Direct And Overlapping Governments
Last Ten Levy Years

Tax Levy Year	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
Village Direct Rates										
Corporate	0.1129	0.1082	0.1033	0.1032	0.0620	0.0916	0.0911	0.1341	0.1350	0.1237
Firefighter's Pension	0.0477	0.0501	0.0544	0.0649	0.0664	0.0715	0.0716	0.0749	0.0769	0.0764
Police Pension	0.0280	0.0206	0.0204	0.0194	0.0196	0.0406	0.0391	0.0509	0.0465	0.0532
Debt service	0.0596	0.0000	0.0000	0.0000	0.0000	0.0000	0.0812	0.0494	0.0526	0.1237
Fire Protection	0.1049	0.1005	0.0960	0.0958	0.0548	0.0850	0.0845	0.1274	0.1283	0.1175
Total Direct Rate	0.3531	0.2794	0.2741	0.2833	0.2028	0.2887	0.3675	0.4367	0.4393	0.4945
Overlapping Rates										
Library District	0.1844	0.2424	0.2403	0.2371	0.2338	0.2275	0.2179	0.2109	0.2033	0.1942
Special Service Area #1	0.1382	0.1331	0.1288	0.1175	0.1100	0.1006	0.0940	0.0813	0.0728	0.0619
Special Service Area #2	N/A	1.2478	0.0000	1.3156	1.2847	1.3275	1.4089	1.5000	1.5000	1.5000
Special Service Area #3	N/A	N/A	0.7612	0.7012	0.6599	0.6212	0.5737	0.5071	0.4605	0.3655
DuPage County	*	*	*	*	*	*	*	*	*	0.1797
DuPage County Forest Preserve	*	*	*	*	*	*	*	*	*	0.1271
DuPage Water Commission	*	*	*	*	*	*	*	*	*	0.0000
Grade School District No. 44	*	*	*	*	*	*	*	*	*	2.8909
Grade School District No. 58	*	*	*	*	*	*	*	*	*	1.7049
Grade School District No. 61	*	*	*	*	*	*	*	*	*	2.5340
Grade School District No. 66	*	*	*	*	*	*	*	*	*	1.9495
Grade School District No. 68	*	*	*	*	*	*	*	*	*	3.4365
Grade School District No. 89	*	*	*	*	*	*	*	*	*	2.6104
High School District No. 87	*	*	*	*	*	*	*	*	*	1.7716
High School District No. 99	*	*	*	*	*	*	*	*	*	1.5365
Unit School District No. 201	*	*	*	*	*	*	*	*	*	3.6613
Unit School District No. 202	*	*	*	*	*	*	*	*	*	3.8609

* Data is unavailable for the past years due to availably of data from other governments.

Data Source
Office of the County Clerk

Village of Downers Grove, Illinois

Principal Property Taxpayers
Current Year And Nine Years Ago

	2006			1996		
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation
Hamilton Partners	$ 47,286,345	1	2.30%	$ 28,970,880	1	0.87%
Duke Realty Corp	29,686,070	2	1.44%	-	-	0.00%
PTA - K 225	18,838,610	3	0.92%	-	-	0.00%
Controller/DGOP	-	-	0.00%	21,878,070	2	0.66%
C B Commercial	15,514,480	4	0.75%	8,960,080	3	0.27%
Highland Owner LLC	14,948,510	5	0.73%	-	-	0.00%
MJH Downers Grove LLC	14,509,950	6	0.71%	-	-	0.00%
Wells REIT II/Lincoln	14,350,500	7	0.70%	-	-	0.00%
Corridors I & II	12,216,640	8	0.59%	-	-	0.00%
Arun Enterprises	11,763,610	9	0.57%	-	-	0.00%
Bristol Club Apartments	11,327,870	10	0.55%	6,292,500	4	0.19%
Robin Realty Management Co.	-	-	0.00%	5,952,360	5	0.18%
Sidcor Finley Associates	-	-	0.00%	5,261,190	6	0.16%
Advantage RE Services	-	-	0.00%	5,266,670	7	0.16%
Marriott Suites LTD	-	-	0.00%	4,830,240	8	0.14%
Office Realty Investment Co.	-	-	0.00%	4,840,650	9	0.15%
Service Master	-	-	0.00%	4,676,750	10	0.14%
	$ 190,442,585		9.26%	$ 96,929,390		2.91%

