

VILLAGE OF CAROL STREAM, ILLINOIS

COMPREHENSIVE
ANNUAL FINANCIAL REPORT

For the Year Ended
April 30, 1998

Prepared by Finance Department

Stan W. Helgerson
Finance Director

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Assistant Finance Director

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VILLAGE OF CAROL STREAM, ILLINOIS

PRINCIPAL OFFICIALS

April 30, 1998

LEGISLATIVE

VILLAGE BOARD OF TRUSTEES

Ross Ferraro, Mayor

Thomas Vinson, Trustee

Thomas Shanahan, Trustee

Michael DeLonay, Trustee

Gerald Sutcliffe, Trustee

Pamela Fenner, Trustee

Linda Pugh, Trustee

Ronald F. Kalck, Clerk

ADMINISTRATIVE

Gregory J. Bielawski, Village Manager

FINANCE DEPARTMENT

Stan W. Helgerson, Finance Director

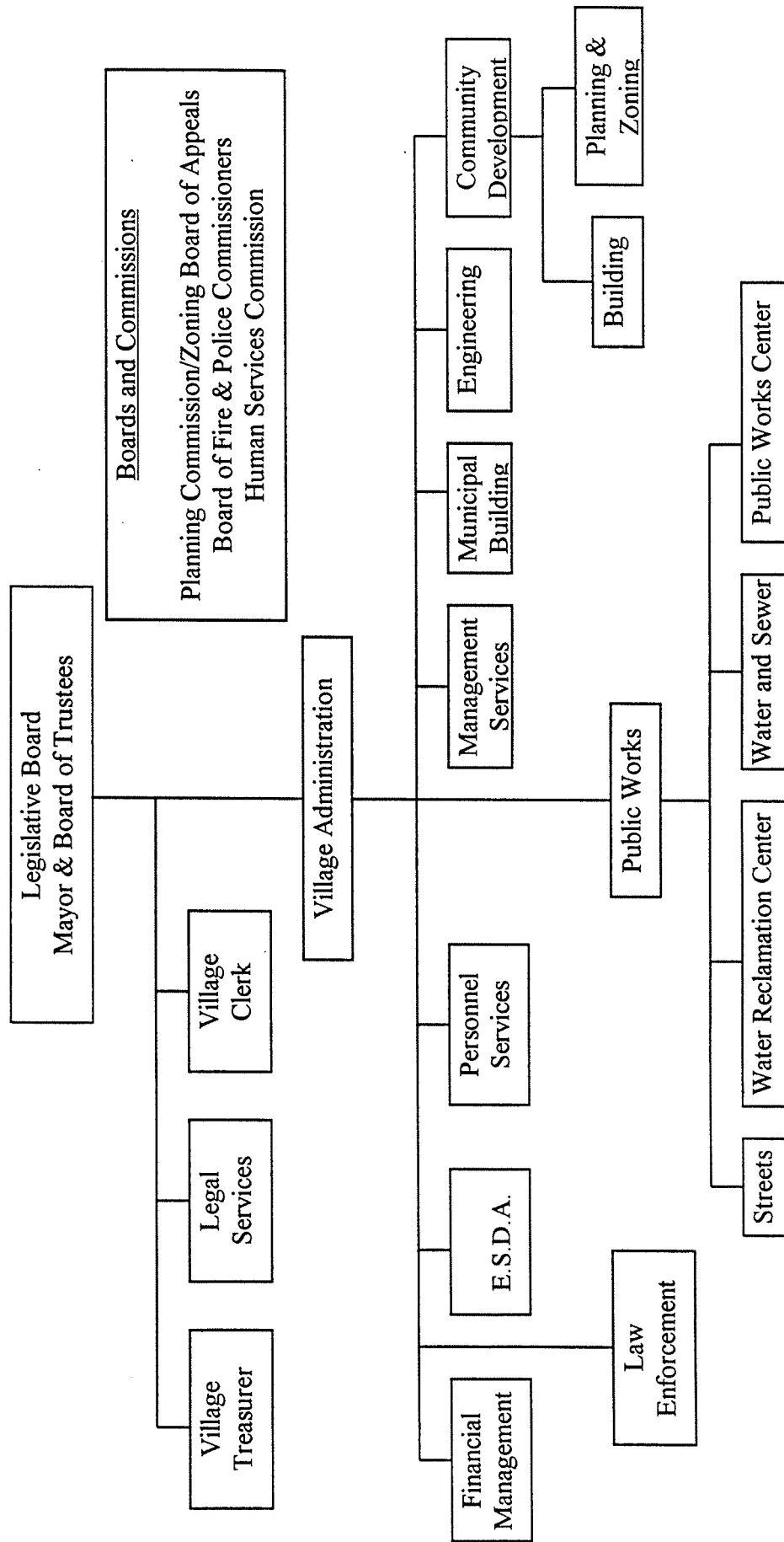
Jon D. Batek, Assistant Finance Director

VILLAGE OF CAROL STREAM, ILLINOIS

ORGANIZATIONAL CHART

April 30, 1998

CITIZENS OF CAROL STREAM, ILLINOIS



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Village of Carol Stream,
Illinois

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
April 30, 1997

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.



Linda K. Savitsky
President

Jeffrey L. Esler
Executive Director



Village of Carol Stream

500 N. GARY AVENUE • CAROL STREAM, ILLINOIS 60188-1899 • (630) 665-7050 • FAX (630) 665-1064
ROSS FERRARO, MAYOR • RONALD F. KALCK, CLERK • GREGORY J. BIELAWSKI, MANAGER

September 1, 1998

The Honorable Mayor Ferraro
Members of the Village Board
Citizens of the Village of Carol Stream:

The Comprehensive Annual Financial Report of the Village of Carol Stream (Village) for the year ended April 30, 1998, is hereby submitted as mandated by both local ordinances and state statutes. These ordinances and statutes require that the Village issue annually a report on its financial position and activity, and that this report be audited by an independent firm of certified public accountants. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with management. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner that presents fairly the financial position and results of operations of the various funds and account groups of the Village. All disclosures necessary to enable the reader to gain an understanding of the Village's activities have been included.

The Comprehensive Annual Financial Report is presented in three sections: introductory, financial and statistical. The introductory section, which is unaudited, includes this letter of transmittal, an organizational chart and a list of the Village's principal elected and appointed officials. The financial section includes the general purpose financial statements and the combining and individual fund and account group financial statements and schedules, as well as the independent auditor's report on these financial statements and schedules. The statistical section, which is unaudited, includes selected financial and demographic information, generally presented on a multi-year basis.

The financial reporting entity (the Village) includes all the funds and account groups of the primary government (i.e., the Village of Carol Stream), as well as its component units. Component units are legally separate entities for which the primary government is financially accountable. The Village provides a full range of services including police protection, sanitation services, the construction and maintenance of highways, streets and infrastructure and cultural events.

Governmental Structure, Local Economic Condition and Outlook

The Village of Carol Stream, a home rule community as defined by the Illinois Constitution, was incorporated in 1959 and is located approximately 35 miles west of the City of Chicago in DuPage County. The Village currently has a land area of 10.0 square miles and a population of 37,982. The Village also has the power by state statute to extend its corporate limits by annexation, which is done periodically when deemed appropriate by the Village Board. As in past years, the Village continued its long-standing practice of not levying a property tax (property tax received pertains to the Village's share of local road and bridge funds from townships' government levies, only).

The Village operates under the Board/Administrator form of government. Policy making and legislative authority are vested in the Village Board, which consists of a Mayor and a six-member Board of Trustees. The Village Board is responsible, among other things, for passing ordinances, adopting the budget, appointing committees and hiring the Village's manager and attorney. The Village's manager is responsible for carrying out the policies and ordinances of the Village Board, for overseeing the day-to-day operations of the Village, and for appointing the heads of the Village's departments. The Board is elected on a non-partisan basis. Board members are elected to four-year staggered terms with three Board members elected every two years. The Mayor is elected to a four-year term. The Mayor and Village Trustees are elected at large.

The Village currently enjoys a favorable economic environment and local indicators point to continued stability. The region has a varied light manufacturing and industrial base which adds to the relative stability of the unemployment rate. Major industries with headquarters or divisions located within the Village's boundaries include several printing companies, metal fabrication companies, container companies, warehousing and distribution facilities and the U.S. Postal Service (Regional facility). Twenty-two medium to large businesses located in Carol Stream in calendar year 1997 and eight existing businesses expanded their facilities.

Major Initiatives

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

Construction was completed on three significant community enhancement projects along the Gary Avenue Corridor:

- *Gary Avenue and Lies Road* – The Village owns and has developed a twenty-two acre parcel located on the southwest corner of this intersection known as the Town Center property. Enhancements include a fountain, ponds, a bridge, pathways, a gazebo, an outdoor theater, a Visitors Service Center and significant landscaping. The dedication took place in June 1998. A significant portion of this property is available for retail and other development.

- *Gary Avenue and Hiawatha Drive* – The site of the Carol Stream Village Hall was improved with a new Village information sign, landscaping, a small plaza, and a stone wall.
- *Gary Avenue and St. Charles Road* – This site was improved with a stone wall and Carol Stream entrance sign, a pathway, benches and major landscaping which includes a certified day lily park.

In conjunction with DuPage County, a successful field exercise of the Village’s emergency preparedness plan was completed.

The Village received the Cutting Edge award from the Illinois Comptroller’s Office for innovative and creative government management.

Introduced “Stream-Line” Pay, an automated payment system for water and sewer customers.

A 90% customer satisfaction rating on Village services was maintained.

Selected a private company to manage the Water Reclamation Center.

Approximately \$87,500,000 in private industrial and commercial building construction was undertaken.

For the Future. The aggressive reconstruction and rehabilitation program for the oldest Village streets will continue. A summer of civic activities at the Town Center has been planned. Business growth and expansion are expected to continue along with modest residential construction. An expansion to the Public Works Center will be completed. A five year plan for restoration of Village owned retention ponds will begin as will a 5 year program for installation of automated water meter reading devices.

Departmental Focus – Engineering Services Department - The Department of Engineering Services was extremely active with the construction and design of major capital improvement projects as well as observing record breaking activity in several categories of our day-to-day functions. The Department oversaw the Village’s largest Capital Improvement Program (CIP) ever with \$10.5 million in actual construction and design. Records were achieved in permit issuances for industrial and commercial sites, special management areas (floodways, floodplains and wetlands), private utilities, and overweight/overwidth permits. In addition, plan reviews for sites, subdivision and other governmental agencies were at record levels. The following table illustrates this record breaking year for the Engineering Services Department.

	1992	1993	1994	1995	1996	1997
Industrial Permits	6	3	5	11	6	13
Commercial Permits	2	1	2	0	1	5
Special Management Area Permits	2	3	3	2	4	11
Overweight/Overwidth Permits	-	-	99	193	170	214
Utility Permits	-	-	50	40	56	58
Subdivision Plan Reviews	-	-	15	13	11	18
Other Agency Reviews	-	-	12	6	10	21
Site Plan Reviews	-	-	26	37	29	55
Added Valuation (in Millions)	\$36.7	\$41.2	\$56.0	\$50.5	\$53.2	\$121.6
Maintenance & Capital Additions	\$1.44	\$1.44	\$2.6	\$2.85	\$5.7	\$10.5

As stated earlier, the Department was exceptionally busy with design, construction and maintenance of improvements to the Village's expanding and aging infrastructure. Numerous projects were bid early in the construction season, which gave the Village a very competitive bid advantage and allowed most projects to be completed substantially ahead of schedule. *All projects were completed on time and under budget!* The following summarizes the projects designed and/or constructed.

Design and Construction:

1. Contract documents were prepared for the 1997 Street Resurfacing project early in the year. The contract was awarded on May 19, 1997. The project was *completed on time and 46% under budget.*
2. The 1997 Structural Overlay Project plans and specifications were completed on time to allow for an early bid letting with a contract awarded on May 19, 1997. The project was *completed on time and 7% under budget.*
3. The 1997 Fiberized Crackfill Project contract was *completed on time and 29% under budget.*
4. The 1997 Rejuvenation Project was *completed on time and 28% under budget.*
5. Plans, specifications and contracts were prepared for the 1997 Original Carol Stream Reconstruction Project in early 1996 which permitted an early award of contract on January 6, 1997. This extremely large project of over \$4.6 million was *completed 3 months ahead of schedule and 15% under budget!*
6. The Gary Avenue Watermain Relocation Project was substantially completed last year with only minor punch list work and restoration yet to be finished. This project relocated over a mile of undersized, under capacity and deteriorated pipe to reduce our long term maintenance cost. This project was *completed on time and 35% under budget.*
7. The Village made numerous improvements to our Community Park located at the southeast corner of the Village. They included wetland restoration and bank stabilization, landscaping, ball field fencing, fishing dock, parking lot resurfacing, paving of the paths, shelter rehabilitation, installation of site amenities and a new playground. All these improvements are now substantially complete. This project was *completed on time and 5% under budget.*
8. The Engineering Services Department was responsible for the completion of the Gary Avenue Corridor Enhancement Projects. These projects were *completed substantially on time and 2% under budget.* They included the relocation and burial of overhead utilities, creation of a certified daylily park with 100 varieties at the Gary Avenue and St. Charles Road retention pond; installation of an electronic sign board with lanon stone walls and a beautiful star plaza at the Village Hall; and the construction of the Village's Town Center

that included such improvements as a magnificent 40 foot high fountain with a crescent waterfall, a pedestrian bridge crossing a landscaped pond, a large octagon pavilion to serve the 2,000 seat outdoor amphitheater and a Visitors Service Center with restrooms, concessions, attached pavilion, maintenance garage, storage and office area.

This extremely complex project of over \$4.5 million also had to be coordinated with other Village projects, i.e. Gary Avenue Watermain Relocation, Gary Avenue Multi-Use Path, 1997 Structural Overlay and Original Carol Stream Projects. Furthermore, additional improvements such as 150 car parking lot and a camera security system had to be taken into account with the construction of this project as well as various Town Center activities such as the dedication event and Thursday Night Concerts. Engineering was responsible for the design layout of festivities and parking, publication of the brochure, dedication plaque and the overall operation of the fountain and the Town Center facilities.

Since 1994, Engineering has been using Project Survey Cards to rate our performance on construction projects and more importantly to help us in designing and constructing better projects. A very high overall customer satisfaction rating of 95% was achieved for our roadway maintenance and reconstruction projects for 1997.

Design & Studies:

1. Full contract documents were completed in 1997 enabling the late winter/early spring construction to commence on the 1998 Original Carol Stream Reconstruction Project. This is a large project that requires an early start in order to complete the project before school opens in the fall.
2. Contract documents were also completed early in 1998 for the Street Resurfacing and Street Reconstruction projects. This allowed for an early bid letting, which resulted in competitive bidding and contracts being awarded under budget.
3. The Village began using a Roadway Management System (RMS) in 1991 to properly assess pavement conditions throughout the Village and to prioritize maintenance and reconstruction projects. A RMS enables the Village to maximize limited funding for projects while maintaining an overall pavement condition of "very good". Inventories were finished in October 1997 with the final report being completed November 4, 1997. The results and recommendations were then utilized in preparing our 3 and 10 year Capital Improvements Programs.
4. The Department completed Phase I Design for the Gary Avenue Multi-Use Path through the Intermodal Surface Transportation Efficiency Act (ISTEA). Phase II and construction will be delayed to coordinate with DuPage County's Gary Avenue Road Reconstruction project in 2001.
5. The Department completed the Phase I Report for the Kuhn Road and Bridge Reconstruction Project. The funding of this project was acquired through the Highway Bridge Rehabilitation and Reconstruction Program (HBRRP). Phase II will begin in the summer of 1998 with construction commencing in 1999.
6. The design on Phases II and III of the North Avenue Landscape Project has been completed. Phase II and III construction will be accomplished with Illinois Department

of Transportation's North Avenue Reconstruction project. Their project has not yet been funded.

7. Engineering prepared a Residential Speed Control Study report in 1997. This study analyzed traffic calming devices where different physical and passive traffic control alternatives could be used to address residential speeding within the Village. Final recommendations were presented to help alleviate speeding as well as educate residents about the use of traffic control devices.
8. The Village and Park District completed a Pond Bank Erosion Control Study in 1997 to look at different ways they could make repairs to pond banks that have eroded over the years. The study also investigated structural repairs of our storm sewer outfalls and culverts, pond sedimentation and long term maintenance programs to prevent future erosion.
9. Engineering performed 9 traffic studies and provided other related assistance to the Police Department. Staff also prepared a traffic study database to easily track and access traffic information and data.

Financial Information

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

As a recipient of federal, state and local financial assistance, the Village is also responsible for ensuring that an adequate internal control structure is in place to ensure and document compliance with applicable laws and regulations related to these programs. This internal control structure is subject to periodic evaluation by management.

In addition, the Village maintains extensive budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Village Board. Activities of the general fund, special revenue funds and the debt service fund are included in the annual appropriated budget. The level of budgetary control (i.e., the level at which expenditures cannot legally exceed the appropriated amount) is the departmental level within each fund. The Village also maintains an encumbrance accounting system as one method of maintaining budgetary control. Encumbered amounts lapse at year end. However, outstanding encumbrances generally are reappropriated 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.

General Government Functions and General Fund Balance. The following schedule presents a summary of general fund, special revenue funds, and debt service fund revenues for the years ended April 30, 1998 and 1997.

Revenues and Transfers	1998 Amount	Percent of Total	1997 Amount	Amount of Increase (Decrease)	Percent of Increase (Decrease)
Taxes	\$12,693,151	68.95%	\$10,845,924	\$1,847,227	17.03%
Licenses and Permits	1,288,781	7.00%	1,074,564	214,217	19.94%
Intergovernmental	1,299,122	7.06%	957,620	341,502	35.66%
Charges for Services	1,155,991	6.28%	1,048,423	107,568	10.26%
Fines and Forfeits	408,897	2.22%	451,877	(42,980)	(9.51%)
Interest	1,358,517	7.38%	1,440,859	(82,342)	(5.71%)
Miscellaneous	204,682	1.11%	148,514	56,168	37.82%
Total	\$18,409,141	100.00%	\$15,967,781	\$2,441,360	

The largest dollar increase in revenues came from taxes. Tax revenues include road and bridge property taxes received from the various townships' levies, incremental tax revenues collected from the Carol Point and Geneva Crossing TIF Districts, local utility taxes, hotel taxes, the Village's share of state sales and income taxes and real estate transfer taxes. Sales tax and state income taxes, both state shared revenues, showed increases of 22.9% (\$738,335) and 13.8% (\$305,706) respectively. These substantial increases are attributable in part to the success of retail development in the Geneva Crossing area and the continued strength in the state and local economic condition. Utility tax revenues showed a modest increase of 1.6% (\$47,988). Real estate transfer taxes also showed a modest increase of 1.9% (\$12,508), however continue to exceed budget projections (by 36.5%) due to the sale of large industrial/commercial properties during the fiscal year.

The increase in licenses and permits was due primarily to a 33.5% (\$210,548) increase in building permit revenues. These revenues reflect the continued growth in the Village's industrial base along with the continuation of a 141 home housing development.

Intergovernmental revenues increased significantly as the result of the award of several federal and state grants. These grants are primarily associated with the Community Park project and U.S. Department of Justice policing programs.

The increase in charges for services is mainly due to a one-time developer contribution associated with the Autumn Ridge development.

The decrease in fines and forfeits is due to a 5.3% (\$17,734) decrease in revenues distributed by the Clerk of the Circuit Court of DuPage County and a 29.9% (\$27,786) decrease in ordinance violations.

Interest income decreased by 5.7% (\$82,342). This reduction is due primarily to the reduction of cash available for investment due to substantial construction projects completed during the year. Interest earnings will continue to deteriorate in future years as a result of these continuing aggressive construction projects.

The following schedule presents a summary of general fund, special revenue fund and debt service fund expenditures for the years ended April 30, 1998 and 1997.

Expenditures and Transfers	1998 Amount	Percent of Total	1997 Amount	Amount of Increase (Decrease)	Percent of Increase (Decrease)
Current					
General Government	\$3,740,730	19.78%	\$7,006,377	(3,265,647)	(46.61%)
Public Safety	5,524,654	29.21%	5,114,994	409,660	8.01%
Highways and Streets	8,632,883	45.65%	7,974,047	658,836	8.26%
Debt Service					
Principal	430,000	2.27%	4,314,825	(3,884,825)	(90.03%)
Interest and Fiscal Charges	583,745	3.09%	939,710	(355,965)	(37.88%)
Total	\$18,912,012	100.00%	\$25,349,953	\$(6,437,941)	

The current year decrease in general government expenditures is primarily due to the \$3,300,000 in one-time development costs which were incurred in the prior fiscal year and associated with the creation of the Geneva Crossing TIF District.

The increase in public safety expenditures was due to increases in personnel costs of 7.1% (\$289,629) and capital expenditures of 44.1% (\$97,727) for vehicles and equipment.

The increase in highways and streets (\$658,836) is mainly the result of continued construction projects during the year. These include the Gary Avenue Landscape and fountain park improvements as well as road reconstruction projects in original Carol Stream.

General Fund Balance. During fiscal year 1997/98 the General Fund balance decreased by 4.2% or \$805,941. This decrease is primarily the result of continuing construction projects.

Enterprise Operations. The Village's enterprise operations consist of a combined water distribution and Water Reclamation Center operation which are included in the Water and Sewer Fund. User rates were increased effective January 1, 1998 for the first time since April, 1992. This increase is expected to fund a capital replacement program, continuing infrastructure repair and replacement and the implementation of an Automated Meter Reading (AMR) program. Total operating revenues increased 5.7% (\$314,620) from the previous fiscal year which contributed to the Water and Sewer Fund \$486,713 net income for fiscal 1997/98.

Pension Trust Fund Operations. With the current fiscal year, the Village implemented GASB Statement No.25, *Financial Reporting for Defined Benefit Pension Plans*, which modified the

reporting and disclosures required within these financial statements as they pertain to the Village's Police Pension Fund. Significant changes include the restatement of the May 1, 1997 fund balance to reflect a change in basis of reporting investments from amortized cost to market value, the elimination of the traditional balance sheet and statement of revenues, expenses and changes in fund balance, and the addition of the statement of plan net assets and statement of changes in plan net assets – budget and actual. After the restatement of May 1, 1997 fund balance (increased by \$777,383), the Pension Fund's net assets increased by \$1,804,066 or 18.2% to a total of \$11,723,456.

Debt Administration. At April 30, 1998, the Village did not have any general obligation debt. Outstanding TIF issues for the Carol Point and Geneva Crossing districts, which do not represent general obligations of the Village, had principal balances of \$4,865,000 and \$4,690,000 respectively at April 30, 1998.

Cash Management Policies and Practices. Cash temporarily idle during the year was invested in obligations of the U.S. Treasury, obligations of Federal Agencies and the State Treasurer's investment pool. The maturities of the investments generally range from 6 months to 2 years, with the average maturity being 7 months. The average yield on investments was 5.91% for the Village and 15.64% for the Pension Trust Fund. The higher rate of return for the Pension Trust Fund is attributable to the long-term nature of the majority of its investment holdings. The Village earned interest revenue of \$2,212,350 and the Pension Trust Fund earned interest/appreciation revenue of \$1,527,521 (net of investment expenses) on all investments for the year ended April 30, 1998.

The Village's investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio. Accordingly, all deposits on hand at April 30, 1998 were either insured by federal depository insurance or collateralized. The Governmental Accounting Standards Board (GASB) also requires local governments to categorize its investments to give an indication of the level of custodial credit risk assumed by the entity at year end. As of April 30, 1998, all investments held by the Village were assigned to Category 1, the highest ranking possible, which is defined as investments which are insured or registered or held by the Government or its agent in the Government's name.

