

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, 2005
(Required Supplementary Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
REVENUES				
Taxes	\$ 60,545,061	\$ 60,545,061	\$ 60,821,790	\$ 276,729
Licenses and permits	4,731,500	4,731,500	5,137,556	406,056
Intergovernmental	16,884,315	16,884,315	20,324,085	3,439,770
Charges for services	5,530,400	5,530,400	6,056,566	526,166
Fines	1,700,000	1,700,000	1,796,324	96,324
Interest	500,000	500,000	426,226	(73,774)
Miscellaneous	526,100	526,100	511,298	(14,802)
Total revenues	90,417,376	90,417,376	95,073,845	4,656,469
EXPENDITURES				
Current:				
General government:				
Mayor's office	784,338	784,338	699,818	84,520
City Council	364,053	374,053	375,331	(1,278)
Legal department	1,472,587	1,552,587	1,606,557	(53,970)
Finance office	4,940,455	5,070,455	5,350,155	(279,700)
Workforce investment board	212,270	212,270	236,358	(24,088)
Board of fire and police commission	136,195	136,195	119,228	16,967
Board of election	602,296	602,296	637,108	(34,812)
Personnel department	689,045	689,045	698,711	(9,666)
Mass transit subsidy	1,340,000	1,340,000	1,340,000	-
Total general government	10,541,239	10,761,239	11,063,266	(302,027)
Public safety				
Police department	37,227,792	37,628,292	38,132,861	(504,569)
Fire department	29,280,883	29,312,883	29,828,417	(515,534)
Public works - traffic	2,333,015	2,333,015	2,388,315	(55,300)
Building department	1,717,444	1,717,444	1,711,404	6,040
Total public safety	70,559,134	70,991,634	72,060,997	(1,069,363)
Streets, alleys and bridges				
Administration	606,657	606,657	599,261	7,396
Engineering	528,108	528,108	455,960	72,148
Street and sewer	5,661,656	5,797,133	6,114,648	(317,515)
Traffic - street lights	1,807,600	1,973,600	1,901,424	72,176
Total streets, alleys and bridges	8,604,021	8,905,498	9,071,293	(165,795)
Community development				
Administration	230,211	230,211	227,059	3,152
Planning and zoning	1,162,486	1,162,486	1,168,661	(6,175)
Total community development	1,392,697	1,392,697	1,395,720	(3,023)
Sanitation and sewers				
Public works - sewers	548,317	576,340	634,605	(58,265)
Total current expenditures	91,645,408	92,627,408	94,225,881	(1,598,473)
Capital Outlay:				
General government:				
Mayor's office	-	35,000	-	35,000
Board of election	27,500	27,500	-	27,500
Total general government	27,500	62,500	-	62,500
Public safety				
Police department	580,000	580,000	518,832	61,168
Fire department	736,500	917,500	1,001,023	(83,523)
Total public safety	1,316,500	1,497,500	1,519,855	(22,355)
Streets, alleys and bridges				
Public works - streets and sewers	352,700	352,700	355,793	(3,093)
Total capital expenditures	1,696,700	1,912,700	1,875,648	37,052
Total expenditures	93,342,108	94,540,108	96,101,529	(1,561,421)
Excess of revenues over (under) expenditures	(2,924,732)	(4,122,732)	(1,027,684)	3,095,048
OTHER FINANCING SOURCES (USES)				
Transfers in	4,198,080	4,198,080	4,178,631	(19,449)
Transfers out	(1,485,145)	(1,863,145)	(1,997,429)	(134,284)
Total other financing sources (uses)	2,712,935	2,334,935	2,181,202	(153,733)
Net change in fund balance	\$ (211,797)	\$ (1,787,797)	1,153,518	\$ 2,941,315
Fund balance - beginning			29,517,212	
Fund balance - ending			\$ 30,670,730	

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, 2005
(Required Supplementary Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
REVENUES				
Taxes	\$ 6,027,210	\$ 6,027,210	\$ 5,958,925	\$ (68,285)
Intergovernmental	745,000	745,000	1,250,847	505,847
Charges for services	59,000	59,000	50,037	(8,963)
Fines	103,000	103,000	114,935	11,935
Interest	40,000	40,000	54,457	14,457
Miscellaneous	27,500	27,500	42,716	15,216
Total revenues	<u>7,001,710</u>	<u>7,001,710</u>	<u>7,471,917</u>	<u>470,207</u>
EXPENDITURES				
Current - Culture and recreation	6,567,011	6,549,511	6,843,800	(294,289)
Debt service - Interest and service fees	287,500	287,500	36,634	250,866
Capital Outlay - Culture and recreation	182,713	307,261	391,603	(84,342)
Total expenditures	<u>7,037,224</u>	<u>7,144,272</u>	<u>7,272,037</u>	<u>(127,765)</u>
Net changes in fund balance	<u>\$ (35,514)</u>	<u>\$ (142,562)</u>	199,880	<u>\$ 342,442</u>
Fund balance - beginning			<u>2,042,675</u>	
Fund balance - ending			<u>\$ 2,242,555</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, 2005

(Required Supplementary Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
REVENUES				
Intergovernmental	\$ 5,032,743	\$ 5,032,743	\$ 6,637,871	\$ 1,605,128
Interest	-	-	71,761	71,761
Miscellaneous	140,681	140,681	803,959	663,278
Total revenues	<u>5,173,424</u>	<u>5,173,424</u>	<u>7,513,591</u>	<u>2,340,167</u>
EXPENDITURES				
Current - Community development	9,306,985	9,306,985	7,564,557	1,742,428
Debt service:				
Principal payments	-	-	20,000	(20,000)
Interest payments	-	-	51,825	(51,825)
Total expenditures	<u>9,306,985</u>	<u>9,306,985</u>	<u>7,636,382</u>	<u>1,670,603</u>
Excess of revenues over (under) expenditures	<u>(4,133,561)</u>	<u>(4,133,561)</u>	<u>(122,791)</u>	<u>4,010,770</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	266,760	266,760	271,382	4,622
Transfers out	(322,200)	(322,200)	(321,643)	557
Total other financing sources (uses)	<u>(55,440)</u>	<u>(55,440)</u>	<u>(50,261)</u>	<u>5,179</u>
Net changes in fund balance	<u>\$ (4,189,001)</u>	<u>\$ (4,189,001)</u>	<u>(173,052)</u>	<u>\$ 4,015,949</u>
Fund balance - beginning			<u>3,902,219</u>	
Fund balance - ending			<u>\$ 3,729,167</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, 2005
(Required Supplementary Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
REVENUES				
Intergovernmental	\$ 10,947,764	\$10,947,764	\$13,608,661	\$ 2,660,897
Interest	-	-	15,592	15,592
Miscellaneous	-	-	56,857	56,857
Total revenues	<u>10,947,764</u>	<u>10,947,764</u>	<u>13,681,110</u>	<u>2,733,346</u>
EXPENDITURES				
Current - Public health and welfare	10,788,343	10,788,343	13,927,274	(3,138,931)
Debt service - Interest and service fees	-	-	57,431	(57,431)
Capital outlay - Public health and welfare	135,000	135,000	49,515	85,485
Total expenditures	<u>10,923,343</u>	<u>10,923,343</u>	<u>14,034,220</u>	<u>(3,110,877)</u>
Excess of revenues over (under) expenditures	24,421	24,421	(353,110)	(377,531)
OTHER FINANCING SOURCES				
Transfers in	255,000	255,000	253,760	(1,240)
Net change in fund balance	<u>\$ 279,421</u>	<u>\$ 279,421</u>	<u>(99,350)</u>	<u>\$ (378,771)</u>
Fund balance - beginning			<u>1,342,321</u>	
Fund balance - ending			<u>\$ 1,242,971</u>	

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

December 31, 2005

(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)
12/31/2005	\$ 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)
12/31/2000	58,992,528	55,534,516	(3,458,012)	106.23	22,348,570	(15.47)

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)
12/31/2004	\$ 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
12/31/1999	125,905,270	128,467,307	2,562,037	98.01	14,169,774	18.08

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)
12/31/2004	\$ 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
12/31/1999	113,008,560	131,015,342	18,006,782	86.26	11,735,269	153.44

**CITY OF ROCKFORD, ILLINOIS
EMPLOYER CONTRIBUTIONS**

December 31, 2005
(Required Supplementary Information)

Illinois Municipal Retirement Fund

Actuarial Valuation Date		Annual Required Contribution	Percentage Contributed
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
12/31/2000		2,094,061	100.0

Police Pension Fund

Actuarial Valuation Date		Annual Required Contribution	Percentage Contributed
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
12/31/1999		1,923,437	100.0

Firefighter's Pension Fund

Actuarial Valuation Date		Annual Required Contribution	Percentage Contributed
12/31/2004	\$	4,186,613	100.4 %
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
12/31/1999		2,798,309	100.0

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, 2005, 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:

<u>Fund</u>	<u>Excess</u>
General Fund:	
City Council	\$ 1,278
Legal department	53,970
Finance office	279,700
Workforce investment board	24,088
Board of election	7,312
Personnel department	9,666
Police department	443,401
Fire department	599,057
Public works - traffic	55,300
Street and sewer	320,608
Community development - planning and zoning	6,175
Public works - sewers	58,265
Library Fund	127,765
Human Services Fund	3,110,877

III. ILLINOIS MUNICIPAL RETIREMENT FUND

The actuarial assumptions used to determine the actuarial accrued liability for 2005 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 expenditures.												
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.												
DRUG FREE INITIATIVE PROGRAM	To account for expenditures by the City's Drug Free Program relating to the education and awareness of drugs. Financing is provided by a State of Illinois Grant, private donations, and the General Fund.												
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 units.
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, AND GARRISON 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, 2005