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

Data Source
Office of the County Clerk

Village of Downers Grove, Illinois

Property Tax Levies And Collections (in thousands)
Last Ten Levy Years

Levy Year	Tax Levied	Collected within the Fiscal Year of the Levy	
		Amount	Percentage of Levy
1996	$ 4,108	$ 4,096	99.70%
1997	3,611	3,597	99.62%
1998	3,705	3,735	100.80%
1999	4,007	4,001	99.85%
2000	3,083	3,081	99.95%
2001	4,570	4,584	100.30%
2002	6,243	6,389	102.34%
2003	7,867	7,855	99.85%
2004	8,595	8,504	98.94%
2005	8,745	*	*

Note
* First installment of property taxes due June 1, 2006
Property in the Village is reassessed each year. Property is assessed at 33% of actual value.

Data Source
Office of the County Clerk

Village of Downers Grove, Illinois

Taxable Sales By Category (in thousands)
Last Ten Calendar Years

Fiscal Year	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
General Merchandise	$ 4,247	$ 4,625	$ 3,400	$ 3,264	$ 2,917	$ 2,732	$ 2,642	$ 2,352	$ 2,451	$ 2,386
Food	1,237	1,188	1,321	1,499	1,637	1,811	1,754	1,481	1,435	1,435
Drinking and Eating Places	3,905	4,202	4,219	4,294	4,487	4,458	4,682	4,799	5,588	5,786
Apparel	1,382	1,239	844	722	476	778	793	797	1,175	1,224
Furniture & H.H. & Radio	6,065	5,340	8,763	10,507	10,702	10,606	9,890	9,909	10,353	9,289
Lumber, Building Hardware	3,530	4,675	3,454	4,196	4,466	4,739	5,395	4,536	4,101	4,066
Automobile and Filling Stations	13,358	13,971	14,560	17,660	17,728	17,967	15,752	15,367	16,378	17,962
Drugs and Miscellaneous Retail	7,608	7,787	6,041	6,414	6,334	6,052	6,331	6,901	9,175	10,770
Agriculture and All Others	1,525	1,627	7,525	7,618	6,555	5,562	4,328	4,130	4,672	4,317
Manufacturers	3,626	3,828	554	649	559	508	529	637	759	877
TOTAL	$ 46,483	$ 48,482	$ 50,681	$ 56,823	$ 55,861	$ 55,213	$ 52,096	$ 50,909	$ 56,087	$ 58,112
Village direct sales tax rate	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.50%	1.50%

Data Source
Illinois Department of Revenue

Village of Downers Grove, Illinois

Direct And Overlapping Sales Tax Rates
Last Ten Fiscal Years

Fiscal Year	Village Direct Rate	State Rate
1997	1.00%	6.75%
1998	1.00%	6.75%
1999	1.00%	6.75%
2000	1.00%	6.75%
2001	1.00%	6.75%
2002	1.00%	6.75%
2003	1.00%	6.75%
2004	1.50%	7.25%
2005	1.50%	7.25%
2006	1.50%	7.25%