Risk Management. The Village continues to participate in two public entity risk pools to protect against casualty and health risk losses. The Intergovernmental Personnel Benefit Cooperative (IPBC) insures health, accident and life claims and the Intergovernmental Risk Management Agency (IRMA) insures first party property losses, third party liability claims, worker's compensation claims and Public Official Liability claims. In addition, various control techniques, including employee accident prevention training, have been implemented during the year to minimize accident-related losses.

Other Information

Independent Audit. State statutes require an annual audit by independent certified public accountants. The firm of Sikich Gardner and Company, LLP was selected by the Village Board. Generally accepted auditing standards were applied by the auditors in conducting the engagement.

The auditor's report on the general purpose financial statements and combining and individual fund statements and schedules is included in the financial section of this report.

Awards. 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 for the year ended April 30, 1997. This was the eleventh consecutive year that the Village has received this award. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

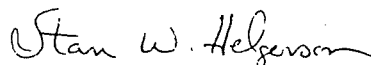
In order to be awarded a Certificate of Achievement, the Village published an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. This report satisfied both generally accepted accounting principles and applicable legal requirements.

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.

In addition, the Village also received the GFOA's Award for Distinguished Budget Presentation for its annual appropriated budget dated May 1, 1997. This was the ninth such award received by the Village. In order to qualify for the Distinguished Budget Presentation Award, the Village's budget document was judged to be proficient in several categories including policy documentation, financial planning and organization.

Acknowledgments. The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the Finance Department. I would like to express my appreciation to all members of this department who assisted and contributed to the preparation of this report. Due credit also should be given to the Mayor, Board of Trustees and Village Manager for their interest and support in planning and conducting the operations of the Village in a responsible and progressive manner.

Respectfully submitted,



Stan W. Helgerson
Finance Director



INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor
Members of the Board of Trustees
Village of Carol Stream, Illinois

We have audited the accompanying general purpose financial statements and the combining, individual fund and account group financial statements of the Village of Carol Stream, Illinois, as of and for the year ended April 30, 1998, as listed in the accompanying table of contents. These financial statements are the responsibility of the Village of Carol Stream, Illinois' management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. 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 opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Village of Carol Stream, Illinois, as of April 30, 1998, and the results of its operations and cash flows of its proprietary fund types for the year then ended, in conformity with generally accepted accounting principles. Also, in our opinion, the combining, individual fund and account group financial statements referred to above present fairly, in all material respects, the financial position of each of the individual funds and account groups of the Village of Carol Stream, Illinois, as of April 30, 1998, and the results of operations of such funds and cash flows of individual proprietary funds for the year then ended. Selected prior period individual fund financial information is presented for comparative purposes only. Such information is not intended to represent a complete presentation of financial position and results of operations for all individual funds of the Village in accordance with generally accepted accounting principles.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole and on the combining, individual fund and account group financial statements. The accompanying financial information listed as schedules and supplemental data in the accompanying table of contents is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of the Village of Carol Stream, Illinois. Such information has been subjected to the auditing procedures applied in the audit of the general purpose, combining, individual fund and account group financial statements and, in our opinion, is fairly stated in all material respects in relation to the general purpose financial statements and each of the combining, individual fund and account group financial statements taken as a whole.

The required supplementary information listed in the table of contents is not a required part of the general purpose financial statements but is 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.

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

Aurora, Illinois
July 31, 1998

A handwritten signature in cursive script, appearing to read "David G. Gaudin", followed by the date "6, 22, 0".

VILLAGE OF CAROL STREAM, ILLINOIS
ALL FUND TYPES AND ACCOUNT GROUPS

COMBINED BALANCE SHEET

April 30, 1998
(with comparative totals for 1997)

	Governmental Fund Types		
	General	Special Revenue	Debt Service
ASSETS AND OTHER DEBITS			
ASSETS			
Cash and Investments	\$ 17,357,209	\$ 1,207,026	\$ -
Restricted Cash and Investments	1,610,131	812,550	2,330,196
Receivables (Net, Where Applicable, of Allowances for Uncollectibles)			
Property Taxes	186,327	44,006	2,239,423
Other Taxes	2,188,254	93,691	-
Accounts	-	-	-
Accrued Interest	119,454	24,676	55,149
Other	81,058	-	-
Prepaid Items/Expenses	9,503	17,425	-
Inventories	1,448	-	-
Due from Other Funds	7,780	23,163	-
Due from Other Governments	175,801	-	-
Deposits - Equipment	-	-	-
Fixed Assets - (Net, Where Applicable, of Accumulated Depreciation)	-	-	-
Water Purchase Rights - (Net)	-	-	-
OTHER DEBITS			
Amount Available for Debt Service	-	-	-
Amount to be Provided for Retirement of General Long-Term Debt	-	-	-
Amount to be Provided for Retirement of Tax Increment Financing Debt	-	-	-
TOTAL ASSETS AND OTHER DEBITS	\$ 21,736,965	\$ 2,222,537	\$ 4,624,768

Proprietary Fund Types		Fiduciary Fund Type	Account Groups		Totals (Memorandum Only)	
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Debt	1998	1997
\$ 14,318,913	\$ 163,069	\$ 11,622,911	\$ -	\$ -	\$ 44,669,128	\$ 44,006,623
-	-	-	-	-	4,752,877	3,552,664
-	-	-	-	-	2,469,756	2,238,786
-	-	-	-	-	2,281,945	1,996,231
900,830	1,635	-	-	-	902,465	790,005
56,220	-	103,710	-	-	359,209	1,611,777
-	-	-	-	-	81,058	110,177
437,385	254,173	-	-	-	718,486	741,210
-	95,263	-	-	-	96,711	93,957
50	2,943	-	-	-	33,936	13,672
-	-	-	-	-	175,801	12,133
760	-	-	-	-	760	4,860
40,242,159	731,484	-	13,474,597	-	54,448,240	51,049,524
1,573,387	-	-	-	-	1,573,387	1,633,902
-	-	-	-	3,197,895	3,197,895	1,944,129
-	-	-	-	405,177	405,177	373,002
-	-	-	-	6,357,105	6,357,105	8,040,871
\$ 57,529,704	\$ 1,248,567	\$ 11,726,621	\$ 13,474,597	\$ 9,960,177	\$ 122,523,936	\$ 118,213,523

(This statement is continued on the following pages.)

VILLAGE OF CAROL STREAM, ILLINOIS
 ALL FUND TYPES AND ACCOUNT GROUPS

COMBINED BALANCE SHEET (Continued)

April 30, 1998
 (with comparative totals for 1997)

	Governmental Fund Types		
	General	Special Revenue	Debt Service
LIABILITIES, EQUITY AND OTHER CREDITS			
LIABILITIES			
Accounts Payable	\$ 281,516	\$ 17,435	\$ -
Contracts Payable	511,022	14,261	-
Interest Payable	-	-	-
Accrued Salaries	365,589	-	-
Deposits Payable	1,610,131	-	-
Deferred Revenues	194,499	44,006	2,239,423
Due to Other Funds	23,213	-	-
Due to Employees - Flex 125 Account	4,310	-	-
Due to Other Government	76,886	-	-
Compensated Absences Payable - Current	95,617	-	-
Compensated Absences Payable - Long-term	-	-	-
Loan Payable	-	-	-
Tax Increment Financing Bonds Payable	-	-	-
Total Liabilities	3,162,783	75,702	2,239,423
EQUITY AND OTHER CREDITS			
Contributed Capital	-	-	-
Investment in General Fixed Assets	-	-	-
Retained Earnings			
Unreserved	-	-	-
Fund Balances			
Reserved for Prepaid Items	9,503	17,425	-
Reserved for Inventory	1,448	-	-
Reserved for Public Safety	37,143	-	-
Reserved for Debt Service	-	812,550	2,385,345
Reserved for Employees' Retirement System	-	-	-
Unreserved	18,526,088	1,316,860	-
Total Equity and Other Credits	18,574,182	2,146,835	2,385,345
TOTAL LIABILITIES, EQUITY AND OTHER CREDITS	\$ 21,736,965	\$ 2,222,537	\$ 4,624,768

Proprietary Fund Types		Fiduciary Fund Type	Account Groups		Totals (Memorandum Only)	
			General Fixed Assets	General Long-Term Debt		
Enterprise	Internal Service	Trust and Agency			1998	1997
\$ 273,288	\$ 40,410	\$ 3,165	\$ -	\$ -	\$ 615,814	\$ 648,923
205,038	-	-	-	-	730,321	2,873,077
26,052	-	-	-	-	26,052	27,291
25,187	6,410	-	-	-	397,186	225,997
198,981	-	-	-	-	1,809,112	1,811,427
-	-	-	-	-	2,477,928	2,252,334
10,723	-	-	-	-	33,936	13,672
-	-	-	-	-	4,310	5,061
-	-	-	-	-	76,886	-
6,154	2,016	-	-	-	103,787	75,069
34,873	11,425	-	-	405,177	451,475	425,390
8,732,457	-	-	-	-	8,732,457	9,147,634
-	-	-	-	9,555,000	9,555,000	9,985,000
9,512,753	60,261	3,165	-	9,960,177	25,014,264	27,490,875
33,465,573	761,162	-	-	-	34,226,735	33,240,385
-	-	-	13,474,597	-	13,474,597	10,223,948
14,551,378	427,144	-	-	-	14,978,522	14,507,075
-	-	-	-	-	26,928	3,927
-	-	-	-	-	1,448	1,333
-	-	-	-	-	37,143	32,765
-	-	-	-	-	3,197,895	1,944,129
-	-	11,723,456	-	-	11,723,456	9,142,007
-	-	-	-	-	19,842,948	21,627,079
48,016,951	1,188,306	11,723,456	13,474,597	-	97,509,672	90,722,648
\$ 57,529,704	\$ 1,248,567	\$ 11,726,621	\$ 13,474,597	\$ 9,960,177	\$ 122,523,936	\$ 118,213,523

See accompanying notes to financial statements.

VILLAGE OF CAROL STREAM, ILLINOIS

ALL GOVERNMENTAL FUND TYPES

COMBINED STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES

For the Year Ended April 30, 1998
(with comparative totals for 1997)

	Governmental Fund Types				Totals	
	General	Special Revenue	Debt Service		(Memorandum Only)	
			1998	1997		
REVENUES						
Taxes	\$ 10,550,475	\$ 192,216	\$ 1,950,460	\$ 12,693,151	\$ 10,845,924	
Licenses and Permits	1,288,781	-	-	1,288,781	1,074,564	
Intergovernmental	414,950	884,172	-	1,299,122	957,620	
Charges for Services	1,155,991	-	-	1,155,991	1,048,423	
Fines and Forfeits	408,897	-	-	408,897	451,877	
Interest	1,083,717	167,629	107,171	1,358,517	1,440,859	
Miscellaneous	173,768	30,914	-	204,682	148,514	
Total Revenues	15,076,579	1,274,931	2,057,631	18,409,141	15,967,781	
EXPENDITURES						
Current						
General Government	3,605,851	134,879	-	3,740,730	7,006,377	
Public Safety	5,524,654	-	-	5,524,654	5,114,994	
Highways and Streets	6,574,903	2,057,980	-	8,632,883	7,974,047	
Debt Service	-	-	430,000	430,000	4,314,825	
Principal Retirement	-	332,404	251,341	583,745	939,710	
Interest and Fiscal Charges						
Total Expenditures	15,705,408	2,525,263	681,341	18,912,012	25,349,953	
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(628,829)	(1,250,332)	1,376,290	(502,871)	(9,382,172)	

	Governmental Fund Types			Totals	
	General	Special Revenue	Debt Service	(Memorandum Only)	
				1998	1997
OTHER FINANCING SOURCES (USES)					
Operating Transfers In	\$ -	\$ 23,163	\$ 153,949	\$ 177,112	\$ 713,175
Operating Transfers (Out)	(177,112)	-	-	(177,112)	(713,175)
Bond Proceeds	-	-	-	-	10,270,749
Payment to Escrow Agent	-	-	-	-	(4,935,249)
Total Other Financing Sources (Uses)	(177,112)	23,163	153,949	-	5,335,500
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	(805,941)	(1,227,169)	1,530,239	(502,871)	(4,046,672)
FUND BALANCES, MAY 1	19,380,123	3,374,004	855,106	23,609,233	27,709,355
Prior Period Adjustment	-	-	-	-	(53,450)
FUND BALANCES, MAY 1, RESTATED	19,380,123	3,374,004	855,106	23,609,233	27,655,905
FUND BALANCES, APRIL 30	\$ 18,574,182	\$ 2,146,835	\$ 2,385,345	\$ 23,106,362	\$ 23,609,233

See accompanying notes to financial statements.

VILLAGE OF CAROL STREAM, ILLINOIS

GENERAL, SPECIAL REVENUE AND DEBT SERVICE FUNDS

COMBINED STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended April 30, 1998

	General		Variance Favorable (Unfavorable)
	Budget	Actual	
REVENUES			
Taxes	\$ 9,234,287	\$ 10,550,475	\$ 1,316,188
Licenses and Permits	847,297	1,288,781	441,484
Intergovernmental	173,724	414,950	241,226
Charges for Services	819,672	1,155,991	336,319
Fines and Forfeits	466,000	408,897	(57,103)
Interest	596,892	1,083,717	486,825
Miscellaneous	111,466	173,768	62,302
Total Revenues	12,249,338	15,076,579	2,827,241
EXPENDITURES			
Current			
General Government	4,019,966	3,605,851	414,115
Public Safety	5,879,899	5,524,654	355,245
Highways and Streets	6,945,989	6,574,903	371,086
Debt Service			
Principal Retirement	-	-	-
Interest and Fiscal Charges	-	-	-
Total Expenditures	16,845,854	15,705,408	1,140,446
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(4,596,516)	(628,829)	3,967,687
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	-	-	-
Operating Transfers (Out)	(154,000)	(177,112)	(23,112)
Total Other Financing Sources (Uses)	(154,000)	(177,112)	(23,112)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	\$ (4,750,516)	(805,941)	\$ 3,944,575
FUND BALANCES, MAY 1		19,380,123	
FUND BALANCES, APRIL 30		\$ 18,574,182	

Special Revenue			Debt Service			Totals (Memorandum Only)		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$ 232,080	\$ 192,216	\$ (39,864)	\$ 1,392,077	\$ 1,950,460	\$ 558,383	\$ 10,858,444	\$ 12,693,151	\$ 1,834,707
-	-	-	-	-	-	847,297	1,288,781	441,484
855,264	884,172	28,908	-	-	-	1,028,988	1,299,122	270,134
-	-	-	-	-	-	819,672	1,155,991	336,319
-	-	-	-	-	-	466,000	408,897	(57,103)
96,719	167,629	70,910	71,000	107,171	36,171	764,611	1,358,517	593,906
-	30,914	30,914	-	-	-	111,466	204,682	93,216
<u>1,184,063</u>	<u>1,274,931</u>	<u>90,868</u>	<u>1,463,077</u>	<u>2,057,631</u>	<u>594,554</u>	<u>14,896,478</u>	<u>18,409,141</u>	<u>3,512,663</u>
185,000	134,879	50,121	-	-	-	4,204,966	3,740,730	464,236
-	-	-	-	-	-	5,879,899	5,524,654	355,245
2,849,736	2,057,980	791,756	-	-	-	9,795,725	8,632,883	1,162,842
-	-	-	430,000	430,000	-	430,000	430,000	-
335,404	332,404	3,000	254,073	251,341	2,732	589,477	583,745	5,732
<u>3,370,140</u>	<u>2,525,263</u>	<u>844,877</u>	<u>684,073</u>	<u>681,341</u>	<u>2,732</u>	<u>20,900,067</u>	<u>18,912,012</u>	<u>1,988,055</u>
(2,186,077)	(1,250,332)	935,745	779,004	1,376,290	597,286	(6,003,589)	(502,871)	5,500,718
189,561	23,163	(166,398)	44,000	153,949	109,949	233,561	177,112	(56,449)
-	-	-	-	-	-	(154,000)	(177,112)	(23,112)
189,561	23,163	(166,398)	44,000	153,949	109,949	79,561	-	(79,561)
<u>\$ (1,996,516)</u>	<u>(1,227,169)</u>	<u>\$ 769,347</u>	<u>\$ 823,004</u>	<u>1,530,239</u>	<u>\$ 707,235</u>	<u>\$ (5,924,028)</u>	<u>(502,871)</u>	<u>\$ 5,421,157</u>
	<u>3,374,004</u>			<u>855,106</u>			<u>23,609,233</u>	
	<u>\$ 2,146,835</u>			<u>\$ 2,385,345</u>			<u>\$ 23,106,362</u>	

See accompanying notes to financial statements.

VILLAGE OF CAROL STREAM, ILLINOIS

ALL PROPRIETARY FUND TYPES

COMBINED STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS

For the Year Ended April 30, 1998
(with comparative totals for 1997)

	Proprietary Fund Types		Totals	
	Enterprise	Internal Service	(Memorandum Only)	
			1998	1997
OPERATING REVENUES				
Charges for Services	\$ 5,804,485	\$ 757,438	\$ 6,561,923	\$ 6,306,390
Total Operating Revenues	5,804,485	757,438	6,561,923	6,306,390
OPERATING EXPENSES				
Operations	4,404,680	744,034	5,148,714	5,271,431
Depreciation and Amortization	1,474,617	29,743	1,504,360	1,485,403
Total Operating Expenses	5,879,297	773,777	6,653,074	6,756,834
OPERATING INCOME (LOSS)	(74,812)	(16,339)	(91,151)	(450,444)
NONOPERATING REVENUES (EXPENSES)				
Interest Income	852,760	1,073	853,833	768,807
Miscellaneous Revenue	22,871	-	22,871	3,857
Interest Expense	(322,564)	-	(322,564)	(337,081)
Gain on Sale of Fixed Assets	8,458	-	8,458	-
Total Nonoperating Revenues (Expenses)	561,525	1,073	562,598	435,583
NET INCOME (LOSS)	486,713	(15,266)	471,447	(14,861)
RETAINED EARNINGS, MAY 1	14,064,665	442,410	14,507,075	14,521,936
RETAINED EARNINGS, APRIL 30	\$ 14,551,378	\$ 427,144	\$ 14,978,522	\$ 14,507,075

See accompanying notes to financial statements.

VILLAGE OF CAROL STREAM, ILLINOIS

ALL PROPRIETARY FUND TYPES

COMBINED STATEMENT OF CASH FLOWS

For the Year Ended April 30, 1998

(with comparative totals for 1997)

	Proprietary Fund Types		Totals (Memorandum Only)	
	Enterprise	Internal Service	1998	1997
CASH FLOWS FROM OPERATING ACTIVITIES				
Operating Income (Loss)	\$ (74,812)	\$ (16,339)	\$ (91,151)	\$ (450,444)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities				
Depreciation and Amortization	1,474,617	29,743	1,504,360	1,485,403
Miscellaneous Revenue	22,871	-	22,871	3,857
Changes in Assets and Liabilities				
Accounts Receivable	(112,680)	220	(112,460)	58,506
Prepaid Expenses	66,783	(21,058)	45,725	118,684
Inventories	-	(2,639)	(2,639)	12,612
Due from Other Funds	(50)	(663)	(713)	12,361
Deposits - Equipment	4,100	-	4,100	(200)
Water Purchase Rights	-	-	-	90,443
Accounts Payable	(47,320)	29,547	(17,773)	3,003
Contracts Payable	(41,881)	-	(41,881)	149,737
Accrued Salaries	(6,059)	1,625	(4,434)	7,308
Due to Other Funds	1,235	-	1,235	896
Deposits Payable	8,241	-	8,241	239
Compensated Absences	(9,715)	2,550	(7,165)	1,651
Net Cash Provided by Operating Activities	1,285,330	22,986	1,308,316	1,494,056
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Capital Contributions - Excess Tap-on Fees	347,514	-	347,514	267,341
Net Cash Provided by Noncapital Financing Activities	347,514	-	347,514	267,341
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Principal Payments - Construction Loan	(415,177)	-	(415,177)	(400,703)
Proceeds from Sale of Fixed Assets	8,458	-	8,458	8,184
Fixed Assets Purchased	(1,566,926)	(24,986)	(1,591,912)	(1,357,777)
Interest Paid	(323,803)	-	(323,803)	(338,276)
Net Cash Used in Capital and Related Financing Activities	(2,297,448)	(24,986)	(2,322,434)	(2,088,572)

(This statement is continued on the following page.)

VILLAGE OF CAROL STREAM, ILLINOIS

ALL PROPRIETARY FUND TYPES

COMBINED STATEMENT OF CASH FLOWS (Continued)

For the Year Ended April 30, 1998
(with comparative totals for 1997)

	Proprietary Fund Types		Totals (Memorandum Only)	
	Enterprise	Internal Service	1998	1997
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest Received	\$ 1,186,410	\$ 1,073	\$ 1,187,483	\$ 633,929
Purchase of Investments	(17,679,694)	-	(17,679,694)	(20,094,555)
Proceeds from Sale of Investments	17,914,505	-	17,914,505	20,209,675
Net Cash Provided by Investing Activities	1,421,221	1,073	1,422,294	749,049
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	756,617	(927)	755,690	421,874
CASH AND CASH EQUIVALENTS, MAY 1	369,534	163,996	533,530	111,656
CASH AND CASH EQUIVALENTS, APRIL 30	\$ 1,126,151	\$ 163,069	\$ 1,289,220	\$ 533,530
CASH AND INVESTMENTS				
Cash and Cash Equivalents	\$ 1,126,151	\$ 163,069	\$ 1,289,220	\$ 533,530
Investments	13,192,762	-	13,192,762	12,788,737
TOTAL CASH AND INVESTMENTS	\$ 14,318,913	\$ 163,069	\$ 14,481,982	\$ 13,322,267
NONCASH TRANSACTIONS				
Contributions of Fixed Assets	\$ 638,836	\$ -	\$ 638,836	\$ 40,029
Transfer from General Fixed Asset Account Group	-	-	-	5,456

See accompanying notes to financial statements.

VILLAGE OF CAROL STREAM, ILLINOIS

PENSION TRUST FUND

STATEMENT OF CHANGES IN PLAN NET ASSETS

For the Year Ended April 30, 1998

ADDITIONS	
Contributions	
Employer	\$ 201,663
Employee	223,121
	<u>424,784</u>
Total Contributions	424,784
Investment Income	
Net Appreciation in Fair Value of Investments	1,143,089
Interest	402,073
	<u>1,545,162</u>
Total Investment Income	1,545,162
Less Investment Expense	<u>(17,641)</u>
Net Investment Income	1,527,521
	<u>1,952,305</u>
Total Additions	1,952,305
DEDUCTIONS	
Benefits and Refunds	
Retirement Benefits	119,423
Disability Benefits	14,982
Contribution Refunds	3,909
Operations	
Other	9,925
	<u>148,239</u>
Total Deductions	148,239
NET INCREASE	<u>1,804,066</u>
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS	
May 1	9,142,007
Prior Period Adjustment	<u>777,383</u>
May 1, Restated	9,919,390
April 30	<u>\$ 11,723,456</u>

See accompanying notes to financial statements.

VILLAGE OF CAROL STREAM, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

April 30, 1998

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Village of Carol Stream, Illinois (the Village) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Village's accounting policies are described below.

a. Reporting Entity

The Village is a municipal corporation governed by an elected Mayor and six-member board. As required by generally accepted accounting principles, these financial statements present the Village (the primary government) and its component unit, the Police Pension Fund.

b. Fund Accounting

The accounts of the Village are organized and operated on the basis of funds and account groups. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds are maintained consistent with legal and managerial requirements. Account groups are a reporting device to account for certain assets and liabilities of the governmental funds not recorded directly in those funds.

Funds are classified into the following categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate "fund types."

