

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF ROCKFORD, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - MAJOR FUNDS
GENERAL FUND

For the Year Ended December 31, 2006
(Required Supplementary Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
REVENUES				
Taxes	\$ 63,302,106	\$ 63,302,106	\$ 64,536,071	\$ 1,233,965
Licenses and permits	4,775,200	4,775,200	5,024,147	248,947
Intergovernmental	20,429,858	20,429,858	24,681,551	4,251,693
Charges for services	5,991,100	5,991,100	5,851,676	(139,424)
Fines	1,726,200	1,726,200	1,755,413	29,213
Interest	650,000	650,000	1,180,999	530,999
Miscellaneous	605,000	605,000	493,445	(111,555)
Total revenues	97,479,464	97,479,464	103,523,302	6,043,838
EXPENDITURES				
Current:				
General government:				
Mayor's office	848,120	848,120	743,626	104,494
City Council	403,561	403,561	398,419	5,142
Legal department	1,734,936	1,734,936	1,666,104	68,832
Finance office	4,974,524	5,014,524	5,083,163	(68,639)
Workforce investment board	307,808	307,808	308,447	(639)
Board of fire and police commission	191,455	191,455	214,066	(22,611)
Board of election	758,634	758,634	944,185	(185,551)
Personnel department	763,926	763,926	762,771	1,155
Mass transit subsidy	1,380,000	1,380,000	1,380,000	-
Total general government	11,362,964	11,402,964	11,500,781	(97,817)
Public safety				
Police department	39,715,181	39,715,181	40,716,514	(1,001,333)
Fire department	31,153,189	31,153,189	31,539,591	(386,402)
Public works - traffic	2,452,251	2,452,251	2,560,729	(108,478)
Building department	1,872,334	1,872,344	1,810,786	61,558
Total public safety	75,192,955	75,192,965	76,627,620	(1,434,655)
Streets, alleys and bridges				
Administration	666,237	666,237	662,384	3,853
Engineering	612,131	612,131	531,482	80,649
Street and sewer	6,215,042	6,279,042	5,825,405	453,637
Traffic - street lights	2,093,083	2,060,083	2,018,254	41,829
Total streets, alleys and bridges	9,586,493	9,617,493	9,037,525	579,968
Community development				
Administration	266,951	466,951	569,564	(102,613)
Planning and zoning	1,319,967	1,369,967	1,362,483	7,484
Total community development	1,586,918	1,836,918	1,932,047	(95,129)
Sanitation and sewers				
Public works - sewers	544,503	544,503	485,283	59,220
Total current expenditures	98,273,833	98,594,843	99,583,256	(988,413)
Capital Outlay:				
General government:				
Mayor's office	35,000	35,000	-	35,000
Board of election	27,000	27,000	1,097,418	(1,070,418)
Total general government	62,000	62,000	1,097,418	(1,035,418)
Public safety				
Police department	675,365	675,365	475,939	199,426
Fire department	615,000	335,000	352,887	(17,887)
Total public safety	1,290,365	1,010,365	828,826	181,539
Streets, alleys and bridges				
Public works - traffic	-	33,000	-	33,000
Total capital expenditures	1,352,365	1,105,365	1,926,244	(820,879)
Total expenditures	99,626,198	99,700,208	101,509,500	(1,809,292)
Excess of revenues over (under) expenditures	(2,146,734)	(2,220,744)	2,013,802	4,234,546
OTHER FINANCING SOURCES (USES)				
Transfers in	3,546,650	3,546,650	3,419,091	(127,559)
Transfers out	(1,916,332)	(2,763,332)	(2,763,332)	-
Total other financing sources (uses)	1,630,318	783,318	655,759	(127,559)
Net change in fund balance	\$ (516,416)	\$ (1,437,426)	2,669,561	\$ 4,106,987
Fund balance - beginning			30,670,730	
Fund balance - ending			\$ 33,340,291	

CITY OF ROCKFORD, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - MAJOR FUNDS
PUBLIC LIBRARY FUND

For the Year Ended December 31, 2006
(Required Supplementary Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
REVENUES				
Taxes	\$ 6,208,004	\$ 6,208,004	\$ 6,285,982	\$ 77,978
Intergovernmental	968,050	1,008,050	1,070,198	62,148
Charges for services	17,500	17,500	64,057	46,557
Fines	106,000	106,000	136,233	30,233
Interest	116,000	116,000	127,490	11,490
Miscellaneous	38,500	38,500	40,138	1,638
Total revenues	<u>7,454,054</u>	<u>7,494,054</u>	<u>7,724,098</u>	<u>230,044</u>
EXPENDITURES				
Current - Culture and recreation	7,398,880	7,197,571	6,829,540	368,031
Debt service - Interest and service fees	23,750	273,750	35,689	238,061
Capital Outlay - Culture and recreation	320,000	320,000	265,197	54,803
Total expenditures	<u>7,742,630</u>	<u>7,791,321</u>	<u>7,130,426</u>	<u>660,895</u>
Net changes in fund balance	<u>\$ (288,576)</u>	<u>\$ (297,267)</u>	593,672	<u>\$ 890,939</u>
Fund balance - beginning			<u>2,242,555</u>	
Fund balance - ending			<u>\$ 2,836,227</u>	

CITY OF ROCKFORD, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - MAJOR FUNDS
COMMUNITY DEVELOPMENT FUND

For the Year Ended December 31, 2006

(Required Supplementary Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
REVENUES				
Intergovernmental	\$ 3,871,206	\$ 3,871,206	\$ 3,570,506	\$ (300,700)
Interest	-	-	148,229	148,229
Miscellaneous	238,000	238,000	409,581	171,581
Total revenues	<u>4,109,206</u>	<u>4,109,206</u>	<u>4,128,316</u>	<u>19,110</u>
EXPENDITURES				
Current - Community development	5,550,531	5,550,531	4,465,214	1,085,317
Debt service:				
Principal payments	-	-	235,000	(235,000)
Interest payments	-	-	102,866	(102,866)
Total expenditures	<u>5,550,531</u>	<u>5,550,531</u>	<u>4,803,080</u>	<u>747,451</u>
Excess of revenues over (under) expenditures	<u>(1,441,325)</u>	<u>(1,441,325)</u>	<u>(674,764)</u>	<u>766,561</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	241,600	241,600	241,600	-
Transfers out	(386,300)	(386,300)	(361,907)	24,393
Total other financing sources (uses)	<u>(144,700)</u>	<u>(144,700)</u>	<u>(120,307)</u>	<u>24,393</u>
Net changes in fund balance	<u>\$ (1,586,025)</u>	<u>\$ (1,586,025)</u>	<u>(795,071)</u>	<u>\$ 790,954</u>
Fund balance - beginning			<u>3,729,167</u>	
Fund balance - ending			<u>\$ 2,934,096</u>	

CITY OF ROCKFORD, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - MAJOR FUNDS
HUMAN SERVICES FUND

For the Year Ended December 31, 2006
(Required Supplementary Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
REVENUES				
Intergovernmental	\$ 11,270,555	\$ 11,270,555	\$ 15,754,563	\$ 4,484,008
Interest	-	-	19,276	19,276
Miscellaneous	-	-	31,124	31,124
Total revenues	<u>11,270,555</u>	<u>11,270,555</u>	<u>15,804,963</u>	<u>4,534,408</u>
EXPENDITURES				
Current - Public health and welfare	11,776,536	11,776,536	15,937,595	(4,161,059)
Debt service - Interest and service fees	-	-	115,617	(115,617)
Capital outlay - Public health and welfare	-	-	215,016	(215,016)
Total expenditures	<u>11,776,536</u>	<u>11,776,536</u>	<u>16,268,228</u>	<u>(4,491,692)</u>
Excess of revenues over (under) expenditures	(505,981)	(505,981)	(463,265)	42,716
OTHER FINANCING SOURCES				
Transfers in	268,824	268,824	290,607	21,783
Net change in fund balance	<u>\$ (237,157)</u>	<u>\$ (237,157)</u>	<u>(172,658)</u>	<u>\$ 64,499</u>
Fund balance - beginning			<u>1,242,971</u>	
Fund balance - ending			<u>\$ 1,070,313</u>	

**CITY OF ROCKFORD, ILLINOIS
ANALYSIS OF FUNDING PROGRESS**

December 31, 2006

(Required Supplementary Information)

Illinois Municipal Retirement Fund

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry Age	(2)-(1) Unfunded AAL (UAAL)	(1)/(2) Funded Ratio	(3) Covered Payroll	UAAL as a Percentage of Covered Payroll ((2-1)/3)
12/31/2006	\$ 77,109,958	\$ 83,288,988	\$ 6,179,030	92.58 %	\$ 28,618,048	21.59 %
12/31/2005	70,939,034	78,089,106	7,150,072	90.84	27,600,567	25.91
12/31/2004	68,763,305	74,385,098	5,621,793	92.44	26,381,424	21.31
12/31/2003	69,726,850	71,498,112	1,771,262	97.52	25,564,102	6.93
12/31/2002	66,693,266	66,011,898	(681,368)	101.03	25,384,103	(2.68)
12/31/2001	65,611,387	61,619,874	(3,991,513)	106.48	23,849,318	(16.74)

Police Pension Fund

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry Age	(2)-(1) Unfunded AAL (UAAL)	(1)/(2) Funded Ratio	(3) Covered Payroll	UAAL as a Percentage of Covered Payroll ((2-1)/3)
12/31/2005	\$ 145,902,806	\$ 177,921,892	\$ 32,019,086	82.00 %	\$ 17,860,671	179.27 %
12/31/2004	142,144,161	167,654,587	25,510,426	84.78	17,138,777	148.85
12/31/2003	132,305,996	158,863,419	26,557,423	83.28	16,689,987	159.12
12/31/2002	117,674,013	151,695,145	34,021,132	77.57	16,009,094	212.51
12/31/2001	122,876,537	141,313,847	18,437,310	86.95	15,017,201	122.77
12/31/2000	126,407,706	134,442,316	8,034,610	94.02	14,313,838	56.13

Firefighter's Pension Fund

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry Age	(2)-(1) Unfunded AAL (UAAL)	(1)/(2) Funded Ratio	(3) Covered Payroll	UAAL as a Percentage of Covered Payroll ((2-1)/3)
12/31/2005	\$ 131,735,470	\$ 180,654,684	\$ 48,919,214	72.92 %	\$ 16,162,884	302.66 %
12/31/2004	128,848,847	169,173,373	40,324,526	76.16	15,640,930	257.81
12/31/2003	122,168,665	162,795,071	40,626,406	75.04	14,935,320	272.02
12/31/2002	111,744,844	155,338,059	43,593,215	71.94	14,179,607	307.44
12/31/2001	116,527,581	149,538,123	33,010,542	77.92	13,437,280	245.66
12/31/2000	118,158,202	137,520,561	19,362,359	85.92	12,272,462	157.77

**CITY OF ROCKFORD, ILLINOIS
EMPLOYER CONTRIBUTIONS**

December 31, 2006
(Required Supplementary Information)

Illinois Municipal Retirement Fund

Actuarial Valuation Date		Annual Required Contribution	Percentage Contributed
12/31/2006	\$	2,830,325	100.0 %
12/31/2005		2,481,291	100.0
12/31/2004		2,237,145	100.0
12/31/2003		1,740,915	100.0
12/31/2002		1,731,196	100.0
12/31/2001		1,853,092	100.0

Police Pension Fund

Actuarial Valuation Date		Annual Required Contribution	Percentage Contributed
12/31/2005	\$	2,787,807	97.0 %
12/31/2004		3,062,182	100.5
12/31/2003		2,216,456	91.0
12/31/2002		1,633,417	101.0
12/31/2001		1,427,780	93.0
12/31/2000		2,160,973	99.0

Firefighter's Pension Fund

Actuarial Valuation Date		Annual Required Contribution	Percentage Contributed
12/31/2005	\$	4,186,613	98.1 %
12/31/2004		4,185,653	97.6
12/31/2003		3,497,179	105.0
12/31/2002		3,689,953	92.0
12/31/2001		2,437,571	127.0
12/31/2000		2,837,397	99.0

CITY OF ROCKFORD, ILLINOIS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

I. BUDGETARY INFORMATION

Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America.

The budget represents departmental appropriations, expenditures and other uses, as authorized by the City's appropriation ordinance and includes revisions authorized by the City Council to reflect changes in departmental programs. All annual appropriations lapse at fiscal year-end.