Special Revenue Funds

	Rockford Tuberculosis Care Center	Garbage and Refuse	Motor Fuel Tax	Redevelopment	Tourism
ASSETS					
Cash and cash equivalents	\$ 74,028	\$ 1,572,366	\$ 2,974,570	\$ 313,797	\$ 127,000
Property taxes receivable, net	136,620	1,808,520	-	-	-
Accounts receivable, net	-	795,092	-	335,619	143,029
Notes receivable, net	-	-	-	36,784	-
Accrued interest receivable	999	19,878	-	16,037	1,521
Due from the State of Illinois	-	-	361,325	-	-
Due from other governmental units	-	-	-	-	-
Due from other funds	-	-	192,886	-	-
Total assets	\$ 211,647	\$ 4,195,856	\$ 3,528,781	\$ 702,237	\$ 271,550
LIABILITIES AND FUND BALANCES (DEFICITS)					
Liabilities:					
Accounts and contracts payable	\$ 33,847	\$ 423,906	\$ -	\$ 91,666	\$ 123,471
Accrued payroll and benefits	-	5,515	-	-	-
Accrued interest payable	-	-	-	-	-
Due to other funds	-	-	357,156	-	-
Deferred revenue	136,620	1,808,520	-	-	-
Total liabilities	170,467	2,237,941	357,156	91,666	123,471
Fund balances (deficits):					
Reserved for:					
Encumbrances	-	84,387	-	-	-
Long-term notes receivable	-	-	-	9,284	-
Endowments	15,000	-	-	-	-
Unreserved:					
Undesignated	26,180	1,873,528	3,171,625	601,287	148,079
Total fund balances (deficits)	41,180	1,957,915	3,171,625	610,571	148,079
Total liabilities and fund balances (deficits)	\$ 211,647	\$ 4,195,856	\$ 3,528,781	\$ 702,237	\$ 271,550

Special Revenue Funds

Special Projects	Underground Storage Tanks	Veteran's Scholarship	Local Law Enforcement Block Grant	Justice Assistance Grant	Flex Care	Cease Fire
\$ -	\$ 78,032	\$ 46,353	\$ 98,002	\$ 133,726	\$ 170,778	\$ -
13,813	-	-	-	-	-	-
-	849	504	-	-	2,196	-
-	-	-	6,957	-	-	146,338
-	-	-	-	-	-	-
\$ 13,813	\$ 78,881	\$ 46,857	\$ 104,959	\$ 133,726	\$ 172,974	\$ 146,338
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 62,999	\$ -
-	-	-	-	-	-	-
195	-	-	-	-	-	-
53,308	-	-	-	-	-	146,338
-	-	-	104,959	133,726	-	-
53,503	-	-	104,959	133,726	62,999	146,338
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(39,690)	78,881	46,857	-	-	109,975	-
(39,690)	78,881	46,857	-	-	109,975	-
\$ 13,813	\$ 78,881	\$ 46,857	\$ 104,959	\$ 133,726	\$ 172,974	\$ 146,338

(Continued)

CITY OF ROCKFORD, ILLINOIS
COMBINING BALANCE SHEET (Continued)
NONMAJOR SPECIAL REVENUE FUNDS
December 31, 2005

	Special Revenue Funds				
	Tax Increment Financing Areas				
	East Side	West Side	Seventh Street	Southeast	South Rockford
ASSETS					
Cash and cash equivalents	\$ 592,843	\$ -	\$ -	\$ 264,535	\$ 26,304
Property taxes receivable, net	482,371	452,060	984,689	124,490	137,662
Accounts receivable, net	-	-	-	-	-
Notes receivable, net	-	-	-	-	-
Accrued interest receivable	7,086	-	4,232	2,877	2,061
Due from the State of Illinois	-	-	-	-	-
Due from other governmental units	-	-	-	-	-
Due from other funds	-	-	-	-	-
Total assets	<u>\$ 1,082,300</u>	<u>\$ 452,060</u>	<u>\$ 988,921</u>	<u>\$ 391,902</u>	<u>\$ 166,027</u>
LIABILITIES AND FUND BALANCES (DEFICITS)					
Liabilities:					
Accounts and contracts payable	\$ -	\$ -	\$ 26,024	\$ 110,700	\$ -
Accrued payroll and benefits	-	-	-	-	-
Accrued interest payable	-	15,525	-	-	-
Due to other funds	-	1,942,686	217,939	-	-
Deferred revenue	482,371	452,060	984,689	124,490	137,662
Total liabilities	<u>482,371</u>	<u>2,410,271</u>	<u>1,228,652</u>	<u>235,190</u>	<u>137,662</u>
Fund balances (deficits):					
Reserved for:					
Encumbrances	-	-	-	-	-
Long-term notes receivable	-	-	-	-	-
Endowments	-	-	-	-	-
Unreserved:					
Undesignated	599,929	(1,958,211)	(239,731)	156,712	28,365
Total fund balances (deficits)	<u>599,929</u>	<u>(1,958,211)</u>	<u>(239,731)</u>	<u>156,712</u>	<u>28,365</u>
Total liabilities and fund balances (deficits)	<u>\$ 1,082,300</u>	<u>\$ 452,060</u>	<u>\$ 988,921</u>	<u>\$ 391,902</u>	<u>\$ 166,027</u>

Special Revenue Funds								
Tax Increment Financing Areas								
Lincolwood Estates	Springfield Corners	Rockford Global Trade Park	North Main	Lincolwood II	River Oaks	Garrison	Total	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	6,472,334
67,283	82,691	384,798	6,312	1,592	88	11,828		4,681,004
-	-	-	-	-	-	-		1,287,553
-	-	-	-	-	-	-		36,784
-	-	879	-	-	-	-		59,119
-	-	-	-	-	-	-		507,663
-	-	-	-	-	-	-		6,957
-	-	-	-	-	-	-		192,886
<u>\$ 67,283</u>	<u>\$ 82,691</u>	<u>\$ 385,677</u>	<u>\$ 6,312</u>	<u>\$ 1,592</u>	<u>\$ 88</u>	<u>\$ 11,828</u>	<u>\$</u>	<u>13,244,300</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	872,613
-	-	-	-	-	-	-	-	5,515
549	1,037	-	778	85	364	231		18,764
57,928	314,643	34,290	138,109	106,200	118,519	75,206		3,562,322
67,283	82,691	384,798	6,312	1,592	88	11,828		4,919,689
<u>125,760</u>	<u>398,371</u>	<u>419,088</u>	<u>145,199</u>	<u>107,877</u>	<u>118,971</u>	<u>87,265</u>		<u>9,378,903</u>
-	-	-	-	-	-	-		84,387
-	-	-	-	-	-	-		9,284
-	-	-	-	-	-	-		15,000
(58,477)	(315,680)	(33,411)	(138,887)	(106,285)	(118,883)	(75,437)		3,756,726
<u>(58,477)</u>	<u>(315,680)</u>	<u>(33,411)</u>	<u>(138,887)</u>	<u>(106,285)</u>	<u>(118,883)</u>	<u>(75,437)</u>		<u>3,865,397</u>
<u>\$ 67,283</u>	<u>\$ 82,691</u>	<u>\$ 385,677</u>	<u>\$ 6,312</u>	<u>\$ 1,592</u>	<u>\$ 88</u>	<u>\$ 11,828</u>	<u>\$</u>	<u>13,244,300</u>

(Concluded)

CITY OF ROCKFORD, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended December 31, 2005

	Special Revenue Funds				
	Rockford Tuberculosis Care Center	Garbage and Refuse	Motor Fuel Tax	Redevelopment	Tourism
REVENUES					
Taxes	\$ 135,254	\$ 1,730,729	\$ -	\$ 3,190,381	\$ 1,527,358
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	4,453,446	-	-
Charges for services	-	6,710,042	-	-	-
Interest	1,875	35,575	125,103	47,491	4,649
Miscellaneous	-	15,400	-	-	-
Total revenues	<u>137,129</u>	<u>8,491,746</u>	<u>4,578,549</u>	<u>3,237,872</u>	<u>1,532,007</u>
EXPENDITURES					
Current:					
General government	-	-	-	-	-
Community development	-	-	-	1,925,485	1,458,581
Sanitation and sewers	-	6,479,993	-	-	-
Public health and welfare	136,649	-	-	-	-
Total current expenditures	<u>136,649</u>	<u>6,479,993</u>	<u>-</u>	<u>1,925,485</u>	<u>1,458,581</u>
Debt service - interest and service fees	-	-	-	-	-
Total expenditures	<u>136,649</u>	<u>6,479,993</u>	<u>-</u>	<u>1,925,485</u>	<u>1,458,581</u>
Excess of revenues over (under) expenditures	<u>480</u>	<u>2,011,753</u>	<u>4,578,549</u>	<u>1,312,387</u>	<u>73,426</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	(1,382,050)	(4,652,558)	(1,511,245)	(36,141)
Total other financing sources (uses)	<u>-</u>	<u>(1,382,050)</u>	<u>(4,652,558)</u>	<u>(1,511,245)</u>	<u>(36,141)</u>
Net change in fund balances	<u>480</u>	<u>629,703</u>	<u>(74,009)</u>	<u>(198,858)</u>	<u>37,285</u>
Fund balances (deficits) - beginning	<u>40,700</u>	<u>1,328,212</u>	<u>3,245,634</u>	<u>809,429</u>	<u>110,794</u>
Fund balances (deficits) - ending	<u>\$ 41,180</u>	<u>\$ 1,957,915</u>	<u>\$ 3,171,625</u>	<u>\$ 610,571</u>	<u>\$ 148,079</u>

Special Revenue Funds

Special Projects	Underground Storage Tanks	Drug Free Initiative Program	Veteran's Scholarship	Local Law Enforcement Block Grant	Justice Assistance Grant	Flex Care	Cease Fire
\$ -	\$ -	\$ -	\$ -	\$ 121,925	\$ 32,000	\$ -	\$ -
177,242	-	-	-	-	-	-	-
-	-	41,482	-	-	-	-	157,419
-	-	-	-	-	-	-	-
-	1,989	-	1,197	-	-	5,053	-
-	-	-	-	-	-	1,710,841	-
177,242	1,989	41,482	1,197	121,925	32,000	1,715,894	157,419
-	-	-	-	-	-	1,739,402	-
75,000	-	-	3,000	-	-	-	189,419
-	-	-	-	-	-	-	-
-	-	75,674	-	150,142	-	-	-
75,000	-	75,674	3,000	150,142	-	1,739,402	189,419
1,764	-	-	-	-	-	-	-
76,764	-	75,674	3,000	150,142	-	1,739,402	189,419
100,478	1,989	(34,192)	(1,803)	(28,217)	32,000	(23,508)	(32,000)
-	-	34,192	-	5,160	-	-	32,000
(69,298)	-	-	-	-	(32,000)	-	-
(69,298)	-	34,192	-	5,160	(32,000)	-	32,000
31,180	1,989	-	(1,803)	(23,057)	-	(23,508)	-
(70,870)	76,892	-	48,660	23,057	-	133,483	-
\$ (39,690)	\$ 78,881	\$ -	\$ 46,857	\$ -	\$ -	\$ 109,975	\$ -