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Fund Accounting (Continued)

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

c. Account Groups

The general fixed assets account group is used to account for fixed assets not accounted for in proprietary or trust funds. The general long-term debt account group is used to account for general long-term debt and certain other liabilities that are not specific liabilities of proprietary or trust funds.

d. Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

All proprietary funds and pension trust funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Proprietary fund-type fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund-type operating statements present increases (e.g., revenues) and decreases (e.g., expenses) in net total assets.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

d. Basis of Accounting (Continued)

The modified accrual basis of accounting is used by all governmental fund types. 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. The Village recognizes property taxes when they become both measurable and available in accordance with GASB Codification Section P70. A one-year availability period is used for revenue recognition for all other governmental fund revenues.

Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt is recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year.

Those revenues susceptible to accrual are property taxes, franchise taxes, licenses, interest revenue, and charges for services. Sales, income, and motor fuel taxes, and fines collected and held by the state and county governments at year end on behalf of the Village also are recognized as revenue. Permit revenues are not susceptible to accrual because generally they are not measurable until received in cash.

The accrual basis of accounting is utilized by proprietary fund types and pension trust funds. Under this method, revenues and additions are recorded when earned and expenses and deductions are recorded at the time liabilities are incurred.

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

e. Budgets

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual appropriated budgets are adopted at the department level for the General, Special Revenue, Debt Service, Enterprise, Internal Service, and the Pension Trust Funds. The annual appropriated budget is legally enacted and provides for a legal level of control at the department level. All annual appropriations lapse at fiscal year end.

VILLAGE OF CAROL STREAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e. Budgets (Continued)

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting--under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation--is utilized in the governmental and proprietary funds. All outstanding encumbrances lapse at year end and do not carry forward into the subsequent fiscal year unless they are reappropriated.

f. Cash and Investments

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Village's proprietary fund types consider all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

Investments

Investments are stated at cost or amortized cost, subject to adjustment for market declines judged to be other than temporary (lower of cost or market) for all funds except the Police Pension Trust Fund which reports investments at fair value.

g. Short-term Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet. Short-term interfund loans, if any, are classified as "interfund receivables/payables."

h. Inventories

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

i. Prepaid Items/Expenses

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j. Fixed Assets

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in governmental funds, and the related assets are reported in the general fixed assets account group. All purchased fixed assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated fixed assets are valued at their estimated fair market value on the date received. The Village records all capital items which are individually greater than \$500, with a useful life of greater than one year, as fixed assets.

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. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable.

Depreciation on fixed assets acquired through intergovernmental grants, entitlements, or shared revenues externally restricted to capital acquisitions is closed to contributed capital.

Public domain (“infrastructure”) general fixed assets consisting of roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems are not capitalized, as these assets are immovable and of value only to the Village.

Assets in the general fixed assets account group are not depreciated. Depreciation of buildings, equipment, water/sewer systems, and vehicles in the proprietary fund types is computed using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings	50
Water and Sewer System	30-50
Machinery and Equipment	3-10

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

k. Intangible Assets - Water Purchase Rights

The Village is a customer of the DuPage Water Commission, and has executed a Water Supply Contract with the Commission for a term ending in 2024. The contract provides that the Village pay its proportionate share of “fixed costs” (debt service and capital costs) to the Commission, such obligation being unconditional and irrevocable whether or not water is ever delivered. These costs were being capitalized until the Commission began to deliver water, and are now being amortized, using the straight-line method over the remaining term of the contract.

l. Compensated Absences

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the general long-term debt account group. No expenditure is reported for these amounts. Vested or accumulated vacation leave of proprietary funds is recorded as an expense and liability of those funds as the benefits accrue to employees.

In accordance with the provisions of GASB Statement No. 16, no liability is recorded for nonvesting accumulating rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulated sick leave benefits that is estimated to be taken as “terminal leave” prior to retirement.

m. Long-Term Obligations

Long-term debt is recognized as a liability of a governmental fund when due, or when resources have been accumulated in the debt service fund for payment early in the following year. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. The remaining portion of such obligations is reported in the general long-term debt account group. Long-term liabilities expected to be financed from proprietary fund operations are accounted for in those funds.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

n. Fund Equity

Contributed capital is recorded in proprietary funds that have received capital grants or contributions from developers, customers, or other funds. Reserves represent those portions of fund equity not appropriable for expenditure or legally segregated for a specific future use. Designated fund balances represent tentative plans for future use of financial resources.

o. Interfund Transactions

Quasi-external 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, except quasi-external transactions and reimbursements, are reported as transfers. Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

p. Memorandum Only - Total Columns

Total columns on the general purpose financial statements are captioned as "memorandum only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position or results of operations in conformity with generally accepted accounting principles. Neither are such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

q. Comparative Data

Comparative total data for the prior year have been presented in selected sections of the accompanying financial statements in order to provide an understanding of changes in the Village's financial position and operations. Also, certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

2. LEGAL COMPLIANCE AND ACCOUNTABILITY

Budgets

On or before January 31 of each year, all departments of the Village submit requests for appropriations to the Village's administrator so that a budget may be prepared. Before February 28, 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. A final budget must be prepared and adopted no later than April 30.

The appropriated budget is prepared by fund, department and program and includes information on the past year, current year estimates and requested appropriations for the next fiscal year. The administrator is authorized to transfer budgeted amounts within any department; however, transfers between departments or any revisions that alter the total expenditures of any department or any fund must be approved by the governing body. The legal level of budgetary control is the department level. During the year several supplementary appropriations were necessary. The amounts reflected in the financial statements represent the final amended budget.

3. DEPOSITS AND INVESTMENTS

The Village maintains a cash and investment pool that is available for use by all funds, except the pension trust funds. Each fund type's portion of this pool is displayed on the combined balance sheet as "cash and investments." In addition, investments are separately held by several of the Village's funds. The deposits and investments of the pension trust funds are held separately from those of other funds. The primary government's cash on hand of \$2,438 has been excluded from the amounts shown below.

Permitted Deposits and Investments - Statutes authorize the Village to make 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 agreement 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 the Illinois Funds. Pension funds may also invest in certain non-U.S. obligations, Illinois municipal corporations tax anticipation warrants, veteran's loans, obligations of the State of Illinois and its political subdivisions, and Illinois insurance company general and separate accounts and mutual funds.

VILLAGE OF CAROL STREAM, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

3. DEPOSITS AND INVESTMENTS (Continued)

a. Deposits

At year-end the carrying amount of the Village's deposits totaled \$1,382,899 and the bank balances totaled \$1,425,366. The bank balances can be categorized as follows:

	<u>Bank Balances</u>
Category 1	
Deposits covered by federal depository insurance or by collateral held by the Village, or its agent, in the Village's name.	\$ 1,425,366
Category 2	
Deposits covered by collateral held by the pledging financial institution's trust department, or by its agent, in the Village's name.	-
Category 3	
Deposits covered by collateral held by the pledging financial institution, or its trust department, or its agent but not in the Village's name, and deposits which are uninsured and uncollateralized.	-
TOTAL DEPOSITS	<u><u>\$ 1,425,366</u></u>

For pension trust funds, the types of deposits authorized and the mix of credit risk categories do not differ significantly from the other funds of the Village.

b. Investments

The Village's investments are categorized to give an indication of the level of custodial credit risk assumed by the entity at year-end. Category 1 includes investments that are insured or registered or for which the securities are held by the Village or its agent in the Village's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the Village's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty, or by its trust department or agent but not in the Village's name, and uninsured, unregistered investments held by the counterparty in the Village's name.

VILLAGE OF CAROL STREAM, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

3. DEPOSITS AND INVESTMENTS (Continued)

b. Investments (Continued)

At year end, the Village's investment balances were as follows:

	Carrying Amount			Total	Market Value
	Category				
	1	2	3		
U.S. Government Securities	\$ 15,295,846	\$ -	\$ -	\$ 15,295,846	\$ 15,863,815
U.S. Agency Securities	20,635,224	-	-	20,635,224	20,815,913
Municipal Bonds	1,854,396	-	-	1,854,396	1,854,396
	<u>\$ 37,785,466</u>	<u>\$ -</u>	<u>\$ -</u>	37,785,466	38,534,124
*Insurance Contracts				2,661,717	2,661,717
*IMET				4,101,368	4,101,368
*Mutual Fund Money Market Accounts				71,778	71,778
*Illinois Funds Investment Pool				3,416,339	3,416,339
TOTAL INVESTMENTS				<u>\$ 48,036,668</u>	<u>\$ 48,785,326</u>

* (Not Subject to Risk Categorization)

The pension trust fund owns 23 percent of the investments in Category 1.

A reconciliation of cash and investments as shown on the Combined Balance Sheet for the primary government follows:

Cash on hand	\$ 2,438
Carrying amount of deposits	1,382,899
Carrying amount of investments	<u>48,038,785</u>
TOTAL	<u>\$ 49,424,122</u>
Cash and investments	\$ 44,671,245
Restricted cash and investments	<u>4,752,877</u>
TOTAL	<u>\$ 49,424,122</u>

VILLAGE OF CAROL STREAM, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

4. RECEIVABLES - PROPERTY TAXES

The County Assessors are responsible for assessment of all taxable real property, except for certain railroad property which is assessed directly by the State.

Property taxes are levied in DuPage County by the last Tuesday in December, on the assessed valuation as of January 1. The tax levy becomes an enforceable lien against the property on January 1 of the year following the tax levy year. These taxes are collected by the County Collector and are submitted to the County Treasurer, who remits to the Village units their respective share of the collections.

Taxes levied in one year become due and payable in two installments during the following year. The DuPage County installments are due June 1 and September 1.

The 1997 property tax levy is recorded as a receivable, net of estimated uncollectibles. Based upon collection histories, the Village has provided at April 30, 1998 an allowance for uncollectible real property taxes. All uncollected taxes relating to prior years' levies have been written off.

For governmental funds, only property taxes which are due within the current fiscal year and collected within 60 days subsequent to year-end are recorded as revenue. Property taxes for the pension trust fund are recorded on the accrual basis.

5. FIXED ASSETS

a. General Fixed Assets Account Group

The following is a summary of changes in the general fixed assets account group of the primary government during the fiscal year:

	Balances May 1	Additions	Retirements	Balances April 30
Land	\$ 3,187,814	\$ -	\$ -	\$ 3,187,814
Buildings and Structures	3,690,690	2,920,419	-	6,611,109
Furniture and Equipment	1,256,357	271,030	88,642	1,438,745
Vehicles	2,089,087	316,808	168,966	2,236,929
TOTAL GENERAL FIXED ASSETS	\$ 10,223,948	\$ 3,508,257	\$ 257,608	\$ 13,474,597

VILLAGE OF CAROL STREAM, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

5. FIXED ASSETS (Continued)

b. Proprietary Fixed Assets

The following is a summary of proprietary fund-type fixed assets as of the date of this report:

	Enterprise Fund	Internal Service Funds
Water and Sewer System	\$ 30,134,177	\$ -
Land	1,173,500	-
Buildings	16,373,926	982,646
Machinery and Equipment	2,016,020	177,536
Construction in Process	1,824,889	-
Subtotal	51,522,512	1,160,182
Less Accumulated Depreciation	(11,280,353)	(428,698)
NET FIXED ASSETS	\$ 40,242,159	\$ 731,484

c. Construction Contracts

The Village has entered into contracts for the construction or renovation of various facilities as follows:

	Project Authorizations	Expended to Date	Commitment	Required Further Financing
1998 Residential Street Resurfacing	\$ 258,862	\$ -	\$ 258,862	None
1998 Kuhn Road Structural Overhang	197,727	-	197,727	None
Gary Avenue Fountain Park	3,848,899	3,130,572	718,327	None
Public Works Center Expansion	207,198	174,993	32,205	None
1998 Original Carol Stream Reconstruction	2,925,318	251,556	2,673,762	None
Gary Avenue Landscape	669,095	640,515	28,580	None
1997 Original Carol Stream Reconstruction Structure	4,675,187	4,601,213	73,974	None
Gary/Kehoe Watermain	604,007	414,952	189,055	None
Construction Observation - Gary	215,940	204,769	11,171	None
1997 Original Carol Stream Engineering	139,601	119,971	19,630	None
1998 Original Carol Stream Engineering	174,261	173,361	900	None
1999 Original Carol Stream Engineering	280,833	-	280,833	None
1999 Original Carol Stream Engineering Phase II	190,066	196	189,870	None

VILLAGE OF CAROL STREAM, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT

a. Tax Increment Financing Bonds

The Village issues bonds where the Village pledges incremental tax income derived from a separately created tax increment financing district. These bonds are not an obligation of the Village and are secured only by the incremental revenues generated by the district.

Tax increment financing bonds currently outstanding are as follows:

Issue	Fund Debt Retired by	Balances May 1	Additions	Reductions	Balances April 30
\$5,675,000 Tax Increment Refunding Revenue Bonds of 1996, dated August 1, 1996, due in annual installments of \$380,000 to \$650,000 due each January 15 through January 15, 2007 plus interest ranging from 4.0% to 5.2% due each January 15 and July 15.	Debt Service	\$ 5,295,000	\$ -	\$ 430,000	\$ 4,865,000
\$4,690,000 Senior Lien Tax Increment Revenue Bonds, dated February 7, 1997, due in annual installments of \$60,000 to \$490,000 beginning January 1, 1997 through January 1, 2016 plus a final payment of \$795,000 due January 1, 2017 plus interest at 7.875% due each January 1 and July 1.	Geneva Crossing TIF	4,690,000	-	-	4,690,000
TOTAL TAX INCREMENT FINANCING BONDS		\$ 9,985,000	\$ -	\$ 430,000	\$ 9,555,000

b. Loan Payable

The Village entered into a loan payable to provide funds for the acquisition of capital assets. The loan payable was issued for proprietary activities. Therefore, the proprietary liability is reported in the proprietary fund. The loan payable currently outstanding is as follows:

Issue	Fund Debt Retired by	Balances May 1	Additions	Reductions	Balances April 30
\$10,394,969 EPA loan dated August 27, 1991, at 3.58% simple interest rate	Water and Sewer	\$ 9,147,634	\$ -	\$ 415,177	\$ 8,732,457

VILLAGE OF CAROL STREAM, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

- c. Debt Service Requirements to Maturity: Annual debt service requirements to maturity are as follows:

Fiscal Year Ending April 30	Tax Increment Financing Bonds	Loan Payable Proprietary
1999	\$ 1,052,600	\$ 738,980
2000	1,113,250	738,980
2001	1,117,610	738,980
2002	1,124,802	738,980
2003	1,134,394	738,980
2004	1,141,106	738,980
2005	1,149,890	738,980
2006	1,160,009	738,980
2007	1,176,438	738,980
2008	498,462	738,980
2009	512,713	738,980
2010	519,600	738,980
2011	534,519	738,980
2012	546,681	738,980
2013	556,088	738,980
2014	567,737	369,490
2015	581,238	-
2016	591,194	-
2017	857,606	-
TOTAL PRINCIPAL AND INTEREST	\$ 15,935,937	\$ 11,454,190
INTEREST PORTION	\$ 6,380,937	\$ 2,721,733

- d. Changes in General Long-Term Liabilities: During the fiscal year the following changes occurred in liabilities reported in the general long-term debt account group:

	Balances May 1	Additions	Reductions	Balances April 30
Compensated Absences Payable	\$ 373,002	\$ 32,175	\$ -	\$ 405,177
Tax Increment Financing Bonds Payable	9,985,000	-	430,000	9,555,000
TOTAL	\$ 10,358,002	\$ 32,175	\$ 430,000	\$ 9,960,177

VILLAGE OF CAROL STREAM, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

e. Legal Debt Margin

The Village is a home rule municipality.

Chapter 65, Section 5/8-5-1 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 amounts.”

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

f. Advance Refunding - Revenue Bonds

On April 30, 1982, the Village passed an ordinance directing the execution of an escrow agreement in order to refund Water and Sewer Revenue Bond Series of 1967 issued by the Village and outstanding in the amount of \$855,000.

Although there has been no legal defeasance (satisfaction of debt) in this transaction, all conditions which normally satisfy defeasance of the \$855,000 of the Water and Sewer Revenue Bond Series of 1967 have been met.

Water and Sewer Revenue Bond Series of 1967 to be paid from escrow in the future are as follows:

<u>Fiscal Year Ending April 30</u>	<u>Principal</u>
1999	\$ 70,000
2000	75,000
2001	80,000
2002	80,000
2003	85,000
2004	90,000
2005	95,000
2006	95,000
2007	90,000
2008	95,000
	<u>\$ 855,000</u>

VILLAGE OF CAROL STREAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

g. Advance Refunding - Tax Increment Revenue Bonds

On August 27, 1996, the Village issued \$5,675,000 Tax Increment Refunding Revenue Bonds Series 1996. The proceeds of the bonds, together with cash on hand of \$4,050,000 have been deposited into an irrevocable trust to advance refund, through an in-substance defeasance, \$5,920,000 of the Series 1990A Tax Increment Revenue Bonds and \$1,690,000 of the Series 1990B Tax Increment Revenue Bonds. As a result, the Series 1990A and 1990B are considered to be defeased and the escrowed assets and the liability for the bonds have been removed from these financial statements. At April 30, 1998, \$7,195,000 of the defeased bonds are outstanding.

h. Tax Increment Refunding Revenue Bonds Series 1996

The ordinance authorizing the issuance of \$5,675,000 of Tax Increment Refunding Revenue Bonds Series 1996 provided for the creation of separate accounts designated as the Incremental Taxes Fund into which accounts there shall be credited as of the first day of each month all revenues of the Tax Increment Financing District (District) in accordance with the following priority:

The Administrative Account - There is hereby created a special account to be known as the Administrative Account. The Village Treasurer shall first deposit the monies collected into the Administrative Account sufficient to pay all reasonable administrative expenditures and costs of the Village incurred by it in the administration of the Incremental Taxes Fund. The Village has elected not to charge the Carol Point TIF Bonds Fund for administrative costs. The Village Treasurer shall then deposit funds of the Incremental Taxes Fund into the following account:

The Principal and Interest Account - There is hereby created a special account to be known as the Principal and Interest Account. As monies are deposited by the Village, the Village shall deposit such monies into the Principal and Interest Account and, except as hereinafter provided, such monies shall be used solely and only for the purpose of paying principal of and interest on the bonds as the same become due at maturity together with any fees of the bond registrar in connection therewith.

If, on or before fifteen days before the principal payment date on any of the bonds, there are funds in the Principal and Interest Account in excess of the amount necessary to pay such principal and interest on such date, such funds shall be transferred by the Village into the following accounts.

6. LONG-TERM DEBT (Continued)

h. Tax Increment Refunding Revenue Bonds Series 1996 (Continued)

The Reserve Account - There is hereby created a special account to be known as the Reserve Account. The Village shall next transfer the balance of the pledged taxes into the Reserve Account until the balance in such account aggregates an amount equal to the maximum annual debt service requirement, and thereafter no deposits need be made into this account except that when any money is paid out from said account annual payments shall be resumed and continued until said account has been restored to an amount equal to the maximum debt service requirement. Monies on deposit in the Reserve Account may be used to redeem bonds and shall be transferred as necessary to the Principal and Interest Account from time to time to prevent or to remedy a default in the payment of interest or premium, if any, or on principal of the bonds.

Whenever the Village has on deposit in the Reserve Account an amount sufficient to meet the maximum annual debt service requirement and there remains an excess (after remedying any deficiencies in the Principal and Interest Account) in said account, the Village shall then deposit the excess into the following account:

The Redemption Account - There is hereby created a special account to be known as the Redemption Account. The Village shall next transfer the balance of the pledged taxes into the Redemption Account until the balance in such account plus the Reserve Account balance aggregate to the amount of bond principal then outstanding plus accrued interest and premium, if any, to the first optional redemption date, and thereafter no deposits need be made into this account except that when any money is paid out from said account annual payments shall be resumed and continued until said account has been restored to an amount equal to the amount of bond principal then outstanding plus accrued interest and premium, if any, to the first optional redemption date.

Monies on deposit in the Redemption Account may be used to redeem bonds and shall be transferred as necessary to the Reserve Account from time to time to prevent or to remedy a default in the payment of interest or premium, if any, or on principal of the bonds.

Whenever the Village has on deposit in the Redemption Account an amount sufficient to meet the maximum annual debt service requirement and there remains an excess (after remedying any deficiencies in the Reserve Account) in said account, the Village shall then deposit the excess into the following account:

VILLAGE OF CAROL STREAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

h. Tax Increment Refunding Revenue Bonds Series 1996 (Continued)

The General Account - There is hereby created a special account to be known as the General Account. The Village shall deposit into the General Account the excess funds in the Redemption Account referred to above. Monies on deposit in the General Account shall be transferred first, if necessary, to remedy any deficiencies in any prior accounts and, thereafter, shall, at the discretion of the Village, be used for one or more of the following purposes, in any order of priority:

1. For the purpose of paying any project costs;
2. For the purpose of redeeming bonds in accordance with the provisions of this ordinance;
3. For the purpose of purchasing bonds at a price not in excess of par and accrued interest and applicable redemption premium to the date of purchase;
4. For the purpose of refunding, advance refunding, or prepaying any bonds;
5. For the purpose of establishing such additional reserves as may be deemed necessary in the discretion of the Village;
6. For the purpose of distributing such funds to the taxing districts or municipal corporations having the power to tax real property in the project area or to the State of Illinois in accord with the provisions of the Act; or
7. For any other purpose related to the project or the plan.

The Rebate Account - There is hereby created a special account to be known as the Rebate Account. The Village shall deposit into the Rebate Account the excess funds in the General Account referred to above to the extent required as to maintain the tax exempt status of interest on the bonds issued on a tax exempt basis. All rebates, special impositions or taxes for such purpose payable to the United States of America shall be payable from the Rebate Account.

VILLAGE OF CAROL STREAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

i. Senior Lien Tax Increment Revenue Bonds Series 1997

The ordinance authorizing the issuance of \$4,690,000 of Senior Lien Tax Increment Revenue Bonds Series 1997 provided for the creation of separate funds designated as the Special Tax Allocation Fund and the Incremental Sales Tax Fund. All of the incremental property taxes and any other revenues from any source other than incremental sales taxes shall be deposited into the Special Tax Allocation Fund. All of the incremental sales taxes shall be deposited into the Incremental Sales Tax Fund.

All amounts deposited into the Special Tax Allocation Fund shall be allocated to the following accounts in the priority listed:

The Program Expense Account - There is hereby created a special account to be known as the Program Expense Account. The amount deposited into the Program Expense Account is the amount necessary to pay program expenses for the current and succeeding bond year. The remainder will then be deposited into the following account.

The Senior Lien Principal and Interest Account - There is hereby created a special account to be known as the Senior Lien Principal and Interest Account. The amount deposited into the account is the amount necessary to pay the principal and interest requirements due the subsequent January 1. The monies deposited into this account can be used only to pay the outstanding principal and interest on the bonds. The remainder, if any, will then be deposited into the following account.

The Senior Lien Reserve Account - There is hereby created a special account to be known as the Senior Lien Reserve Account. The amount deposited into the account is the debt service reserve requirement, which is equal to 150% of the average annual debt service of the bonds, excluding the final payment due January 1, 2017. The monies deposited into the account shall be used to replace any deficiency in the Senior Lien Principal and Interest Account and to pay the final principal and interest maturing January 1, 2017. The remainder, if any, will then be deposited into the following account.

The Junior Lien Principal and Interest Account - There is hereby created a special account to be known as the Junior Lien Principal and Interest Account. The amount deposited into the account is the principal and interest requirements for any junior lien bonds due the subsequent January 1. The monies deposited into this account can be used only to pay the outstanding principal and interest on the junior lien bonds and to replenish any deficiencies in the Senior Lien Principal and Interest Account and the Senior Lien Reserve Account. The remainder, if any, shall be deposited into the following account.