II. EXCESS OF ACTUAL EXPENDITURES OVER BUDGET

For the year ended December 31, 2006, the General Fund and Major Special Revenue funds had an excess of actual expenditures and financing uses over budget at the legal level of budgetary control (department level) as follows:

General Fund:		
Finance office	\$	(68,639)
Workforce investment board		(639)
Board of fire and police commission		(22,611)
Board of election		(1,255,969)
Police department		(801,977)
Fire department		(404,289)
Public works - traffic		(108,478)
Community development - planning and zoning		(102,613)
Human Services Fund		(4,491,692)

III. ILLINOIS MUNICIPAL RETIREMENT FUND

On a market value basis, the actual value of assets as of December 31, 2006 is \$83,769,633. On a market basis, the funded ratio would be 100.58%.

The actuarial assumptions used to determine the actuarial accrued liability for 2006 are based on the 2002-2004 Experience Study. The principal changes were:

1. The 1994 Group Annuity Mortality implemented.
2. For regular members, fewer normal and early retirements are expected to occur.

IV. PENSION TRUST FUND

For the Police and Firefighter's pension funds, there were no changes with respect to plan provisions, actuarial methods or actuarial assumptions from the prior year.

OTHER SUPPLEMENTARY INFORMATION

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

Combining statements for all individual nonmajor special revenue funds are reported here. The combined totals are reported in the combining nonmajor governmental fund statements at B1 thru B8. Fund statements for major special revenue funds are reported on Pages 19 thru 24 of the basic financial statements.

ROCKFORD TUBERCULOSIS CARE CENTER	To account for services (i.e., tuberculosis shots and examinations) provided by the Health Department to patients. The Tuberculosis Care Center's primary revenue is property taxes.												
GARBAGE AND REFUSE	To account for the collection and disposal of garbage and refuse, which are performed on a contractual basis. The two contracts, collection and use of landfill site, are financed by a specific property tax levy and charges for services provided.												
MOTOR FUEL TAX	To record the receipt of the City's share of state gasoline taxes. These funds are then transferred to the Capital Improvement Program Fund and used for street maintenance and repairs. State of Illinois law requires separate accounting for such revenues and												
REDEVELOPMENT	<p>To account for monies deposited in accordance with an intergovernmental agreement between the City and the Rockford Metropolitan Exposition, Auditorium and Office Building Authority. Monies deposited are from a sales tax of one percent upon the retail purchase of food and beverages and the charge for renting a hotel or motel room. These monies are used to cover any debt which has been authorized by the City Council. In addition, the tax revenue must be expended in the following manner.</p> <table><tr><td>First draw</td><td>-</td><td>payment to trustee for management of funds</td></tr><tr><td>Second draw</td><td>-</td><td>payment to the City for collection of funds</td></tr><tr><td>Third draw</td><td>-</td><td>replenish Metro Centre Fund for operating deficits of the Authority</td></tr><tr><td>Fourth draw</td><td>-</td><td>redevelopment and/or economic development of the City</td></tr></table>	First draw	-	payment to trustee for management of funds	Second draw	-	payment to the City for collection of funds	Third draw	-	replenish Metro Centre Fund for operating deficits of the Authority	Fourth draw	-	redevelopment and/or economic development of the City
First draw	-	payment to trustee for management of funds											
Second draw	-	payment to the City for collection of funds											
Third draw	-	replenish Metro Centre Fund for operating deficits of the Authority											
Fourth draw	-	redevelopment and/or economic development of the City											
TOURISM	To account for revenues provided by the City's four percent motel and hotel tax and related expenditures. The ordinance provides that revenue from the tax shall be used to promote tourism, conventions and other special events within the municipality.												
SPECIAL PROJECTS	To account for expenditures on special projects determined annually by the City Council. Financing is provided by the City's proceeds received from the off-track betting establishment located within the City.												
UNDERGROUND STORAGE TANKS	To account for expenditures for the removal of underground storage tanks at the City's municipal yard complex. Financing is provided by a specific property tax levy and funding from the State of Illinois.												
VETERAN'S SCHOLARSHIP	To account for receipt of investment earnings on original principal and payment of annual scholarships. The original principal was transferred from the War Memorial Fund.												

SPECIAL REVENUE FUNDS, Continued

LOCAL LAW ENFORCEMENT BLOCK GRANT	To account for expenditures for crime prevention and public safety. Financing is provided by a grant from the Federal Government, General Fund, and two other local government
JUSTICE ASSISTANCE GRANT	To account for expenditures for crime prevention and public safety. Financing is provided by a grant from the Federal Government and General Fund.
FLEX CARE	To account for the collection and payment of City employee salaries to the Flexible benefit program, along with administration expenses of the fund.
CEASE FIRE	To account for expenditures by the City's Cease Fire Program relating to the education and awareness of violence prevention. Financing is provided by a State of Illinois grant and private donations.
EAST SIDE, WEST SIDE, SEVENTH STREET, SOUTHEAST, SOUTH ROCKFORD, LINCOLNWOOD ESTATES, SPRINGFIELD CORNERS, ROCKFORD GLOBAL TRADE PARK, NORTH MAIN, LINCOLNWOOD II, RIVER OAKS, GARRISON, HOPE SIX, AND KISHWAUKEE TAX INCREMENT FINANCING AREAS	To account for the redevelopment costs of each blighted area. Financing is provided from property taxes levied on property within each district, which will increase as a result of the redevelopment and the resulting increase in assessed valuation within the districts. The East Side and West Side areas also receive the resulting increase of sales tax from the City's sales tax and a share of the State of Illinois' sales tax resulting from increased sales as a result of redevelopment within each district.

CITY OF ROCKFORD, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

December 31, 2006

	Special Revenue Funds				
	Rockford Tuberculosis Care Center	Garbage and Refuse	Motor Fuel Tax	Redevelopment	Tourism
ASSETS					
Cash and cash equivalents	\$ 96,008	\$ 1,808,283	\$ 7,380,881	\$ -	\$ 73,743
Property taxes receivable, net	141,074	1,927,693	-	-	-
Accounts receivable, net	-	780,090	-	376,688	152,044
Notes receivable, net	-	-	-	26,304	-
Due from the State of Illinois	-	-	365,094	-	-
Due from other funds	-	-	-	-	-
Due from other governmental units	807	15,263	-	-	747
Total assets	\$ 237,889	\$ 4,531,329	\$ 7,745,975	\$ 402,992	\$ 226,534
LIABILITIES AND FUND BALANCES (DEFICITS)					
Liabilities:					
Accounts and contracts payable	\$ 30,963	\$ 415,455	\$ -	\$ 94,261	\$ 134,573
Accrued payroll and benefits	-	5,881	-	-	-
Due to other funds	-	-	3,905,290	1,681,705	-
Deferred revenue	141,074	1,927,693	-	-	-
Total liabilities	172,037	2,349,029	3,905,290	1,775,966	134,573
Fund balances (deficits):					
Reserved for:					
Encumbrances	-	75	-	-	-
Long-term notes receivable	-	-	-	10,480	-
Endowments	15,000	-	-	-	-
Unreserved:					
Undesignated	50,852	2,182,225	3,840,685	(1,383,454)	91,961
Total fund balances (deficits)	65,852	2,182,300	3,840,685	(1,372,974)	91,961
Total liabilities and fund balances (deficits)	\$ 237,889	\$ 4,531,329	\$ 7,745,975	\$ 402,992	\$ 226,534

Special Revenue Funds

Special Projects	Underground Storage Tanks	Veteran's Scholarship	Local Law Enforcement Block Grant	Justice Assistance Grant	Flex Care	Cease Fire
\$ -	\$ 81,835	\$ 46,042	\$ 58,352	\$ 58,434	\$ 201,796	\$ -
-	-	-	-	-	-	-
14,200	-	-	-	-	-	-
-	-	-	-	-	-	120,501
-	-	-	1,896	-	-	-
100	603	339	-	-	1,533	-
\$ 14,300	\$ 82,438	\$ 46,381	\$ 60,248	\$ 58,434	\$ 203,329	\$ 120,501
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 74,202	\$ -
-	-	-	-	-	-	-
102,089	-	-	-	-	-	190,830
-	-	-	60,248	58,434	-	-
102,089	-	-	60,248	58,434	74,202	190,830
-	-	-	274	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(87,789)	82,438	46,381	(274)	-	129,127	(70,329)
(87,789)	82,438	46,381	-	-	129,127	(70,329)
\$ 14,300	\$ 82,438	\$ 46,381	\$ 60,248	\$ 58,434	\$ 203,329	\$ 120,501

(Continued)

CITY OF ROCKFORD, ILLINOIS
COMBINING BALANCE SHEET (Continued)
NONMAJOR SPECIAL REVENUE FUNDS
December 31, 2006

	Special Revenue Funds					
	Tax Increment Financing Areas					
	East Side	West Side	Seventh Street	Southeast	South Rockford	Lincolnwood Estates
ASSETS						
Cash and cash equivalents	\$ 681,577	\$ -	\$ 1,443,889	\$ 292,673	\$ 75,083	\$ -
Property taxes receivable, net	500,613	416,957	1,116,921	126,431	139,952	69,138
Accounts receivable, net	-	-	-	-	-	-
Notes receivable, net	-	-	-	-	-	-
Due from the State of Illinois	-	-	-	-	-	-
Due from other governmental units	-	-	-	-	-	-
Due from other funds	5,451	-	1,330	2,176	600	-
Total assets	\$ 1,187,641	\$ 416,957	\$ 2,562,140	\$ 421,280	\$ 215,635	\$ 69,138
LIABILITIES AND FUND BALANCES (DEFICITS)						
Liabilities:						
Accounts and contracts payable	\$ 125	\$ 125	\$ 203,612	\$ 120,890	\$ -	\$ -
Accrued payroll and benefits	-	-	-	-	-	-
Due to other funds	-	1,239,637	-	-	-	13,023
Deferred revenue	500,613	416,957	1,116,921	126,431	139,952	69,138
Total liabilities	500,738	1,656,719	1,320,533	247,321	139,952	82,161
Fund balances (deficits):						
Reserved for:						
Encumbrances	-	-	-	-	-	-
Long-term notes receivable	-	-	-	-	-	-
Endowments	-	-	-	-	-	-
Unreserved:						
Undesignated	686,903	(1,239,762)	1,241,607	173,959	75,683	(13,023)
Total fund balances (deficits)	686,903	(1,239,762)	1,241,607	173,959	75,683	(13,023)
Total liabilities and fund balances (deficits)	\$ 1,187,641	\$ 416,957	\$ 2,562,140	\$ 421,280	\$ 215,635	\$ 69,138

Special Revenue Funds
Tax Increment Financing Areas

Springfield Corners	Rockford Global Trade Park	North Main	Lincolnwood II	River Oaks	Garrison	Hope Six	Kishwaukee	Total
\$ -	\$ 73,198	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,244	\$ 12,381,038
114,465	452,927	28,297	13,480	164	22,576	47,437	75,291	5,193,416
-	-	-	-	-	-	-	-	1,323,022
-	-	-	-	-	-	-	-	26,304
-	-	-	-	-	-	-	-	485,595
-	-	-	-	-	-	-	-	1,896
-	-	-	-	-	-	-	69	29,018
\$ 114,465	\$ 526,125	\$ 28,297	\$ 13,480	\$ 164	\$ 22,576	\$ 47,437	\$ 84,604	\$ 19,440,289
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,074,206
-	-	-	-	-	-	-	-	5,881
418,501	-	216,421	49,538	220,210	127,927	178,690	-	8,343,861
114,465	452,927	28,297	13,480	164	22,576	47,437	75,291	5,312,098
532,966	452,927	244,718	63,018	220,374	150,503	226,127	75,291	14,736,046
-	-	-	-	-	-	-	-	349
-	-	-	-	-	-	-	-	10,480
-	-	-	-	-	-	-	-	15,000
(418,501)	73,198	(216,421)	(49,538)	(220,210)	(127,927)	(178,690)	9,313	4,678,414
(418,501)	73,198	(216,421)	(49,538)	(220,210)	(127,927)	(178,690)	9,313	4,704,243
\$ 114,465	\$ 526,125	\$ 28,297	\$ 13,480	\$ 164	\$ 22,576	\$ 47,437	\$ 84,604	\$ 19,440,289

(Concluded)

CITY OF ROCKFORD, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended December 31, 2006