(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, 2005

	Special Revenue Funds				
	Tax Increment Financing Areas				
	East Side	West Side	Seventh Street	Southeast	South Rockford
REVENUES					
Taxes	\$ 445,224	\$ 478,567	\$ 1,001,249	\$ 130,235	\$ 111,253
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Charges for services	-	-	-	-	-
Interest	12,580	-	1,832	4,907	3,955
Miscellaneous	-	-	-	-	-
Total revenues	<u>457,804</u>	<u>478,567</u>	<u>1,003,081</u>	<u>135,142</u>	<u>115,208</u>
EXPENDITURES					
Current:					
General government	-	-	-	-	-
Community development	152,027	296,574	678,132	110,699	5,775
Sanitation and sewers	-	-	-	-	-
Public health and welfare	-	-	-	-	-
Total current expenditures	<u>152,027</u>	<u>296,574</u>	<u>678,132</u>	<u>110,699</u>	<u>5,775</u>
Debt service - interest and service fees	-	36,683	-	-	-
Total expenditures	<u>152,027</u>	<u>333,257</u>	<u>678,132</u>	<u>110,699</u>	<u>5,775</u>
Excess of revenues over (under) expenditures	<u>305,777</u>	<u>145,310</u>	<u>324,949</u>	<u>24,443</u>	<u>109,433</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	(87,793)	(731,418)	(843,008)	-	(225,593)
Total other financing sources (uses)	<u>(87,793)</u>	<u>(731,418)</u>	<u>(843,008)</u>	<u>-</u>	<u>(225,593)</u>
Net change in fund balances	217,984	(586,108)	(518,059)	24,443	(116,160)
Fund balances (deficits) - beginning	381,945	(1,372,103)	278,328	132,269	144,525
Fund balances (deficits) - ending	<u>\$ 599,929</u>	<u>\$ (1,958,211)</u>	<u>\$ (239,731)</u>	<u>\$ 156,712</u>	<u>\$ 28,365</u>

Special Revenue Funds

Tax Increment Financing Areas

Lincolnwood Estates	Springfield Corners	Rockford Global Trade Park	North Main	Lincolnwood II	River Oaks	Garrison	Total
\$ 68,398	\$ 34,677	\$ 250,928	\$ 5,681	\$ -	\$ -	\$ -	\$ 9,263,859
-	-	-	-	-	-	-	177,242
-	-	-	-	-	-	-	4,652,347
-	-	-	-	-	-	-	6,710,042
-	-	-	-	-	-	-	246,206
-	-	-	-	-	-	-	1,726,241
68,398	34,677	250,928	5,681	-	-	-	22,775,937
-	-	-	-	-	-	-	1,739,402
-	-	314	-	85	364	231	4,895,686
-	-	-	-	-	-	-	6,479,993
-	-	-	-	-	-	-	362,465
-	-	314	-	85	364	231	13,477,546
2,251	5,242	814	1,991	-	-	-	48,745
2,251	5,242	1,128	1,991	85	364	231	13,526,291
66,147	29,435	249,800	3,690	(85)	(364)	(231)	9,249,646
-	-	-	-	-	-	-	71,352
(9,208)	(147,189)	(159,388)	(68,962)	(106,200)	(118,519)	(75,206)	(10,255,776)
(9,208)	(147,189)	(159,388)	(68,962)	(106,200)	(118,519)	(75,206)	(10,184,424)
56,939	(117,754)	90,412	(65,272)	(106,285)	(118,883)	(75,437)	(934,778)
(115,416)	(197,926)	(123,823)	(73,615)	-	-	-	4,800,175
\$ (58,477)	\$ (315,680)	\$ (33,411)	\$ (138,887)	\$ (106,285)	\$ (118,883)	\$ (75,437)	\$ 3,865,397

(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, 2005

	Rockford Tuberculosis Care Center Fund			Garbage and Refuse Fund				
	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
REVENUES								
Taxes - Property	\$ 123,975	\$ 123,975	\$ 135,254	\$ 11,279	\$ 1,630,234	\$ 1,730,729	\$ 100,495	
Charges for services	-	-	-	-	6,773,760	6,710,042	(63,718)	
Interest	2,000	2,000	1,875	(125)	35,700	35,575	(125)	
Miscellaneous	-	-	-	-	-	15,400	15,400	
Total revenues	125,975	125,975	137,129	11,154	8,439,694	8,491,746	52,052	
EXPENDITURES								
Current:								
Sanitation and sewers	-	-	-	-	6,723,704	6,479,993	243,711	
Public health and welfare	138,000	138,000	136,649	1,351	-	-	-	
Total current expenditures	138,000	138,000	136,649	1,351	6,723,704	6,479,993	243,711	
Excess of revenues over (under) expenditures	(12,025)	(12,025)	480	12,505	1,715,990	2,011,753	295,763	
OTHER FINANCING (USES)								
Transfers out	-	-	-	-	(1,382,050)	(1,382,050)	-	
Net change in fund balance	\$ (12,025)	\$ (12,025)	480	12,505	\$ 333,940	\$ 629,703	\$ 295,763	
Fund balance - beginning			40,700			1,328,212		
Fund balance - ending			<u>\$ 41,180</u>			<u>\$ 1,957,915</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, 2005

	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	\$ -	\$ -	\$ -	\$ 3,070,000	\$ 3,070,000	\$ 3,190,381	\$ 120,381
Intergovernmental	4,422,000	4,422,000	4,453,446	-	-	-	-
Interest	65,000	65,000	125,103	5,000	5,000	47,491	42,491
Total revenues	4,487,000	4,487,000	4,578,549	3,075,000	3,075,000	3,237,872	162,872
EXPENDITURES							
Current:							
Community development	-	-	-	1,818,300	1,818,300	1,925,485	(107,185)
Total current expenditures	-	-	-	1,818,300	1,818,300	1,925,485	(107,185)
Excess of revenues over (under) expenditures	4,487,000	4,487,000	4,578,549	1,256,700	1,256,700	1,312,387	55,687
OTHER FINANCING (USES)							
Transfers out	(4,760,000)	(4,760,000)	(4,652,558)	(2,248,938)	(1,633,638)	(1,511,245)	122,393
Net change in fund balance	\$ (273,000)	\$ (273,000)	(74,009)	\$ 198,991	\$ (992,238)	\$ (376,938)	\$ 178,080
Fund balance - beginning			3,245,634			809,429	
Fund balance - ending			<u>\$ 3,171,625</u>			<u>\$ 610,571</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, 2005

	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	\$ 1,384,000	\$ 1,384,000	\$ 1,527,358	\$ 143,358	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	180,000	180,000	177,242	(2,758)
Interest	-	-	4,649	4,649	-	-	-
Total revenues	1,384,000	1,384,000	1,532,007	148,007	180,000	177,242	(2,758)
EXPENDITURES							
Current:							
Community development	1,382,200	1,382,200	1,458,581	(76,381)	75,000	75,000	-
Debt service - interest	-	-	-	-	-	1,764	(1,764)
Total current expenditures	1,382,200	1,382,200	1,458,581	(76,381)	75,000	76,764	(1,764)
Excess of revenues over (under) expenditures	1,800	1,800	73,426	71,626	105,000	100,478	(4,522)
OTHER FINANCING (USES)							
Transfers out	(1,800)	(1,800)	(36,141)	(34,341)	(269,298)	(69,298)	200,000
Net change in fund balance	\$ -	\$ -	\$ 37,285	\$ 37,285	\$ (164,298)	\$ 31,180	\$ 195,478
Fund balance (deficit) - beginning			110,794			(70,870)	
Fund balance (deficit) - ending			\$ 148,079			\$ (39,690)	

(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, 2005

	Underground Storage Tanks Fund			Drug Free Initiative Program Fund			Variance with Final Budget- Positive (Negative)
	Original Budget	Final Budget	Actual	Original Budget	Final Budget	Actual	
REVENUES							
Intergovernmental	\$ -	\$ -	\$ -	\$ 104,228	\$ 104,228	\$ 41,482	\$ (62,746)
Interest	-	-	1,989	-	-	-	-
Total revenues	-	-	1,989	104,228	104,228	41,482	(62,746)
EXPENDITURES							
Current:							
Public health and welfare	15,000	15,000	-	143,624	123,624	75,674	47,950
Total current expenditures	15,000	15,000	-	143,624	123,624	75,674	47,950
Excess of revenues over (under) expenditures	(15,000)	(15,000)	1,989	(39,396)	(19,396)	(34,192)	(14,796)
OTHER FINANCING SOURCES							
Transfers in	-	-	-	-	-	34,192	34,192
Net change in fund balance	\$ (15,000)	\$ (15,000)	1,989	\$ (39,396)	\$ (19,396)	-	\$ 19,396
Fund balance - beginning			76,892				
Fund balance - ending			<u>\$ 78,881</u>			<u>\$ -</u>	<u>\$ -</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, 2005

	Tax Increment Financing Area East Side Fund			Tax Increment Financing Area West Side Fund			Variance with Final Budget- Positive (Negative)	Final Budget- Positive (Negative)
	Original Budget	Final Budget	Actual	Original Budget	Final Budget	Actual		
REVENUES								
Taxes - Property	\$ 352,500	\$ 352,500	\$ 445,224	\$ 538,000	\$ 538,000	\$ 478,567	\$	(59,433)
Interest	4,800	4,800	12,580	-	-	-	-	-
Total revenues	357,300	357,300	457,804	538,000	538,000	478,567		(59,433)
EXPENDITURES								
Current:								
Community development	168,600	168,600	152,027	235,955	235,955	296,574		(60,619)
Debt service - interest	-	-	-	-	-	36,683		(36,683)
Total expenditures	168,600	168,600	152,027	235,955	235,955	333,257		(97,302)
Excess of revenues over (under) expenditures	188,700	188,700	305,777	302,045	302,045	145,310		(156,735)
OTHER FINANCING (USES)								
Transfers out	(87,793)	(87,793)	(87,793)	(87,793)	(87,793)	(731,418)		(643,625)
Net change in fund balance	\$ 100,907	\$ 100,907	217,984	\$ 117,077	\$ 214,252	\$ 214,252	\$	(800,360)
Fund balance (deficit) - beginning			381,945			(1,372,103)		
Fund balance (deficit) - ending			\$ 599,929			\$ (1,958,211)		