VILLAGE OF CAROL STREAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

i. Senior Lien Tax Increment Revenue Bonds Series 1997 (Continued)

The Junior Lien Reserve Account. There is hereby created a special account to be known as the Junior Lien Reserve Account. The amount deposited into the account is the debt service reserve requirement, if any, on the Junior Lien Bonds, determined upon issuance of said bonds. The monies deposited into the account shall be used to replace any deficiency in the Junior Lien Principal and Interest Account, the Senior Lien Reserve Account and the Senior Lien Principal and Interest Account. The remainder, if any, shall be deposited into the following account.

The General Account - There is hereby created a special account to be known as the General Account. The monies deposited into this account shall be used first to replenish any deficiencies in the accounts listed above, with any remainder used for the following purposes:

1. For the purpose of paying any project costs, including but not limited to the payment of debt service on obligations issued subordinate to the Bonds, any Additional Bonds or any Junior Lien Bonds; or
2. For the purpose of redeeming outstanding bonds; or
3. For the purpose of purchasing outstanding bonds at a price not in excess of par and accrued interest and applicable redemption premium to the date of purchase; and,
4. Thereafter, shall be used by the Village for one or more of the following purposes, without any order of priority among them:
 - a. For the purpose of refunding, advance refunding or prepaying any outstanding bonds; or
 - b. For the purpose of establishing such additional reserves as may be deemed necessary by the Corporate Authorities; or
 - c. For the purpose of reimbursing the Village for any advances from its general corporate funds made in connection with the Bonds, any Additional Bonds, any Junior Lien Bonds, the Plan, the Project or the Area; or
 - d. For the purpose of distributing funds to the taxing districts or municipal corporation having power to tax real property located in the Area, in accordance with the Act; or

VILLAGE OF CAROL STREAM, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

i. Senior Lien Tax Increment Revenue Bonds Series 1997 (Continued)

- e. For any other purpose set forth under the Plan or the Project as may be authorized under the Act.

All Incremental Sales Taxes are to be deposited into the Incremental Sales Tax Fund and shall be allocated to the following accounts in the priority listed:

The Village Contribution Account - There is hereby created a special account to be known as the Village Contribution Account. The monies deposited into this account are restricted for any Village contribution to be made to the Special Tax Allocation Fund and related accounts for any deficiencies in accordance with the bond ordinance. The remainder, if any, shall be deposited into the following account.

The Village Account - There is hereby created a special account to be known as the Village Account. The monies shall be deposited into this account until such time as the account balance equals \$100,000 which may then be transferred to the Village to be used for any purpose.

j. Conduit Debt

The Village has issued Industrial Development Revenue Bonds (IDRBs) to provide financial assistance to private organizations for the construction and acquisition of industrial and commercial improvements deemed to be in the public interest. The bonds are secured solely by the property financed and are payable solely from the payments received on the underlying mortgage loans on the property. The Village is not obligated in any manner for the repayment of the bonds. Accordingly, the bonds outstanding are not reported as liability in these financial statements. As of April 30, 1998, there were 8 IDRBs outstanding. The aggregate principal amount payable for the 5 series which could be determined was \$33,278,291. The aggregate principal payable for the 3 other series of IDRBs could not be determined; however, their original issue amounts totaled \$5,625,000.

VILLAGE OF CAROL STREAM, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

7. INTERFUND ASSETS/LIABILITIES

The composition of interfund balances as of April 30, 1998, is as follows:

Due From/To Other Funds

Receivable Fund	Payable Fund	Amount
General Corporate	Water and Sewer	\$ 7,780
Municipal Garage	Water and Sewer	2,943
Water and Sewer	General Corporate	50
Geneva Crossing TIF	General Corporate	<u>23,163</u>
TOTAL		<u>\$ 33,936</u>

8. COMMITMENTS - DUPAGE WATER COMMISSION (DWC)

The Village is a customer of the DuPage Water Commission, and has executed a water supply contract with the Commission for a term ending in 2024. The Contract provides that the Village pay its proportionate share of "fixed costs" (debt service and capital costs) estimated at \$900,000 per year through fiscal year ending April 30, 2013 to the Commission, such obligation being unconditional and irrevocable whether or not water is ever delivered. The Village has established that these costs will be capitalized until delivery of water, at which time the costs will be amortized using the straight-line method over the remaining term of the contract. During the fiscal year ending April 30, 1993, the Village began receiving water from the Commission, thus fixed costs are now expensed along with the other "operation and maintenance" charges from the Commission. The fixed costs are estimates which have been calculated using the Village's current allocation percentage of 5.2231%. In future years the estimates and the allocation percentage will be subject to change. Estimates for the remaining years of the contract are not currently available. However, the Village does not expect the minimum amounts for the remaining years of the contract to materially vary from the amount presented above.

VILLAGE OF CAROL STREAM, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

9. CONTRIBUTED CAPITAL

During the fiscal year contributed capital increased/decreased by the following amounts:

	Enterprise Fund	Internal Service Fund	Totals
Increases			
Connection Fees	\$ 347,514	\$ -	\$ 347,514
Developer's Contributions	638,836	-	638,836
Net Increase	986,350	-	986,350
CONTRIBUTED CAPITAL, MAY 1	32,479,223	761,162	33,240,385
CONTRIBUTED CAPITAL, APRIL 30	<u>\$ 33,465,573</u>	<u>\$ 761,162</u>	<u>\$ 34,226,735</u>

10. RISK MANAGEMENT

a. Risk Management Fund

The Village has established a Risk Management Fund (an internal service fund). Each participating fund makes payments to the Risk Management Fund for amounts which are actuarially determined. Such payments are displayed on the financial statements as revenues and expenditures/expenses (quasi-external transfers).

b. 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, quasigovernmental, and nonprofit public service entities.

The IPBC receives, processes and pays such claims as may come within the benefit program of each member. 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 the IPBC beyond its representation on the Board of Directors.

10. RISK MANAGEMENT (Continued)

c. Intergovernmental Risk Management Agency (IRMA)

The Village participates in the Intergovernmental Risk Management Agency (IRMA). IRMA is an insurance pool whose members are Illinois municipalities. IRMA manages and funds first party property losses, third party liability claims, workers' compensation claims, and public officials liability claims of its member municipalities. The Village's payments to IRMA are displayed on the financial statements as expenditures/expenses in appropriate funds.

Each member assumes the first \$1,000 of each occurrence, and IRMA has self-insurance retentions at various amounts above that level. There have been no significant changes from the prior year and settlements have not exceeded coverage in any of the prior three years.

Management consists of a Board of Directors comprised of one appointed representative from each member. In addition, there are two officers, a Risk Manager and a Treasurer. The Village does not exercise any control over the activities of the Agency beyond its representation on the Board of Directors.

Initial contributions are determined in advance of each membership year based on the individual member's eligible revenue as defined in the by-laws of IRMA and assessment factors based on past member experience and the funding need for the membership year. The Board of Directors may require that supplemental contributions be made by members to ensure adequate funds are available to meet the obligations applicable to the membership year. Members have a contractual obligation to fund any deficit of IRMA attributable to a membership year during which they were a member. The Village is not aware of any additional amounts owed to IRMA at April 30, 1998, for the current or prior claim years.

11. DEFERRED COMPENSATION PLAN

The Village offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all Village employees at their option, permits participants to defer a portion of their salary until future years. The deferred compensation is not available to participants until termination, retirement, death or unforeseeable emergency. The assets are in trust and are not included in the Village's financial statements since they are not titled in the name of the Village.

12. CONTINGENT LIABILITIES

a. Litigation

The Village is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the Village's attorney that 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, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the Village expects such amounts, if any, to be immaterial.

c. DuPage Water Commission (DWC)

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

d. Other

The Village has entered into an agreement, contained in a letter of understanding, with the Illinois Fraternal Order of Police Labor Council (Union) which concerns certain preexisting health insurance benefits for in-patient treatment which are no longer available to employees due to changes in the Village's current Health Care Plan. Such benefits have previously been utilized by a dependent of an employee of the Village, and the need for such benefits remained and still remains at the time that the Plan changes were implemented. Consequently, the Village has agreed to continue similar benefits for treatment, for this individual only, which were contained in the previous Plan. The aggregate benefit amount which the Village shall be responsible for is \$600,000 less any amounts that the Village has already paid on behalf of the said employee for the existing condition. The benefits will remain applicable during the employee's employment with the Village, but not later than the cessation of dependent coverage, for the dependent, at age 23. The maximum amount payable in any one year is \$100,000.

Currently, the employee is receiving benefits and funding from other sources, including the State of Illinois and coordination of benefits, as required in the agreement. As of April 30, 1998, the Village has not recorded a liability, as it appears probable that the benefits will continue to be available from other sources.

13. PRIOR PERIOD ADJUSTMENTS

The net assets available for benefit of the pension trust fund has been restated as of May 1, 1997 to implement GASB Statement No. 25.

14. DEFINED BENEFIT PENSION PLANS

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

a. Plan Descriptions

Illinois Municipal Retirement Fund

All employees (other than those covered by the Police plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Pension benefits vest after eight years of service. Participating members who retire at or after age 60 with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by 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 rates for the calendar years 1997 and 1998 were 9.11% and 9.13% of covered payroll, respectively.

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 plan as a pension trust fund. At April 30, 1998 the Police Pension Plan membership consisted of:

14. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Retirees and Beneficiaries Currently Receiving Benefits and Terminated Employees Entitled to Benefits but not yet Receiving Them	5
Current Employees	
Vested	33
Nonvested	21
	<hr/>
TOTAL	<u>59</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 2.00% of such salary for each additional year of service over 20 years up to 30 years, and 1.00% of such salary for each additional year of service over 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.

Employees are required by ILCS to contribute 9.00% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary. Effective July 1, 1993, the Village has until the year 2033 to fully fund the past service cost for the Police Pension Plan. For the year ended April 30, 1998, the Village's contribution was 7.80% 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 the Police Pension Plan except for one insurance annuity contract which comprises approximately 9.50% of plan net assets. Information for the IMRF is not available.

VILLAGE OF CAROL STREAM, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

14. DEFINED BENEFIT PENSION PLANS (Continued)

c. Annual Pension Costs

Employer contributions have been determined as follows:

	Illinois Municipal Retirement	Police Pension
Actuarial Valuation Date	December 31, 1995	May 1, 1996
Actuarial Cost Method	Entry-age Normal	Entry-age Normal
Asset Valuation Method	5 Year Smoothed Market	Actuarial Smoothed Market
Amortization Method	Level Percentage of Payroll	Level Percentage of Payroll
Amortization Period	36 Years, Open	36 Years, Open
Significant Actuarial Assumptions		
a) Rate of Return on Present and Future Assets	7.50% Compounded Annually	9.50% Compounded Annually
b) Projected Salary Increase - Attributable to Inflation	4.25% Compounded Annually	7.50% Compounded Annually
c) Additional Projected Salary Increases - Seniority/Merit	.40 to 11.60%	Not Available

VILLAGE OF CAROL STREAM, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

14. DEFINED BENEFIT PENSION PLANS (Continued)

c. Annual Pension Costs (Continued)

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

	For Fiscal Year	Illinois Municipal Retirement	Police Pension
Annual Required Contribution (ARC)	1996	\$ 367,669	\$ 213,204
	1997	393,879	181,778
	1998	416,488	188,976
Actual Contribution	1996	\$ 367,669	\$ 203,852
	1997	393,879	195,590
	1998	416,488	201,663
Percentage of ARC Contributed	1996	100%	95.61%
	1997	100	107.60
	1998	100	106.71
NPO	1996	-	-
	1997	-	-
	1998	-	-

VILLAGE OF CAROL STREAM, ILLINOIS

GENERAL CORPORATE FUND

BALANCE SHEETS

April 30, 1998 and 1997

ASSETS	1998	1997
Cash and Investments	\$ 17,357,209	\$ 17,676,259
Restricted Cash and Investments	1,610,131	1,620,687
Receivables		
Property Taxes	186,327	176,819
Other Taxes	2,188,254	1,906,560
Accrued Interest	119,454	982,723
Other	81,058	110,177
Prepaid Items	9,503	3,927
Inventories	1,448	1,333
Due from Other Funds	7,780	7,208
Due from Other Government	175,801	12,133
TOTAL ASSETS	\$ 21,736,965	\$ 22,497,826
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Accounts Payable	\$ 281,516	\$ 279,686
Contracts Payable	511,022	761,928
Accrued Salaries	365,589	189,966
Deposits Payable	1,610,131	1,620,687
Deferred Revenues	194,499	190,367
Due to Other Funds	23,213	4,184
Due to Employees - Flex 125 Account	4,310	5,061
Due to Other Government	76,886	-
Compensated Absences Payable	95,617	65,824
Total Liabilities	3,162,783	3,117,703
FUND BALANCE		
Reserved for Prepaid Items	9,503	3,927
Reserved for Inventory	1,448	1,333
Reserved for Public Safety	37,143	32,765
Unreserved	18,526,088	19,342,098
Total Fund Balance	18,574,182	19,380,123
TOTAL LIABILITIES AND FUND BALANCE	\$ 21,736,965	\$ 22,497,826

See accompanying notes to financial statements.

GENERAL CORPORATE FUND

General Corporate Fund - to account for all financial resources traditionally associated with governments which are not required to be accounted for in another fund.

VILLAGE OF CAROL STREAM, ILLINOIS

GENERAL CORPORATE FUND

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

For the Year Ended April 30, 1998
(with comparative actual)

	1998		1997
	Budget	Actual	Actual
REVENUES			
Taxes	\$ 9,234,287	\$ 10,550,475	\$ 9,420,382
Licenses and Permits	847,297	1,288,781	1,074,564
Intergovernmental Grants	173,724	414,950	66,170
Charges for Services	819,672	1,155,991	1,048,423
Fines and Forfeits	466,000	408,897	451,877
Interest	596,892	1,083,717	1,189,082
Miscellaneous	111,466	173,768	83,183
Total Revenues	12,249,338	15,076,579	13,333,681
EXPENDITURES			
Current			
General Government	4,019,966	3,605,851	3,584,360
Public Safety	5,879,899	5,524,654	5,114,994
Highways and Streets	6,945,989	6,574,903	7,082,636
Total Expenditures	16,845,854	15,705,408	15,781,990
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(4,596,516)	(628,829)	(2,448,309)
OTHER FINANCING USES			
Operating Transfers In (Out)			
Debt Service Fund	(154,000)	(177,112)	(403,161)
Total Other Financing Uses	(154,000)	(177,112)	(403,161)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER FINANCING USES	\$ (4,750,516)	(805,941)	(2,851,470)
FUND BALANCE, MAY 1		19,380,123	22,229,150
Residual Equity Transfer In		-	2,443
FUND BALANCE, APRIL 30		\$ 18,574,182	\$ 19,380,123

See accompanying notes to financial statements.

VILLAGE OF CAROL STREAM, ILLINOIS

GENERAL CORPORATE FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL

For the Year Ended April 30, 1998
(with comparative actual)

	1998		1997
	Budget	Actual	Actual
TAXES			
Property Taxes - Current	\$ 176,000	\$ 177,978	\$ 176,555
Replacement Taxes	39,140	59,758	36,418
Sales Tax	3,143,652	3,968,143	3,229,808
Utility Tax	3,126,487	3,123,355	3,075,367
State Income Tax	2,236,008	2,526,279	2,220,573
Amusement Tax	13,000	12,258	11,465
Real Estate Transfer Tax	500,000	682,704	670,196
Total Taxes	9,234,287	10,550,475	9,420,382
LICENSES AND PERMITS			
Business/Scavenger Licenses	21,000	21,721	18,863
Dog/Misc Licenses	2,900	2,206	3,645
Vehicle Licenses	346,575	353,148	345,886
Liquor Licenses	57,500	61,175	67,741
Tobacco Licenses	3,500	3,800	3,050
Vending Machine Licenses	5,850	6,277	5,198
Game Room Licenses	1,275	505	780
Building Permits	408,697	839,949	629,401
Total Licenses and Permits	847,297	1,288,781	1,074,564
INTERGOVERNMENTAL GRANTS	173,724	414,950	66,170
CHARGES FOR SERVICES			
Reimbursed Police School	8,408	13,062	11,474
Reinspection Fees	6,000	4,050	7,575
Elevator Inspection Fees	6,300	6,900	7,100
Legal and Planning Fees	181,500	319,058	363,214
Annexation Fees	-	16,738	-
Liquor Investigation Fees	1,800	-	3,050
Cable Franchise Fees	130,725	188,091	178,177
Telephone Franchise and Infrastructure			
Maintenance Fees	102,623	143,865	101,063

(This schedule is continued on the following page.)

VILLAGE OF CAROL STREAM, ILLINOIS

GENERAL CORPORATE FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 1998
(with comparative actual)

	1998		1997
	Budget	Actual	Actual
CHARGES FOR SERVICES (Continued)			
Developer Service Fees	\$ 54,251	\$ 54,975	\$ 67,246
Sale of Trees	3,000	1,295	2,145
Public Hearings	10,000	18,168	17,455
Engineering Review Fees	9,700	5,998	7,472
Host Benefit & Recycling Fees	35,000	22,935	17,159
Sanitary Service Charge	4,900	5,196	4,576
Municipal Service Charge	141,238	141,238	129,929
Reimbursement - School District	116,227	106,915	94,728
Developer Contributions	-	100,000	26,918
Police Report Duplications	8,000	7,507	9,142
Total Charges for Services	819,672	1,155,991	1,048,423
FINES AND FORFEITS			
Circuit Court Fines	360,000	318,921	336,655
Ordinance Forfeits	90,000	65,031	92,817
False Alarms	16,000	24,945	22,405
Total Fines and Forfeits	466,000	408,897	451,877
INTEREST			
Interest Income	596,892	1,083,717	1,189,082
MISCELLANEOUS			
Other	111,466	173,768	83,183
TOTAL REVENUES	\$ 12,249,338	\$ 15,076,579	\$ 13,333,681

(See independent auditor's report.)

VILLAGE OF CAROL STREAM, ILLINOIS

GENERAL CORPORATE FUND

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

For the Year Ended April 30, 1998

(with comparative actual)

	1998		1997
	Budget	Actual	Actual
GENERAL GOVERNMENT			
Fire and Police Commission	\$ 28,650	\$ 24,915	\$ 19,127
Legislative Board	172,833	170,340	129,261
Planning and Zoning Board	8,978	8,359	6,189
Human Services Commission	22,525	11,320	15,413
E.S.D.A.	18,165	7,160	5,552
Legal Services	208,000	175,876	163,020
Village Clerk	37,130	31,984	46,290
Personnel Services	794,842	735,791	694,160
Village Administration	280,359	274,138	274,268
Financial Management	467,521	467,167	442,746
Engineering	668,208	642,070	614,887
C.D. - Planning and Zoning	200,764	178,484	164,556
C.D. - Building	361,152	315,757	354,241
Management Services	456,077	399,418	507,978
Municipal Building	294,762	163,072	146,672
Total General Government	4,019,966	3,605,851	3,584,360
PUBLIC SAFETY			
Law Enforcement	5,879,899	5,524,654	5,114,994
HIGHWAYS AND STREETS			
Public Works - Streets	1,375,064	1,366,461	1,346,454
Public Works Center	35,455	33,942	53,350
Construction	5,535,470	5,174,500	5,682,832
Total Highways and Streets	6,945,989	6,574,903	7,082,636
TOTAL EXPENDITURES	\$ 16,845,854	\$ 15,705,408	\$ 15,781,990

(See independent auditor's report.)

VILLAGE OF CAROL STREAM, ILLINOIS

GENERAL CORPORATE FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL

For the Year Ended April 30, 1998
(with comparative actual)

	1998		1997
	Budget	Actual	Actual
GENERAL GOVERNMENT			
Fire and Police Commission			
Contractual Services			
Meetings	\$ 1,200	\$ 833	\$ 205
Training	600	-	310
Personnel Hiring	24,500	23,707	18,330
Dues and Subscriptions	600	195	195
Legal Fees	1,000	-	-
Public Notices/Information	100	-	-
Court Recorder Fees	250	-	-
Total Contractual Services	28,250	24,735	19,040
Commodities			
Office Supplies	175	61	87
Printed Materials	225	119	-
Total Commodities	400	180	87
Total Fire and Police Commission	\$ 28,650	\$ 24,915	\$ 19,127
Legislative Board			
Salaries and Wages			
Personal Services	\$ 19,500	\$ 19,500	\$ 13,125
FICA	1,967	1,870	1,004
Total Salaries and Wages	21,467	21,370	14,129
Contractual Services			
Meetings	14,500	14,781	13,286
Dues and Subscriptions	32,500	31,498	30,774
Auditing	7,784	7,178	11,888
Employee Recognition	14,500	14,069	12,944
Public Notices/Information	54,300	53,918	45,076
Special Census	26,307	26,306	125
Blood Council	800	664	408
Total Contractual Services	150,691	148,414	114,501

(This schedule is continued on the following pages.)

VILLAGE OF CAROL STREAM, ILLINOIS

GENERAL CORPORATE FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 1998
(with comparative actual)

	1998		1997
	Budget	Actual	Actual
GENERAL GOVERNMENT (Continued)			
Legislative Board (Continued)			
Commodities			
Office Supplies	\$ 675	\$ 556	\$ 631
Total Legislative Board	\$ 172,833	\$ 170,340	\$ 129,261
Planning and Zoning Board			
Salaries and Wages			
Personal Services	\$ 3,513	\$ 2,969	\$ 2,376
IMRF	221	159	116
FICA	269	227	182
Unemployment Compensation	-	-	5
Total Salaries and Wages	4,003	3,355	2,679
Contractual Services			
Meetings	75	-	-
Training	100	100	-
Dues and Subscriptions	100	-	-
Public Notices/Information	4,500	4,830	3,403
Total Contractual Services	4,775	4,930	3,403
Commodities			
Office Supplies	200	74	107
Total Planning and Zoning Board	\$ 8,978	\$ 8,359	\$ 6,189
Human Services Commission			
Contractual Services			
Meetings	\$ 250	\$ 172	\$ 78
Postage	300	-	-
Dial-A-Ride	9,500	8,742	10,361
Community Service Programs	10,000	2,386	3,800
Secretary Services	675	-	-
Total Contractual Services	20,725	11,300	14,239

(This schedule is continued on the following pages.)

VILLAGE OF CAROL STREAM, ILLINOIS

GENERAL CORPORATE FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 1998
(with comparative actual)

	1998		1997
	Budget	Actual	Actual
GENERAL GOVERNMENT (Continued)			
Human Services Commission (Continued)			
Commodities			
Printed Materials	\$ 1,000	\$ 20	\$ 889
Advertising	500	-	285
Grant Proposals	300	-	-
Total Commodities	1,800	20	1,174
Total Human Services Commission	\$ 22,525	\$ 11,320	\$ 15,413
E.S.D.A.			
Contractual Services			
Training	\$ 6,000	\$ 669	\$ -
Telephone	5,691	1,354	1,883
Maintenance and Repairs	3,174	2,899	-
Public Notices/Information	2,000	1,657	2,374
Total Contractual Services	16,865	6,579	4,257
Commodities			
Office Supplies	300	285	-
Operating Supplies	500	296	1,077
Small Equipment	500	-	218
Total Commodities	1,300	581	1,295
Total E.S.D.A.	\$ 18,165	\$ 7,160	\$ 5,552
Legal Services			
Contractual Services			
Legal Fees - Prosecution	\$ 18,000	\$ 15,089	\$ 21,586
Legal Fees	190,000	160,787	141,434
Total Legal Services	\$ 208,000	\$ 175,876	\$ 163,020
Village Clerk			
Salaries and Wages			
Personal Services	\$ 24,246	\$ 23,338	\$ 22,160
Overtime	200	219	229

(This schedule is continued on the following pages.)