	Special Revenue Funds				
	Rockford Tuberculosis Care Center	Garbage and Refuse	Motor Fuel Tax	Redevelopment	Tourism
REVENUES					
Taxes	\$ 137,991	\$ 1,824,142	\$ -	\$ 3,440,693	\$ 1,733,131
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	5,386,059	-	-
Charges for services	-	6,813,361	-	-	-
Interest	3,272	81,307	159,018	-	4,866
Miscellaneous	-	-	-	-	-
Total revenues	141,263	8,718,810	5,545,077	3,440,693	1,737,997
EXPENDITURES					
Current:					
General government	-	-	-	-	-
Community development	-	-	-	1,951,667	1,706,715
Sanitation and sewers	-	7,083,825	-	-	-
Public health and welfare	116,591	-	-	-	-
Total current expenditures	116,591	7,083,825	-	1,951,667	1,706,715
Debt service - interest and service fees	-	-	-	13,709	-
Total expenditures	116,591	7,083,825	-	1,965,376	1,706,715
Excess of revenues over (under) expenditures	24,672	1,634,985	5,545,077	1,475,317	31,282
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	(1,410,600)	(4,876,017)	(3,458,862)	(87,400)
Total other financing sources (uses)	-	(1,410,600)	(4,876,017)	(3,458,862)	(87,400)
Net change in fund balances	24,672	224,385	669,060	(1,983,545)	(56,118)
Fund balances (deficits) - beginning	41,180	1,957,915	3,171,625	610,571	148,079
Fund balances (deficits) - ending	\$ 65,852	\$ 2,182,300	\$ 3,840,685	\$ (1,372,974)	\$ 91,961

Special Revenue Funds

Special Projects	Underground Storage Tanks	Veteran's Scholarship	Local Law Enforcement Block Grant	Justice Assistance Grant	Flex Care	Cease Fire
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
178,970	-	-	-	-	-	-
-	-	-	44,711	75,292	-	168,331
-	-	-	-	-	-	-
971	3,557	2,024	-	-	8,256	-
-	-	-	-	-	1,384,532	-
179,941	3,557	2,024	44,711	75,292	1,392,788	168,331
-	-	-	-	-	1,373,636	-
75,000	-	2,500	-	-	-	238,660
-	-	-	-	-	-	-
-	-	-	44,711	75,292	-	-
75,000	-	2,500	44,711	75,292	1,373,636	238,660
-	-	-	-	-	-	-
75,000	-	2,500	44,711	75,292	1,373,636	238,660
104,941	3,557	(476)	-	-	19,152	(70,329)
-	-	-	-	-	-	-
(153,040)	-	-	-	-	-	-
(153,040)	-	-	-	-	-	-
(48,099)	3,557	(476)	-	-	19,152	(70,329)
(39,690)	78,881	46,857	-	-	109,975	-
\$ (87,789)	\$ 82,438	\$ 46,381	\$ -	\$ -	\$ 129,127	\$ (70,329)

(Continued)

CITY OF ROCKFORD, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES (Continued)
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended December 31, 2006

	Special Revenue Funds				
	Tax Increment Financing Areas				
	East Side	West Side	Seventh Street	Southeast	South Rockford
REVENUES					
Taxes	\$ 481,195	\$ 457,531	996,839	127,873	137,332
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Charges for services	-	-	-	-	-
Interest	28,117	-	4,312	10,264	1,961
Miscellaneous	-	-	-	-	-
Total revenues	509,312	457,531	1,001,151	138,137	139,293
EXPENDITURES					
Current:					
General government	-	-	-	-	-
Community development	149,545	219,484	638,758	120,890	6,975
Sanitation and sewers	-	-	-	-	-
Public health and welfare	-	-	-	-	-
Total current expenditures	149,545	219,484	638,758	120,890	6,975
Debt service - interest and service fees	-	87,842	-	-	-
Total expenditures	149,545	307,326	638,758	120,890	6,975
Excess of revenues over (under) expenditures	359,767	150,205	362,393	17,247	132,318
OTHER FINANCING SOURCES (USES)					
Transfers in	-	847,000	1,970,628	-	-
Transfers out	(272,793)	(278,756)	(851,683)	-	(85,000)
Total other financing sources (uses)	(272,793)	568,244	1,118,945	-	(85,000)
Net change in fund balances	86,974	718,449	1,481,338	17,247	47,318
Fund balances (deficits) - beginning	599,929	(1,958,211)	(239,731)	156,712	28,365
Fund balances (deficits) - ending	\$ 686,903	\$(1,239,762)	\$ 1,241,607	\$ 173,959	\$ 75,683

Special Revenue Funds

Tax Increment Financing Areas

Lincolnwood Estates	Springfield Corners	Rockford Global Trade Park	North Main	Lincolnwood II	River Oaks	Garrison	Hope Six	Kishwaukee	Total
68,065	82,803	389,048	6,386	1,608	89	11,865	7,547	9,087	\$ 9,913,225
-	-	-	-	-	-	-	-	-	178,970
-	-	-	-	-	-	-	-	-	5,674,393
-	-	-	-	-	-	-	-	-	6,813,361
-	-	104	-	140	171	108	13	226	308,687
-	-	-	-	-	-	-	-	-	1,384,532
68,065	82,803	389,152	6,386	1,748	261	11,973	7,560	9,313	24,273,169
-	-	-	-	-	-	-	-	-	1,373,636
-	-	1,309,275	-	-	-	-	-	-	6,419,469
-	-	-	-	-	-	-	-	-	7,083,825
-	-	-	-	-	-	-	-	-	236,594
-	-	1,309,275	-	-	-	-	-	-	15,113,524
923	1,180	-	5,222	-	-	-	-	-	108,876
923	1,180	1,309,275	5,222	-	-	-	-	-	15,222,400
67,142	81,623	(920,123)	1,164	1,748	261	11,973	7,560	9,313	9,050,769
-	-	1,400,000	-	78,630	-	-	-	-	4,296,258
(21,688)	(184,444)	(373,268)	(78,698)	(23,631)	(101,588)	(64,463)	(186,250)	-	(12,508,181)
(21,688)	(184,444)	1,026,732	(78,698)	54,999	(101,588)	(64,463)	(186,250)	-	(8,211,923)
45,454	(102,821)	106,609	(77,534)	56,747	(101,327)	(52,490)	(178,690)	9,313	838,846
(58,477)	(315,680)	(33,411)	(138,887)	(106,285)	(118,883)	(75,437)	-	-	3,865,397
\$ (13,023)	\$ (418,501)	\$ 73,198	\$ (216,421)	\$ (49,538)	\$ (220,210)	\$ (127,927)	\$ (178,690)	\$ 9,313	\$ 4,704,243

(Concluded)

**CITY OF ROCKFORD, ILLINOIS
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 NONMAJOR SPECIAL REVENUE FUNDS**

For the Year Ended December 31, 2006

	Rockford Tuberculosis Care Center Fund			Garbage and Refuse Fund			Variance with Final Budget- Positive (Negative)	
	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)	Original Budget	Final Budget		Actual
REVENUES								
Taxes - Property	\$ 136,620	\$ 136,620	\$ 137,991	\$ 1,371	\$ 1,810,744	\$ 1,810,744	\$ 1,824,142	\$ 13,398
Charges for services	-	-	-	-	6,827,520	6,827,520	6,813,361	(14,159)
Interest	1,900	1,900	3,272	1,372	56,800	56,800	81,307	24,507
Miscellaneous	-	-	-	-	-	-	-	-
Total revenues	138,520	138,520	141,263	2,743	8,695,064	8,695,064	8,718,810	23,746
EXPENDITURES								
Current:								
Sanitation and sewers	-	-	-	-	7,235,136	7,235,136	7,083,825	151,311
Public health and welfare	142,100	142,100	116,591	25,509	-	-	-	-
Total current expenditures	142,100	142,100	116,591	25,509	7,235,136	7,235,136	7,083,825	151,311
Excess of revenues over (under) expenditures	(3,580)	(3,580)	24,672	28,252	1,459,928	1,459,928	1,634,985	175,057
OTHER FINANCING (USES)								
Transfers out	-	-	-	-	(1,410,600)	(1,410,600)	(1,410,600)	-
Net change in fund balance	\$ (3,580)	\$ (3,580)	\$ 24,672	\$ 28,252	\$ 49,328	\$ 49,328	\$ 224,385	\$ 175,057
Fund balance - beginning			41,180				1,957,915	
Fund balance - ending			\$ 65,852				\$ 2,182,300	

(Continued)

**CITY OF ROCKFORD, ILLINOIS
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)
 NONMAJOR SPECIAL REVENUE FUNDS**

For the Year Ended December 31, 2006

	Motor Fuel Tax Fund			Redevelopment Fund			Variance with Final Budget- Positive (Negative)
	Original Budget	Final Budget	Actual	Original Budget	Final Budget	Actual	
REVENUES							
Taxes - Sales tax	\$ -	\$ -	\$ -	\$ 3,184,600	\$ 3,184,600	\$ 3,440,693	\$ 256,093
Intergovernmental	4,554,600	4,554,600	5,386,059	-	-	-	-
Interest	85,000	85,000	159,018	13,000	13,000	-	(13,000)
Total revenues	4,639,600	4,639,600	5,545,077	3,197,600	3,197,600	3,440,693	243,093
EXPENDITURES							
Current:							
Community development	-	-	-	1,991,000	2,121,000	1,951,667	169,333
Debt service - interest	-	-	-	-	-	13,709	(13,709)
Total current expenditures	-	-	-	1,991,000	2,121,000	1,965,376	155,624
Excess of revenues over (under) expenditures	4,639,600	4,639,600	5,545,077	1,206,600	1,076,600	1,475,317	398,717
OTHER FINANCING (USES)							
Transfers out	(5,400,000)	(5,400,000)	(4,876,017)	(2,227,518)	(2,227,518)	(3,458,862)	(1,231,344)
Net change in fund balance	\$ (760,400)	\$ (760,400)	669,060	\$ 1,429,460	\$ (1,020,918)	\$ (1,983,545)	\$ (832,627)
Fund balance - beginning			3,171,625			610,571	
Fund balance (deficit) - ending			<u>\$ 3,840,685</u>			<u>\$ (1,372,974)</u>	

(Continued)

**CITY OF ROCKFORD, ILLINOIS
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)
 NONMAJOR SPECIAL REVENUE FUNDS**

For the Year Ended December 31, 2006

	Tourism Fund			Special Projects Fund			Variance with Final Budget- Positive (Negative)
	Original Budget	Final Budget	Actual	Original Budget	Final Budget	Actual	
REVENUES							
Taxes - Sales tax	\$ 1,490,000	\$ 1,490,000	\$ 1,733,131	\$ 243,131	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	180,000	178,970	(1,030)
Interest	-	-	4,866	4,866	-	971	971
Total revenues	1,490,000	1,490,000	1,737,997	247,997	180,000	179,941	(59)
EXPENDITURES							
Current:							
Community development	1,415,700	1,415,700	1,706,715	(291,015)	75,000	75,000	-
Excess of revenues over (under) expenditures	74,300	74,300	31,282	(43,018)	105,000	104,941	(59)
OTHER FINANCING (USES)							
Transfers out	(74,300)	(74,300)	(87,400)	(13,100)	(403,040)	(153,040)	250,000
Net change in fund balance	\$ -	\$ -	(56,118)	\$ (56,118)	\$ (298,040)	(48,099)	\$ 249,941
Fund balance (deficit) - beginning			148,079			(39,690)	
Fund balance (deficit) - ending			<u>\$ 91,961</u>			<u>\$ (87,789)</u>	

(Continued)

**CITY OF ROCKFORD, ILLINOIS
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)
 NONMAJOR SPECIAL REVENUE FUNDS**

For the Year Ended December 31, 2006

<u>Underground Storage Tanks Fund</u>				
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
REVENUES				
Intergovernmental	\$ 63,000	\$ 63,000	\$ -	\$ (63,000)
Interest			3,557	3,557
Total revenues	63,000	63,000	3,557	(59,443)
EXPENDITURES				
Current:				
Public health and welfare	90,000	90,000	-	90,000
Net change in fund balance	<u>\$ (27,000)</u>	<u>\$ (27,000)</u>	3,557	<u>\$ 30,557</u>
Fund balance - beginning			78,881	
Fund balance - ending			<u>\$ 82,438</u>	

(Continued)