(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, 2005

	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	\$ 835,000	\$ 835,000	\$ 1,001,249	\$ 95,238	\$ 95,238	\$ 130,235	\$ 34,997
Interest	17,400	17,400	1,832	-	-	4,907	4,907
Total revenues	852,400	852,400	1,003,081	95,238	95,238	135,142	39,904
EXPENDITURES							
Current:							
Community development	604,800	604,800	678,132	104,700	104,700	110,699	(5,999)
Total expenditures	604,800	604,800	678,132	104,700	104,700	110,699	(5,999)
Excess of revenues over (under) expenditures	247,600	247,600	324,949	77,349	(9,462)	24,443	33,905
OTHER FINANCING (USES)							
Transfers out	(829,198)	(829,198)	(843,008)	-	-	-	-
Net change in fund balance	\$ (581,598)	\$ (581,598)	(518,059)	\$ (9,462)	\$ (9,462)	24,443	\$ 33,905
Fund balance - beginning			278,328			132,269	
Fund balance (deficit) - ending			<u>\$ (239,731)</u>			<u>\$ 156,712</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, 2005

	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	\$ 85,000	\$ 85,000	\$ 111,253	\$ 54,776	\$ 54,776	\$ 68,398	\$ 13,622
Interest	2,200	2,200	3,955	-	-	-	-
			1,755				
Total revenues	87,200	87,200	115,208	54,776	54,776	68,398	13,622
EXPENDITURES							
Current:							
Community development	1,000	1,000	5,775	-	-	-	-
Debt service - interest	-	-	-	6,000	6,000	2,251	3,749
Total expenditures	1,000	1,000	5,775	6,000	6,000	2,251	3,749
Excess of revenues over (under) expenditures	86,200	86,200	109,433	48,776	48,776	66,147	17,371
OTHER FINANCING (USES)							
Transfers out	(40,000)	(100,000)	(225,593)	(46,316)	(21,014)	(9,208)	11,806
Net change in fund balance	\$ 46,200	\$ (13,800)	(116,160)	\$ 2,460	\$ 27,762	\$ 56,939	\$ 29,177
Fund balance (deficit) - beginning			144,525			(115,416)	
Fund balance (deficit) - ending			<u>\$ 28,365</u>			<u>\$ (58,477)</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, 2005

	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	\$ 58,061	\$ -	\$ 34,677	\$ 31,590	\$ 31,590	\$ 250,928	\$ 219,338
Total revenues	58,061	-	34,677	31,590	31,590	250,928	219,338
EXPENDITURES							
Current:							
Community development	-	-	-	-	-	314	(314)
Debt service - interest	9,000	9,000	5,242	-	-	814	(814)
Total expenditures	9,000	9,000	5,242	-	-	1,128	(1,128)
Excess of revenues over (under) expenditures	49,061	(9,000)	29,435	31,590	31,590	249,800	218,210
OTHER FINANCING (USES)							
Transfers out	(57,975)	(147,189)	(147,189)	(197,068)	(238,018)	(159,388)	78,630
Net change in fund balance	\$ (8,914)	\$ (156,189)	(117,754)	\$ 38,435	\$ (165,478)	\$ (206,428)	90,412
Fund balance (deficit) - beginning			(197,926)				(123,823)
Fund balance (deficit) - ending			<u>\$ (315,680)</u>			<u>\$ (33,411)</u>	<u>\$ (33,411)</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, 2005

	Tax Increment Financing Area North Main Fund			Tax Increment Financing Area Lincolwood II Fund			Variance with Final Budget- Positive (Negative)
	Original Budget	Final Budget	Actual	Original Budget	Final Budget	Actual	
REVENUES							
Taxes - Property	\$ -	\$ -	\$ 5,681	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	5,681	-	-	-	-
EXPENDITURES							
Debt service - interest	-	-	1,991	-	-	85	(85)
Total expenditures	-	-	1,991	-	-	85	(85)
Excess of revenues over (under) expenditures	-	-	3,690	-	-	(85)	(85)
OTHER FINANCING (USES)							
Transfers out	(68,962)	(68,962)	(68,962)	-	(27,570)	(106,200)	(78,630)
Net change in fund balance	\$ (68,962)	\$ (68,962)	\$ (65,272)	\$ 3,690	\$ -	\$ (106,285)	\$ (78,715)
Fund balance (deficit) - beginning			(73,615)			-	-
Fund balance (deficit) - ending			\$ (138,887)			\$ (106,285)	

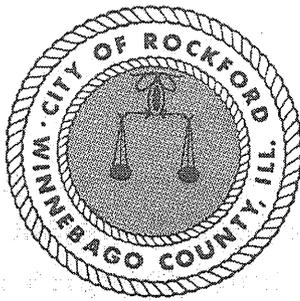
(Continued)

**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, 2005

	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							
Total revenues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
EXPENDITURES							
Current:							
Community development	-	-	364	-	-	231	(231)
Total expenditures	-	-	364	-	-	231	(231)
Excess of revenues over (under) expenditures	-	-	(364)	-	-	(231)	(231)
OTHER FINANCING (USES)							
Transfers out	-	(118,519)	(118,519)	-	(75,206)	(75,206)	-
Net change in fund balance	\$ -	\$ (118,519)	(118,883)	\$ (364)	\$ -	(75,437)	\$ (231)
Fund balance- beginning							
Fund balance (deficit) - ending			<u>\$ (118,883)</u>			<u>\$ (75,437)</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, 2005

	Central Garage	Building Maintenance	Central Stores	Illinois Municipal Retirement	Unemployment
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 688,542	\$ 534,902	\$ 41,472	\$ 419,913	\$ 23,413
Accounts receivable	-	51,713	-	-	-
Accrued interest receivable	7,704	877	457	4,430	254
Due from other governmental units	38,276	-	-	-	-
Inventories	238,389	-	-	-	-
Total current assets	972,911	587,492	41,929	424,343	23,667
Noncurrent assets:					
Capital assets:					
Land improvements	20,000	-	-	-	-
Buildings and improvements	178,080	959,021	11,642	-	-
Equipment	519,334	35,187	37,591	-	-
Improvements other than buildings	85,345	108,889	-	-	-
Less accumulated depreciation	(622,913)	(311,637)	(37,778)	-	-
Total capital assets, net	179,846	791,460	11,455	-	-
Total assets	1,152,757	1,378,952	53,384	424,343	23,667
LIABILITIES					
Current liabilities:					
Accounts payable	202,077	217,051	389	300,131	25,000
Accrued interest payable	-	-	-	-	-
Accrued payroll and benefits	31,598	22,138	8,712	-	-
Due to other funds	-	515,829	-	-	-
Compensated absences	10,612	9,236	586	-	-
Claims and judgments payable	-	-	-	-	-
Total current liabilities	244,287	764,254	9,687	300,131	25,000
Noncurrent:					
Compensated absences	17,633	33,660	8,599	-	-
Deferred revenue	60,515	500,507	-	-	-
Claims and judgments payable	-	-	-	-	-
Total noncurrent liabilities	78,148	534,167	8,599	-	-
Total liabilities	322,435	1,298,421	18,286	300,131	25,000
NET ASSETS (DEFICIT)					
Invested in capital assets	179,846	791,460	11,455	-	-
Unrestricted	650,476	(710,929)	23,643	124,212	(1,333)
Total net assets (deficit)	\$ 830,322	\$ 80,531	\$ 35,098	\$ 124,212	\$ (1,333)

Workmen's Compensation	Health Insurance	911 Communications	Risk Management	Information Systems	Total Internal Service Funds
\$ 1,926,899	\$ -	\$ 141,674	\$ 90,892	\$ -	\$ 3,867,707
-	112,320	-	-	-	164,033
21,002	-	-	-	-	34,724
-	-	273,619	-	-	311,895
-	-	-	-	-	238,389
1,947,901	112,320	415,293	90,892	-	4,616,748
-	-	-	-	-	20,000
-	-	-	-	-	1,148,743
-	-	150,737	-	3,207,698	3,950,547
-	-	-	-	-	194,234
-	-	(147,255)	-	(1,881,902)	(3,001,485)
-	-	3,482	-	1,325,796	2,312,039
1,947,901	112,320	418,775	90,892	1,325,796	6,928,787
172,105	248,261	6,157	36,736	83,292	1,291,199
-	12,149	-	1,830	6,165	20,144
-	-	171,592	-	22,680	256,720
-	1,314,284	-	-	443,656	2,273,769
-	-	71,788	-	3,835	96,057
700,064	1,170,000	-	714,508	-	2,584,572
872,169	2,744,694	249,537	753,074	559,628	6,522,461
-	-	145,420	-	65,041	270,353
-	183,241	-	-	-	744,263
1,400,128	-	-	1,000,000	-	2,400,128
1,400,128	183,241	145,420	1,000,000	65,041	3,414,744
2,272,297	2,927,935	394,957	1,753,074	624,669	9,937,205
-	-	3,482	-	1,325,796	2,312,039
(324,396)	(2,815,615)	20,336	(1,662,182)	(624,669)	(5,320,457)
\$ (324,396)	\$ (2,815,615)	\$ 23,818	\$ (1,662,182)	\$ 701,127	\$ (3,008,418)