VILLAGE OF CAROL STREAM, ILLINOIS

GENERAL CORPORATE FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 1998
(with comparative actual)

	1998		1997
	Budget	Actual	Actual
GENERAL GOVERNMENT (Continued)			
Village Clerk (Continued)			
Salaries and Wages (Continued)			
IMRF	\$ 2,221	\$ 1,970	\$ 1,910
FICA	1,855	1,802	1,713
Workers' Compensation	58	47	42
Compensated Absences	-	(62)	41
Total Salaries and Wages	28,580	27,314	26,095
Contractual Services			
Meetings	580	19	15
Training	250	98	-
Office Equipment Maintenance	150	-	199
Microfilming	1,000	6	6
Recording Fees	900	435	1,241
Dues and Subscriptions	145	50	80
Public Notices/Information	2,875	1,815	1,700
Consultant	-	-	15,247
Total Contractual Services	5,900	2,423	18,488
Commodities			
Office Supplies	300	298	789
Printed Materials	500	119	135
Small Equipment	1,850	1,830	783
Total Commodities	2,650	2,247	1,707
Total Village Clerk	\$ 37,130	\$ 31,984	\$ 46,290
Personnel Services			
Salaries and Wages			
Personal Services	\$ 97,860	\$ 91,985	\$ 81,255
Group Insurance	632,173	583,124	577,032
IMRF	8,964	8,376	7,285
FICA	7,084	6,725	5,972
Workers' Compensation	235	192	170

(This schedule is continued on the following pages.)

VILLAGE OF CAROL STREAM, ILLINOIS

GENERAL CORPORATE FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 1998
(with comparative actual)

	1998		1997
	Budget	Actual	Actual
GENERAL GOVERNMENT (Continued)			
Personnel Services (Continued)			
Salaries and Wages (Continued)			
Unemployment Compensation	\$ 13,000	\$ 20,104	\$ 36
Compensated Absences	-	(657)	(451)
Total Salaries and Wages	759,316	709,849	671,299
Contractual Services			
Meetings	312	14	108
Training	2,704	1,348	1,614
Employment Physicals	2,014	1,028	1,225
Personnel Hiring	17,897	15,759	6,098
Dues and Subscriptions	1,964	1,365	1,595
Management Physicals	400	-	-
Consultant	3,000	-	4,912
Employee Services	6,434	6,045	6,372
Total Contractual Services	34,725	25,559	21,924
Commodities			
Office Supplies	260	158	351
Printed Materials	225	152	531
Reference Materials and Books	160	69	-
Small Equipment	156	4	55
Total Commodities	801	383	937
Total Personnel Services	\$ 794,842	\$ 735,791	\$ 694,160
Village Administration			
Salaries and Wages			
Personal Services	\$ 225,508	\$ 223,791	\$ 213,786
Overtime	350	243	108
IMRF	20,689	20,260	19,216
FICA	14,156	14,056	13,488
Workers' Compensation	542	443	390
Compensated Absences	-	649	49
Total Salaries and Wages	261,245	259,442	247,037

(This schedule is continued on the following pages.)

VILLAGE OF CAROL STREAM, ILLINOIS

GENERAL CORPORATE FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 1998
(with comparative actual)

	1998		1997
	Budget	Actual	Actual
GENERAL GOVERNMENT (Continued)			
Village Administration (Continued)			
Contractual Services			
Auto Maintenance and Repairs	\$ 1,878	\$ 1,545	\$ 2,073
Meetings	2,500	1,802	2,403
Training	4,000	2,022	2,862
Vehicle Insurance	1,077	879	1,263
Office Equipment Maintenance	250	155	149
Microfilming	500	-	-
Dues and Subscriptions	3,300	3,234	2,622
Management Physicals	400	400	-
User Fees	1,671	1,671	614
Total Contractual Services	15,576	11,708	11,986
Commodities			
Auto Gas and Oil	513	242	446
Office Supplies	1,475	1,542	2,023
Reference Materials and Books	925	923	225
Small Equipment	625	281	16
Total Commodities	3,538	2,988	2,710
Capital Outlay			
Vehicles	-	-	12,535
Total Village Administration	\$ 280,359	\$ 274,138	\$ 274,268
Financial Management			
Salaries and Wages			
Personal Services	\$ 333,126	\$ 333,815	\$ 330,361
Overtime	325	92	102
IMRF	30,317	30,192	29,638
FICA	23,934	23,662	23,454
Workers' Compensation	649	648	608
Unemployment Compensation	-	-	83
Compensated Absences	-	214	(1,946)
Total Salaries and Wages	388,351	388,623	382,300

(This schedule is continued on the following pages.)

VILLAGE OF CAROL STREAM, ILLINOIS

GENERAL CORPORATE FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 1998
(with comparative actual)

	1998		1997
	Budget	Actual	Actual
GENERAL GOVERNMENT (Continued)			
Financial Management (Continued)			
Contractual Services			
Meetings	\$ 1,570	\$ 1,538	\$ 395
Training	2,775	2,746	3,264
Office Equipment Maintenance	1,120	1,123	946
Copy Fees	257	208	951
Microfilming	4,493	4,492	79
Dues and Subscriptions	1,375	1,270	791
Consultant	-	-	1,832
Actuarial	1,150	1,150	1,100
Software Maintenance	14,050	14,023	15,153
Banking Services	5,810	5,841	4,935
User Fee	-	-	184
Total Contractual Services	32,600	32,391	29,630
Commodities			
Auto Gas and Oil	625	609	259
Office Supplies	1,725	1,685	1,287
Printed Materials	14,525	14,274	14,596
Operating Supplies	4,537	4,453	6,204
Reference Materials and Books	250	243	343
Small Equipment	1,285	1,285	1,589
Total Commodities	22,947	22,549	24,278
Capital Outlay			
Office Equipment	23,623	23,604	5,342
Other Equipment	-	-	1,196
Total Capital Outlay	23,623	23,604	6,538
Total Financial Management	\$ 467,521	\$ 467,167	\$ 442,746
Engineering			
Salaries and Wages			
Personal Services	\$ 465,932	\$ 462,594	\$ 431,362
Overtime	19,000	10,704	17,036

(This schedule is continued on the following pages.)

VILLAGE OF CAROL STREAM, ILLINOIS

GENERAL CORPORATE FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 1998
(with comparative actual)

	1998		1997
	Budget	Actual	Actual
GENERAL GOVERNMENT (Continued)			
Engineering (Continued)			
Salaries and Wages (Continued)			
IMRF	\$ 43,879	\$ 42,772	\$ 40,165
FICA	35,567	35,045	33,161
Workers' Compensation	13,258	10,821	10,867
Unemployment Compensation	-	-	37
Compensated Absences	-	484	135
Total Salaries and Wages	577,636	562,420	532,763
Contractual Services			
Auto Maintenance and Repairs	5,356	3,999	5,157
Meetings	300	205	98
Training	6,495	2,829	5,516
Vehicle Insurance	3,232	2,638	3,791
Office Equipment Maintenance	1,250	1,313	1,194
Radio Maintenance	1,700	775	876
Microfilming	1,590	1,590	814
Dues and Subscriptions	1,285	1,107	946
Management Physicals	400	-	-
Consultant	11,825	18,923	24,487
GIS System	3,600	2,475	2,250
User Fees	4,764	4,764	3,075
Total Contractual Services	41,797	40,618	48,204
Commodities			
Auto Gas and Oil	3,460	2,611	3,036
Office Supplies	1,250	1,232	1,371
Printed Materials	325	97	569
Operating Supplies	5,265	3,804	10,845
Reference Materials and Books	600	75	643
Uniforms	990	948	834
Small Equipment	2,750	2,738	1,582
Total Commodities	14,640	11,505	18,880

(This schedule is continued on the following pages.)

VILLAGE OF CAROL STREAM, ILLINOIS

GENERAL CORPORATE FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 1998
(with comparative actual)

	1998		1997
	Budget	Actual	Actual
GENERAL GOVERNMENT (Continued)			
Engineering (Continued)			
Capital Outlay			
Other Equipment	\$ 900	\$ 760	\$ -
Vehicles	30,135	26,767	15,040
Radios	3,100	-	-
Total Capital Outlay	34,135	27,527	15,040
Total Engineering	\$ 668,208	\$ 642,070	\$ 614,887
Community Development - Planning and Zoning			
Salaries and Wages			
Personal Services	\$ 158,571	\$ 145,798	\$ 135,669
Overtime	470	98	231
IMRF	14,525	13,299	11,949
FICA	12,131	10,816	10,096
Workers' Compensation	415	339	297
Unemployment Compensation	-	-	27
Compensated Absences	-	333	(116)
Total Salaries and Wages	186,112	170,683	158,153
Contractual Services			
Auto Maintenance and Repairs	225	172	43
Meetings	400	64	85
Training	2,500	218	200
Vehicle Insurance	539	440	631
Office Equipment Maintenance	240	-	20
Radio Maintenance	151	-	-
Microfilming	450	-	-
Dues and Subscriptions	1,175	752	864
Management Physicals	400	70	-
Consultant	280	280	-
GIS System	3,600	2,475	2,250
User Fees	897	897	854
Total Contractual Services	10,857	5,368	4,947

(This schedule is continued on the following pages.)

VILLAGE OF CAROL STREAM, ILLINOIS

GENERAL CORPORATE FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 1998
(with comparative actual)

	1998		1997
	Budget	Actual	Actual
GENERAL GOVERNMENT (Continued)			
Community Development - Planning and Zoning (Continued)			
Commodities			
Auto Gas and Oil	\$ 155	\$ 19	\$ -
Office Supplies	875	870	971
Printed Materials	750	95	389
Reference Materials and Books	165	-	-
Small Equipment	1,850	1,449	96
Total Commodities	3,795	2,433	1,456
Total Community Development - Planning and Zoning	\$ 200,764	\$ 178,484	\$ 164,556
Community Development - Building			
Salaries and Wages			
Personal Services	\$ 254,349	\$ 234,144	\$ 252,675
Overtime	7,000	1,283	1,799
IMRF	25,314	21,461	22,739
FICA	21,141	17,597	18,891
Workers' Compensation	7,196	5,873	5,172
Unemployment Compensation	-	-	23
Compensated Absences	-	10	440
Total Salaries and Wages	315,000	280,368	301,739
Contractual Services			
Auto Maintenance and Repairs	5,035	3,346	2,413
Meetings	302	99	68
Training	2,448	2,222	2,561
Vehicle Insurance	1,616	1,319	1,894
Office Equipment Maintenance	405	69	68
Radio Maintenance	320	118	294
Microfilming	4,000	2,447	2,269
Dues and Subscriptions	275	220	240
Paging	80	54	50
Consultant	15,000	12,940	-
Elevator Inspections	3,730	3,650	3,250

(This schedule is continued on the following pages.)

VILLAGE OF CAROL STREAM, ILLINOIS

GENERAL CORPORATE FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 1998
(with comparative actual)

	1998		1997
	Budget	Actual	Actual
GENERAL GOVERNMENT (Continued)			
Community Development - Building (Continued)			
Contractual Services (Continued)			
Weed Mowing	\$ 150	\$ -	\$ 233
User Fees	2,692	2,692	2,562
Total Contractual Services	36,053	29,176	15,902
Commodities			
Auto Gas and Oil	1,591	1,399	1,590
Office Supplies	962	608	1,061
Printed Materials	3,300	2,577	2,070
Reference Materials and Books	700	324	1,491
Uniforms	446	256	301
Small Equipment	1,600	1,049	53
Total Commodities	8,599	6,213	6,566
Capital Outlay			
Radios	1,500	-	-
Vehicles	-	-	30,034
Total Capital Outlay	1,500	-	30,034
Total Community Development - Building	\$ 361,152	\$ 315,757	\$ 354,241
Management Services			
Salaries and Wages			
Personal Services	\$ 106,737	\$ 106,278	\$ 97,321
Overtime	200	113	37
IMRF	9,751	9,697	8,814
FICA	8,039	7,996	7,345
Workers' Compensation	263	215	198
Unemployment Compensation	-	-	29
Compensated Absences	-	144	254
Total Salaries and Wages	124,990	124,443	113,998

(This schedule is continued on the following pages.)

VILLAGE OF CAROL STREAM, ILLINOIS

GENERAL CORPORATE FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 1998
(with comparative actual)

	1998		1997
	Budget	Actual	Actual
GENERAL GOVERNMENT (Continued)			
Management Services (Continued)			
Contractual Services			
Auto Maintenance and Repairs	\$ 1,391	\$ 659	\$ 412
Meetings	400	178	354
Training	1,050	514	1,068
Vehicle Insurance	440	440	1,263
Office Equipment Maintenance	10,500	7,403	7,012
Postage	37,000	34,648	31,338
Telephone	39,900	40,663	45,019
Copy Fees	23,000	15,556	16,221
Dues and Subscriptions	2,599	2,747	1,800
Management Physicals	400	-	-
Consultant	53,550	50,182	46,763
Software Maintenance	8,000	6,185	7,105
Liability Insurance	23,781	19,410	25,095
Property Insurance	23,576	19,242	14,448
User Fees	1,237	1,237	614
Total Contractual Services	226,824	199,064	198,512
Commodities			
Auto Gas and Oil	300	254	199
Office Supplies	1,050	1,041	393
Printed Materials	4,000	4,890	7,305
Small Equipment	2,350	1,273	185
Recycling Containers and Rebates	8,000	(1,326)	70,861
Total Commodities	15,700	6,132	78,943
Capital Outlay			
Other Equipment	85,270	65,893	110,010
Other			
Contingency	3,293	3,886	6,515
Total Management Services	\$ 456,077	\$ 399,418	\$ 507,978

(This schedule is continued on the following pages.)

VILLAGE OF CAROL STREAM, ILLINOIS

GENERAL CORPORATE FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 1998
(with comparative actual)

	1998		1997
	Budget	Actual	Actual
GENERAL GOVERNMENT (Continued)			
Municipal Building			
Salaries and Wages			
Personal Services	\$ 47,599	\$ 47,514	\$ 44,189
Seasonal Help	4,000	2,736	3,936
Overtime	1,650	1,603	2,018
IMRF	4,818	4,476	4,141
FICA	4,024	3,856	3,797
Workers' Compensation	126	103	89
Unemployment Compensation	-	-	30
Compensated Absences	-	14	(128)
Total Salaries and Wages	62,217	60,302	58,072
Contractual Services			
Auto Maintenance and Repairs	825	674	-
Paging	65	54	50
Maintenance and Repairs	137,740	44,465	42,599
Electricity	25,000	1,615	742
Uniform Cleaning	300	265	185
Janitorial Services	36,750	29,994	30,252
Total Contractual Services	200,680	77,067	73,828
Commodities			
Auto Gas and Oil	225	-	-
Office Supplies	-	-	64
Maintenance Supplies	9,500	6,041	9,376
Janitorial Supplies	4,100	3,025	2,949
Uniforms	325	75	69
Small Equipment	1,500	350	2,314
Total Commodities	15,650	9,491	14,772
Capital Outlay			
Other Equipment	16,215	16,212	-
Total Municipal Building	\$ 294,762	\$ 163,072	\$ 146,672

(This schedule is continued on the following pages.)

VILLAGE OF CAROL STREAM, ILLINOIS

GENERAL CORPORATE FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 1998
(with comparative actual)

	1998		1997
	Budget	Actual	Actual
PUBLIC SAFETY			
Law Enforcement			
Salaries and Wages			
Personal Services	\$ 3,532,338	\$ 3,356,526	\$ 3,248,746
Crossing Guards	73,688	58,207	47,115
Court Time	52,500	43,288	43,608
Overtime	220,520	226,676	145,626
IMRF	72,906	63,558	62,823
FICA	294,652	276,329	257,143
Workers' Compensation	176,333	143,922	122,691
Unemployment Compensation	-	-	648
Pension Contribution	190,174	201,663	178,686
Compensated Absences	-	27,841	1,295
Total Salaries and Wages	4,613,111	4,398,010	4,108,381
Contractual Services			
Auto Maintenance and Repairs	152,299	105,440	108,272
Meetings	2,605	1,686	1,265
Training	61,729	63,760	65,356
Vehicle Insurance	16,692	13,624	19,565
Office Equipment Maintenance	5,300	3,938	2,239
Radio Maintenance	11,796	12,230	10,909
Telephone	13,982	9,631	10,435
Copy Fees	7,625	7,116	2,987
Microfilming	800	50	-
Dues and Subscriptions	4,406	3,685	3,555
Management Physicals	700	151	230
Pistol Range	2,400	2,400	7
Paging	1,806	1,371	1,006
General Communications System	301,278	290,516	271,561
Records Data Processing	3,000	3,000	2,750
Animal Control	4,095	3,336	3,734
User Fees	70,537	70,537	65,026
Total Contractual Services	661,050	592,471	568,897

(This schedule is continued on the following pages.)

VILLAGE OF CAROL STREAM, ILLINOIS

GENERAL CORPORATE FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 1998
(with comparative actual)

	1998		1997
	Budget	Actual	Actual
PUBLIC SAFETY (Continued)			
Law Enforcement (Continued)			
Commodities			
Auto Gas and Oil	\$ 63,404	\$ 43,891	\$ 56,165
Office Supplies	11,310	11,497	10,463
Printed Materials	27,000	11,854	15,310
Operating Supplies	20,964	21,405	17,585
Reference Materials and Books	2,830	2,341	4,070
Ammunition	7,775	7,086	6,494
Emergency Equipment	4,000	3,658	1,028
Weapons	2,000	1,884	2,156
Uniforms	50,200	49,068	41,351
Community Relations	20,000	14,337	20,854
Prisoner Care	1,000	924	215
Investigation Fund	36,458	31,503	31,057
Small Equipment	18,020	15,289	9,259
Total Commodities	264,961	214,737	216,007
Capital Outlay			
Other Equipment	57,650	49,749	33,496
Vehicles	204,177	196,365	137,329
Radios	78,950	73,322	50,884
Total Capital Outlay	340,777	319,436	221,709
Total Law Enforcement	\$ 5,879,899	\$ 5,524,654	\$ 5,114,994
HIGHWAYS AND STREETS			
Public Works - Streets			
Salaries and Wages			
Personal Services	\$ 614,772	\$ 618,280	\$ 563,149
Seasonal Help	24,000	18,601	14,776
Overtime	41,239	44,884	57,422
IMRF	60,091	60,421	56,249
FICA	52,021	50,380	46,839
Workers' Compensation	39,326	32,098	26,242

(This schedule is continued on the following pages.)

VILLAGE OF CAROL STREAM, ILLINOIS

GENERAL CORPORATE FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 1998
(with comparative actual)

	1998		1997
	Budget	Actual	Actual
HIGHWAYS AND STREETS (Continued)			
Public Works - Streets (Continued)			
Salaries and Wages (Continued)			
Unemployment Compensation	\$ -	\$ -	\$ 157
Compensated Absences	-	820	(1,737)
Total Salaries and Wages	831,449	825,484	763,097
Contractual Services			
Auto Maintenance and Repairs	64,000	65,166	80,023
Meetings	200	42	18
Training	1,040	955	854
Vehicle Insurance	11,843	9,666	13,881
Office Equipment Maintenance	200	-	55
Radio Maintenance	1,580	424	1,390
Telephone	900	436	349
Dues and Subscriptions	1,200	1,070	1,055
Management Physicals	400	-	-
Paging	1,000	733	413
Electricity	5,535	5,003	4,949
Equipment Rental	2,500	1,973	357
Hauling	6,420	6,159	10,152
Snow Removal	66,000	64,799	62,671
Uniform Cleaning	1,100	355	872
Tree Maintenance	9,240	11,141	9,557
Mosquito Spraying	28,180	30,964	26,340
Street Lighting - Electricity	2,500	2,072	2,678
Street Lighting - Maintenance	45,363	48,375	18,426
Property Maintenance	26,000	25,247	20,206
User Fees	54,047	54,047	39,719
Total Contractual Services	329,248	328,627	293,965
Commodities			
Auto Gas and Oil	19,417	14,975	19,077
Office Supplies	900	892	956
Printed Materials	592	64	1,164
Small Tools	1,350	1,198	1,206
Operating Supplies	32,359	34,264	32,203

(This schedule is continued on the following pages.)

VILLAGE OF CAROL STREAM, ILLINOIS

GENERAL CORPORATE FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 1998
(with comparative actual)

	1998		1997
	Budget	Actual	Actual
HIGHWAYS AND STREETS (Continued)			
Public Works - Streets (Continued)			
Commodities (Continued)			
Uniforms	\$ 4,200	\$ 3,607	\$ 4,739
Street Signs	5,100	4,483	4,120
Small Equipment	2,000	1,961	569
Total Commodities	65,918	61,444	64,034
Capital Outlay			
Other Equipment	39,475	41,932	26,475
Vehicles	106,966	106,966	195,664
Radios	2,008	2,008	3,219
Total Capital Outlay	148,449	150,906	225,358
Total Public Works - Streets	\$ 1,375,064	\$ 1,366,461	\$ 1,346,454
Public Works Center			
Contractual Services			
Telephone	\$ 5,400	\$ 5,233	\$ 6,346
Copy Fees	3,500	3,039	2,340
Maintenance and Repairs	15,900	15,628	33,655
Janitorial Services	5,180	5,496	5,144
Total Contractual Services	29,980	29,396	47,485
Commodities			
Operating Supplies	230	199	805
Maintenance Supplies	2,500	1,886	1,175
Janitorial Supplies	820	804	705
Maintenance and Repairs	960	694	1,932
Small Equipment	208	208	519
Total Commodities	4,718	3,791	5,136
Capital Outlay			
Office Equipment	757	755	729
Total Public Works Center	\$ 35,455	\$ 33,942	\$ 53,350

(This schedule is continued on the following page.)

VILLAGE OF CAROL STREAM, ILLINOIS

GENERAL CORPORATE FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 1998
(with comparative actual)

	1998		1997
	Budget	Actual	Actual
HIGHWAYS AND STREETS (Continued)			
Construction			
Capital Outlay			
Community Park Project	\$ 225,000	\$ 223,610	\$ -
Construction	5,310,470	4,950,890	5,682,832
Total Construction	\$ 5,535,470	\$ 5,174,500	\$ 5,682,832

(See independent auditor's report.)

SPECIAL REVENUE FUNDS

Motor Fuel Tax Fund - to account for the operation of street maintenance and capital projects as authorized by the Illinois Department of Transportation. Financing is provided from the Village's share of gasoline taxes.

Hotel Tax Fund - to account for revenues and expenditures as a result of the Village levying a 5% Hotel/Motel tax. The ordinance provides that revenue collected from the tax should be expended solely to promote tourism and conventions in the Village.

Geneva Crossing TIF Fund - to account for the financing of the Geneva Crossing TIF District, including the incremental tax revenues and repayment of the senior lien TIF revenue bonds.

VILLAGE OF CAROL STREAM, ILLINOIS

SPECIAL REVENUE FUNDS

COMBINING BALANCE SHEET

April 30, 1998

(with comparative totals for 1997)

	Motor Fuel	Hotel	Geneva	Totals	
	Tax	Tax	Crossing TIF	1998	1997
ASSETS					
Cash and Investments	\$ 854,027	\$ 300,543	\$ 52,456	\$ 1,207,026	\$ 3,955,832
Restricted Cash and Investments	-	-	812,550	812,550	1,089,023
Receivables					
Property Taxes	-	-	44,006	44,006	2,405
Other Taxes	77,064	16,627	-	93,691	89,671
Accrued Interest	5,798	2,117	16,761	24,676	141,474
Prepaid Items	-	17,425	-	17,425	-
Due from Other Funds	-	-	23,163	23,163	-
TOTAL ASSETS	\$ 936,889	\$ 336,712	\$ 948,936	\$ 2,222,537	\$ 5,278,405
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts Payable	\$ 3,131	\$ 14,304	\$ -	\$ 17,435	\$ 37,766
Contracts Payable	14,261	-	-	14,261	1,864,230
Deferred Revenues	-	-	44,006	44,006	2,405
Total Liabilities	17,392	14,304	44,006	75,702	1,904,401
FUND BALANCES					
Reserved for Prepaid Items	-	17,425	-	17,425	-
Reserved for Debt Service	-	-	812,550	812,550	1,089,023
Unreserved	919,497	304,983	92,380	1,316,860	2,284,981
Total Fund Balances	919,497	322,408	904,930	2,146,835	3,374,004
TOTAL LIABILITIES AND FUND BALANCES	\$ 936,889	\$ 336,712	\$ 948,936	\$ 2,222,537	\$ 5,278,405

See accompanying notes to financial statements.