**CITY OF ROCKFORD, ILLINOIS
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)
 NONMAJOR SPECIAL REVENUE FUNDS**

For the Year Ended December 31, 2006

	Tax Increment Financing Area East Side Fund			Tax Increment Financing Area West Side Fund			Variance with Final Budget- Positive (Negative)
	Original Budget	Final Budget	Actual	Original Budget	Final Budget	Actual	
REVENUES							
Taxes - Property	\$ 409,000	\$ 409,000	\$ 481,195	\$ 459,000	\$ 459,000	\$ 457,531	\$ (1,469)
Interest	11,100	11,100	28,117	-	-	-	-
Total revenues	420,100	420,100	509,312	459,000	459,000	457,531	(1,469)
EXPENDITURES							
Current:							
Community development	227,600	227,600	149,545	-	-	219,484	(219,484)
Debt service - interest	-	-	-	-	-	87,842	(87,842)
Total expenditures	227,600	227,600	149,545	-	-	307,326	(307,326)
Excess of revenues over (under) expenditures	192,500	192,500	359,767	459,000	459,000	150,205	(308,795)
OTHER FINANCING (USES)							
Transfers in	-	-	-	-	847,000	847,000	-
Transfers out	(272,793)	(272,793)	(272,793)	(272,793)	(272,793)	(278,756)	(5,963)
Net change in fund balance	\$ (80,293)	\$ (80,293)	86,974	\$ 186,207	\$ 1,033,207	718,449	\$ (314,758)
Fund balance (deficit) - beginning			599,929			(1,958,211)	
Fund balance (deficit) - ending			<u>\$ 686,903</u>			<u>\$ (1,239,762)</u>	

(Continued)

**CITY OF ROCKFORD, ILLINOIS
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)
 NONMAJOR SPECIAL REVENUE FUNDS**

For the Year Ended December 31, 2006

	Tax Increment Financing Area Seventh Street Fund			Tax Increment Financing Area Southeast Fund			Variance with Final Budget- Positive (Negative)
	Original Budget	Final Budget	Actual	Original Budget	Final Budget	Actual	
REVENUES							
Taxes - Property	\$ 1,091,000	\$ 1,091,000	\$ 996,839	\$ 113,200	\$ 113,200	\$ 127,873	\$ 14,673
Interest	-	-	4,312	-	-	10,264	10,264
Total revenues	1,091,000	1,091,000	1,001,151	113,200	113,200	138,137	24,937
EXPENDITURES							
Current:							
Community development	457,600	457,600	638,758	113,200	113,200	120,890	(7,690)
Excess of revenues over (under) expenditures	633,400	633,400	362,393	-	-	17,247	17,247
OTHER FINANCING SOURCES (USES)							
Transfers in	-	-	1,970,628	-	-	-	-
Transfers out	(851,683)	(851,683)	(851,683)	-	-	-	-
Net change in fund balance	\$ (218,283)	\$ (218,283)	1,481,338	\$ -	\$ -	17,247	\$ 17,247
Fund balance (deficit) - beginning			(239,731)			156,712	
Fund balance - ending			\$ 1,241,607			\$ 173,959	

(Continued)

**CITY OF ROCKFORD, ILLINOIS
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)
 NONMAJOR SPECIAL REVENUE FUNDS**

For the Year Ended December 31, 2006

	Tax Increment Financing Area South Rockford Fund			Tax Increment Financing Area Lincolnwood Estates Fund			Variance with Final Budget- Positive (Negative)
	Original Budget	Final Budget	Actual	Original Budget	Final Budget	Actual	
REVENUES							
Taxes - Property	\$ 113,200	\$ 113,200	\$ 137,332	\$ 69,700	\$ 69,700	\$ 68,065	\$ (1,635)
Interest	-	-	1,961	-	-	-	-
Total revenues	113,200	113,200	139,293	69,700	69,700	68,065	(1,635)
EXPENDITURES							
Current:							
Community development	51,000	51,000	6,975	-	-	-	-
Debt service - interest	-	-	-	1,943	1,943	923	1,020
Total expenditures	51,000	51,000	6,975	1,943	1,943	923	1,020
Excess of revenues over (under) expenditures	62,200	62,200	132,318	67,757	67,757	67,142	(615)
OTHER FINANCING (USES)							
Transfers out	(100,000)	(100,000)	(85,000)	(21,688)	(21,688)	(21,688)	-
Net change in fund balance	\$ (37,800)	\$ (37,800)	47,318	\$ 85,118	\$ 46,069	\$ 45,454	\$ (615)
Fund balance (deficit) - beginning			28,365			(58,477)	
Fund balance (deficit) - ending			<u>\$ 75,683</u>			<u>\$ (13,023)</u>	

(Continued)

**CITY OF ROCKFORD, ILLINOIS
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)
 NONMAJOR SPECIAL REVENUE FUNDS**

For the Year Ended December 31, 2006

	Tax Increment Financing Area Springfield Corners Fund			Tax Increment Financing Area Rockford Global Trade Park Fund			Variance with Final Budget- Positive (Negative)
	Original Budget	Final Budget	Actual	Original Budget	Final Budget	Actual	
REVENUES							
Taxes - Property	\$ 78,300	\$ 78,300	\$ 82,803	\$ 346,400	\$ 346,400	\$ 389,048	\$ 42,648
Interest	-	-	-	-	-	104	104
Total revenues	78,300	78,300	82,803	346,400	346,400	389,152	42,752
EXPENDITURES							
Current:							
Community development	-	-	-	-	1,300,000	1,309,275	(9,275)
Debt service - interest	15,500	15,500	1,180	-	-	-	-
Total expenditures	15,500	15,500	1,180	-	1,300,000	1,309,275	(9,275)
Excess of revenues over (under) expenditures	62,800	62,800	81,623	346,400	(953,600)	(920,123)	33,477
OTHER FINANCING SOURCES (USES)							
Transfers in	-	-	-	-	-	1,400,000	1,400,000
Transfers out	(184,444)	(184,444)	(184,444)	(294,638)	(294,638)	(373,268)	(78,630)
Net change in fund balance	\$ (121,644)	\$ (121,644)	(102,821)	\$ 51,762	\$ (1,248,238)	106,609	\$ 1,354,847
Fund balance (deficit) - beginning			(315,680)			(33,411)	
Fund balance (deficit) - ending			\$ (418,501)			\$ 73,198	

(Continued)

**CITY OF ROCKFORD, ILLINOIS
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)
 NONMAJOR SPECIAL REVENUE FUNDS**

For the Year Ended December 31, 2006

	Tax Increment Financing Area North Main Fund			Tax Increment Financing Area Lincolnwood II Fund			Variance with Final Budget- Positive (Negative)
	Original Budget	Final Budget	Actual	Original Budget	Final Budget	Actual	
REVENUES							
Taxes - Property	\$ 10,000	\$ 10,000	\$ 6,386	\$ (3,614)	\$ -	\$ 1,608	\$ 1,608
Interest	-	-	-	-	-	140	140
Total revenues	10,000	10,000	6,386	(3,614)	-	1,748	1,748
EXPENDITURES							
Debt service - interest	-	-	5,222	(5,222)	1,600	-	1,600
Excess of revenues over (under) expenditures	10,000	10,000	1,164	(8,836)	(1,600)	1,748	3,348
OTHER FINANCING SOURCES (USES)							
Transfers in	-	-	-	-	-	78,630	78,630
Transfers out	(68,963)	(68,963)	(78,698)	(9,735)	(23,631)	(23,631)	-
Net change in fund balance	\$ (58,963)	\$ (58,963)	(77,534)	(18,571)	\$ (25,231)	\$ 56,747	\$ 81,978
Fund balance (deficit) - beginning			(138,887)			(106,285)	
Fund balance (deficit) - ending			\$ (216,421)			\$ (49,538)	

(Continued)

**CITY OF ROCKFORD, ILLINOIS
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)
 NONMAJOR SPECIAL REVENUE FUNDS**

For the Year Ended December 31, 2006

	Tax Increment Financing Area River Oaks Fund			Tax Increment Financing Area Garrison Fund			Variance with Final Budget- Positive (Negative)
	Original Budget	Final Budget	Actual	Original Budget	Final Budget	Actual	
REVENUES							
Taxes - Property	\$ -	\$ -	\$ 89	\$ -	\$ -	\$ 11,865	\$ 11,865
Interest			171			108	108
Total revenues	-	-	261	-	-	11,973	11,973
EXPENDITURES							
Debt service - interest	550	-	-	-	-	-	-
Excess of revenues over (under) expenditures	(550)	-	261	-	-	11,973	11,973
OTHER FINANCING (USES)							
Transfers out	(101,588)	(101,588)	(101,588)	(64,463)	(64,463)	(64,463)	-
Net change in fund balance	\$ (102,138)	\$ (101,588)	(101,327)	\$ (64,463)	\$ (64,463)	(52,490)	\$ 11,973
Fund balance - beginning			(118,883)			(75,437)	
Fund balance (deficit) - ending			\$ (220,210)			\$ (127,927)	

(Continued)

**CITY OF ROCKFORD, ILLINOIS
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)
 NONMAJOR SPECIAL REVENUE FUNDS**

For the Year Ended December 31, 2006

	Tax Increment Financing Area Hope Six Fund			Tax Increment Financing Area Kishwaukee/Harrison Fund			Variance with Final Budget- Positive (Negative)
	Original Budget	Final Budget	Actual	Original Budget	Final Budget	Actual	
REVENUES							
Taxes - Property	\$ 57,549	\$ 57,549	\$ 7,547	\$ (50,002)	\$ -	\$ 9,087	\$ 9,087
Interest	-	13	13	(49,989)	-	226	226
Total revenues	57,549	57,549	7,560	(49,989)	-	9,313	9,313
EXPENDITURES							
Current:							
Community development	-	-	-	-	-	-	-
Excess of revenues over (under) expenditures	57,549	57,549	7,560	(49,989)	-	9,313	9,313
OTHER FINANCING (USES)							
Transfers out	(215,278)	(215,278)	(186,250)	29,028	-	-	-
Net change in fund balance	\$ (157,729)	\$ (157,729)	(178,690)	(20,961)	\$ -	\$ 9,313	\$ 9,313
Fund balance- beginning							
Fund balance (deficit) - ending			<u>\$ (178,690)</u>			<u>\$ 9,313</u>	(Concluded)

INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other governmental units, on a cost reimbursement basis.

CENTRAL GARAGE	To account for the costs of operating a maintenance facility for automotive equipment used by other City departments and other government agencies. Billings to other departments and agencies are based on actual costs, including depreciation on the garage building and improvements, machinery, and equipment used to provide the service. The automotive equipment itself is acquired by the user departments which are also responsible for financing replacement vehicles as necessary.
BUILDING MAINTENANCE	To account for the costs of operating maintenance facilities, including depreciation, which provide maintenance services and repairs of City buildings and properties. Financing is provided by service charges to user funds.
CENTRAL STORES	To account for the costs of operating centralized inventory system for the Central Garage, Building Maintenance, and Water Utility Funds. Financing is provided by service charges to user funds.
ILLINOIS MUNICIPAL RETIREMENT	To account for pension and social security costs of Governmental and Proprietary Funds. Financing is provided by service charges to user funds.
UNEMPLOYMENT	To account for unemployment costs relating to Governmental and Proprietary Funds. Financing is provided by service charges to user funds.
WORKMEN'S COMPENSATION	To account for workmen's compensation claims of Governmental and Proprietary Funds. Financing is provided by service charges to user funds.
AUDITING	To account for costs related to the audit of the City. Financing is provided by service charges to user funds.
HEALTH INSURANCE	To account for health insurance claims relating to City employees and retirees. Financing is provided by service charges to user funds.
911 COMMUNICATIONS	To account for the operating costs relating to the 911 communications center serving the City of Rockford and Winnebago County with emergency services. Financing is provided by the Police Department, Fire Department, and Winnebago County.
RISK MANAGEMENT	To account for all insurance, claims, and accidental property loss expenses of Governmental and Proprietary Funds. Financing is provided by service charges to user funds.
INFORMATION SYSTEMS	To account for the costs relating to the City's data processing functions, pertaining to mainframe and microcomputer network services. Financing is provided by service charges to user funds.