Data Source
Village and County Records

Village of Downers Grove, Illinois

Ratios of Outstanding Debt by Type (in thousands)
Last Ten Fiscal Years

Fiscal Year Ended	Governmental Activities General Obligation Bonds	Governmental Activities Note Payable	Business-Type Activities General Obligation Bonds	Business-Type Activities Note Payable	Total Primary Government	Percentage of Personal Income*	Per Capita*
1997	245	-	-	-	245	0.01%	5.06
1998	-	-	-	-	-	0.00%	-
1999	3,000	-	-	-	3,000	0.13%	61.24
2000	9,400	-	-	-	9,400	0.29%	191.30
2001	19,950	-	-	-	19,950	0.62%	409.45
2002	29,790	-	-	-	29,790	0.92%	602.93
2003	35,240	-	-	-	35,240	1.07%	701.03
2004	43,180	55	3,410	2,550	49,195	1.48%	851.51
2005	43,720	37	3,035	4,788	51,580	1.55%	849.36
2006	43,070	18	2,650	4,788	50,526	1.51%	912.41

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

* See the Schedule of Demographic and Economic Statistics on page 155 for personal income and population data.

Personal income is the largest sole source income type, usually either property or sales tax. In the case of special districts, it may be fees.

Village of Downers Grove, Illinois

Ratios Of General Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year	General Obligation Bonds	Less: Amounts Available In Debt Service Fund	Total	Percentage of Estimated Actual Taxable Value of Property*	Per Capita
1997	$ 245	$ -	$ 245	0.02%	$ 5.06
1998	-	-	-	0.00%	-
1999	3,000	-	3,000	0.24%	61.24
2000	9,400	-	9,400	0.70%	191.30
2001	19,950	-	19,950	1.42%	409.45
2002	29,790	-	29,790	1.98%	602.93
2003	35,240	-	35,240	2.16%	701.03
2004	43,180	103	43,077	2.47%	851.51
2005	43,720	529	43,191	2.29%	849.36
2006	46,755	263	46,492	2.26%	912.41

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

* See the Schedule of Assessed Value and estimated Actual Value of Taxable Property on page 144 for property value data.

Village of Downers Grove, Illinois

Direct And Overlapping Governmental Activities Debt
April 30, 2006

Governmental unit	Gross Debt	Percentage Debt Applicable to the Village of Downers Grove (1)	Village of Downers Grove Share of Debt
Village of Downers Grove	$ 45,720	100.00%	$ 45,720
DuPage County	195,100	5.88%	11,472
DuPage County Forest Preserve	229,526	5.88%	13,496
DuPage Water Commission	174,240	6.53%	11,378
Downers Grove Park District	6,225	97.72%	6,083
Schools			
Grade School			
District No. 44	16,710	4.53%	757
District No. 58	6,750	77.88%	5,257
District No. 61	2,120	10.15%	215
District No. 68	13,525	5.08%	687
District No. 89	4,870	5.00%	244
High School			
District No. 87	43,735	98.00%	42,860
District No. 99	68,029	49.54%	33,702
Unit School District			
District No. 201	2,970	0.57%	17
District No. 202	15,450	5.75%	888
	779,250		127,056
	$ 824,970		$ 172,776

(1) Determined by ratio of assessed valuation of property subject to taxation in the Village of Downers Grove to valuation of property subject to taxation in overlapping unit.

Village of Downers Grove, Illinois

Schedule Of Legal Debt Margin
April 30, 2006

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

Village of Downers Grove, Illinois

Pledged-Revenue Coverage
Last Ten Fiscal Years

	Water Revenue Bonds					
Fiscal Year	Water Charges and Other	Less: Operating Expenses	Net Available Revenue	Debt Service * Principal	Debt Service * Interest	Coverage
1997	$ 6,528,948	$ 4,952,446	$ 1,576,502	$ -	$ -	-
1998	$ 6,350,784	$ 4,936,079	1,414,705	$ -	$ -	-
1999	$ 6,573,287	$ 5,839,145	734,142	$ -	$ -	-
2000	$ 6,582,998	$ 5,797,588	785,410	$ -	$ -	-
2001	$ 6,352,454	$ 6,226,186	126,268	$ -	$ -	-
2002	$ 6,582,327	$ 6,068,815	513,512	$ -	$ -	-
2003	$ 6,356,352	$ 6,603,954	(247,602)	$ 225,000	$ 171,863	(0.62)
2004	$ 8,695,750	$ 7,178,009	1,517,741	$ 365,000	$ 152,455	2.93
2005	$ 10,134,330	$ 6,415,319	3,719,011	$ 375,000	$ 142,053	7.19
2006	$ 8,695,900	$ 8,525,190	170,710	$ 385,000	$ 129,676	0.33

