

VILLAGE OF WHEELING, ILLINOIS

COMPREHENSIVE ANNUAL
FINANCIAL REPORT

For the Year Ended
December 31, 2007

Prepared by Finance Department

Michael B. Mondschain
Director of Finance
and
Administrative Services

Ilana Bromber
Assistant Director of Finance

VILLAGE OF WHEELING, ILLINOIS
TABLE OF CONTENTS

	<u>Page(s)</u>
INTRODUCTORY SECTION	
List of Principal Officials	i
Organization Chart	ii
Certificate of Achievement for Excellence in Financial Reporting	iii
Letter of Transmittal from the Village Manager and Director of Finance	iv-xi
FINANCIAL SECTION	
INDEPENDENT AUDITOR’S REPORT	1-2
GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS	
Management’s Discussion and Analysis.....	MD&A 1-11
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Assets	3
Statement of Activities.....	4-5
Fund Financial Statements	
Governmental Funds	
Balance Sheet	6-7
Reconciliation of Fund Balances of Governmental Funds to the Governmental Activities in the Statement of Net Assets	8
Statement of Revenues, Expenditures, and Changes in Fund Balances	9-10
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Governmental Activities in the Statement of Activities	11
Proprietary Funds	
Statement of Net Assets	12-13
Statement of Revenues, Expenses, and Changes in Net Assets	14
Statement of Cash Flows	15-16

VILLAGE OF WHEELING, ILLINOIS
 TABLE OF CONTENTS (Continued)

Page(s)

FINANCIAL SECTION (Continued)

GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS (Continued)

Basic Financial Statements (Continued)

Fund Financial Statements (Continued)

Fiduciary Funds

Statement of Fiduciary Net Assets	17
Statement of Changes in Fiduciary Net Assets.....	18
Notes to Financial Statements.....	19-59

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - General Fund.....	60
Schedule of Funding Progress	
Illinois Municipal Retirement Fund	61
Police Pension Fund	62
Firefighters' Pension Fund	63
Schedule of Employer Contributions	
Illinois Municipal Retirement Fund	64
Police Pension Fund	65
Firefighters' Pension Fund	66
Notes to Required Supplementary Information.....	67

COMBINING AND INDIVIDUAL FUND FINANCIAL
 STATEMENTS AND SCHEDULES

MAJOR GOVERNMENTAL FUNDS

Balance Sheet - General Fund	68
Schedule of Revenues - Budget and Actual - General Fund	69-71
Schedule of Expenditures - Budget and Actual - General Fund.....	72
Schedule of Detailed Expenditures - Budget and Actual - General Fund.....	73-85
Balance Sheet - Debt Service Fund.....	86
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Debt Service Fund.....	87
Balance Sheet - Crossroads Redevelopment Area Fund	88

VILLAGE OF WHEELING, ILLINOIS
 TABLE OF CONTENTS (Continued)

Page(s)

FINANCIAL SECTION (Continued)

COMBINING AND INDIVIDUAL FUND FINANCIAL
 STATEMENTS AND SCHEDULES (Continued)

MAJOR GOVERNMENTAL FUNDS (Continued)

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Crossroads Redevelopment Area Fund	89
Balance Sheet - Capital Projects Fund	90
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Capital Projects Fund	91

NONMAJOR GOVERNMENTAL FUNDS

Combining Balance Sheet	92-93
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	94-95
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual Motor Fuel Tax Fund.....	96
Emergency Telephone System Fund	97
Schedule of Expenditures - Budget and Actual Emergency Telephone System Fund	98
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual Grant Fund	99
South Milwaukee Redevelopment Area Fund	100
Town Center TIF Fund	101
North Milwaukee/Lake Cook Redevelopment Area Fund	102
Capital Equipment Replacement Fund	103

MAJOR PROPRIETARY FUNDS

Statement of Net Assets - Waterworks and Sewerage Fund	104
Schedule of Revenues, Expenses, and Changes in Net Assets - by Subfund - Budget and Actual - Waterworks and Sewerage Fund.....	105-106
Schedule of Detailed Expenditures - Budget and Actual - Waterworks and Sewerage Fund.....	107-109
Schedule of Detailed Expenditures - Budget and Actual - Waterworks and Sewerage Capital Fund.....	110
Schedule of Revenues, Expenses, and Changes in Net Assets - Budget and Actual - Liability Insurance Fund.....	111

VILLAGE OF WHEELING, ILLINOIS
TABLE OF CONTENTS (Continued)

Page(s)

FINANCIAL SECTION (Continued)

COMBINING AND INDIVIDUAL FUND FINANCIAL
STATEMENTS AND SCHEDULES (Continued)

FIDUCIARY FUNDS

PENSION TRUST FUNDS

Combining Statement of Net Assets.....	112
Combining Statement of Changes in Plan Net Assets.....	113

SUPPLEMENTAL FINANCIAL INFORMATION

Schedule of Long-Term Debt Requirements	
General Obligation Bond Series 1999A	114
General Obligation Bond Series 1999B.....	115
General Obligation Bond Series 2001	116
General Obligation Bond Series 2003	117
General Obligation Bond Series 2003A	118
General Obligation Bond Series 2003B.....	119
General Obligation Bond Series 2004A	120
General Obligation Sales Tax Bond Series 2005	121
Tax Increment Revenue Bond Series 2005	122
General Obligation Bond Series 2007	123
Schedule of Insurance in Force.....	124

STATISTICAL SECTION

Financial Trends

Net Assets by Component.....	125
Change in Net Assets	126-127
Fund Balances of Governmental Funds.....	128
Changes in Fund Balances of Governmental Funds.....	129

Revenue Capacity

Assessed Value and Actual Value of Taxable Property	130
Direct and Overlapping Property Tax Rates	131
Principal Property Taxpayers	132
Property Tax Levies and Collections	133
Municipal Sales Tax Receipts by Category	134
Direct and Overlapping Sales Tax Rates	135

VILLAGE OF WHEELING, ILLINOIS
TABLE OF CONTENTS (Continued)

	<u>Page(s)</u>
STATISTICAL SECTION (Continued)	
Debt Capacity	
Ratios of Outstanding Debt by Type.....	136
Ratios of General Bonded Debt Outstanding.....	137
Schedule of Legal Debt Margin	138
Direct and Overlapping Governmental Activities Debt	139
Demographic and Economic Information	
Demographic and Economic Information.....	140
Principal Employers	141
Full-Time Equivalent Employees	142
Operating Information	
Operating Indicators by Function.....	143
Capital Asset Statistics by Function.....	144
Continuing Disclosure - Annual Financial Information	145-158

INTRODUCTORY SECTION

VILLAGE OF WHEELING, ILLINOIS

PRINCIPAL OFFICIALS

DECEMBER 31, 2007

ELECTED OFFICIALS

Judy Abruscato
Acting Village President

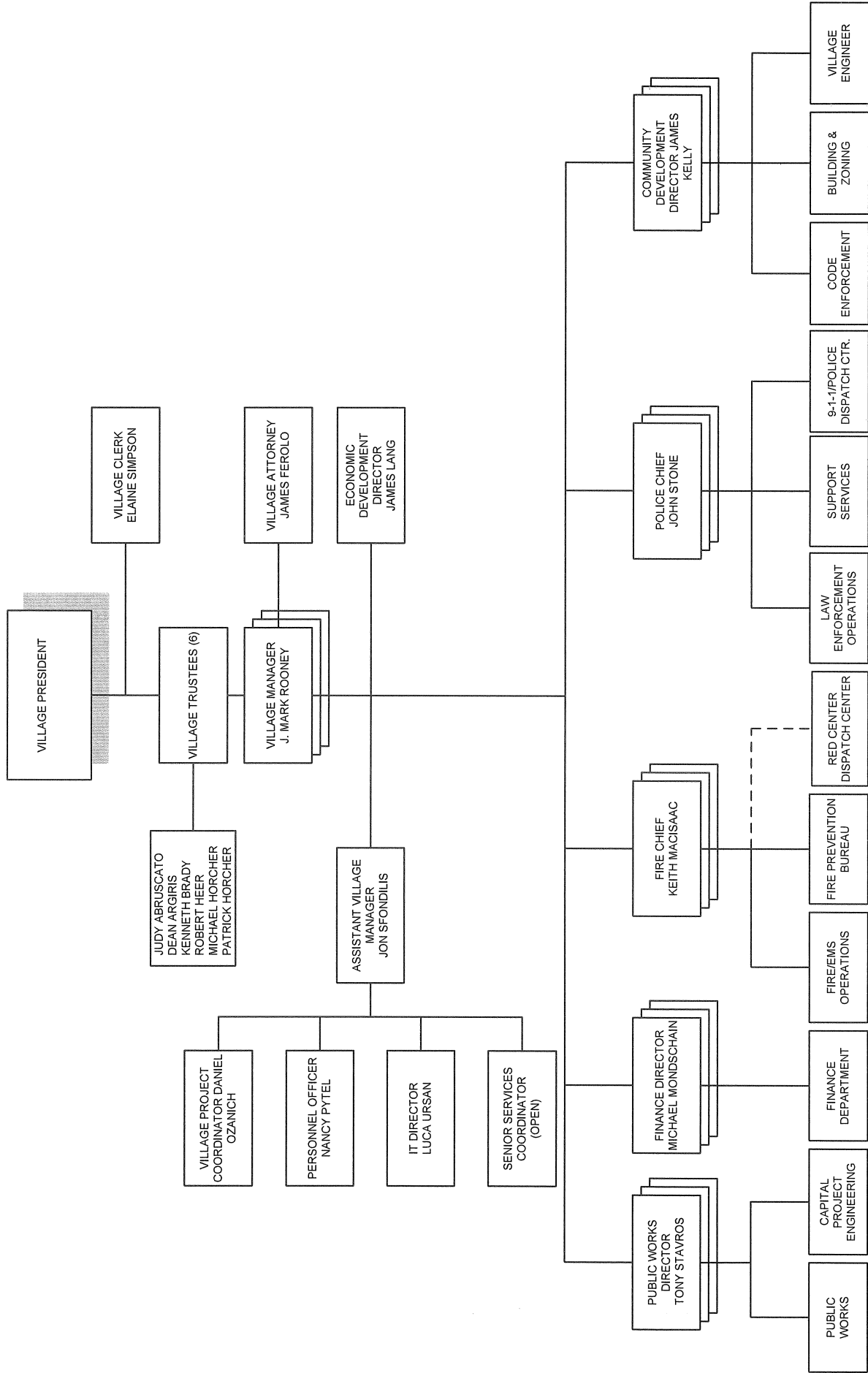
Judy Abruscato
Dean Argiris
Kenneth Brady
Robert Heer
Michael Horcher
Patrick Horcher
Village Trustees

Elaine Simpson
Village Clerk

ADMINISTRATIVE

J. Mark Rooney - *Village Manager*
Michael Mondschain - *Director of Finance and Administrative Services*
Ilana Bromber – *Assistant Director of Finance*
James Kelly - *Director of Community Development*
John Stone - *Police Chief*
Keith Maclsaac - *Fire Chief*
Anthony Stavros - *Director of Public Works*
Sara Sondergaard - *Director of Senior Services*
James Lang - *Economic Development Director*
Jon Sfondilis – *Assistant Village Manager*

VILLAGE OF WHEELING WHEELING, ILLINOIS



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Village of Wheeling
Illinois

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2006

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



Oliver S. Cox

President

Jeffrey R. Emer

Executive Director



255 West Dundee Road • Wheeling, Illinois 60090
Phone: (847) 459-2600 • Fax: (847) 459-9692

June 30, 2008

To the Honorable Village President, Village Clerk, Trustees, and Residents of the Village of Wheeling:

State law requires that every general-purpose local government publish within six months of the close of each fiscal year a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended December 31, 2007.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Sikich LLP, has issued an unqualified (“clean”) opinion on the Village of Wheeling’s financial statements for the year ended on December 31, 2007. The independent auditor’s report is located at the front of the financial section of this report.

Management’s discussion and analysis (MD&A) immediately follows the independent auditor’s report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the Village of Wheeling

The Village of Wheeling, incorporated in 1894, is located in the Chicago, Illinois metropolitan area just 27 miles northwest of downtown Chicago. It currently occupies 8.6 square miles and serves a population of 38,555. Wheeling has easy access to both air and ground transportation providing several convenient ways to get anywhere in the Chicago metropolitan area or the world. Ground transportation can be accessed through the Tri-State Tollway (I-294), the METRA north central passenger line, or PACE, the suburban bus division of the Regional

Transportation Authority. Interstate 294 runs along the eastern edge of the Village, connecting Wheeling with Chicago (22 miles) and Milwaukee (70 miles). Just two miles to the west is Route 53, a freeway that leads to I-290 and I-355, offering easy access to the South and West suburbs, Rockford and beyond. Air transportation is available through O'Hare International Airport, located just seven miles from Wheeling, and Chicago Executive Airport, situated partly in the Village of Wheeling and the City of Prospect Heights. Wheeling and Prospect Height's municipal airport is the third busiest in Illinois and is home to many corporate jets and private planes.

In addition to an excellent transportation network, Wheeling is an outstanding community in which to live and work. The Village has an ideal mix of residential and multi-family housing, excellent schools and park district facilities, and some of the Chicago area's best known restaurants. Milwaukee Avenue is the site of Wheeling's famous "Restaurant Row", home to restaurants featuring Italian, Japanese, Chinese, Russian and American cuisine. Six major hospitals are nearby, giving residents several options to meet their medical needs. Wheeling's schools have consistently exceeded the state averages for reading and math skills. In addition to its primary and secondary schools, Village residents can take advantage of graduate level courses in business and education taught at National Louis University's campus in Wheeling. William Rainey Harper College – a leading 2-year community college – also serves Wheeling, offering certificate and associate degree programs as well as college transfer programs.

The Village of Wheeling operates under the council-manager form of government. Policy-making and legislative authority are vested in a governing board (Board) consisting of the president, village clerk and six trustees all elected on a non-partisan basis. The Board appoints the government's manager, who in turn appoints the heads of the various departments. Board members serve four-year terms, with three trustees elected every two years. All members of the Board are elected at large.

The Board is empowered to levy a property tax on both real and personal property located within its boundaries. It is also empowered by state statute to extend its corporate limits by annexation, which it has done from time to time. The Village became a home rule unit by referendum on April 19, 1977, which gives it additional powers to tax and regulate not specifically granted by the Illinois constitution.

The Village provides a full range of services including police protection, firefighting, fire prevention and emergency medical services, design, construction and maintenance of roads, streets and infrastructure, garbage collection, water distribution, storm and sanitary sewer system maintenance and repair, fleet services garage vehicle maintenance, community and economic development and

planning, senior citizen services, and general and financial administration and services.

The Village Board is required to adopt a final budget by no later than the close of the fiscal year. This annual budget serves as the foundation for financial planning and control. The budget is prepared by fund, function (e.g., public safety), and department (e.g., police). The village manager may transfer resources between departments, programs or line items without Board approval. Transfers that increase or decrease the total fund budget require special approval from the Village Board.

Activities of the General Fund, Special Revenue Funds, Debt Service Funds, Capital Project Funds, Enterprise Funds, Internal Service Funds, and Pension Funds are included in the annual operational budget. Project length financial plans are prepared and are published in a separate Capital Improvement Plan (CIP). The Village also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbrances lapse at year end; however, encumbrances are generally re-appropriated as part of the following year's budget.

As demonstrated by the statements and schedules included in the financial section of this report, the Village continues to meet its responsibility for sound financial management.

Local economy

Wheeling's reputation as a dynamic business and industrial center continues to grow. It is home to over 900 businesses, commercial and retail establishments, making it one of the largest business-industrial centers in Chicago's northwest suburbs. It boasts nearly 13 million square feet of industrial space and several expansive industrial parks offering room for companies to grow. More than 20,000 jobs are generated by Wheeling-based businesses attesting to its economic strength. Of those jobs, 39 percent are in the manufacturing sector and 20 percent are in the wholesale and retail trades.

Wheeling's unemployment rate has remained relatively stable over the last 10 years. Between 1997 and 2006, the average unemployment rate was 3.94 percent with a high of 5.8 percent and a low of 2.4 percent. New commercial and retail development added approximately one thousand new jobs and no significant decline in jobs is anticipated in the near future due to the diversity of the economy.

The Village of Wheeling has seen unprecedented growth and development come to fruition during the last couple of years. From upscale condominium and townhome developments along Milwaukee Ave. and Wolf Rd., to the recent

Westin - North Shore development, Wheeling is constantly evolving into a 'Community of Choice'.

In 2007, Prairie Park, a major residential development in the Village's Lake Cook/Milwaukee Road Tax Increment Financing (TIF) district continued its next phase. New townhome projects Willow Place and Millbrook Pointe celebrated groundbreakings during the year. In addition to residential development, Wheeling continues to experience growth in the commercial sector as well.

In October 2006, the Westin Chicago North Shore Hotel was completed and opened for business. The four star hotel is 15 stories high and includes 411 rooms, a 16,000 square foot banquet facility, 40,000 square foot convention center, and Osteria di Tramonto Italian restaurant and Tramonto's Steak & Seafood, an upscale dinner-only restaurant and RT lounge. In 2007 Claim Jumper restaurant located on the outer lot of the Westin Hotel opened its doors. It features an 1849 Gold Rush atmosphere and was named by Consumer Reports as one of the top chain restaurants in the country.

Last year Mid-American Development Group completed work on another project in the Village. Located near the corner of Wieland and Lake Cook Roads, this project includes a Staples office supply store, a Fifth Third Bank branch and several stores and restaurants including TGI Friday's, Chipotle Mexican Grill, Potbelly Sandwich Works and Verizon Wireless cellular phone sales. Also, new office and medical buildings opened their doors on Milwaukee Avenue.

The Village itself added to the development trend by selling \$10 million in bonds in 2007 and planned to sell additional \$20 million in 2008 and \$10 million in 2009 to pay for a new Village Hall building, two fire stations and expansion of the Public Works facility.

Long-term financial planning and financial policies

The Village's fund balance policy provides that the operating reserve shall equal at least 25% of the annual expenditures for the General Fund. At December 31, 2007, unreserved fund balance in the General Fund totaled \$19,563,822, representing 60% of total general fund expenditures (including interfund transfers) for Fiscal Year 2008, well above the 25 percent policy guideline set by the Board.

In recent years, the Village Board has implemented several new sources of revenue and taken other action to ensure the long-term financial stability of the community. In 2006, the Village increased the home rule sales tax rate from .75% to 1.0% and implemented a 1% food and beverage tax. In 2006, the Village conducted a special census of recently annexed and newly developed areas which resulted in a 4,059 increase in its population and corresponding increases in its share of the State of Illinois's income tax and motor fuel tax receipts. New retail

and restaurant development will provide a significant source of sales tax, food and beverage tax, and hotel/motel tax for years to come.

The Village funds three separate and distinct pension plans for the benefit of its employees. The Village's police officers and firefighters each have a single-employer defined benefit plan overseen by pension boards consisting of both elected and appointed members. The Village hires an independent actuary to review each plan annually and to determine the amount the employer must contribute to the plan to ensure that they are adequately funded. The Village has a long history of funding these plans at or above the level determined by the actuary and as a result, both funds are well funded. Specifically, the Firefighters' Pension Plan is 85.6% funded while the Police Pension Plan is 85.7% funded. The amount that remains unfunded is included in the annual employer contribution and is being addressed by the Village over a 27 year period. The schedule of benefits included in the pension plans are determined by the Illinois State Legislature and consequently, the Village has no independent ability to make changes to the plan.

Pension benefits for all non-public safety employees who qualify are provided through the Village's participation in an agent-state-wide plan managed by the Illinois Municipal Retirement Fund (IMRF). Again, the Village is responsible for funding the annual required contribution as determined by an actuary retained by IMRF. The Village's account at IMRF is 93.4% funded as of December 31, 2007, and the remaining unfunded amount is being addressed over the next twenty-seven years as part of the annual required contribution calculated by the actuary.

The Village invests idle cash in securities of the United States Government or its agencies, collateralized certificates of deposit, the Illinois Metropolitan Investment Pool and the Illinois State Treasurer's Investment Pool (Illinois Funds) as permitted by Illinois State Statute and the investment policy adopted by the Village Board. The maturities of the investments range from being immediately accessible to five years, with the weighted-average yield on investments at 4.32 percent at December 31, 2007.

The Village continues to protect its assets with insurance purchased from highly rated companies. For the policy year beginning January 1, 2007 and ending December 31, 2007, the Village's insurance program provided general liability coverage of \$10,000,000 and property coverage of \$47,000,000 (with smaller sublimits for certain lines of coverage) with self-insured retentions between \$50,000 and \$100,000. Lloyd's of London provided general liability coverage, and Clarendon America and Essex Insurance provided excess general liability insurance. Travelers Indemnity and Hartford Insurance provided excess property, boiler and machinery and crime (employee dishonesty) coverage. All of these companies are highly rated by the insurance rating companies.

Safety National provided workers' compensation statutory coverage with a self-insured retention of \$425,000 per occurrence. A third party administrator processes all liability claims on the Village's behalf. The Village recognizes the importance of risk management as evidenced by its accident review committee which is staffed by representatives from each department. The responsibility of the committee is to review each accident and injury and determine whether they were avoidable or unavoidable. Safety is a priority for management and this is continually stressed to all Village employees.

Major initiatives

During the fiscal year that ended December 31, 2007, the Village completed final design plans and began construction of the new Village Hall campus site, and continued master planning for a new Public Works building, a renovated Police Station, and a new fire station headquarters building. The Finance department coordinated the sale of \$10 million in bank qualified general obligation bonds and entered into two interest rate swap agreements for the sale of an additional \$20 million (non-bank qualified) in 2008 and \$10 million (bank qualified) in 2009 in general obligation bonds to finance the new construction projects. The purpose of the interest rate swaps was to effectively fix the interest rate the Village would pay on the bonds it plans to issue in the future, thereby eliminating the risk of rising interest rates.

The Village Manager's office oversaw and successfully managed Freedom Fest, a two-day Fourth of July event which drew an estimated 25,000 people.

The economic and community development divisions worked with developers to open Schwind Crossing, an \$18 million retail center anchored by a Staples office supply store. The project also includes several restaurants such as Chipotle, Potbelly Sandwich Works and TGI Friday's. In addition to the Staples development, the divisions welcomed a new Claim Jumper Restaurant to Wheeling's 'Restaurant Row' and continued working with developers on several projects that necessitate the acquisition and preparation of a variety of properties stated for future development.

The police department underwent an internal structural reorganization that included the creation and implementation of the Special Operations Unit within the Investigations Division which includes a new "power shift" car in addition to tactical officers and the Community Response Team. The specific intent of this reorganization was to have an increased physical presence of uniformed officers and additional police patrols during hours of increased criminal activity including gang related activity.

The fire department contracted with the Regional Emergency Dispatch (RED) Center located in Northbrook for dispatching of all emergency (i.e. 911) calls. RED Center is a joint intergovernmental operation between thirteen (13) area fire

departments providing service to more than 300,000 residents residing in approximately 100 square miles. Prior to 2007, the department contracted with the FIRECOMM Dispatch Center located in Glenview. The change to RED Center was made after analyzing all of the dispatching options available to the Village taking into consideration the long term costs and service factors related to each option.

The CIP Engineering Division managed the completion of the difficult Cornell Avenue Culvert (Dam) Rehabilitation Project. Public Works staff provided project management and a portion of the construction supervision for this challenging project. This project was awarded the Public Works Project of the Year (Under \$2 million) by the American Public Works Association Suburban Branch.

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended December 31, 2006. This was the twenty-seventh (27th) consecutive year the Village received this prestigious award. To be awarded a Certificate of Achievement, the Village published an easily readable and efficiently organized comprehensive annual financial report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The Village also received the GFOA's Award for Distinguished Budget Presentation for its annual operating budget dated January 1, 2007. This marked the twentieth (21st) consecutive year the Village has received this recognition. In order to qualify for the Distinguished Budget Presentation Award, the government's budget document must be judged to be proficient in several categories including policy documentation, financial planning, communication and organization.

The preparation of the Comprehensive Annual Financial Report on a timely basis was made possible by the dedicated service of the entire staff of the Finance Department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report. Particular recognition should be given to Ilana Bromber, Assistant Director of Finance and Nancy Hoppe, Accountant for their hard work and dedication in completing this report. In addition, the Village wishes to recognize the staff of the firm of Sikich LLP, the Village auditors, and in particular Brian LeFevre, whose professionalism and

cooperation are sincerely appreciated by the Village and in particular by the staff of the Finance Department. The tireless dedication of the staff of Sikich LLP, in cooperation with the Village staff, provided a cooperative working relationship for the Village of Wheeling.

In closing, we would like to thank the members of the Board of Trustees for their interest and support in planning and conducting the financial operations of the Village in a responsible and progressive manner. Without their leadership and ongoing support, preparation of this report would not have been possible.

Respectfully submitted,

Handwritten signature of J. Mark Rooney in black ink.

J. Mark Rooney
Village Manager

Handwritten signature of Michael B. Mondschain in black ink.

Michael B. Mondschain
Finance Director

FINANCIAL SECTION



998 Corporate Boulevard • Aurora, IL 60502

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

INDEPENDENT AUDITOR'S REPORT

Honorable President and
Board of Trustees
Village of Wheeling, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Wheeling, Illinois as of and for the year ended December 31, 2007, which collectively comprise the Village's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the Village's nonmajor governmental, nonmajor enterprise, internal service, and fiduciary funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended December 31, 2007, as listed in the table of contents. These financial statements are the responsibility of the Village of Wheeling, Illinois' management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the Village of Wheeling, Illinois as of December 31, 2007, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental, nonmajor enterprise, internal service, and fiduciary fund of the Village of Wheeling, Illinois as of December 31, 2007, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

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

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

We did not audit the information contained in the introductory and statistical sections. Accordingly, we do not express an opinion thereon.

A handwritten signature in black ink that reads "Schuch LLP". The signature is written in a cursive, flowing style.

Aurora, Illinois
April 11, 2008

VILLAGE OF WHEELING, ILLINOIS

Management's Discussion and Analysis December 31, 2007

As management of the Village of Wheeling, Illinois (the "Village"), we offer readers of the Village's financial statements this narrative overview and analysis of the financial activities of the Village for the year ended December 31, 2007. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal located in the Introductory Section of this report.

Financial Highlights

- Village's assets exceeded liabilities at the close of the December 31, 2007 fiscal year by \$154,913,155 (*net assets*). Of this amount, \$58,309,163 (*unrestricted net assets*) may be used to meet the government's ongoing obligations to citizens and creditors.
- The Village's total net assets increased by \$10,861,272 primarily due to infusion of resources from the sale of general obligation debt and an increase in property, sales and other receivables, as well as an increase in net assets of the Chicago Executive Airport.
- As of the close of the year ended December 31, 2007, the Village's governmental funds reported combined ending fund balances of \$52,525,716, an increase of \$12,288,302 in comparison with the prior year. Most of the increase is due to the sale of the 2007 General Obligation bonds. Approximately one third of this total amount, \$16,671,482, *is available for spending* at the government's discretion (*unreserved, undesignated fund balance*).
- At the end of the current fiscal year, unreserved, undesignated fund balance for the general fund was \$17,868,088, or 65% of total general fund expenditures.
- The Village's long-term liabilities increased by \$7,927,539 (18.7%) during the current fiscal year. The key factor in this increase was the issuance in November 2007 of \$10,000,000 in bank qualified, general obligation bonds for the construction of the new village hall.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Village of Wheeling's basic financial statements. The Village's basic financial statements comprise three components:

1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the Village's finances, in a manner similar to a private-sector business.

The *statement of net assets* presents information on all of the Village's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating.

The *statement of activities* presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

VILLAGE OF WHEELING, ILLINOIS

Management's Discussion and Analysis December 31, 2007

Both of the government-wide financial statements distinguish functions of the Village that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the Village include general government, public safety, highways and streets, economic development, and culture and recreation. The business-type activities of the Village include waterworks and sewerage system.

The government-wide financial statements include not only the Village itself (known as the *primary government*), but also operations of the Chicago Executive Airport which is jointly owned with the City of Prospect Heights. Financial information for the Chicago Executive Airport is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 3-5 of this report.

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Village can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The Village maintains eleven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, debt service, crossroads redevelopment area and capital projects fund, all of which are considered to be major funds. Data from the other seven governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* elsewhere in this report.

The Village adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 6-11 of this report.

VILLAGE OF WHEELING, ILLINOIS

Management's Discussion and Analysis December 31, 2007

Proprietary funds. The Village maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented in *business-type activities* in the government-wide financial statements. The Village uses enterprise funds to account for its waterworks and sewerage operations services. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the Village's various functions. The Village uses an internal service fund to account for accumulation of resources and costs associated with its liability insurance program. Because these services predominantly benefit governmental rather than business-type functions, it has been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the waterworks and sewerage activities, which is considered to be a major fund of the Village of Wheeling. Conversely, the liability insurance fund is presented separately in the proprietary fund financial statements. Individual fund data for the internal service fund is provided elsewhere in the report.

The basic proprietary fund financial statements can be found on pages 12-16 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside of the government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support the Village's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The Village maintains two fiduciary funds: the police pension fund and the firefighters' pension fund.

The basic fiduciary fund financial statements can be found on pages 17-18 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 19-59 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the Village's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found on pages 60-67 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds and internal service funds are presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages 68-124 of this report.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the Village of Wheeling, assets exceeded liabilities by \$154,913,155 at the close of the fiscal year ended December 31, 2007.

VILLAGE OF WHEELING, ILLINOIS

Management's Discussion and Analysis December 31, 2007

By far the largest portion of the Village's net assets (45%) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment); less any related debt used to acquire those assets that is still outstanding. The Village uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

VILLAGE OF WHEELING Net Assets (in thousands)

	Governmental Activities		Business-type Activities		Total	
	2007	2006	2007	2006	2007	2006
Current and other assets	\$ 67,309	\$ 53,092	\$ 8,158	\$ 8,707	\$ 75,467	\$ 61,799
Capital assets	47,777	46,905	39,229	38,541	87,006	85,446
Investment in joint venture	-	-	51,868	51,816	51,868	51,816
Total assets	115,086	99,997	99,255	99,064	214,341	199,061
Current and other liabilities	14,138	12,274	396	541	14,534	12,815
Long-term liabilities	47,576	39,247	2,546	2,947	50,122	42,194
Total liabilities	61,714	51,521	2,942	3,488	64,656	55,009
Net assets:						
Invested in capital assets, net of related debt	30,177	38,280	36,809	35,711	66,986	73,991
Restricted	29,618	20,192	-	-	29,618	20,192
Unrestricted (deficit)	(6,423)	(9,996)	64,733	59,865	58,310	49,869
Total net assets	\$ 53,372	\$ 48,476	\$ 101,542	\$ 95,576	\$ 154,914	\$ 144,052

An additional portion of the Village's net assets (19%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net assets* (\$58,309,155) may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the Village is able to report positive balances in all three categories of net assets for the government as a whole. The governmental activities reported positive balances in all categories except unrestricted net assets; the unrestricted deficit was reduced by \$3,572,566 from the prior fiscal year. The business-type activities reported positive balances; there are no restrictions reported on the net assets. The same situation held true for the prior fiscal year.

The Village's total net assets increased \$10,861,272 during the current fiscal year. The increase is due in large part to three factors: 1) revenues exceeded expenses in governmental activities by \$3,200,185, 2) the Village recorded a special item of \$1,695,734 in governmental activities related to its involvement in the Intergovernmental Personnel Benefit Cooperative, and 3) revenues exceeded expenses by \$5,965,353 in business-type activities in large part to an increase (\$5,227,834) in the net assets of the Chicago Executive Airport.

VILLAGE OF WHEELING, ILLINOIS

Management's Discussion and Analysis December 31, 2007

Governmental activities. Net assets related to governmental activities increased by \$4,895,919, thereby accounting for 45% of the total growth in the net assets of the Village of Wheeling. Key elements of this increase are as follows:

VILLAGE OF WHEELING Changes in Net Assets (in thousands)

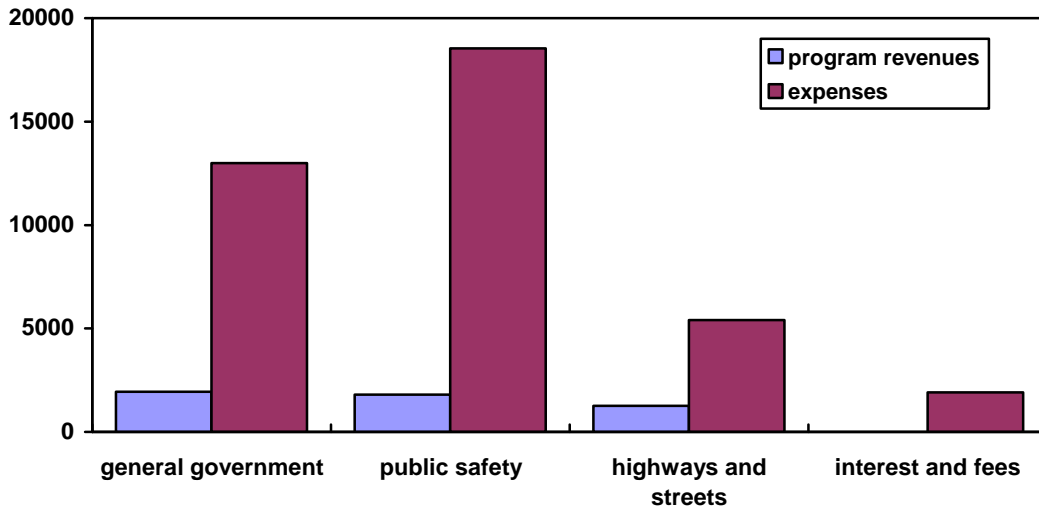
	Governmental Activities		Business-type Activities		Total	
	2007	2006	2007	2006	2007	2006
Revenues:						
Program Revenues:						
Charges for services	\$ 3,469	\$ 4,067	\$ 13,089	\$ 9,663	\$ 16,558	\$ 13,730
Operating grants and contributions	1,166	1,140	-	-	1,166	1,140
Capital grants and contributions	389	524	-	-	389	524
General Revenue:						
Property & replacement taxes	14,535	14,029	-	-	14,535	14,029
Other taxes	20,536	18,791	-	-	20,536	18,791
Other	1,947	2,092	344	310	2,291	2,402
Total Revenues	42,042	40,643	13,433	9,973	55,475	50,616
Expenses:						
General government	12,984	16,646	-	-	12,984	16,646
Public safety	18,526	17,420	-	-	18,526	17,420
Highways and streets	5,413	3,371	-	-	5,413	3,371
Interest and fees	1,919	1,986	-	-	1,919	1,986
Water and sewer	-	-	7,612	6,265	7,612	6,265
Total Expenses	38,842	39,423	7,612	6,265	46,454	45,688
Increase in net assets before transfers & special item	3,200	1,220	5,821	3,708	9,021	4,928
Special item	1,696	1,229	145	861	1,841	2,090
Increase in net assets	4,896	2,449	5,966	4,569	10,862	7,018
Net assets – 1/1/07	48,476	46,028	95,576	91,007	144,052	137,034
Net assets – 12/31/07	\$ 53,372	\$ 48,476	\$ 101,542	\$ 95,576	\$ 154,914	\$ 144,052

- Property and replacement taxes increased by \$506,275 (3.6%) during the year. Most of the increase is due to the increase in the tax levy for the Police and Fire Pension Funds and debt service.
- Other taxes increased by \$1,744,907 (9.2%), mostly as a result of opening of the Westin Hotel and several new stores and restaurants. This created new sources of revenue including additional food and beverage and hotel/motel tax.
- Charges for services for governmental activities decreased by \$598,688 (14.7%) during the year. This revenue includes licenses, permits, and inspection fees and fines charged to developers and homeowners in the Village. A reduction in the level of development resulted in a lower charges for services.

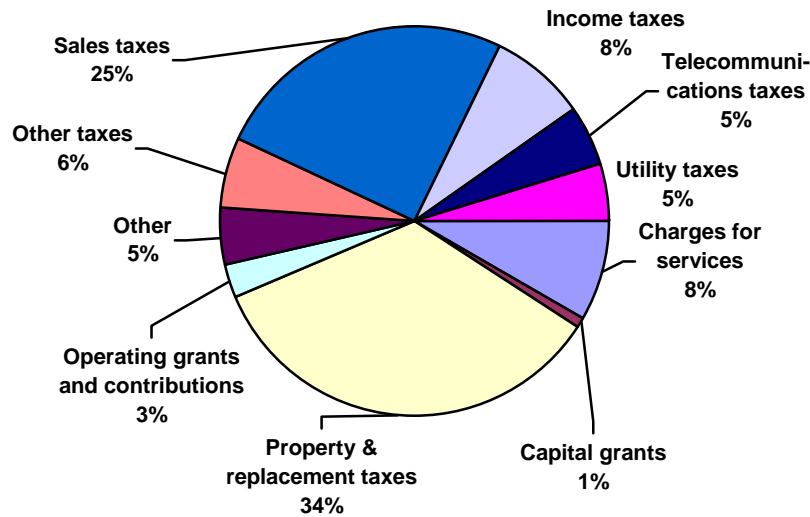
VILLAGE OF WHEELING, ILLINOIS

Management’s Discussion and Analysis
December 31, 2007

Expenses and Program Revenues - Governmental Activities



Revenues by Source - Governmental Activities



The expenses in the general government category decreased by \$3,662,042 (21.9%) during the year because the Village reduced the capital development funded by tax increment financing. The increase in public safety \$1,105,908 (6.3%) expenses closely paralleled inflation and the increases in salaries and benefits as well as and growth in the demand for services. One noteworthy exception, however, was the Village’s highways and streets function. In that instance, the growth in expenses of \$2,041,223 (61%) reflects the cost of additional infrastructure improvements.