VILLAGE OF CAROL STREAM, ILLINOIS

SPECIAL REVENUE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES

For the Year Ended April 30, 1998
(with comparative totals for 1997)

	Motor Fuel	Hotel	Geneva	Totals	
	Tax	Tax	Crossing TIF	1998	1997
REVENUES					
Taxes	\$ -	\$ 189,807	\$ 2,409	\$ 192,216	\$ 173,249
Intergovernmental	884,172	-	-	884,172	891,450
Interest	65,469	13,950	88,210	167,629	150,966
Miscellaneous	-	30,914	-	30,914	-
Total Revenues	949,641	234,671	90,619	1,274,931	1,215,665
EXPENDITURES					
Current					
General Government	-	134,879	-	134,879	3,422,017
Highways and Streets	2,057,980	-	-	2,057,980	891,411
Debt Service					
Interest and Fiscal Charges	-	-	332,404	332,404	291,283
Total Expenditures	2,057,980	134,879	332,404	2,525,263	4,604,711
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,108,339)	99,792	(241,785)	(1,250,332)	(3,389,046)
OTHER FINANCING SOURCES					
Operating Transfers In	-	-	23,163	23,163	-
Bond Proceeds	-	-	-	-	4,690,000
Total Other Financing Sources	-	-	23,163	23,163	4,690,000
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES	(1,108,339)	99,792	(218,622)	(1,227,169)	1,300,954
FUND BALANCES, MAY 1	2,027,836	222,616	1,123,552	3,374,004	2,073,050
FUND BALANCES, APRIL 30	\$ 919,497	\$ 322,408	\$ 904,930	\$ 2,146,835	\$ 3,374,004

See accompanying notes to financial statements.

VILLAGE OF CAROL STREAM, ILLINOIS

MOTOR FUEL TAX FUND

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

For the Year Ended April 30, 1998
(with comparative actual)

	1998		1997
	Budget	Actual	Actual
REVENUES			
Intergovernmental			
Allotments	\$ 855,264	\$ 884,172	\$ 891,450
Interest Income	86,719	65,469	116,134
Total Revenues	941,983	949,641	1,007,584
EXPENDITURES			
Highways and Streets			
Maintenance and Repairs	11,500	176	945
Electricity	27,500	28,027	32,040
Salt	69,600	67,981	96,032
Materials	19,300	17,056	9,869
Street Supplies	2,100	720	1,444
Street Resurfacing	2,697,640	1,927,994	732,137
Street Signs	9,200	9,197	7,149
Sand	840	-	1,829
Miscellaneous	56	-	20
CA-6	4,500	914	3,688
Concrete	7,500	5,915	6,258
Total Expenditures	2,849,736	2,057,980	891,411
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (1,907,753)	(1,108,339)	116,173
FUND BALANCE, MAY 1		2,027,836	1,911,663
FUND BALANCE, APRIL 30		\$ 919,497	\$ 2,027,836

See accompanying notes to financial statements.

VILLAGE OF CAROL STREAM, ILLINOIS

HOTEL TAX FUND

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

For the Year Ended April 30, 1998
(with comparative actual)

	1998		1997
	Budget	Actual	Actual
REVENUES			
Taxes			
Hotel Tax	\$ 175,000	\$ 189,807	\$ 173,249
Interest Income	10,000	13,950	9,997
Miscellaneous	-	30,914	-
Total Revenues	185,000	234,671	183,246
EXPENDITURES			
General Government			
Municipal Promotion	85,000	62,085	30,828
Economic Development	35,000	8,758	18,725
Chamber of Commerce	65,000	64,036	72,464
Total Expenditures	185,000	134,879	122,017
EXCESS OF REVENUES OVER EXPENDITURES	\$ -	99,792	61,229
FUND BALANCE, MAY 1		222,616	161,387
FUND BALANCE, APRIL 30		\$ 322,408	\$ 222,616

See accompanying notes to financial statements.

DEBT SERVICE FUND

Carol Point TIF Bonds Fund - this fund has been established to retire bonds that were issued for the Carol Point Industrial Park Tax Increment Financing District, a 298 acre industrial area. Incremental taxes will be accumulated by the fund for the purpose of retiring the bonds. The bonds are general obligations of the District and not obligations of the Village.

VILLAGE OF CAROL STREAM, ILLINOIS

GENEVA CROSSING TIF FUND

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

For the Year Ended April 30, 1998
(with comparative actual)

	1998		1997
	Budget	Actual	Actual
REVENUES			
Taxes			
Incremental Taxes	\$ 57,080	\$ 2,409	\$ -
Interest	-	88,210	24,835
Total Revenues	57,080	90,619	24,835
EXPENDITURES			
General Government			
Economic Development	-	-	3,300,000
Debt Service			
Interest and Fiscal Charges	335,404	332,404	291,283
Total Expenditures	335,404	332,404	3,591,283
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(278,324)	(241,785)	(3,566,448)
OTHER FINANCING SOURCES			
Operating Transfers In	189,561	23,163	-
Proceeds from Bonds	-	-	4,690,000
Total Other Financing Sources	189,561	23,163	4,690,000
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES	\$ (88,763)	(218,622)	1,123,552
FUND BALANCE, MAY 1		1,123,552	-
FUND BALANCE, APRIL 30		\$ 904,930	\$ 1,123,552

See accompanying notes to financial statements.

VILLAGE OF CAROL STREAM, ILLINOIS

CAROL POINT TIF BONDS FUND

BALANCE SHEET

April 30, 1998 and 1997

	Totals	
	1998	1997
ASSETS		
Restricted Cash and Investments	\$ 2,330,196	\$ 842,954
Receivables		
Property Taxes	2,239,423	2,059,562
Accrued Interest	55,149	12,152
TOTAL ASSETS	\$ 4,624,768	\$ 2,914,668
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Deferred Revenues	\$ 2,239,423	\$ 2,059,562
FUND BALANCE		
Reserved for Debt Service	2,385,345	855,106
TOTAL LIABILITIES AND FUND BALANCE	\$ 4,624,768	\$ 2,914,668

See accompanying notes to financial statements.

VILLAGE OF CAROL STREAM, ILLINOIS

CAROL POINT TIF BONDS FUND

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

For the Year Ended April 30, 1998
(with comparative actual)

	1998		1997
	Budget	Actual	Actual
REVENUES			
Taxes			
Incremental Taxes	\$ 1,392,077	\$ 1,950,460	\$ 1,252,293
Interest	71,000	107,171	92,569
Miscellaneous	-	-	65,331
Total Revenues	1,463,077	2,057,631	1,410,193
EXPENDITURES			
Debt Service			
Principal Retirement	430,000	430,000	4,314,825
Interest	251,323	251,323	482,891
Fiscal Charges	2,750	18	165,536
Total Expenditures	684,073	681,341	4,963,252
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	779,004	1,376,290	(3,553,059)
OTHER FINANCING SOURCES (USES)			
Operating Transfers In			
General Corporate Fund	44,000	153,949	403,161
Carol Point TIF Construction	-	-	278,147
Special Service Area One Construction	-	-	31,867
Proceeds from Bonds	-	-	5,580,749
Payment to Escrow Agent	-	-	(4,935,249)
Total Other Financing Sources (Uses)	44,000	153,949	1,358,675
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	\$ 823,004	1,530,239	(2,194,384)
FUND BALANCE, MAY 1		855,106	3,049,490
FUND BALANCE, APRIL 30		\$ 2,385,345	\$ 855,106

See accompanying notes to financial statements.

ENTERPRISE FUND

Water and Sewer Fund - to account for the operation of the Village's water/sewer and water reclamation facilities and distribution/collection systems. Financing is provided by user fees which are calculated on a break-even basis.

VILLAGE OF CAROL STREAM, ILLINOIS

WATER AND SEWER FUND

BALANCE SHEET

April 30, 1998
(with comparative totals)

	Operations/ Maintenance	Expansion	Water Reclamation Center	Totals	
				1998	1997
ASSETS					
CURRENT ASSETS					
Cash and Investments	\$ 5,699,285	\$ 1,580,714	\$ 7,038,914	\$ 14,318,913	\$ 13,158,271
Receivables					
Accounts	900,830	-	-	900,830	788,150
Accrued Interest	45,275	10,945	-	56,220	389,870
Prepaid Expenses	437,385	-	-	437,385	504,168
Due from Other Funds	50	-	-	50	-
Deposits - Equipment	760	-	-	760	4,860
Total Current Assets	7,083,585	1,591,659	7,038,914	15,714,158	14,845,319
FIXED ASSETS					
Cost	51,522,512	-	-	51,522,512	49,981,442
Accumulated Depreciation	(11,280,353)	-	-	(11,280,353)	(9,892,107)
Net Fixed Assets	40,242,159	-	-	40,242,159	40,089,335
OTHER ASSETS					
Water Purchase Rights	1,936,476	-	-	1,936,476	1,936,476
Accumulated Amortization	(363,089)	-	-	(363,089)	(302,574)
Net Other Assets	1,573,387	-	-	1,573,387	1,633,902
TOTAL ASSETS	\$ 48,899,131	\$ 1,591,659	\$ 7,038,914	\$ 57,529,704	\$ 56,568,556

	Operations/ Maintenance	Expansion	Water Reclamation Center	Totals	
				1998	1997
LIABILITIES AND FUND EQUITY					
CURRENT LIABILITIES					
Accounts Payable	\$ 273,288	\$ -	\$ -	\$ 273,288	\$ 320,608
Contracts Payable	205,038	-	-	205,038	246,919
Interest Payable	-	-	26,052	26,052	27,291
Accrued Salaries	25,187	-	-	25,187	31,246
Deposits Payable	198,981	-	-	198,981	190,740
Due to Other Funds	10,723	-	-	10,723	9,488
Compensated Absences Payable	6,154	-	-	6,154	7,611
Loan Payable	-	-	430,174	430,174	415,177
Current Liabilities	719,371	-	456,226	1,175,597	1,249,080
LONG-TERM LIABILITIES					
Compensated Absences Payable	34,873	-	-	34,873	43,131
Loan Payable	-	-	8,302,283	8,302,283	8,732,457
Total Long-Term Liabilities	34,873	-	8,302,283	8,337,156	8,775,588
Total Liabilities	754,244	-	8,758,509	9,512,753	10,024,668
FUND EQUITY					
Contributed Capital	23,987,245	9,478,328	-	33,465,573	32,479,223
Retained Earnings (Deficit)	24,157,642	(7,886,669)	(1,719,595)	14,551,378	14,064,665
Total Fund Equity (Deficit)	48,144,887	1,591,659	(1,719,595)	48,016,951	46,543,888
TOTAL LIABILITIES AND FUND EQUITY	\$ 48,899,131	\$ 1,591,659	\$ 7,038,914	\$ 57,529,704	\$ 56,568,556

See accompanying notes to financial statements.

VILLAGE OF CAROL STREAM, ILLINOIS

WATER AND SEWER FUND

STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS - BUDGET AND ACTUAL

For the Year Ended April 30, 1998
(with comparative actual)

	Operations/Maintenance		Expansion		Water Reclamation Center		Totals	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
							1997	
OPERATING REVENUES								
Charges for Services								
Customer Charges - Water	\$ 3,832,338	\$ 3,958,698	\$ -	\$ -	\$ -	\$ -	\$ 3,958,698	\$ 3,749,848
Customer Charges - Sewer	1,637,498	1,631,369	-	-	-	-	1,631,369	1,552,566
Connection Fees - Water	13,900	22,200	-	-	-	-	22,200	21,725
Connection Fees - Sewer	23,200	34,500	-	-	-	-	34,500	29,225
Connection Fees - Expansion	-	-	172,744	38,612	-	-	172,744	29,705
Percent Flow Fees	-	-	-	70	-	-	-	70
Penalties - Water	57,485	57,733	-	-	-	-	57,485	56,832
Penalties - Sewer	28,656	26,131	-	-	-	-	28,656	26,730
Meter Sales	9,674	35,172	-	-	-	-	9,674	19,250
Other	-	-	-	-	-	-	-	3,914
Total Operating Revenues	5,602,751	5,765,803	172,744	38,682	-	-	5,775,495	5,489,865
OPERATING EXPENSES								
Operations								
Water Reclamation Center	1,542,092	1,285,226	-	-	-	-	1,542,092	1,366,907
Water and Sewer	3,848,763	3,119,454	-	-	-	-	3,848,763	3,184,813
Amortization	-	60,515	-	-	-	-	-	49,209
Depreciation	-	1,414,102	-	-	-	-	-	1,408,949
Total Operating Expenses	5,390,855	5,879,297	-	-	-	-	5,390,855	6,009,878
OPERATING INCOME (LOSS)	211,896	(113,494)	172,744	38,682	-	-	384,640	(520,013)

	Totals							
	Operations/Maintenance		Expansion		Water Reclamation Center		1997	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
NONOPERATING REVENUES								
(EXPENSES)								
Interest Income	\$ 110,768	\$ 294,286	\$ 44,518	\$ 68,277	\$ 366,000	\$ 490,197	\$ 521,286	\$ 852,760
Miscellaneous Revenue	1,000	22,871	-	-	-	-	1,000	22,871
Interest Expense	-	-	-	-	(323,802)	(322,564)	(323,802)	(322,564)
Gain on Sale of Fixed Assets	-	8,458	-	-	-	-	-	8,458
Total Nonoperating Revenues	111,768	325,615	44,518	68,277	42,198	167,633	198,484	561,525
(Expenses)								
INCOME (LOSS) BEFORE								
INTRAFUND TRANSFERS	\$ 323,664	212,121	\$ 217,262	106,959	\$ 42,198	167,633	\$ 583,124	486,713
INTRAFUND TRANSFERS								
Intrafund Transfers In	-	-	-	-	-	-	-	-
Intrafund Transfers (Out)	-	-	-	-	-	-	-	-
Total Intrafund Transfers								
NET INCOME (LOSS)		212,121		106,959		167,633		486,713
RETAINED EARNINGS (DEFICIT),								
MAY 1		23,945,521		(7,993,628)		(1,887,228)		14,064,665
RETAINED EARNINGS (DEFICIT),								
APRIL 30		\$ 24,157,642		\$ (7,886,669)		\$ (1,719,595)		\$ 14,551,378

See accompanying notes to financial statements.

VILLAGE OF CAROL STREAM, ILLINOIS

WATER AND SEWER FUND

SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL

For the Year Ended April 30, 1998

(with comparative actual)

	1998		1997
	Budget	Actual	Actual
WATER RECLAMATION CENTER			
Salaries and Wages			
Personal Services	\$ 353,947	\$ 339,324	\$ 451,887
Seasonal Help	5,600	5,548	10,851
Overtime	20,750	18,565	45,991
Group Insurance	31,725	32,951	24,367
IMRF	33,000	30,298	43,030
FICA	28,000	26,568	37,622
Workers' Compensation	21,244	17,339	13,737
Unemployment Compensation	-	-	160
Compensated Absences	-	(11,003)	2,169
Total Salaries and Wages	494,266	459,590	629,814
Contractual Services			
Auto Maintenance and Repairs	7,430	1,447	5,679
Utility Bill Processing	22,394	21,700	26,426
Meetings	110	-	125
Training	4,100	1,420	573
Vehicle Insurance	2,694	2,199	3,157
Liability Insurance	22,732	18,554	15,770
Office Equipment Maintenance	580	-	-
Radio Maintenance	120	120	-
Postage	20,952	17,709	19,401
Telephone	4,541	2,399	3,702
Copy Expense	840	566	-
Microfilming	635	627	-
Dues and Subscriptions	525	215	485
Property Insurance	28,276	23,079	32,624
Public Notices/Information	105	-	-
Auditing	5,259	5,259	5,008
Electricity	107,000	98,013	294,147
OMI Contract	463,000	462,928	-
Heating Gas	11,500	134	6,441
Paging	150	55	107
Plant Maintenance	23,295	11,045	37,404
Equipment Rental	525	-	44
Sludge Removal	124,500	35,224	110,920
Uniform Cleaning	1,280	166	1,199
Janitorial Services	7,350	2,070	6,381
Lab Services	5,500	6,061	6,210

(This schedule is continued on the following pages.)

VILLAGE OF CAROL STREAM, ILLINOIS

WATER AND SEWER FUND

SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 1998
(with comparative actual)

	1998		1997
	Budget	Actual	Actual
WATER RECLAMATION CENTER (Continued)			
Contractual Services (Continued)			
Municipal Service Charges	\$ 57,268	\$ 57,268	\$ 55,894
Sewer System Maintenance	40,000	31,087	33,811
User Fees	5,405	5,405	2,846
Total Contractual Services	968,066	804,750	668,354
Commodities			
Auto Gas and Oil	1,360	524	1,197
Office Supplies	900	210	803
Printed Materials	1,100	1,019	1,507
Small Tools	1,200	48	1,071
Operating Supplies	16,000	2,886	11,964
Maintenance Supplies	21,000	6,192	20,921
Uniforms	2,100	358	1,708
Chemicals	20,000	6,977	22,501
Sewer System Supplies	5,000	2,217	3,393
Small Equipment Expense	2,000	455	2,103
Total Commodities	70,660	20,886	67,168
Capital Outlay			
Other Equipment	18,000	-	9,665
Office Equipment	3,500	3,472	-
Vehicles	-	-	-
Landscaping	-	-	841
Radios	600	-	230
Contingency	5,000	-	500
Total Capital Outlay	27,100	3,472	11,236
Total Water Reclamation Center	1,560,092	1,288,698	1,376,572
Less Nonoperating Items			
Fixed Assets Capitalized	(18,000)	(3,472)	(9,665)
TOTAL WATER RECLAMATION CENTER OPERATING EXPENSES EXCLUDING DEPRECIATION AND AMORTIZATION	\$ 1,542,092	\$ 1,285,226	\$ 1,366,907

(This schedule is continued on the following pages.)

VILLAGE OF CAROL STREAM, ILLINOIS

WATER AND SEWER FUND

SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 1998
(with comparative actual)

	1998		1997
	Budget	Actual	Actual
WATER AND SEWER			
Salaries and Wages			
Personal Services	\$ 391,973	\$ 380,199	\$ 356,076
Seasonal Help	4,800	3,798	-
Overtime	31,358	22,015	26,050
Group Insurance	44,893	44,590	44,476
IMRF	39,217	34,366	32,338
FICA	32,752	29,993	28,222
Workers' Compensation	13,638	11,131	9,548
Unemployment Compensation	-	-	91
Compensated Absences	-	1,287	(3,198)
Total Salaries and Wages	558,631	527,379	493,603
Contractual Services			
Auto Maintenance and Repairs	12,040	13,739	9,379
Utility Bill Processing	22,394	21,700	27,327
Meetings	70	2	-
Training	1,900	1,369	1,600
Vehicle Insurance	5,387	4,397	6,315
Liability Insurance	22,732	18,554	15,770
Office Equipment Maintenance	200	-	-
Radio Maintenance	900	622	270
Postage	21,152	17,767	19,460
Telephone	12,000	11,176	12,013
Copy Expense	945	-	-
Microfilming	633	627	-
Dues and Subscriptions	310	310	363
Property Insurance	22,755	18,572	26,254
Public Notices/Information	100	-	-
Auditing	2,577	2,577	2,454
Electricity	70,000	72,429	72,789
Heating Gas	1,500	571	4,118
Paging	130	108	72
Water and Well Maintenance	33,790	26,695	39,814
Equipment Rental	300	-	-
Uniform Cleaning	2,000	2,100	1,154
Lab Services	4,200	4,841	2,106
Municipal Service Charges	70,619	70,619	64,995
Meter Maintenance	21,000	19,822	21,612

(This schedule is continued on the following pages.)

VILLAGE OF CAROL STREAM, ILLINOIS

WATER AND SEWER FUND

SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 1998

(with comparative actual)

	1998		1997
	Budget	Actual	Actual
WATER AND SEWER (Continued)			
Contractual Services (Continued)			
DuPage Water Commission	\$ 2,616,175	\$ 2,160,876	\$ 2,281,052
Equipment Maintenance	2,000	1,289	1,413
User Fees	10,163	10,163	8,988
Total Contractual Services	2,957,972	2,480,925	2,619,318
Commodities			
Auto Gas and Oil	9,570	7,140	8,624
Office Supplies	1,500	1,460	582
Printed Materials	1,400	1,324	1,680
Small Tools	1,500	1,227	1,477
Operating Supplies	20,000	19,987	22,115
Chemicals	500	433	255
New Meters	14,265	14,052	11,899
Replacement Meters	263,000	16,913	16,498
Uniforms	3,350	2,078	2,565
Maintenance Supplies	1,500	1,483	1,931
Small Equipment Expense	2,720	1,834	2,057
Total Commodities	319,305	67,931	69,683
Capital Outlay			
Other Equipment	7,280	6,197	9,368
Vehicles	21,000	17,330	31,868
Radios	575	425	-
Construction	1,172,937	688,086	1,289,952
Contingency	5,000	600	500
Total Capital Outlay	1,206,792	712,638	1,331,688
Total Water and Sewer	5,042,700	3,788,873	4,514,292
Less Nonoperating Items			
Fixed Assets Capitalized	(1,193,937)	(669,419)	(1,329,479)
TOTAL WATER AND SEWER OPERATING EXPENSES EXCLUDING DEPRECIATION AND AMORTIZATION	\$ 3,848,763	\$ 3,119,454	\$ 3,184,813

(This schedule is continued on the following page.)

VILLAGE OF CAROL STREAM, ILLINOIS

WATER AND SEWER FUND

SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 1998
(with comparative actual)

	1998		1997	
	Budget	Actual	Budget	Actual
EXPANSION				
Capital Outlay				
Miscellaneous Utility Improvements	\$ 75,000	\$ -	\$ -	\$ -
Total Expansion	75,000	-	-	-
Less Nonoperating Items				
Fixed Assets Capitalized	(75,000)	-	-	-
TOTAL EXPANSION OPERATING EXPENSES	\$ -	\$ -	\$ -	\$ -
WATER RECLAMATION CENTER CONSTRUCTION				
Capital Outlay				
WRC Expansion	\$ 100	\$ -	\$ -	\$ -
Less Nonoperating Items				
Fixed Assets Capitalized	(100)	-	-	-
TOTAL WATER RECLAMATION CENTER CONSTRUCTION OPERATING EXPENSES	\$ -	\$ -	\$ -	\$ -

(See independent auditor's report.)

VILLAGE OF CAROL STREAM, ILLINOIS

WATER AND SEWER FUND

SCHEDULE OF FIXED ASSETS AND DEPRECIATION

For the Year Ended April 30, 1998

	Fixed Assets			
	Balances May 1	Additions	Retirements	Balances April 30
Water and Sewer System	\$ 29,488,710	\$ 645,467	\$ -	\$ 30,134,177
Land	1,173,500	-	-	1,173,500
Buildings	16,373,926	-	-	16,373,926
Machinery and Equipment	2,014,452	27,424	25,856	2,016,020
Construction in Process	930,854	894,035	-	1,824,889
	<u>\$ 49,981,442</u>	<u>\$ 1,566,926</u>	<u>\$ 25,856</u>	<u>\$ 51,522,512</u>

Accumulated Depreciation				
Balances May 1	Additions	Retirements	Balances April 30	Net Asset Value
\$ 5,604,776	\$ 989,888	\$ -	\$ 6,594,664	\$ 23,539,513
-	-	-	-	1,173,500
2,819,329	334,309	-	3,153,638	13,220,288
1,468,002	89,905	25,856	1,532,051	483,969
-	-	-	-	1,824,889
<u>\$ 9,892,107</u>	<u>\$ 1,414,102</u>	<u>\$ 25,856</u>	<u>\$ 11,280,353</u>	<u>\$ 40,242,159</u>

(See independent auditor's report.)