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, 2005

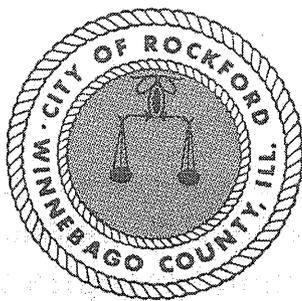
	Central Garage	Building Maintenance	Central Stores	Illinois Municipal Retirement	Unemployment
OPERATING REVENUES					
Charges for services	\$ 3,489,347	\$ 2,316,640	\$ 262,875	\$ 4,952,983	\$ 55,737
Miscellaneous	595	-	-	-	-
Total operating revenues	3,489,942	2,316,640	262,875	4,952,983	55,737
OPERATING EXPENSES					
Salaries and benefits	926,820	665,196	212,224	-	-
Services	666,264	1,358,178	37,754	4,952,954	27,216
Supplies and materials	1,602,064	137,665	15,247	-	-
Depreciation	43,580	67,440	6,069	-	-
Charges from General Fund	108,600	77,400	14,904	-	-
Miscellaneous	-	244,503	-	-	-
Total operating expenses	3,347,328	2,550,382	286,198	4,952,954	27,216
Operating income (loss)	142,614	(233,742)	(23,323)	29	28,521
NONOPERATING REVENUES (EXPENSES)					
Interest revenue	14,682	1,676	1,293	12,575	460
Interest expense	-	-	-	-	-
Total nonoperating revenues (expenses)	14,682	1,676	1,293	12,575	460
TRANSFERS IN					
	-	199,966	-	-	-
Change in net assets (deficit)	157,296	(32,100)	(22,030)	12,604	28,981
Total net assets (deficit) - beginning	673,026	112,631	57,128	111,608	(30,314)
Total net assets (deficit) - ending	\$ 830,322	\$ 80,531	\$ 35,098	\$ 124,212	\$ (1,333)

Workmen's Compensation	Auditing	Health Insurance	911 Communications	Risk Management	Information Systems	Total Internal Service Funds
\$ 1,375,022	\$ 215,302	\$ 15,385,923	\$ 4,760,411	\$ 3,414,220	\$ 1,882,256	\$ 38,110,716
-	-	736,191	-	64,946	-	801,732
1,375,022	215,302	16,122,114	4,760,411	3,479,166	1,882,256	38,912,448
-	-	-	4,615,737	-	639,427	7,059,404
1,788,166	215,302	16,704,358	104,311	1,159,501	654,726	27,668,730
-	-	601	6,004	-	374,496	2,136,077
-	-	-	10,541	-	350,883	478,513
67,704	-	82,800	-	250,896	27,096	629,400
-	-	-	-	-	640	245,143
1,855,870	215,302	16,787,759	4,736,593	1,410,397	2,047,268	38,217,267
(480,848)	-	(665,645)	23,818	2,068,769	(165,012)	695,181
51,874	-	-	-	3,674	-	86,234
-	-	(28,778)	-	-	(15,822)	(44,600)
51,874	-	(28,778)	-	3,674	(15,822)	41,634
-	-	-	-	-	-	199,966
(428,974)	-	(694,423)	23,818	2,072,443	(180,834)	936,781
104,578	-	(2,121,192)	-	(3,734,625)	881,961	(3,945,199)
\$ (324,396)	\$ -	\$ (2,815,615)	\$ 23,818	\$ (1,662,182)	\$ 701,127	\$ (3,008,418)

CITY OF ROCKFORD, ILLINOIS
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2005

	Central Garage	Building Maintenance	Central Stores	Illinois Municipal Retirement	Unemployment
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers and users	\$ 3,548,634	\$ 2,552,356	\$ 262,875	\$ 4,952,983	\$ 55,737
Payments to suppliers	(2,263,440)	(1,684,575)	(52,775)	(4,917,918)	(23,716)
Payments to employees	(923,057)	(657,976)	(211,589)	-	-
Payments for internal services used	(108,600)	(77,400)	(14,904)	-	-
Receipts from other funds	-	-	-	-	-
Payments to other funds	-	(24,568)	-	-	(8,787)
Net cash provided by (used for) operating activities	253,537	107,837	(16,393)	35,065	23,234
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfer from General fund	-	199,966	-	-	-
Net cash provided by noncapital financing activities	-	199,966	-	-	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Purchase of capital assets	(15,454)	-	-	-	-
Net cash (used for) capital and related financing activities	(15,454)	-	-	-	-
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest received	8,288	1,159	1,012	8,947	179
Net increase (decrease) in cash and cash equivalents	246,371	308,962	(15,381)	44,012	23,413
Cash and cash equivalents, beginning	442,171	225,940	56,853	375,901	-
Cash and cash equivalents, ending	\$ 688,542	\$ 534,902	\$ 41,472	\$ 419,913	\$ 23,413
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:					
Operating income (loss)	\$ 142,614	\$ (233,742)	\$ (23,323)	\$ 29	\$ 28,521
Adjustments to reconcile operating income to net cash provided by (used for) operating activities					
Depreciation expense	43,580	67,440	6,069	-	-
Increase (decrease) from changes in:					
Accounts receivable	-	191,466	-	-	-
Due from other governmental units	59,895	-	-	-	-
Inventories	(30,929)	-	-	-	-
Bank overdraft	-	-	-	-	-
Accounts payable	35,817	55,769	226	35,036	3,500
Accrued payroll and benefits	4,332	889	1,698	-	-
Compensated absences	(569)	6,333	(1,063)	-	-
Due to other funds	-	(24,568)	-	-	(8,787)
Deferred revenue	(1,203)	44,250	-	-	-
Other liabilities	-	-	-	-	-
Total adjustments	110,923	341,579	6,930	35,036	(5,287)
Net cash provided by (used for) operating activities	\$ 253,537	\$ 107,837	\$ (16,393)	\$ 35,065	\$ 23,234

Workmen's Compensation	Auditing	Health Insurance	911 Communications	Risk Management	Information Systems	Total Internal Service Funds
\$ 1,375,022	\$ 215,302	\$ 16,141,404	\$ 8,197,090	\$ 3,479,166	\$ 1,882,256	\$ 42,662,825
(1,774,371)	(215,302)	(16,778,978)	(109,600)	(3,795,828)	(1,039,481)	(32,655,984)
-	-	-	(4,589,291)	-	(629,584)	(7,011,497)
(67,704)	-	(82,800)	-	(250,896)	(27,096)	(629,400)
-	-	738,628	-	-	383,477	1,122,105
-	-	-	(3,356,725)	-	-	(3,390,080)
(467,053)	-	18,254	141,474	(567,558)	569,572	97,969
-	-	-	-	-	-	199,966
-	-	-	-	-	-	199,966
-	-	-	-	-	(559,828)	(575,282)
-	-	-	-	-	(559,828)	(575,282)
37,803	-	(18,254)	-	7,515	(9,744)	36,905
(429,250)	-	-	141,474	(560,043)	-	(240,442)
2,356,149	-	-	200	650,935	-	4,108,149
\$ 1,926,899	\$ -	\$ -	\$ 141,674	\$ 90,892	\$ -	\$ 3,867,707
\$ (480,848)	\$ -	\$ (665,645)	\$ 23,818	\$ 2,068,769	\$ (165,012)	\$ 695,181
-	-	-	10,541	-	350,883	478,513
-	-	(16,550)	-	-	-	174,916
-	-	-	3,436,679	-	-	3,496,574
-	-	-	-	-	-	(30,929)
-	-	(5,547)	-	-	-	(5,547)
(21,084)	-	(179,235)	715	22,165	(9,619)	(56,710)
-	-	-	20,923	-	2,707	30,549
-	-	-	5,523	-	7,136	17,360
-	-	738,628	(3,356,725)	-	383,477	(2,267,975)
-	-	35,840	-	-	-	78,887
34,879	-	110,763	-	(2,658,492)	-	(2,512,850)
13,795	-	683,899	117,656	(2,636,327)	734,584	(597,212)
\$ (467,053)	\$ -	\$ 18,254	\$ 141,474	\$ (567,558)	\$ 569,572	\$ 97,969



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.

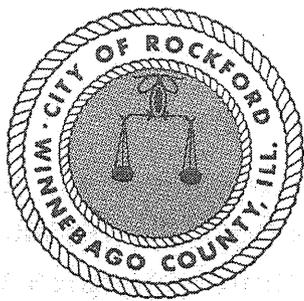
CITY OF ROCKFORD, ILLINOIS
COMBINING STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
December 31, 2005

	<u>Pension Trust Funds</u>		
	<u>Police Pension</u>	<u>Firefighter's Pension</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ 674,686	\$ 2,097,735	\$ 2,772,421
Investments			
U.S. Treasury Strips		2,936,298	2,936,298
U.S. Treasury Notes	-	24,785,958	24,785,958
U.S. Treasury Bonds	-	8,377,615	8,377,615
Government National Mortgage Association	-	10,615,756	10,615,756
Government Backed Corporate Bonds	-	1,218,570	1,218,570
Federal Home Loan Bank Bonds	-	3,887,412	3,887,412
Federal Home Loan Mortgage Corporation	-	6,544,527	6,544,527
Federal National Mortgage Association	-	10,654,579	10,654,579
Federal Farm Credit Bonds	-	293,392	293,392
State and Local Government Securities	-	287,678	287,678
Small Cap Equity Common Stocks	13,820,436	-	13,820,436
Mid Cap Equity Common Stocks	6,691,295	-	6,691,295
Large Cap Equity Common Stocks	-	23,153,340	23,153,340
NTGI Collective Trust	65,169,298	-	65,169,298
ABN AMRO Stable Value Funds	15,214,184	-	15,214,184
Domestic Mutual Funds	27,972,132	19,242,265	47,214,397
International Mutual Funds	14,223,060	13,628,268	27,851,328
Accrued interest receivable	60,163	686,414	746,577
Contributions receivable	2,157,805	3,429,657	5,587,462
Total assets	145,983,059	131,839,464	277,822,523
LIABILITIES			
Accrued liabilities	80,253	103,994	184,247
NET ASSETS			
Held in trust for pension benefits	<u>\$ 145,902,806</u>	<u>\$ 131,735,470</u>	<u>\$ 277,638,276</u>