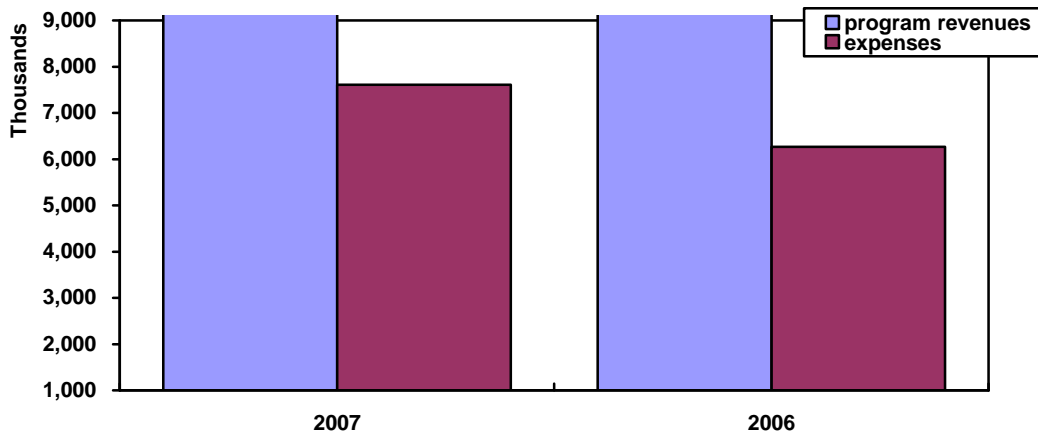
VILLAGE OF WHEELING, ILLINOIS

Management's Discussion and Analysis December 31, 2007

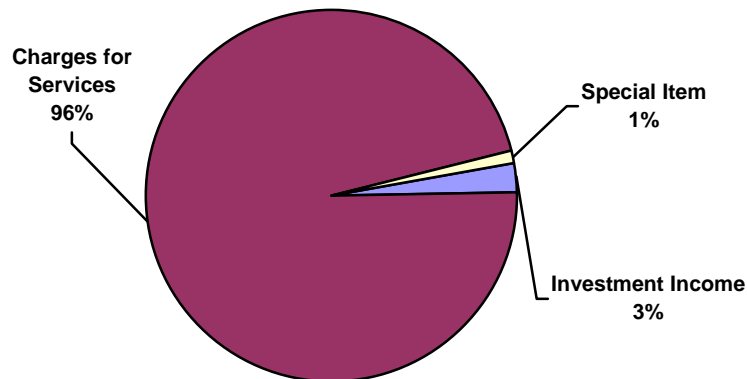
Business-type activities Net assets related to business-type activities increased by \$5,965,353 (6.2%). Key elements of the increase are as follows:

- Charges for services from water and sewer activities decreased by \$22,539. The water and sewer fees reflected an annual increase of 3.75%, but the reduced demand for construction water resulted in a slight reduction of sales revenue during the year.
- Net assets of \$101,541,298 from business-type activities include \$50,015,636 in net assets of the Chicago Executive Airport presented as investment in joint ventures on the statement of net assets. The increase in the net assets of the Airport was \$3,448,439 or 7.6% compared to 2006.

Expenses and Program Revenues - Business-type Activities



Revenues by Source - Business-type Activities



VILLAGE OF WHEELING, ILLINOIS

Management's Discussion and Analysis December 31, 2007

Financial Analysis of the Village's Funds

As noted earlier, the Village of Wheeling uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds The focus of the Village's *governmental funds* is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Village's financing requirements. In particular, *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the Village's governmental funds reported a combined ending fund balance of \$52,525,716, an increase of \$12,288,302 in comparison with the prior year. Approximately \$16,671,482 (32%) constitutes *unreserved, undesignated fund balance*, which is available for spending at the Village's discretion. The remainder of fund balance is *reserved or designated*, to indicate that it is not available for new spending because it is reserved for land held for resale (\$10,388,184), for capital projects (\$11,762,054), for economic development (\$6,119,643), or for a variety of other restricted purposes.

The general fund is the chief operating fund of the Village. At the end of the current fiscal year unreserved, undesignated fund balance of the general fund was \$17,868,088; while total fund balance reached \$20,262,287. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved, undesignated fund balance represents 65% of total general fund expenditures, while total fund balance represents 74% of that same amount.

The fund balance of the Village's general fund increased by \$4,040,056 during the current fiscal year. Key factors in this growth are as follows:

- An increase in the 2006 property tax levy resulted in \$889,232 of additional 2007 tax revenue. This revenue is used to fund operations of the Village as well as Police and Fire pension funds and debt service.
- Other major sources of general fund revenues resulted in a cumulative increase of \$1,203,743. This increase can be attributed to sales and home rule sales tax revenue, hotel and motel tax revenue, and additional intergovernmental revenues from income tax.
- The general fund recognized \$1,695,734 as a special item related to the Village's participation in the Intergovernmental Personnel Benefit Cooperative (IPBC). The special item represents the Village's balance in its terminal reserve account (net of deficit of other accounts) as of June 30, 2007 (i.e. the most recent statement available). Terminal reserve funds are intended to pay for run out claims in the event the Village was to leave IPBC. This amount was declared as a dividend to the Village and therefore has been recorded as a receivable during this year.

The debt service funds have a total fund balance of \$89,145, all of which is reserved for the payment of debt. The net decrease in fund balance during the current year in the debt service fund was \$1,392. The Village levy's property tax for debt service resulted in revenues of \$929,884 in the current fiscal year. Also, this year the debt service fund received a transfer of \$504,900 from other Village's funds to partially offset the expenditures of the current indebtedness.

VILLAGE OF WHEELING, ILLINOIS

Management's Discussion and Analysis December 31, 2007

The Village maintains four separate funds created to account for the revenues and expenditures related to the Village's tax increment financing (TIF) redevelopment areas. The Crossroads Redevelopment Area is a major governmental fund this year with the fund balance of \$7,041,727, a decrease of \$128,588. This decrease is mainly a result of \$504,900 transfer to the debt service fund. The other three funds are the South Milwaukee Redevelopment Area, Town Center TIF and North Milwaukee/Lake Cook Redevelopment Area. The major sources of revenue to these funds are property taxes, bond proceeds and investment income from available fund balances.

The capital projects fund was created to account for financial resources to be used for acquisition or construction of major capital facilities and improvements. Fund balance increased by \$8,503,320 during the current fiscal year to \$12,237,262. This increase is a result of \$10,000,000 in bank qualified, general obligation bonds issued in November of 2007 for the construction of the new village hall.

Proprietary funds. The Village's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. The Village reports the water and sewerage and airport funds as major proprietary funds.

Unrestricted net assets of the water and sewer fund at the end of the year amounted to \$14,717,015. The total growth in net assets was \$737,519. This increase was generated by charges for water and sewer services and a portion of the dividend declared by IPBC reported as a special item of \$144,853.

The Village of Wheeling is a joint owner of the Chicago Executive Airport, a proprietary joint venture, together with the City of Prospect Heights. Both municipalities maintain joint ownership and administration of the airport. Although assets are legally held in the name of both governments, all assets and revenues are restricted to the airport's needs. In 2007 the airport reported total net assets of \$50,015,635, an increase of \$5,227,833 from last year.

General Fund Budgetary Highlights

During the year there was a \$170,985 increase in appropriations between the original and final amended budget. A \$113,730 supplemental appropriation for the fire department was needed to make an additional contribution to the fire pension fund. The increase was possible because of additional revenues from property taxes collected for the fire pension fund.

In addition, the Village transferred \$60,855 from an interfund transfer account to the salaries account in the police department to pay for the Village's share of costs related to a grant. The funds were originally budgeted as an interfund transfer to the grant fund but should have been budgeted as a salary expenditure. Finally, a \$3,600 reduction in the community development department's longevity account was necessary to accurately reflect the cost of this expenditure.

Capital Asset and Debt Administration

Capital assets. The Village's investment in capital assets for its governmental and business-type activities as of December 31, 2007, amounts to \$47,777,350 and \$39,228,647 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, vehicles, equipment, furniture and infrastructure. The total increase in the Village's investment in capital assets for the current fiscal year was 1.8%.

VILLAGE OF WHEELING, ILLINOIS

Management's Discussion and Analysis December 31, 2007

Major capital asset events during the current fiscal year included the following:

- Construction began on the new Village Hall; construction in progress as of December 31, 2007 had reached \$2,326,847.
- A variety of building improvements and vehicles and equipment purchases at a cost of \$963,013 were added during the year, while \$930,232 of old equipment was retired, resulting in a net increase of only \$32,781.
- Various water and sewer system improvements were completed in the water and sewer fund at a cost of \$1,597,883.

VILLAGE OF WHEELING'S CAPITAL ASSETS

(net of depreciation, in thousands)

	Governmental Activities		Business-type Activities		Total	
	2007	2006	2007	2006	2007	2006
Land	\$ 12,102	\$ 12,102	\$ 589	\$ 589	\$ 12,691	\$ 12,691
Land right of way	11,624	11,561	-	-	11,624	11,561
Buildings & Improvements	9,948	10,253	-	-	9,948	10,253
Vehicles, equipment, & furniture	2,126	1,823	819	628	2,945	2,451
Infrastructure	9,650	10,587	-	-	9,650	10,587
Water System Improvements	-	-	26,065	25,022	26,065	25,022
Sewer System Improvements	-	-	11,756	12,008	11,756	12,008
Construction in progress	2,327	579	-	294	2,327	873
Total	\$ 47,777	\$ 46,905	\$ 39,229	\$ 38,541	\$ 87,006	\$ 85,446

Additional information on the Village's capital assets can be found in note 4, on pages 34-35 of this report.

Long-term debt. At the end of the current fiscal year, the Village had total bonded debt outstanding of \$48,350,533. Of this amount, \$26,930,533 comprises debt backed by the full faith and credit of the government, \$19,000,000 is backed by the tax increment revenue for which the bonds are secured solely by this revenue source and \$2,420,000 is backed by the water and sewer fund revenues.

The Village's total debt increased by \$7,937,627 (16%) during the current fiscal year. The key factor in this increase was issuance of a \$10,000,000 in bank qualified, general obligation bonds for the construction of the new village hall.

During the current fiscal year, the Village retired \$1,705,000 of general bond principal and \$410,000 of the water and sewer funded debt. Repayment of \$5,140,000 in general obligation sales tax bonds issued in September of 2005 is scheduled to begin in 2008.

VILLAGE OF WHEELING, ILLINOIS

Management's Discussion and Analysis December 31, 2007

VILLAGE OF WHEELING'S Outstanding Debt

	Governmental Activities		Business-type Activities		Total	
	2007	2006	2007	2006	2007	2006
General obligations bonds	\$ 26,930,533	\$ 18,582,906	\$ 2,420,000	\$ 2,830,000	\$ 29,350,533	\$ 21,412,906
TIF revenue bonds	19,000,000	19,000,000	-	-	19,000,000	19,000,000
Total	\$ 45,930,533	\$ 37,582,906	\$ 2,420,000	\$ 2,830,000	\$ 48,350,533	\$ 40,412,906

The Village, under its home rule authority, does not have a legal debt limit. On November 9, 2007, Standard and Poor's affirmed the Village's bond rating as AA. The affirmation reflects the Village of Wheeling's increased economic diversification and stronger growth, reduced debt needs, and improved financial flexibility.

Additional information of the Village's long-term debt can be found in the note 5.b. on pages 36-37 of this report.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for the Village of Wheeling is currently 3.8%, which is an increase from a rate of 3.6% a year ago. This compares favorably to the Illinois State's average unemployment rate of 5.4% and the national average rate of 5.0%.
- The number of occupancy permits issued for new construction during last year declined from 89 in 2006 to 63 in 2007.
- The increase in the home rule sales tax rate and implementation of the food and beverage tax continues to generate additional revenues for the Village.

All of these factors were considered in preparing the Village of Wheeling's budget for the 2008 fiscal year.

During the current fiscal year, unreserved, undesignated fund balance in the general fund increased to \$17,868,088. The Village has appropriated \$988,265 of this amount for spending in the 2008 fiscal year budget. It is intended that this use of available fund balance will avoid the need to raise property taxes during 2008 fiscal year. It also is intended to obviate the need for the transfer of additional resources to the general fund from other sources.

The Village increased its water and sewer rates for the 2008 budget year by 2.31% for all customers. These rate increases were necessary to provide adequate funding in the years ahead to pay for water and sewer system repair and replacements.

Requests for Information

This financial report is designed to provide a general overview of the Village's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Finance Director, 255 West Dundee Road, Village of Wheeling, Illinois, 60090.

VILLAGE OF WHEELING, ILLINOIS

STATEMENT OF NET ASSETS

December 31, 2007

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and investments	\$ 39,229,154	\$ 5,289,001	\$ 44,518,155
Receivables (net where applicable of allowance for uncollectibles)			
Property taxes	10,100,711	-	10,100,711
Sales taxes	3,069,961	-	3,069,961
Income taxes	349,064	-	349,064
Telecommunications tax	564,044	-	564,044
Accounts	130,293	1,554,267	1,684,560
Accrued interest	144,445	26,268	170,713
IPBC	1,695,734	144,853	1,840,587
Other	644,599	17,893	662,492
Prepaid expenses	267,338	130,885	398,223
Inventory	203,476	295,281	498,757
Due from fiduciary funds	122	-	122
Due from other governments	137,199	-	137,199
Land held for resale	10,388,184	-	10,388,184
Advances to other funds	(678,231)	678,231	-
Deferred charges	703,782	21,291	725,073
Net pension asset	358,956	-	358,956
Capital assets not being depreciated	26,052,913	588,581	26,641,494
Capital assets being depreciated, net of accumulated depreciation	21,724,437	38,640,066	60,364,503
Investment in joint venture	-	57,096,486	57,096,486
Total assets	115,086,181	104,483,103	219,569,284
LIABILITIES			
Accounts payable	2,933,439	336,947	3,270,386
Accrued payroll	146,299	19,423	165,722
Deposits payable	81,358	36,398	117,756
Unearned revenue	9,066,854	-	9,066,854
Claims payable	1,069,289	-	1,069,289
Due to fiduciary funds	202,426	-	202,426
Interest payable	638,148	3,465	641,613
Long-term liabilities			
Due within one year	1,610,773	525,572	2,136,345
Due in more than one year	45,965,738	2,020,000	47,985,738
Total liabilities	61,714,324	2,941,805	64,656,129
NET ASSETS			
Invested in capital assets, net of related debt	30,177,350	36,808,647	66,985,997
Restricted for			
Highways and streets	954,554	-	954,554
Public safety	304,415	-	304,415
Economic development	16,032,619	-	16,032,619
Capital projects	12,237,262	-	12,237,262
Debt service	89,145	-	89,145
Unrestricted (deficit)	(6,423,488)	64,732,651	58,309,163
TOTAL NET ASSETS	\$ 53,371,857	\$ 101,541,298	\$ 154,913,155

See accompanying notes to financial statements.

VILLAGE OF WHEELING, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2007

	Expenses	Program Revenues		
		Charges for Services	Operating Grants	Capital Grants
FUNCTIONS/PROGRAMS				
PRIMARY GOVERNMENT				
Governmental Activities				
General government	\$ 12,984,438	\$ 1,924,264	\$ 24,775	\$ 1,839
Public safety	18,526,167	1,434,628	10,822	364,211
Highways and streets	5,412,538	109,808	1,130,116	23,193
Interest and fees	1,919,098	-	-	-
Total governmental activities	38,842,241	3,468,700	1,165,713	389,243
Business-Type Activities				
Water and sewer	7,612,327	7,861,160	-	-
Airport	-	5,227,834	-	-
Total business-type activities	7,612,327	13,088,994	-	-
TOTAL PRIMARY GOVERNMENT	\$ 46,454,568	\$ 16,557,694	\$ 1,165,713	\$ 389,243

	Net (Expense) Revenue and Change in Net Assets		
	Primary Government		
	Governmental Activities	Business-Type Activities	Total
	\$ (11,033,560)	\$ -	\$ (11,033,560)
	(16,716,506)	-	(16,716,506)
	(4,149,421)	-	(4,149,421)
	(1,919,098)	-	(1,919,098)
	<u>(33,818,585)</u>	-	<u>(33,818,585)</u>
	-	248,833	248,833
	-	5,227,834	5,227,834
	-	5,476,667	5,476,667
	<u>(33,818,585)</u>	<u>5,476,667</u>	<u>(28,341,918)</u>
General Revenues			
Taxes			
Property and replacement	14,534,879	-	14,534,879
Sales	10,654,354	-	10,654,354
Utility	2,010,980	-	2,010,980
Telecommunications	2,081,177	-	2,081,177
Food and beverage	883,373	-	883,373
Hotel/motel	735,516	-	735,516
Income	3,412,530	-	3,412,530
Other	758,374	-	758,374
Investment income	1,654,636	343,833	1,998,469
Miscellaneous	292,951	-	292,951
Total	<u>37,018,770</u>	<u>343,833</u>	<u>37,362,603</u>
SPECIAL ITEM	1,695,734	144,853	1,840,587
CHANGE IN NET ASSETS	4,895,919	5,965,353	10,861,272
NET ASSETS, JANUARY 1	<u>48,475,938</u>	<u>95,575,945</u>	<u>144,051,883</u>
NET ASSETS, DECEMBER 31	<u>\$ 53,371,857</u>	<u>\$ 101,541,298</u>	<u>\$ 154,913,155</u>

See accompanying notes to financial statements.

VILLAGE OF WHEELING, ILLINOIS

GOVERNMENTAL FUNDS

BALANCE SHEET

December 31, 2007

	General	Debt Service	Crossroads Redevelopment Area	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS						
Cash and cash equivalents	\$ 13,022,846	\$ 98,368	\$ 166,184	\$ 13,013,698	\$ 11,631,168	\$ 37,932,264
Receivables (net where applicable of allowance for uncollectibles)						
Property taxes	7,592,737	2,056,566	188,977	-	262,431	10,100,711
Sales taxes	3,069,961	-	-	-	-	3,069,961
Income taxes	349,064	-	-	-	-	349,064
Telecommunications tax	564,044	-	-	-	-	564,044
Accounts	-	-	-	50,893	79,400	130,293
Accrued interest	78,530	-	-	41,691	18,332	138,553
IPBC	1,695,734	-	-	-	-	1,695,734
Other	436,429	-	-	208,170	-	644,599
Prepaid items	265,303	-	-	-	2,035	267,338
Inventory	181,137	-	-	-	22,339	203,476
Due from other funds	158,698	-	-	-	-	158,698
Due from fiduciary funds	122	-	-	-	-	122
Advance to other funds	1,224,388	-	-	-	-	1,224,388
Due from other governments	-	-	-	-	137,199	137,199
Land held for resale	-	-	6,772,391	475,208	3,140,585	10,388,184
TOTAL ASSETS	\$ 28,638,993	\$ 2,154,934	\$ 7,127,552	\$ 13,789,660	\$ 15,293,489	\$ 67,004,628

This statement is continued on the following page.

VILLAGE OF WHEELING, ILLINOIS

GOVERNMENTAL FUNDS

BALANCE SHEET (Continued)

December 31, 2007

	General	Debt Service	Crossroads Redevelopment Area	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Accounts payable	\$ 969,841	\$ -	\$ 85,825	\$ 1,552,398	\$ 312,594	\$ 2,920,658
Accrued payroll	144,133	-	-	-	2,166	146,299
Deposits payable	81,358	-	-	-	-	81,358
Deferred revenue	6,978,948	1,967,946	-	-	119,960	9,066,854
Due to other funds	-	97,843	-	-	60,855	158,698
Due to fiduciary funds	202,426	-	-	-	-	202,426
Advance from other funds	-	-	-	-	1,902,619	1,902,619
Total liabilities	8,376,706	2,065,789	85,825	1,552,398	2,398,194	14,478,912
FUND BALANCES						
Fund balances						
Reserved for land held for resale	-	-	6,772,391	475,208	3,140,585	10,388,184
Reserved for prepaid items	265,303	-	-	-	2,035	267,338
Reserved for inventory	181,137	-	-	-	22,339	203,476
Reserved for senior committee	211,074	-	-	-	-	211,074
Reserved for sidewalks and trees	40,951	-	-	-	-	40,951
Reserved for highways and streets	-	-	-	-	932,215	932,215
Reserved for public safety	-	-	-	-	302,919	302,919
Reserved for economic development	-	-	269,336	-	5,850,307	6,119,643
Reserved for capital projects	-	-	-	11,762,054	-	11,762,054
Reserved for debt service	-	89,145	-	-	-	89,145
Reserved for insurance	1,695,734	-	-	-	-	1,695,734
Unreserved						
Designated for capital outlay - Capital Projects Fund	-	-	-	-	3,841,501	3,841,501
Undesignated (deficit)						
General Fund	17,868,088	-	-	-	-	17,868,088
Special Revenue Funds	-	-	-	-	(2,035)	(2,035)
Capital Projects Funds	-	-	-	-	(1,194,571)	(1,194,571)
Total fund balances	20,262,287	89,145	7,041,727	12,237,262	12,895,295	52,525,716
TOTAL LIABILITIES						

See accompanying notes to financial statements.

VILLAGE OF WHEELING, ILLINOIS

RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET ASSETS

December 31, 2007

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 52,525,716
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds	47,777,350
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds:	
General obligation bonds	(26,930,533)
Tax increment revenue bonds	(19,000,000)
Discount on bonds payable	129,332
Compensated absences payable	(1,775,310)
Accrued interest on long-term liabilities shown as a liability on the statement of net assets	(638,148)
The net pension asset of the police and fire pension funds is reported as an asset on the statement of net assets	358,956
Unamortized bond issuance costs are reported as deferred charges on the statement of net assets	703,782
The net assets of the internal service fund are included in the governmental activities in the statement of net assets	<u>220,712</u>
NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 53,371,857</u></u>

See accompanying notes to financial statements.

VILLAGE OF WHEELING, ILLINOIS

GOVERNMENTAL FUNDS

STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES

For the Year Ended December 31, 2007

	General	Debt Service	Crossroads Redevelopment Area	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES						
Taxes	\$ 22,257,201	\$ 929,884	\$ 2,452,739	\$ 2,010,980	\$ 3,003,543	\$ 30,654,347
Licenses and permits	494,548	-	-	-	-	494,548
Intergovernmental	4,236,746	-	-	-	1,468,075	5,704,821
Charges for services	1,989,123	-	4,500	-	186,196	2,179,819
Fines and forfeits	351,839	-	-	-	-	351,839
Investment income	595,184	21,634	138,131	292,307	607,380	1,654,636
Miscellaneous	687,390	-	-	77,268	237,758	1,002,416
Total revenues	30,612,031	951,518	2,595,370	2,380,555	5,502,952	42,042,426
EXPENDITURES						
Current						
General government	10,020,189	-	-	-	-	10,020,189
Public safety	17,521,193	-	-	-	761,109	18,282,302
Highways and streets	-	-	-	1,277,959	2,050,027	3,327,986
Capital outlay	-	-	1,992,733	15,830	1,478,551	3,487,114
Capital improvements	-	-	187,795	2,462,503	209,926	2,860,224
Debt service						
Principal	-	1,305,000	-	215,000	185,000	1,705,000
Interest and fiscal charges	-	152,810	-	205,943	1,483,803	1,842,556
Total expenditures	27,541,382	1,457,810	2,180,528	4,177,235	6,168,416	41,525,371
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	3,070,649	(506,292)	414,842	(1,796,680)	(665,464)	517,055

This statement is continued on the following page.

VILLAGE OF WHEELING, ILLINOIS

GOVERNMENTAL FUNDS

STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (Continued)

For the Year Ended December 31, 2007

	General	Debt Service	Crossroads Redevelopment Area	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
OTHER FINANCING SOURCES (USES)						
Issuance of general obligation bonds	\$ -	\$ -	\$ -	\$ 10,000,000	\$ -	\$ 10,000,000
Proceeds on sale of capital assets	114,043	-	-	-	-	114,043
Loss on disposal of land held for resale	-	-	(38,530)	-	-	(38,530)
Transfers in	-	504,900	-	300,000	581,060	1,385,960
Transfers (out)	(840,370)	-	(504,900)	-	(40,690)	(1,385,960)
Total other financing sources (uses)	(726,327)	504,900	(543,430)	10,300,000	540,370	10,075,513
SPECIAL ITEM	1,695,734	-	-	-	-	1,695,734
NET CHANGE IN FUND BALANCES	4,040,056	(1,392)	(128,588)	8,503,320	(125,094)	12,288,302
FUND BALANCES, JANUARY 1	16,222,231	90,537	7,170,315	3,733,942	13,020,389	40,237,414
FUND BALANCES, DECEMBER 31	\$ 20,262,287	\$ 89,145	\$ 7,041,727	\$ 12,237,262	\$ 12,895,295	\$ 52,525,716

See accompanying notes to financial statements.

VILLAGE OF WHEELING, ILLINOIS

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2007

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ 12,288,302
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlay as expenditures, however, they are capitalized on the statement of net assets and depreciated on the statement of activities	2,773,677
Depreciation expense does not require the use of current financial resources and, therefore, is not reported as an expenditure in governmental funds	(1,802,499)
Proceeds from the disposal of capital assets are recognized in governmental funds but the gain (loss) is recognized on the statement of activities	(98,804)
The issuance of long-term debt is reported as an other financing source in governmental funds but as an increase of principal outstanding on the statement of net assets	(10,000,000)
The repayment of the principal portion of long-term debt is reported as an expenditure when due in governmental funds but as a reduction of principal outstanding on the statement of net assets	1,705,000
Bond issuance costs are shown as an expenditure in governmental funds but as an increase in deferred charges on the statement of net assets	(8,056)
Accretion of bonds is reported as interest expense on the statement of activities	(52,627)
Amortization of bond issuance costs is reported as interest expense on the statement of activities	14,903
The increase of accrued interest payable is shown as an increase of expense on the statement of activities	(30,762)
The increase in compensated absences payable is shown as an increase of expense on the statement of activities	26,632
The change in the net pension asset	22,908
The change in net assets of certain activities of internal service funds is in governmental funds	<u>57,245</u>
CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u>\$ 4,895,919</u>

See accompanying notes to financial statements.

VILLAGE OF WHEELING, ILLINOIS

PROPRIETARY FUNDS

STATEMENT OF NET ASSETS

December 31, 2007

	Business-Type Activities			Governmental
	Waterworks and Sewerage	Airport	Total	Internal Service Fund
CURRENT ASSETS				
Cash and investments	\$ 5,289,001	\$ -	\$ 5,289,001	\$ 1,296,890
Receivables (net where applicable of allowance for uncollectibles)				
Accounts	1,554,267	-	1,554,267	-
Accrued interest	26,268	-	26,268	5,892
IPBC	144,853	-	144,853	-
Miscellaneous	17,893	-	17,893	-
Prepaid expenses	130,885	-	130,885	-
Inventory	295,281	-	295,281	-
Total current assets	7,458,448	-	7,458,448	1,302,782
NONCURRENT ASSETS				
Capital assets				
Assets not being depreciated	588,581	-	588,581	-
Assets being depreciated				
Cost	53,182,811	-	53,182,811	-
Accumulated depreciation	(14,542,745)	-	(14,542,745)	-
Net capital assets being depreciated	38,640,066	-	38,640,066	-
Net capital assets	39,228,647	-	39,228,647	-
Deferred charges	21,291	-	21,291	-
Advances to other funds	678,231	-	678,231	-
Investment in joint ventures	7,080,850	50,015,636	57,096,486	-
Total noncurrent assets	47,009,019	50,015,636	97,024,655	-
Total assets	54,467,467	50,015,636	104,483,103	1,302,782

This statement is continued on the following page.

VILLAGE OF WHEELING, ILLINOIS

PROPRIETARY FUNDS

STATEMENT OF NET ASSETS (Continued)

December 31, 2007

	Business-Type Activities			Governmental
	Waterworks and Sewerage	Airport	Total	Internal Service Fund
CURRENT LIABILITIES				
Accounts payable	\$ 336,947	\$ -	\$ 336,947	\$ 12,781
Accrued payroll	19,423	-	19,423	-
Compensated absences payable	125,572	-	125,572	-
Deposits payable	36,398	-	36,398	-
Interest payable	3,465	-	3,465	-
Bonds payable	400,000	-	400,000	-
Claims payable	-	-	-	1,069,289
Total current liabilities	921,805	-	921,805	1,082,070
NONCURRENT LIABILITIES				
General obligation bonds payable (less current portion)	2,020,000	-	2,020,000	-
Total noncurrent liabilities	2,020,000	-	2,020,000	-
Total liabilities	2,941,805	-	2,941,805	1,082,070
NET ASSETS				
Invested in capital assets, net of related debt	36,808,647	-	36,808,647	-
Unrestricted	14,717,015	50,015,636	64,732,651	220,712
TOTAL NET ASSETS	\$ 51,525,662	\$ 50,015,636	\$101,541,298	\$ 220,712

See accompanying notes to financial statements.

VILLAGE OF WHEELING, ILLINOIS

PROPRIETARY FUNDS

STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN NET ASSETS

For the Year Ended December 31, 2007

	Business-Type Activities			Governmental
	Waterworks and Sewerage	Airport	Total	Internal Service Fund
OPERATING REVENUES				
Charges for services				
Water sales and sewer charges	\$ 7,391,858	\$ -	\$ 7,391,858	\$ -
Connection fees	99,029	-	99,029	-
Meter sales	11,351	-	11,351	-
Liability insurance charges	-	-	-	1,220,310
Other	305,813	-	305,813	-
Total operating revenues	7,808,051	-	7,808,051	1,220,310
OPERATING EXPENSES EXCLUDING DEPRECIATION				
Water division	4,821,483	-	4,821,483	-
Sewer division	1,738,988	-	1,738,988	-
Insurance and claims	-	-	-	1,225,686
Total operating expenses excluding depreciation	6,560,471	-	6,560,471	1,225,686
OPERATING INCOME (LOSS) BEFORE DEPRECIATION	1,247,580	-	1,247,580	(5,376)
DEPRECIATION	951,666	-	951,666	-
OPERATING INCOME (LOSS)	295,914	-	295,914	(5,376)
NONOPERATING REVENUES (EXPENSES)				
Investment income	343,833	-	343,833	62,621
Interest expense and fees	(100,190)	-	(100,190)	-
Increase in joint venture	53,109	5,227,834	5,280,943	-
Total nonoperating revenues (expenses)	296,752	5,227,834	5,524,586	62,621
INCOME BEFORE SPECIAL ITEM	592,666	5,227,834	5,820,500	57,245
SPECIAL ITEM	144,853	-	144,853	-
CHANGE IN NET ASSETS	737,519	5,227,834	5,965,353	57,245
NET ASSETS, JANUARY 1	50,788,143	44,787,802	95,575,945	163,467
NET ASSETS, DECEMBER 31	\$ 51,525,662	\$ 50,015,636	\$ 101,541,298	\$ 220,712

See accompanying notes to financial statements.

VILLAGE OF WHEELING, ILLINOIS

PROPRIETARY FUNDS

STATEMENT OF CASH FLOWS

For the Year Ended December 31, 2007

	Business-Type Activities			Governmental
	Waterworks and Sewerage	Airport	Total	Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers and users	\$ 7,977,603	\$ -	\$ 7,977,603	\$ -
Receipts from internal service transactions	-	-	-	1,220,310
Payments to suppliers	(4,855,924)	-	(4,855,924)	(1,171,492)
Payments to employees	(1,852,655)	-	(1,852,655)	-
Net cash from operating activities	1,269,024	-	1,269,024	48,818
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Advances to other funds	172,198	-	172,198	-
Net cash from noncapital financing activities	172,198	-	172,198	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Purchases of property, plant, and equipment	(1,639,394)	-	(1,639,394)	-
Principal paid on general obligation bonds	(410,000)	-	(410,000)	-
Interest and fees paid on general obligation bonds	(98,876)	-	(98,876)	-
Net cash from capital and related financing activities	(2,148,270)	-	(2,148,270)	-
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of investment securities	(1,795,785)	-	(1,795,785)	(4,593)
Proceeds from sales and maturities of investment securities	294,000	-	294,000	-
Interest on investments	343,050	-	343,050	62,791
Net cash from investing activities	(1,158,735)	-	(1,158,735)	58,198
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(1,865,783)	-	(1,865,783)	107,016
CASH AND CASH EQUIVALENTS, JANUARY 1	3,221,978	-	3,221,978	889,874
CASH AND CASH EQUIVALENTS, DECEMBER 31	\$ 1,356,195	\$ -	\$ 1,356,195	\$ 996,890
CASH AND INVESTMENTS				
Cash and cash equivalents	\$ 1,356,195	\$ -	\$ 1,356,195	\$ 996,890
Investments	3,932,806	-	3,932,806	300,000
TOTAL CASH AND INVESTMENTS	\$ 5,289,001	\$ -	\$ 5,289,001	\$ 1,296,890

This statement is continued on the following page.

VILLAGE OF WHEELING, ILLINOIS
 PROPRIETARY FUNDS
 STATEMENT OF CASH FLOWS (Continued)
 For the Year Ended December 31, 2007

	Business-Type Activities			Governmental
	Waterworks and Sewerage	Airport	Total	Internal Service Fund
	RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES			
Operating income (loss)	\$ 295,914	\$ -	\$ 295,914	\$ (5,376)
Adjustments to reconcile operating income (loss) to net cash from operating activities				
Depreciation and amortization	951,666	-	951,666	-
Changes in current assets and liabilities				
Accounts receivable	171,447	-	171,447	-
Inventory	(13,782)	-	(13,782)	-
Prepaid expenses	(905)	-	(905)	-
Accounts payable	(147,458)	-	(147,458)	6,033
Claims and judgments payable	-	-	-	48,161
Accrued payroll	5,549	-	5,549	-
Compensated absences payable	8,488	-	8,488	-
Deposits payable	(1,895)	-	(1,895)	-
NET CASH FROM OPERATING ACTIVITIES	\$ 1,269,024	\$ -	\$ 1,269,024	\$ 48,818
NONCASH TRANSACTIONS				
Increase in joint venture	\$ 53,109	\$ 5,227,834	\$ 5,280,943	\$ -
TOTAL NONCASH TRANSACTIONS	\$ 53,109	\$ 5,227,834	\$ 5,280,943	\$ -

See accompanying notes to financial statements.

VILLAGE OF WHEELING, ILLINOIS

PENSION TRUST FUNDS

STATEMENT OF FIDUCIARY NET ASSETS

December 31, 2007

ASSETS	
Cash and short-term investments	<u>\$ 1,911,760</u>
Investments at fair value	
U.S. Government and agency obligations	27,082,873
State and local obligations	2,938,451
Mutual funds	<u>24,004,302</u>
Total investments	<u>54,025,626</u>
Receivables	
Accrued interest	340,636
Other	18,985
Due from other funds	<u>202,426</u>
Total receivables	<u>562,047</u>
Total assets	<u>56,499,433</u>
LIABILITIES	
Accounts payable	599
Due to other funds	<u>122</u>
Total liabilities	<u>721</u>
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS	<u><u>\$ 56,498,712</u></u>

See accompanying notes to financial statements.

VILLAGE OF WHEELING, ILLINOIS

PENSION TRUST FUNDS

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS

For the Year Ended December 31, 2007

ADDITIONS	
Contributions	
Employer	\$ 1,272,599
Employee	<u>858,780</u>
Total contributions	<u>2,131,379</u>
Investment income	
Net appreciation in fair value of investments	1,224,183
Interest	<u>2,854,494</u>
Total investment income	4,078,677
Less investment expenses	<u>99,697</u>
Net investment income	<u>3,978,980</u>
Total additions	<u>6,110,359</u>
DEDUCTIONS	
Benefits and refunds	2,463,906
Administrative expenses	<u>15,044</u>
Total deductions	<u>2,478,950</u>
NET INCREASE	3,631,409
NET PLAN ASSETS HELD IN TRUST FOR PENSION BENEFITS	
January 1	<u>52,867,303</u>
December 31	<u><u>\$ 56,498,712</u></u>

See accompanying notes to financial statements.

VILLAGE OF WHEELING, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

December 31, 2007

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Wheeling, Illinois (the Village) was incorporated in 1894. The Village provides services to the community that include police, fire, water and sewer utility, community development, street maintenance, and general services.

The accounting policies of the Village conform to accounting principles generally accepted in the United States of America, as applicable to governments (hereinafter referred to as generally accepted accounting principles (GAAP)). The Government Accounting Standards Boards (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant policies:

a. Reporting Entity

The Village is a municipal corporation governed by an elected eight-member board. As defined by GAAP established by the GASB, the financial reporting entity consists of the primary government, as well as its component units, which are legally separate organizations for which the elected officials of the primary government are financially accountable. Financial accountability is defined as:

- 1) Appointment of a voting majority of the component unit's board and either (a) the ability to impose will by the primary government or (b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government; or
- 2) Fiscal dependency on the primary government.

Based on the above criteria, the Village does not have any component units.

b. Fund Accounting

The Village uses funds to report on its financial position and the change in its financial position. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. The minimum number of funds are maintained consistent with legal and managerial requirements.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Fund Accounting (Continued)

Funds are classified into the following categories: governmental, proprietary, and fiduciary.

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

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

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

c. Government-Wide and Fund Financial Statements

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

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Government-Wide and Fund Financial Statements (Continued)

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

The Village reports the following major governmental funds:

The General Fund is the general operating fund of the Village. It is used to account for all financial resources except those required to be accounted for in another fund.

The Debt Service Fund is used to account for the accumulation of resources for the payment of general obligation bond principal and interest.

The Crossroads Redevelopment Area Fund is used to account for the redevelopment activities of the tax increment financing district located near Milwaukee Avenue and Dundee Road in the Village of Wheeling.

The Capital Projects Fund is used to account for the bond proceeds of the General Obligation Bond Series of 2003 and 2007 and municipal gas and electric tax proceeds. The proceeds are used to fund infrastructure and noninfrastructure needs including public streets, sidewalks, building improvements, etc.

The Village reports the following major proprietary funds:

The Waterworks and Sewerage Fund is used to account for the provision of water and sewer services to the residents of the Village. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, and improvements.

The Airport Fund is used to account for the Village's share of the Chicago Executive Airport.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Government-Wide and Fund Financial Statements (Continued)

Additionally, the Village reports the following Internal Service Fund:

Internal Service Fund (Liability Insurance Fund) is used to account for accumulation of resources and costs associated with liability insurance for the Village. This fund is reported as part of the governmental activities on the government-wide financial statements as they provide services to the Village's governmental funds/activities.

The Village reports pension trust funds as fiduciary funds to account for the Police Pension Fund and Firefighters' Pension Fund.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Operating revenues and expenses are directly attributable to the operation of the proprietary funds. Nonoperating revenue/expenses are incidental to the operations of these funds.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). Measurable means the amount of the transaction can be determined and available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, generally 60 days except for sales taxes and telecommunication taxes which use 90 days. The Village recognizes property taxes when they become both measurable and available in the year intended to finance. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as expenditures when due.

Property taxes, sales taxes owed to the state at year end, franchise taxes, licenses, charges for services, and investment income associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. Fines and permits revenues are not susceptible to accrual because generally they are not measurable until received in cash.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

In applying the susceptible-to-accrual concept to intergovernmental revenues (e.g., federal and state grants), the legal and contractual requirements of the numerous individual programs are used as guidelines. There are, however, essentially two types of revenues. In one, monies must be expended on the specific purpose or project before any amounts will be paid to the Village; therefore, revenues are recognized based upon the expenditures recorded. In the other, monies are virtually unrestricted as to purpose of expenditure and are generally revocable only for failure to comply with prescribed eligibility requirements, such as equal employment opportunity. These resources are reflected as revenues at the time of receipt or earlier if they meet the availability criterion.