INTERNAL SERVICE FUNDS

Municipal Garage Fund - to account for the provision of garage services to the various departments of the Village. All activities necessary to provide such services are accounted for in this fund. Financing is provided by charging the user departments for the cost of the services which they utilize.

Risk Management Fund - to account for the payment of insurance premiums to the Intergovernmental Risk Management Agency (IRMA) and the payment of any deductibles or other related costs. Financing is provided by charging the General Corporate Fund, Water and Sewer Fund, and the Municipal Garage Fund for their proportionate share of costs.

VILLAGE OF CAROL STREAM, ILLINOIS

INTERNAL SERVICE FUNDS

COMBINING BALANCE SHEET

April 30, 1998

(with comparative totals for 1997)

	Municipal	Risk	Totals	
	Garage	Management	1998	1997
ASSETS				
CURRENT ASSETS				
Cash and Investments	\$ 149,038	\$ 14,031	\$ 163,069	\$ 163,996
Receivables				
Accounts	1,635	-	1,635	1,855
Prepaid Expenses	-	254,173	254,173	233,115
Inventories	95,263	-	95,263	92,624
Due from Other Funds	2,943	-	2,943	2,280
Total Current Assets	248,879	268,204	517,083	493,870
FIXED ASSETS				
Cost	1,160,182	-	1,160,182	1,135,196
Accumulated Depreciation	(428,698)	-	(428,698)	(398,955)
Net Fixed Assets	731,484	-	731,484	736,241
TOTAL ASSETS	\$ 980,363	\$ 268,204	\$ 1,248,567	\$ 1,230,111

	Municipal Garage	Risk Management	Totals	
			1998	1997
LIABILITIES AND FUND EQUITY				
LIABILITIES				
Current Liabilities				
Accounts Payable	\$ 38,649	\$ 1,761	\$ 40,410	\$ 10,863
Accrued Salaries	6,410	-	6,410	4,785
Compensated Absences Payable	2,016	-	2,016	1,634
Total Current Liabilities	47,075	1,761	48,836	17,282
Long-Term Liabilities				
Compensated Absences Payable	11,425	-	11,425	9,257
Total Liabilities	58,500	1,761	60,261	26,539
FUND EQUITY				
Contributed Capital	761,162	-	761,162	761,162
Retained Earnings	160,701	266,443	427,144	442,410
Total Fund Equity	921,863	266,443	1,188,306	1,203,572
TOTAL LIABILITIES AND FUND EQUITY	\$ 980,363	\$ 268,204	\$ 1,248,567	\$ 1,230,111

See accompanying notes to financial statements.

VILLAGE OF CAROL STREAM, ILLINOIS

INTERNAL SERVICE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS

For the Year Ended April 30, 1998
(with comparative totals for 1997)

	Municipal Garage	Risk Management	Totals	
			1998	1997
OPERATING REVENUES				
Charges for Services				
Billings	\$ 376,178	\$ 381,260	\$ 757,438	\$ 788,128
Reimbursements	-	-	-	28,397
Total Operating Revenues	376,178	381,260	757,438	816,525
OPERATING EXPENSES				
Operations	359,923	384,111	744,034	719,711
Depreciation	29,743	-	29,743	27,245
Total Operating Expenses	389,666	384,111	773,777	746,956
OPERATING INCOME (LOSS)	(13,488)	(2,851)	(16,339)	69,569
NONOPERATING REVENUES				
Interest Income	-	1,073	1,073	960
NET INCOME (LOSS)	(13,488)	(1,778)	(15,266)	70,529
RETAINED EARNINGS, MAY 1	174,189	268,221	442,410	371,881
RETAINED EARNINGS, APRIL 30	\$ 160,701	\$ 266,443	\$ 427,144	\$ 442,410

See accompanying notes to financial statements.

VILLAGE OF CAROL STREAM, ILLINOIS

INTERNAL SERVICE FUNDS

COMBINING STATEMENT OF CASH FLOWS

For the Year Ended April 30, 1998
(with comparative totals for 1997)

	Municipal	Risk	Totals	
	Garage	Management	1998	1997
CASH FLOWS FROM OPERATING ACTIVITIES				
Operating Income (Loss)	\$ (13,488)	\$ (2,851)	\$ (16,339)	\$ 69,569
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities				
Depreciation	29,743	-	29,743	27,245
Changes in Assets and Liabilities				
Accounts Receivable	220	-	220	(59)
Prepaid Expenses	-	(21,058)	(21,058)	(48,352)
Inventories	(2,639)	-	(2,639)	12,612
Due from Other Funds	(663)	-	(663)	953
Accounts Payable	31,879	(2,332)	29,547	(10,488)
Accrued Salaries	1,625	-	1,625	790
Due to Other Funds	-	-	-	(10)
Compensated Absences	2,550	-	2,550	2,679
Net Cash Provided by (Used in) Operating Activities	49,227	(26,241)	22,986	54,939
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Fixed Assets Purchased	(24,986)	-	(24,986)	(10,448)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest Received	-	1,073	1,073	1,078
Proceeds from Sales of Investments	-	-	-	15,000
Net Cash Provided by Investing Activities	-	1,073	1,073	16,078
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	24,241	(25,168)	(927)	60,569
CASH AND CASH EQUIVALENTS, MAY 1	124,797	39,199	163,996	103,427
CASH AND CASH EQUIVALENTS, APRIL 30	\$ 149,038	\$ 14,031	\$ 163,069	\$ 163,996
CASH AND INVESTMENTS				
Cash and Cash Equivalents	\$ 149,038	\$ 14,031	\$ 163,069	\$ 163,996
Investments	-	-	-	-
TOTAL CASH AND INVESTMENTS	\$ 149,038	\$ 14,031	\$ 163,069	\$ 163,996

See accompanying notes to financial statements.

VILLAGE OF CAROL STREAM, ILLINOIS

MUNICIPAL GARAGE FUND

STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS - BUDGET AND ACTUAL

For the Year Ended April 30, 1998
(with comparative actual)

	1998		1997
	Budget	Actual	Actual
OPERATING REVENUES			
Charges for Services			
Billings	\$ 404,638	\$ 376,178	\$ 411,797
OPERATING EXPENSES			
Operations	379,638	359,923	384,659
Depreciation	-	29,743	27,245
Total Operating Expenses	379,638	389,666	411,904
OPERATING INCOME (LOSS)	25,000	(13,488)	(107)
NONOPERATING REVENUES			
Interest Income	-	-	-
NET INCOME (LOSS)	\$ 25,000	(13,488)	(107)
RETAINED EARNINGS, MAY 1		174,189	174,296
RETAINED EARNINGS, APRIL 30		\$ 160,701	\$ 174,189

See accompanying notes to financial statements.

VILLAGE OF CAROL STREAM, ILLINOIS

MUNICIPAL GARAGE FUND

SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL

For the Year Ended April 30, 1998
(with comparative actual)

	1998		1997
	Budget	Actual	Actual
OPERATIONS			
Salaries and Wages			
Personal Services	\$ 145,968	\$ 145,476	\$ 135,981
Seasonal Help	2,900	-	2,900
Overtime	5,227	5,349	5,270
IMRF	14,216	13,752	12,756
FICA	11,872	11,260	10,736
Workers' Compensation	4,873	3,977	3,442
Unemployment Compensation	-	-	24
Compensated Absences	-	2,550	2,679
Total Salaries and Wages	185,056	182,364	173,788
Contractual Services			
Auto Maintenance and Repairs	423	-	-
Training	500	355	36
Vehicle Insurance	761	621	631
Radio Maintenance	80	-	-
Dues and Subscriptions	115	40	40
Maintenance and Repair	200	132	60
Liability Insurance	485	477	485
Uniform Cleaning	2,200	2,089	1,301
Municipal Service Charge	13,351	13,351	9,040
Equipment Maintenance	4,200	4,169	704
User Fees	352	-	-
Total Contractual Services	22,667	21,234	12,297

(This schedule is continued on the following page.)

VILLAGE OF CAROL STREAM, ILLINOIS

MUNICIPAL GARAGE FUND

SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 1998
(with comparative actual)

	1998		1997
	Budget	Actual	Actual
OPERATIONS (Continued)			
Commodities			
Auto Gas and Oil	\$ 125	\$ 91	\$ 105
Office Supplies	250	261	121
Printed Materials	500	433	429
Small Tools	2,400	2,092	1,654
Operating Supplies	2,700	2,656	2,118
Reference Materials and Books	-	-	856
Uniforms	663	633	509
Sales Cost - Gas	96,797	87,772	108,430
Sales Cost - Oil	3,700	4,930	3,265
Sales Cost - Parts	64,080	57,131	80,728
Small Equipment Expense	700	326	359
Total Commodities	171,915	156,325	198,574
Capital Outlay			
Other Equipment	25,000	24,986	10,448
Total Operations	404,638	384,909	395,107
Less Nonoperating Items			
Fixed Assets Capitalized	(25,000)	(24,986)	(10,448)
TOTAL OPERATING EXPENSES EXCLUDING DEPRECIATION	\$ 379,638	\$ 359,923	\$ 384,659

(See independent auditor's report.)

VILLAGE OF CAROL STREAM, ILLINOIS

MUNICIPAL GARAGE FUND

SCHEDULE OF FIXED ASSETS AND DEPRECIATION

For the Year Ended April 30, 1998

	Assets			
	Balances	Additions	Retirements	Balances
	May 1			April 30
Building	\$ 982,646	\$ -	\$ -	\$ 982,646
Equipment	152,550	24,986	-	177,536
	<u>\$ 1,135,196</u>	<u>\$ 24,986</u>	<u>\$ -</u>	<u>\$ 1,160,182</u>
	Accumulated Depreciation			
	Balances	Provision	Retirements	Balances
	May 1			April 30
Building	\$ 292,674	\$ 19,653	\$ -	\$ 312,327
Equipment	106,281	10,090	-	116,371
	<u>398,955</u>	<u>\$ 29,743</u>	<u>\$ -</u>	<u>428,698</u>
NET ASSET VALUE	<u>\$ 736,241</u>			<u>\$ 731,484</u>

(See independent auditor's report.)

VILLAGE OF CAROL STREAM, ILLINOIS

RISK MANAGEMENT FUND

STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS - BUDGET AND ACTUAL

For the Year Ended April 30, 1998
(with comparative actual)

	1998		1997
	Budget	Actual	Actual
OPERATING REVENUES			
Charges for Services			
Billings	\$ 466,308	\$ 381,260	\$ 376,331
Reimbursements	30,363	-	28,397
Total Operating Revenues	496,671	381,260	404,728
OPERATING EXPENSES			
Contractual Services			
Insurance Premiums	444,808	363,958	304,410
Insurance Deductibles	15,000	14,168	25,693
Training	500	13	291
Miscellaneous	36,863	5,972	4,658
Total Operating Expenses	497,171	384,111	335,052
OPERATING INCOME (LOSS)	(500)	(2,851)	69,676
NONOPERATING REVENUES			
Interest Income	500	1,073	960
NET INCOME (LOSS)	\$ -	(1,778)	70,636
RETAINED EARNINGS, MAY 1		268,221	197,585
RETAINED EARNINGS, APRIL 30		\$ 266,443	\$ 268,221

See accompanying notes to financial statements.

TRUST AND AGENCY FUNDS

Pension Trust Fund

Police Pension Fund - to account for the accumulation of resources to pay pension costs.

Resources are contributed by police department members at fixed rates per state statutes and by the Village via transfers, in amounts that have been determined by an independent actuary.

VILLAGE OF CAROL STREAM, ILLINOIS

POLICE PENSION TRUST FUND

STATEMENT OF PLAN NET ASSETS

April 30, 1998

ASSETS	
Cash and Short-Term Investments	\$ 381,139
Receivables	
Accrued Interest Receivable	103,710
Investments	
U.S. Government and Agency Obligations	6,725,659
Municipal Bonds	1,854,396
Insurance Company Contracts - Separate Accounts	<u>2,661,717</u>
 Total Assets	 <u>11,726,621</u>
 LIABILITIES	
Accounts Payable	<u>3,165</u>
 Total Liabilities	 <u>3,165</u>
 NET ASSETS HELD IN TRUST FOR PENSION BENEFITS (A schedule of funding progress is presented on page 101)	
	 <u><u>\$ 11,723,456</u></u>

See accompanying notes to financial statements.

VILLAGE OF CAROL STREAM, ILLINOIS

POLICE PENSION TRUST FUND

STATEMENT OF CHANGES IN PLAN NET ASSETS -
BUDGET AND ACTUAL

For the Year Ended April 30, 1998

	Budget	Actual
ADDITIONS		
Contributions		
Employer	\$ 208,164	\$ 201,663
Employee	243,251	223,121
Total Contributions	451,415	424,784
Investment Income		
Net Appreciation in Fair Value of Investments	110,000	1,143,089
Interest	599,988	402,073
Total Investment Income	709,988	1,545,162
Less Investment Expense	(22,000)	(17,641)
Net Investment Income	687,988	1,527,521
Total Additions	1,139,403	1,952,305
DEDUCTIONS		
Benefits and Refunds		
Retirement Benefits	242,892	119,423
Disability Benefits	14,982	14,982
Contribution Refunds	5,000	3,909
Operations		
Other	10,850	9,925
Total Deductions	273,724	148,239
NET INCREASE	\$ 865,679	1,804,066
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS		
May 1		9,142,007
Prior Period Adjustment		777,383
May 1, Restated		9,919,390
April 30		\$ 11,723,456

See accompanying notes to financial statements.

GENERAL FIXED ASSETS ACCOUNT GROUP

General Fixed Assets Account Group - fixed assets used in operations are not accounted for in governmental funds. General fixed assets include all fixed assets not accounted for in Proprietary Funds or in Trust Funds.

VILLAGE OF CAROL STREAM, ILLINOIS

GENERAL FIXED ASSETS ACCOUNT GROUP

SCHEDULE OF GENERAL FIXED ASSETS - BY SOURCE

April 30, 1998 and 1997

	<u>1998</u>	<u>1997</u>
GENERAL FIXED ASSETS		
Land	\$ 3,187,814	\$ 3,187,814
Buildings and Structures	6,611,109	3,690,690
Furniture and Equipment	1,438,745	1,256,357
Vehicles	2,236,929	2,089,087
	<hr/>	<hr/>
TOTAL GENERAL FIXED ASSETS	\$ 13,474,597	\$ 10,223,948
	<hr/> <hr/>	<hr/> <hr/>
INVESTMENT IN GENERAL FIXED ASSETS		
General Revenues	\$ 10,934,597	\$ 7,683,948
Installment Contracts	1,400,000	1,400,000
General Obligation Bonds	1,140,000	1,140,000
	<hr/>	<hr/>
TOTAL INVESTMENT IN GENERAL FIXED ASSETS	\$ 13,474,597	\$ 10,223,948
	<hr/> <hr/>	<hr/> <hr/>

(See independent auditor's report.)

VILLAGE OF CAROL STREAM, ILLINOIS

GENERAL FIXED ASSETS ACCOUNT GROUP

SCHEDULE OF GENERAL FIXED ASSETS - BY FUNCTION

April 30, 1998

Function	Land	Buildings and Structures	Furniture and Equipment	Vehicles	Totals
General Government	\$ 3,187,814	\$ 6,436,116	\$ 622,196	\$ 144,705	\$ 10,390,831
Public Safety	-	-	584,054	622,769	1,206,823
Public Works	-	174,993	232,495	1,469,455	1,876,943
TOTAL GENERAL FIXED ASSETS	\$ 3,187,814	\$ 6,611,109	\$ 1,438,745	\$ 2,236,929	\$ 13,474,597

(See independent auditor's report.)

VILLAGE OF CAROL STREAM, ILLINOIS

GENERAL FIXED ASSETS ACCOUNT GROUP

SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS - BY FUNCTION

For the Year Ended April 30, 1998

Function	Balances May 1	Additions	Retirements	Balances April 30
General Government	\$ 7,651,314	\$ 2,843,414	\$ 103,897	\$ 10,390,831
Public Safety	958,638	339,220	91,035	1,206,823
Public Works	1,613,996	325,623	62,676	1,876,943
TOTAL GENERAL FIXED ASSETS	\$ 10,223,948	\$ 3,508,257	\$ 257,608	\$ 13,474,597

(See independent auditor's report.)

GENERAL LONG-TERM DEBT ACCOUNT GROUP

General Long-Term Debt Account Group - to account for the noncurrent portion of the Village's bond issues and compensated absences.

VILLAGE OF CAROL STREAM, ILLINOIS
 GENERAL LONG-TERM DEBT ACCOUNT GROUP
 SCHEDULE OF GENERAL LONG-TERM DEBT

April 30, 1998
 (with comparative totals for 1997)

	Compensated Absences	Tax Increment Financing Bonds	Totals	
			1998	1997
AMOUNT AVAILABLE AND TO BE PROVIDED FOR THE RETIREMENT OF GENERAL LONG-TERM DEBT				
Amount Available for Debt Service	\$ -	\$ 3,197,895	\$ 3,197,895	\$ 1,944,129
Amount to be Provided for Retirement of General Long-Term Debt	405,177	-	405,177	373,002
Amount to be Provided for Retirement of Tax Increment Financing Debt	-	6,357,105	6,357,105	8,040,871
TOTAL AMOUNT AVAILABLE AND TO BE PROVIDED FOR THE RETIREMENT OF GENERAL LONG-TERM DEBT	<u>\$ 405,177</u>	<u>\$ 9,555,000</u>	<u>\$ 9,960,177</u>	<u>\$ 10,358,002</u>
GENERAL LONG-TERM DEBT PAYABLE				
Compensated Absences Payable	\$ 405,177	\$ -	\$ 405,177	\$ 373,002
Tax Increment Financing Bonds Payable	-	9,555,000	9,555,000	9,985,000
TOTAL GENERAL LONG-TERM DEBT PAYABLE	<u>\$ 405,177</u>	<u>\$ 9,555,000</u>	<u>\$ 9,960,177</u>	<u>\$ 10,358,002</u>

(See independent auditor's report.)

VILLAGE OF CAROL STREAM, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF FUNDING PROGRESS
 ILLINOIS MUNICIPAL RETIREMENT FUND

December 31, 1997

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) - Entry Age	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	UAAL As a Percentage of Covered Payroll (4) / (5)
12/31/92	\$ 4,277,378	\$ 5,253,217	81.42%	\$ 975,839	\$ 3,450,672	28.28%
12/31/93	5,273,632	5,953,918	88.57%	680,286	3,649,576	18.64%
12/31/94	6,086,877	6,778,779	89.79%	691,902	4,016,327	17.23%
12/31/95	6,775,998	7,502,549	90.32%	726,551	4,076,154	17.82%
12/31/96	7,269,836	7,976,110	91.15%	706,274	4,366,732	16.17%
12/31/97	8,526,397	8,959,666	95.16%	433,269	4,350,428	9.96%

(See independent auditor's report.)

VILLAGE OF CAROL STREAM, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF FUNDING PROGRESS
 POLICE PENSION FUND

April 30, 1998

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) - Entry Age	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	UAAL As a Percentage of Covered Payroll (4) / (5)
April 30, 1997	\$ 9,534,197	\$ 10,084,670	94.54%	\$ 550,473	\$ 2,429,115	22.66%
April 30, 1998	NA	NA	NA	NA	NA	NA

N/A - Information not available

(See independent auditor's report.)

VILLAGE OF CAROL STREAM, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND

December 31, 1997

<u>Calendar Year</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>
1992	\$ 367,497	\$ 367,497	100.00%
1993	349,629	349,629	100.00%
1994	384,764	384,764	100.00%
1995	367,669	367,669	100.00%
1996	393,879	393,879	100.00%
1997	416,488	416,488	100.00%

(See independent auditor's report.)

VILLAGE OF CAROL STREAM, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
POLICE PENSION FUND

April 30, 1998

<u>Fiscal Year</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>
1996	\$ 203,852	\$ 213,204	95.61%
1997	195,590	181,778	107.60%
1998	201,663	188,976	106.71%

(See independent auditor's report.)

VILLAGE OF CAROL STREAM, ILLINOIS

SCHEDULE OF INSURANCE IN FORCE

April 30, 1998

Insureds	Description of Coverage	Amount of Coverage	Expiration Date of Policy
Village of Carol Stream	Village Mayor's Bond	\$ 17,000	10/01/99
Village of Carol Stream	Village Clerk's Bond	17,000	12/15/01
Village of Carol Stream	Treasurer's Bond	500,000	12/15/01
Village of Carol Stream	Police Pension Fund Bond	500,000	06/15/00
Village of Carol Stream	Public Employees Position Schedule	5,000 each position	08/01/00

The Government 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, quasigovernmental, and nonprofit public service entities. IPBC pays each member's claims and purchases excess risk coverage.

The Government participates in the Intergovernmental Risk Management Agency (IRMA). IRMA manages and funds first party property losses, third party liability claims, Workers' Compensation claims, and Public Officials Liability claims of its member municipalities.

Member deductibles, self-insured retentions, and excess coverages are as follows:

	Member Deductibles	IRMA Self-Insured Retentions	(Excess Maximum Coverage inclusive of Deductibles and Retentions)
Property	\$ 1,000	\$ 150,000	\$ 1,000,000,000
General Liability	1,000	2,999,999	10,000,000
Auto Liability	1,000	2,999,999	10,000,000
Workers' Compensation	1,000	399,000	Statutory
Public Officials Liability	1,000	2,999,999	10,000,000
Underground Storage Tank (UST)	10,000	N/A	1,000,000
Employer's Liability	1,000	N/A	1,000,000

(See independent auditor's report.)

VILLAGE OF CAROL STREAM, ILLINOIS

LONG-TERM DEBT REQUIREMENTS
TAX INCREMENT REFUNDING REVENUE BONDS SERIES 1996

April 30, 1998

Date of Issue	August 1, 1996
Date of Maturity	January 15, 2007
Authorized Issue	\$ 5,675,000
Denomination of Bonds	\$ 5,000
Interest Rates	4.00% to 5.20%
Interest Dates	January 15 and July 15
Principal Maturity Date	January 15

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Tax Levy			Interest Due On			
	Principal	Interest	Totals	Jan. 15	Amount	July 15	Amount
1997	\$ -	\$ 116,631	\$ 116,631		\$ -	1998	\$ 116,631
1998	450,000	223,587	673,587	1999	116,631	1999	106,956
1999	470,000	203,455	673,455	2000	106,956	2000	96,499
2000	490,000	181,850	671,850	2001	96,499	2001	85,351
2001	510,000	158,845	668,845	2002	85,351	2002	73,494
2002	535,000	134,282	669,282	2003	73,494	2003	60,788
2003	560,000	107,996	667,996	2004	60,788	2004	47,208
2004	585,000	79,790	664,790	2005	47,208	2005	32,582
2005	615,000	49,482	664,482	2006	32,582	2006	16,900
2006	650,000	16,900	666,900	2007	16,900		
	<u>\$ 4,865,000</u>	<u>\$ 1,272,818</u>	<u>\$ 6,137,818</u>		<u>\$ 636,409</u>		<u>\$ 636,409</u>

(See independent auditor's report.)