CITY OF ROCKFORD, ILLINOIS
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET ASSETS (DEFICIT)
December 31, 2006

	Central Garage	Building Maintenance	Central Stores	Illinois Municipal Retirement	Unemployment
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 529,576	\$ 537,644	\$ 43,137	\$ 467,957	\$ 41,953
Accounts receivable	-	-	-	-	-
Due from other funds	4,418	3,396	302	3,577	305
Due from other governmental units	16,458	-	-	-	-
Inventories	230,416	-	-	-	-
Prepaid items	-	-	-	-	-
Total current assets	780,868	541,040	43,439	471,534	42,258
Noncurrent assets:					
Capital assets:					
Land improvements	20,000	-	-	-	-
Buildings and improvements	178,080	1,011,751	11,642	-	-
Equipment	523,015	35,187	37,591	-	-
Improvements other than land and buildings	85,345	108,889	-	-	-
Less accumulated depreciation	(662,862)	(366,322)	(42,200)	-	-
Total capital assets, net	143,578	789,505	7,033	-	-
Total assets	924,446	1,330,545	50,472	471,534	42,258
LIABILITIES					
Current liabilities:					
Accounts payable	75,677	218,032	96	327,276	37,500
Accrued payroll and benefits	26,289	26,600	8,185	-	-
Due to other funds	-	491,266	-	-	-
Compensated absences	10,483	5,594	2,054	-	-
Claims and judgments payable	-	-	-	-	-
Total current liabilities	112,449	741,492	10,335	327,276	37,500
Noncurrent:					
Compensated absences	37,651	36,902	8,538	-	-
Deferred revenue	60,515	521,089	-	-	-
Claims and judgments payable	-	-	-	-	-
Total noncurrent liabilities	98,166	557,991	8,538	-	-
Total liabilities	210,615	1,299,483	18,873	327,276	37,500
NET ASSETS (DEFICIT)					
Invested in capital assets	143,578	789,505	7,033	-	-
Unrestricted	570,253	(758,443)	24,566	144,258	4,758
Total net assets (deficit)	\$ 713,831	\$ 31,062	\$ 31,599	\$ 144,258	\$ 4,758

Workmen's Compensation	Health Insurance	911 Communications	Risk Management	Information Systems	Total Internal Service Funds
\$ 1,567,360	\$ -	\$ 200	\$ 122,804	\$ -	\$ 3,310,631
-	16,763	-	-	-	16,763
12,282	-	-	71	-	24,351
-	-	469,835	-	-	486,293
-	-	-	-	-	230,416
80,493	119,045	-	-	-	199,538
<u>1,660,135</u>	<u>135,808</u>	<u>470,035</u>	<u>122,875</u>	<u>-</u>	<u>4,267,992</u>
-	-	-	-	-	20,000
-	-	-	-	-	1,201,473
-	-	150,737	-	3,363,606	4,110,136
-	-	-	-	-	194,234
-	-	(150,737)	-	(2,295,476)	(3,517,597)
-	-	-	-	1,068,130	2,008,246
<u>1,660,135</u>	<u>135,808</u>	<u>470,035</u>	<u>122,875</u>	<u>1,068,130</u>	<u>6,276,238</u>
255,378	59,804	5,754	21,329	59,634	1,060,480
-	-	195,424	-	28,421	284,919
-	55,346	157,649	-	99,816	804,077
-	-	84,737	-	5,910	108,778
<u>1,176,422</u>	<u>1,887,242</u>	<u>-</u>	<u>564,702</u>	<u>-</u>	<u>3,628,366</u>
<u>1,431,800</u>	<u>2,002,392</u>	<u>443,564</u>	<u>586,031</u>	<u>193,781</u>	<u>5,886,620</u>
-	-	26,471	-	79,060	188,622
-	178,740	-	-	-	760,344
<u>1,634,118</u>	<u>-</u>	<u>-</u>	<u>920,000</u>	<u>-</u>	<u>2,554,118</u>
<u>1,634,118</u>	<u>178,740</u>	<u>26,471</u>	<u>920,000</u>	<u>79,060</u>	<u>3,503,084</u>
<u>3,065,918</u>	<u>2,181,132</u>	<u>470,035</u>	<u>1,506,031</u>	<u>272,841</u>	<u>9,389,704</u>
-	-	-	-	1,068,130	2,008,246
(1,405,783)	(2,045,324)	-	(1,383,156)	(272,841)	(5,121,712)
<u>\$ (1,405,783)</u>	<u>\$ (2,045,324)</u>	<u>\$ -</u>	<u>\$ (1,383,156)</u>	<u>\$ 795,289</u>	<u>\$ (3,113,466)</u>

CITY OF ROCKFORD, ILLINOIS
INTERNAL SERVICE FUNDS
COMBING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET ASSETS (DEFICIT)
For the Year Ended December 31, 2006

	Central Garage	Building Maintenance	Central Stores	Illinois Municipal Retirement	Unemployment
OPERATING REVENUES					
Charges for services	\$ 3,277,779	\$ 2,492,634	\$ 289,000	\$ 5,406,347	\$ 66,401
Miscellaneous	1,224	-	-	-	-
Total operating revenues	3,279,003	2,492,634	289,000	5,406,347	66,401
OPERATING EXPENSES					
Salaries and benefits	915,703	753,518	229,186	-	-
Services	702,681	1,492,729	43,201	5,406,450	62,395
Supplies and materials	1,659,025	182,557	3,447	-	-
Depreciation	39,949	54,685	4,422	-	-
Charges from General Fund	105,300	77,600	14,100	-	-
Total operating expenses	3,422,658	2,561,089	294,356	5,406,450	62,395
Operating income (loss)	(143,655)	(68,455)	(5,356)	(103)	4,006
NONOPERATING REVENUES (EXPENSES)					
Interest revenue	27,164	18,986	1,857	20,149	2,085
Interest expense	-	-	-	-	-
Total nonoperating revenues (expenses)	27,164	18,986	1,857	20,149	2,085
Change in net assets (deficit)	(116,491)	(49,469)	(3,499)	20,046	6,091
Total net assets (deficit) - beginning	830,322	80,531	35,098	124,212	(1,333)
Total net assets (deficit) - ending	\$ 713,831	\$ 31,062	\$ 31,599	\$ 144,258	\$ 4,758

Workmen's Compensation	Auditing	Health Insurance	911 Communications	Risk Management	Information Systems	Total Internal Service Funds
\$ 1,390,375	\$ 225,723	\$ 17,715,730	\$ 4,851,286	\$ 932,425	\$ 2,112,120	\$ 38,759,820
-	-	419,423	-	252,040	-	672,687
1,390,375	225,723	18,135,153	4,851,286	1,184,465	2,112,120	39,432,507
-	-	-	4,758,498	-	807,380	7,464,285
2,477,384	225,723	17,245,562	101,677	653,914	587,818	28,999,534
-	-	250	11,446	-	163,186	2,019,911
-	-	-	3,483	-	413,574	516,113
71,600	-	87,300	-	254,000	30,200	640,100
2,548,984	225,723	17,333,112	4,875,104	907,914	2,002,158	39,639,943
(1,158,609)	-	802,041	(23,818)	276,551	109,962	(207,436)
77,222	-	-	-	2,475	-	149,938
-	-	(31,750)	-	-	(15,800)	(47,550)
77,222	-	(31,750)	-	2,475	(15,800)	102,388
(1,081,387)	-	770,291	(23,818)	279,026	94,162	(105,048)
(324,396)	-	(2,815,615)	23,818	(1,662,182)	701,127	(3,008,418)
\$ (1,405,783)	\$ -	\$ (2,045,324)	\$ -	\$ (1,383,156)	\$ 795,289	\$ (3,113,466)

CITY OF ROCKFORD, ILLINOIS
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2006

	Central Garage	Building Maintenance	Central Stores	Illinois Municipal Retirement
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers and users	\$ 3,300,821	\$ 2,564,929	\$ 289,000	\$ 5,406,347
Payments to suppliers	(2,480,133)	(1,674,305)	(46,941)	(5,379,305)
Payments to employees	(901,123)	(749,456)	(228,306)	-
Payments for internal services used	(105,300)	(77,600)	(14,100)	-
Payments to other funds	-	(24,563)	-	-
Net cash provided by (used for) operating activities	(185,735)	39,005	(347)	27,042
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Purchase of capital assets	(3,681)	(52,730)	-	-
Net cash (used for) capital and related financing activities	(3,681)	(52,730)	-	-
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received	30,450	16,467	2,012	21,002
Net increase (decrease) in cash and cash equivalents	(158,966)	2,742	1,665	48,044
Cash and cash equivalents, beginning	688,542	534,902	41,472	419,913
Cash and cash equivalents, ending	\$ 529,576	\$ 537,644	\$ 43,137	\$ 467,957
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:				
Operating income (loss)	\$ (143,655)	\$ (68,455)	\$ (5,356)	\$ (103)
Adjustments to reconcile operating income to net cash provided by (used for) operating activities				
Depreciation expense	39,949	54,685	4,422	-
Increase (decrease) from changes in:				
Accounts receivable	-	51,713	-	-
Due from other governmental units	21,818	-	-	-
Prepaid items	-	-	-	-
Bank overdraft	7,973	-	-	-
Accounts payable	-	-	-	27,145
Accrued payroll and benefits	(126,400)	981	(293)	-
Compensated absences	(5,309)	4,462	(527)	-
Due to other funds	19,889	(400)	1,407	-
Deferred revenue	-	(24,563)	-	-
Other liabilities	-	20,582	-	-
Total adjustments	(42,080)	107,460	5,009	27,145
Net cash provided by (used for) operating activities	\$ (185,735)	\$ 39,005	\$ (347)	\$ 27,042

	Unemployment	Workmen's Compensation	Health Insurance	911 Communications	Risk Management	Information Systems	Total Internal Service Funds
\$	66,401	\$ 1,390,375	\$ 18,226,209	\$ 4,655,070	\$ 1,184,465	\$ 2,112,120	\$ 39,195,737
	(49,895)	(1,764,256)	(16,836,072)	(113,526)	(899,127)	(774,662)	(30,018,222)
	-	-	-	(4,840,667)	-	(785,545)	(7,505,097)
	-	(71,600)	(87,300)	-	(254,000)	(30,200)	(640,100)
	-	-	(1,259,958)	157,649	-	(345,642)	(1,472,514)
	16,506	(445,481)	42,879	(141,474)	31,338	176,071	(440,196)
	-	-	-	-	-	(155,908)	(212,319)
	-	-	-	-	-	(155,908)	(212,319)
	2,034	85,942	(42,879)	-	574	(20,163)	95,439
	18,540	(359,539)	-	(141,474)	31,912	-	(557,076)
	23,413	1,926,899	-	141,674	90,892	-	3,867,707
\$	41,953	\$ 1,567,360	\$ -	\$ 200	\$ 122,804	\$ -	\$ 3,310,631
\$	4,006	\$ (1,158,609)	\$ 802,041	\$ (23,818)	\$ 276,551	\$ 109,962	\$ (207,436)
	-	-	-	3,483	-	413,574	516,113
	-	-	95,557	-	-	-	147,270
	-	-	-	(196,217)	-	-	(174,399)
	-	(80,493)	(119,045)	-	-	-	(199,538)
	-	-	-	-	-	-	7,973
	12,500	83,273	(188,457)	(403)	(15,407)	(23,658)	(105,007)
	-	-	-	23,832	-	5,741	(96,139)
	-	-	-	(106,000)	-	16,094	(91,280)
	-	-	(1,259,958)	157,649	-	(345,642)	(1,427,055)
	-	-	(4,501)	-	-	-	(29,064)
	-	710,348	717,242	-	(229,806)	-	1,218,366
	12,500	713,128	(759,162)	(117,656)	(245,213)	66,109	(232,760)
\$	16,506	\$ (445,481)	\$ 42,879	\$ (141,474)	\$ 31,338	\$ 176,071	\$ (440,196)



FIDUCIARY FUNDS

PENSION TRUST FUNDS

Police Pension

Firefighter's Pension

To account for the accumulation of resources to be used for retirement annuity payments at appropriate amounts and times in the future. Administration costs are accounted for in each fund. Resources are contributed by employees at rates fixed by the State of Illinois and by the City at amounts determined by an annual actuarial evaluation.