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

e. Cash and Investments

For purposes of the statement of cash flows, the Village considers cash and cash equivalents to include cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Investments with a maturity of one year or less when purchased and all non-negotiable certificates of deposit are stated at cost or amortized cost. Investments with a maturity greater than one year when purchased, are reported at fair value. All investments of the pension trust funds, regardless of length of maturity, are reported at fair value. Fair value is based on published market quotes as of December 31 or contract values for insurance contracts.

f. Interfund Receivables/Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “interfund receivables/payables” (current portion of interfund loans) or “advances to/from other funds” (noncurrent portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds.”

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

f. Interfund Receivables/Payables (Continued)

Advances are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

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

g. Property Taxes

Property taxes are levied in December of each year on all taxable real property in the Village and attach as an enforceable lien on the property as of the preceding January 1. Property taxes receivable represent the balance due on the 2007 levy. Tax bills are prepared by the County and issued on or about February 1, 2008 (Cook County) and May 1, 2008 (Lake County) and are payable in two installments on or about March 1, 2008 (Cook County) and June 1, 2008 (Lake County) and on or about September 1, 2008 (both Cook and Lake Counties). The County Collector collects such taxes and remits them periodically. A reduction for collection losses, based on historical collection experience, has been provided to reduce the taxes receivable to the estimated amounts to be collected. Since the 2007 levy is intended to finance the 2008 fiscal year, the levy has been recorded as a receivable and deferred revenue.

h. Inventories and Prepaid Items/Expenses

Inventories are valued at cost, which approximates market, using the first-in, first-out (FIFO) method. The costs of governmental fund inventories are recorded as expenditures when consumed rather than when purchased.

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

i. Land Held for Resale

Land held for resale is valued at the lower of cost or market. Reported land held for resale is equally offset by a fund balance reserve, which indicates that it does not constitute available spendable resources. The land held consists of numerous parcels, mostly within TIF Districts, that the Village owns and is holding until sold.

VILLAGE OF WHEELING, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost in excess of the following and an estimated useful life in excess of one year.

Asset Class	Capitalization Threshold
Land	\$ 100,000
Building and improvements	50,000
Vehicles, equipment, and furniture	10,000
Infrastructure	100,000

Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. Property, plant, and equipment is depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings and improvements	10-45
Water and sewer distributions system	45-65
Vehicles, equipment, and furniture	5-30
Infrastructure	15-40

k. Compensated Absences

Vested or accumulated vacation leave that is owed to retirees or terminated employees, if applicable, is reported as an expenditure and a fund liability of the governmental fund that will pay it in the fund financial statements. Vested or accumulated vacation leave of proprietary funds and governmental activities is recorded as an expense and liability as the benefits accrue to employees.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

k. Compensated Absences (Continued)

Sick Leave: A sick leave deferred payment account (SLDPA) is offered to eligible employees upon retirement. A SLDPA is a method of allowing eligible employees to utilize a portion of accrued but unused sick time hours towards the payment of the employee's portion of the monthly premium of the Village's group medical insurance plan, if the employee, upon retirement chooses the conversion privilege of the Village's group medical insurance plan. In order to be eligible to establish a SLDPA, the employee must:

- have retired in good standing;
- have at least twenty years of continuous service with the Village immediately prior to retirement or have at least ten years of continuous service with the Village immediately prior to retirement and have attained the age of sixty by the date of retirement;
- have been continuously covered for at least twelve months immediately prior to retirement under the Village's medical insurance plan and in full compliance with all plan provisions; and
- have at least 675 hours of accrued but unused sick time (1,000 hours for the fire union).

The SLDPA is calculated by using the employee's final hourly wage multiplied by the number of accrued but unused sick time hours in excess of 675 (1,000 hours for the fire union). The maximum number of accrued but unused sick time hours that may be used within the SLDPA is 536 hours (720 hours for the fire union). Other accumulated unpaid sick leave is not paid to an employee in the event of termination; thus, no liability is recorded for those nonvested benefits.

Sick Leave Buy Back Program: In addition to the sick leave deferred payment account (SLDPA) program, the Village offers an annual sick leave buy back program to its non-union and police union employees. As of May 1st of each year, employees with at least five hundred (500) hours of accrued sick leave may sell back one (1) sick day; employees with at least seven hundred fifty (750) hours of accrued sick leave may sell back two (2) sick days; and employees with at least one thousand (1,000) hours of accrued sick leave may sell back three (3) sick days. Employees who sell back a portion of their accrued sick leave as indicated above receive 100% of the pay the employee would have received for the sick day during the year it is contributed. The decision whether to sell back sick time each year is optional for non-union employees and the funds are contributed to their 457 deferred compensation program. Conversely, the decision to sell back sick time each year is mandatory for police union employees and the funds are contributed to the employee's Variable Employee Medical Account (VEMA).

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

l. Long-Term Obligations

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

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

m. Fund Balance/Net Assets

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change. In the government-wide financial statements, restricted net assets are legally restricted by outside parties for a specific purpose. None of the Village's net assets are restricted as a result of enabling legislation adopted by the Village. Invested in capital assets, net of related debt, represents the Village's investments in the book value of capital assets, less any outstanding debt that was issued to construct or acquire the capital asset.

2. DEPOSITS AND INVESTMENTS

a. Village Investments

The Village's investment policy authorizes the Village to invest in all investments allowed by Illinois Compiled Statutes. These include deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services and Illinois Funds (created by the Illinois State Legislature under the control of the State Comptroller that maintains a \$1 per share value which is equal to the participants fair value). The Village's investment policy does limit their deposits to financial institutions that are members of the FDIC system and are capable of posting collateral for amounts in excess of FDIC insurance. Additionally, the Village will not invest in any institution in which the Village's funds on deposit are in excess of 50% of the institution's capital stock and surplus.

VILLAGE OF WHEELING, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

a. Village Investments (Continued)

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

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

Deposits with Financial Institutions

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

Investments

The following table presents the investments and maturities of the Village’s debt securities as of December 31, 2007:

Investment Type	Fair Value	Investment Maturities in Years			
		Less Than 1	1-5	6-10	Greater than 10
U.S. Agency obligations	\$ 6,364,022	\$ 1,439,351	\$ 4,924,671	\$ -	\$ -
Commercial paper	575,000	575,000	-	-	-
Negotiable certificates of deposit	15,572,882	7,628,142	7,944,740	-	-
Illinois Metropolitan Investment Fund	5,001,302	973,574	4,027,728	-	-
Illinois Funds	3,153,294	3,153,294	-	-	-
TOTAL	\$ 30,666,500	\$ 13,769,361	\$ 16,897,139	\$ -	\$ -

2. DEPOSITS AND INVESTMENTS (Continued)

a. Village Investments (Continued)

Investments (Continued)

In accordance with its investment policy, the Village limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for short and long-term cash flow needs while providing a reasonable rate of return based on the current market.

The Village limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in external investment pools. Illinois Funds and the Illinois Metropolitan Investment Fund are both rated AAA. The U.S. Agency Obligations are all unrated. The negotiable certificates of deposit are not rated but are covered by FDIC insurance.

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

Illinois Metropolitan Investment Fund (IMET) is a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an investment company. Investments in IMET are valued at IMET's share price, the price for which the investment could be sold.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Village will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the Village's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment basis with the underlying investments held in a custodial account with the trust department of an approved financial institution. Illinois Funds and the IMET are not subject to custodial credit risk.

Concentration of credit risk is the risk that the Village has a high percentage of their investments invested in one type of investment. At December 31, 2007, the Village had greater than five percent of its overall portfolio invested in U.S. Agency obligations and negotiable certificates of deposit. The Village's investment policy requires diversification of investment to avoid unreasonable risk but has no set percentage limits. Therefore, the Village is in compliance with its investment policy.

VILLAGE OF WHEELING, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

b. Police Pension Investments

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

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

Deposits with Financial Institutions

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

The Police Pension Fund policy does not require collateralization. However, all deposits at December 31, 2007 are covered by Federal Depository Insurance.

Investments

The following table presents the investments and maturities of the Police Pension Fund's debt securities as of December 31, 2007:

Investment Type	Fair Value	Investment Maturities in Years			
		Less Than 1	1-5	6-10	Greater than 10
U.S. Treasury obligations	\$ 4,298,738	\$ -	\$ 2,458,542	\$ 846,554	\$ 993,642
Municipal bonds	1,907,112	-	254,678	1,258,254	394,180
U.S. Agency obligations	9,842,577	566,781	3,657,952	3,485,785	2,132,059
Money market mutual funds	401,271	401,271	-	-	-
Illinois Funds	4,692	4,692	-	-	-
TOTAL	\$ 16,454,390	\$ 972,744	\$ 6,371,172	\$ 5,590,593	\$ 3,519,881

2. DEPOSITS AND INVESTMENTS (Continued)

b. Police Pension Investments (Continued)

Investments (Continued)

In accordance with its investment policy, the Police Pension Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for all reasonably anticipated operating requirements while providing a reasonable rate of return based on the current market.

The Police Pension Fund limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing U.S. Treasury obligations and other obligations which are rated in the top three classes by a national rating agency. The money market mutual funds are not rated. Illinois Funds are rated AAA. The U.S. Agency obligations, for those rated, range in rating from AAA to not rated.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Police Pension Fund will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the Police Pension Fund's investment policy requires all security transactions that are exposed to custodial credit risk to be held in a trust department through book-entry at the Depository Trust Company with an approved written agreement.

Concentration of credit risk is the risk that the Police Pension Fund has a high percentage of their investments invested in one type of investment. The Police Pension Fund's investment policy requires diversification of investment to avoid unreasonable risk. No more than 50% of the Fund's total investment portfolio will be invested in a single security type or with a single financial institution. All investments fall within their acceptable ranges at December 31, 2007. At December 31, 2007, the Police Pension Fund had greater than five percent of its overall portfolio invested in U.S. Agency obligations and municipal bonds, which is in accordance with the Police Pension Fund's investment policy.

c. Firefighters' Pension Investments

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

VILLAGE OF WHEELING, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

c. Firefighters' Pension Investments (Continued)

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

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Firefighters' Pension Fund's deposits may not be returned to it.

The Firefighters' Pension Fund policy does not require collateralization. However, all deposits at December 31, 2007 are covered by Federal Depository Insurance.

Investments

The following table presents the investments and maturities of the Firefighters' Pension Fund's debt securities as of December 31, 2007:

Investment Type	Fair Value	Investment Maturities in Years			
		Less Than 1	1-5	6-10	Greater than 10
U.S. Treasury obligations	\$ 8,586,952	\$ -	\$ 2,593,697	\$ 5,645,624	\$ 347,631
U.S. Agency obligations	4,354,609	698,469	1,677,541	1,189,646	788,953
Municipal bonds	1,031,338	-	311,477	686,003	33,858
Money market mutual funds	166,393	166,393	-	-	-
Illinois Funds	50,444	50,444	-	-	-
TOTAL	\$ 14,144,336	\$ 915,306	\$ 4,582,715	\$ 7,521,273	\$ 1,170,442

In accordance with its investment policy, the Firefighters' Pension Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for all reasonably anticipated operating requirements while providing a reasonable rate of return based on the current market.

The Firefighters' Pension Fund limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in U.S. Treasury obligations and obligations rated in the top three classes by a national rating agency. The U.S. Agency obligations (for those rated), municipal bonds, and Illinois Funds are all rated AAA.

VILLAGE OF WHEELING, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

c. Firefighters' Pension Investments (Continued)

Investments (Continued)

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Firefighters' Pension Fund will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the Firefighters' Pension Fund's requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment basis with the underlying investments held in a custodial account with the trust department of an approved financial institution.

Concentration of credit risk is the risk that the Firefighters' Pension Fund has a high percentage of their investments invested in one type of investment. No more than 50% of the Fund's total investment portfolio will be invested in a single security type or with a single financial institution. At December 31, 2007, the Firefighters' Pension Fund had greater than five percent of its overall portfolio invested in U.S. Agency obligations and municipal bonds, which is in accordance with the Firefighters' Pension Fund's investment policy.

3. RECEIVABLES

The following receivables are included in Due from Other Governments on the Statement of Net Assets at December 31, 2007:

GOVERNMENTAL ACTIVITIES	
Motor fuel tax	\$ 89,647
Grants	47,552
	<hr/>
TOTAL GOVERNMENTAL ACTIVITIES	\$ 137,199
	<hr/>

The following receivables are included in Other Receivables on the Statement of Net Assets:

GOVERNMENTAL ACTIVITIES	
Court fines	\$ 58,625
Franchise fees	67,611
Hotel/motel tax	50,011
Food and beverage tax	84,030
Unbilled SWANCC fees	28,095
Ambulance fees	31,007
SWANCC service charge	24,024
Utility taxes	208,170
Miscellaneous	93,026
	<hr/>
TOTAL GOVERNMENTAL ACTIVITIES	\$ 644,599
	<hr/>
BUSINESS-TYPE ACTIVITIES	
Miscellaneous	\$ 17,893
	<hr/>

VILLAGE OF WHEELING, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2007 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 12,101,874	\$ -	\$ -	\$ 12,101,874
Land right of way	11,561,342	62,850	-	11,624,192
Construction in progress	579,033	1,747,814	-	2,326,847
Total capital assets not being depreciated	24,242,249	1,810,664	-	26,052,913
Capital assets being depreciated				
Buildings and improvements	14,273,653	126,304	215,263	14,184,694
Vehicles, equipment, and furniture	6,669,462	836,709	714,969	6,791,202
Infrastructure	22,352,061	-	-	22,352,061
Total capital assets being depreciated	43,295,176	963,013	930,232	43,327,957
Less accumulated depreciation for				
Buildings and improvements	4,020,539	400,904	184,966	4,236,479
Vehicles, equipment, and furniture	4,846,964	464,079	646,460	4,664,583
Infrastructure	11,764,944	937,516	-	12,702,460
Total accumulated depreciation	20,632,449	1,802,499	831,426	21,603,520
Total capital assets being depreciated, net	22,662,729	(839,486)	98,806	21,724,437
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET				
	\$ 46,904,978	\$ 971,180	\$ 98,806	\$ 47,777,350
BUSINESS-TYPE ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 588,581	\$ -	\$ -	\$ 588,581
Construction in progress	293,848	-	293,848	-
Total capital assets not being depreciated	882,429	-	293,848	588,581
Capital assets being depreciated				
Waterworks	32,975,015	1,597,883	-	34,572,898
Sewerage	16,373,745	-	-	16,373,745
Equipment and vehicles	1,900,810	335,359	-	2,236,169
Total capital assets being depreciated	51,249,570	1,933,242	-	53,182,812
Less accumulated depreciation for				
Waterworks	7,952,534	555,178	-	8,507,712
Sewerage	4,365,765	251,904	-	4,617,669
Equipment and vehicles	1,272,781	144,584	-	1,417,365
Total accumulated depreciation	13,591,080	951,666	-	14,542,746
Total capital assets being depreciated, net	37,658,490	981,576	-	38,640,066
BUSINESS-TYPE ACTIVITIES				
CAPITAL ASSETS, NET				
	\$ 38,540,919	\$ 981,576	\$ 293,848	\$ 39,228,647

VILLAGE OF WHEELING, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS (Continued)

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

GOVERNMENTAL ACTIVITIES	
General government	\$ 340,216
Public safety	294,972
Highways and streets	<u>1,167,311</u>
TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES	<u>\$ 1,802,499</u>

5. LONG-TERM DEBT

a. General Obligation Bonds

The Village issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the Village.

b. Changes in General Long-Term Debt

A summary of changes in long-term debt of the Village for the year ended December 31, 2007 is as follows:

Issue	Fund Debt Retired By	Purpose	Balances January 1	Accretion/ Additions	Reductions	Balances December 31	Current
General Obligation Bond, Series 1999A (dated June 15, 1999; maturing December 15, 2009; original issue \$3,000,000; interest rates 4.25% - 4.35%; principal payable annually on December 15).	Debt Service	Street Improvements	\$ 1,050,000	\$ -	\$ 335,000	\$ 715,000	\$ 350,000
General Obligation Bond, Series 2001 (dated June 15, 2001; maturing December 15, 2011; original issue \$3,000,000; interest rates 4.25% - 4.45%; principal payable annually on December 15).	Debt Service	Roadway Improvements	1,700,000	-	310,000	1,390,000	325,000

VILLAGE OF WHEELING, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT (Continued)

b. Changes in General Long-Term Debt (Continued)

Issue	Fund Debt Retired By	Purpose	Balances January 1	Accretion/ Additions	Reductions	Balances December 31	Current
General Obligation Bond, Series 2003 (dated February 1, 2003; maturing December 15, 2011; original issue \$4,595,000; interest rates 1.50% - 3.00%; principal payable annually on December 15).	Crossroad Redevelopment Area/ Debt Service	\$3,050,000 Refund 1995 and 1996 Bonds; \$1,545,000 Crossroads TIF Project (retired at December 31, 2007)	\$1,370,000	\$ -	\$ 660,000	\$ 710,000	\$ 165,000
General Obligation Bond (Capital Appreciation), Series 2003B (dated July 1, 2003; maturing December 15, 2022; original issue \$1,155,475; interest rates 2.40% - 4.90%; principal payable annually on December 15).	North Milwaukee Redevelopment Areas	TIF Project	1,322,906	52,627*	50,000	1,325,533	75,000
General Obligation Bond Series 2004A (dated April 15, 2004; maturing December 15, 2023; original issue \$8,000,000; interest rates 2.70% - 4.70%; principal payable annually on December 15).	Capital Projects/ North Milwaukee Redevelopment Area	\$5,000,000 - Building for Public Works Department; \$3,000,000 - TIF Development Incentive	8,000,000	-	350,000	7,650,000	360,000
General Obligation Sales Tax Bond Series 2005 (dated September 1, 2005; maturing December 1, 2024; original issue \$5,140,000; interest rates 4.00% - 4.25%; principal payable annually on December 1).	General Fund Sales Tax	Westin Hotel Development in TIF	5,140,000	-	-	5,140,000	210,000
General Obligation Bond Series 2007 (dated November 30, 2007; maturing December 1, 2030; original issue \$10,000,000; interest rates 3.92%; principal payable annually on December 1).	Capital Projects	Village Building Projects	-	10,000,000	-	10,000,000	-
			\$18,582,906	\$10,052,627	\$ 1,705,000	\$ 26,930,533	\$ 1,485,000

VILLAGE OF WHEELING, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT (Continued)

b. Changes in General Long-Term Debt (Continued)

Issue	Fund Debt Retired By	Purpose	Balances January 1	Accretion/ Additions	Reductions	Balances December 31	Current
Tax Increment Revenue Bond Series 2005 (dated August 25, 2005; maturing January 1, 2025; original issue \$19,000,000; interest rates 6.00%; principal payable annually on January 1).	North Milwaukee /Lake Cook Redevelopment Area	Westin Hotel Development in TIF	\$19,000,000	\$ -	\$ -	\$ 19,000,000	\$ -
General Obligation Bond, Series 1999B (dated June 15, 1999; maturing December 15, 2009; original issue \$1,705,000; interest rates 4.250% - 4.355%; principal payable annually on December 15).	Waterworks and Sewerage	Water and Sewer Infrastructure Improvements	\$ 830,000	\$ -	\$ 285,000	\$ 545,000	\$ 275,000
General Obligation Bond, Series 2003A (dated July 1, 2003; maturing December 15, 2018; original issue \$2,250,000; interest rates 2.25% - 4.00%; principal payable annually on December 15).	Waterworks and Sewerage	Watermain and Sewer System Improvements	2,000,000	-	125,000	1,875,000	125,000
			<u>\$ 2,830,000</u>	<u>\$ -</u>	<u>\$ 410,000</u>	<u>\$ 2,420,000</u>	<u>\$ 400,000</u>

* includes \$52,627 of accretion.

c. Legal Debt Margin

The Village is a home rule municipality.

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes governs computation of the legal debt margin.

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

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

VILLAGE OF WHEELING, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT (Continued)

d. Debt Service Requirements to Maturity

Year Ending December 31,	General Obligation Bonds					
	Governmental Activities			Business-Type Activities		
	Principal	Interest	Total	Principal	Interest	Total
2008	\$ 1,410,000	\$ 1,031,702	\$ 2,441,702	\$ 400,000	\$ 83,151	\$ 483,151
2009	1,470,000	978,602	2,448,602	395,000	68,494	463,494
2010	1,145,000	922,586	2,067,586	125,000	53,625	178,625
2011	1,190,000	879,270	2,069,270	150,000	50,500	200,500
2012	660,000	833,484	1,493,484	150,000	46,000	196,000
2013	680,000	807,904	1,487,904	200,000	41,500	241,500
2014	710,000	779,864	1,489,864	200,000	35,500	235,500
2015	740,000	750,584	1,490,584	200,000	29,200	229,200
2016	770,000	719,846	1,489,846	200,000	22,700	222,700
2017	800,000	687,858	1,487,858	200,000	16,000	216,000
2018	840,000	654,634	1,494,634	200,000	8,000	208,000
2019	870,000	619,490	1,489,490	-	-	-
2020	910,000	582,550	1,492,550	-	-	-
2021	955,000	543,350	1,498,350	-	-	-
2022	995,000	501,177	1,496,177	-	-	-
2023	1,040,000	456,930	1,496,930	-	-	-
2024	420,000	409,850	829,850	-	-	-
2025	-	392,000	392,000	-	-	-
2026	-	392,000	392,000	-	-	-
2027	1,445,000	392,000	1,837,000	-	-	-
2028	3,700,000	335,356	4,035,356	-	-	-
2029	3,850,000	190,316	4,040,316	-	-	-
2030	1,005,000	39,396	1,044,396	-	-	-
TOTAL	\$ 25,605,000	\$ 13,900,749	\$ 39,505,749	\$ 2,420,000	\$ 454,670	\$ 2,874,670

Year Ending December 31,	Tax Increment Revenue Bonds			Capital Appreciation Bonds		
	Principal	Interest	Total	Principal	Interest	Total
	2008	\$ -	\$ 1,140,000	\$ 1,140,000	\$ 64,834	\$ 10,166
2009	-	1,140,000	1,140,000	82,835	17,165	100,000
2010	255,000	1,132,350	1,387,350	78,698	21,302	100,000
2011	445,000	1,111,350	1,556,350	74,948	25,052	100,000
2012	600,000	1,080,000	1,680,000	71,097	28,903	100,000
2013	710,000	1,040,700	1,750,700	84,407	40,593	125,000
2014	780,000	996,000	1,776,000	79,488	45,512	125,000
2015	865,000	946,650	1,811,650	75,017	49,983	125,000
2016	970,000	891,600	1,861,600	84,710	65,290	150,000
2017	1,060,000	830,700	1,890,700	80,043	69,957	150,000
2018	1,185,000	763,350	1,948,350	75,486	74,514	150,000
2019	1,295,000	688,950	1,983,950	71,049	78,951	150,000
2020	1,410,000	607,800	2,017,800	66,744	83,256	150,000
2021	1,545,000	519,150	2,064,150	62,577	87,423	150,000
2022	1,690,000	422,100	2,112,100	58,557	91,443	150,000
2023	1,830,000	316,500	2,146,500	-	-	-
2024	2,050,000	200,100	2,250,100	-	-	-
2025	2,310,000	69,300	2,379,300	-	-	-
TOTAL	\$ 19,000,000	\$ 13,896,600	\$ 32,896,600	\$ 1,110,490	\$ 789,510	\$ 1,900,000

VILLAGE OF WHEELING, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT (Continued)

e. Changes in Long-Term Liabilities

During the fiscal year the following changes occurred in liabilities reported in the Governmental Activities:

	Balances January 1	Issuances or Accretions	Reductions	Balances December 31	Current Portion
General obligation bonds payable	\$ 18,582,906	\$ 10,052,627	\$ 1,705,000	\$ 26,930,533	\$ 1,485,000
Tax increment revenue bonds payable	19,000,000	-	-	19,000,000	-
Discount on bonds payable	(137,388)	-	(8,056)	(129,332)	-
Compensated absences payable - governmental funds	1,801,942	92,589	119,221	1,775,310	125,773
TOTAL GOVERNMENTAL ACTIVITIES	\$ 39,247,460	\$ 10,145,216	\$ 1,816,165	\$ 47,576,511	\$ 1,610,773

The compensated absences liability has typically been liquidated in prior years by the General Fund.

Business-Type Activities

	Balances January 1	Issuances or Accretions	Reductions	Balances December 31	Current Portion
General obligation bonds payable	\$ 2,830,000	\$ -	\$ 410,000	\$ 2,420,000	\$ 400,000
Compensated absences	117,084	125,572	117,084	125,572	125,572
TOTAL BUSINESS-TYPE ACTIVITIES	\$ 2,947,084	\$ 125,572	\$ 527,084	\$ 2,545,572	\$ 525,572

f. 2008 Interest Rate Swap

Objective - As a means to create a hedge against the risk of rising interest rates, the Village entered into an interest rate swap agreement with Bank of America on November 7, 2007. The swap agreement is related to \$20,000,000 in variable rate General Obligation Bonds Series 2008 that the Village sold on January 15, 2008. The synthetic fixed rate of the swap is 4.33%.

Terms - The bonds and the related swap agreement mature on December 1, 2024 and the swap's notional amount of \$20,000,000 matches the \$20,000,000 variable-rate bonds. The swap was entered into on November 7, 2007. At that time, the Village received a \$50,000 payment which was used to pay for costs related to issuing the swap. The Village then sold \$20,000,000 in variable rate General Obligation Bonds Series 2008 on January 15, 2008.

The notional value of the swap and the principal amount of the associated debt decline beginning in 2012 by equal principal amounts as noted in the debt service requirements to maturity schedule. Under the swap, the Village pays the counterparty a fixed payment of 4.33% and receives a variable payment equal to 64.0% of the one month USD-LIBOR-BBA rate as of the end of each monthly period plus a 1.0 percent spread which is exactly equal to the bonds variable rate.

5. LONG-TERM DEBT (Continued)

f. 2008 Interest Rate Swap (Continued)

Fair value - As of December 31, 2007, the swap had a fair value of \$646,192. The fair value of the swap is affected by changes in the LIBOR relative to November 7, 2007.

Credit risk - The swap's fair value represented the Village's credit exposure to the counterparty as of December 31, 2007. Should the counterparty to this transaction fail to perform according to the terms of the swap contract, the Village faced a maximum possible loss equivalent to the swap's fair value. The swap counterparty was rated AA by Fitch Ratings and Standard and Poor's and Aa1 by Moody's Investors Service as of December 31, 2007.

Termination risk - The counterparty may terminate the swap if the Village fails to perform under the terms of the contract. If the swap is terminated, the variable-rate bonds would no longer carry a synthetic interest rate. Also the Village would be liable to the counterparty for a payment equal to the swap's fair value.

2009 Interest Rate Swap

Objective - As a means to create a hedge against the risk of rising interest rates, the Village entered into an interest rate swap agreement with Bank of America on November 7, 2007. The intention of the swap was to effectively eliminate the risk associated with rising interest rates and allow the Village to sell \$10,000,000 in bank qualified general obligation bonds in 2009. As a result of the swap agreement, the variable rate bonds will have a synthetic fixed rate of 3.92%.

Terms - The swap agreement is effective January 15, 2009 and matures on December 1, 2027 and the swap's notional amount of \$10,000,000 matches up with the terms of the \$10,000,000 variable-rate bonds that the counter party is obligated to purchase from the Village on that date. Under the swap, the Village pays the counterparty a fixed payment of 3.92% and receives a variable payment equal to 63.169% of the one month USD-LIBOR-BBA rate as of the end of each monthly period plus a .49300 percent spread. The variable rate for the \$10,000,000 in bank qualified general obligation bonds is exactly equal to the variable rate of the swap.

Fair value - As of December 31, 2007, the swap had a fair value of \$368,724. The fair value of the swap is affected by changes in the LIBOR relative to November 7, 2007.

Credit risk - The swap's fair value represented the Village's credit exposure to the counterparty as of December 31, 2007. Should the counterparty to this transaction fail to perform according to the terms of the swap contract, the Village faced a maximum possible loss equivalent to the swap's fair value. The swap counterparty was rated AA by Fitch Ratings and Standard and Poor's and Aa1 by Moody's Investors Service as of December 31, 2007.

VILLAGE OF WHEELING, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT (Continued)

2009 Interest Rate Swap (Continued)

Termination risk - The counterparty may terminate the swap if the Village fails to perform under the terms of the contract. If the swap is terminated, the variable-rate bonds would no longer carry a synthetic interest rate. Also the Village would be liable to the counterparty for a payment equal to the swap's fair value.

g. Conduit Debt

Illinois municipalities have the authority to issue a limited amount of industrial development bonds to further economic development. The purpose of issuance is to provide assistance to a developer in the acquisition, purchase, construction, reconstruction, or improvement of certain qualified development projects.

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

The amount of conduit debt (industrial revenue bonds) outstanding at December 31, 2007 is as follows:

<u>Issue</u>	<u>Issue Date</u>	<u>Amount Outstanding</u>
Circuit Service Project	April 20, 1998	\$ 1,200,000
VS Industries, Inc.	December 1, 2000	\$ 1,450,000

h. Airport Revenue Notes

On December 27, 2006, the Village issued \$4,700,000 Airport Revenue Notes, Series 2006. These notes are special, limited obligations payable solely from the Chicago Executive Airport revenues and do not constitute an indebtedness of the Village. Accordingly, these notes are not reported as a liability in the Village's financial statements. As of December 31, 2007, \$4,700,000 of the Airport Revenue Notes, Series 2007 are outstanding.

6. RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; illnesses of employees; and natural disasters.

VILLAGE OF WHEELING, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

6. RISK MANAGEMENT (Continued)

Beginning January 1, 2000, the Village self-insured for general liability, property, and workers' compensation claims and established a risk financing fund (Liability Insurance Fund) (the Fund) for these risks. It is accounted for as an internal service fund where assets are set aside for claim settlements. For 2006 and 2007, the Village is responsible for the first \$50,000 of each property claim and \$100,000 for each liability claim. In 2006, the Village covers the first \$400,000 of each workers' compensation claim, up to an aggregate (for all claims) of \$800,058. For 2007, the Village covers the first \$425,000 of each workers' compensation claim. There is no aggregate amount. The Village purchases commercial insurance for claims in excess of the coverages provided by the Fund. Settled claims did not exceed the Fund's coverage, and the commercial coverage was not exceeded in the past three fiscal years.

All funds of the Village participate and make payments to the Fund based upon estimates of the amounts needed to pay prior and current-year claims. Liabilities of the Fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNR). Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of payouts, and other economic and societal factors. Changes in the balances of claims liabilities during the years ended December 31, 2007 and 2006 are as follows:

	2007	2006
UNPAID CLAIMS - BEGINNING OF YEAR	\$ 1,021,128	\$ 875,174
Incurred claims (including IBNR)	751,812	804,180
Claims payments	(703,651)	(658,226)
	\$ 1,069,289	\$ 1,021,128
UNPAID CLAIMS - END OF YEAR		

Intergovernmental Personnel Benefit Cooperative (IPBC)

The Village participates in the Intergovernmental Personnel Benefit Cooperative (IPBC). IPBC is a public entity risk pool established by certain units of local government in Illinois to administer some or all of the personnel benefit programs (primarily medical, dental, and life insurance coverage) offered by these members to their officers and employees and to the officers and employees of certain other governmental, quasi-governmental, and nonprofit public service entities. Management consists of a Board of Directors comprised of one appointed representative from each member. In addition, there are two officers: a Benefit Administrator and a Treasurer. The Village does not exercise any control over the activities of IPBC beyond its representation on the Board of Directors.

6. RISK MANAGEMENT (Continued)

IPBC acts as an administrative agency to receive, process, and pay such claims as may come within the benefit program of each member. Through the IPBC, the Village offers both a PPO plan and an HMO plan. For those employees enrolled in the PPO plan, the Village is responsible for the first \$30,000 in claims for each individual employee participant every claim year. The members of IPBC share claims (for each individual employee) between \$30,000 and \$125,000. IPBC maintains stop-loss insurance to cover claims in excess of \$125,000. Approximately 56% of the Village's employees and retirees are PPO participants.

The HMO plan is also self-insured through a special arrangement. Members of IPBC pay for fixed costs of capitation and administration and then fund for claims not covered under the capitation fee. This plan is fully pooled and the Village is not individually rated based on claims experience. All members of the IPBC pay the same rates based on plan design choices. Approximately 43% of the Village's employees and retirees are HMO participants. Approximately 1% of the Village's employees and retirees are not enrolled in either plan.

The Village makes payments to IPBC monthly based on its participation in the plan. The rates per individual participant are determined annually based on each member's prior experience within the pool and projected future claims. This rate also includes a provision for the cost of excess insurance purchased by IPBC. The Village also makes monthly payments to IPBC for administration of the plan. The Village had terminal reserve net of deficit of other accounts as of June 30, 2007 (most recent available) of \$1,840,587. This amount was declared as a dividend to the Village and therefore has been recorded as a receivable in the general fund (\$1,695,734) and the waterworks and sewerage fund (\$144,853) as of December 31, 2007. The dividend is recorded as a special item on all operating statements.

7. CONTINGENT LIABILITIES

a. Litigation

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

b. Grants

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

VILLAGE OF WHEELING, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

7. CONTINGENT LIABILITIES (Continued)

c. Northwest Water Commission (NWWC)

The Village's water purchase contract with the Northwest Water Commission (NWWC) provides that each member is liable for its proportionate share of any costs arising from defaults in payment obligations by other members.

d. Solid Waste Agency of Northern Cook County (SWANCC)

The Village's contract with the Solid Waste Agency of Northern Cook County (SWANCC) provides that each member is liable for its proportionate share of any costs arising from defaults in payment obligations by other members.

8. COMMITMENTS

a. Northwest Water Commission (NWWC)

The Village has committed to purchase water from the NWWC. The Village expects to pay the following minimum amounts:

<u>Fiscal Year Ending December 31,</u>	<u>Amount</u>
2008	\$ 1,771,000
2009	1,806,420
2010	1,842,548
2011	1,879,399
2012	1,916,987
2013 - 2017	10,175,601

These amounts have been calculated using the Village's current allocation percentage of 18.58%. In future years, this allocation percentage will be subject to change.

NWWC has entered into water supply agreements with four member municipalities. The agreements are irrevocable and may not be terminated or amended except as provided in the general resolution. Each member is obligated, on a "take or pay" basis, to purchase or in any event to pay for a minimum annual quantity of water.

The obligation of the Village to make all payments as required by this agreement is unconditional and irrevocable, without regard to performance or nonperformance by NWWC of its obligations under this agreement.

VILLAGE OF WHEELING, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

8. COMMITMENTS (Continued)

b. Solid Waste Agency of Northern Cook County (SWANCC)

The Village has committed to pay its share of the annual operating costs and fixed costs of SWANCC. The Village's share of dual costs is funded through user fees collected by refuse haulers. The Village expects to pay the following amounts:

Fiscal Year Ending December 31,	Amount
2008	\$ 709,837
2009	656,295
2010	679,265
2011	703,040
2012	727,646

These amounts have been calculated using the Village's allocation percentage of 4.15%. In future years, the allocation percentage will be subject to change.

9. JOINT VENTURES

a. Solid Waste Agency of Northern Cook County (SWANCC)

The Village is a member of the Solid Waste Agency of Northern Cook County (SWANCC) which consists of 23 municipalities. SWANCC is a municipal corporation and public body politic and corporate established pursuant to the Intergovernmental Cooperation Act of the State of Illinois. SWANCC is empowered to plan, construct, finance, operate, and maintain a solid waste disposal system to serve its members.

SWANCC is governed by a Board of Directors which consists of the mayor or president from each member municipality. Each director has an equal vote. The officers of SWANCC are appointed by the Board of Directors. The Board of Directors determines the general policy of SWANCC, makes all appropriations, approves contracts, provides for the issuance of debt, adopts by-laws, rules and regulations, and exercises such powers and performs such duties as may be prescribed in the agency agreement or the by-laws.

Complete financial statements can be obtained from the Solid Waste Agency of Northern Cook County administrative office at 1616 East Golf Road, Des Plaines, Illinois 60016.

SWANCC's outstanding bonds are revenue obligations. They are limited obligations of SWANCC with a claim for payment solely from and secured by a pledge of the revenues of the system and amounts in various funds and accounts established by SWANCC resolutions. The bonds are not the debt of any member. SWANCC has no power to levy taxes.

9. JOINT VENTURES (Continued)

a. Solid Waste Agency of Northern Cook County (SWANCC) (Continued)

Revenues of the system consist of (1) all receipts derived from solid waste disposal contracts or any other contracts for the disposal of waste; (2) all income derived from the investment of monies; and (3) all income, fees, service charges, and all grants, rents, and receipts derived by SWANCC from the ownership and operation of the system. SWANCC covenants to establish fees and charges sufficient to provide revenues to meet all its requirements.

SWANCC has entered into solid waste disposal contracts with the member municipalities. The contracts are irrevocable and may not be terminated or amended except as provided for in the contract. Each member is obligated, on a "take or pay" basis, to deliver a minimum amount of solid waste to the system. The obligation of the Village to make all payments as required by this contract is unconditional and irrevocable, without regard to performance or nonperformance by SWANCC of its obligations under the contract. The contract does not constitute an indebtedness of the Village within the meaning of any statutory or constitutional limitation.

In accordance with the contract, the Village made payments totaling \$639,408 to SWANCC for the year ended December 31, 2007. The payments have been recorded in the General Fund. The Village does not have an equity interest in SWANCC at December 31, 2007.

b. Northwest Water Commission (NWWC)

Description of Joint Venture

The Village is a member of the Northwest Water Commission (NWWC), which consists of four municipalities. NWWC is a municipal corporation and public body politic and corporate established pursuant to the Intergovernmental Cooperation Act of the State of Illinois. NWWC is empowered to plan, construct, improve, extend, acquire, finance, operate, and maintain a water supply system to serve its members and other potential water purchasers.

NWWC is governed by a Board of Commissioners which consist of one appointed representative from each member municipality. Each commissioner has an equal vote. The officers of NWWC are appointed by the Board of Commissioners. The Board of Commissioners determines the general policy of NWWC, makes all appropriations, approves contracts for sale or purchase of water, provides for the issuance of debt, adopts by-laws, rules and regulations, and exercises such powers and performs such duties as may be prescribed in the agency agreement or the by-laws.

Complete financial statements can be obtained from the Northwest Water Commission, 1525 North Wolf Road, Des Plaines, Illinois 60016.

9. JOINT VENTURES (Continued)

b. Northwest Water Commission (NWWC)

Description of Joint Venture (Continued)

Revenues of the system consist of (1) all receipts derived from the Water Supply Agreements or any other contract for the supply of water; (2) all income derived from the investment of monies; and (3) all income, fees, water service charges, and all grants, rents, and receipts derived by NWWC from the ownership and operation of the system and the sale of water. NWWC covenants to establish fees and charges sufficient to provide revenues to meet all its obligations.