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

For the Year Ended December 31, 2005

	Pension Trust Funds		
	Police Pension	Firefighter's Pension	Total
ADDITIONS			
Contributions:			
Employer	\$ 2,703,802	\$ 4,084,841	\$ 6,788,643
Plan member	1,774,462	1,520,714	3,295,176
Total contributions	4,478,264	5,605,555	10,083,819
Investment income:			
Net appreciation in fair value of investments	5,644,284	2,619,994	8,264,278
Interest and dividend income	2,049,429	4,301,261	6,350,690
	7,693,713	6,921,255	14,614,968
Less investment expense	(321,903)	(342,932)	(664,835)
Net investment income	7,371,810	6,578,323	13,950,133
Total additions	11,850,074	12,183,878	24,033,952
DEDUCTIONS			
Pension benefits	7,844,169	9,166,633	17,010,802
Refunds of contributions	116,291	174	116,465
Administrative expense	130,969	130,450	261,419
Total deductions	8,091,429	9,297,257	17,388,686
Change in net assets	3,758,645	2,886,621	6,645,266
Total net assets - beginning	142,144,161	128,848,849	270,993,010
Total net assets - ending	\$ 145,902,806	\$ 131,735,470	\$ 277,638,276



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

December 31, 2005

GOVERNMENTAL FUNDS CAPITAL ASSETS

Land and improvements	\$ 3,811,372
Buildings and improvements	48,962,537
Equipment	28,660,338
Infrastructure	72,646,237
Construction in progress	<u>20,697,047</u>

Total governmental funds capital assets

\$ 174,777,531

INVESTMENT IN GOVERNMENTAL FUNDS CAPITAL
ASSETS BY SOURCE

General Fund	\$ 38,432,520
Special Revenue Funds	26,260,591
Capital Projects Fund	74,898,376
Grants	<u>35,186,044</u>

Total investment in governmental funds capital assets

\$ 174,777,531

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, 2005

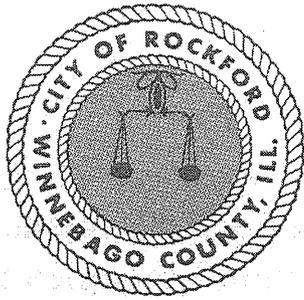
FUNCTION AND ACTIVITY	Land and Improvements	Buildings and Improvements	Equipment	Infrastructure	Construction in Progress	Total
General government	\$ 915,592	\$ 11,549,278	\$ 316,051	\$ -	\$ 1,601,160	\$ 14,382,081
Public safety	870,328	10,882,887	17,926,696	-	1,064,758	30,744,669
Streets, alleys and bridges	1,582,952	1,667,879	8,098,532	72,646,237	11,713,239	95,708,839
Community development	160,000	-	153,867	-	6,021,266	6,335,133
Sanitation and sewers	201,500	-	23,264	-	149,969	374,733
Culture and recreation	81,000	24,112,169	1,226,145	-	45,085	25,464,399
Public health and welfare	-	750,324	915,783	-	101,570	1,767,677
Total governmental funds capital assets	<u>\$ 3,811,372</u>	<u>\$ 48,962,537</u>	<u>\$ 28,660,338</u>	<u>\$ 72,646,237</u>	<u>\$ 20,697,047</u>	<u>\$ 174,777,531</u>

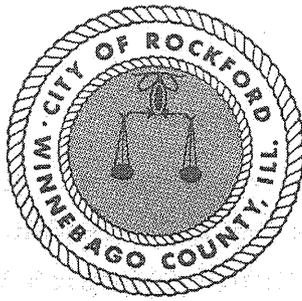
This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in the internal service funds are excluded from the above amounts. The capital assets of internal service funds are included as governmental activities in the Statement of Net 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, 2005

FUNCTION AND ACTIVITY	Governmental Funds Capital Assets			Governmental Funds Capital Assets	
	January 1, 2005	Additions	Deductions	December 31, 2005	
General government	\$ 14,038,017	\$ 554,989	\$ 210,925	\$ 14,382,081	
Public safety	32,593,004	2,291,443	4,139,778	30,744,669	
Streets, alleys and bridges	75,976,988	23,386,439	3,654,588	95,708,839	
Community development	1,635,713	4,794,032	94,612	6,335,133	
Sanitation and sewers	231,613	149,969	6,849	374,733	
Culture and recreation	25,353,771	436,689	326,061	25,464,399	
Public health and welfare	1,808,199	166,510	207,032	1,767,677	
Total governmental funds capital assets	\$ 151,637,305	\$ 31,780,071	\$ 8,639,845	\$ 174,777,531	

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
GOVERNMENT-WIDE EXPENSES BY FUNCTION**

For the Years Ended December 31, 2002 through 2005

Year	General Government	Public Safety	Streets, Alleys and Bridges	Community Development	Sanitation and Sewers	Culture and Recreation	Public Health and Welfare
2002	\$ 11,700,521	\$ 65,150,598	\$ 8,836,867	\$ 8,652,714	\$ 7,903,265	\$ 6,466,184	\$ 10,579,803
2003	12,059,087	63,159,504	12,753,240	9,166,657	6,886,691	7,839,947	12,408,644
2004	11,735,947	71,227,167	10,555,875	12,101,290	7,161,939	9,104,116	10,727,258
2005	13,392,590	72,945,042	11,008,143	13,761,490	7,095,605	7,719,111	14,186,561

Note - Information is presented for as many years as is available.

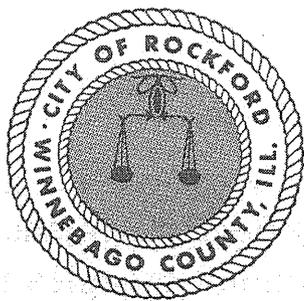
	Interest and Service Fees	Water Utility	Parking System	Total
\$	4,159,038	\$ 13,732,510	\$ 1,723,148	\$ 138,904,648
	3,699,121	14,173,933	1,716,189	143,863,013
	4,338,003	14,220,177	2,574,840	153,746,612
	4,507,875	14,734,889	2,028,583	161,379,889

**CITY OF ROCKFORD, ILLINOIS
GOVERNMENT-WIDE REVENUES**

Years Ended December 31, 2002 through 2005

Year	PROGRAM REVENUES				GENERAL REVENUES				Total
	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Taxes	Unrestricted Investment Earnings	Miscellaneous	Transfers		
2002	\$ 15,383,237	\$ 17,485,057	\$ 5,157,036	\$ 88,843,963	\$ 2,873,045	\$ 3,216,922	\$ 184,144	\$ 133,143,404	
2003	16,911,182	19,474,664	5,494,414	92,756,387	810,385	2,110,070	145,250	137,702,352	
2004	22,458,151	19,068,782	6,786,811	96,023,278	1,630,807	2,386,737	57,600	148,412,166	
2005	24,505,780	21,335,383	6,872,910	103,115,148	1,485,108	3,009,223	57,600	160,381,152	

Note - Information is presented for as many years as is available.



CITY OF ROCKFORD, ILLINOIS
GENERAL GOVERNMENT EXPENDITURES BY FUNCTION

Years Ended December 31, 1996 through 2005

Year	General Government	Public Safety	Streets, Alleys and Bridges	Community Development	Sanitation and Sewers	Culture and Recreation
1996	\$ 6,125,779	\$ 43,995,599	\$ 17,217,520	\$ 6,292,661	\$ 8,630,937	\$ 4,791,756
1997	6,407,740	45,867,346	16,144,832	7,458,547	8,816,773	5,126,956
1998	6,772,849	50,529,452	16,213,671	7,934,676	10,233,351	5,466,264
1999	7,495,361	51,084,665	19,116,189	8,977,896	9,197,184	5,552,261
2000	7,849,618	53,685,202	18,490,526	8,080,363	9,873,256	5,654,369
2001	8,133,947	56,956,499	21,481,134	8,181,479	8,413,568	5,705,308
2002	10,898,549	62,666,210	31,579,429	9,495,404	8,002,666	7,395,603
2003	11,731,741	62,581,543	23,972,979	10,076,437	6,901,965	7,240,285
2004	11,238,905	66,605,199	8,046,183	11,978,122	7,134,786	8,249,917
2005	12,802,668	72,060,997	9,218,492	13,855,963	7,114,598	6,843,800

NOTE: The schedule above includes only those expenditures recorded in the governmental fund types.

** 2003 Capital outlays are included in expenditure functions.

	Public Health and Welfare	Capital Outlay	Principal	Interest and Service Fees	Total
\$	6,264,188	\$ 3,378,691	\$ 5,817,824	\$ 3,025,089	\$ 105,540,044
	5,853,993	2,114,091	5,894,525	2,848,124	106,532,927
	8,891,450	4,293,596	6,218,072	2,985,255	119,538,636
	7,973,631	7,642,762	6,346,701	2,974,446	126,361,096
	8,643,159	15,218,494	5,603,113	3,707,853	136,805,953
	11,479,039	5,612,710	5,783,698	4,290,692	136,038,074
	10,387,812	2,802,296	11,485,099	4,247,318	158,960,386
	12,329,817	**	6,952,532	4,068,002	145,855,301
	10,370,029	23,136,691	7,520,039	4,186,878	158,466,749
	14,289,739	25,920,039	7,880,000	4,395,004	174,381,300

**CITY OF ROCKFORD, ILLINOIS
GENERAL GOVERNMENT REVENUES BY SOURCE**

Years Ended December 31, 1996 through 2005

Year	Taxes	Licenses and Permits	Inter- governmental	Charges for Services	Fines	Rents
1996	\$ 55,168,160	\$ 4,302,484	\$ 30,265,229	\$ 7,192,581	\$ 1,242,077	\$ 119,269
1997	57,724,932	4,275,677	31,761,719	7,385,872	1,361,062	112,716
1998	60,102,963	4,514,635	38,066,089	7,528,954	1,598,820	113,475
1999	62,490,740	4,714,015	36,260,543	7,775,154	1,429,401	126,727
2000	64,403,442	5,068,973	38,894,672	7,755,401	1,507,188	119,234
2001	64,641,723	5,078,579	40,065,579	8,259,079	1,710,800	117,220
2002	67,399,558	4,859,644	41,204,583	8,453,913	1,748,827	120,685
2003	73,304,614	4,332,276	44,179,064	9,550,358	1,741,662	112,626
2004	80,793,558	4,605,223	44,806,597	13,321,087	1,797,905	46,163
2005	83,796,845	5,314,798	48,245,126	12,881,071	1,911,259	-

NOTE: The schedule above includes only those revenues recorded in the governmental fund types.