CITY OF ROCKFORD, ILLINOIS
COMBINING STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
December 31, 2006

	Pension Trust Funds		
	Police Pension	Firefighter's Pension	Total
ASSETS			
Cash and cash equivalents	\$ 700,958	\$ 1,882,396	\$ 2,583,354
Investments			
U.S. Treasury Strips	-	4,391,638	4,391,638
U.S. Treasury Bills	-	1,502,932	1,502,932
U.S. Treasury Notes	-	24,478,343	24,478,343
U.S. Treasury Bonds	-	9,804,085	9,804,085
Government National Mortgage Association	-	8,392,520	8,392,520
Government Backed Corporate Bonds	-	1,258,305	1,258,305
Federal Home Loan Bank Bonds	-	3,864,628	3,864,628
Federal Home Loan Mortgage Corporation	-	7,218,745	7,218,745
Federal National Mortgage Association	-	11,583,971	11,583,971
Federal Farm Credit Bonds	-	287,977	287,977
State and Local Government Securities	-	279,630	279,630
Small Cap Equity Common Stocks	14,848,064	-	14,848,064
Mid Cap Equity Common Stocks	6,927,267	-	6,927,267
Large Cap Equity Common Stocks	-	22,938,029	22,938,029
NTGI Collective Trust	68,413,525	-	68,413,525
ABN AMRO Stable Value Funds	15,517,035	-	15,517,035
Domestic Mutual Funds	30,353,013	22,138,210	52,491,223
International Mutual Funds	15,494,482	14,701,419	30,195,901
Accrued interest receivable	76,534	785,395	861,929
Contributions receivable	1,914,799	3,077,304	4,992,103
Total assets	154,245,677	138,585,527	292,831,204
LIABILITIES			
Accrued liabilities	79,202	47,214	126,416
NET ASSETS			
Held in trust for pension benefits	\$ 154,166,475	\$ 138,538,313	\$ 292,704,788

CITY OF ROCKFORD, ILLINOIS
COMBINING STATEMENT OF CHANGES IN PLAN NET ASSETS
FIDUCIARY FUNDS

For the Year Ended December 31, 2006

	Pension Trust Funds		
	Police Pension	Firefighter's Pension	Total
ADDITIONS			
Contributions:			
Employer	\$ 2,902,247	\$ 3,833,305	\$ 6,735,552
Plan member	1,768,310	1,556,022	3,324,332
Total contributions	4,670,557	5,389,327	10,059,884
Investment income:			
Net appreciation in fair value of investments	9,781,285	6,661,488	16,442,773
Interest and dividend income	2,901,535	4,918,013	7,819,548
	12,682,820	11,579,501	24,262,321
Less investment expense	(342,952)	(308,962)	(651,914)
Net investment income	12,339,868	11,270,539	23,610,407
Total additions	17,010,425	16,659,866	33,670,291
DEDUCTIONS			
Pension benefits	8,538,432	9,712,869	18,251,301
Refunds of contributions	73,515	33,429	106,944
Administrative expense	134,809	110,725	245,534
Total deductions	8,746,756	9,857,023	18,603,779
Change in net assets	8,263,669	6,802,843	15,066,512
Total net assets - beginning	145,902,806	131,735,470	277,638,276
Total net assets - ending	\$ 154,166,475	\$ 138,538,313	\$ 292,704,788



**CITY OF ROCKFORD, ILLINOIS
CAPITAL ASSETS USED IN THE OPERATION OF
GOVERNEMENTAL FUNDS - SCHEDULE BY SOURCE**

December 31, 2006

GOVERNMENTAL FUNDS CAPITAL ASSETS

Land and improvements	\$ 6,570,040
Buildings and improvements	51,150,223
Equipment	28,682,566
Infrastructure	<u>785,384,855</u>
Total governmental funds capital assets	<u>\$ 871,787,684</u>

**INVESTMENT IN GOVERNMENTAL FUNDS CAPITAL
ASSETS BY SOURCE**

General Fund	\$ 72,162,749
Special Revenue Funds	184,217,026
Capital Projects Fund	387,451,632
Grants and contributions	<u>227,956,277</u>
Total investment in governmental funds capital assets	<u>\$ 871,787,684</u>

This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. The capital assets of internal service funds are included as governmental activities in the Statement of Net Assets.

CITY OF ROCKFORD, ILLINOIS
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION AND ACTIVITY
December 31, 2006

FUNCTION AND ACTIVITY	Land and Improvements	Buildings and Improvements	Equipment	Infrastructure	Total
General government	\$ 4,939,047	\$ 11,549,279	\$ 1,211,377	\$ -	\$ 17,699,703
Public safety	870,328	12,087,636	17,019,003	-	29,976,967
Streets, alleys and bridges	197,322	1,360,880	7,871,091	785,384,855	794,814,148
Community development	203,704	950,443	153,868	-	1,308,015
Sanitation and sewers	201,500	-	23,264	-	224,764
Culture and recreation	158,139	24,398,283	1,355,229	-	25,911,651
Public health and welfare	-	803,702	1,048,734	-	1,852,436
Total governmental funds capital assets	\$ 6,570,040	\$ 51,150,223	\$ 28,682,566	\$ 785,384,855	\$ 871,787,684

This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in the internal service funds are excluded from the above amounts. The capital assets of internal service funds are included as governmental activities in the Statement of Net Assets.

CITY OF ROCKFORD, ILLINOIS
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY
For the Year Ended December 31, 2006

FUNCTION AND ACTIVITY	Governmental Funds Capital Assets Restated*			Governmental Funds Capital Assets
	January 1, 2006	Additions	Deductions	December 31, 2006
General government	\$ 16,804,377	\$ 1,097,418	\$ 202,092	\$ 17,699,703
Public safety	30,541,773	828,826	1,393,632	29,976,967
Streets, alleys and bridges	779,271,343	15,711,225	168,420	794,814,148
Community development	1,308,015	-	-	1,308,015
Sanitation and sewers	224,764	-	-	224,764
Culture and recreation	25,463,245	448,406	-	25,911,651
Public health and welfare	1,666,106	215,016	28,686	1,852,436
Total governmental funds capital assets	\$ 855,279,623	\$ 18,300,891	\$ 1,792,830	\$ 871,787,684

This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in the internal service funds are excluded from the above amounts. The capital assets of internal service funds are included as governmental activities in the Statement of Net Assets.

*In order to comply with the provisions of Government Accounting Standards Board Statement No. 34, the January 1, 2006 net assets for the governmental activities have been restated in accordance with the retrospective reporting of infrastructure assets acquired prior to December 31, 2002.



Statistical Section

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

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the city's financial performance and well-being have changed over time.	F1-F5
Revenue Capacity These schedules contain information to help the reader assess the factors affecting the city's ability to generate its property and sales taxes.	F6-F10
Debt Capacity These schedules present information to help the reader assess the affordability of the city's current levels of outstanding debt and the village's ability to issue additional debt in the future.	F11-F16
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the city's financial activities take place and to help make comparisons over time and with other governments.	F17-18
Operating Information These schedules contain information about the city's operations and resources to help the reader understand how the city's financial information relates to the services the city provides and the activities it performs.	F19-F21

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The city implemented the infrastructure portion of Statement 34 in the current year, schedules presenting government-wide information include information for the current and previous fiscal years.

CITY OF ROCKFORD, ILLINOIS
NET ASSETS BY COMPONENT, LAST TWO FISCAL YEARS

(accrual basis of accounting)

	<u>2005*</u>		<u>2006</u>
Governmental activities			
Invested in capital assets, net of related debt	\$ 439,881,835	\$	457,172,434
Restricted			
Capital projects	17,919,997		10,764,755
Debt service	4,944,429		7,245,389
Other purposes	9,961,886		10,212,907
Unrestricted	14,647,406		18,259,328
Total governmental activities net assets	<u>\$ 487,355,553</u>	<u>\$</u>	<u>503,654,813</u>
Business-type activities			
Invested in capital assets, net of related debt	\$ 95,612,984	\$	107,986,680
Restricted			
Capital projects	8,258,356		1,000,000
Debt service	4,235,834		4,144,561
Unrestricted	3,734,380		5,001,310
Total business-type activities net assets	<u>\$ 111,841,554</u>	<u>\$</u>	<u>118,132,551</u>
Primary Government			
Invested in capital assets, net of related debt	\$ 535,494,819	\$	565,159,114
Restricted	45,320,502		33,367,612
Unrestricted	18,381,786		23,260,638
Total governmental activities net assets	<u>\$ 599,197,107</u>	<u>\$</u>	<u>621,787,364</u>

*In order to comply with the provisions of Government Accounting Standards Board Statement No. 34, the December 31, 2005 net assets for the governmental activities have been restated in accordance with the retrospective reporting of infrastructure assets acquired prior to December 31, 2002.

CITY OF ROCKFORD, ILLINOIS
CHANGES IN NET ASSETS, LAST TWO FISCAL YEARS

(accrual basis of accounting)

	<u>2005</u>	<u>2006</u>
Expenses		
Governmental activities:		
General government	\$ 13,392,590	\$ 13,297,717
Public safety	72,945,042	78,028,562
Streets, alleys and bridges	11,008,143	28,618,460
Community development	13,761,490	12,850,580
Sanitation and sewers	7,095,605	7,790,814
Culture and recreation	7,719,111	7,613,866
Public health and welfare	14,186,561	16,224,686
Interest and fiscal charges	4,507,875	5,087,266
Total governmental activities expenses	<u>144,616,417</u>	<u>169,511,951</u>
Business-type activities:		
Water	14,734,889	15,491,720
Parking	2,028,583	2,025,000
Total business-type activities	<u>16,763,472</u>	<u>17,516,720</u>
Total primary government expenses	<u>\$ 161,379,889</u>	<u>\$ 187,028,671</u>
Program Revenues		
Governmental activities:		
Charges for services:		
General government	\$ 5,333,840	\$ 5,105,389
Public safety	5,944,017	7,055,847
Streets, alleys and bridges	5,775,581	6,053,144
Community development	561,929	475,309
Sanitation and sewers	6,725,442	6,813,361
Culture and recreation	164,971	200,290
Operating grants and contributions	21,335,383	22,360,354
Capital grants and contributions	6,872,910	6,601,783
Total governmental activities program revenues	<u>52,714,073</u>	<u>54,665,477</u>
Business-type activities:		
Charges for services:		
Water	18,605,553	20,318,020
Parking	1,573,703	1,529,800
Capital grants and contributions	4,887,660	790,231
Total business-type activities program revenues	<u>25,066,916</u>	<u>22,638,051</u>
Total primary government revenues	<u>\$ 77,780,989</u>	<u>\$ 77,303,528</u>
	(Continued)	(Continued)

CITY OF ROCKFORD, ILLINOIS
CHANGES IN NET ASSETS, LAST TWO FISCAL YEARS (CONTINUED)

(accrual basis of accounting)

	<u>2005</u>	<u>2006</u>
Net (Expense)/Revenue		
Governmental activities	\$ (91,902,344)	\$ (114,846,474)
Business-type activities	8,303,444	5,121,331
Total primary government net expense	<u>\$ (83,598,900)</u>	<u>\$ (109,725,143)</u>
General Revenues and Other Changes in Net Assets		
Governmental activities:		
Taxes:		
Property taxes	\$ 47,010,384	\$ 50,378,602
Sales taxes	23,378,788	25,171,445
Metro Centre sales tax	3,243,519	3,504,878
Motel and hotel tourism tax	1,527,358	1,733,131
Local use tax	1,821,123	1,963,229
Income tax	11,294,861	12,299,422
Replacement tax	6,920,944	7,251,586
Telecommunications tax	5,772,796	5,771,186
Utility tax	888,953	866,032
Franchise taxes	1,256,422	1,383,862
Unrestricted interest earnings	1,485,108	3,006,127
Miscellaneous	3,009,223	2,451,023
Transfers	57,600	57,600
Total governmental activities	<u>107,667,079</u>	<u>115,838,123</u>
Business-type activities:		
Unrestricted interest earnings	376,485	1,227,266
Transfers	(57,600)	(57,600)
Total business-type activities	<u>318,885</u>	<u>1,169,666</u>
Total primary government	<u>\$ 107,985,964</u>	<u>\$ 117,007,789</u>
Change in Net Assets		
Governmental activities	\$ 15,764,735	\$ 991,649
Business-type activities	8,622,329	6,290,997
Total primary government	<u>\$ 24,387,064</u>	<u>\$ 7,282,646</u>

CITY OF ROCKFORD, ILLINOIS
FUND BALANCES, GOVERNMENTAL FUNDS, LAST TWO FISCAL YEARS

(accrual basis of accounting)

	<u>2005</u>	<u>2006</u>
General Fund		
Reserved	\$ 1,393,308	\$ 3,625,662
Unreserved	29,277,422	29,714,629
Total General Fund	<u>\$ 30,670,730</u>	<u>\$ 33,340,291</u>
All Other Governmental Funds		
Reserved	\$ 17,114,176	\$ 15,608,994
Unreserved, reported in		
Special Revenue Funds	7,315,179	8,598,211
Capital Project Funds	9,001,715	4,752,174
Debt Service Funds	(263,135)	(76,529)
Total all other governmental funds	<u>\$ 33,167,935</u>	<u>\$ 28,882,850</u>