NWWC has entered into water supply agreements with the four member municipalities for a term of 40 years, extending to 2022. The agreements are irrevocable and may not be terminated or amended except as provided for in the General Resolution. Each member is obligated, on a “take or pay” basis, to purchase or in any event to pay for a minimum annual quantity of water.

NWWC has entered into an agreement with the City of Evanston (the City) under which the City has agreed to sell quantities of Lake Michigan water sufficient to meet the projected water needs of the members through the year 2020.

The obligation of the Village to make payments required by this agreement is payable from the Village’s Water and Sewer Fund.

In accordance with the joint venture agreement, the Village remitted \$1,667,887 to NWWC for the year ended December 31, 2007. The Village has an equity interest in NWWC in the amount of \$7,080,850 as of December 31, 2007.

c. Chicago Executive Airport (CEA)

Description of Joint Venture

The Village is a joint and equal owner of the Chicago Executive Airport (CEA), a proprietary joint venture, which consists of two municipalities. CEA is a joint airport commission established pursuant to the Constitution of the State of Illinois and the Intergovernmental Cooperation Act of the State of Illinois, as amended (the Act). CEA is empowered under the Act to acquire, organize, operate, and maintain an airport to serve its members and other potential airport customers. CEA is an intergovernmental cooperative created under Illinois law to allow the City of Prospect Heights, Illinois and the Village (collectively referred to as member municipalities) joint ownership and administration of the airport.

9. JOINT VENTURES (Continued)

c. Chicago Executive Airport (CEA) (Continued)

Description of Joint Venture (Continued)

The member municipalities have entered into agreements with the Federal Aviation Administration of the United States of America and the State of Illinois to sponsor projects for the acquisition and development of the airport. Although assets are legally held in the name of the member municipalities, such assets are recorded in CEA's financial statements to present the overall financial position and operations of the airport. Airport revenues are solely restricted to funding airport development and airport maintenance expenses. The duration of CEA shall be for the term of 20 years or the useful life of the airport, whichever is longer, unless sooner terminated and dissolved by mutual agreement of the member municipalities or by operation of law.

The two owners of CEA and their percentage shares as of the date of this report are:

	<u>Percent Share</u>
City of Prospect Heights	50%
Village of Wheeling	<u>50%</u>
TOTAL	<u><u>100%</u></u>

Chicago Executive Airport is managed by a Board of Directors, which consists of seven members, three from each member municipality and a chairman of the board selected and appointed by the joint decision of the Village of Wheeling and Mayor of Prospect Heights. Each Director has an equal vote. The officers of the CEA are appointed by the Board of Directors. The member municipalities have specific powers reserved to them including appointment of the Chairman and Members of the Board of Directors; appointment, discharge and disciplinary action with respect to the Airport Manager; approval of any agreements with lessees, businesses or other parties operating at the Airport; approval of a debt obligation or revenue obligation; approval of the annual budget of the Airport and the Board and approval of any land acquisition of the Airport. All other powers and duties related to the Airport are delegated to the Board of Directors as described in an Intergovernmental Agreement between the Village of Wheeling and City of Prospect Heights.

VILLAGE OF WHEELING, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

9. JOINT VENTURES (Continued)

c. Chicago Executive Airport (CEA) (Continued)

Summary of Financial Information of Joint Venture (Continued)

Summary of financial position as of April 30, 2007, the most recent information available:

ASSETS	
Current assets	\$ 4,945,832
Capital assets	99,636,028
Construction in progress	1,461,909
Other assets	<u>458,681</u>
Total assets	<u>106,502,450</u>
LIABILITIES	
Current liabilities	631,613
Long-term liabilities	<u>5,839,566</u>
Total liabilities	<u>6,471,179</u>
NET ASSETS	<u>\$ 100,031,271</u>

Summary of revenues, expenses, and changes in net assets for the year ended April 30, 2007:

Total revenues	\$ 3,243,458
Total expenses	<u>2,552,230</u>
Net income before capital contributions	(126,418)
Capital contributions	<u>10,582,987</u>
Change in net assets	10,455,669
Net assets	
May 1, 2006	<u>89,575,602</u>
April 30, 2007	<u>\$ 100,031,271</u>

Complete financial statements can be obtained from the Chicago Executive Airport, 1020 South Plant Road, Wheeling, Illinois 60090.

At April 30, 2007, the Village's proportionate share of net assets and change in net assets were \$50,015,636 and \$5,227,834, respectively.

The Village made no payments to CEA for the year ended December 31, 2007.

VILLAGE OF WHEELING, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

10. INDIVIDUAL FUND DISCLOSURES

a. Due From/To Other Funds

Individual fund interfund receivables/payables are as follows:

Receivable Fund	Payable Fund	Amount
Fiduciary	General	\$ 202,426
General	Debt Service	97,843
General	Nonmajor Governmental	60,855
General	Fiduciary	122
TOTAL		<u>\$ 361,246</u>

The purposes of the Due To/Due From other funds are as follows:

- \$202,426 due from General Fund to Fiduciary funds (Police and Fire Pension) for property taxes not yet remitted. Repayment is expected within one year.
- \$97,843 due from Debt Service Fund to General Fund for property taxes not yet remitted. Repayment is expected within one year.
- \$60,855 due from Nonmajor Governmental (Grant) to the General Fund is for the Village's share of VOCA and TLEP grants. Repayment is expected within one year.
- \$122 due from Fiduciary funds (Police and Fire Pension funds) to General Fund for the December trust management fee. Repayment is expected within one year.

b. Advances From/To Other Funds

Advances From/To Other Funds at December 31, 2007 consisted of the following:

Receivable Fund	Payable Fund	Amount
Waterworks and Sewerage	Nonmajor Governmental	\$ 678,231
General	Nonmajor Governmental	1,224,388
TOTAL		<u>\$ 1,902,619</u>

The purposes of the Advances From/To other funds are as follows:

- \$678,231 advance from the Waterworks & Sewer Fund to Nonmajor governmental funds. This balance relates to an advance to the Capital Equipment Replacement Fund for future replacement of equipment. Repayment is not expected within one year.

VILLAGE OF WHEELING, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

10. INDIVIDUAL FUND DISCLOSURES (Continued)

b. Advances From/To Other Funds (Continued)

- \$1,224,388 advance from the General Fund to the Nonmajor governmental funds. This balance relates to an advance to the Town Center TIF Fund for purchases of land held for resale in the TIF district. Repayment is not expected within one year.

c. Interfund Transfers

Interfund transfers between funds for the year ended December 31, 2007 were as follows:

	Transfers In	Transfers Out
General		
Nonmajor Governmental (Capital Equipment Replacement)	\$ -	\$ 502,906
Capital Projects	-	300,000
Nonmajor Governmental (Grant)	-	37,464
Total General	<u>-</u>	<u>840,370</u>
Crossroads Redevelopment Area		
Debt Service	-	504,900
Total Crossroads Redevelopment Area	<u>-</u>	<u>504,900</u>
Debt Service		
Crossroads Redevelopment Area	504,900	-
Total Debt Service	<u>504,900</u>	
Capital Projects		
General	300,000	-
Total General	<u>300,000</u>	
Nonmajor Governmental		
General	540,370	-
Nonmajor Governmental	40,690	40,690
Total Nonmajor Governmental	<u>581,060</u>	<u>40,690</u>
TOTAL	<u>\$ 1,385,960</u>	<u>\$ 1,385,960</u>

The purpose of significant transfers is as follows:

- \$502,906 transferred to the Capital Equipment Replacement Fund from the General fund for equipment purchases. This transfer will not be repaid.
- \$300,000 transferred to the Capital Projects Fund from the General Fund for a transfer of property tax revenues to pay for costs related to the new Village Hall. This transfer will not be repaid.
- \$37,464 transferred to the Grants Fund from the General Fund for the Village's share of VOCA and TLEP grants. This transfer will not be repaid.

10. INDIVIDUAL FUND DISCLOSURES (Continued)

c. Interfund Transfers (Continued)

- \$504,900 transferred to the Debt Service Fund from the Crossroads Redevelopment Area for 2003 General Obligation Refunding Bond. This transfer will not be repaid.
- \$40,690 transferred to the Capital Equipment Replacement Fund from the Emergency Telephone System Fund for equipment purchases. This transfer will not be repaid.

11. OTHER POSTEMPLOYMENT BENEFITS

The postemployment benefit provisions for sworn police, records clerks, radio operators, firefighters, and public works non-supervisory employees are negotiated and stipulated in their applicable contract. The benefits for all other employees are included in the Village's personal policy manual.

To qualify for Village paid health insurance benefits, a retiree must have eight or more years of continuous employment with the Village immediately prior to retirement, have attained the minimum retirement age to receive payments from their applicable pensions, and must be receiving a pension payment. Currently 70 retirees meet those eligibility requirements. The Village pays for a portion or all of the cost of the retiree's health insurance premiums depending on which of the following circumstances apply:

- The Village pays approximately 93% of the health insurance premiums for all sworn police officers, records clerks, and radio operators hired before August 15, 1981 and retired after August 7, 1995.
- The Village pays 100% of the health insurance premiums for all sworn police officers, records clerks, and radio operators who were hired before August 15, 1981 and retired before August 7, 1995.
- The Village pays 100% of the health insurance premiums for all non-union employees, sworn firefighters, and public works union employees hired before August 15, 1981.

Eligible retirees of all employee groups, with the exception of public works employees covered under contract, receive \$10,000 of life insurance until they reach age 60. Public works employees covered under contract are not provided with life insurance at retirement. The Village contributes 100% of the cost of the life insurance premiums for all eligible retirees.

The cost of retiree health care and life insurance benefits is recognized as an expenditure as premiums are paid. For the year ended December 31, 2007, the cost totaled \$502,741.

12. TERMINATION BENEFITS

On May 29, 2001, the Village adopted Resolution 01-120, adopting an Early Retirement Incentive Program Offered by the Illinois Municipal Retirement Fund (IMRF). Eligible employees were required to enter into an irrevocable pledge to retire by July 1, 2001. For an employee to be eligible to retire under this plan, the employee must have attained age 50 and have at least 20 years of creditable service by his or her retirement date. Seven employees of the Village accepted the early retirement agreement. Under the agreement, the Village and the employee were required to contribute an additional five years of contributions to the plan giving the individuals additional creditable service for these five years. The Village has amortized its additional contributions over a ten year period with interest charged annually on the remaining balance at 7.5%. These additional contributions are made through regular monthly contributions to IMRF. As of June 30, 2007 (most recent information available), the Village's remaining contributions due under the program were \$535,307. In accordance with GASB Statement 47, this amount is not reported as a liability on the Village's financial statements and is recorded through their IMRF plan under the rules prescribed in GASB Statement 27. The change in the actuarially accrued liability due to the early retirement incentive is not available from IMRF.

13. DEFINED BENEFIT PENSION PLANS

a. Plan Descriptions

Illinois Municipal Retirement Fund

The Village contributes to the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for local governments and school districts in Illinois. IMRF issues a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report can be obtained from IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

All employees (other than those covered by the Police or Firefighters' plans) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to $1\frac{2}{3}\%$ of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

VILLAGE OF WHEELING, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

13. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute. Participating members are required to contribute 4.5% of their annual salary to IMRF. The Village is required to contribute the remaining amounts necessary to fund the IMRF as specified by statute. The employer contribution for the year ended December 31, 2007 was 11.11% of covered payroll.

Police Pension Plan

Police sworn personnel are covered by the Police Pension Plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. The Village accounts for the Police Pension Plan as a pension trust fund. The Police Pension Plan issues a separate report on the pension plan. This report can be obtained from the Village, 255 West Dundee Road, Wheeling, Illinois 60090. At December 31, 2007, the Police Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits	30
Terminated employees entitled to benefits but not yet receiving them	1
Current employees	
Vested	48
Nonvested	16
	<hr/>
TOTAL	<u>95</u>

The Police Pension Plan provides retirement benefits as well as death and disability benefits. Covered employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.00% of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3.00% of the original pension and 3.00% compounded annually thereafter.

VILLAGE OF WHEELING, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

13. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Employees are required by ILCS to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. Contributions are recognized when due pursuant to formal commitments, as well as statutory or contractual requirements. Benefits and refunds are recognized when due and payable in accordance with the terms of the Police Pension Plan. The costs of administering the Police Pension Plan are financed through investment earnings. The Village is required to contribute the remaining amounts necessary to finance the Police Pension Plan as actuarially determined by an enrolled actuary. Effective July 1, 1993, the Village has until the year 2033 to fully fund the past service costs for the Police Pension Plan. For the year ended December 31, 2007, the Village's contribution was 16.44% of covered payroll.

Firefighters' Pension Plan

Fire sworn personnel are covered by the Firefighters' Pension Plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/4-1) and may be amended only by the Illinois legislature. The Village accounts for the Firefighters' Pension Plan as a pension trust fund. The Firefighters' Pension Plan issues a separate report on the pension plan. This report can be obtained from the Village, 255 West Dundee Road, Wheeling, Illinois 60090. At December 31, 2007, the Firefighters' Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits	30
Terminated employees entitled to benefits but not yet receiving them	-
Current employees	
Vested	23
Nonvested	30
	<hr/>
TOTAL	<hr/> <u>83</u>

13. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Firefighters' Pension Plan (Continued)

The Firefighters' Pension Plan provides retirement benefits as well as death and disability benefits. Covered employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of one-half of the monthly salary attached to the rank held in the fire service at the date of retirement. The monthly pension shall be increased by 1/12 of 2.50% of such monthly salary for each additional month over 20 years of service through 30 years of service to a maximum of 75.00% of such monthly salary. Employees with at least ten years but less than 20 years of credited service may retire at or after age 60 and receive a reduced retirement benefit. The monthly pension of a covered employee who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and paid upon reaching the age of at least 55 by 3.00% of the original pension and 3.00% compounded annually thereafter.

Covered employees are required to contribute 8.455% of their base salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. Contributions are recognized when due pursuant to formal commitments, as well as statutory or contractual requirements. Benefits and refunds are recognized when due and payable in accordance with the terms of the Firefighters' Pension Plan. The costs of administering the Firefighters' Pension Plan are financed through investment earnings. The Village is required to finance the Firefighters' Pension Plan as actuarially determined by an enrolled actuary. Effective July 1, 1993, the Village has until the year 2033 to fully fund the past services costs for the Firefighters' Pension Plan. For the year ended December 31, 2007, the Village's contribution was 11.56% of covered payroll.

b. Significant Investments

There are no significant investments (other than U.S. Government guaranteed obligations) in any one organization that represent 5.00% or more of plan net assets for either the Police or the Firefighters' Pension Plans. Information for the IMRF is not available.

VILLAGE OF WHEELING, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

13. DEFINED BENEFIT PENSION PLANS (Continued)

c. Annual Pension Costs

Employer contributions for 2007 have been determined as follows:

	Illinois Municipal Retirement	Police Pension	Firefighters' Pension
Actuarial valuation date	December 31, 2005	December 31, 2005	December 31, 2005
Actuarial cost method	Entry-age Normal	Entry-age Normal	Entry-age Normal
Asset valuation method	5 Year Smoothed Market	Market	Market
Amortization method	Level Percentage of Payroll	Level Percentage of Payroll	Level Percentage of Payroll
Amortization period	27 Years, Closed	27 Years, Closed	27 Years, Closed
Significant actuarial assumptions			
a) Rate of return on present and future assets	7.50% Compounded Annually	7.75% Compounded Annually	8.00% Compounded Annually
b) Projected salary increase - attributable to inflation	4.25% Compounded Annually	5.50% Compounded Annually	5.25% Compounded Annually
c) Additional projected salary increases - seniority/merit	.40% to 11.60%	1.00%	1.00%
d) Post-retirement benefit increases	3.00%	3.00%	3.00%

VILLAGE OF WHEELING, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

13. DEFINED BENEFIT PENSION PLANS (Continued)

c. Annual Pension Costs (Continued)

Employer annual pension cost (APC), actual contributions and the net pension obligation (asset) (NPO) are as follows. The NPO (asset) is the cumulative difference between the annual pension cost and the contributions actually made.

		Illinois Municipal Retirement	Police Pension	Firefighters' Pension
Annual pension cost (APC)	2005	\$ 860,904	\$ 672,015	\$ 214,234
	2006	962,287	744,248	320,620
	2007	946,678	796,168	466,279
Actual contribution	2005	\$ 860,904	\$ 676,900	\$ 209,676
	2006	962,287	735,844	333,032
	2007	946,678	802,115	470,484
Percentage of APC contributed	2005	100.00%	100.73%	97.87%
	2006	100.00	98.87	103.87
	2007	100.00	100.75	100.90
NPO (asset)	2005	\$ -	\$ (217,824)	\$ (126,972)
	2006	-	(209,420)	(139,384)
	2007	-	(215,367)	(143,589)

The NPO (asset) as of December 31, 2007 has been calculated as follows:

	Police Pension	Firefighters' Pension
Annual required contribution	\$ 802,115	\$ 470,170
Interest on net pension obligation	(16,230)	(11,151)
Adjustment to annual required contribution	10,283	7,260
Annual pension cost	796,168	466,279
Contributions made	802,115	470,484
(Increase) decrease in net pension obligation (asset)	(5,947)	(4,205)
Net pension obligation (asset) beginning of year	(209,420)	(139,384)
NET PENSION OBLIGATION (ASSET), END OF YEAR	\$ (215,367)	\$ (143,589)

14. SUBSEQUENT EVENT

On January 15, 2008, the Village issued \$20,000,000 Variable Rate General Obligation Corporate Purpose Bonds, Series 2008 for capital improvements of the Village and the Town Center Tax Increment Financing District. Principal is due in annual installments on December 1, 2012 through December 1, 2024 of \$510,000 to \$1,490,000 plus interest beginning on June 1, 2008 and December 1 thereafter. The variable interest rate on the bonds is determined on the first day of each month and is equal to 64% of the one-month LIBOR plus 1% per annum.

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF WHEELING, ILLINOIS

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007		Actual	2006
	Original Budget	Final Budget		
REVENUES				
Taxes	\$ 20,899,825	\$ 20,899,825	\$ 22,257,201	\$ 20,165,204
Licenses and permits	542,273	542,273	494,548	913,665
Intergovernmental	3,945,800	3,945,800	4,236,746	3,801,889
Charges for services	1,759,299	1,759,299	1,989,123	2,140,875
Fines and forfeits	373,500	373,500	351,839	377,745
Investment income	350,000	350,000	595,184	538,033
Miscellaneous	601,493	601,493	687,390	581,645
Total revenues	28,472,190	28,472,190	30,612,031	28,519,056
EXPENDITURES				
General government	10,058,219	10,082,496	10,020,189	9,501,709
Public safety	17,314,677	17,461,385	17,521,193	16,100,972
Total expenditures	27,372,896	27,543,881	27,541,382	25,602,681
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	1,099,294	928,309	3,070,649	2,916,375
OTHER FINANCING SOURCES (USES)				
Proceeds on sale of capital assets	30,000	30,000	114,043	31,293
Transfers (out)				
Capital Equipment Replacement Fund	(502,906)	(502,906)	(502,906)	(516,206)
Grant Fund	-	-	(337,464)	-
2003 Capital Projects Fund	(398,319)	(337,464)	-	(400,000)
Total other financing sources (uses)	(871,225)	(810,370)	(726,327)	(884,913)
SPECIAL ITEM	-	-	1,695,734	-
NET CHANGE IN FUND BALANCE	\$ 228,069	\$ 117,939	4,040,056	2,031,462
FUND BALANCE, JANUARY 1			16,222,231	14,190,769
FUND BALANCE, DECEMBER 31			\$ 20,262,287	\$ 16,222,231

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF FUNDING PROGRESS

December 31, 2007

Actuarial Valuation Date December 31,	(1) Actuarial Value of Assets	(2) Actuarial Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded (Overfunded) AAL (UAAL) (OAAL) (2) - (1)	(5) Covered Payroll	UAAL (OAAL) As a Percentage of Covered Payroll (4) / (5)
2002	\$ 13,904,150	\$ 14,972,479	92.9%	\$ 1,068,329	\$ 6,342,694	16.8%
2003	15,141,453	17,191,670	88.1%	2,050,217	6,849,161	29.9%
2004	16,360,053	19,552,534	83.7%	3,192,481	7,569,192	42.2%
2005	18,423,517	20,935,974	88.0%	2,512,457	7,790,979	32.2%
2006	20,085,771	22,262,970	90.2%	2,177,199	8,072,875	27.0%
2007	22,456,426	24,055,117	93.4%	1,598,691	8,520,957	18.8%

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

POLICE PENSION FUND

SCHEDULE OF FUNDING PROGRESS

December 31, 2007

Actuarial Valuation Date December 31,	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded (Overfunded) AAL (UAAL) (OAAL) (2) - (1)	(5) Covered Payroll	UAAL (OAAL) As a Percentage of Covered Payroll (4) / (5)
2003	\$ 23,259,701	\$ 24,038,718	96.8%	\$ 779,017	\$ 3,867,093	20.14%
2003*	24,164,489	24,078,185	100.4%	(86,304)	3,991,463	(2.16%)
2004	25,510,080	28,238,003	90.3%	2,727,923	4,180,652	65.25%
2005	27,157,866	30,634,278	88.7%	3,476,412	4,379,930	79.37%
2006	27,814,390	33,050,685	84.2%	5,236,295	4,635,028	112.97%
2007	29,964,808	34,963,115	85.7%	4,998,307	4,878,555	102.45%

* The Village changed its fiscal year from April 30 to December 31, 2003.

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

FIREFIGHTERS' PENSION FUND

SCHEDULE OF FUNDING PROGRESS

December 31, 2007

Actuarial Valuation Date December 31,	(1) Actuarial Value of Assets	(2) Actuarial Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded (Overfunded) AAL (UAAL) (OAAL) (2) - (1)	(5) Covered Payroll	UAAL (OAAL) As a Percentage of Covered Payroll (4) / (5)
2003	\$ 23,967,952	\$ 20,344,905	117.8%	\$ (3,623,047)	\$ 3,085,900	(117.4%)
2003*	24,914,722	21,987,567	113.3%	(2,927,155)	3,206,941	(91.3%)
2004	26,172,269	24,022,525	108.9%	(2,149,744)	3,479,663	(61.8%)
2005	27,522,371	26,211,991	105.0%	(1,310,380)	3,677,476	(35.6%)
2006	25,052,911	29,041,818	86.3%	3,988,907	3,802,925	104.9%
2007	26,533,904	30,983,871	85.6%	4,449,967	4,071,386	109.3%

* The Village changed its fiscal year from April 30 to December 31, 2003.

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF EMPLOYER CONTRIBUTIONS

December 31, 2007

<u>Actuarial Valuation Date December 31,</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>
2002	\$ 391,978	\$ 391,978	100.00%
2003	519,166	519,166	100.00%
2004	790,980	790,980	100.00%
2005	860,904	860,904	100.00%
2006	962,287	962,287	100.00%
2007	946,678	946,678	100.00%

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

POLICE PENSION FUND

SCHEDULE OF EMPLOYER CONTRIBUTIONS

December 31, 2007

<u>Actuarial Valuation Date December 31,</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>
2003	\$ 277,799	\$ 302,298	91.90%
2003*	302,927	243,075	124.62%
2004	358,466	325,619	110.09%
2005	676,900	674,900	100.30%
2006	735,844	750,717	98.02%
2007	802,115	802,115	100.00%

* The Village changed its fiscal year from April 30 to December 31, 2003.

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

FIREFIGHTERS' PENSION FUND

SCHEDULE OF EMPLOYER CONTRIBUTIONS

December 31, 2007

<u>Actuarial Valuation Date December 31,</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>
2003	\$ -	\$ -	N/A
2003*	-	-	N/A
2004	-	-	N/A
2005	209,676	209,657	100.01%
2006	333,032	324,328	102.68%
2007	470,484	470,170	100.07%

* The Village changed its fiscal year from April 30 to December 31, 2003.

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

December 31, 2007

BUDGETARY INFORMATION

Budgets are adopted on a basis consistent with GAAP. Annual appropriated budgets are adopted (at the fund level) for the General, Special Revenue, Debt Service, Capital Projects, Waterworks and Sewerage (Enterprise), Liability Insurance (Internal Service), and Pension Trust Funds. The annual appropriated budget is legally enacted and provides for a legal level of control at the fund level. All annual appropriations lapse at fiscal year end.

All departments of the Village submit requests for appropriation to the Village Manager so that a budget may be prepared. The budget is prepared by fund and includes information on the past year, current year estimates, and requested appropriations for the next year. The proposed budget is presented to the governing body for review. The governing body holds public hearings and may add to, subtract from, or change appropriations, but may not change the form of the budget. The budget may only be amended by the governing body. Expenditures may not legally exceed budgeted appropriations at the fund level. During the year, one supplementary appropriation was necessary.

MAJOR GOVERNMENTAL FUNDS

GENERAL FUND

The General Fund is used to account for resources traditionally associated with government that are not required legally or by sound financial management to be accounted for in another fund. The fund accounts for all revenues and expenditures in the following operating departments:

- Finance and Administrative Services
- Economic Development
- Municipal Building and Maintenance
- Municipal Vehicle Maintenance
- Community Development
- Senior Citizens Services
- Engineering
- Public Works Administration
- Police Department
- Fire Department

DEBT SERVICE FUND

The Debt Service Fund is used to account for the accumulation of resources for the payment of general obligation bond principal and interest.

CAPITAL PROJECTS FUNDS

Crossroads Redevelopment Area Fund

This fund is used to account for the redevelopment activities of the tax increment financing district located near Milwaukee Avenue and Dundee Road.

Capital Projects Fund

This fund accounts for the bond proceeds of the General Obligation Bond Series of 2003 and municipal gas and electric tax proceeds. The proceeds are used to fund infrastructure and noninfrastructure needs including public streets, sidewalks, building improvements, etc.

VILLAGE OF WHEELING, ILLINOIS

GENERAL FUND

BALANCE SHEET

December 31, 2007

(With Comparative Totals for December 31, 2006)

	2007	2006
ASSETS		
Cash and investments	\$ 13,022,846	\$ 12,844,791
Receivables (net where applicable of allowance for uncollectibles)		
Property taxes	7,592,737	7,930,200
Sales taxes	3,069,961	2,561,466
Income taxes	349,064	313,648
Telecommunications tax	564,044	476,901
Accrued interest	78,530	79,443
IPBC	1,695,734	-
Other	436,429	624,463
Prepaid items	265,303	323,403
Inventory	181,137	201,593
Due from other funds	158,698	89,556
Due from fiduciary funds	122	-
Advance to other funds	1,224,388	-
TOTAL ASSETS	\$ 28,638,993	\$ 25,445,464
LIABILITIES AND FUND BALANCES		
LIABILITIES		
Accounts payable	\$ 969,841	\$ 912,955
Accrued payroll	144,133	51,185
Deposits payable	81,358	295,890
Deferred revenue	6,978,948	7,941,070
Due to other funds	-	12,276
Due to fiduciary funds	202,426	9,857
Total liabilities	8,376,706	9,223,233
FUND BALANCES		
Reserved for prepaid items	265,303	323,403
Reserved for inventory	181,137	201,593
Reserved for senior committee	211,074	204,156
Reserved for sidewalks and trees	40,951	40,951
Unreserved		
Designated for health insurance	1,695,734	-
Undesignated - General Fund	17,868,088	15,452,128
Total fund balances	20,262,287	16,222,231
TOTAL LIABILITIES AND FUND BALANCES	\$ 28,638,993	\$ 25,445,464

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

GENERAL FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007		Actual	2006
	Original Budget	Final Budget		
TAXES				
Property taxes	\$ 6,597,006	\$ 6,597,006	\$ 6,445,388	\$ 5,759,879
Property taxes - Police Pension Fund	1,272,285	1,272,285	802,115	735,844
Property taxes - Firefighters' Pension Fund	-	-	470,484	333,032
TIF surplus distribution	183,162	183,162	164,284	179,571
Sales tax	5,638,965	5,638,965	6,192,977	6,518,149
Home rule sales tax	4,106,165	4,106,165	4,461,378	3,877,296
Telecommunications tax	1,888,430	1,888,430	2,081,177	1,912,732
Food and beverage tax	700,388	700,388	883,373	652,464
Hotel/motel tax	503,924	503,924	735,516	181,359
Auto rental tax	9,500	9,500	20,509	14,878
Total taxes	20,899,825	20,899,825	22,257,201	20,165,204
LICENSES AND PERMITS				
Business licenses	70,180	70,180	70,608	44,486
Coin-operated licenses	11,283	11,283	11,564	7,668
Liquor licenses	106,367	106,367	96,780	64,989
Other licenses	69,527	69,527	72,072	65,589
Building permits	245,216	245,216	203,715	689,517
Other permits	39,700	39,700	39,809	41,416
Total licenses and permits	542,273	542,273	494,548	913,665
INTERGOVERNMENTAL				
Township property replacement tax	71,000	71,000	73,867	69,662
Personal property replacement tax	184,900	184,900	192,575	178,416
VOCA	-	-	-	(67,919)
TLEP traffic	-	-	-	67,919
FEMA grant	-	-	32,680	1,053
Income tax	3,200,000	3,200,000	3,412,530	3,047,017
State use tax	489,900	489,900	517,639	500,254
Police training	-	-	4,806	3,582
Fire training	-	-	1,396	657
Pull tabs and jar games tax	-	-	1,253	1,248
Total intergovernmental	3,945,800	3,945,800	4,236,746	3,801,889

(This schedule is continued on the following pages.)

VILLAGE OF WHEELING, ILLINOIS

GENERAL FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL (Continued)

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007		Actual	2006
	Original Budget	Final Budget		
CHARGES FOR SERVICES				
Electrical inspections	\$ 62,727	\$ 62,727	\$ 81,361	\$ 84,539
Plumbing inspections	28,791	28,791	54,792	41,518
Engineering inspection fees	105,000	105,000	181,289	193,311
Solid waste service charge	620,100	620,100	631,234	618,087
SWANCC fees	229,500	229,500	236,414	236,384
Host community fees	53,458	53,458	52,750	51,665
Ambulance fees	349,005	349,005	443,285	349,621
Impounding fees	-	-	120	165
Plan review	70,000	70,000	31,990	300,252
Subdivision prefilng fees	1,750	1,750	748	2,792
Erosion control fees	800	800	498	1,422
Planning and zoning fees	7,100	7,100	6,137	9,716
Industrial revenue bond and 6(b) fees	1,200	1,200	33,545	31,813
Duplicating services	8,000	8,000	10,066	11,191
Maps and codes	500	500	189	593
False alarm fees	12,000	12,000	12,981	4,733
Pavilion senior center	22,700	22,700	19,597	22,179
Engineering blue prints	150	150	51	85
Monthly permit fee	22,000	22,000	23,807	21,614
Parking debt card	8,460	8,460	9,519	8,216
Daily parking fee	24,250	24,250	27,232	24,353
Parking permit hanger	68	68	2	99
Rental income	6,200	6,200	6,200	4,133.28
Police liaison reimbursement	123,340	123,340	123,428	119,078
CPR training fees	2,200	2,200	1,888	3,316
Total charges for services	1,759,299	1,759,299	1,989,123	2,140,875
FINES AND FORFEITS				
Court fines	210,000	210,000	239,285	180,257
Local ordinance fines	163,500	163,500	112,554	197,488
Total fines and forfeits	373,500	373,500	351,839	377,745
INVESTMENT INCOME				
Investment income	350,000	350,000	595,184	538,033

(This schedule is continued on the following page.)

VILLAGE OF WHEELING, ILLINOIS

GENERAL FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL (Continued)

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007		Actual	2006
	Original Budget	Final Budget		
MISCELLANEOUS				
Cable TV franchise fees	\$ 315,883	\$ 315,883	\$ 345,434	\$ 318,049
Waste management franchise fees	80,210	80,210	79,125	77,498
Other franchise fees	32,600	32,600	34,207	32,946
Foreign fire insurance	46,000	46,000	46,488	46,373
Donations	24,000	24,000	26,893	26,936
Other	102,800	102,800	155,243	79,843
Total miscellaneous	601,493	601,493	687,390	581,645
TOTAL REVENUES	\$ 28,472,190	\$ 28,472,190	\$ 30,612,031	\$ 28,519,056

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

GENERAL FUND

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007		Actual	2006
	Original Budget	Final Budget		
GENERAL GOVERNMENT				
Village Manager's office and Board of Trustees	\$ 1,207,274	\$ 1,262,284	\$ 1,489,800	\$ 1,221,932
Finance	1,345,573	1,342,545	1,404,944	1,402,755
Human resources	250,390	250,390	260,915	223,906
Legal	418,290	418,290	492,408	406,166
Special events	208,500	208,500	195,023	254,929
Economic development	-	-	-	1,894
Solid waste system	748,368	748,368	640,049	727,321
Commuter parking system	56,610	56,610	45,006	41,441
Municipal building maintenance	904,786	904,786	834,737	786,145
Municipal vehicle maintenance	570,975	570,975	531,102	499,872
Community development	1,985,412	1,977,723	1,877,912	1,824,873
Senior citizens services	389,800	389,800	377,269	367,997
Pavilion programs	21,200	21,200	19,253	17,742
Engineering	1,192,008	1,188,075	1,127,470	928,117
Street division	1,366,770	1,366,770	1,375,998	1,291,706
Public works administration	431,873	415,790	387,913	423,973
Subtotal	11,097,829	11,122,106	11,059,799	10,420,769
Less Waterworks and Sewerage Fund reimbursements	1,039,610	1,039,610	1,039,610	919,060
Total general government	10,058,219	10,082,496	10,020,189	9,501,709
PUBLIC SAFETY				
Police Department	10,417,072	10,459,426	10,474,974	9,667,263
Fire Department	6,897,605	7,001,959	7,046,219	6,433,709
Total public safety	17,314,677	17,461,385	17,521,193	16,100,972
TOTAL EXPENDITURES	\$ 27,372,896	\$ 27,543,881	\$ 27,541,382	\$ 25,602,681

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007		Actual	2006
	Original Budget	Final Budget		
GENERAL GOVERNMENT				
Village Manager's Office and Board of Trustees				
Personnel services				
Salaries	\$ 439,220	\$ 439,220	\$ 548,043	\$ 448,115
Longevity	600	600	360	360
Training	250	250	75	230
Employer contribution	75,880	75,880	83,422	88,569
Total personnel services	515,950	515,950	631,900	537,274
Contractual services				
Advertising and publishing	5,000	5,000	2,646	4,283
Codification	4,500	4,500	8,943	7,039
Conferences and meetings	4,870	4,870	17,019	14,456
Consulting services	48,300	48,300	55,280	38,038
Data processing services	1,000	1,000	846	480
Energy	15,000	15,000	8,723	38,502
Employee group insurance	38,720	38,720	55,320	35,598
General liability insurance	12,200	12,200	12,200	16,160
Maintenance - office equipment	1,264	1,264	584	495
Membership dues	25,150	25,150	23,953	9,113
Newsletter	55,000	55,000	42,847	50,604
Postage	30,000	30,000	50,311	27,602
Printing and binding	1,500	1,500	369	1,003
Recording fees	-	-	-	70
Cellular service	2,010	57,020	85,866	2,934
Telecommunications	157,800	157,800	173,671	131,793
Retiree health insurance	14,340	14,340	17,192	15,188
Duplication services	15,000	15,000	12,921	11,574
Rental agreements	-	-	11,250	-
Miscellaneous contracts	143,220	143,220	150,579	150,141
Regional and special agencies assessments	65,000	65,000	60,000	61,500
Total contractual services	639,874	694,884	790,520	616,573
Commodities				
Auto petrol products	-	-	-	102
Books and subscriptions	250	250	582	436
Information systems miscellaneous equipment and supplies	-	-	1,159	-
Small tools and equipment	500	500	1,158	652
Miscellaneous	500	500	15,689	3,380
Office supplies	1,200	1,200	1,179	1,210
Water and sewer service charges	8,000	8,000	-	-
Awards/decorations	16,000	16,000	16,057	21,775
Business recruitment	25,000	25,000	31,556	40,530
Total commodities	51,450	51,450	67,380	68,085
Total Village Manager's Office and Board of Trustees	1,207,274	1,262,284	1,489,800	1,221,932

(This schedule is continued on the following pages.)

VILLAGE OF WHEELING, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007		Actual	2006
	Original Budget	Final Budget		
GENERAL GOVERNMENT (Continued)				
Finance				
Personnel services				
Overtime	\$ 2,515	\$ 2,515	\$ 2,173	\$ 4,076
Salaries	776,626	776,626	828,425	758,013
Longevity	4,200	4,200	4,200	2,400
Training	5,500	5,500	5,003	5,554
Employer contribution	145,069	145,069	148,959	142,609
Total personnel services	933,910	933,910	988,760	912,652
Contractual services				
Audit	38,640	38,640	33,229	31,916
Conferences and meetings	8,890	8,890	9,852	7,213
Consulting services	9,520	9,520	5,425	3,768
Data processing services	92,400	92,400	88,809	97,310
Employee group insurance	136,850	136,850	149,990	134,388
General liability insurance	12,200	12,200	12,200	54,120
Bank charges	22,860	22,860	27,733	22,633
Maintenance - office equipment	500	500	-	-
Membership dues	1,760	1,760	910	1,434
Printing and binding	5,500	5,500	6,511	6,440
Credit card fees	4,200	4,200	10,554	8,495
Cellular service	3,028	-	-	3,662
Retiree health insurance	16,000	16,000	12,960	14,456
Duplication services	1,500	1,500	143	3,179
Miscellaneous contracts	4,400	4,400	5,318	42,684
Total contractual services	358,248	355,220	363,634	431,698
Commodities				
Auto petrol products	-	-	-	22
Books and subscriptions	500	500	644	533
Information systems miscellaneous equipment and supplies	18,250	18,250	18,245	24,143
Information systems software	23,750	23,750	23,669	22,552
Small tools and equipment	300	300	-	2,146
Miscellaneous	600	600	677	964
Office supplies	8,600	8,600	7,538	6,717
Awards/decorations	1,415	1,415	1,777	1,328
Total commodities	53,415	53,415	52,550	58,405
Capital outlay				
Transfer to CERF	42,670	42,670	42,670	23,088
Less transfer to CERF	(42,670)	(42,670)	(42,670)	(23,088)
Net capital outlay	-	-	-	-
Total finance	1,345,573	1,342,545	1,404,944	1,402,755

(This schedule is continued on the following pages.)

