City of Pekin
AGENDA

REGULAR COUNCIL MEETING OF JANUARY 9, 2006
5:30 P.M.

I. CALL TO ORDER

II. PLEDGE OF ALLEGIANCE
David Tebben

III. ROLL CALL
Clerk to Call the Roll
Com'r. Dagit to attend electronically

IV. APPROVAL OF AGENDA
ACTION: Request motion to approve the meeting agenda

VOTE REQUIRED

V. APPROVAL OF MINUTES
ACTION: Request motion to approve minutes of December 12, 2005 and Special Meeting December 19, 2005

VOTE REQUIRED

VI. PUBLIC INPUT ON AGENDA ITEMS
Speakers to state name, address, and spell last name. Questions unrelated to agenda items are accepted during "Public Questions" near the end of the meeting.

VII. CONSENT AGENDA
ACTION: Request for Clerk to read items

VOTE REQUIRED TO APPROVE CONSENT AGENDA

1. **Receive and File Reports and Minutes: Fire November, Police December, Cash and Investments, Project Status, Tazewell County Animal Control, Annual T/PCCC, and Annual Building Report**

2. **Notification from Insight**
Adding PBS Create Channel 141 and deleting Fox Sports Chicago Channel 58 effective 1/9/06.

3. **Receive and File Lake Arlann Restoration Project Final Completion Report**
Evaluation of project completed successfully by Southwind in June 2005.

4. **Resolution No. 132-05/06 - Reappointment of Karl Jordan to the Pekin Housing Authority Board for a 5 Year Term until January 14, 2011**

5. **Resolution No. 133-05/06 - Designating Com'r. Dagit to Citizens Review Committee for Community Development Block Grant Rehab Program and to the Loan Review Committee and Com'r. Blanchard to Housing Board as Council Liaisons**

6. **Receive and File Bids Emergency Generator Wastewater Treatment Plant**
Request for Proposals generated 2 responses. Action under New Business #7.

7. **Receive and File Annual Financial Statements April 30, 2005**
A presentation by the Auditor under Communications.

8. **Receive and File Pekin Planning Commission Minutes Dated 14, 2005**

9. **Receive and File Pekin Planning Commission Hearings and Recommendations:**
   a. #1691 – approve Preliminary Plat Hickory Hills Estates Section Five and rezoning from R-E to R-2
   b. #1692 – approve special use to relocate ATM on Court St
   c. #1693 – approve site plan to relocate ATM on Court Street
   d. #1694 – approve Amendment to Zoning Ordinance to include Cul-de-sacs
   e. #1695 – approve Zoning changes to Non-Conforming Uses

See action under New Business # 1-6.

VIII. COMMUNICATIONS, PETITIONS, REPORTS

1. **Proclamation: "Dr. Martin Luther King Jr. Day" January 16, 2006** (PA)
ACTION: Presentation by Pamela Anderson
Reading of the Proclamation and giving notice to the public of the MLKJ Breakfast and City of Pekin planned events.

VOTE REQUIRED TO ADOPT PROCLAMATION

2. **Overview of Annual Financial Statements by Willock Warning & Co., P.C.** (BR)
ACTION: Presentation by Jim Warning

3. **Fire Department Grant** (CL)
ACTION: Presentation by Fire Chief Chuck Lauss
The Assistance to Fire Fighters Grant gives 90% of the cost of a particular project and is matched by the 10% from the City of Pekin. The grant will be used to purchase vehicle ventilation systems for each of the three (3) stations, as per IDOL citation, and to purchase some upgraded communications for the apparatus. The amount of the grant is $94,059.00 with the 10% matching from the City of Pekin $10,451.00.

4. **A Child is Missing Alert** (TG)
ACTION: Presentation by Lieutenant Greg Nelson
6-minute video - Pekin Police Department new resource to locate missing children and keep the community better informed when registered sex offenders move in their neighborhoods.

5. **Police Foundation** (TG)
ACTION: David Tebben to present donation from the Lions Club to Sgt., Rob McAtee for generator and lighting equipment for police department use.

IX. NEW BUSINESS

1. **Ordinance No. 1568-A160 - Providing for the Zoning of Certain Property** (JW)
PLANNING COMMISSION RECOMMENDATION: To approve the request to rezone Hickory Hills, Section 5 from RE (Residential Estate) to R-2 (Single Family Residential). This will allow for the construction of curbed streets with sidewalks and storm drainpipe versus streets with drainage ditches and no curbs or sidewalks. The size of the lots will also be reduced.

VOTE REQUIRED

2. **Resolution No. 134-05/06 - Preliminary Plat Hickory Hills Section Five** (JW)
PLANNING COMMISSION RECOMMENDATION: To approve the Preliminary Plat for Section 5 of Hickory Hills Subdivision. A plat identifies lot sizes, streets, etc.

VOTE REQUIRED

3. **Special Use to Relocate ATM** (JW)
*PLANNING COMMISSION RECOMMENDATION: To approve the special use in order to **relocate** the CEFCU ATM in East Court Village by Cullinan Properties.*

VOTE REQUIRED

4. **Site Plan to Relocate ATM** *(JW)*
PLANNING COMMISSION RECOMMENDATION: To approve the site plan submitted by Cullinan Properties for the relocated CEFCU ATM in East Court Village.