CITY OF ROCKFORD, ILLINOIS
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TWO FISCAL YEARS

(modified accrual basis of accounting)

	<u>2005</u>	<u>2006</u>
REVENUES		
Taxes	\$ 83,796,845	\$ 89,388,504
Licenses and permits	5,314,798	5,203,117
Intergovernmental	48,245,126	54,858,358
Charges for services	12,881,071	12,786,424
Fines	1,911,259	1,891,646
Interest	1,398,874	2,856,189
Miscellaneous	3,537,361	3,451,023
Total revenues	<u>157,085,334</u>	<u>170,435,261</u>
EXPENDITURES		
Current:		
General government	12,802,668	12,881,005
Public safety	72,060,997	76,643,710
Streets, alleys and bridges	9,218,492	9,427,135
Community development	13,855,963	12,855,383
Sanitation and sewers	7,114,598	7,786,710
Culture and recreation	6,843,800	6,829,540
Public health and welfare	14,289,739	16,174,189
Debt service:		
Principal payments	7,880,000	8,845,284
Interest and fiscal charges	4,395,004	4,844,538
Capital outlay:		
General government	554,991	1,097,418
Public safety	1,529,720	828,826
Streets, alleys and bridges	18,388,101	15,711,225
Community development	4,794,032	-
Sanitation and sewers	149,997	-
Culture and recreation	436,688	448,406
Public health and welfare	66,510	215,016
Total expenditures	<u>174,381,300</u>	<u>174,588,385</u>
Excess of revenues over (under) expenditures	<u>(17,295,966)</u>	<u>(4,153,124)</u>
OTHER FINANCING SOURCES (USES)		
Refunding bonds issued	530,000	-
Payment to escrow agent	(107,622)	-
Issuance of general obligation bonds	18,770,000	2,500,000
Discount on issue of general obligation bonds	(140,011)	(20,000)
Transfers in	14,117,564	19,061,648
Transfers out	(14,259,930)	(19,004,048)
Total other financing sources (uses)	<u>18,910,001</u>	<u>2,537,600</u>
Net change in fund balances	1,614,035	(1,615,524)
Debt service as a percentage of noncapital expenditures	8.3%	8.8%

**CITY OF ROCKFORD, ILLINOIS
 ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS**

(000's Omitted)

Tax Levy Year	Residential Property	Commercial Property	Industrial Property	Other Property	Less Tax Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Estimated Actual Value
1997	1,024,633	384,038	183,255	1,594	\$ 173,721	\$ 1,419,798	2.36420	\$4,780,558	33.33%
1998	1,036,821	403,660	185,553	1,628	175,274	1,452,388	2.38280	4,882,987	33.33%
1999	1,023,889	406,639	187,929	1,620	172,426	1,447,651	2.45380	4,860,231	33.33%
2000	1,037,308	429,860	190,865	1,660	170,085	1,489,607	2.49250	4,979,077	33.33%
2001	1,074,584	455,832	201,051	1,733	173,678	1,559,522	2.47240	5,199,601	33.33%
2002	1,135,218	472,251	207,064	1,816	189,757	1,626,592	2.45880	5,449,048	33.33%
2003	1,218,259	482,742	197,658	1,901	204,113	1,696,447	2.49750	5,701,680	33.33%
2004	1,383,621	433,802	172,428	1,504	273,617	1,717,738	2.60190	5,974,065	33.33%
2005	1,479,310	453,997	170,341	1,487	286,152	1,818,983	2.62220	6,315,406	33.33%
2006	1,575,881	475,345	174,070	1,513	301,148	1,925,661	2.56830	6,681,095	33.33%

NOTE: (1) Assessed valuations are provided by Office of Winnebago County Clerk. Property is reassessed each year at 33% of actual value.

**CITY OF ROCKFORD, ILLINOIS
 DIRECT AND OVERLAPPING PROPERTY TAX RATES
 LAST TEN FISCAL YEARS**

	City Direct Rates				
	General Fund	Library Special Revenue Fund	Debt Service Fund	Other Special Revenue Funds	Total Direct Tax Rate
1997	\$ 1.56560	\$ 0.32000	\$ 0.37110	\$ 0.10750	\$ 2.36420
1998	1.60360	0.31630	0.35890	0.10400	2.38280
1999	1.66220	0.32000	0.36400	0.10760	2.45380
2000	1.70280	0.32000	0.36270	0.10700	2.49250
2001	1.66440	0.32000	0.38220	0.10580	2.47240
2002	1.64390	0.31830	0.39370	0.10290	2.45880
2003	1.67131	0.32000	0.40610	0.10009	2.49750
2004	1.72430	0.32000	0.44970	0.10790	2.60190
2005	1.72480	0.31710	0.47310	0.10700	2.62200
2006	1.68990	0.31560	0.45540	0.10740	2.56830

NOTE:

Tax rates are provided by the office of the Winnebago County Clerk.

Overlapping rates are those of local and county governments that apply to property owners within the City of Rockford . Not all overlapping rates apply to all City property owners.

The increase in property tax extensions is limited to the lesser of 5% or the percentage increase in the Consumer Price Index for all urban consumers.

Overlapping Rates

Winnebago County	Rockford Township	Rockford Park District	Rock River Water Reclamation	Greater Rockford Airport Authority	Rockford Public School District	Rock Valley Community College
\$ 0.85340	\$ 0.18670	\$ 0.79920	\$ 0.16270	\$ 0.32480	6.56790	0.39080
0.85690	0.18890	0.79460	0.16100	0.32220	6.43380	0.39160
0.87510	0.19580	0.81650	0.15770	0.32240	0.62113	0.41480
0.89550	0.19900	0.81410	0.15180	0.31760	5.53100	0.41440
0.89560	0.19910	0.80100	0.14420	0.30700	5.57930	0.40860
0.89700	0.16170	0.78070	0.14350	0.30760	5.52710	0.43510
0.89410	0.23310	0.76910	0.14030	0.30750	5.51800	0.45280
0.90040	0.20180	0.77660	0.14060	0.31210	5.53100	0.45300
0.88940	0.19920	0.75250	0.13420	0.26650	5.51070	0.44710
0.87800	0.19730	0.73600	0.12370	0.08930	5.41230	0.46600

**CITY OF ROCKFORD, ILLINOIS
PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND NINE YEARS AGO**

Taxpayer	2006			1997		
	Equalized Value	Rank	Percentage of Total Equalized Value	Equalized Value	Rank	Percentage of Total Equalized Value
Wal-Mart Stores Inc.	\$ 10,886,786	1	0.56%	\$ 5,387,864	5	0.38%
Greater Rockford Airport Authority	7,348,488	2	0.38%	5,873,062	4	0.41%
Hamilton Sundstrand Corporation	7,263,722	3	0.38%	14,187,458	1	1.00%
United Parcel Service Inc.	5,568,334	4	0.29%	4,958,152	6	0.35%
Simon Property Group	5,099,661	5	0.26%	6,025,838	2	0.42%
SwedishAmerican Hospital	4,762,654	6	0.25%	-	-	-
MB Rockford State LLC.	4,489,448	7	0.23%	-	-	-
Rock River Valley Industrial Park	3,987,886	8	0.21%	-	-	-
Anderson Packaging	3,599,641	9	0.19%	-	-	-
Richard Perno	3,593,646	10	0.19%	-	-	-
Sunil Puri	-	-	-	5,955,198	3	0.42%
Fairhaven Christian Home	-	-	-	4,792,861	7	0.34%
United Realty	-	-	-	4,648,050	8	0.33%
Auxxi & Associates	-	-	-	4,226,883	9	0.30%
Banc One	-	-	-	4,017,199	10	0.28%
Total	\$ 56,600,266		2.94%	\$ 36,432,374		4.23%

Source: Winnebago County Collector's office.

**CITY OF ROCKFORD, ILLINOIS
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

Tax Levy Year	Tax Levy (1)	Tax Collections (2)	Percent of Tax Levy Extension Collected	Delinquent Tax Collections (3)	Total Tax Collections	Total Collections as Percent of Current Tax Levy Extensions
1997	\$ 33,567,522	\$ 33,227,510	98.99%	\$ 71,001	\$ 33,298,511	99.20%
1998	34,652,738	34,278,980	98.92%	53,423	34,332,403	99.08%
1999	35,526,411	35,141,112	98.92%	30,089	35,171,201	99.00%
2000	36,460,556	35,851,425	98.33%	36,343	35,887,768	98.43%
2001	38,559,171	38,133,728	98.90%	16,117	38,149,845	98.94%
2002	39,978,160	39,841,304	99.66%	63,949	39,905,253	99.82%
2003	42,344,826	42,272,749	99.83%	95,968	42,368,717	100.06%
2004	44,595,473	44,388,203	99.54%	168,025	44,556,228	99.91%
2005	47,672,363	47,433,307	99.50%	-	47,433,307	99.50%
2006 (4)	50,305,082					

- NOTES:
- (1) The tax levy extensions do not include tax increment financing districts or special service tax areas.
 - (2) Current collections as shown above represent those collections made by Winnebago County on the current levy up to the date of tax sale (the date such taxes are determined to be delinquent). The current tax collection period normally is the calendar year immediately subsequent to the tax year, but may be extended beyond December 31, depending on the date of the tax sale.
 - (3) Delinquent property taxes collected by the County Treasurer are distributed to the taxing units by use of the current tax rate and cannot be applied to specific levy years. Thus, delinquent taxes collected during the year are applied to the year preceding the tax levy for which current taxes are being collected.
 - (4) The 2006 levy will be collected in 2007.

CITY OF ROCKFORD, ILLINOIS
RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year Ended	Governmental Activities			Business-Type Activities		Percentage of Personal Income	Per Capita
	General Obligation Bonds	Section 108 Guaranteed Loans	EPA Water Pollution Obligation	Water General Obligation Alternate Bonds	Total Primary Government		
1997	41,572,310	235,000	1,610,023	31,525,840	74,943,173	2.12%	\$ 520
1998	44,525,300	225,000	1,538,961	29,859,700	76,148,961	2.05%	529
1999	59,336,820	215,000	1,465,740	31,273,180	92,290,740	2.40%	632
2000	67,894,220	205,000	1,373,555	29,345,780	98,818,555	2.42%	658
2001	70,335,000	195,000	1,312,557	27,920,000	99,762,557	2.50%	665
2002	74,950,000	185,000	1,232,458	26,650,000	103,017,458	2.55%	686
2003	75,240,000	1,075,000	1,149,926	25,135,000	102,599,926	2.48%	683
2004	90,550,000	1,065,000	1,064,887	23,740,000	116,419,887	2.82%	776
2005	101,970,000	2,045,000	977,265	22,250,000	127,242,265	2.99%	848
2006	95,950,000	1,810,000	886,981	33,890,000	132,536,981	2.96%	883

**CITY OF ROCKFORD, ILLINOIS
RATIO OF NET GENERAL BONDED DEBT
LAST TEN FISCAL YEARS**

Year	Population (1)	Equalized Value (3)	Bond Principal (2)	Less Debt Service Funds	Net Bonded Debt	Ratio of Net Bonded Debt to Equalized Value	Net Bonded Debt Per Capita
1997	144,000	\$ 1,419,793,918	\$ 41,572,310	\$ 2,047,226	\$ 39,525,084	2.78%	\$ 274.48
1998	144,000	1,452,388,253	44,525,300	1,978,143	42,547,157	2.93%	295.47
1999	146,000	1,447,651,195	59,336,820	2,211,553	57,125,267	3.95%	391.27
2000	150,115	1,489,606,620	67,894,220	3,550,610	64,343,610	4.32%	428.63
2001	150,115	1,559,521,582	70,335,000	7,676,658	62,658,342	4.02%	417.40
2002	150,115	1,625,628,544	74,950,000	3,464,276	71,485,724	4.40%	476.21
2003	150,115	1,695,487,843	75,240,000	4,784,289	70,455,711	4.16%	469.34
2004	150,115	1,716,660,425	90,550,000	4,386,052	86,163,948	5.02%	573.99
2005	150,115	1,817,902,953	101,970,000	5,131,603	96,838,397	5.33%	645.09
2006	150,115	1,925,661,337	95,950,000	7,461,724	88,488,276	4.60%	589.47

- NOTES: (1) Per the United States Department of Commerce, Bureau of Statistics, Rockford Council of 100 and City of Rockford estimates.
- (2) Does not include general obligation bonds being funded by earnings of the Water Utility Fund or Water revenue bonds, and Water general obligation alternate bonds for long-term debt or amount included in general Landfill
- (3) Does not include tax increment financing areas equalized value.