VILLAGE OF WHEELING, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007		Actual	2006
	Original Budget	Final Budget		
GENERAL GOVERNMENT (Continued)				
Human resources				
Personnel services				
Salaries	\$ 130,040	\$ 130,040	\$ 145,447	\$ 128,026
Training	2,000	2,000	235	110
Employer contribution	24,400	24,400	26,716	24,832
VEMA/PEHP contributions	510	510	-	-
Total personnel services	156,950	156,950	172,398	152,968
Contractual services				
Advertising and publishing	7,500	7,500	8,199	8,334
Conferences and meetings	3,500	3,500	2,516	1,348
Consulting services	6,000	6,000	5,798	5,823
Employee group insurance	17,640	17,640	16,738	16,694
General liability insurance	4,270	4,270	4,270	9,050
Membership dues	2,030	2,030	2,108	1,871
Personnel services	35,000	35,000	33,683	14,625
Printing and binding	-	-	5,811	68
Medical exams	8,000	8,000	6,726	8,090
Total contractual services	83,940	83,940	85,849	65,903
Commodities				
Books and subscriptions	100	100	-	-
Information systems miscellaneous equipment and supplies	-	-	545	-
Miscellaneous	300	300	-	51
Office supplies	1,000	1,000	782	1,650
Awards/decorations	8,100	8,100	1,341	3,334
Total commodities	9,500	9,500	2,668	5,035
Total human resources	250,390	250,390	260,915	223,906
Legal				
Personnel services				
Salaries	23,640	23,640	10,977	23,274
Longevity	-	-	240	240
Employer contribution	4,440	4,440	1,978	4,342
Total personnel services	28,080	28,080	13,195	27,856
Contractual services				
Employee health insurance	5,210	5,210	3,011	4,926
Legal services	378,500	378,500	472,827	365,291
Recording fees	-	-	-	1,321
Duplication services	6,000	6,000	3,305	6,692
Miscellaneous contractual services	400	400	-	-
Total contractual services	390,110	390,110	479,143	378,230
Commodities				
Books and subscriptions	100	100	70	80
Total commodities	100	100	70	80
Total legal	418,290	418,290	492,408	406,166

(This schedule is continued on the following pages.)

VILLAGE OF WHEELING, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007		Actual	2006
	Original Budget	Final Budget		
GENERAL GOVERNMENT (Continued)				
Special events				
Personnel services				
Overtime	\$ 40,000	\$ 40,000	\$ 29,503	\$ 26,744
Seasonal help	5,000	5,000	-	220
Salaries	-	-	-	90
Employer contribution	-	-	-	1,965
Total personnel services	45,000	45,000	29,503	29,019
Contractual services				
Membership dues	500	500	286	286
Printing and binding	5,000	5,000	-	141
Rental equipment	6,000	6,000	3,706	5,030
Miscellaneous contractual services	145,000	145,000	154,642	207,570
Total contractual services	156,500	156,500	158,634	213,027
Commodities				
Auto petrol products	-	-	88	140
Small tools and equipment	-	-	-	1,020
Miscellaneous operating supplies	7,000	7,000	6,798	11,633
Awards	-	-	-	90
Total commodities	7,000	7,000	6,886	12,883
Total special events	208,500	208,500	195,023	254,929
Economic development				
Contractual services				
Employee group insurance	-	-	-	1,894
Total contractual services	-	-	-	1,894
Total economic development	-	-	-	1,894
Solid waste system				
Contractual services				
Postage	300	300	259	150
Printing and binding	1,020	1,020	382	612
Regional and special agencies assessments	745,048	745,048	639,408	726,559
Total contractual services	746,368	746,368	640,049	727,321
Commodities				
Miscellaneous office supplies	2,000	2,000	-	-
Total solid waste system	748,368	748,368	640,049	727,321
Commuter parking system				
Contractual services				
Energy	17,000	17,000	16,509	14,208
Janitorial services	11,650	11,650	6,360	6,304
Landscape maintenance	4,500	4,500	1,687	1,225
Office equipment maintenance	4,000	4,000	3,254	454
Printing and binding	-	-	248	655
Rental agreement	10,000	10,000	9,224	9,224
Tree maintenance services	300	300	300	-
Telecommunications	2,160	2,160	-	1,001
Miscellaneous contractual services	-	-	-	1,302
Total contractual services	49,610	49,610	37,582	34,373

(This schedule is continued on the following pages.)

VILLAGE OF WHEELING, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007		Actual	2006
	Original Budget	Final Budget		
GENERAL GOVERNMENT (Continued)				
Commuter parking system (Continued)				
Commodities				
Janitorial supplies	\$ 500	\$ 500	\$ 689	\$ 467
Building and grounds maintenance	5,000	5,000	5,332	5,217
Miscellaneous operating supplies	1,500	1,500	1,181	1,205
Water and sewer services charges	-	-	222	179
Total commodities	7,000	7,000	7,424	7,068
Total commuter parking system	56,610	56,610	45,006	41,441
Municipal building maintenance				
Personnel services				
Overtime	13,500	13,500	14,192	5,390
Seasonal help	30,000	30,000	22,882	25,012
Salaries	380,830	380,830	360,551	331,879
Longevity	600	600	600	600
Training	4,000	4,000	682	3,935
Uniform allowance	2,800	2,800	3,276	2,452
Employer contribution	71,440	71,440	71,556	67,315
Total personnel services	503,170	503,170	473,739	436,583
Contractual services				
Conferences and meetings	1,100	1,100	249	444
Consulting services	18,000	18,000	10,692	16,580
Information systems service and maintenance agreement	2,300	2,300	2,280	-
Debris dump charges	1,500	1,500	2,257	426
Employee group insurance	75,230	75,230	62,063	62,422
General liability insurance	31,730	31,730	31,730	21,490
Janitorial services	106,786	106,786	89,469	89,758
Landscape maintenance	18,000	18,000	13,682	10,196
Maintenance - equipment	3,000	3,000	1,796	2,191
Maintenance - radio equipment	450	450	162	295
Printing and binding	500	500	618	514
Rental equipment	300	300	-	488
Tree maintenance services	1,000	1,000	1,000	1,000
Retiree health insurance	4,000	4,000	3,898	3,616
Miscellaneous contractual services	-	-	138	-
Total contractual services	263,896	263,896	220,034	209,420
Commodities				
Auto petroleum products	7,800	7,800	8,039	6,050
Books and subscriptions	350	350	546	374
Chemicals	2,500	2,500	2,344	1,843
Janitorial supplies	20,000	20,000	20,709	18,376
Vehicle maintenance	5,000	5,000	7,072	5,377
Maintenance - buildings and grounds	60,300	60,300	60,216	26,705
Minor tools and equipment	21,770	21,770	15,150	10,257
Miscellaneous operating supplies	1,500	1,500	1,685	1,573
Protective clothing	2,500	2,500	1,482	2,472
Water and sewer services charges	-	-	9,694	11,115
Total commodities	121,720	121,720	126,937	84,142

(This schedule is continued on the following pages.)

VILLAGE OF WHEELING, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007		Actual	2006
	Original Budget	Final Budget		
GENERAL GOVERNMENT (Continued)				
Municipal building maintenance (Continued)				
Capital outlay				
Building equipment	\$ 16,000	\$ 16,000	\$ 14,027	\$ 56,000
Transfer to CERF	39,290	39,290	39,290	19,098
Less transfer to CERF	(39,290)	(39,290)	(39,290)	(19,098)
Net capital outlay	16,000	16,000	14,027	56,000
Total municipal building maintenance	904,786	904,786	834,737	786,145
Municipal vehicle maintenance				
Personnel services				
Overtime	8,000	8,000	5,824	4,784
Salaries	352,040	352,040	338,995	311,669
Longevity	2,400	2,400	2,400	2,400
Training	4,500	4,500	1,996	4,070
Uniform allowance	7,025	7,025	6,344	6,436
Employer contribution	66,040	66,040	64,572	61,595
Total personnel services	440,005	440,005	420,131	390,954
Contractual services				
Conferences and meetings	2,000	2,000	1,101	1,951
Consulting services	2,500	2,500	1,995	2,152
Debris dump charges	900	900	1,504	751
Employee group insurance	62,930	62,930	47,465	43,806
General liability insurance	19,530	19,530	19,530	25,740
Maintenance - office equipment and special equipment	7,600	7,600	5,462	4,421
Maintenance - radio equipment	450	450	183	56
Membership dues	550	550	598	625
Printing and binding	1,450	1,450	1,007	1,232
Rental equipment	150	150	-	-
Retiree health insurance	760	760	1,016	3,895
Total contractual services	98,820	98,820	79,861	84,629
Commodities				
Auto petroleum products	3,900	3,900	6,136	3,123
Books and subscriptions	1,500	1,500	937	1,312
Chemicals	1,850	1,850	1,447	1,741
Vehicle maintenance	3,500	3,500	2,431	2,727
Information systems miscellaneous equipment and supplies	4,250	4,250	3,605	1,491
Minor tools and equipment	9,950	9,950	11,032	9,949
Miscellaneous operating supplies	5,800	5,800	4,665	3,179
Protective clothing	1,400	1,400	857	767
Total commodities	32,150	32,150	31,110	24,289
Capital outlay				
Transfer to CERF	2,710	2,710	2,710	2,941
Less transfer to CERF	(2,710)	(2,710)	(2,710)	(2,941)
Net capital outlay	-	-	-	-
Total municipal vehicle maintenance	570,975	570,975	531,102	499,872

(This schedule is continued on the following pages.)

VILLAGE OF WHEELING, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007		Actual	2006
	Original Budget	Final Budget		
GENERAL GOVERNMENT (Continued)				
Community development				
Personnel services				
Overtime	\$ 5,000	\$ 5,000	\$ 612	\$ 652
Seasonal help	10,000	10,000	9,453	10,681
Salaries	1,200,760	1,200,760	1,167,351	1,108,463
Longevity	10,100	6,500	6,500	4,200
Training	6,500	6,500	6,398	9,175
Employer contribution	223,100	223,100	214,666	214,750
VEMA/PEHP contributions	4,530	4,530	-	-
Total personnel services	1,459,990	1,456,390	1,404,980	1,347,921
Contractual services				
Advertising and publishing	5,000	5,000	3,887	5,257
Conferences and meetings	9,000	9,000	12,238	9,829
Consulting services	23,000	23,000	14,508	39,759
Data processing services	13,200	13,200	11,200	11,589
Exterminating services	4,500	4,500	5,631	4,215
Employee group insurance	204,740	204,740	182,460	173,069
General liability insurance	119,590	119,590	119,590	68,810
Maintenance - office equipment	3,250	3,250	3,100	4,330
Maintenance - radio equipment	-	-	-	508
Membership dues	3,098	3,098	2,759	2,771
Printing and binding	14,050	14,050	7,903	8,250
Recording fees	1,300	1,300	579	1,003
Rental agreements	55,000	55,000	49,900	54,444
Credit card fees	4,000	4,000	3,123	3,464
Cellular service	4,089	-	-	10,089
Retiree health insurance	21,960	21,960	16,391	9,988
Miscellaneous	1,000	1,000	-	4,163
Total contractual services	486,777	482,688	433,269	411,538
Commodities				
Auto petroleum products	11,800	11,800	12,180	9,403
Books and subscriptions	1,345	1,345	1,172	1,467
Health test supplies	200	200	160	251
Vehicle maintenance	4,000	4,000	4,698	3,573
Building and grounds maintenance	7,000	7,000	5,411	6,480
Information systems miscellaneous equipment and supplies	1,750	1,750	3,290	23,822
Information systems software	1,200	1,200	1,120	1,455
Minor tools and equipment	3,200	3,200	2,988	9,335
Miscellaneous operating supplies	2,275	2,275	3,626	3,996
Office supplies	5,625	5,625	4,888	5,632
Awards/decorations	250	250	130	-
Total commodities	38,645	38,645	39,663	65,414
Capital outlay				
Transfer to CERF	10,480	10,480	10,480	5,885
Less transfer to CERF	(10,480)	(10,480)	(10,480)	(5,885)
Net capital outlay	-	-	-	-
Total community development	1,985,412	1,977,723	1,877,912	1,824,873

(This schedule is continued on the following pages.)

VILLAGE OF WHEELING, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007		Actual	2006
	Original Budget	Final Budget		
GENERAL GOVERNMENT (Continued)				
Senior citizens services				
Personnel services				
Overtime	\$ 600	\$ 600	\$ 1,232	\$ 1,279
Salaries	257,250	257,250	255,508	250,711
Longevity	600	600	1,052	600
Training	650	650	94	525
Employer contribution	46,600	46,600	47,934	49,015
VEMA/PEHP contributions	1,130	1,130	-	-
Total personnel services	306,830	306,830	305,820	302,130
Contractual services				
Conferences and meetings	2,800	2,800	1,976	3,181
Employee group insurance	42,540	42,540	33,591	24,951
General liability insurance	4,270	4,270	4,270	7,520
Janitorial services	800	800	-	-
Landscape maintenance	3,000	3,000	1,691	2,319
Maintenance - equipment	550	550	353	334
Membership dues	950	950	496	673
Postage	1,100	1,100	1,469	859
Printing and binding	3,700	3,700	5,384	2,907
Regional and special agency assessments	600	600	730	908
Tree maintenance service	-	-	200	-
Total contractual services	60,310	60,310	50,160	43,652
Commodities				
Books and subscriptions	250	250	216	204
Janitorial supplies	1,600	1,600	1,594	1,939
Maintenance - buildings	17,000	17,000	11,242	13,271
Minor tools and equipment	400	400	334	374
Miscellaneous operating supplies	1,200	1,200	1,566	186
Office supplies	2,210	2,210	6,337	2,140
Total commodities	22,660	22,660	21,289	18,114
Capital outlay				
Building equipment	-	-	-	427
Building improvements	-	-	-	3,674
Total capital outlay	-	-	-	4,101
Total senior citizen services	389,800	389,800	377,269	367,997
Pavilion programs				
Contractual services				
Conferences and meetings	15,100	15,100	13,215	12,921
Printing and binding	500	500	374	-
Total contractual services	15,600	15,600	13,589	12,921
Commodities				
Miscellaneous operating supplies	5,400	5,400	5,523	4,654
Awards/decorations	200	200	141	167
Total commodities	5,600	5,600	5,664	4,821
Total pavilion programs	21,200	21,200	19,253	17,742

(This schedule is continued on the following pages.)

VILLAGE OF WHEELING, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007		Actual	2006
	Original Budget	Final Budget		
GENERAL GOVERNMENT (Continued)				
Engineering				
Personnel services				
Overtime	\$ 10,000	\$ 10,000	\$ 8,252	\$ 7,228
Seasonal help	9,000	9,000	11,138	4,653
Salaries	696,590	696,590	627,062	599,610
Longevity	4,800	4,800	4,800	3,000
Training	4,400	4,400	1,813	2,054
Employer contribution	128,660	128,660	117,871	117,676
College incentive	1,000	1,000	-	-
VEMA/PEHP contributions	3,650	3,650	-	-
Total personnel services	858,100	858,100	770,936	734,221
Contractual services				
Advertising and printing	-	-	59	-
Conferences and meetings	7,000	7,000	4,706	7,281
Consulting services	30,000	30,000	32,827	22,310
Data processing	3,000	3,000	2,537	1,272
Employee group insurance	108,420	108,420	95,782	89,926
General liability insurance	84,200	84,200	84,200	12,910
Maintenance - office equipment	2,620	2,620	3,319	1,712
Maintenance - radio equipment	-	-	117	59
Membership dues	2,585	2,585	2,118	981
Printing and binding	3,400	3,400	3,078	4,278
Recording fees	200	200	-	96
Rental agreements	50	50	50	50
Cellular service	3,933	-	-	6,054
Duplication services	15,000	15,000	1,953	8,134
Miscellaneous contractual services	-	-	50,457	-
Total contractual services	260,408	256,475	281,203	155,063
Commodities				
Auto petroleum products	8,100	8,100	9,812	7,065
Books and subscriptions	1,000	1,000	903	712
Vehicle maintenance	3,500	3,500	3,708	2,959
Information systems miscellaneous equipment and supplies	3,500	3,500	5,494	8,009
Information systems software	4,900	4,900	7,955	3,512
Minor tools and equipment	37,500	37,500	33,314	5,090
Miscellaneous operating supplies	10,000	10,000	9,763	7,144
Office supplies	3,000.00	3,000.00	2,473	2,815
Protective clothing	2,000	2,000	1,909	1,407
Awards/decorations	-	-	-	120
Total commodities	73,500	73,500	75,331	38,833
Capital outlay				
Transfer to CERF	12,820	12,820	12,820	26,795
Less transfer to CERF	(12,820)	(12,820)	(12,820)	(26,795)
Total capital outlay	-	-	-	-
Total engineering	1,192,008	1,188,075	1,127,470	928,117

(This schedule is continued on the following pages.)

VILLAGE OF WHEELING, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007			2006
	Original Budget	Final Budget	Actual	
GENERAL GOVERNMENT (Continued)				
Streets division				
Personnel services				
Overtime	\$ 60,000	\$ 60,000	\$ 86,756	\$ 22,887
Seasonal help	25,200	25,200	19,250	13,054
Salaries	512,590	512,590	513,567	500,567
Longevity	3,100	3,100	3,561	5,400
Training	3,500	3,500	685	3,935
Uniform allowance	5,490	5,490	3,826	2,963
Employer contributions	87,010	87,010	111,666	103,880
Total personnel services	696,890	696,890	739,311	652,686
Contractual services				
Conferences and conventions	1,100	1,100	550	75
Consulting services	5,000	5,000	2,000	3,523
Debris dumping charges	10,000	10,000	9,800	9,926
Energy	89,600	89,600	56,549	56,457
Employee health insurance	94,220	94,220	110,490	91,121
General liability insurance	79,320	79,320	79,320	46,090
Landscape maintenance	122,500	122,500	108,577	100,764
Office equipment maintenance	1,000	1,000	-	-
Radio equipment maintenance	450	450	255	194
Membership dues	1,355	1,355	830	915
Rental equipment	2,050	2,050	1,937	2,053
Tree maintenance services	43,000	43,000	33,686	33,256
Retiree health insurance	13,750	13,750	8,519	11,005
Pavement marking	13,000	13,000	12,445	14,272
Street light maintenance	40,000	40,000	46,595	41,844
Miscellaneous contractual services	-	-	-	594
Total contractual services	516,345	516,345	471,553	412,089
Commodities				
Auto petroleum products	31,900	31,900	38,188	23,612
Books and subscriptions	1,135	1,135	1,000	1,240
Chemicals	3,000	3,000	2,610	541
Janitorial supplies	500	500	214	286
Vehicle maintenance	22,000	22,000	28,741	20,896
Buildings and grounds maintenance	41,000	41,000	38,242	100,359
Minor tools and equipment	18,000	18,000	26,100	17,853
Small tools and equipment	14,700	14,700	13,336	8,232
Miscellaneous operating supplies	3,000	3,000	2,448	2,746
Protective clothing	3,300	3,300	1,072	1,927
Streets signs	15,000	15,000	10,473	11,157
Water and sewer service charges	-	-	2,710	15,616
Total commodities	153,535	153,535	165,134	204,465
Capital outlay				
Building equipment	-	-	-	22,466
Transfer to CERF	78,580	78,580	78,580	39,134
Less transfer to CERF	(78,580)	(78,580)	(78,580)	(39,134)
Net capital outlay	-	-	-	22,466
Total streets division	1,366,770	1,366,770	1,375,998	1,291,706

(This schedule is continued on the following pages.)

VILLAGE OF WHEELING, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007		Actual	2006
	Original Budget	Final Budget		
GENERAL GOVERNMENT (Continued)				
Public works administration				
Personnel services				
Salaries	\$ 252,110	\$ 252,110	\$ 252,525	\$ 245,909
Training	3,500	3,500	3,864	2,571
Longevity	600	600	-	-
VEMA/PEHP contributions	1,610	1,610	-	-
Employer contributions	47,300	47,300	46,892	47,571
Total personnel services	305,120	305,120	303,281	296,051
Contractual services				
Conferences and meetings	4,500	4,500	3,993	3,777
Energy	15,000	15,000	-	-
Employee group insurance	37,560	37,560	31,935	33,376
General liability insurance	20,750	20,750	20,750	15,360
Maintenance - office equipment	6,930	6,930	6,107	5,989
Maintenance - radio equipment	350	350	145	185
Membership dues	3,630	3,630	2,221	21,176
Printing and binding	2,000	2,000	139	62
Cellular service	16,083	-	-	23,967
Medical examinations	7,500	7,500	970	3,651
Retiree health insurance	-	-	8,675	7,442
Total contractual services	114,303	98,220	74,935	114,985
Commodities				
Auto petroleum products	1,150	1,150	521	883
Books and subscriptions	1,400	1,400	1,626	1,314
Vehicle maintenance	1,500	1,500	327	178
Information systems miscellaneous equipment and supplies	-	-	-	3,620
Small tools and equipment	1,000	1,000	713	1,453
Miscellaneous operating supplies	2,000	2,000	2,555	1,329
Office supplies	4,500	4,500	3,633	3,894
Protective clothing	400	400	322	266
Awards/decorations	500	500	-	-
Total commodities	12,450	12,450	9,697	12,937
Capital outlay				
Transfer to CERF	5,000	5,000	5,000	-
Less transfer to CERF	(5,000)	(5,000)	(5,000)	-
Net capital outlay	-	-	-	-
Total public works administration	431,873	415,790	387,913	423,973
Total	11,097,829	11,122,106	11,059,799	10,420,769
Less Waterworks and Sewerage Fund reimbursements	1,039,610	1,039,610	1,039,610	919,060
Total general government	10,058,219	10,082,496	10,020,189	9,501,709

(This schedule is continued on the following pages.)

VILLAGE OF WHEELING, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007		Actual	2006
	Original Budget	Final Budget		
PUBLIC SAFETY				
Police Department				
Personnel services				
Longevity	\$ 27,600	\$ 27,600	\$ 66,271	\$ 3,000
Overtime	540,329	540,329	573,179	535,571
Salaries	6,352,044	6,412,899	6,490,484	5,980,081
Training	82,618	82,618	68,500	58,410
Uniform allowance	91,720	91,720	76,034	63,297
Extra duty pay	-	-	672	433
Employer contribution	360,592	360,592	344,902	357,730
Employer contribution	812,350	812,350	802,115	735,844
College incentive	5,500	5,500	3,600	4,450
Unemployment	-	-	-	2,188
Total personnel services	8,272,753	8,333,608	8,425,757	7,741,004
Contractual services				
Animal impounding	4,500	4,500	6,343	4,688
Conferences and meetings	18,913	18,913	8,228	10,973
Consulting services	3,400	3,400	2,993	3,112
Energy	1,600	1,600	1,476	235
Fire extinguisher maintenance	1,000	1,000	101	281
Employee group insurance	1,096,500	1,096,500	1,054,900	968,506
General liability insurance	247,720	247,720	247,720	348,110
Information systems software	38,160	38,160	13,261	3,510
Maintenance - office and special equipment	32,925	32,925	29,007	16,953
Membership dues	3,500	3,500	3,680	2,883
Printing and binding	25,800	25,800	25,330	15,784
Prisoner welfare	4,700	4,700	6,609	4,090
Regional and special agency assessments	61,489	61,489	60,541	61,418
Rental equipment	7,150	7,150	2,308	6,503
Credit card services	-	-	23	-
Cellular service	18,501	-	25	17,788
Duplication services	1,600	1,600	1,586	3,680
Medical examinations	12,000	12,000	10,367	8,442
Retiree health insurance	182,590	182,590	174,008	130,049
Total contractual services	1,762,048	1,743,547	1,648,506	1,607,005
Commodities				
Auto petroleum products	152,800	152,800	156,430	120,872
Books and subscriptions	5,000	5,000	6,416	4,365
Vehicle maintenance	66,390	66,390	66,641	49,638
Computer supplies	17,700	17,700	17,376	26,972
Small tools and equipment	60,356	60,356	59,062	24,485
Range supplies	26,900	26,900	29,127	27,558
Miscellaneous operating supplies	36,025	36,025	34,292	28,157
Office supplies	14,300	14,300	15,355	15,254
Police DUI fund	-	-	7,227	20,974
Investigative funds	2,800	2,800	2,785	979
Total commodities	382,271	382,271	394,711	319,254
Capital outlay				
Capital software	-	-	6,000	-
Transfer to CERF	139,530	139,530	139,530	143,467
Less transfer to CERF	(139,530)	(139,530)	(139,530)	(143,467)
Net capital outlay	-	-	6,000.00	-
Total Police Department	10,417,072	10,459,426	10,474,974	9,667,263

(This schedule is continued on the following page.)

VILLAGE OF WHEELING, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007		Actual	2006
	Original Budget	Final Budget		
PUBLIC SAFETY (Continued)				
Fire Department				
Personnel services				
Longevity	\$ 24,500	\$ 24,500	\$ 22,600	\$ 21,400
Overtime	258,229	258,229	407,232	379,298
Salaries	4,226,971	4,226,971	4,250,822	4,095,948
Training	33,690	33,690	14,764	18,275
Uniform allowance	39,820	39,820	24,234	29,071
Employer contribution	105,280	105,280	108,763	103,098
Employer contribution	356,761	470,491	470,484	333,032
College incentive	4,000	4,000	2,265	3,447
VEMA/PEHP contributions	4,990	4,990	-	-
Total personnel services	5,054,241	5,167,971	5,301,164	4,983,569
Contractual services				
Conferences and meetings	13,645	13,645	4,323	8,284
Fire extinguisher maintenance	400	400	346	259
Employee group insurance	701,904	701,904	692,742	644,709
General liability insurance	444,190	444,190	444,190	197,750
Laundry service	1,600	1,600	1,343	-
Maintenance - office equipment	56,242	56,242	34,413	25,498
Maintenance - radio equipment	16,315	16,315	11,311	25,922
Membership dues	1,305	1,305	1,010	1,071
Printing and binding	2,500	2,500	2,174	1,542
Regional and special agency assessments	23,250	23,250	16,095	16,044
Rental agreement	-	-	-	1,625
Telecommunications	5,040	5,040	-	2,124
Cellular service	9,376	-	1,399	10,367
Medical examinations	23,090	23,090	17,367	16,621
Retiree health insurance	226,090	226,090	252,256	184,936
Total contractual services	1,524,947	1,515,571	1,478,969	1,136,752
Commodities				
Auto petroleum products	49,100	49,100	54,770	46,256
Books and subscriptions	3,570	3,570	969	2,584
Firefighting supplies	103,760	103,760	80,924	74,318
Vehicle maintenance	51,750	51,750	49,731	57,605
Maintenance - building and grounds	13,700	13,700	10,308	10,387
Medical supplies	25,057	25,057	19,735	24,470
Computer supplies	16,200	16,200	11,642	17,396
Small tools and equipment	-	-	1,161	-
Miscellaneous operating supplies	10,350	10,350	4,833	45,508
Office supplies	5,000	5,000	4,325	5,745
Protective clothing	29,430	29,430	22,238	29,119
Total commodities	307,917	307,917	260,636	313,388
Capital outlay				
Building improvements	10,500	10,500	5,450	-
Transfer to CERF	171,826	171,826	171,826	255,798
Less transfer to CERF	(171,826)	(171,826)	(171,826)	(255,798)
Net capital outlay	10,500	10,500	5,450.00	-
Total Fire Department	6,897,605	7,001,959	7,046,219	6,433,709
Total public safety	17,314,677	17,461,385	17,521,193	16,100,972
TOTAL EXPENDITURES	\$ 27,372,896	\$ 27,543,881	\$ 27,541,382	\$ 25,602,681

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

DEBT SERVICE FUND

BALANCE SHEET

December 31, 2007

(With Comparative Totals for December 31, 2006)

	<u>2007</u>	<u>2006</u>
ASSETS		
Cash and cash equivalents	\$ 98,368	\$ 76,776
Receivables (net where applicable of allowance for uncollectibles)		
Property taxes	<u>2,056,566</u>	<u>965,521</u>
 TOTAL ASSETS	 <u>\$ 2,154,934</u>	 <u>\$ 1,042,297</u>
LIABILITIES AND FUND BALANCES		
LIABILITIES		
Deferred revenue	\$ 1,967,946	\$ 951,760
Due to other funds	<u>97,843</u>	<u>-</u>
 Total liabilities	 <u>2,065,789</u>	 <u>951,760</u>
FUND BALANCES		
Reserved for debt service	<u>89,145</u>	<u>90,537</u>
 Total fund balances	 <u>89,145</u>	 <u>90,537</u>
 TOTAL LIABILITIES AND FUND BALANCES	 <u>\$ 2,154,934</u>	 <u>\$ 1,042,297</u>

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

DEBT SERVICE FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007		Actual	2006
	Original Budget	Final Budget		
REVENUES				
Taxes				
Property taxes	\$ 951,760	\$ 951,760	\$ 929,884	\$ 1,571,414
Investment income	31,000	31,000	21,634	55,935
Total revenues	982,760	982,760	951,518	1,627,349
EXPENDITURES				
Debt service				
Principal retirement	1,305,000	1,305,000	1,305,000	1,880,000
Interest	151,660	151,660	151,660	200,813
Fiscal agent fees	1,150	1,150	1,150	1,150
Total expenditures	1,457,810	1,457,810	1,457,810	2,081,963
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(475,050)	(475,050)	(506,292)	(454,614)
OTHER FINANCING SOURCES (USES)				
Transfers in				
Crossroads Redevelopment Area Fund	504,900	504,900	504,900	503,630
Capital Projects Fund	-	-	-	72
North Milwaukee/Lake Cook Redevelopment Area Fund	-	-	-	355
Total other financing sources (uses)	504,900	504,900	504,900	504,057
NET CHANGE IN FUND BALANCE	\$ 29,850	\$ 29,850	(1,392)	49,443
FUND BALANCE, JANUARY 1			90,537	41,094
FUND BALANCE, DECEMBER 31			\$ 89,145	\$ 90,537

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

CROSSROADS REDEVELOPMENT AREA FUND

BALANCE SHEET

December 31, 2007

(With Comparative Totals for December 31, 2006)

	<u>2007</u>	<u>2006</u>
ASSETS		
Cash and cash equivalents	\$ 166,184	\$ 696,757
Receivables (net where applicable of allowance for uncollectibles)		
Property taxes	188,977	182,318
Accrued interest	-	16,103
Due from other funds	-	105,005
Land held for resale	<u>6,772,391</u>	<u>6,189,903</u>
TOTAL ASSETS	<u><u>\$ 7,127,552</u></u>	<u><u>\$ 7,190,086</u></u>
LIABILITIES AND FUND BALANCES		
LIABILITIES		
Accounts payable	<u>\$ 85,825</u>	<u>\$ 19,771</u>
Total liabilities	<u>85,825</u>	<u>19,771</u>
FUND BALANCES		
Reserved for land held for resale	6,772,391	6,189,903
Reserved for economic development	<u>269,336</u>	<u>980,412</u>
Total fund balances	<u>7,041,727</u>	<u>7,170,315</u>
TOTAL LIABILITIES AND FUND BALANCES	<u><u>\$ 7,127,552</u></u>	<u><u>\$ 7,190,086</u></u>

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

CROSSROADS REDEVELOPMENT AREA FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007		Actual	2006
	Original Budget	Final Budget		
REVENUES				
Taxes				
Property taxes	\$ 2,779,626	\$ 2,779,626	\$ 2,452,739	\$ 2,682,566
Intergovernmental	-	-	-	150,000
Charges for services	-	-	4,500	1,000
Investment income	180,813	180,813	138,131	178,523
Miscellaneous	-	-	-	191,826
Total revenues	2,960,439	2,960,439	2,595,370	3,203,915
EXPENDITURES				
Capital outlay				
Consulting services	53,500	53,500	226,346	139,542
Surplus distributions	2,001,331	2,001,331	1,756,767	2,072,543
Miscellaneous	-	-	5,919	27,976
Land acquisition	3,200,000	3,200,000	3,701	693
Capital improvements				
Streetscape improvements	370,000	370,000	187,795	130,735
Total expenditures	5,624,831	5,624,831	2,180,528	2,371,489
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,664,392)	(2,664,392)	414,842	832,426
OTHER FINANCING SOURCES (USES)				
Loss on disposal of land held for resale	-	-	(38,530)	(578,212)
Transfers (out)				
Debt Service Fund	(1,644,900)	(504,900)	(504,900)	(3,143,630)
Total other financing sources (uses)	(1,644,900)	(504,900)	(543,430)	(3,721,842)
NET CHANGE IN FUND BALANCE	\$ (4,309,292)	\$ (3,169,292)	(128,588)	(2,889,416)
FUND BALANCE, JANUARY 1			7,170,315	10,059,731
FUND BALANCE, DECEMBER 31			\$ 7,041,727	\$ 7,170,315

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

CAPITAL PROJECTS FUND

BALANCE SHEET

December 31, 2007

(With Comparative Totals for December 31, 2006)

	2007	2006
ASSETS		
Cash and investments	\$ 13,013,698	\$ 3,320,366
Receivables (net where applicable of allowance for uncollectibles)		
Accounts	50,893	-
Accrued interest	41,691	19,836
Other	208,170	236,952
Due from other governments	-	-
Land held for resale	475,208	475,208
TOTAL ASSETS	\$ 13,789,660	\$ 4,052,362
LIABILITIES AND FUND BALANCES		
LIABILITIES		
Accounts payable	\$ 1,552,398	\$ 318,420
Total liabilities	1,552,398	318,420
FUND BALANCES		
Reserved for land held for resale	475,208	475,208
Reserved for capital projects	11,762,054	3,258,734
Total fund balances	12,237,262	3,733,942
TOTAL LIABILITIES AND FUND BALANCES	\$ 13,789,660	\$ 4,052,362

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

CAPITAL PROJECTS FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007		Actual	2006
	Original Budget	Final Budget		
REVENUES				
Taxes				
Utility taxes	\$ 1,950,000	\$ 1,950,000	\$ 2,010,980	\$ 1,918,187
Intergovernmental	-	-	-	30,763
Investment income	100,150	100,150	292,307	172,319
Miscellaneous	30,300	30,300	77,268	62,983
Total revenues	2,080,450	2,080,450	2,380,555	2,184,252
EXPENDITURES				
Current				
Highways and streets				
Personnel services	139,540	139,540	143,546	264,732
Contractual services	18,340	18,340	1,103,922	600,548
Commodities	-	-	30,491	-
Capital outlay				
Land acquisition	-	-	10,005	370
Equipment	35,000	35,000	5,825	171,166
Capital improvements				
Streetscape improvements	516,100	516,100	187,586	697,134
Pavement improvements	437,658	437,658	425,726	376,664
Waterway improvements	1,032,007	1,032,007	140,345	-
Building improvements	18,796,000	18,796,000	1,708,846	11,030
Debt service				
Principal	215,000	215,000	215,000	-
Interest	205,543	205,543	205,543	205,543
Fiscal agent fees	-	-	400	325
Total expenditures	21,395,188	21,395,188	4,177,235	2,327,512
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(19,314,738)	(19,314,738)	(1,796,680)	(143,260)
OTHER FINANCING SOURCES (USES)				
Issuance of general obligation bonds	19,266,000	19,266,000	10,000,000	-
Transfers in				
General Fund	300,000	300,000	300,000	30,000
Transfers (out)				
Debt Service Fund	-	-	-	610
Total other financing sources (uses)	19,566,000	19,566,000	10,300,000	30,610
NET CHANGE IN FUND BALANCE	\$ 251,262	\$ 251,262	8,503,320	(112,650)
FUND BALANCE, JANUARY 1			3,733,942	3,846,592
FUND BALANCE, DECEMBER 31			\$ 12,237,262	\$ 3,733,942

(See independent auditor's report.)

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Motor Fuel Tax Fund

Financing is provided by revenues received by the state from the sale of motor fuel. Funds are utilized for street maintenance and replacement.

Emergency Telephone System Fund

Financing is provided by an E911 telephone surcharge. Funds are utilized for products and services necessary for the implementation, upgrade, and maintenance of the emergency telephone system.

Grant Fund

This fund accounts for the proceeds from various state and federal grants awarded to the Village. The grant proceeds are used to fund programs authorized by the issuing agency. Since most grants are on a different fiscal year than the Village, each grant is assigned a unique project number which allows the Village to account for all revenue and expenditures for a particular grant on a multi-year basis. Currently, the Grant Fund is used to account for two federal grants awarded to the Wheeling Police Department. The first is the TLEP overtime grant and the second is the Vision Air Software grant.

CAPITAL PROJECTS FUNDS

South Milwaukee Redevelopment Area Fund

This fund is used to account for the redevelopment activities of the tax increment financing district located near South Milwaukee Road.

Town Center TIF Fund

This fund is used to account for the redevelopment activities of the tax increment financing district for the area surrounding Wheeling Metra Station, including portions of Dundee Road and areas north of Dundee Road. The Village received a grant from the Regional Transportation Authority (RTA) to conduct this study. The Village wants the area around the Metra Station to be a focal point of the community.

NONMAJOR GOVERNMENTAL FUNDS (Continued)

CAPITAL PROJECTS FUNDS (Continued)

North Milwaukee/Lake Cook Redevelopment Area Fund

This fund is used to account for the redevelopment activities of the tax increment financing district located near North Milwaukee Road.

Capital Equipment Replacement Fund

This fund accounts for operating transfers and advances from other funds used to purchase equipment to be utilized by those funds.