Interest	Contributions	Miscellaneous	Total
\$ 2,318,357	\$ -	\$ 2,675,291	\$ 103,283,448
2,556,958	539	3,051,603	108,231,078
2,774,759	598,304	2,612,428	117,910,427
2,289,889	5,826,786	3,091,731	124,004,986
5,567,929	1,514,635	2,952,986	127,784,460
3,175,605	169,405	3,890,284	127,108,274
2,694,190	-	5,466,872	131,948,272
759,962	-	4,518,460	138,499,022
1,541,137	-	2,476,332	149,388,002
1,398,874	-	3,537,361	157,085,334

**CITY OF ROCKFORD, ILLINOIS
TAX REVENUE BY SOURCE**

Years Ended December 31, 1996 through 2005

Year	General Property Taxes (1)	General Sales Taxes	Other Taxes	Total Taxes
1996	\$ 32,789,548	\$ 18,307,165	\$ 4,072,200	\$ 55,168,913
1997	34,380,623	18,901,373	4,443,692	57,725,688
1998	35,561,334	19,425,293	5,117,092	60,103,719
1999	36,577,438	20,249,746	5,663,556	62,490,740
2000	37,153,241	21,202,055	6,048,146	64,403,442
2001	37,885,380	20,929,643	5,826,700	64,641,723
2002	40,237,732	21,434,455	5,727,371	67,399,558
2003	42,146,665	21,877,875	9,168,599	73,193,139
2004	44,847,233	22,356,167	13,590,158	80,793,558
2005	47,010,384	23,378,788	13,407,673	83,796,845

NOTE: The schedule above includes only those revenues recorded in the governmental fund types and internal service funds.

(1) Represents tax levy extension less provision for uncollectible taxes.

CITY OF ROCKFORD, ILLINOIS
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

Years Ended December 31, 1996 through 2005
(000's Omitted)

Tax Levy Year	Real Estate			Railroad			Total	
	Assessed Value (1)	Ratio of Assessed Value to Estimated Actual Value	Estimated Actual Value	Assessed Value (1)	Ratio of Assessed Value to Estimated Actual Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
1996	\$ 1,372,172	29.7	\$ 4,625,757	\$ 1,055	33.3	\$ 3,165	\$1,373,227	\$ 4,628,922
1997	1,418,713	29.7	4,777,303	1,085	33.3	3,255	1,419,798	4,780,558
1998	1,451,115	29.8	4,879,168	1,273	33.3	3,819	1,452,388	4,882,987
1999	1,446,302	29.8	4,856,184	1,349	33.3	4,047	1,447,651	4,860,231
2000	1,488,509	29.9	4,975,783	1,098	33.3	3,294	1,489,607	4,979,077
2001	1,558,585	30.0	5,196,790	937	33.3	2,811	1,559,522	5,199,601
2002	1,625,629	29.8	5,446,159	963	33.3	2,889	1,626,592	5,449,048
2003	1,695,488	29.8	5,698,803	959	33.3	2,877	1,696,447	5,701,680
2004	1,716,660	28.8	5,970,831	1,078	33.3	3,234	1,717,738	5,974,065
2005	1,817,903	28.8	6,312,163	1,080	33.3	3,243	1,818,983	6,315,406

NOTE: (1) Assessed valuations are provided by Office of Winnebago County Clerk. Actual value is estimated by the City of Rockford using total assessed value before exemptions and including City's tax increment financing areas' valuations.

**CITY OF ROCKFORD, ILLINOIS
PROPERTY TAX LEVIES AND COLLECTIONS**

Years Ended December 31, 1996 through 2005

Tax Levy Year	Tax Levy (1)	Collections (2)	Percent of Tax Levy Extension Collected	Delinquent Tax Collections (3)	Total Tax Collections	Total Collections as Percent of Current Tax Levy Extensions
1996	\$ 32,226,912	\$ 31,815,975	98.72%	\$ 9,997	\$ 31,825,972	98.76%
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%	-	44,388,203	99.54%
2005	47,672,363	-	-	-	-	-

- 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 2005 levy will be collected in 2006.

**CITY OF ROCKFORD, ILLINOIS
PROPERTY TAX RATE AND TAX LEVIES -
DIRECT AND OVERLAPPING GOVERNMENTS**

Years Ended December 31, 1996 through 2005

Tax Levy Year	Tax Levy Extensions (000's omitted)					Total	City Percent of Total
	City	Schools	County*	Other			
1996	\$ 32,257	\$ 93,986	\$ 11,854	\$ 20,310	\$ 158,407	20.36%	
1997	33,567	98,799	12,117	20,267	164,750	20.37%	
1998	34,653	99,131	12,446	20,713	166,943	20.76%	
1999	35,526	95,923	12,668	20,962	165,079	21.52%	
2000	36,461	88,563	13,339	21,418	159,781	22.82%	
2001	38,559	93,384	14,047	21,925	167,915	22.96%	
2002	39,971	96,923	14,556	22,146	173,596	23.03%	
2003	42,345	101,239	15,159	23,810	182,553	23.20%	
2004	44,595	102,720	15,457	23,726	186,498	23.91%	
2005	47,672 **	108,371	16,178	23,781	196,002	24.32%	

Tax Rates (Per \$100 Assessed Value)

1996	\$ 2.34900	\$ 6.84420	\$ 0.86320	\$ 1.47900	\$ 11.53540
1997	2.36420	6.95870	0.85340	1.44275	11.60380
1998	2.38280	6.82540	0.85690	1.42610	11.49120
1999	2.45380	6.62610	0.87510	1.44800	11.40300
2000	2.49250	5.94540	0.89550	1.43780	10.77120
2001	2.47240	5.98800	0.90070	1.40590	10.76700
2002	2.45880	5.96220	0.89540	1.36230	10.67870
2003	2.49750	5.97110	0.89410	1.40430	10.76700
2004	2.60190	5.98370	0.90040	1.38210	10.86810
2005	2.62220	5.95780	0.88940	1.30740	10.77680

NOTE: Tax rates and extensions for the City as shown above represent all tax levies extended for the City as provided by the State of Illinois constitution and statutes, including the City's share of the township road and bridge tax. Current taxes are paid in installments and are due by statute June 1 and September 1. Current taxes are considered delinquent at the date of tax sale at which time such taxes can be paid by a third party who may petition for deed eighteen months after payment of the taxes plus interest and costs as prescribed by State of Illinois statutes. The tax rate and extensions do not include extensions from tax increment financing areas or special services taxing areas.

* Includes Forest Preserve

**Adjusted for 2005 Extensions

**CITY OF ROCKFORD, ILLINOIS
PRINCIPAL TAXPAYERS**

For the Year Ended December 31, 2005

Rank	Taxpayer	Type of Business	2005 Equalized Value	Percentage of Total Equalized Value
1	Greater Rockford Airport Authority	Airport	\$ 7,282,593	0.40%
2	Wal-Mart Stores Inc.	Retail Estate Holding	7,062,714	0.39%
3	Hamilton Sundstrand Corporation	Hydraulic and Aerospace	7,048,920	0.39%
4	Rock River Valley Industrial Park	Real Estate Holdings	6,247,853	0.34%
5	United Parcel Service Inc.	Mail Service	5,579,278	0.31%
6	Simon Property Group	Retail Estate Holding	4,799,277	0.26%
7	SwedishAmerican Hospital	Hospital	4,471,322	0.25%
8	Market Shopping Center LLC	Retail Estate Holding	3,894,828	0.21%
9	Richard Perno	Real Estate Holdings	3,870,365	0.21%
10	Anderson Packaging	Packaging	3,690,585	0.20%
	Total		<u>\$ 53,947,735</u>	<u>3.00%</u>

Source: Winnebago County Collector's office.

**CITY OF ROCKFORD, ILLINOIS
RATIO OF NET GENERAL BONDED DEBT
TO EQUALIZED VALUE AND NET BONDED DEBT PER CAPITA**

Years Ended December 31, 1996 through 2005

Year	Population (1)	Equalized Value (3)	Bond Principal (2) (4)	Less Debt Service Funds (4)	Net Bonded Debt	Ratio of Net Bonded Debt to Equalized Value	Net Bonded Debt Per Capita
1996	143,705	\$ 1,373,227,381	\$ 39,127,868	\$ 2,154,756	\$ 36,973,112	2.69%	\$ 257.28
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

- 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 Obligation.
 - (3) Does not include tax increment financing areas equalized value.
 - (4) Does not include tax increment financing general obligation bonds which are excluded by State statute in prior years 1996-2003.

**CITY OF ROCKFORD, ILLINOIS
COMPUTATION OF LEGAL DEBT MARGIN**

December 31, 2005

Total equalized value		<u>\$ 1,818,982,692</u>
State debt limit - 8.625% of total equalized value		\$ 156,887,257
Amount of debt applicable to debt limits:		
General long-term debt, excluding compensated absences, EPA Water Pollution Obligation, and Section 108 Guaranteed Loans	\$ 101,970,000	
Less amount available in debt service available for payment of principal:		
Debt service fund balance	5,131,603	
2004 property tax levy, net	<u>8,767,473</u>	
Total amount in debt service available for payment of principal	<u>13,899,076</u>	
Total amount of debt applicable to debt limit		<u>88,070,924</u>
State of Illinois debt margin		68,816,333
City debt limit - 80% of State (8.625% of total equalized value)		
Allowed by State statute	156,887,257	
City debt limit	<u>125,509,805</u>	<u>31,377,452</u>
Legal debt margin per City		<u>\$ 37,438,881</u>

**CITY OF ROCKFORD, ILLINOIS
COMPUTATION OF DIRECT AND OVERLAPPING DEBT**

December 31, 2005
(000's Omitted)

Name of Governmental Unit	Total Debt Outstanding	Less Debt Service Funds (2)	Net Debt Outstanding	Percentage Applicable To City of Rockford	City of Rockford's Share of Debt
Direct:					
City of Rockford, Illinois (1)	\$ 101,970	\$ 5,132	\$ 96,838	100.0%	\$ 96,838
Overlapping:					
Schools:					
School District #205	104,875	6,080	98,795	73.6%	72,713
School District #122	42,312	2,570	39,742	3.1%	1,232
School District #323	7,455	90	7,365	1.6%	118
Community College #511	67,679	2,745	64,934	61.8%	40,129
	<u>222,321</u>	<u>11,485</u>	<u>210,836</u>		<u>114,192</u>
Other Units:					
Greater Rockford Airport Authority	11,280	5,930	5,350	58.3%	3,119
Rockford Park District	4,700	4,700	-	71.3%	-
Winnebago County Forest Preserve	4,674	525	4,149	45.9%	1,904
	<u>20,654</u>	<u>11,155</u>	<u>9,499</u>		<u>5,023</u>
Total Overlapping Debt	<u>242,975</u>	<u>22,640</u>	<u>220,335</u>		<u>119,215</u>
Total Direct and Overlapping Debt	<u>\$ 344,945</u>	<u>\$ 27,772</u>	<u>\$ 317,173</u>		<u>\$ 216,053</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.
 - (2) Represents bond principal included in 2005 tax levy that is payable in 2005.
 - (3) Information on overlapping debt obtained from Winnebago County.