VILLAGE OF CAROL STREAM, ILLINOIS

LONG-TERM DEBT REQUIREMENTS
SENIOR LIEN TAX INCREMENT REVENUE BONDS SERIES 1997

April 30, 1998

Date of Issue	February 7, 1997
Date of Maturity	January 1, 2017
Authorized Issue	\$ 4,690,000
Denomination of Bonds	\$ 5,000
Interest Rates	7.875%
Interest Dates	January 1 and July 1
Principal Maturity Date	January 1

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Tax Levy			Interest Due On			
	Principal	Interest	Totals	Jan. 1	Amount	July 1	Amount
1997	\$ -	\$ 184,669	\$ 184,669		\$ -	1998	\$ 184,669
1998	-	369,338	369,338	1999	184,669	1999	184,669
1999	60,000	366,975	426,975	2000	184,669	2000	182,306
2000	70,000	361,856	431,856	2001	182,306	2001	179,550
2001	85,000	355,753	440,753	2002	179,550	2002	176,203
2002	100,000	348,469	448,469	2003	176,203	2003	172,266
2003	115,000	340,003	455,003	2004	172,266	2004	167,737
2004	135,000	330,159	465,159	2005	167,737	2005	162,422
2005	155,000	318,741	473,741	2006	162,422	2006	156,319
2006	180,000	305,550	485,550	2007	156,319	2007	149,231
2007	200,000	290,587	490,587	2008	149,231	2008	141,356
2008	230,000	273,656	503,656	2009	141,356	2009	132,300
2009	255,000	254,559	509,559	2010	132,300	2010	122,259
2010	290,000	233,100	523,100	2011	122,259	2011	110,841
2011	325,000	208,885	533,885	2012	110,841	2012	98,044
2012	360,000	181,913	541,913	2013	98,044	2013	83,869
2013	400,000	151,988	551,988	2014	83,869	2014	68,119
2014	445,000	118,716	563,716	2015	68,119	2015	50,597
2015	490,000	81,900	571,900	2016	50,597	2016	31,303
2016	795,000	31,303	826,303	2017	31,303		
	<u>\$ 4,690,000</u>	<u>\$ 5,108,120</u>	<u>\$ 9,798,120</u>		<u>\$ 2,554,060</u>		<u>\$ 2,554,060</u>

(See independent auditor's report.)



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH
STATE OF ILLINOIS PUBLIC ACT 85-1142

Illinois Department of Revenue
Springfield, Illinois

We have audited the general purpose financial statements and the combining, individual fund and account group financial statements of the Village of Carol Stream, Illinois as of and for the year ended April 30, 1998, and have issued our report thereon dated July 31, 1998. The financial statements are the responsibility of the Village's management. Our responsibility is to express an opinion on the eligibility for costs incurred incidental to the implementation of the redevelopment plan and redevelopment projects associated with the Carol Point TIF District and the Geneva Crossing TIF District pursuant to Subsection (q) of Section 11-74.4-3 of the Illinois Tax Increment Redevelopment Allocation Act.

Our audit was made in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose 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 opinion.

The Village of Carol Stream, Illinois' management is responsible for the Village's compliance with laws and regulations. In connection with our audit referred to above, we selected and tested transactions and records to determine the Village's compliance with State of Illinois Public Act 85-1142, "An Act in Relation to Tax Increment Financing".

The results of our test indicated that for the items tested, the Village of Carol Stream, Illinois complied with Subsection (q) of Section 11-74.4-3 of Public Act 85-1142.

Aurora, Illinois
July 31, 1998

David Gardner 9/6/220

VILLAGE OF CAROL STREAM, ILLINOIS

GENERAL GOVERNMENTAL REVENUES BY SOURCE

Last Ten Fiscal Years

Fiscal Year	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
Taxes	\$ 5,384,047	\$ 6,525,401	\$ 6,939,632	\$ 7,605,569	\$ 8,739,809	\$ 8,208,688	\$ 8,697,368	\$ 9,760,527	\$ 10,845,924	\$ 12,693,151
Licenses and Permits	906,980	932,244	750,008	584,520	792,897	811,147	825,312	1,023,221	1,074,564	1,288,781
Intergovernmental	435,852	602,104	643,796	1,137,589	712,448	773,289	864,007	947,682	957,620	1,299,122
Charges for Services	932,425	797,063	944,127	735,138	758,142	793,541	903,086	1,353,108	1,048,423	1,155,991
Fines and Forfeits	258,586	335,300	261,267	259,134	300,815	361,908	391,191	482,805	451,877	408,897
Interest and Miscellaneous	761,151	1,076,149	1,614,602	2,980,939	864,350	838,885	1,099,164	1,625,505	1,589,373	1,563,199
TOTAL REVENUES	\$ 8,679,041	\$ 10,268,261	\$ 11,153,432	\$ 13,302,889	\$ 12,168,461	\$ 11,787,458	\$ 12,780,128	\$ 15,192,848	\$ 15,967,781	\$ 18,409,141

NOTE: Includes General, Special Revenue, Debt Service, and Capital Projects Funds.

Prior to fiscal year 1994, the Carol Stream Public Library was reported as a blended special revenue fund. Subsequent to fiscal year 1994, it has been excluded from this presentation.

Data Source

Village Records

VILLAGE OF CAROL STREAM, ILLINOIS

GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION

Last Ten Fiscal Years

Fiscal Year	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
General Government	\$ 1,897,545	\$ 2,116,105	\$ 2,620,967	\$ 2,535,628	\$ 2,648,052	\$ 2,859,894	\$ 3,409,403	\$ 3,240,119	\$ 7,006,377	\$ 3,740,730
Public Safety	2,223,042	2,473,945	2,754,770	2,964,005	3,269,203	3,672,146	4,031,193	4,628,206	5,114,994	5,524,654
Highways and Streets	1,637,403	1,181,087	1,793,090	2,167,972	2,286,907	3,410,390	2,432,846	3,229,335	7,974,047	8,632,883
Culture and Recreation	619,703	713,673	1,021,758	962,230	1,025,808	-	-	-	-	-
Capital Outlay	-	-	3,853,889	2,908,520	426,473	32	56	-	-	-
Debt Service	261,693	248,005	712,965	779,623	779,691	930,170	925,816	930,327	5,254,535	1,013,745
TOTAL EXPENDITURES	\$ 6,639,386	\$ 6,732,815	\$ 12,757,439	\$ 12,317,978	\$ 10,436,134	\$ 10,872,632	\$ 10,799,314	\$ 12,027,987	\$ 25,349,953	\$ 18,912,012

NOTE: Includes General, Special Revenue, Debt Service, and Capital Projects Funds.

Prior to fiscal year 1994, the Carol Stream Public Library was reported as a blended special revenue fund. Subsequent to fiscal year 1994, it has been excluded from this presentation.

Data Source

Village Records

VILLAGE OF CAROL STREAM, ILLINOIS

PROPERTY TAX ASSESSED VALUATIONS, RATES AND EXTENSIONS

Last Ten Fiscal Years

Tax Levy Year	1997****	1996****	1995****	1994****	1993****
Assessed Valuation					
Carol Point TIF Districts	\$ 31,444,700	\$ 28,150,569	\$ 16,525,756	\$ 12,811,866	\$ 13,225,046
Village of Carol Stream	659,986,204	627,291,792	593,300,863	568,806,099	544,179,979
TOTAL ASSESSED VALUATION	\$ 691,430,904	\$ 655,442,361	\$ 609,826,619	\$ 581,617,965	\$ 557,405,025
	Rate*	Amount	Rate*	Amount	Rate*
Tax Extensions					
General Corporate - Road and Bridge **	0.0288 \$ 190,130	0.0288 \$ 180,428	0.0294 \$ 174,460	0.0293 \$ 166,552	0.0284 \$ 154,346
Debt Service ***	-	-	-	-	-
TIF Debt Service	7.2617 2,283,429	7.3248 2,061,968	7.6579 1,265,525	7.8436 1,004,912	7.7591 1,026,145
TOTAL TAX EXTENSIONS	7.2905 \$ 2,473,559	7.3536 \$ 2,242,396	7.6873 \$ 1,439,985	7.8729 \$ 1,171,464	7.7875 \$ 1,180,491
Uncollectible Provision*****	2%	2%	2%	2%	2%

(This schedule is continued on the following page.)

VILLAGE OF CAROL STREAM, ILLINOIS

PROPERTY TAX ASSESSED VALUATIONS, RATES AND EXTENSIONS

Last Ten Fiscal Years

Tax Levy Year	1992****	1991	1990	1989	1988
Assessed Valuation					
Carol Point TIF District	\$ 10,677,976	\$ 7,945,176	\$ 5,561,992	\$ -	\$ -
Village of Carol Stream	508,708,166	468,787,429	416,210,685	344,711,094	279,794,286
TOTAL ASSESSED VALUATION	\$ 519,386,142	\$ 476,732,605	\$ 421,772,677	\$ 344,711,094	\$ 279,794,286

	Rate*	Amount	Rate*	Amount	Rate*	Amount	Rate*	Amount	Rate*	Amount
Tax Extensions										
General Corporate - Road and Bridge**	0.0315	\$ 160,046	0.0320	\$ 150,108	0.0387	\$ 160,896	0.0467	\$ 161,157	0.0393	\$ 110,000
Debt Service ***	-	-	-	-	-	-	-	-	0.0817	228,592
TIF Debt Service	7.7476	827,287	7.9805	634,065	8.2044	456,328	-	-	-	-
TOTAL TAX EXTENSIONS	7.7791	\$ 987,333	8.0125	\$ 784,173	8.2431	\$ 617,224	0.0467	\$ 161,157	0.1210	\$ 338,592
Uncollectible Provision *****		2%		2%		2%		2%		2%

* Property tax rates are per \$100 of assessed valuation.

** Represents the Village's portion of the Townships' Road and Bridge levy.

*** The Village abated the 1989 tax levy for Debt Service with revenue provided by the Illinois Income Tax Surcharge.

**** Special Service Area #1 is included within the Carol Point TIF District.

***** Uncollectible provision applies to the Village's portion of the Townships' Road and Bridge levy.

Data Source

Office of the County Clerk

VILLAGE OF CAROL STREAM, ILLINOIS

PROPERTY TAX COLLECTIONS

Last Ten Fiscal Years

Tax Levy Year	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997
General Corporate - Road and Bridge*	\$ 123,147	\$ 132,065	\$ 143,663	\$ 145,085	\$ 149,283	\$ 154,530	\$ 169,325	\$ 176,555	\$ 177,978	\$ -
Debt Service	226,447	-	-	-	-	-	-	-	-	-
TIF Debt Service	-	237	456,328	634,065	827,287	1,026,145	1,006,302	1,252,293	1,952,869	-
TOTAL COLLECTED	\$ 349,594	\$ 132,302	\$ 599,991	\$ 779,150	\$ 976,570	\$ 1,180,675	\$ 1,175,627	\$ 1,428,848	\$ 2,130,847	\$ -
LEVY AS EXTENDED	\$ 338,592	\$ 161,157	\$ 617,224	\$ 784,173	\$ 987,333	\$ 1,180,491	\$ 1,171,464	\$ 1,439,985	\$ 2,242,396	\$ 2,473,559
PERCENT COLLECTED	103.25%	82.10%	97.21%	99.36%	98.91%	100.02%	100.36%	99.23%	95.03%	0.00%

* Represents the Village's Portion of the Townships' Road and Bridge Levy.

Data Source

Office of the County Treasurer

VILLAGE OF CAROL STREAM, ILLINOIS

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Fiscal Years

Tax Levy Year	Real Property		Ratio of Total Assessed Value to Total Estimated Actual Value	Equalization Factor
	Equalized Assessed Value	Estimated Actual Value		
1988	\$ 279,794,286	\$ 839,382,858	33.33	1.0000
1989	344,711,094	1,034,133,282	33.33	1.0000
1990	421,772,677	1,265,318,031	33.33	1.0000
1991	476,732,605	1,430,197,815	33.33	1.0000
1992	519,386,142	1,558,158,426	33.33	1.0000
1993	557,405,025	1,672,215,075	33.33	1.0000
1994	581,617,965	1,744,853,895	33.33	1.0000
1995	609,826,619	1,829,479,857	33.33	1.0000
1996	655,442,361	1,966,327,083	33.33	1.0000
1997	691,430,904	2,074,292,712	33.33	1.0000

Data Source

Office of the County Clerk

VILLAGE OF CAROL STREAM, ILLINOIS

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS

Last Ten Fiscal Years

Tax Levy Year	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997
Tax Rates*										
Village of Carol Stream	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Carol Stream Public Library	0.2900	0.2297	0.2443	0.2429	0.2467	0.2494	0.2578	0.2619	0.2629	0.2670
Carol Point TIF District	0.0000	0.0000	8.2044	7.9805	7.7476	7.7591	7.8436	7.6579	7.5285	7.4474
Geneva Crossing TIF District	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	6.8080	7.0291
DuPage Airport Authority	0.1055	0.1188	0.1067	0.0920	0.0941	0.1212	0.1180	0.0651	0.0352	0.0337
DuPage County	0.6650	0.5022	0.4779	0.4705	0.4493	0.4311	0.4144	0.3798	0.3183	0.2970
DuPage County Forest Preserve	0.2208	0.1956	0.1740	0.1664	0.1670	0.1747	0.1725	0.1692	0.1648	0.1871
DuPage Water Commission	0.0042	0.0040	0.0037	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Townships (3)	0.3269	0.4322	0.4493	0.4940	0.4187	0.3920	0.3632	0.3320	0.2937	0.2616
School Districts (9)	23.7931	23.2280	23.1426	23.5438	22.1130	22.1306	23.1381	23.4734	24.0750	24.3799
Park Districts (2)	0.9984	0.8736	0.8891	0.8445	0.7822	0.7392	0.7968	0.8150	0.7463	0.7442
Mosquito Abatement (2)	0.0482	0.0220	0.0307	0.0500	0.0241	0.0232	0.0227	0.0221	0.0213	0.0206
Fire Districts (4)	1.8954	1.3560	1.8170	1.9247	0.8666	1.9886	2.2740	2.2782	1.9664	2.3233
Wheaton Sanitary District	0.1660	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Total Tax Rate per \$100 of Assessed Valuation	28.5135	26.9621	35.5397	35.8093	32.9093	34.0091	35.4011	35.4546	42.2204	42.9909

* Property tax rates are per \$100 of assessed valuation.

Data Source

Office of the County Clerk

VILLAGE OF CAROL STREAM, ILLINOIS

RATIO OF NET GENERAL OBLIGATION BONDED DEBT TO ASSESSED VALUE
AND NET GENERAL OBLIGATION BONDED DEBT PER CAPITA

Last Ten Fiscal Years

Fiscal Year	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
(1) Population	28,540	31,716	33,759	33,946	36,240	36,882	37,284	37,793	38,706	37,982
(2) Assessed Value	\$ 279,794,286	\$ 344,711,094	\$ 416,210,685	\$ 468,787,429	\$ 508,708,166	\$ 544,179,979	\$ 568,806,099	\$ 593,300,863	\$ 627,291,792	\$ 659,986,204
(3) Gross General Obligation Bonded Debt	475,000	250,000	-	-	-	-	-	-	-	-
(3) Less Debt Service Funds	127,914	144,566	-	-	-	-	-	-	-	-
Net General Bonded Debt	347,086	105,434	-	-	-	-	-	-	-	-
Ratio of Net General Bonded Debt to Assessed Value	0.12%	0.03%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Net General Bonded Debt Per Capita	\$ 12.16	\$ 3.32	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Data Sources

- (1) U.S. Department of Commerce, Bureau of Census
- (2) Office of the County Clerk, Village of Carol Stream portion only.
- (3) Village Records, TIF District is not applicable (1992-1997)

VILLAGE OF CAROL STREAM, ILLINOIS

SCHEDULE OF DIRECT AND OVERLAPPING BONDED DEBT

April 30, 1998

Governmental Unit	(1) Gross Bonded Debt	(2) *Percentage of Debt Applicable to Government	(3) **Government's Share of Debt
Village of Carol Stream	\$ -	100.00 %	\$ -
Carol Point TIF District ***	4,865,000	100.00	4,865,000
Geneva Crossing TIF District ***	4,690,000	100.00	4,690,000
DuPage County	136,125,000	3.25	4,424,063
DuPage County Forest Preserve	215,980,000	3.25	7,019,350
DuPage Water Commission	126,625,000	3.43	4,343,238
School District #25	8,441,571	45.88	3,872,993
School District #46	173,959,900	2.63	4,575,145
School District #93	8,810,000	60.13	5,297,453
School District #87	2,975,000	14.28	424,830
School District #200	42,355,000	5.90	2,498,945
School District #41	28,099,904	2.70	758,697
Carol Stream Park District	9,665,000	88.56	8,559,324
Glen Ellyn Park District	3,063,593	1.47	45,035
School District #509	30,955,322	1.21	374,559
TOTAL	\$ 796,610,290		\$ 51,748,632

* Determined by ratio of assessed value of property subject to taxation in overlapping unit to value of property subject to taxation in the Village of Carol Stream, Illinois.

** Amount in column (2) multiplied by amount in column (1).

*** Tax increment financing (TIF) debt is secured by the incremental taxes collected from the respective districts and are not general obligations of the Village.

Data Source

Office of the County Clerk

VILLAGE OF CAROL STREAM, ILLINOIS

RATIO OF ANNUAL DEBT SERVICE EXPENDITURES AND GENERAL OBLIGATION BONDED DEBT
TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES

Last Ten Fiscal Years

Fiscal Year	1989	1990	1991	1992**	1993**	1994**	1995**	1996**	1997**	1998**
Principal	\$ 225,000	\$ 225,000	\$ 250,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest	36,693	23,005	8,075	-	-	-	-	-	-	-
TOTAL DEBT SERVICE	\$ 261,693	\$ 248,005	\$ 258,075	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL GENERAL GOVERNMENTAL EXPENDITURES	\$ 6,639,386	\$ 6,732,815	\$ 12,757,439	\$ 12,317,978	\$ 10,436,134	\$ 10,872,632	\$ 10,799,314	\$ 12,027,987	\$ 25,349,953	\$ 18,912,012
RATIO OF DEBT SERVICE TO GENERAL GOVERNMENTAL EXPENDITURES	3.94%	3.68%	2.02%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

** The debt on the Village Hall was retired early.

** The TIF District has been excluded and is not applicable for this presentation.

Data Source

Village Records

VILLAGE OF CAROL STREAM, ILLINOIS

DEMOGRAPHIC STATISTICS

Last Ten Fiscal Years

Fiscal Year	(1) Population	(2) Per Capita Income	(2) Median Age	(3) Unemploy- ment Percentage
1989	28,540	\$ 12,283	28.2	3.2
1990	31,716	16,697	28.5	3.8
1991	33,759	17,772	28.9	4.5
1992	33,946	17,870	29.0	5.8
1993	36,240	19,078	29.2	4.7
1994	36,882	19,628	29.6	4.3
1995	37,284	22,000	29.6	4.0
1996	37,793	23,100 est	30.1	3.2
1997	38,706	23,769 est	30.1	3.7
1998	37,982	28,202 est	29.9	3.0

Data Sources

(1) U.S. Census Bureau

(2) Village Records/U.S. Census Bureau

(3) Illinois Department of Employment Security

VILLAGE OF CAROL STREAM, ILLINOIS

PROPERTY AND CONSTRUCTION VALUES

Last Ten Fiscal Years

Fiscal Year	Property Value	(1) Commercial Construction		(1) Residential Construction	
		Number of Units	Value	Number of Units	Value
1989	\$ 839,382,858	108	\$ 16,993,342	2,027	\$ 82,433,000
1990	1,034,133,282	102	25,276,363	740	61,490,527
1991	1,265,318,031	149	66,004,192	316	27,386,691
1992	1,430,197,815	110	22,497,069	263	23,290,729
1993	1,558,158,426	103	8,980,025	285	25,954,157
1994	1,672,215,075	90	13,346,788	284	29,066,185
1995	1,744,853,895	88	21,481,932	211	14,862,777
1996	1,829,479,857	129	43,697,284	74	5,546,618
1997	1,966,327,083	136	59,779,025	75	10,393,444
1998	2,074,292,712	138	87,740,283	56	8,795,928

Data Source

(1) Village Records

VILLAGE OF CAROL STREAM, ILLINOIS

PRINCIPAL TAXPAYERS

April 30, 1998

Taxpayers	Type of Business	1997 Assessed Valuation	Percentage of Total Assessed Valuation
Lake Haven	Property Management	\$ 6,443,730	1.0%
Windsor Park Manor	Retirement Center	5,437,260	0.8
ERI-CP (Carol Point)	Real Estate Investment - Industrial	5,424,510	0.8
CB Commercial Real Estate	Real Estate Investment - Industrial	4,683,730	0.7
Covered Bridges	Property Management	4,508,550	0.7
Alter Asset Management	Real Estate Investment - Industrial	4,204,270	0.6
Chemical Bank	Property Management	4,165,660	0.6
Rootberg, Irving	Real Estate Investment and Management	3,721,040	0.6
W.W. Grainger, Inc.	Warehousing and Distribution	3,500,360	0.5
American National Bank & Trust Co.	Real Estate Investment	3,421,560	0.5
Holtzman Interests, LLC	Property Management	3,372,100	0.5
AIMCO Properties, LP	Property Management	3,295,570	0.5
Michelin Tire Corporation	Warehousing and Distribution	3,277,950	0.5
FC&S Management Company	Warehousing and Distribution	3,252,300	0.5
Eaton Corporation	Electronic Parts Distribution	3,223,210	0.5
Berlin Industries	Printing	3,220,840	0.5
McKesson Corp	Pharmaceutical/Warehousing	3,049,680	0.5
Container Corporation	Packaging	2,800,000	0.4
Fiat Allis of North America, Inc.	Warehousing and Distribution	2,497,900	0.4
FIC America Corporation	Manufacturing	2,434,500	0.4
TOTAL		\$ 75,934,720	11.5%

Data Source

Office of the County Clerk

VILLAGE OF CAROL STREAM, ILLINOIS

MISCELLANEOUS STATISTICS

April 30, 1998

Date of Incorporation	January 5, 1959	
Form of Government	Board-Administrator	
Geographic Location	Western Suburb of Chicago Located in DuPage County	
Area	10.0 Square Miles	
Population		
1960	863	
1970	4,434	
1973	6,193	
1975	8,537	
1977	9,460	
1980	15,472	
1986	21,954	
1990	31,716	
1991	33,759	
1992	33,946	
1993	36,240	
1994	36,882	
1995	37,284	
1996	37,793	
1997	38,706	
1998	37,982	
Number of Full-Time Employees	135	
Miles of Streets	101.0	
Miles of Sewers		
Storm Sewer	96.0	
Sanitary Sewer	102.0	
Water Main	126.0	
Building Inspection		
Number of Permits Issued in		
	1989	1,331
	1990	2,407
	1991	1,909
	1992	1,672
	1993	1,823
	1994	1,820
	1995	1,641
	1996	1,407
	1997	1,648
	1998	1,586

(This schedule is continued on the following page.)

VILLAGE OF CAROL STREAM, ILLINOIS

MISCELLANEOUS STATISTICS (Continued)

April 30, 1998

Building Inspection (Continued)

Value of Construction Authorized	1989	\$ 99,564,835
	1990	91,842,731
	1991	72,329,048
	1992	59,465,694
	1993	38,625,931
	1994	44,776,530
	1995	44,075,247
	1996	56,148,129
	1997	135,076,010
	1998	114,693,242

Police Protection

Number of Sworn Police Personnel	59
Number of Crossing Guards	17
Number of Police Vehicles	39

Library Services

Number of Branch Libraries	1
Number of Books	113,819
Number of Registered Borrowers	23,763
1998 Book Circulation	360,761
Number of Audio Visual Items	6,214

Municipal Water Utility

Population Serviced	37,982
Rated Daily Pumping Capacity (Lake Michigan Water)	7.58 MGD
Average Daily Pumpage	3.86 MGD
Number of Metered Accounts	9,914

Elections

Number of Registered Voters (4/97)	15,596
Number of Votes Cast in Last Municipal Election (4/97)	1,413
Percentage of Registered Voters Voting in Last Municipal Election	9%