Note
Details of the Village's outstanding debt can be found in the notes to the financial statements.
Water Charges and Other includes investment earnings but not tap on fees.
Operating expenses do not include interest or depreciation.

* Debt was issued December 27, 2001

Village of Downers Grove, Illinois

Demographic and Economic Information
Last Ten Fiscal Years

Fiscal Year	(1) Population	Total Personal Income	(2) Per Capita Personal Income		(3) Unemployment Rate
1997	48,385	2,333,415,010	20,891	a	2.3%
1998	48,832	2,354,972,032	20,891	a	2.7%
1999	48,984	2,362,302,384	20,891	a	2.5%
2000	49,137	3,220,389,843	31,580	b	2.7%
2001	48,724	3,193,322,236	31,580	b	3.4%
2002	49,409	3,238,216,451	31,580	b	4.7%
2003	50,269	3,294,579,991	31,580	b	4.3%
2004	50,589	3,315,552,471	31,580	b	5.2%
2005	50,851	3,332,723,689	31,580	b	4.8%
2006	50,955	3,339,539,745	31,580	b	4.9%

Data Source
(1) Director of Code Enforcement, Village of Downers Grove
(2) U.S. Census, Census of population
(a) 1990 Census of population and housing
(b) 2000 Census of population and housing
(3) Bureau of Labor Statistics

Village of Downers Grove, Illinois

Principal Employers
Current Year and Nine Years Ago

2006			1997		
Employer	Rank	% of Total City Population	Employer	Rank	% of Total City Population

Data not available.

Village of Downers Grove, Illinois

Full-Time Equivalent Employees
Last Two Fiscal Years

Function/Program	2005	2006
General Government		
Legislative Support	1.50	1.50
General Management	4.50	4.80
Legal	3.75	3.75
Building Services	8.75	8.75
Human Resources	2.00	2.00
Information Services	8.50	8.50
Finance	12.00	11.50
Public Works		
Public Works Administrative	3.75	5.00
Permits/Inspections	3.00	7.48
Engineering	5.50	5.50
Supplies	2.00	2.00
Public Service Response	3.50	4.00
Forestry and Grounds	8.50	8.50
Street Constriction	9.50	9.50
Stormwater Management	11.00	5.50
Traffic	3.50	4.75
Transportation	-	4.40
Community Development		
Planning	6.00	7.38
Economic Development'	1.00	-
Code Services	11.50	12.75
Public Safety		
Police		
Officers	76.60	81.00
Civilians	32.20	32.20
Fire		
Firefighters and officers	84.00	82.00
Civilians	9.50	9.50
Community Services		
Counseling and Social Services	3.60	3.35
Alcohol and Tobacco control	0.25	0.25
Public Information	2.50	2.50
Cable Television	3.50	3.50
Tourism and Events	4.00	4.00

Note
Data from 1996 to 2004 not available but the Village will collect the data going forward.

Data Source
Village budget office

Village of Downers Grove, Illinois

Operating Indicators
Current Fiscal Year

Function/Program	2006
Public Safety	
Police	
Physical arrests	2,106
Parking violations	9,595
Traffic violations	12,414
Fire	
EMS Calls	3,307
Fire Calls	2,058
Fires Extinguished	130
Water	
Water main breaks	133
Water pumped (Gallons)	2,316,377,000
Average daily consumption	6,346,000
Peak daily consumption	11,754,000

Note
Data from 1996 to 2004 not available but the Village will collect the data going forward.

Data Source
Village budget office