VILLAGE OF WHEELING, ILLINOIS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET

December 31, 2007

	Special Revenue		
	Motor Fuel Tax	Emergency Telephone System	Grant
ASSETS			
Cash and investments	\$ 1,058,578	\$ 385,012	\$ 13,434
Receivables			
Property taxes	-	-	-
Accounts	-	78,302	-
Accrued interest	4,676	1,680	-
Prepaid items	-	-	2,035
Inventory	22,339	-	-
Due from other governments	89,647	-	47,552
Land held for resale	-	-	-
TOTAL ASSETS	\$ 1,175,240	\$ 464,994	\$ 63,021
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ 220,686	\$ 42,115	\$ -
Accrued payroll	-	-	2,166
Deferred revenue	-	119,960	-
Due to other funds	-	-	60,855
Advances from other funds	-	-	-
Total liabilities	220,686	162,075	63,021
FUND BALANCES			
Reserved for land held for resale	-	-	-
Reserved for prepaid items	-	-	2,035
Reserved for inventory	22,339	-	-
Reserved for highways and streets	932,215	-	-
Reserved for public safety	-	302,919	-
Reserved for economic development	-	-	-
Unreserved - designated for capital outlay - Capital Projects Funds	-	-	-
Unreserved - undesignated (deficit)			
Special Revenue Funds	-	-	(2,035)
Capital Projects Funds	-	-	-
Total fund balances (deficit)	954,554	302,919	-
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,175,240	\$ 464,994	\$ 63,021

Capital Projects				
South Milwaukee Redevelopment Area	Town Center TIF	North Milwaukee/ Lake Cook Redevelopment Area	Capital Equipment Replacement	Total
\$ 1,774,440	\$ -	\$ 3,884,747	\$ 4,514,957	\$ 11,631,168
69,693	46,107	146,631	-	262,431
-	1,098	-	-	79,400
342	-	634	11,000	18,332
-	-	-	-	2,035
-	-	-	-	22,339
-	-	-	-	137,199
1,867,344	1,273,241	-	-	3,140,585
<u>\$ 3,711,819</u>	<u>\$ 1,320,446</u>	<u>\$ 4,032,012</u>	<u>\$ 4,525,957</u>	<u>\$ 15,293,489</u>
\$ 19,835	\$ 17,388	\$ 6,345	\$ 6,225	\$ 312,594
-	-	-	-	2,166
-	-	-	-	119,960
-	-	-	-	60,855
-	1,224,388	-	678,231	1,902,619
19,835	1,241,776	6,345	684,456	2,398,194
1,867,344	1,273,241	-	-	3,140,585
-	-	-	-	2,035
-	-	-	-	22,339
-	-	-	-	932,215
-	-	-	-	302,919
1,824,640	-	4,025,667	-	5,850,307
-	-	-	3,841,501	3,841,501
-	-	-	-	(2,035)
-	(1,194,571)	-	-	(1,194,571)
3,691,984	78,670	4,025,667	3,841,501	12,895,295
<u>\$ 3,711,819</u>	<u>\$ 1,320,446</u>	<u>\$ 4,032,012</u>	<u>\$ 4,525,957</u>	<u>\$ 15,293,489</u>

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

NONMAJOR GOVERNMENTAL FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES

For the Year Ended December 31, 2007

	Special Revenue		
	Motor Fuel Tax	Emergency Telephone System	Grant
REVENUES			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	1,130,116	-	288,152
Charges for services	-	186,196	-
Investment income	87,673	13,639	-
Miscellaneous	-	237,758	-
Total revenues	1,217,789	437,593	288,152
EXPENDITURES			
Current			
Public safety	-	435,493	325,616
Highways and streets	2,050,027	-	-
Capital outlay	-	-	-
Capital improvements	-	-	-
Debt service			
Principal	-	-	-
Interest and fiscal charges	-	-	-
Total expenditures	2,050,027	435,493	325,616
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(832,238)	2,100	(37,464)
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	37,464
Transfers (out)	-	(40,690)	-
Total other financing sources (uses)	-	(40,690)	37,464
NET CHANGE IN FUND BALANCES	(832,238)	(38,590)	-
FUND BALANCE, JANUARY 1	1,786,792	341,509	-
FUND BALANCES, DECEMBER 31	\$ 954,554	\$ 302,919	\$ -

Capital Projects				
South Milwaukee Redevelopment Area	Town Center TIF	North Milwaukee/ Lake Cook Redevelopment Area	Capital Equipment Replacement	Total
\$ 1,256,294	\$ 579,220	\$ 1,168,029	\$ -	\$ 3,003,543
-	23,193	24,775	1,839	1,468,075
-	-	-	-	186,196
50,182	160	184,525	271,201	607,380
-	-	-	-	237,758
1,306,476	602,573	1,377,329	273,040	5,502,952
-	-	-	-	761,109
-	-	-	-	2,050,027
80,078	400,897	77,175	920,401	1,478,551
-	907	209,019	-	209,926
-	-	185,000	-	185,000
-	-	1,483,803	-	1,483,803
80,078	401,804	1,954,997	920,401	6,168,416
1,226,398	200,769	(577,668)	(647,361)	(665,464)
-	-	-	543,596	581,060
-	-	-	-	(40,690)
-	-	-	543,596	540,370
1,226,398	200,769	(577,668)	(103,765)	(125,094)
2,465,586	(122,099)	4,603,335	3,945,266	13,020,389
\$ 3,691,984	\$ 78,670	\$ 4,025,667	\$ 3,841,501	\$ 12,895,295

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

MOTOR FUEL TAX FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007		Actual	2006
	Original Budget	Final Budget		
REVENUES				
Intergovernmental				
Allotments	\$ 1,102,670	\$ 1,102,670	\$ 1,130,116	\$ 1,101,614
Investment income	59,230	59,230	87,673	96,539
Total revenues	<u>1,161,900</u>	<u>1,161,900</u>	<u>1,217,789</u>	<u>1,198,153</u>
EXPENDITURES				
Highways and streets				
Personnel services	103,820	103,820	103,820	98,880
Contractual services	17,400	17,400	22,132	44,311
Maintenance and capital improvements	1,730,000	1,928,810	1,924,075	1,219,116
Total expenditures	<u>1,851,220</u>	<u>2,050,030</u>	<u>2,050,027</u>	<u>1,362,307</u>
NET CHANGE IN FUND BALANCE	<u>\$ (689,320)</u>	<u>\$ (888,130)</u>	(832,238)	(164,154)
FUND BALANCE, JANUARY 1			<u>1,786,792</u>	<u>1,950,946</u>
FUND BALANCE, DECEMBER 31			<u>\$ 954,554</u>	<u>\$ 1,786,792</u>

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

EMERGENCY TELEPHONE SYSTEM FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007		Actual	2006
	Original Budget	Final Budget		
REVENUES				
Charges for services	\$ 160,000	\$ 160,000	\$ 186,196	\$ 166,745
Investment income	14,030	14,030	13,639	19,015
Miscellaneous				
Telephone surcharges	200,000	200,000	237,758	192,121
Total revenues	374,030	374,030	437,593	377,881
EXPENDITURES				
Public safety	505,055	505,055	435,493	481,044
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES				
	(131,025)	(131,025)	2,100	(103,163)
OTHER FINANCING SOURCE (USES)				
Transfers (out)				
Capital Equipment Replacement Fund	(40,690)	(40,690)	(40,690)	(60,236)
Total other financing sources (uses)	(40,690)	(40,690)	(40,690)	(60,236)
NET CHANGE IN FUND BALANCE	\$ (171,715)	\$ (171,715)	(38,590)	(163,399)
FUND BALANCE, JANUARY 1			341,509	504,908
FUND BALANCE, DECEMBER 31			\$ 302,919	\$ 341,509

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

EMERGENCY TELEPHONE SYSTEM FUND

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007		Actual	2006
	Original Budget	Final Budget		
PUBLIC SAFETY				
Personnel services				
Training	\$ 1,500	\$ 1,500	\$ 604	\$ 1,684
Contractual services				
Conferences and meetings	1,685	1,685	968	904
Data processing services	58,900	58,900	53,811	21,965
Maintenance - equipment	73,650	73,650	68,479	77,935
Membership dues	250	250	328	-
Regional and special agency assessments	326,070	326,070	295,827	324,094
Telecommunications	25,900	25,900	95	34,450
Total contractual services	486,455	486,455	419,508	459,348
Commodities				
Information systems miscellaneous equipment and supplies	12,000	12,000	8,392	14,729
Small tools and equipment	1,100	1,100	3,930	2,508
Miscellaneous operating supplies	1,000	1,000	1,056	231
Miscellaneous software	3,000	3,000	2,003	2,544
Total commodities	17,100	17,100	15,381	20,012
Capital outlay				
Transfer to CERF	40,690	40,690	40,690	60,236
Less transfer to CERF	(40,690)	(40,690)	(40,690)	(60,236)
Net capital outlay	-	-	-	-
TOTAL EXPENDITURES	\$ 505,055	\$ 505,055	\$ 435,493	\$ 481,044

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

GRANT FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007		Actual	2006
	Original Budget	Final Budget		
REVENUES				
Intergovernmental	\$ 87,925	\$ 87,925	\$ 288,152	\$ 372,876
Total revenues	87,925	87,925	288,152	372,876
EXPENDITURES				
Public Safety				
Personnel services				
Overtime	102,000	128,100	128,095	91,922
Salaries	136,236	136,236	129,512	53,134
Training	-	-	835	-
Employer contributions	25,558	25,558	23,959	10,360
Conferences and meetings	-	-	3,051	-
Consulting services	-	-	160	-
Contractual services				
Employee health insurance	24,450	24,450	23,208	8,237
Printing and binding	-	-	2,566	3,200
Commodities				
Information systems miscellaneous equipment and supplies	-	13,470	13,464	98,953
Small tools and equipment	-	-	-	12,234
Miscellaneous operating supplies	-	-	766	1,036
Investigative funds	-	-	-	250
Capital outlay				
Miscellaneous	-	-	-	93,550
Total expenditures	288,244	327,814	325,616	372,876
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES				
	(200,319)	(239,889)	(37,464)	-
OTHER FINANCING SOURCES (USES)				
Transfers in				
General Fund	98,319	98,319	37,464	-
Total other financing sources (uses)	98,319	98,319	37,464	-
NET CHANGE IN FUND BALANCE	<u>\$ (102,000)</u>	<u>\$ (141,570)</u>	-	-
FUND BALANCE, JANUARY 1			-	-
FUND BALANCE, DECEMBER 31			<u>\$ -</u>	<u>\$ -</u>

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

SOUTH MILWAUKEE REDEVELOPMENT AREA FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007		Actual	2006
	Original Budget	Final Budget		
REVENUES				
Taxes				
Property taxes	\$ 1,313,839	\$ 1,313,839	\$ 1,256,294	\$ 1,203,129
Investment income	28,425	28,425	50,182	30,066
Total revenues	1,342,264	1,342,264	1,306,476	1,233,195
EXPENDITURES				
Commodities				
Operating supplies	-	-	65	-
Capital outlay				
Consulting services	250	30,800	30,536	154,397
Land acquisition	-	49,550	49,542	10,875
Total expenditures	250	80,350	80,078	165,272
NET CHANGE IN FUND BALANCE	<u>\$ 1,342,014</u>	<u>\$ 1,261,914</u>	1,226,398	1,067,923
FUND BALANCE, JANUARY 1			2,465,586	1,397,663
FUND BALANCE, DECEMBER 31			<u>\$ 3,691,984</u>	<u>\$ 2,465,586</u>

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

TOWN CENTER TIF FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007		Actual	2006
	Original Budget	Final Budget		
REVENUES				
Taxes				
Property taxes	\$ 704,588	\$ 704,588	\$ 579,220	\$ 678,208
Intergovernmental	1,300,000	1,300,000	23,193	-
Investment income	1,507	1,507	160	10,732
Miscellaneous	-	-	-	45,391
Total revenues	2,006,095	2,006,095	602,573	734,331
EXPENDITURES				
Commodities				
Building and grounds maintenance	-	-	72	6,489
Capital outlay				
Consulting services	100,000	100,000	338,047	361,781
Land acquisition	4,900,000	4,900,000	62,850	791,565
Capital improvements				
Streetscape improvements	280,000	280,000	835	-
Sidewalk improvements	1,520,067	1,520,067	-	-
Bridge improvements	330,500	330,500	-	-
Total expenditures	7,130,567	7,130,567	401,804	1,159,835
NET CHANGE IN FUND BALANCE	\$ (5,124,472)	\$ (5,124,472)	200,769	(425,504)
FUND BALANCE (DEFICIT), JANUARY 1			(122,099)	303,405
FUND BALANCE (DEFICIT), DECEMBER 31			\$ 78,670	\$ (122,099)

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

NORTH MILWAUKEE/LAKE COOK REDEVELOPMENT AREA FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007		Actual	2006
	Original Budget	Final Budget		
REVENUES				
Taxes				
Property taxes	\$ 656,545	\$ 656,545	\$ 1,168,029	\$ 636,884
Intergovernmental	-	-	24,775	3,669
Investment income	68,438	68,438	184,525	172,688
Miscellaneous	-	-	-	151,429
Total revenues	724,983	724,983	1,377,329	964,670
EXPENDITURES				
Capital outlay				
Consulting services	50,000	50,000	77,175	128,989
Operating supplies	26,577	26,577	31	-
Capital improvements				
Land acquisition	1,500,000	1,500,000	-	2,500
Water and sewer improvements	1,237,900	1,237,900	30,283	68,212
Streetscape improvements	33,000	33,000	2,348	25,447
Sidewalk improvements	75,000	75,000	-	-
TIF incentive	325,000	325,000	176,357	2,590,499
Debt service				
Principal	179,985	179,985	185,000	-
Interest	1,476,489	1,476,489	1,471,474	1,300,474
Fiscal agent fees	-	-	12,329	13,590
Total expenditures	4,903,951	4,903,951	1,954,997	4,129,711
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(4,178,968)	(4,178,968)	(577,668)	(3,165,041)
OTHER FINANCING SOURCES (USES)				
Issuance of general obligation bonds	-	-	-	-
Discount on general obligation bonds	-	-	-	-
Transfers in				
Crossroads Redevelopment Area Fund	1,140,000	-	-	2,640,000
Capital Projects Fund	-	-	-	-
Transfers (out)				
Debt Service Fund	-	-	-	(1,037)
Total other financing sources (uses)	1,140,000	-	-	2,638,963
NET CHANGE IN FUND BALANCE	\$ (3,038,968)	\$ (4,178,968)	(577,668)	(526,078)
FUND BALANCE, JANUARY 1			4,603,335	5,129,413
FUND BALANCE, DECEMBER 31			\$ 4,025,667	\$ 4,603,335

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

CAPITAL EQUIPMENT REPLACEMENT FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007		Actual	2006
	Original Budget	Final Budget		
REVENUES				
Intergovernmental	\$ -	\$ -	\$ 1,839	\$ -
Investment income	132,940	132,940	271,201	228,222
Total revenues	132,940	132,940	273,040	228,222
EXPENDITURES				
Capital outlay				
Mobile equipment	1,535,479	1,535,479	847,981	415,010
Office equipment	40,000	40,000	52,560	128,919
Miscellaneous	27,560	27,560	19,860	15,985
Total expenditures	1,603,039	1,603,039	920,401	559,914
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,470,099)	(1,470,099)	(647,361)	(331,692)
OTHER FINANCING SOURCES (USES)				
Transfers in				
General Fund	502,906	502,906	502,906	516,206
Water and Sewerage Fund	163,160	163,160	-	-
Emergency Telephone System Fund	40,690	40,690	40,690	60,236
Total other financing sources (uses)	706,756	706,756	543,596	576,442
NET CHANGE IN FUND BALANCE	\$ (763,343)	\$ (763,343)	(103,765)	244,750
FUND BALANCE, JANUARY 1			3,945,266	3,700,516
FUND BALANCE, DECEMBER 31			\$ 3,841,501	\$ 3,945,266

(See independent auditor's report.)

MAJOR PROPRIETARY FUNDS

ENTERPRISE FUNDS

Enterprise Funds are established to account for the financing of self-supporting activities of the Village that render services on a user-charge basis.

Waterworks and Sewerage Fund

This fund is used to account for the provision of water and sewer services to the residents of the Village. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, and improvements.

INTERNAL SERVICE FUND

Liability Insurance Fund

This fund is used to account for accumulation of resources and costs associated with liability insurance for the Village.

VILLAGE OF WHEELING, ILLINOIS
WATERWORKS AND SEWERAGE FUND
STATEMENT OF NET ASSETS
December 31, 2007
(With Comparative Totals for December 31, 2006)

	2007	2006
CURRENT ASSETS		
Cash and investments	\$ 5,289,001	\$ 5,652,999
Receivables (net where applicable of allowance for uncollectibles)		
Accounts	1,554,267	1,741,838
Accrued interest	26,268	25,485
IPBC	144,853	-
Miscellaneous	17,893	1,769
Prepaid expenses	130,885	129,980
Inventory	295,281	281,499
Total current assets	7,458,448	7,833,570
NONCURRENT ASSETS		
Capital assets		
Assets not being depreciated	588,581	882,429
Assets being depreciated		
Cost	53,182,811	51,221,058
Accumulated depreciation	(14,542,745)	(13,562,568)
Net capital assets being depreciated	38,640,066	37,658,490
Net capital assets	39,228,647	38,540,919
Deferred charges	21,291	23,227
Advances to other funds	678,231	850,429
Investment in joint ventures	7,080,850	7,027,741
Total noncurrent assets	47,009,019	7,901,397
Total assets	54,467,467	54,275,886
CURRENT LIABILITIES		
Accounts payable	336,947	484,405
Accrued payroll	19,423	13,874
Compensated absences payable	125,572	117,084
Deposits payable	36,398	38,293
Interest payable	3,465	4,087
Bonds payable	400,000	410,000
Total current liabilities	921,805	1,067,743
NONCURRENT LIABILITIES		
General obligation bonds payable (less current portion)	2,020,000	2,420,000
Total noncurrent liabilities	2,020,000	2,420,000
Total liabilities	2,941,805	3,487,743
NET ASSETS		
Invested in capital assets, net of related debt	36,808,647	35,710,919
Unrestricted	14,717,015	15,077,224
TOTAL NET ASSETS	\$ 51,525,662	\$ 50,788,143

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS
WATERWORKS AND SEWERAGE FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES
IN NET ASSETS - BY SUBFUND - BUDGET AND ACTUAL

For the Year Ended December 31, 2007

	Waterworks and Sewerage		
	Original Budget	Final Budget	Actual
OPERATING REVENUES			
Charges for services			
Water sales	\$ 6,233,970	\$ 6,233,970	\$ 5,971,802
Sewer charges	1,556,250	1,556,250	1,420,056
Water connection fees	6,190	6,190	8,773
Sewer connection fees	-	-	-
Water meter sales	30,000	30,000	11,351
Other	115,000	115,000	305,813
Total operating revenues	<u>7,941,410</u>	<u>7,941,410</u>	<u>7,717,795</u>
OPERATING EXPENSES EXCLUDING DEPRECIATION			
Waterworks division	4,358,610	4,358,610	4,168,916
Sewerage division	1,295,340	1,295,340	1,286,770
Total operating expenses excluding depreciation	<u>5,653,950</u>	<u>5,653,950</u>	<u>5,455,686</u>
OPERATING INCOME (LOSS) BEFORE DEPRECIATION	2,287,460	2,287,460	2,262,109
DEPRECIATION	-	-	951,666
OPERATING INCOME (LOSS)	<u>2,287,460</u>	<u>2,287,460</u>	<u>1,310,443</u>
NONOPERATING REVENUES (EXPENSES)			
Investment income	75,000	75,000	148,828
Other	-	-	-
Bond principal	-	-	-
Interest expense	-	-	-
Fiscal agent fees	-	-	-
Income (loss) from joint venture - Northwest Water Commission	-	-	53,109
Total nonoperating revenues (expenses)	<u>75,000</u>	<u>75,000</u>	<u>201,937</u>
INCOME (LOSS) BEFORE TRANSFERS	<u>2,362,460</u>	<u>2,362,460</u>	<u>1,512,380</u>
TRANSFERS IN (OUT)			
Waterworks and sewerage	-	-	-
Waterworks and sewerage capital	(4,718,578)	(4,718,578)	1,304,035
Capital Equipment Replacement Fund	(163,160)	(163,160)	-
Total transfers in (out)	<u>(4,881,738)</u>	<u>(4,881,738)</u>	<u>1,304,035</u>
SPECIAL ITEM	-	-	144,853
CHANGE IN NET ASSETS	<u>\$ (2,519,278)</u>	<u>\$ (2,519,278)</u>	2,961,268
NET ASSETS (DEFICIT), JANUARY 1			<u>51,751,720</u>
NET ASSETS (DEFICIT), DECEMBER 31			<u>\$ 54,712,988</u>

Waterworks and Sewerage Capital			Eliminations			Total		
Original Budget	Final Budget	Actual	Original Budget	Final Budget	Actual	Original Budget	Final Budget	Actual
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,233,970	\$ 6,233,970	\$ 5,971,802
-	-	-	-	-	-	1,556,250	1,556,250	1,420,056
78,000	78,000	22,182	-	-	-	84,190	84,190	30,955
100,000	100,000	68,074	-	-	-	100,000	100,000	68,074
-	-	-	-	-	-	30,000	30,000	11,351
-	-	-	-	-	-	115,000	115,000	305,813
178,000.00	178,000.00	90,256	-	-	-	8,119,410	8,119,410	7,808,051
2,028,450	2,028,450	652,567	-	-	-	6,387,060	6,387,060	4,821,483
3,579,207	3,579,207	452,218	-	-	-	4,874,547	4,874,547	1,738,988
5,607,657	5,607,657	1,104,785	-	-	-	11,261,607	11,261,607	6,560,471
(5,429,657)	(5,429,657)	(1,014,529)	-	-	-	(3,142,197)	(3,142,197)	1,247,580
-	-	-	-	-	-	-	-	951,666
(5,429,657)	(5,429,657)	(1,014,529)	-	-	-	(3,142,197)	(3,142,197)	295,914
30,190	30,190	195,005	-	-	-	105,190	105,190	343,833
1,238,410	1,238,410	-	-	-	-	1,238,410	1,238,410	-
(410,000)	(410,000)	-	-	-	-	(410,000)	(410,000)	-
(98,077)	(98,077)	(99,390)	-	-	-	(98,077)	(98,077)	(99,390)
(800)	(800)	(800)	-	-	-	(800)	(800)	(800)
-	-	-	-	-	-	-	-	53,109
759,723	759,723	94,815	-	-	-	834,723	834,723	296,752
(4,669,934)	(4,669,934)	(919,714)	-	-	-	(2,307,474)	(2,307,474)	592,666
4,718,578	4,718,578	(1,304,035)	(4,718,578)	(4,718,578)	1,304,035	-	-	-
-	-	-	4,718,578	4,718,578	(1,304,035)	-	-	-
-	-	-	-	-	-	(163,160)	(163,160)	-
4,718,578	4,718,578	(1,304,035)	-	-	-	(163,160)	(163,160)	-
-	-	-	-	-	-	-	-	144,853
<u>\$ 48,644</u>	<u>\$ 48,644</u>	<u>(2,223,749)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ (2,470,634)</u>	<u>\$ (2,470,634)</u>	<u>737,519</u>
		<u>(963,577)</u>			<u>-</u>			<u>50,788,143</u>
		<u>\$ (3,187,326)</u>			<u>\$ -</u>			<u>\$ 51,525,662</u>

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

WATERWORKS AND SEWERAGE FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007		Actual	2006
	Original Budget	Final Budget		
WATERWORKS DIVISION				
Personnel services				
Overtime	\$ 60,000	\$ 60,000	\$ 85,133	\$ 55,531
Seasonal help	12,000	12,000	5,143	3,667
Salaries	777,250	777,250	718,628	653,615
Longevity	4,650	4,650	4,650	6,300
Training	6,500	6,500	4,508	6,574
Uniform allowance	6,870	6,870	5,018	4,337
Employer contributions	145,810	145,810	153,976	138,674
Total personnel services	1,013,080	1,013,080	977,056	868,698
Contractual services				
Bank charges	11,400	11,400	-	-
Conference and meetings	2,860	2,860	2,153	864
Consulting services	5,000	5,000	2,943	4,800
Service and maintenance	10,000	10,000	-	1,023
Debris dump charges	20,000	20,000	20,000	19,550
Energy	71,900	71,900	70,775	55,875
Employee group insurance	158,370	158,370	132,849	120,405
General liability insurance	91,520	91,520	91,520	51,160
Hydrant maintenance	30,500	30,500	25,685	27,046
Landscape maintenance	20,000	20,000	19,144	16,280
Maintenance - office and special equipment	2,000	2,000	1,886	1,026
Maintenance - radio equipment	550	550	250	388
Membership dues	1,000	1,000	468	409
Postage	12,520	12,520	10,613	4,250
Printing and binding	8,350	8,350	11,206	17,969
Rental equipment	3,000	3,000	317	849
Telemetry equipment maintenance	14,000	14,000	7,493	12,533
Retiree health insurance	18,370	18,370	7,828	6,742
Wells maintenance	17,350	17,350	19,503	18,798
Miscellaneous contractual services	-	-	108	-
Total contractual services	498,690	498,690	424,741	359,967
Commodities				
Auto petroleum products	28,100	28,100	34,640	23,615
Books and subscriptions	300	300	100	222
Chemicals - treatment	7,500	7,500	4,423	2,930
Heating fuel	500	500	16	-
Water samples	7,500	7,500	7,480	5,411
Janitorial supplies	500	500	430	297
Vehicle maintenance	16,500	16,500	18,125	16,823
Building and grounds maintenance	74,000	74,000	74,260	27,158
Minor tools and equipment	6,500	6,500	5,837	6,046
Miscellaneous operating supplies	2,750	2,750	1,662	11,016
Protective clothing	4,000	4,000	3,340	2,498
Meters	40,000	40,000	30,916	49,560
Water main maintenance	45,000	45,000	58,062	63,445
Water storage facilities maintenance	32,000	32,000	23,349	30,475
Total commodities	265,150	265,150	262,640	239,496

(This schedule is continued on the following pages.)

VILLAGE OF WHEELING, ILLINOIS

WATERWORKS AND SEWERAGE FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007		Actual	2006
	Original Budget	Final Budget		
WATERWORKS DIVISION (Continued)				
Capital outlay				
Transfer to CERF	\$ 116,760	\$ 116,760	\$ -	\$ -
Subtotal	116,760	116,760	-	-
Less				
Transfer to CERF	(116,760)	(116,760)	-	-
Net capital outlay	-	-	-	-
Less				
Capital assets capitalized	-	-	-	-
Other				
General Fund reimbursement	831,690	831,690	831,690	735,248
Northwest Water Commission - water charge	1,750,000	1,750,000	1,672,789	1,571,459
Total other	2,581,690	2,581,690	2,504,479	2,306,707
Total operating expenses excluding depreciation - waterworks division	4,358,610	4,358,610	4,168,916	3,774,868
SEWERAGE DIVISION				
Personnel services				
Overtime	35,000	35,000	45,338	31,224
Seasonal help	6,000	6,000	9,340	5,661
Salaries	563,600	563,600	534,505	506,015
Longevity	3,450	3,450	3,450	5,700
Training	4,000	4,000	1,305	3,974
Uniform allowance	4,810	4,810	3,335	3,232
Employer contributions	115,380	115,380	109,186	107,070
Total personnel services	732,240	732,240	706,459	662,876
Contractual services				
Conferences and meetings	1,100	1,100	468	349
Consulting services	5,000	5,000	-	-
Debris dump charges	7,500	7,500	7,475	7,355
Energy	19,200	19,200	15,966	11,149
Employee health insurance	112,020	112,020	97,935	91,170
General liability insurance	48,820	48,820	48,820	29,950
Maintenance office/special equipment	2,500	2,500	2,062	2,544
Maintenance - radio equipment	450	450	447	334
Postage	3,130	3,130	2,259	600
Printing and binding	2,090	2,090	1,729	2,455
Rental equipment	2,000	2,000	300	455
Tree maintenance	30,000	30,000	29,948	29,988
Telemetry equipment maintenance	2,500	2,500	-	1,923
Miscellaneous contractual	7,500	7,500	3,180	1,094
Total contractual services	243,810	243,810	210,589	179,366

(This schedule is continued on the following page.)

VILLAGE OF WHEELING, ILLINOIS

WATERWORKS AND SEWERAGE FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007			2006
	Original Budget	Final Budget	Actual	
SEWERAGE DIVISION (Continued)				
Commodities				
Auto petroleum products	\$ 21,200	\$ 21,200	\$ 21,817	\$ 13,710
Books and subscriptions	2,820	2,820	2,707	2,606
Chemicals	6,000	6,000	5,726	5,478
Vehicle maintenance	18,000	18,000	17,367	9,228
Building and grounds maintenance	2,800	2,800	3,618	1,460
Minor tools and equipment	6,500	6,500	5,526	3,745
Miscellaneous operating supplies	4,000	4,000	10,273	2,933
Protective clothing	3,050	3,050	3,808	2,937
Life stations	20,000	20,000	18,699	4,520
Sewer line maintenance	27,000	27,000	72,261	27,440
Total commodities	<u>111,370</u>	<u>111,370</u>	<u>161,802</u>	<u>74,057</u>
Capital outlay				
Transfer to CERF	46,400	46,400	-	-
Subtotal	<u>46,400</u>	<u>46,400</u>	<u>-</u>	<u>-</u>
Less				
Transfer to CERF	(46,400)	(46,400)	-	-
Total capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other				
General Fund reimbursement	207,920	207,920	207,920	183,812
Total operating expenses excluding depreciation - sewerage division	<u>1,295,340</u>	<u>1,295,340</u>	<u>1,286,770</u>	<u>1,100,111</u>
TOTAL OPERATING EXPENSES EXCLUDING DEPRECIATION	<u>\$ 5,653,950</u>	<u>\$ 5,653,950</u>	<u>\$ 5,455,686</u>	<u>\$ 4,874,979</u>

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

WATERWORKS AND SEWERAGE CAPITAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007		Actual	2006
	Original Budget	Final Budget		
WATERWORKS DIVISION				
Personnel services				
Overtime	\$ -	\$ -	\$ 1,367	\$ 2,249
Salaries	74,608	74,608	74,608	88,999
Employer contributions	13,780	13,780	13,780	17,206
Total personnel services	88,388	88,388	89,755	108,454
Contractual services				
Consulting services	-	-	117,035	29,020
Employee group insurance	11,612	11,612	11,612	13,846
Printing and binding	-	-	84	43
Total contractual services	11,612	11,612	128,731	42,909
Capital outlay				
Water improvements	1,928,450	1,928,450	1,576,784	1,486,655
Less				
Capital assets capitalized	-	-	(1,142,703)	(1,480,951)
Total operating expenses excluding depreciation - waterworks division	2,028,450	2,028,450	652,567	157,067
SEWERAGE DIVISION				
Personnel services				
Overtime	-	-	-	571
Salaries	78,860	78,860	78,860	13,720
Employer contributions	14,566	14,566	14,566	2,687
Total personnel services	93,426	93,426	93,426	16,978
Contractual services				
Consulting services	-	-	5,529	14,202
Employee health insurance	12,274	12,274	12,274	2,135
Printing and binding	-	-	120	-
Total contractual services	12,274	12,274	17,923	16,337
Capital outlay				
Sewer improvements	3,473,507	3,473,507	502,201	645,622
Less				
Capital assets capitalized	-	-	(161,332)	(417,666)
Total operating expenses excluding depreciation - sewerage division	3,579,207	3,579,207	452,218	261,271
TOTAL OPERATING EXPENSES EXCLUDING DEPRECIATION	\$ 5,607,657	\$ 5,607,657	\$ 1,104,785	\$ 418,338

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

LIABILITY INSURANCE FUND

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES
IN NET ASSETS - BUDGET AND ACTUAL

For the Year Ended December 31, 2007
(With Comparative Actual)

	2007		Actual	2006
	Original Budget	Final Budget		
OPERATING REVENUES				
Charges for services	\$ 1,220,310	\$ 1,220,310	\$ 1,220,310	\$ 904,220
OPERATING EXPENSES				
Administration				
Safety program	2,500	2,500	-	-
Contractual services				
Consulting services	65,025	65,025	16,000	37,954
Insurance claims administration	39,900	39,900	33,053	26,130
General liability insurance	405,825	405,825	424,821	434,486
Self insurance claims	721,560	721,560	751,812	804,180
Total operating expenses	1,234,810	1,234,810	1,225,686	1,302,750
OPERATING INCOME (LOSS)	(14,500)	(14,500)	(5,376)	(398,530)
NONOPERATING REVENUES				
Investment income	9,520	9,520	62,621	38,979
Miscellaneous	-	-	-	95
Total nonoperating revenues	9,520	9,520	62,621	39,074
INCOME (LOSS) BEFORE TRANSFERS	(4,980)	(4,980)	57,245	(359,456)
TRANSFERS IN (OUT)				
General Fund	-	-	-	370,000
Total transfers in (out)	-	-	-	370,000
CHANGE IN NET ASSETS	\$ (4,980)	\$ (4,980)	57,245	10,544
NET ASSETS, JANUARY 1			163,467	152,923
NET ASSETS, DECEMBER 31			\$ 220,712	\$ 163,467

(See independent auditor's report.)

FIDUCIARY FUNDS

Trust Funds are used to account for assets held by the Village in a trustee capacity.

PENSION TRUST FUNDS

Police Pension Fund

This fund accounts for the accumulation of resources used to pay police pension benefits. Resources are provided by member contributions, employer contributions, and interest.

Firefighters' Pension Fund

This fund accounts for the accumulation of resources used to pay firefighters' pension benefits. Resources are provided by member contributions, employer contributions, and interest.

VILLAGE OF WHEELING, ILLINOIS

PENSION TRUST FUNDS

COMBINING STATEMENT OF NET ASSETS

December 31, 2007

	Police Pension	Firefighters' Pension	Total
ASSETS			
Cash and short-term investments	\$ 405,963	\$ 1,505,797	\$ 1,911,760
Investments at fair value			
U.S. Government and agency obligations	14,141,315	12,941,558	27,082,873
State and local obligations	1,907,112	1,031,339	2,938,451
Mutual funds	13,105,633	10,898,669	24,004,302
Total investments	29,154,060	24,871,566	54,025,626
Receivables			
Accrued interest	228,001	112,635	340,636
Other	18,761	224	18,985
Due from General Fund	158,145	44,281	202,426
Total receivables	404,907	157,140	562,047
Total assets	29,964,930	26,534,503	56,499,433
LIABILITIES			
Accounts payable	-	599	599
Due to General Fund	122	-	122
Total liabilities	122	599	721
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS	\$ 29,964,808	\$ 26,533,904	\$ 56,498,712

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

PENSION TRUST FUNDS

COMBINING STATEMENT OF CHANGES IN PLAN NET ASSETS

For the Year Ended December 31, 2007

	Police Pension	Firefighters' Pension	Total
ADDITIONS			
Contributions			
Employer	\$ 802,115	\$ 470,484	\$ 1,272,599
Employee	483,895	374,885	858,780
Total contributions	1,286,010	845,369	2,131,379
Investment income			
Net appreciation in fair value of investments	97,494	1,126,689	1,224,183
Investment income	2,057,963	796,531	2,854,494
Total investment income	2,155,457	1,923,220	4,078,677
Less investment expenses	69,935	29,762	99,697
Net investment income	2,085,522	1,893,458	3,978,980
Total additions	3,371,532	2,738,827	6,110,359
DEDUCTIONS			
Benefits and refunds	1,213,073	1,250,833	2,463,906
Administrative expenses	8,042	7,002	15,044
Total deductions	1,221,115	1,257,835	2,478,950
NET INCREASE	2,150,417	1,480,992	3,631,409
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS			
January 1	27,814,391	25,052,912	52,867,303
December 31	\$ 29,964,808	\$ 26,533,904	\$ 56,498,712

(See independent auditor's report.)

