

YEAR END FINANCIAL CONDITION

Fund balances for the 2008 budget year ending December 31, 2008 are deemed to be sufficient to insure a healthy financial condition for the City. Of the seventeen funds projected to have year-end deficits, none are considered to be of concern.

Certain funds are project, rather than service oriented. In these funds, the practice can be to appropriate all available funds, current plus certain future amounts, for one or more potential projects. The thirteen TIF districts with deficits are examples of this. Two other funds, Redevelopment, and OTB Special Projects, can also be included. All of these project funds will turn positive before their current legal authority ends.

The Risk Management and Workers' Compensation Funds carry deficits due to incurred claim estimates that are adjusted annually. The City has a long term funding plan in place to fund future claims.

The Worker's Compensation Fund deficit is being reduced by plan over a several year period.

With these actions, these funds should again be in good condition.

CITY OF ROCKFORD, ILLINOIS SCHEDULE OF ANTICIPATED ENDING FUND BALANCES 2008 BUDGET						
FUND	BEGINNING BALANCE (Unaudited) 01/01/08	REVENUES	APPROPRIATION	EXCESS (DEFICIT)	ADJUSTMENTS	ENDING BALANCE 12/31/08
GENERAL-OPERATING	\$33,310,346	\$113,773,686	\$114,530,781	(\$757,095)	(\$665,649)	\$31,887,602
SPECIAL REVENUE						
MOTOR FUEL TAX	4,627,319	4,364,000	4,500,000	(136,000)		4,491,319
SANITATION	2,472,287	8,961,769	9,129,602	(167,833)		2,304,454
COMMUNITY DEVELOPMENT	1,968,062	4,248,877	4,756,606	(507,729)		1,460,333
REDEVELOPMENT TAX	(4,492,971)	3,643,100	3,602,271	40,829		(4,452,142)
TOURISM PROMOTION TAX	77,001	1,853,500	1,853,500	0		77,001
TAX INCREMENT DISTRICTS	395,310	3,697,913	5,450,974	(1,753,061)		(1,357,751)
HUMAN SERVICES	897,655	12,263,301	12,799,494	(536,193)		361,462
TUBERCULOSIS SANITARIUM	53,206	140,893	160,200	(19,307)		33,899
LIBRARY	3,790,461	8,415,002	8,365,245	49,757		3,840,218
OTB SPECIAL PROJECTS	(202,674)	180,000	75,000	105,000		(97,674)
UST REMOVAL	86,438	0	0	0		86,438
DEBT SERVICE	9,489,462	14,061,113	18,192,937	(4,131,824)	4,131,824	9,489,462
CAPITAL PROJECT	2,796,252	21,500,000	21,500,000	0		2,796,252
ENTERPRISE						
WATER SYSTEM	106,473,352	25,355,000	19,706,424	5,648,576		112,121,928
PARKING SYSTEM	18,444,894	1,553,827	2,301,880	(748,053)		17,696,841
INTERNAL SERVICE						
PUBLIC WORKS PROPERTY	134,825	3,047,310	2,895,153	152,157		286,982
PUBLIC WORKS EQUIPMENT	633,970	3,834,270	3,778,796	55,474		689,444
PUBLIC WORKS CENTRAL STORES	28,157	370,000	362,888	7,112		35,269
911 COMMUNICATIONS	0	5,009,769	5,009,769	0		0
IMRF PENSION	168,976	6,317,081	6,432,081	(115,000)		53,976
UNEMPLOYMENT INSURANCE	66,361	74,596	74,196	400		66,761
WORKER'S COMPENSATION	(2,131,506)	1,853,357	1,838,357	15,000		(2,116,506)
AUDITING	0	264,092	264,092	0		0
RISK MANAGEMENT	(1,239,748)	1,561,610	1,550,690	10,920		(1,228,828)
INFORMATION TECHNOLOGY	903,051	2,726,340	2,674,627	51,713		954,764
HEALTH INSURANCE	(652,456)	20,275,375	18,701,340	1,574,035		921,579
PENSION						
POLICE PENSION	161,674,222	15,369,047	4,136,147	11,232,900	(6,000,000)	166,907,122
FIRE PENSION	144,586,940	16,068,321	5,600,871	10,467,450	(5,700,000)	149,354,390
ELIMINATIONS & ADJUSTMENTS	0	(65,633,550)	(69,765,374)	4,131,824	(4,131,824)	0
		<u>\$235,149,599</u>	<u>\$210,478,547</u>	<u>\$24,671,052</u>	<u>(\$12,365,649)</u>	<u>\$496,664,595</u>