**CITY OF ROCKFORD, ILLINOIS
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT**

As of December 31, 2006

Name of Governmental Unit	Total Debt Outstanding	Percentage Applicable To City of Rockford	City of Rockford's Share of Debt
Direct:			
City of Rockford, Illinois (1)	<u>\$ 98,647,981</u>	100.0%	<u>\$ 98,647,981</u>
Overlapping:			
Schools:			
School District #205	86,645,000	73.3%	63,510,785
School District #122	39,742,000	3.1%	1,232,002
School District #323	7,365,000	2.6%	191,490
Community College #511	<u>64,934,000</u>	61.5%	<u>39,934,410</u>
	<u>198,686,000</u>		<u>104,868,687</u>
Other Units:			
Greater Rockford Airport Authority	5,350,000	57.9%	3,097,650
Rockford Park District	4,610,000	71.2%	3,282,320
Winnebago County Forest Preserve	<u>4,149,000</u>	45.3%	<u>1,879,497</u>
	<u>14,109,000</u>		<u>8,259,467</u>
Total Overlapping Debt	<u>212,795,000</u>		<u>113,128,154</u>
Total Direct and Overlapping Debt	<u><u>\$ 311,442,981</u></u>		<u><u>\$211,776,135</u></u>

NOTES: (1) Total debt outstanding for the City of Rockford does not include general obligation bonds and water revenue bonds being funded by the Water Utility Fund.
Source: Information on overlapping debt obtained from Winnebago County.



**CITY OF ROCKFORD, ILLINOIS
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

Legal Debt Margin Calculation for Fiscal Year 2006

Assessed value	\$ 1,959,753,114
Debt limit - State (8.625% of assessed value)	169,028,706
Debt limit - City (80% of the State limit)	135,222,965
Debt applicable to limit:	
General obligation bonds:	95,950,000
Less: Amount set aside for repayment of general obligation debt	<u>(16,143,493)</u>
Total amount of debt applicable to debt limit	<u>79,806,507</u>
Legal debt margin	<u>55,416,458</u>

	2006	2005	2004	2003
Debt limit	\$ 135,222,965	\$ 125,509,805	\$ 118,449,569	\$ 116,988,661
Total net debt applicable to limit	<u>79,806,507</u>	<u>88,070,924</u>	<u>78,338,260</u>	<u>64,765,501</u>
Legal debt margin	<u>\$ 55,416,458</u>	<u>\$ 37,438,881</u>	<u>\$ 40,111,309</u>	<u>\$ 52,223,160</u>
Total net debt applicable to the limit as a percentage of debt limit	59.02%	70.17%	66.14%	55.36%

2002	2001	2000	1999	1998	1997
\$ 112,168,370	\$ 107,606,989	\$ 102,782,857	\$ 99,887,933	\$ 100,214,790	\$ 97,965,780
63,960,907	56,721,645	59,589,862	51,862,761	37,031,724	34,228,359
\$ 48,207,463	\$ 50,885,344	\$ 43,192,995	\$ 48,025,172	\$ 63,183,066	\$ 63,737,421
57.02%	52.71%	57.98%	51.92%	36.95%	34.94%

**CITY OF ROCKFORD, ILLINOIS
 PLEDGED-REVENUE COVERAGE
 LAST TEN FISCAL YEARS**

Year	Water Service Charges	Less: Operating Expenses	Net Revenue		Interest	Total	Coverage
			Available for Debt Service	Principal			
Water Utility Fund (1)							
1997	\$ 13,898,540	\$ 9,389,096	\$ 4,509,444	\$ 3,606,140	\$ 1,718,432	\$ 5,324,572	0.85%
1998	14,484,023	9,764,153	4,719,870	3,866,140	1,642,664	5,508,804	0.86%
1999	14,992,980	10,305,020	4,687,960	3,886,520	1,693,377	5,579,897	0.84%
2000	15,047,175	10,862,301	4,184,874	4,127,400	1,609,674	5,737,074	0.73%
2001	16,151,821	11,494,239	4,657,582	3,717,300	1,501,298	5,218,598	0.89%
2002	17,062,256	12,252,983	4,809,273	3,495,000	1,331,841	4,826,841	1.00%
2003	16,465,260	12,832,977	3,632,283	3,715,000	1,179,547	4,894,547	0.74%
2004	16,353,453	12,967,309	3,386,144	3,695,000	1,092,484	4,787,484	0.71%
2005	18,510,339	13,618,993	4,891,346	3,690,000	971,322	4,661,322	1.05%
2006	20,130,357	14,021,767	6,108,590	3,360,000	1,338,489	4,698,489	1.30%

NOTES: Details regarding the city's outstanding debt can be found in the notes to the financial statements. Operating expenses do not include interest, depreciation, or amortization expenses.

**CITY OF ROCKFORD, ILLINOIS
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN FISCAL YEARS**

Year	Population (1)	Personal Income (Thousands of dollars) (3)	Per Capita Personal Income (2)	School Enrollment (4)	Unemployment Rate (5)
1997	144,000	3,535,056	24,549	27,896	4.70%
1998	144,000	3,705,552	25,733	27,605	4.50%
1999	146,000	3,843,304	26,324	27,361	4.90%
2000	150,115	4,077,274	27,161	27,441	4.70%
2001	150,115	3,990,807	26,585	27,704	6.50%
2002	150,115	4,045,899	26,952	28,362	7.80%
2003	150,115	4,134,317	27,541	28,685	8.30%
2004	150,115	4,122,308	27,461	28,887	6.50%
2005	150,115	4,253,509	28,335	29,145	6.40%
2006	150,115	4,479,432	29,840	29,601	5.30%

- NOTES:
- (1) U.S. Department of Commerce, Bureau of Statistics and Rockford Council of 100.
 - (2) U.S. Department of Commerce, Bureau of Statistics, the amount presented is for the Rockford MSA.
 - (3) Per Capita Personal Income multiplied by the population.
 - (4) Annual school census by Rockford Board of Education. Students in community colleges are not included.
 - (5) Figures are provided by State of Illinois Department of Employment Security. The rate presented is the average unemployment for the year, Rockford MSA.

**CITY OF ROCKFORD, ILLINOIS
 PRINCIPAL EMPLOYERS
 CURRENT YEAR AND NINE YEARS AGO**

Taxpayer	2006			1997		
	Employees (1)	Rank	Percentage of Total City Employment	Employees (4)	Rank	Percentage of Total City Employment
Daimler Chrysler	4,000	1	2.32%	3,325	2	1.85%
Rockford School District No. 205 (2)	3,500	2	2.03%	3,524	1	1.96%
Rockford Health Systems	2,900	3	1.68%	3,200	3	1.78%
Swedish American Health Systems	2,900	4	1.68%	2,555	5	1.42%
Hamilton Sundstrand Corporation	2,300	5	1.33%	3,200	4	1.78%
United Parcel Service (3)	2,200	6	1.28%	2,000	7	1.11%
OSF St. Anthony's Medical Center	2,000	7	1.16%	1,660	8	0.92%
Woodward Governor Company	1,300	8	0.75%	-		0.00%
City of Rockford	1,201	9	0.70%	-		0.00%
Cadbury Adams	700	10	0.41%	-		0.00%
Ingersol Milling Machine Company	-		-	2,000	6	1.11%
Elco Textron	-		-	1,500	9	0.83%
Barber Coleman Company	-		-	1,300	10	0.72%
Total	23,001		13.34%	19,464		13.50%
Total employment in the Rockford MSA	172,400			179,700		

Based on February 2007 telephone canvass of employers
 Full-time equivalents
 Includes part-time employees

CITY OF ROCKFORD, ILLINOIS
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function/Program	Full-time Equivalent Employees									
	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>
General government:										
Mayor's office	8	8	6	6	7	7	6	6	6	6
Legal department	17	17	16	16	18	18	17	17	17	17
Finance office	33	34	33	34	37	36	36	36	36	36
Information Services	10	10	9	8	8	9	8	7	7	7
Personnel department	7	7	7	7	7	7	7	7	7	6
Public safety										
Police department										
Officers	305	299	299	300	301	296	295	293	289	282
Civilians	33	33	33	33	33	32	32	33	34	34
Fire department	280	282	277	277	277	268	268	262	256	256
911	61	61	61	61	61	61	61	61	61	61
Public works - traffic	18	18	18	18	19	19	18	16	16	16
Building department	20	20	20	20	21	21	20	20	20	19
Streets, alleys and bridges										
Administration	6	6	6	6	6	6	6	6	6	6
Engineering	5	5	5	5	5	5	5	4	4	4
Capital Projects	16	13	13	13	13	13	13	13	13	13
Street and sewer maintenance	40	40	41	41	49	49	48	48	48	48
Property and equipment	24	28	28	26	24	24	25	25	25	24
Community development										
Administration	2	2	2	2	2	2	2	2	3	3
Development	18	19	18	18	18	17	17	17	17	17
Planning	12	12	12	14	16	15	15	16	14	12
Sanitation and sewers										
Public works - sewers	3	3	3	3	3	3	3	1	2	2
Culture and recreation										
Library	102	98	97	104	108	108	108	108	107	101
Public health and welfare	96	92	93	92	105	108	103	105	102	104
Parking	9	9	9	9	9	9	9	9	9	9
Water	76	75	76	76	74	74	73	73	72	69
Total	1,201	1,191	1,182	1,189	1,221	1,207	1,195	1,185	1,171	1,152

Source: City Finance Officer

**CITY OF ROCKFORD, ILLINOIS
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST THREE FISCAL YEARS**

Function/Program	Fiscal Year		
	2006	2005	2004
Police department			
Total calls for service	192,624	190,747	190,097
Total part 1 crimes	11,341	11,394	12,190
Number of alarms	5,696	6,155	5,980
Arrests	16,956	16,497	16,545
Clearance Rate	26.65%	24.00%	24.00%
Fire department			
Total call for service	20,915	19,498	18,634
Number of fire investigations	364	373	382
Total number of fire calls	671	715	732
Total number of ambulance runs	15,390	15,281	15,837
911 Center			
Total non-emergency calls	293,012	290,133	291,427
Total emergency calls	182,076	172,070	182,564
Total police dispatches	342,008	336,068	328,295
Total fire dispatches	30,213	29,575	27,976
Building department			
Residential permits	1,340	1,288	1,229
Commercial permits	413	401	345
Plan reviews	974	1,015	995
Total inspections	18,786	19,112	17,688
Project over \$1million/total value	23/\$61.8M	19/\$129.5M	8/\$24.5M
Economic development			
Small business loans	23	19	10
Commercial/Industrial expansion projects	5/8	11/29	13/4
New Commercial/Industrial projects	14/3	12/18	11/1
Targeted Areas	30	19	14
Planning and zoning			
Total acres annexed	200	526	152
Assessed valuation in annexed areas	\$ 3,500,000	\$ 1,130,000	\$ 666,063
Human services			
Households receiving energy assistance	9,886	9,100	8,300
Head Start program enrollment	649	665	653
Homeless prevention clients served	1,496	1,049	1,494
Summer Food program	2,985	2,190	1,800
Sanitation Division			
Regular tonnage	56,436	54,466	55,370
Composting tonnage	15,378	13,563	15,819
Recycling tonnage	7,006	7,178	7,171
Library			
Total collection	3,092,280	3,088,406	N/A
Total circulation	1,544,064	1,351,836	N/A
Total program attendance	55,656	45,257	N/A
Parking division			
Total parking spaces	4,303	3,593	3,971
Number of tickets issued	44,009	38,055	40,000
Water division			
Number of users	53,100	52,902	52,423
Annual water production (billion gallons)	8.40	9.36	8.48

**CITY OF ROCKFORD, ILLINOIS
 CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
 CURRENT FISCAL YEAR**

	Fiscal Year <u>2006</u>
Function/Program	
Police department	
Stations	1
Substations	4
Squad cars	127
Vans (including trucks and mobile units)	38
Fire department	
Stations	11
Companies:	
Engine	8
Quints	3
Ladder	2
Ambulances	5
Library	
Main facility	1
Branch facilities	5
Public works	
Steets (miles)	
Bridges	
Street lights	
Traffic signals	
Parking division	
Surface lots	30
Garages	4
Water division	
Water mains (miles)	751
Wells	39
Production capacity (gal per day)	76,500,000