SUPPLEMENTAL FINANCIAL INFORMATION

VILLAGE OF WHEELING, ILLINOIS

SCHEDULE OF LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION BOND SERIES 1999A

December 31, 2007

Date of Issue	June 15, 1999
Date of Maturity	December 15, 2009
Authorized Issue	\$3,000,000
Interest Rates	4.25% - 4.35%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	Cole Taylor Bank Chicago IL

Current and Future Principal and Interest Requirements

Tax Levy Year	Tax Levy			Interest Due On			
	Principal	Interest	Totals	June 15	Amount	December 15	Amount
2007	\$ 350,000	\$ 30,752	\$ 380,752	2008	\$ 15,376	2008	\$ 15,376
2008	365,000	15,878	380,878	2009	7,939	2009	7,939
	<u>\$ 715,000</u>	<u>\$ 46,630</u>	<u>\$ 761,630</u>		<u>\$ 23,315</u>		<u>\$ 23,315</u>

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

SCHEDULE OF LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION BOND SERIES 1999B

December 31, 2007

Date of Issue June 15, 1999
 Date of Maturity December 15, 2009
 Authorized Issue \$1,705,000
 Interest Rates 4.25% - 4.35%
 Interest Dates June 15 and December 15
 Principal Maturity Date December 15
 Payable at Cole Taylor Bank
 Chicago IL

Current and Future Principal and Interest Requirements

Tax Levy Year	Tax Levy			June 15	Interest Due On		
	Principal	Interest	Totals		Amount	December 15	Amount
2007	\$ 275,000	\$ 23,432	\$ 298,432	2008	\$ 11,716	2008	\$ 11,716
2008	270,000	11,744	281,744	2009	5,872	2009	5,872
	<u>\$ 545,000</u>	<u>\$ 35,176</u>	<u>\$ 580,176</u>		<u>\$ 17,588</u>		<u>\$ 17,588</u>

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

SCHEDULE OF LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION BOND SERIES 2001

December 31, 2007

Date of Issue	June 15, 2001
Date of Maturity	December 15, 2011
Authorized Issue	\$3,000,000
Interest Rates	4.25% - 4.45%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	Cole Taylor Bank Chicago IL

Current and Future Principal and Interest Requirements

Tax Levy Year	Tax Levy			Interest Due On			
	Principal	Interest	Totals	June 15	Amount	December 15	Amount
2007	\$ 325,000	\$ 60,170	\$ 385,170	2008	\$ 30,085	2008	\$ 30,085
2008	340,000	46,358	386,358	2009	23,179	2009	23,179
2009	355,000	31,908	386,908	2010	15,954	2010	15,954
2010	370,000	16,466	386,466	2011	8,233	2011	8,233
	<u>\$ 1,390,000</u>	<u>\$ 154,902</u>	<u>\$ 1,544,902</u>		<u>\$ 77,451</u>		<u>\$ 77,451</u>

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

SCHEDULE OF LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION BOND SERIES 2003

December 31, 2007

Date of Issue February 1, 2003
 Date of Maturity December 15, 2011
 Authorized Issue \$4,595,000
 Interest Rates 1.50% - 3.00%
 Interest Dates June 15 and December 15
 Principal Maturity Date December 15
 Payable at Cole Taylor Bank
 Chicago IL

Current and Future Principal and Interest Requirements

Tax Levy Year	Tax Levy			Interest Due On			
	Principal	Interest	Totals	June 15	Amount	December 15	Amount
2007	\$ 165,000	\$ 20,125	\$ 185,125	2008	\$ 10,063	2008	\$ 10,062
2008	175,000	16,000	191,000	2009	8,000	2009	8,000
2009	180,000	11,100	191,100	2010	5,550	2010	5,550
2010	190,000	5,700	195,700	2011	2,850	2011	2,850
	<u>\$ 710,000</u>	<u>\$ 52,925</u>	<u>\$ 762,925</u>		<u>\$ 26,463</u>		<u>\$ 26,462</u>

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

SCHEDULE OF LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION BOND SERIES 2003A

December 31, 2007

Date of Issue July 1, 2003
 Date of Maturity December 15, 2018
 Authorized Issue \$2,250,000
 Interest Rates 2.250% - 4.00%
 Interest Dates June 15 and December 15
 Principal Maturity Date December 15
 Payable at Cole Taylor Bank
 Chicago IL

Current and Future Principal and Interest Requirements

Tax Levy Year	Tax Levy			Interest Due On			
	Principal	Interest	Totals	June 15	Amount	December 15	Amount
2007	\$ 125,000	\$ 59,719	\$ 184,719	2008	\$ 29,859	2008	\$ 29,860
2008	125,000	56,750	181,750	2009	28,375	2009	28,375
2009	125,000	53,625	178,625	2010	26,812	2010	26,813
2010	150,000	50,500	200,500	2011	25,250	2011	25,250
2011	150,000	46,000	196,000	2012	23,000	2012	23,000
2012	200,000	41,500	241,500	2013	20,750	2013	20,750
2013	200,000	35,500	235,500	2014	17,750	2014	17,750
2014	200,000	29,200	229,200	2015	14,600	2015	14,600
2015	200,000	22,700	222,700	2016	11,350	2016	11,350
2016	200,000	16,000	216,000	2017	8,000	2017	8,000
2017	200,000	8,000	208,000	2018	4,000	2018	4,000
	<u>\$ 1,875,000</u>	<u>\$ 419,494</u>	<u>\$ 2,294,494</u>		<u>\$ 209,746</u>		<u>\$ 209,748</u>

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

SCHEDULE OF LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION BOND SERIES 2003B

December 31, 2007

Date of Issue	July 10, 2003
Date of Maturity	December 15, 2022
Authorized Issue	\$1,155,475
Interest Rates	2.40% - 4.90%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	Cole Taylor Bank Chicago IL

Current and Future Principal and Interest Requirements

Tax Levy Year	Tax Levy			Interest Due On			
	Principal	Interest	Totals	June 15	Amount	December 15	Amount
2007	\$ 64,834	\$ 10,166	\$ 75,000	2008	\$ 5,083	2008	\$ 5,083
2008	82,835	17,165	100,000	2009	8,582	2009	8,583
2009	78,698	21,302	100,000	2010	10,651	2010	10,651
2010	74,948	25,052	100,000	2011	12,526	2011	12,526
2011	71,097	28,903	100,000	2012	14,451	2012	14,452
2012	84,407	40,593	125,000	2013	20,297	2013	20,298
2013	79,488	45,512	125,000	2014	22,755	2014	22,755
2014	75,017	49,983	125,000	2015	24,991	2015	24,992
2015	84,710	65,290	150,000	2016	32,644	2016	32,644
2016	80,043	69,957	150,000	2017	34,978	2017	34,979
2017	75,486	74,514	150,000	2018	37,257	2018	37,257
2018	71,049	78,951	150,000	2019	39,475	2019	39,476
2019	66,744	83,256	150,000	2020	41,628	2020	41,628
2020	62,577	87,423	150,000	2021	43,711	2021	43,712
2021	58,557	91,443	150,000	2022	45,721	2022	45,722
	<u>\$ 1,110,490</u>	<u>\$ 789,510</u>	<u>\$ 1,900,000</u>		<u>\$ 394,750</u>		<u>\$ 394,758</u>

ACCRETED VALUE OF BONDS

December 31,	Current Capital Bonds	Accretion	Total
2005	\$ -	\$ 48,608	\$ 1,272,308
2006	-	50,598	1,322,906
2007	50,000	52,627	1,325,533
2008	75,000	53,545	1,304,078
2009	100,000	53,690	1,257,768
2010	100,000	52,967	1,210,735
2011	100,000	51,954	1,162,689
2012	100,000	50,725	1,113,414
2013	125,000	49,232	1,037,646
2014	125,000	46,625	959,271
2015	125,000	43,684	877,955
2016	150,000	40,392	768,347
2017	150,000	35,742	654,089
2018	150,000	30,742	534,831
2019	150,000	25,368	410,199
2020	150,000	19,604	279,803
2021	150,000	13,416	143,219
2022	150,000	6,781	

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

SCHEDULE OF LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION BOND SERIES 2004A

December 31, 2007

Date of Issue April 15, 2004
Date of Maturity December 15, 2023
Authorized Issue \$8,000,000
Interest Rates 2.70% - 4.70%
Interest Dates June 15 and December 15
Principal Maturity Date December 15
Payable at Cole Taylor Bank
Chicago IL

Current and Future Principal and Interest Requirements

Tax Levy Year	Tax Levy			Interest Due On			
	Principal	Interest	Totals	June 15	Amount	December 15	Amount
2007	\$ 360,000	\$ 318,972	\$ 678,972	2008	\$ 159,486	2008	\$ 159,486
2008	375,000	308,172	683,172	2009	154,086	2009	154,086
2009	385,000	295,984	680,984	2010	147,992	2010	147,992
2010	395,000	282,510	677,510	2011	141,255	2011	141,255
2011	410,000	268,290	678,290	2012	134,145	2012	134,145
2012	420,000	252,710	672,710	2013	126,355	2013	126,355
2013	440,000	235,070	675,070	2014	117,535	2014	117,535
2014	455,000	216,590	671,590	2015	108,295	2015	108,295
2015	475,000	197,252	672,252	2016	98,626	2016	98,626
2016	490,000	177,064	667,064	2017	88,532	2017	88,532
2017	515,000	156,240	671,240	2018	78,120	2018	78,120
2018	535,000	134,096	669,096	2019	67,048	2019	67,048
2019	560,000	110,556	670,556	2020	55,278	2020	55,278
2020	585,000	85,356	670,356	2021	42,678	2021	42,678
2021	610,000	58,446	668,446	2022	29,223	2022	29,223
2022	640,000	30,080	670,080	2023	15,040	2023	15,040
	<u>\$ 7,650,000</u>	<u>\$ 3,127,388</u>	<u>\$ 10,777,388</u>		<u>\$ 1,563,694</u>		<u>\$ 1,563,694</u>

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

SCHEDULE OF LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION SALES TAX BOND SERIES 2005

December 31, 2007

Date of Issue	September 1, 2005
Date of Maturity	December 1, 2024
Authorized Issue	\$5,140,000
Interest Rates	4.00% - 4.25%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Cole Taylor Bank Chicago IL

Current and Future Principal and Interest Requirements

Fiscal Year				Interest Due On			
	Principal	Interest	Totals	June 1	Amount	December 1	Amount
2008	\$ 210,000	\$ 208,594	\$ 418,594	2008	\$ 104,297	2008	\$ 104,297
2009	215,000	200,194	415,194	2009	100,097	2009	100,097
2010	225,000	191,594	416,594	2010	95,797	2010	95,797
2011	235,000	182,594	417,594	2011	91,297	2011	91,297
2012	250,000	173,194	423,194	2012	86,597	2012	86,597
2013	260,000	163,194	423,194	2013	81,597	2013	81,597
2014	270,000	152,794	422,794	2014	76,397	2014	76,397
2015	285,000	141,994	426,994	2015	70,997	2015	70,997
2016	295,000	130,594	425,594	2016	65,297	2016	65,297
2017	310,000	118,794	428,794	2017	59,397	2017	59,397
2018	325,000	106,394	431,394	2018	53,197	2018	53,197
2019	335,000	93,394	428,394	2019	46,697	2019	46,697
2020	350,000	79,994	429,994	2020	39,997	2020	39,997
2021	370,000	65,994	435,994	2021	32,997	2021	32,997
2022	385,000	50,731	435,731	2022	25,366	2022	25,365
2023	400,000	34,850	434,850	2023	17,425	2023	17,425
2024	420,000	17,850	437,850	2024	8,925	2024	8,925
	<u>\$ 5,140,000</u>	<u>\$ 2,112,747</u>	<u>\$ 7,252,747</u>		<u>\$ 1,056,374</u>		<u>\$ 1,056,373</u>

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

SCHEDULE OF LONG-TERM DEBT REQUIREMENTS
TAX INCREMENT REVENUE BOND SERIES 2005

December 31, 2007

Date of Issue	August 25, 2005
Date of Maturity	January 1, 2025
Authorized Issue	\$19,000,000
Interest Rates	6.00%
Interest Dates	January 1 and July 1
Principal Maturity Date	January 1
Payable at	Cole Taylor Bank Chicago IL

Current and Future Principal and Interest Requirements

Fiscal Year				Interest Due On			
	Principal	Interest	Totals	January 1	Amount	July 1	Amount
2008	\$ -	\$ 1,140,000	\$ 1,140,000	2008	\$ 570,000	2008	\$ 570,000
2009	-	1,140,000	1,140,000	2009	570,000	2009	570,000
2010	255,000	1,132,350	1,387,350	2010	570,000	2010	562,350
2011	445,000	1,111,350	1,556,350	2011	562,350	2011	549,000
2012	600,000	1,080,000	1,680,000	2012	549,000	2012	531,000
2013	710,000	1,040,700	1,750,700	2013	531,000	2013	509,700
2014	780,000	996,000	1,776,000	2014	509,700	2014	486,300
2015	865,000	946,650	1,811,650	2015	486,300	2015	460,350
2016	970,000	891,600	1,861,600	2016	460,350	2016	431,250
2017	1,060,000	830,700	1,890,700	2017	431,250	2017	399,450
2018	1,185,000	763,350	1,948,350	2018	399,450	2018	363,900
2019	1,295,000	688,950	1,983,950	2019	363,900	2019	325,050
2020	1,410,000	607,800	2,017,800	2020	325,050	2020	282,750
2021	1,545,000	519,150	2,064,150	2021	282,750	2021	236,400
2022	1,690,000	422,100	2,112,100	2022	236,400	2022	185,700
2023	1,830,000	316,500	2,146,500	2023	185,700	2023	130,800
2024	2,050,000	200,100	2,250,100	2024	130,800	2024	69,300
2025	2,310,000	69,300	2,379,300	2025	69,300	2025	-
	<u>\$ 19,000,000</u>	<u>\$ 13,896,600</u>	<u>\$ 32,896,600</u>		<u>\$ 7,233,300</u>		<u>\$ 6,663,300</u>

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS

SCHEDULE OF LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION BOND SERIES 2007

December 31, 2007

Date of Issue	November 30, 2007
Date of Maturity	December 1, 2030
Authorized Issue	\$10,000,000
Interest Rates	3.92%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Bond Trust Services Corporation Roseville MN

Current and Future Principal and Interest Requirements

Tax Levy Year	Tax Levy			Interest Due On			
	Principal	Interest	Totals	June 1	Amount	December 1	Amount
2007	\$ -	\$ 393,089	\$ 393,089	2008	\$ 197,089	2008	\$ 196,000
2008	-	392,000	392,000	2009	196,000	2009	196,000
2009	-	392,000	392,000	2010	196,000	2010	196,000
2010	-	392,000	392,000	2011	196,000	2011	196,000
2011	-	392,000	392,000	2012	196,000	2012	196,000
2012	-	392,000	392,000	2013	196,000	2013	196,000
2013	-	392,000	392,000	2014	196,000	2014	196,000
2014	-	392,000	392,000	2015	196,000	2015	196,000
2015	-	392,000	392,000	2016	196,000	2016	196,000
2016	-	392,000	392,000	2017	196,000	2017	196,000
2017	-	392,000	392,000	2018	196,000	2018	196,000
2018	-	392,000	392,000	2019	196,000	2019	196,000
2019	-	392,000	392,000	2020	196,000	2020	196,000
2020	-	392,000	392,000	2021	196,000	2021	196,000
2021	-	392,000	392,000	2022	196,000	2022	196,000
2022	-	392,000	392,000	2023	196,000	2023	196,000
2023	-	392,000	392,000	2024	196,000	2024	196,000
2024	-	392,000	392,000	2025	196,000	2025	196,000
2025	-	392,000	392,000	2026	196,000	2026	196,000
2026	1,445,000	392,000	1,837,000	2027	196,000	2027	196,000
2027	3,700,000	335,356	4,035,356	2028	167,678	2028	167,678
2028	3,850,000	190,316	4,040,316	2029	95,158	2029	95,158
2029	1,005,000	39,396	1,044,396	2030	19,698	2030	19,698
	<u>\$ 10,000,000</u>	<u>\$ 8,406,157</u>	<u>\$ 18,406,157</u>		<u>\$ 4,203,623</u>		<u>\$ 4,202,534</u>

(See independent auditor's report.)

VILLAGE OF WHEELING, ILLINOIS
 SCHEDULE OF INSURANCE IN FORCE

December 31, 2007

Insured	Description of Coverage	Amount of Coverage	Expiration Date of Policy
Village of Wheeling	Property	\$900,000 loss limit, \$50,000 self-insured retention (SIR)	12/31/2007
	Comprehensive General Liability	\$900,000 loss limit, \$100,000 SIR	
	Auto Physical Damage	\$900,000 loss limit, \$100,000 SIR	
	Errors & Omissions	\$900,000 loss limit, \$100,000 SIR	
	Employee Benefits Liability (Lloyds of London)	\$900,000 loss limit, \$100,000 SIR	
Village of Wheeling	Excess Property (Travelers Insurance)	\$47,000,000 per occurrence	12/31/2007
Village of Wheeling	Excess General/Auto Liability (Clarendon America & Essex Insurance Companies)	\$9,000,000 per occurrence	12/31/2007
Village of Wheeling	Workers Compensation (Safety National)	\$425,000 SIR per occurrence Statutory loss limit per occurrence	12/31/2007
Village of Wheeling	Crime - Employee Dishonesty (Hartford/Travelers Insurance)	\$25,000 deductible \$5,000,000 loss limit	12/31/2007
Village of Wheeling	Boiler & Machinery (Travelers Insurance)	\$1,000 deductible \$50,000,000 loss limit	12/31/2007

(See independent auditor's report.)

STATISTICAL SECTION

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

<u>Contents</u>	<u>Page</u>
Financial Trends	
These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time.	125-129
Revenue Capacity	
These schedules contain information to help the reader assess the Village's most significant local revenue source, the sales tax.	130-135
Debt Capacity	
These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the Village's ability to issue additional debt in the future.	136-139
Demographic and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.	140-142
Operating Information	
These schedules contain service and infrastructure data to help the reader understand how the information in the Village's financial report relates to the services the Village provides and the activities it performs.	143-144

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The Village of Wheeling, Illinois implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.

VILLAGE OF WHEELING, ILLINOIS

NET ASSETS BY COMPONENT

Last Five Fiscal Years

	2003	2004	2005	2006	2007
GOVERNMENTAL ACTIVITIES					
Invested in capital assets, net of related debt	\$ 28,543,534	\$ 32,484,495	\$ 34,964,527	\$ 38,279,976	\$ 30,177,350
Restricted	10,291,528	22,610,652	22,930,347	20,192,016	29,617,995
Unrestricted	27,014,782	14,834,556	(11,793,666)	(9,996,054)	(6,423,488)
TOTAL GOVERNMENTAL ACTIVITIES	\$ 65,849,844	\$ 69,929,703	\$ 46,101,208	\$ 48,475,938	\$ 53,371,857
BUSINESS-TYPE ACTIVITIES					
Invested in capital assets, net of related debt	\$ 70,888,301	\$ 71,768,341	\$ 33,371,623	\$ 35,710,919	\$ 36,808,647
Restricted	-	-	-	-	-
Unrestricted	11,647,200	14,760,149	57,635,307	59,865,026	64,732,651
TOTAL BUSINESS-TYPE ACTIVITIES	\$ 82,535,501	\$ 86,528,490	\$ 91,006,930	\$ 95,575,945	\$ 101,541,298
PRIMARY GOVERNMENT					
Invested in capital assets, net of related debt	\$ 99,431,835	\$ 104,252,836	\$ 68,336,150	\$ 73,990,895	\$ 66,985,997
Restricted	10,291,528	22,610,652	22,930,347	20,192,016	29,617,995
Unrestricted	38,661,982	29,594,705	45,841,641	49,868,972	58,309,163
TOTAL PRIMARY GOVERNMENT	\$ 148,385,345	\$ 156,458,193	\$ 137,108,138	\$ 144,051,883	\$ 154,913,155

Data Source

Audited Financial Statements

VILLAGE OF WHEELING, ILLINOIS

CHANGE IN NET ASSETS

Last Five Fiscal Years

	2003*	2004	2005	2006	2007
EXPENSES					
Governmental Activities					
General government	\$ 6,580,632	\$ 9,314,779	\$ 36,362,855	\$ 16,646,480	\$ 12,984,438
Public safety	9,800,136	14,902,595	16,653,729	17,420,259	18,526,167
Highways and streets	2,433,207	2,873,423	3,538,506	3,371,315	5,412,538
Interest and fees	391,060	596,708	1,121,528	1,986,097	1,919,098
Total governmental activities expenses	<u>19,205,035</u>	<u>27,687,505</u>	<u>57,676,618</u>	<u>39,424,151</u>	<u>38,842,241</u>
BUSINESS-TYPE ACTIVITIES					
Water and sewer	<u>3,815,158</u>	<u>6,348,615</u>	<u>6,470,907</u>	<u>6,265,342</u>	<u>7,612,327</u>
Total business-type activities expenses	<u>3,815,158</u>	<u>6,348,615</u>	<u>6,470,907</u>	<u>6,265,342</u>	<u>7,612,327</u>
TOTAL PRIMARY GOVERNMENT EXPENSES	<u>\$ 23,020,193</u>	<u>\$ 34,036,120</u>	<u>\$ 64,147,525</u>	<u>\$ 45,689,493</u>	<u>\$ 46,454,568</u>
PROGRAM REVENUES					
Governmental Activities					
Charges for services					
General government	\$ 1,238,366	\$ 1,622,621	\$ 1,637,061	\$ 2,372,907	\$ 1,924,264
Public safety	704,442	1,202,261	1,282,589	1,315,490	1,434,628
Highways and streets	94,179	115,564	127,553	378,991	109,808
Operating grants and contributions	764,775	1,083,257	1,273,702	1,140,286	1,165,713
Capital grants and contributions	75,939	185,513	283,567	523,929	389,243
Total governmental activities program revenues	<u>2,877,701</u>	<u>4,209,216</u>	<u>4,604,472</u>	<u>5,731,603</u>	<u>5,023,656</u>
Business-Type Activities					
Charges for services					
Water and sewer	4,243,618	7,209,002	10,727,061	9,663,094	13,088,994
Total business-type activities program revenues	<u>4,243,618</u>	<u>7,209,002</u>	<u>10,727,061</u>	<u>9,663,094</u>	<u>13,088,994</u>
TOTAL PRIMARY GOVERNMENT PROGRAM REVENUES	<u>\$ 7,121,319</u>	<u>\$ 11,418,218</u>	<u>\$ 15,331,533</u>	<u>\$ 15,394,697</u>	<u>\$ 18,112,650</u>
NET REVENUES (EXPENSES)					
Governmental activities	\$ (16,327,334)	\$ (23,478,289)	\$ (53,072,146)	\$ (33,692,548)	\$ (33,818,585)
Business-type activities	428,460	860,387	4,256,154	3,397,752	5,476,667
TOTAL PRIMARY GOVERNMENT NET REVENUES (EXPENSES)	<u>\$ (15,898,874)</u>	<u>\$ (22,617,902)</u>	<u>\$ (48,815,992)</u>	<u>\$ (30,294,796)</u>	<u>\$ (28,341,918)</u>

* Information is for the eight months ended December 31, 2003.

VILLAGE OF WHEELING, ILLINOIS

CHANGE IN NET ASSETS (Continued)

Last Five Fiscal Years

	2003*	2004	2005	2006	2007
GENERAL REVENUES AND OTHER					
CHANGES IN NET ASSETS					
Governmental Activities					
Taxes					
Property	\$ 9,759,823	\$ 9,952,437	\$ 12,713,681	\$ 14,028,604	\$ 14,534,879
Sales	5,115,393	7,508,220	7,770,204	10,395,445	10,654,354
Other	4,265,920	6,930,374	7,487,039	8,395,952	9,881,950
Investment earnings	488,510	719,220	612,727	1,502,072	1,654,636
Miscellaneous	229,400	1,002,520	831,464	590,224	292,951
Contributions	-	1,539,906	-	1,228,782	-
Transfers	423,114	(483,480)	(60,232)	-	-
Total governmental activities	20,282,160	27,169,197	29,354,883	36,141,079	37,018,770
Business-Type Activities					
Investment earnings	36,851	86,953	118,877	309,791	343,833
Income from joint venture	4,864,545	1,913,366	-	-	-
Miscellaneous	6,270	44,965	56,076	-	-
Contributions	714,130	636,401	-	-	-
Transfers	(423,114)	483,480	60,232	861,472	-
Total business-type activities	5,198,682	3,165,165	235,185	1,171,263	343,833
TOTAL PRIMARY GOVERNMENT	\$ 25,480,842	\$ 30,334,362	\$ 29,590,068	\$ 37,312,342	\$ 37,362,603
SPECIAL ITEM - GOVERNMENTAL ACTIVITIES	\$ -	\$ -	\$ -	\$ -	\$ 1,695,734
SPECIAL ITEM - BUSINESS-TYPE ACTIVITIES	\$ -	\$ -	\$ -	\$ -	\$ 144,853
CHANGE IN NET ASSETS					
Governmental activities	\$ 3,954,826	\$ 3,690,908	\$ (23,717,263)	\$ 2,448,531	\$ 4,895,919
Business-type activities	5,627,142	4,025,552	4,491,339	4,569,015	5,965,353
TOTAL PRIMARY GOVERNMENT	\$ 9,581,968	\$ 7,716,460	\$ (19,225,924)	\$ 7,017,546	\$ 10,861,272

* Information is for the eight months ended December 31, 2003.

Data Source

Audited Financial Statements

VILLAGE OF WHEELING, ILLINOIS
 FUND BALANCES OF GOVERNMENTAL FUNDS
 Last Ten Fiscal Years

	2007	2006	2005	2004	2003	2002*	2001*	2000*	1999*	1998*
GENERAL FUND										
Reserved	\$ 2,394,199	\$ 770,103	\$ 727,988	\$ 590,310	\$ 690,440	\$ 2,764,674	\$ 2,379,814	\$ 2,382,669	\$ 2,708,421	\$ 2,363,398
Unreserved	17,868,088	15,452,128	13,462,781	14,753,238	15,855,369	13,958,170	14,546,698	13,198,566	12,147,137	9,587,873
TOTAL GENERAL FUND	\$ 20,262,287	\$ 16,222,231	\$ 14,190,769	\$ 15,343,548	\$ 16,545,809	\$ 16,722,844	\$ 16,926,512	\$ 15,581,235	\$ 14,855,558	\$ 11,951,271
ALL OTHER GOVERNMENTAL FUNDS										
Reserved	\$ 29,618,534	\$ 20,193,276	\$ 22,930,347	\$ 23,341,663	\$ 4,254,943	\$ 1,876,326	\$ 1,427,885	\$ 1,141,453	\$ 1,315,942	\$ 3,165,991
Unreserved, reported in										
Special Revenue Funds	(2,035)	(1,260)	-	-	1,170,519	3,530,085	2,939,729	2,580,479	3,248,890	4,174,997
Capital Project Funds	2,646,930	3,823,167	4,003,921	3,048,009	13,869,183	16,405,104	14,131,936	14,441,719	13,337,872	11,967,923
TOTAL ALL OTHER GOVERNMENTAL FUNDS	\$ 32,263,429	\$ 24,015,183	\$ 26,934,268	\$ 26,389,672	\$ 19,294,645	\$ 21,811,515	\$ 18,499,550	\$ 18,163,651	\$ 17,902,704	\$ 19,308,911

* The Village changed its year end to December 31 in 2003. The information for 1998-2002 is as of April 30.

Data Source

Audited Financial Statements

VILLAGE OF WHEELING, ILLINOIS

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

	2007	2006	2005	2004	2003	2002*	2001*	2000*	1999*	1998*
REVENUES										
Taxes	\$ 30,654,347	\$ 28,855,592	\$ 24,595,106	\$ 21,450,586	\$ 17,342,866	\$ 16,674,285	\$ 16,565,804	\$ 15,016,822	\$ 14,473,155	\$ 14,825,191
Licenses and permits	494,548	913,665	408,730	426,435	406,303	412,161	370,168	372,175	282,252	290,586
Intergovernmental	5,704,821	5,460,811	4,773,865	4,002,829	2,537,789	6,618,787	4,264,098	3,781,944	3,928,807	3,499,568
Fines and forfeitures	2,179,819	2,308,620	1,759,129	318,417	1,166,263	2,251,261	2,147,549	2,091,575	1,926,575	1,906,532
Charges for services	351,839	377,745	392,758	1,757,413	179,449	244,055	257,121	216,350	200,439	238,620
Investment income	1,654,636	1,502,072	612,727	719,220	488,510	1,443,352	2,357,104	1,533,346	1,468,873	1,410,694
Miscellaneous	1,002,416	1,225,395	1,477,272	1,647,087	518,535	901,278	1,213,210	1,081,885	1,177,096	788,490
Total revenues	42,042,426	40,643,900	34,019,587	30,321,987	22,639,715	28,545,179	27,175,054	24,094,097	23,457,197	22,959,681
EXPENDITURES										
General government	10,020,189	9,501,709	9,351,086	8,297,060	5,867,977	8,865,478	7,603,762	6,800,518	5,413,889	4,856,580
Public safety	18,282,302	16,954,892	15,917,000	14,511,462	9,360,757	12,035,832	10,852,117	10,296,273	9,225,117	8,646,025
Highways and streets	3,327,986	2,227,587	987,850	860,994	634,308	2,541,338	2,716,456	3,009,601	3,095,480	1,776,309
Capital outlay	6,347,338	8,328,521	29,755,245	6,597,684	2,922,801	3,566,415	2,778,690	4,667,699	2,832,669	2,377,839
Debt service										
Principal	1,705,000	1,880,000	1,815,000	1,750,000	1,960,000	1,465,000	1,320,000	1,058,522	1,025,000	830,000
Interest	1,842,556	1,721,895	860,974	311,402	408,528	620,906	754,572	612,607	639,105	759,934
Total expenditures	41,525,371	40,614,604	58,687,155	32,328,602	21,154,371	29,094,969	26,025,597	26,445,220	22,231,260	19,246,687
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	517,055	29,296	(24,667,568)	(2,006,615)	1,485,344	(549,790)	1,149,457	(2,351,123)	1,225,937	3,712,994
OTHER FINANCING SOURCES (USES)										
Transfers in	1,385,960	3,720,499	5,678,677	1,179,720	2,811,299	1,611,322	1,805,579	1,678,076	1,495,467	1,407,120
Transfers (out)	(1,385,960)	(4,090,499)	(5,738,909)	(1,663,200)	(2,388,185)	(1,239,829)	(1,273,860)	(1,316,282)	(1,123,324)	(1,035,178)
Bonds issued	10,000,000	-	24,140,000	8,000,000	1,155,475	3,015,626	-	3,363,876	-	-
Discount on bonds issued	-	-	(39,999)	(49,860)	(67,696)	-	-	-	-	-
Loss on disposal of land held for resale	(38,530)	(578,212)	-	-	-	-	-	-	-	-
Sale of capital assets	114,043	31,293	19,616	25,614	102,749	-	-	-	-	-
Total other financing sources (uses)	10,075,513	(916,919)	24,059,385	7,492,274	1,613,642	3,387,119	531,719	3,725,670	372,143	371,942
SPECIAL ITEM	1,695,734	-	-	-	-	-	-	-	-	-
NET CHANGE IN FUND BALANCES	\$ 12,288,302	\$ (887,623)	\$ (608,183)	\$ 5,485,659	\$ 3,098,986	\$ 2,837,329	\$ 1,681,176	\$ 1,374,547	\$ 1,598,080	\$ 4,084,936
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES	10.08%	11.16%	9.25%	8.01%	12.99%	8.17%	8.92%	7.67%	8.58%	9.43%

* The Village changed its year end to December 31 in 2003. The information for 1998-2002 is for the year ended April 30.

[Data Source](#)

Audited Financial Statements

VILLAGE OF WHEELING, ILLINOIS

ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Levy Years

Levy Year	Cook County					Lake County Total Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Estimated Actual Taxable Value
	Residential Property	Commercial Property	Industrial Property	Farm Property	Railroad Property					
1997	\$ 239,292,629	\$ 147,384,631	\$ 315,974,911	\$ 123,317	\$ 109,472	\$ 255,970	\$ 703,140,930	0.824	\$ 2,109,422,790	33.333%
1998	266,948,430	152,975,952	330,527,944	142,199	136,906	262,632	750,994,063	0.776	2,252,982,189	33.333%
1999	280,389,578	158,123,734	339,911,997	152,604	166,812	269,263	779,013,988	0.850	2,337,041,964	33.333%
2000	279,476,703	158,162,919	342,016,232	152,604	210,593	274,672	780,293,723	0.867	2,340,881,169	33.333%
2001	346,633,735	182,651,941	370,022,379	51,344	242,883	643,788	900,246,070	0.842	2,700,738,210	33.333%
2002	385,143,032	180,433,092	384,042,243	74,026	217,677	3,398,419	953,308,489	0.798	2,859,925,467	33.333%
2003	383,867,047	170,563,081	383,498,262	73,905	239,294	3,461,246	941,702,835	0.837	2,825,108,505	33.333%
2004	475,353,083	173,630,760	448,553,188	73,487	459,996	3,570,575	1,101,641,089	0.758	3,304,923,267	33.333%
2005	516,482,519	170,857,125	474,865,044	73,487	587,618	3,689,831	1,166,555,624	0.737	3,499,666,872	33.333%
2006	535,223,102	160,866,914	466,694,131	77,178	737,901	3,737,798	1,167,337,024	0.771	3,502,011,072	33.333%

Data Source

Office of the County Clerk

Note

Property in Lake County is reassessed every year at 33% of actual value.

Property in Cook County is reassessed every three years at rates that vary depending on type (e.g., residential, commercial, industrial, farm and railroad).

VILLAGE OF WHEELING, ILLINOIS

DIRECT AND OVERLAPPING PROPERTY TAX RATES

Last Ten Levy Years

Levy Year	Village Direct Rates					Overlapping Rates (a)										
	General	Bonds and Interest	Police Pension	Fire Pension	Total Direct Tax Rate	Cook County	Forest Preserve District	T.B. Sanitarium	Wheeling Township	Water Reclamation District	Northwest Mosquito Abatement	High School District 214	Harper College District 512	Wheeling Park District	Indian Trails Public Library	Wheeling C C School District 21
1997	0.6739	0.1200	0.0317	-	0.8256	0.9200	0.0700	0.0100	0.1100	0.4500	0.0100	2.2800	0.2900	0.6200	0.3100	3.2300
1998	0.6402	0.1101	0.0248	-	0.7751	0.9100	0.0700	0.0100	0.1000	0.4400	0.0100	2.2000	0.2800	0.6000	0.3000	3.1100
1999	0.6687	0.1564	0.0240	-	0.8491	0.8500	0.0700	0.0100	0.0900	0.4200	0.0100	2.1800	0.2700	0.5900	0.3000	3.0800
2000	0.6797	0.1571	0.0302	-	0.8670	0.8200	0.0700	0.0100	0.0700	0.4200	0.0100	2.2600	0.3500	0.6000	0.3000	3.2000
2001	0.6311	0.1793	0.0316	-	0.8420	0.7500	0.0700	0.0100	0.0300	0.4000	0.0100	1.9900	0.3100	0.5400	0.2800	2.8900
2002	0.5960	0.1690	0.0323	-	0.7973	0.6900	0.0600	0.0100	0.0600	0.3700	0.0100	1.8900	0.3000	0.5200	0.3000	3.2700
2003	0.6206	0.1765	0.0395	-	0.8366	0.6300	0.0600	-	0.0500	0.3600	0.0100	1.9800	0.3100	0.5600	0.3400	3.5800
2004	0.5305	0.1450	0.0625	0.0194	0.7575	0.5900	0.0600	-	0.0400	0.3500	0.0100	1.8200	0.2800	0.5200	0.3200	3.2600
2005	0.5055	0.1379	0.0646	0.0284	0.7365	0.5330	0.0600	0.0050	0.0410	0.3150	0.0090	1.7590	0.2810	0.5120	0.3120	3.3940
2006	0.5764	0.0832	0.0701	0.0411	0.7709	0.5000	0.0570	0.0050	0.0430	0.2840	0.0090	1.8230	0.2880	0.5350	0.3200	3.5020

Data Source

Office of the County Clerk

Note: Rates for debt service are set based on each year's requirements.

VILLAGE OF WHEELING, ILLINOIS
 PRINCIPAL PROPERTY TAXPAYERS
 CURRENT YEAR AND NINE YEARS AGO

Taxpayer	Type of Business	2006		Percentage of Total Village Taxable Assessed Valuation	1997		Percentage of Total Village Taxable Assessed Valuation
		Taxable Assessed Value	Rank		Taxable Assessed Value	Rank	
Wal-Mart Stores Inc.	Retail & Wholesale Discount Stores	\$ 19,767,370	1	1.70%	\$ 12,232,357	2	1.77%
C Cusick USGI INCC	Woodland Creek Apartments	16,592,844	2	1.43%	14,459,268	1	2.09%
Allstate Insurance Co	Real Estate Holdings	13,908,188	3	1.20%	7,497,496	5	1.08%
Capstone Realty	Arlington Club/Village Green Apartments	13,542,627	4	1.16%	5,664,065	9	0.82%
Durable Inc	Industrial	12,175,996	5	1.05%			
Pactive	Industrial	11,697,273	6	1.01%			
Shorewood Management	Mallard Lake Apartments	11,091,905	7	0.95%	9,099,012	3	1.32%
MIDCO Wheeling LLC	Retail Stores, Restaurants	9,608,877	8	0.83%			
Foxboro Apartments	Real Estate Holdings	9,479,817	9	0.81%	7,472,869	6	1.08%
Valspar Corporation	Enterprise Paint	6,742,498	10	0.58%			
ACCO International	Office Products Manufacturing				8,266,257	4	1.20%
Wickes Furniture	Retail Store, Warehouse				6,011,543	7	0.87%
Moen Incorporated	Industrial				5,885,728	8	0.85%
Pine Hill/Reily Mtg.	Real Estate Holdings				5,518,665	10	0.80%
		<u>\$ 124,607,395</u>		<u>10.72%</u>	<u>\$ 82,107,260</u>		<u>11.88%</u>

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

Data Source

Office of the County Clerk

VILLAGE OF WHEELING, ILLINOIS
PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Levy Years

Levy Year	Tax Levied	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
1997	\$ 5,791,263	\$ 5,666,291	97.84%	\$ -	\$ 5,666,291	97.84%
1998	5,820,952	5,693,445	97.81%	-	5,693,445	97.81%
1999	6,611,900	6,433,553	97.30%	-	6,433,553	97.30%
2000	6,766,232	6,481,569	95.79%	-	6,481,569	95.79%
2001	7,580,477	7,422,288	97.91%	-	7,422,288	97.91%
2002	7,600,914	7,421,500	97.64%	36,549	7,458,049	98.12%
2003	7,809,463	7,300,117	93.48%	230,687	7,530,804	96.43%
2004	8,344,130	8,154,484	97.73%	67,306	8,221,790	98.53%
2005	8,589,472	8,327,128	96.95%	74,028	8,401,156	97.81%
2006	8,997,472	7,809,015	86.79%	821,848	8,630,863	95.93%

Note

Property in Lake County is reassessed every year at 33% of actual value.
Property in Cook County is reassessed every three years at rates that vary depending on type (e.g., residential, commercial, industrial, farm and railroad).

Data Source

Office of the County Clerk

VILLAGE OF WHEELING, ILLINOIS

MUNICIPAL SALES TAX RECEIPTS BY CATEGORY*

As of December 31

Fiscal Year	2002	2003	2004	2005	2006
General merchandise	\$ 1,485,035	\$ 1,422,425	\$ 1,419,580	\$ 1,342,665	\$ 1,486,056
Food	453,001	551,967	549,384	549,085	590,675
Drinking and eating places	1,000,569	974,036	1,103,403	1,066,168	1,295,391
Apparel	12,466	12,497	13,701	14,730	16,800
Furniture & H.H. & Radio	339,586	344,420	328,956	354,842	515,529
Lumber, building hardware	178,676	232,135	237,653	394,147	550,604
Automobile and filling stations	719,456	585,422	587,033	649,795	2,063,177
Drugs and miscellaneous retail	494,486	555,071	668,512	661,554	666,211
Agriculture and all others	1,667,212	1,551,711	1,583,345	1,661,990	1,878,295
Manufacturers	714,892	687,605	656,612	672,161	833,893
TOTAL**	\$ 7,065,379	\$ 6,917,289	\$ 7,148,179	\$ 7,367,137	\$ 9,896,631
VILLAGE DIRECT SALES TAX RATE	1.00%	1.00%	1.00%	1.00%	1.00%
VILLAGE HOME RULE SALES TAX RATE***	0.75%	0.75%	0.75%	0.75%	0.75%

* Includes the Cook & Lake County portions of the Village

** Totals do not tie to financial statements due to confidentiality agreements with certain taxpayers

***The Municipal Home Rule Sales tax rate does not apply to qualifying food, drugs, and medical appliances

Data Source

Illinois Department of Revenue
Village Records

VILLAGE OF WHEELING, ILLINOIS

DIRECT AND OVERLAPPING SALES TAX RATES

Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Village Direct Rate</u>	<u>State Rate</u>
1998	0.50%	7.75%
1999	0.50%	7.75%
2000	0.50%	7.75%
2001	0.50%	7.75%
2002	0.75%	7.75%
2003	0.75%	7.75%
2004	0.75%	7.75%
2005	0.75%	7.75%
2006	1.00%	7.75%
2007	1.00%	7.75%

Data Source

Illinois Department of Revenue
Village Records

Note

These tax rates are for Cook County. The Village receives the majority of its sales tax from businesses located in Cook County.

VILLAGE OF WHEELING, ILLINOIS
RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year Ended	Governmental Activities			Business-Type Activities			Total Primary Government	Percentage of Actual Taxable Value(1) of Property	Per Capita (2)
	General Obligation Bonds	Installment Notes Payable	TIF Revenue Bonds	General Obligation Bonds	Installment Notes Payable	Capital Leases			
1998	\$ 13,435,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 13,435,000	0.64%	433.81
1999	12,410,000	-	-	-	-	-	12,410,000	0.55%	397.08
2000	14,405,000	-	-	-	-	-	14,405,000	0.62%	459.24
2001	13,085,000	-	-	-	-	-	13,085,000	0.56%	379.32
2002	14,620,000	-	-	1,675,000	-	-	16,295,000	0.60%	472.37
2003	13,200,000	-	-	3,910,000	-	-	17,110,000	0.60%	496.00
2004	17,038,700	-	-	3,635,000	-	-	20,673,700	0.73%	599.31
2005	20,412,308	-	19,000,000	3,235,000	-	-	42,647,308	1.29%	1,106.14
2006	18,582,906	-	19,000,000	2,830,000	-	-	40,412,906	1.15%	1,048.19
2007	26,930,533	-	19,000,000	2,420,000	-	-	48,350,533	1.38%	1,254.07

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

(1) Assessed value and actual value of taxable property

(2) See the Schedule of Demographic and Economic Statistics on page 141 for personal income and population data.