CITY OF ROCKFORD, ILLINOIS
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES
FOR BONDED DEBT TO TOTAL GENERAL EXPENDITURES

Years Ended December 31, 1996 through 2005

Year	Principal	Interest and Service Fees	Total Debt Service Expenditures (1)	Total General Expenditures (2)	Ratio of Debt Service Expenditures to General Expenditures
1996	\$ 5,817,824	\$ 2,907,766	\$ 8,725,590	\$ 105,540,044	8.27%
1997	5,894,525	2,780,150	8,674,675	106,532,927	8.14%
1998	6,218,072	2,897,023	9,115,095	119,538,636	7.63%
1999	6,346,701	2,931,805	9,278,506	126,361,096	7.34%
2000	5,603,113	3,594,101	9,197,214	136,805,953	6.72%
2001	5,783,698	3,921,667	9,705,365	136,038,074	7.13%
2002	11,485,099	4,118,639	15,603,738	159,169,853	9.80%
2003	6,952,532	3,859,721	10,812,253	145,855,301	7.41%
2004	7,510,039	3,871,127	11,381,166	158,466,749	7.18%
2005	7,967,622	4,055,082	12,022,704	174,381,300	6.89%

NOTES: (1) The schedule above includes only those expenditures recorded in the Debt Service Funds.

(2) The schedule above includes only those expenditures recorded in the governmental fund types.

CITY OF ROCKFORD, ILLINOIS
SCHEDULE OF DEBT SERVICE COVERAGE - ENTERPRISE FUNDS

Years Ended December 31, 1996 through 2005

Year	Gross Revenue	Gross Expenses (2)	Net Revenue Available for Debt Service	Principal	Interest	Total	Coverage
Water Utility Fund (1)							
1996	\$ 14,542,299	\$ 7,774,128	\$ 6,768,171	\$ 3,226,200	\$ 1,905,032	\$ 5,131,232	1.32%
1997	14,598,248	7,544,691	7,053,557	3,606,140	1,718,432	5,324,572	1.32%
1998	15,258,173	7,832,751	7,425,422	3,866,140	1,642,664	5,508,804	1.35%
1999	15,509,946	8,274,502	7,235,444	3,886,520	1,693,377	5,579,897	1.30%
2000	16,023,349	8,685,823	7,337,526	4,127,400	1,609,674	5,737,074	1.28%
2001	16,754,084	9,246,119	7,507,965	3,717,300	1,501,298	5,218,598	1.44%
2002	17,746,410	9,923,769	7,822,641	3,495,000	1,331,841	4,826,841	1.62%
2003	16,877,709	10,454,374	6,423,335	3,715,000	1,179,547	4,894,547	1.31%
2004	18,379,657	10,516,034	7,863,623	3,695,000	1,092,484	4,787,484	1.64%
2005	23,865,634	11,001,882	12,863,752	3,690,000	971,322	4,661,322	2.76%

- NOTES: (1) Only includes Water Utility Fund revenue and expenses.
- (2) Excludes bond interest, loss on disposal of fixed assets, depreciation, amortization, and claims and judgments.

CITY OF ROCKFORD, ILLINOIS DEMOGRAPHIC STATISTICS

Years Ended December 31, 1996 through 2005

Year	Population (1)	School Enrollment (2)	Unemployment Rate (3)
1996	143,705	27,977	4.80%
1997	144,000	27,896	4.70%
1998	144,000	27,605	4.50%
1999	146,000	27,361	4.90%
2000	150,115	27,441	4.70%
2001	150,115	27,704	6.50%
2002	150,115	28,362	7.80%
2003	150,115	28,685	8.30%
2004	150,115	28,887	6.50%
2005	150,115	29,145	6.40%

- NOTES:
- (1) U.S. Department of Commerce, Bureau of Statistics and Rockford Council of 100.
 - (2) Annual school census by Rockford Board of Education. Students in community colleges are not included.
 - (3) 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
PROPERTY CONSTRUCTION UNITS AND VALUE

Years Ended December 31, 1996 through 2005

Year	Commercial Construction (1)		Residential Construction (1)	
	Number of Units	Value	Number of Units	Value
1996	391	\$ 47,567,479	1256	\$ 39,205,422
1997	397	42,241,792	1103	34,607,647
1998	460	49,735,197	1116	27,727,271
1999	431	49,682,392	945	25,495,994
2000	449	71,965,302	1069	30,982,223
2001	398	78,008,258	1193	36,528,346
2002	373	54,072,956	1410	34,843,399
2003	397	36,257,461	1372	37,380,568
2004	345	42,876,005	1229	33,937,180
2005	401	154,212,678	1288	51,663,259

NOTES: (1) Based on building permits issued by City Building Department.

**CITY OF ROCKFORD, ILLINOIS
MISCELLANEOUS STATISTICAL DATA**

Date of incorporation	1852
Date first charter adopted	April 26, 1856
Date present charter adopted	1880
Form of government	Mayor-Alderman
Area - square miles	2005 - 59.63
	2004 - 58.81
	2003 - 58.57
	2002 - 57.81
	2001 - 57.43
	2000 - 56.84
	1999 - 56.56
	1998 - 56.24
	1997 - 53.30
	1996 - 53.30

Elections:

Last general election:	November 9, 2004
Number of registered voters	87,937
Number of votes	57,905 (65.85% of registered)
Last consolidated/municipal election:	April 5, 2005
Number of registered voters	88,781
Number of voters	33,716 (37.98% of registered)

Water Enterprise:

Number of users	52,902
Gallons consumed	25,600,000
Capacity	76,500,000
Data on distribution system	764 miles of water main
Service charge:	Quarterly service charge based on size of meter
Residential	Rate as of 12/31/04 - 5/8 in. \$16.67 - 8 in. \$874.11
Residential	Rate as of 12/31/05 - 5/8 in. \$16.67 - 8 in. \$874.11

(Continued)

CITY OF ROCKFORD, ILLINOIS
MISCELLANEOUS STATISTICAL DATA (Continued)

Consumption charge

Quarterly consumption charge based upon the amount of water used

		Rate as of 12/31/05	
		Residential	Non-Residential
First	10,000	\$1.3615 per 100 C.F.	\$1.4840 per 100 C.F.
Next	290,000	\$1.0996 per 100 C.F.	\$1.1986 per 100 C.F.
Next	2,200,000	\$0.5762 per 100 C.F.	\$0.6281 per 100 C.F.
Above	2,500,000	\$0.3273 per 100 C.F.	\$0.3568 per 100 C.F.
Rate Change in 2005			
First	10,000	Increase of .0397 per 100 C.F.	Increase of .0432 per 100 C.F.
Next	290,000	Increase of .0320 per 100 C.F.	Increase of .0349 per 100 C.F.
Next	2,200,000	Increase of .0168 per 100 C.F.	Increase of .0184 per 100 C.F.
Above	2,500,000	Increase of .0095 per 100 C.F.	Increase of .0019 per 100 C.F.
Rate as of 12/31/04			
First	10,000	\$1.3218 per 100 C.F.	\$1.4408 per 100 C.F.
Next	290,000	\$1.0676 per 100 C.F.	\$1.1637 per 100 C.F.
Next	2,200,000	\$0.5594 per 100 C.F.	\$0.6097 per 100 C.F.
Above	2,500,000	\$0.3178 per 100 C.F.	\$0.3464 per 100 C.F.

Customer deposits

As of July 8, 1988, water turn-on deposits became nonrefundable.

Non-Fire/Police Employees:

Union	318
Exempt and Non-Union	231

Fire Protection:

Number of stations	11
Number of employees:	
Authorized strength (sworn firemen only)	269
Fire Sworn:	
Union	254
Non-Union	12
Fire Nonsworn:	
Union	57
Non-Union	9

(Continued)

**CITY OF ROCKFORD, ILLINOIS
MISCELLANEOUS STATISTICAL DATA (Continued)**

Police Protection:

Number of employees:	
Authorized strength (sworn officers only)	298
Police Sworn:	
Union	289
Exempt	11
Police Nonsworn:	
Union	21
Exempt	10
Number of violations:	
Criminal	32,747
Traffic violations (parking tickets were not computed)	27,147
Capacity of County Jail & Annex (No City Jail):	
Males	550
Females	82
Daily average population	595
Vehicular patrol units:	
Squad cars	180
Vans (included trucks and mobile units)	24

Total City Employees 1,212

Year	Miles of Streets		Number of Street Lights		Retail Sales (1)
	Paved	Unpaved			
1996	505	110	12,561	\$	1,830,716,506
1997	509	110	13,082		1,890,137,300
1998	514	110	13,302		1,942,529,349
1999	516	110	13,589		2,024,974,639
2000	517	110	N/A		2,120,205,498
2001	520	110	N/A		2,092,964,256
2002	525	110	N/A		2,143,445,502
2003	532	96	N/A		2,187,787,461
2004	537	90	N/A		2,235,616,682
2005	537	90	N/A		2,337,878,613

Note: (1) Not available on calendar year basis.

(Concluded)