Data Source

Village Records

VILLAGE OF WHEELING, ILLINOIS

RATIOS OF GENERAL BONDED DEBT OUTSTANDING

Last Ten Fiscal Years

Fiscal Year	General Obligation Bonds	Less Amounts Available In Debt Service Fund	Total	Percentage of Estimated Actual Taxable Value of Property*	Per Capita
1998	\$ 13,435,000	\$ 842,591	\$ 12,592,409	0.60%	\$ 406.60
1999	12,410,000	874,011	11,535,989	0.51%	369.12
2000	14,405,000	562,352	13,842,648	0.59%	441.31
2001	13,085,000	643,665	12,441,335	0.53%	360.66
2002	14,620,000	742,512	13,877,488	0.51%	402.29
2003	13,200,000	24,278	13,175,722	0.46%	381.95
2004	17,038,700	353,810	16,684,890	0.59%	483.68
2005	20,412,308	41,094	20,371,214	0.62%	528.37
2006	18,582,906	90,537	18,492,369	0.53%	479.64
2007	26,930,533	89,145	26,841,388	0.77%	696.18

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

* See the Schedule of Assessed Value and Actual Value of Taxable Property on page 130 for property value data.

Data Source

Village Records

VILLAGE OF WHEELING, ILLINOIS
SCHEDULE OF LEGAL DEBT MARGIN

December 31, 2007

The Village is a home rule municipality.

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes governs computation of the legal debt margin.

"The General Assembly may limit by law the amount and require referendum approval of debt to be incurred by home rule municipalities, payable from ad valorem property tax receipts, only in excess of the following percentages of the assessed value of its taxable property...(2) if its population is more than 25,000 and less than 50,000 an aggregate of one per cent:...indebtedness which is outstanding on the effective date (July 1, 1971) of this constitution or which is thereafter approved by referendum...shall not be included in the foregoing percentage amounts."

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

VILLAGE OF WHEELING, ILLINOIS

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

December 31, 2007

Governmental Unit	Gross Debt	Percentage Debt Applicable to the Village of Wheeling (1)	Village of Wheeling Share of Debt
Village of Wheeling	\$ 26,930,533	100.00%	\$ 26,930,533
Cook County, including Forest Preserve	144,344,783,200	0.81%	24,906,528
Lake County Forest Preserve	27,319,237,715	0.01%	17,152
Metropolitan Water Reclamation District	141,468,642,565	0.82%	11,919,092
Wheeling Park District	1,228,920,685	88.17%	678,909
Prospect Heights Park District	349,283,985	21.87%	107,718
Indian Trails Library	1,689,664,849	46.08%	691,200
School District No. 21	2,118,947,059	49.97%	23,680,098
School District No. 23	539,108,060	19.43%	1,118,124
School District No. 102	785,259,565	0.48%	81,404
High School District No. 125	3,530,769,317	0.11%	37,413
High School District No. 214	9,330,957,583	12.47%	3,321,960
Community College District No. 512	20,445,486,113	5.69%	3,102,757
Community College District No. 532	25,966,286,120	0.01%	917
	<u>379,117,346,816</u>		<u>69,663,272</u>
	<u>\$ 379,144,277,349</u>		<u>\$ 96,593,805</u>

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

Data Source

Office of the County Clerk

VILLAGE OF WHEELING, ILLINOIS
 DEMOGRAPHIC AND ECONOMIC INFORMATION

Last Ten Fiscal Years

Fiscal Year	Population	Personal Income	Per Capita Personal Income	Median Age	School Enrollment	Unemployment Rate
1998	30,970	\$ 572,325,600	\$ 18,480	32.0	4,497	3.3%
1999	31,253	577,555,440	18,480	32.0	4,497	3.2%
2000	31,367	783,829,963	24,989	32.0	4,590	2.8%
2001	34,496	862,020,544	24,989	34.5	5,825	4.4%
2002	34,496	862,020,544	24,989	34.5	6,007	5.8%
2003	34,496	862,020,544	24,989	34.5	6,187	5.6%
2004	34,496	862,020,544	24,989	34.5	6,064	5.1%
2005	38,555	963,450,895	24,989	34.5	6,064	4.8%
2006	38,555	963,450,895	24,989	34.5	6,064	3.6%
2007	38,555	963,450,895	24,989	34.5	6,249	3.8%

Personal income is the largest sole source income type, usually either property or sales tax.

Data Source

Village Records

VILLAGE OF WHEELING, ILLINOIS

PRINCIPAL EMPLOYERS

Current Year and Nine Years Ago

Employer	2007			1998		
	Number of Employees	Rank	% of Total Village Population	Number of Employees	Rank	% of Total Village Population
ACCO Brands Inc	1,484	1	3.85%	1484	1	4.79%
Angiotech (Manan Medical)	1,112	2	2.88%			
Do All Company	927	3	2.40%			
Durable Inc.	750	4	1.95%			
Chicago Manifold Products Corp	625	5	1.62%	625	2	2.02%
Ensar Corp/Handi Foil	600	6	1.56%	600	3	1.94%
Pactive Corp	550	7	1.43%	440	4	1.42%
School District 21	487	8	1.26%	330	7	1.07%
Block & Company	400	9	1.04%	320	8	1.03%
Hospital Laundry Services	400	9	1.04%			
Bob Chinn's Crabhouse Restaurant	375	10	0.97%	350	5	1.13%
Wal-Mart #1735				335	6	1.08%
Allstate Printing/Dist. Ctr				300	9	0.97%
TNT Holland Motor Express, Inc.				300	9	0.97%
Fluid Management Inc.				290	10	0.94%
TOTAL	7,710		20.00%	5,374		17.36%

VILLAGE OF WHEELING, ILLINOIS
FULL-TIME EQUIVALENT EMPLOYEES

Last Ten Fiscal Years

Function/Program	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
General Government										
Management services		-				4	4	4	5	5
Human resources						2	2	2	2	2
Finance	15	16	16	17	17	12	12	11	11	12
Economic development		2	2	2	2	2	2	2	-	-
Senior services	2	2	2	2	2	3	3	3	4	4
Community development	13	13	15	15	15	18	18	18	18	18
Public Safety										
Police										
Officers	59	59	63	64	64	65	65	67	66	66
Civilians	24	24	25	25	25	25	25	25	27	27
Fire										
Firefighters and officers	44	44	44	45	48	54	54	54	56	56
Civilians	2	2	2	2	2	2	2	2	2	2
Public Works										
Administration	4	4	5	6	6	6	3	4	4	4
Engineering	5	6	6	6	6	10	13	13	13	13
Building and vehicle maintenance	11	12	11	10	10	11	11	12	12	12
Water/sewer maintenance	19	21	22	22	22	22	22	21	21	21
Street maintenance	8	9	10	10	10	10	10	10	10	10
	206	214	223	226	229	246	246	248	251	252

Data Source

Village budget office

VILLAGE OF WHEELING, ILLINOIS
OPERATING INDICATORS BY FUNCTION

Last Ten Fiscal Years

Function	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Police										
DUI arrests	n/a	131	150	203	262	235	227	203	189	212
Accidents	1,871	2,028	1,830	1,747	1,779	1,605	1,541	1,622	1,648	1,606
Total tickets	12,851	11,652	12,789	15,827	16,796	14,250	18,527	18,545	17,114	16,684
Total calls	23,359	24,256	22,181	23,561	25,555	25,849	25,687	23,485	28,593	39,233
Fire										
Number of calls answered	3,278	3,312	3,315	3,394	3,336	3,345	3,471	3,782	3,794	4,120
Inspections	1,389	879	1,244	1,917	1,749	1,963	2,178	2,123	2,665	2,623
Highways and Streets										
Word orders completed	763	531	842	1,046	1,296	940	1,409	1,566	1,744	1,989
Sidewalks plowed		400	448	213	500	18	284	518	186	619
Water & Sewer										
Meter replacements		1,200	1,422	1,910	1,800	373	373	177	N/A	N/A
Customer service calls		1,484	2,240	2,209	2,250	1,140	1,140	1,300	1,380	1,320
Sanitary sewer complaints	169	161	219	158	115	97	93	68	106	106
Sanitary sewer cleaned (l.f.)		23,623	33,560	34,386	68,000	42,600	65,447	35,721	42,600	35,290
Catch basins/inlets cleaned		238	111	135	150	225	323	105	172	172

Note: Indicators are not available for the general government function.

Data Source

Village records

VILLAGE OF WHEELING, ILLINOIS

CAPITAL ASSET STATISTICS BY FUNCTION

Last Ten Fiscal Years

Function	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Public Safety										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Number of squad cars	20	21	23	23	33	33	33	33	33	33
Fire										
Stations	2	2	2	2	2	2	2	2	2	2
Highways and streets										
Streets (miles)	62	62	62	65	65	65	65	65	65	65
Alleys (miles)	0.3	0.3	0.3	0.3	0.3	0.3	0.3	0.3	0.3	0.3
Water										
Water mains (miles)	120	126	128	128	131	134	134	138	138	138
Fire hydrants	1324	1368	1368	1368	1488	1488	1488	1568	1620	1631
Average daily pumpage (mgd)	4.29	4.29	4.59	4.59	4.62	4.49	4.49	4.82	4.56	4.56
Sewer										
Sanitary sewers (miles)	72	74	74	76.7	76.7	76.7	76.7	76.7	76.7	76.7
Storm sewers (miles)	68	68	68	68	68	68	68	68	68	68
Building Inspections										
Number of permits issued	575	638	626	662	696	1335	1691	1327	1369	1151
Culture and Recreation										
Number of parks and playgrounds	15	15	15	15	16	16	16	16	16	16
Park area (acres)	254	254	254	254	270	270	270	270	270	270

MUNICIPAL SECONDARY MARKET DISCLOSURE ANNUAL REPORT COVER SHEET

This Cover Sheet and Annual Report are being sent to all Nationally Recognized Municipal Securities Information Repositories and any applicable State Information Depository pursuant to Securities and Exchange Commission Rule 15c2-12(b)(5)(i)(C) and (D) or any analogous state statute.

ISSUER (OBLIGATED PARTY):	Village of Wheeling, Cook and Lake Counties, Illinois	
Issue Identification	Date of Issue	6-Digit CUSIP No.
\$3,000,000 General Obligation Bonds, Series 1999A	6/15/1999	963099
\$1,075,000 General Obligation Bonds, Series 1999B	6/15/1999	963099
\$3,000,000 General Obligation Bonds, Series 2001	6/15/2001	963099
\$4,595,000 General Obligation Bonds, Series 2003	2/1/2003	963099
\$2,250,000 General Obligation Bonds, Series 2003A	7/1/2003	963099
\$1,155,475 General Obligation Bonds, Series 2003B	7/1/2003	963099
\$8,000,000 General Obligation Bonds, Series 2004A	4/15/2004	963099
\$5,140,000 General Obligation Sales Tax Bonds, Series 2005	9/1/2005	963099
\$10,000,000 General Obligation Corporate Purpose Bonds, Series 2007	11/30/2007	963099
\$20,000,000 General Obligation Corporate Purpose Bonds, Series 2008	1/15/2008	963099
\$10,000,000 General Obligation Corporate Purpose Bonds, Series 2009	1/15/2009	963099

The following have been authorized by the Issuer to distribute this information publicly:

	Dissemination Agent	Issuer
Contact Name/Title:	John V. Repsholdt, Financial Advisor	Michael Mondschain
Contact Name/Title:	Michelle Harris, Senior Analyst	Director of Finance
Company:	Ehlers & Associates, Inc.	Village of Wheeling
Address:	550 Warrenville Rd., Ste. 220 Lisle, IL 60532	255 West Dundee Road Wheeling, IL 60090
Phone:	(630) 271-3330	(847) 459-2600
FAX:	(630) 271-3369	(847) 459-9692
Relationship to Issuer:	Continuing Disclosure Dissemination Agent	

This Annual Report has been prepared and is being provided to the secondary market only in compliance with the contractual agreement of the Issuer, entered into in accordance with Rule 15c2-12 promulgated by the U.S. Securities and Exchange Commission, to update annually the following financial information and operating data which was provided in the Final Official Statement relating to the above noted obligations. The information provided in this Annual Report speaks only as of its date and is subject to change without notice. The delivery of this Annual Report may not under any circumstances, create an implication that there has been no other change to the information provided about the Issuer or otherwise in the Final Official Statement. The presentation of information in this Annual Report is intended to show recent historical information and is not intended to indicate future or continuing trends with respect to the Issuer. The Issuer has not agreed in any way to notify the secondary market of subsequent changes to the information in this Annual Report, other than an undertaking to provide notice of certain specific material events.

Type of Filing:	Electronic	No. of Pages Enclosed:	14
Fiscal Period Covered:	December 31, 2007		

Description of Information Enclosed (Check items enclosed)

x	Audited Financial Statements or CAFR for FYE December 31, 2007
	Annual Financial Information and Operating Data pursuant to Rule 15-c2-12

Village of Wheeling, Cook and Lake Counties, Illinois
Municipal Secondary Market Disclosure Annual Report
Date of Report: June 3, 2008

I. ANNUAL FINANCIAL INFORMATION REPORT UPDATE

Retailers' Occupation, Service Occupation and Use Tax

DEBT INFORMATION

General Obligation Bonded Debt

Overlapping Bonded Debt

Statement of Bonded Indebtedness

PROPERTY ASSESSMENT AND TAX INFORMATION

Equalized Assessed Valuation

Representative Tax Rates

Tax Extensions and Collections

Principal Taxpayers

FINANCIAL INFORMATION

Statement of Net Assets - Governmental Assets

General Fund - Balance Sheet

*Statement of Activities - Net (Expense) Revenue and Changes in Net Assets -
Governmental Activities*

General Fund - Revenues, Expenditures and Changes in Fund Balance

General Fund - Budget and Interim Financial Information

II. VILLAGE OF WHEELING, ILLINOIS -- AUDITED FINANCIAL STATEMENT FOR FISCAL YEAR ENDING DECEMBER 31, 2007 -- ENCLOSED

Retailers' Occupation, Service Occupation, Use and Home Rule Sales Tax ⁽¹⁾

<u>Calendar Year Ending 12/31</u>	<u>Municipal Sales Tax Distributions ⁽²⁾</u>	<u>Home Rule Sales Tax Distributions</u>	<u>Total Sales Tax Distributions</u>	<u>Annual Percent Change + (-) ⁽³⁾</u>
1998	4,354,397	1,622,662	5,977,059	3.70%
1999	4,415,755	1,617,725	6,033,480	0.94%
2000	4,721,807	1,669,858	6,391,665	5.94%
2001	5,072,549	1,687,720	6,760,269	5.77%
2002	4,827,604	2,576,068	7,403,672	9.52%
2003	4,725,308	2,587,926	7,313,234	(1.22)%
2004	4,884,679	2,684,724	7,569,403	3.50%
2005	5,023,863	2,778,315	7,802,178	3.08%
2006	6,548,443	3,878,195	10,426,638	33.64%
2007	6,192,977	4,461,378	10,654,355	2.18%
Growth From 1998 to 2007				78.25%

- Notes: (1) Source: Illinois Department of Revenue. Based on Standard Industrial Classification. Includes tax collections in both Cook and Lake County.
- (2) Tax distributions are based on records of the Illinois Department of Revenue relating to the 1% municipal portion of the Retailers' Occupation, Service Occupation and Use Tax, collected on behalf of the Village less a State administration fee. The municipal 1% includes tax receipts from the sale of food and drugs which are not taxed by the State.
- (3) Based on 1997 of \$5,763,609.

DIRECT GENERAL OBLIGATION DEBT (see schedules following)

Total General Obligation Bonds	\$ 53,995,492
Total Alternate Revenue Source Bonds	<u>5,140,000</u>
Total General Obligation Debt	<u><u>\$ 59,135,492</u></u>

REVENUE BONDS

Issue	Issue Date	Final Maturity	Amount Outstanding
\$19,000,000 Tax Increment Revenue Bond, Series 2005	9/25/2005	1/1/2025	\$ 19,000,000

Series 2005 (1)		Series 2007		Series 2008		Series 2009		Total Principal	Total Interest	Total P & I	Principal Outstanding	% Paid	Fiscal Year Ending 12/31
Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest						
210,000	208,594	0	393,089	0	760,155	0	0	1,874,835	1,885,174	3,760,009	57,260,657	3.17%	2008
215,000	200,194	0	392,000	0	866,000	0	344,089	1,947,835	2,274,350	4,222,185	55,312,822	6.46%	2009
225,000	191,594	0	392,000	0	866,000	0	392,000	1,348,698	2,255,513	3,604,211	53,964,124	8.74%	2010
235,000	182,594	0	392,000	0	866,000	0	392,000	1,414,947	2,212,822	3,627,769	52,549,177	11.14%	2011
250,000	173,194	0	392,000	510,000	866,000	392,000	392,000	1,391,097	2,166,367	3,557,484	51,158,080	13.49%	2012
260,000	163,194	0	392,000	670,000	843,917	392,000	392,000	1,634,408	2,125,916	3,760,324	49,523,672	16.25%	2013
270,000	152,794	0	392,000	840,000	814,906	392,000	392,000	1,829,488	2,067,780	3,897,268	47,694,184	19.35%	2014
285,000	141,994	0	392,000	1,015,000	778,534	392,000	392,000	2,030,018	2,000,301	4,030,319	45,664,166	22.78%	2015
295,000	130,594	0	392,000	1,205,000	734,585	392,000	392,000	2,259,710	1,934,419	4,194,129	43,404,456	26.60%	2016
310,000	118,794	0	392,000	1,400,000	682,408	392,000	392,000	2,480,043	1,848,223	4,328,266	40,924,413	30.80%	2017
325,000	106,394	0	392,000	1,600,000	621,788	392,000	392,000	2,715,486	1,750,936	4,466,422	38,208,927	35.39%	2018
335,000	93,394	0	392,000	1,815,000	552,508	392,000	392,000	2,966,049	1,642,949	4,608,998	35,452,878	40.05%	2019
350,000	79,994	0	392,000	2,030,000	473,919	392,000	392,000	3,006,744	1,531,725	4,538,469	32,446,134	45.13%	2020
370,000	65,994	0	392,000	2,250,000	386,020	392,000	392,000	3,267,577	1,408,793	4,676,370	29,178,557	50.66%	2021
385,000	50,730	0	392,000	2,475,000	288,595	392,000	392,000	3,528,557	1,273,214	4,801,771	25,650,000	56.63%	2022
400,000	34,850	0	392,000	2,700,000	181,427	392,000	392,000	3,740,000	1,030,357	4,770,357	21,910,000	62.95%	2023
420,000	17,850	0	392,000	1,490,000	64,517	392,000	392,000	3,345,000	866,367	4,211,367	18,565,000	68.61%	2024
		0	392,000			392,000	392,000	3,140,000	727,748	3,867,748	15,425,000	73.92%	2025
		0	392,000			392,000	392,000	3,340,000	604,660	3,944,660	12,085,000	79.56%	2026
		1,445,000	392,000			392,000	392,000	3,340,000	473,732	4,003,732	8,555,000	85.53%	2027
		3,700,000	335,356		81,732			3,700,000	335,356	4,035,356	4,855,000	91.79%	2028
		3,850,000	190,316					3,850,000	190,316	4,040,316	1,005,000	98.30%	2029
		1,005,000	39,396					1,005,000	39,396	1,044,396	0	100.00%	2030
5,140,000	2,112,746	10,000,000	8,406,157	20,000,000	10,647,277	10,000,000	6,854,229	59,135,492	32,646,432	91,781,924			

(1) Alternate revenue source bonds payable from sales tax receipts.

Prepared by Ehlers Associates, Inc.

Current Debt

OVERLAPPING DEBT¹

<u>Taxing Body</u>	<u>Total 2006 EAV</u>	<u>EAV within Village's</u>	<u>% in Village</u>	<u>Total G.O. Debt as of 4/2008</u>	<u>Village's Proportionate Share</u>
Cook County, including Forest Preserve	\$144,344,783,200	\$1,163,559,227	0.81%	\$3,074,880,000	\$24,786,521
Lake County Forest Preserve	27,319,237,715	3,737,798	0.01%	171,524,438	23,468
Metropolitan Water Reclamation Dist.	141,468,642,565	1,163,599,227	0.82%	1,453,547,772	11,955,632
Wheeling Park District	1,228,920,685	1,083,545,190	88.17%	770,000	678,913
Prospect Heights Park District	349,283,985	76,393,401	21.87%	492,540	107,726
Indian Trails Library	1,689,664,849	778,650,141	46.08%	1,500,000	691,247
School District No. 21	2,118,947,059	1,058,846,329	49.97%	47,388,630	23,680,288
School District No. 23	539,108,060	104,752,898	19.43%	5,754,629	1,118,169
School District No. 102	785,259,565	3,737,798	0.48%	16,959,160	80,725
High School District No. 125	3,530,769,317	3,737,798	0.11%	34,012,057	36,006
High School District No. 214	9,330,957,583	1,163,599,227	12.47%	26,639,615	3,322,042
Community College District No. 512	20,445,486,113	1,163,599,227	5.69%	54,530,000	3,103,427
Community College District No. 532	25,966,286,120	3,737,798	0.01%	9,168,475	1,320
Village's Share of Total Overlapping Debt					\$69,585,483

DEBT RATIOS

	<u>G.O. Debt</u>	<u>Debt/Estimated Market Value \$3,502,011,075</u>	<u>Debt/ Per Capita Est. 38,555</u>
Total general obligation debt	\$59,135,492	1.69%	\$1,534
Village's Share of Total Overlapping Debt	<u>\$69,585,483</u>	<u>1.99%</u>	<u>\$1,805</u>
Total	\$128,720,975	3.68%	\$3,339

¹ Only those taxing jurisdictions with general obligation debt outstanding are included in this section.

VILLAGE EQUALIZED ASSESSED VALUATION (1)

By Property Class	Levy Years				
	2002	2003	2004	2005	2006
Residential	\$385,143,032	\$383,867,047	\$475,353,083	\$ 516,482,519	\$ 535,223,103
Commercial	180,433,092	170,563,081	173,630,760	170,857,125	160,866,914
Industrial	384,042,243	383,498,262	448,553,188	474,865,044	466,694,131
Farm	74,026	73,905	73,487	73,487	77,178
Railroad	217,677	239,294	459,996	587,618	737,901
Total	\$949,910,070	\$938,241,589	\$1,098,070,514	\$1,162,865,793	\$1,163,599,227
Lake County	3,398,419	3,461,246	3,570,575	3,689,831	3,737,798
	\$953,308,489	\$941,702,835	\$1,101,641,089	\$1,166,555,624	\$1,167,337,025
Percent Change +(-)	5.89%	-1.22%	16.98%	5.89%	0.07%

Notes: (1) Source: Cook County Clerk
2002 percent change based on a 2001 EAV of \$900,246,070

LARGER TAXPAYERS ²

Taxpayer	Type of Property	2006 Equalized Assessed Value	2006 Est. Market Value
Wal-Mart Stores	Retail Discount Store	\$19,767,370	\$59,302,110
Woodland Creek Assoc.	Apartments	16,592,844	49,778,532
Allstate Insurance Co.	Insurance	13,908,188	41,724,564
Village Green	Real Property	13,542,627	40,627,881
Durable Inc.	Industrial	12,175,996	36,527,988
Pactiv	Aluminum Extruded Products	11,697,273	35,091,819
Shorewood Management	Mallard Lake Apartments	11,091,905	33,275,715
MIDCO Wheeling LLC	Retail Stores, Restaurants	9,608,877	28,826,631
Foxboro Apartments	Apartments	9,479,817	28,439,451
Valspar Corporation	Enterprise Paint	6,742,498	20,227,494
Total		124,607,395	373,822,185

Ten Largest Taxpayers as Percent of Village's 2006 EAV (\$1,167,337,025) 10.67%

Source: Property Valuations and Larger Taxpaying Parcels provided by Cook County.

² Some of the taxpayers listed above may own multiple parcels. The valuations stated above for some of the taxpayers may not include all parcels or all classifications of property.

TAX LEVIES AND COLLECTIONS

Tax Year	Tax Extension	Collections to Date and Back Taxes	Percent of Current and Back Taxes Collected to Date
2002/03	\$7,600,914	\$7,458,049	98.12%
2003/04	7,809,463	7,530,804	96.43%
2004/05	8,344,130	8,221,790	98.53%
2005/06	8,589,472	8,401,156	97.81%
2006/07	8,997,472	8,630,863	95.93%

VILLAGE TAX RATES

Property tax rates are expressed in dollars per \$100 of Equalized Assessed Value.

Fund	2002	2003	2004	2005	2006
Corporate	\$0.5960	\$0.6206	\$0.5305	\$0.5055	\$0.5764
Bond and Interest	0.1690	0.1765	0.1450	0.1379	0.0832
Police Pension	0.0323	0.0395	0.0625	0.0646	0.0701
Fire Pension	0.0000	0.0000	0.0194	0.0284	0.0411
IMRF	0.0000	0.0000	0.0000	0.0000	0.0000
Street and Bridge	<u>0.0000</u>	<u>0.0000</u>	<u>0.0000</u>	<u>0.0000</u>	<u>0.0000</u>
Total	\$0.7973	\$0.8366	\$0.7574	\$0.7364	\$0.7708

TYPICAL TAX BILL

Following is a typical tax bill for a taxpayer living in the Village of Wheeling. Property tax rates are expressed in dollars per \$100 of Equalized Assessed Value.

	2002	2003	2004	2005	2006
Cook County	\$0.690	\$0.630	\$0.593	\$0.533	\$0.500
Cook County Forest Preserve District	0.061	0.059	0.060	0.060	0.057
Suburban TB Sanitarium	0.006	0.004	0.001	0.005	0.005
Metropolitan Water Reclamation District	0.371	0.361	0.347	0.315	0.284
Northwest Mosquito Abatement District	0.009	0.010	0.009	0.009	0.009
Consolidated Elections	0.000	0.029	0.000	0.014	0.000
Village of Wheeling ³	0.797	0.837	0.757	0.736	0.771
Wheeling Township	0.040	0.047	0.042	0.041	0.043
General Assistance	0.008	0.010	0.009	0.009	0.010
Road and Bridge	0.012	0.013	0.012	0.012	0.013
School District Number 21	3.266	3.575	3.262	3.394	3.502
High School District Number 214	1.888	1.982	1.818	1.759	1.823
Community College District Number 512	0.295	0.310	0.279	0.281	0.288
Indian Trails Public Library District	0.304	0.335	0.323	0.312	0.320
Wheeling Park District	<u>0.519</u>	<u>0.562</u>	<u>0.521</u>	<u>0.512</u>	<u>0.535</u>
Total Tax Rate	\$8.266	\$8.764	\$8.033	\$7.992	\$8.160

Source: Tax Collections and Tax Rates have been furnished by Cook County.

³ The Village is a home-rule unit under the 1970 Illinois Constitution and, as such, has no statutory tax rate limit.

Statement of Net Assets - Governmental Activities

FISCAL YEAR ENDING DECEMBER 31

	2003	2004	2005	2006	2007
Assets					
Cash and Investments	\$ 30,540,641	\$ 35,740,003	\$ 31,400,981	\$ 30,117,466	\$ 39,229,154
Receivables, net:					
Property Taxes	7,540,308	8,450,056	8,533,844	9,091,681	10,100,711
Sales Taxes	1,956,613	1,977,031	2,028,316	2,561,466	3,069,961
Income Taxes	349,255	244,251	267,088	313,648	349,064
Telecommunications Tax	528,417	530,928	516,449	476,901	564,044
Accounts	45,327	67,364	215,507	72,909	130,293
Accrued Interest	111,602	122,454	159,127	154,927	144,445
Loans	105,278	39,075	0	0	0
IPBC	0	0	0	0	1,695,734
Other	647,308	427,078	621,618	861,415	644,599
Prepaid Items	220,746	193,310	302,107	326,159	267,338
Inventory	208,062	181,860	192,696	226,681	203,476
Due from Fiduciary Funds	0	0	0	122	122
Due from Other Governments	79,406	927,589	0	181,944	137,199
Due from IRMA	1,200,067	650,037	177,645	0	0
Land Held for Resale	4,194,458	4,837,453	8,307,165	8,532,455	10,388,184
Due to/From Other Funds	0	(330,430)	0	0	0
Advances to Other Funds	(578,144)	(578,144)	(756,789)	(850,429)	(678,231)
Deferred Charges	0	61,280	725,475	688,879	703,782
Net Pension Asset	0	344,469	344,796	336,048	358,956
Capital Assets Not Being Depreciated	23,683,599	22,873,216	23,084,960	24,242,249	26,052,913
Capital Assets Being Depreciated	1,724,041	22,726,279	21,899,567	22,662,727	21,724,437
Total Assets	\$ 72,556,984	\$ 99,485,159	\$ 98,020,552	\$ 99,997,248	\$ 115,086,181
Liabilities					
Accounts Payable	\$ 733,476	\$ 1,689,153	\$ 1,136,585	\$ 1,395,574	\$ 2,933,439
Accrued Payroll	475,806	27,671	41,720	51,185	146,299
Deposits Payable	361,498	119,942	110,407	295,890	81,358
Unearned Revenue	8,487,404	8,852,578	8,516,630	8,892,830	9,066,854
Other Liabilities	198,536	349,609	875,174	1,021,128	1,069,289
Due to Fiduciary Funds	1,484	10,981	7,278	9,857	202,426
Interest Payable	39,000	235,768	438,434	607,386	638,148
Due Within One Year	2,000,399	2,083,511	1,981,284	1,774,221	1,610,773
Due in More Than One Year	9,925,906	16,186,243	38,811,832	37,473,239	45,965,738
Total Liabilities	\$ 22,223,509	\$ 29,555,456	\$ 51,919,344	\$ 51,521,310	\$ 61,714,324
Net Assets					
Investment in Capital Assets, Net of Related Debt	\$ 28,543,534	\$ 32,484,495	\$ 34,964,527	\$ 38,279,976	\$ 30,177,350
Restricted for:					
Highway and Streets	909,890	1,626,123	1,950,946	1,786,792	954,554
Public Safety	689,716	640,591	504,908	341,509	304,415
Economic Development	8,663,416	14,856,743	16,586,807	14,239,236	16,032,619
Capital Projects	0	5,479,205	3,846,592	3,733,942	12,237,262
Debt Service	28,506	7,990	41,094	90,537	89,145
Unrestricted	27,014,782	14,834,556	(11,793,666)	(9,996,054)	(6,423,488)
Total Net Assets	\$ 65,849,844	\$ 69,929,703	\$ 46,101,208	\$ 48,475,938	\$ 53,371,857

General Fund - Balance Sheet

FISCAL YEAR ENDING DECEMBER 31

	2003	2004	2005	2006	2007
Assets					
Cash and Investments	\$ 13,597,566	\$ 12,020,565	\$ 11,307,185	\$ 12,844,791	\$ 13,022,846
Receivables, net:					
Property Taxes	6,001,844	6,803,447	6,903,833	7,930,200	7,592,737
Sales Taxes	1,956,613	1,977,031	2,028,316	2,561,466	3,069,961
Income Taxes	349,255	244,251	267,088	313,648	349,064
Telecommunications Tax	528,417	530,928	516,449	476,901	564,044
Accounts	0	0	0	0	0
Accrued Interest	57,456	52,867	70,295	79,443	78,530
Loans	105,278	39,075	0	0	0
IPBC	0	0	0	0	1,695,734
Other	256,312	223,206	398,390	624,463	436,429
Prepaid Items	207,785	193,310	290,155	323,403	265,303
Inventory	188,624	162,806	170,594	201,593	181,137
Due from Fiduciary Funds	0	0	0	122	122
Due from Other Governments	0	54,953	0	0	0
Due from IRMA	922,021	499,429	0	0	0
Due to/From Other Funds	0	0	96,965	89,434	158,698
Advances to Other Funds	711,023	776,846	0	0	1,224,388
Total Assets	\$ 24,882,194	\$ 23,578,714	\$ 22,049,270	\$ 25,445,464	\$ 28,638,993
Liabilities					
Accounts Payable	\$ 540,682	\$ 940,573	\$ 795,412	\$ 912,955	\$ 969,841
Accrued Payroll	475,806	27,671	41,720	51,185	144,133
Deposits Payable	361,498	119,942	110,407	295,890	81,358
Due to Other Funds	1,484	0	0	12,276	0
Due to Fiduciary Funds	0	10,981	7,278	9,857	202,426
Deferred Revenue	6,956,915	7,135,999	6,903,684	7,941,070	6,978,948
Total Liabilities	\$ 8,336,385	\$ 8,235,166	\$ 7,858,501	\$ 9,223,233	\$ 8,376,706
Fund Balances					
Reserved for Prepaid Items	\$ 207,785	\$ 193,310	\$ 290,155	\$ 323,403	\$ 265,303
Reserved for Inventory	188,624	162,806	170,594	201,593	181,137
Reserved for Advances/Loans	105,278	39,075	0	0	0
Receivable					
Reserved for Senior Committee	188,753	195,119	196,288	204,156	211,074
Reserved for Sidewalks and Trees	0	0	70,951	40,951	40,951
Reserved for Insurance	0	0	0	0	1,695,734
Unreserved - Undesignated	15,855,369	14,753,238	13,462,781	15,452,128	17,868,088
Total Fund Equity	16,545,809	15,343,548	14,190,769	16,222,231	20,262,287
Total Liabilities and Fund Equity	\$ 24,882,194	\$ 23,578,714	\$ 22,049,270	\$ 25,445,464	\$ 28,638,993

Source: Audited Financial Statements of the Village.

**Statement of Activities
Net (Expense) Revenue and Changes in Net Assets
Governmental Activities**

	FISCAL YEAR ENDING DECEMBER 31			
	2004	2005	2006	2007
Functions/Programs				
Primary Government: (1)				
General Government	\$ (7,627,167)	\$ (34,479,372)	\$ (14,089,140)	\$ (11,033,560)
Public Safety	(13,689,046)	(15,275,921)	(15,726,601)	(16,716,506)
Highways and Streets	(1,565,368)	(2,195,325)	(1,890,710)	(4,149,421)
Interest and Fees	(596,708)	(1,121,528)	(1,986,097)	(1,919,098)
Total Governmental Activities	\$ (23,478,289)	\$ (53,072,146)	\$ (33,692,548)	\$ (33,818,585)
General Revenues:				
Taxes Property and Replacement	\$ 9,952,437	\$ 12,713,681	\$ 14,028,604	\$ 14,534,879
Sales	7,508,220	7,770,204	10,395,445	10,654,354
Utility	1,996,339	2,018,643	1,918,187	2,010,980
Telecommunications	2,126,250	2,113,921	1,912,732	2,081,177
Food and Beverage	0	155,385	652,464	883,373
Hotel/Motel	37,524	50,450	181,359	735,516
Income	2,192,309	2,574,239	3,047,017	3,412,530
Other	577,952	574,401	684,193	758,374
Investment Income	719,220	612,727	1,502,072	1,654,636
Miscellaneous	1,002,520	831,464	590,224	292,951
Gain (Loss on Sale of Capital Assets)	0	0	0	0
Contributions	1,539,906	0	1,228,782	0
Transfers	(483,480)	(60,232)	0	0
Total	\$ 27,169,197	\$ 29,354,883	\$ 36,141,079	\$ 37,018,770
CHANGE IN NET ASSETS	\$ 3,690,908	\$ (23,717,263)	\$ 2,448,531	\$ 3,200,185
NET ASSETS, JANUARY 1	\$ 65,849,844	\$ 69,929,703	\$ 46,101,208	\$ 48,475,938
Prior Period Adjustment	388,951	(111,232)	(73,801)	1,695,734
NET ASSETS, DECEMBER 31	\$ 69,929,703	\$ 46,101,208	\$ 48,475,938	\$ 53,371,857

Source: Audited Financial Statements of the Village.

**General Fund
Revenues, Expenditures and Changes in Fund Balance**

	FISCAL YEAR ENDING DECEMBER 31			
	2004	2005	2006	2007
REVENUES				
Taxes	\$ 15,678,504	\$ 16,923,873	\$ 20,165,204	\$ 22,257,201
Licenses and Permits	426,435	408,730	913,665	494,548
Intergovernmental	2,994,756	3,441,220	3,801,889	4,236,746
Charges for Services	1,600,981	1,611,657	2,140,875	1,989,123
Fines and Forfeits	318,417	392,758	377,745	351,839
Investment Income	282,765	154,813	538,033	595,184
Miscellaneous	1,013,974	1,094,278	581,645	687,390
Total Revenues	<u>\$ 22,315,832</u>	<u>\$ 24,027,329</u>	<u>\$ 28,519,056</u>	<u>\$ 30,612,031</u>
EXPENDITURES				
General Government	\$ 8,297,060	\$ 9,351,086	\$ 9,501,709	\$ 10,020,189
Public Safety	14,106,019	15,350,257	16,100,972	17,521,193
Total Expenditures	<u>\$ 22,403,079</u>	<u>\$ 24,701,343</u>	<u>\$ 25,602,681</u>	<u>\$ 27,541,382</u>
Excess Direct Revenues over (under) Expenditures	\$ (87,247)	\$ (674,014)	\$ 2,916,375	\$ 3,070,649
Other Financing Sources (Uses)				
Operating Transfers in (Out)	<u>(1,103,341)</u>	<u>(478,765)</u>	<u>(884,913)</u>	<u>(726,327)</u>
Total Other financing sources (uses)	\$ (1,103,341)	\$ (478,765)	\$ (884,913)	\$ (726,327)
Excess of Revenues and Other Financing Sources over (Under) Expenditures and Other Uses	\$ (1,190,588)	\$ (1,152,779)	\$ 2,031,462	\$ 2,344,322
General Fund Balance January 1	<u>16,545,809</u>	<u>15,343,548</u>	<u>14,190,769</u>	<u>16,222,231</u>
Prior Period Adjustment	\$ (11,673)	\$ 0	\$ 0	\$ 1,695,734
General Fund Balance December 31	<u>\$ 15,343,548</u>	<u>\$ 14,190,769</u>	<u>\$ 16,222,231</u>	<u>\$ 20,262,287</u>

Source: Audited Financial Statements of the Village.

**General Fund
Budget and Interim Financial Information**

	Budget Summary Fiscal Year 2006	Actual Fiscal Year Ended 12/31/2006	Budget Summary Fiscal Year 2007	Actual Fiscal Year Ended 12/31/2007
REVENUES				
Taxes	\$ 18,382,866	\$ 20,165,204	\$ 20,716,662	\$ 22,257,201
Licenses and Permits	412,820	913,665	633,790	494,548
Intergovernmental	3,495,845	3,801,889	4,128,962	4,236,746
Charges for Services	1,703,160	2,140,875	2,701,191	1,989,123
Fines and Forfeits	370,500	377,745	373,500	351,839
Interest	420,000	538,033	350,000	595,184
Miscellaneous	734,729	581,645	637,693	687,390
Total Revenues	\$ 25,519,920	\$ 28,519,056	\$ 29,541,798	\$ 30,612,031
EXPENDITURES				
Total Expenditures	\$ 26,107,817	\$ 25,602,681	\$ 29,310,131	\$ 27,541,382
Effect on Fund Balance	\$ (587,897)	\$ 2,916,375	\$ 231,667	\$ 3,070,649