VOTE REQUIRED

5. **Ordinance No. 2455-OA - Amending Title 9, Chapter 10A, Section 5, Subsection A of the Code of the City of Pekin 1995 Regarding the Zoning Code** (JW)
PLANNING COMMISSION RECOMMENDATION: To approve a change to the zoning code addressing non-conforming use whereby an existing residence can be in a business zone if it meets certain criteria.

VOTE REQUIRED

6. **Ordinance No. 2456 - Amending Title 10, Chapter 5, Section 2, Subsection G of the Code of the City of Pekin 1995 Regarding the Subdivision Code** (JW)
PLANNING COMMISSION RECOMMENDATION: To approve a change to the Subdivision Code to include specific requirements and criteria for Cul De Sacs.

VOTE REQUIRED

7. **Award Bid for Generator** (DP)
RECOMMENDATION: Accept the low bid from Cummings Mid State in the amount of $61,406.00. This amount is less than 3% over the $59,640.00 estimate for replacing and upgrading the generator serving the wastewater treatment plant.

VOTE REQUIRED

8. **Engineering for EPA Grant Wasterwater Infrastructure Improvements** (DK)
MANAGER RECOMMENDATION: To approve an engineering agreement with Farnsworth Group to complete application forms to expend federal dollars for wastewater treatment improvements.

VOTE REQUIRED

9. **Intergovernmental Agreement for Animal Control** (DK)
MANAGER RECOMMENDATION: To authorize the City Manager to enter into a one-year agreement with Tazewell County to pickup animals running at large in the amount of $39,129.00. Agreement now on a calendar year Jan-Dec. Previous years fees 2005 $38,100.00.

VOTE REQUIRED

10. **Intergovernmental Agreement for Police Protection Services** (TG)
POLICE CHIEF RECOMMENDATION: To renew the yearly agreement with Housing Authority for police protection by off duty officers.

VOTE REQUIRED

11. **Conceptual Plans** (FM)
Mayor to present a proposal to conduct conceptual planning for the City of Pekin.

VOTE REQUIRED TO APPROVE PLANNING PROCESS

X. ANY OTHER BUSINESS TO COME BEFORE THE COUNCIL

Council members

Staff

Public Questions

Press Time

XI. ADJOURNMENT

With no further action to come before the Council the Mayor declares meeting closed.

NO VOTE REQUIRED

NOTICE – Commissioner Daryl Dagit will be attending the meeting by Provisions of the City Code for Electronic Attendance

McMillan, Sue

From: Dagit, Daryl

Sent: Thursday, November 10, 2005 1:52 PM

To: McMillan, Sue; Kief, Denny; 'City Attorneys'; City's Attorney; 'Sue Bosich'

Subject: RE: meeting

Under section 1-5-3.4 I am giving notice that 1/9/06 I am planning on attending the 1/9/06 Council meeting by electronic means. The reason under 1-5-3.3 is (b) absence from the corporate limits of the city for personal employment purposes.

Daryl R. Dagit
City Commissioner
City of Pekin
Home 309-353-2785
Officie 309-477-2300

1-5-3.I: **ELECTRONIC ATTENDANCE AT PUBLIC MEETINGS**

Policy Statement: In an effort to encourage participation in the public meetings of the City Council of the City of Pekin and the boards and commissions of the City, the City Council has determined that an elected or appointed official may attend a public meeting by electronic means when the official is unavailable to be physically present at the meeting. New electronic methods of communication make participation in public meetings by electronic means effective. The City Council has determined that attendance by electronic means shall be controlled by the provisions of this policy.

1-5-3.2: **DEFINITIONS:** The following terms shall have the following meanings when used in this policy:

"Electronic means" means a teleconference or any other means that enables identifiable voices or other transmissions to be received from any location and enables concurrent ability to communicate with the member who is not physically present.

"Meeting" means any gathering of a majority of a quorum of members of a public body held for the purpose of discussing public business. The term "meeting" shall have the same meaning ascribed to that term in the Illinois Open Meetings Act.

"Public body" includes the City Council, all boards and commissions, and any subsidiary bodies of any of those public bodies, including but not limited to, committees and subcommittees, and shall have the same meaning ascribed to that term in the Illinois Open Meetings Act.

1-5-3.3: **ATTENDANCE BY ELECTRONIC MEANS:** A member of a public body may attend a meeting by electronic means if the member is prevented from physically attending because of (a) personal illness or disability, (b) absence from the corporate limits of the City for personal employment purposes or for the business of the City, or (c) a family or other emergency. The reason for the need for the member to attend by electronic means shall be stated on the record and made of a part of the meeting minutes.

1-5-3.4: **NOTICE OF INTENT TO ATTEND BY ELECTRONIC MEANS:** Any member planning on attending a meeting by electronic means shall give written notice of his or her intent to the person responsible for posting public notice of the meeting. The notice shall be given at least 72 hours prior to the meeting. If the giving of the notice is not possible or is impracticable prior to the 72-hour deadline, then the member shall give notice at the member's earliest opportunity. The notice may be given by personal delivery, mail, fax transmission, e-mail, or other electronic means which creates a record of notice. The notice shall state the reason set forth in subsection 1-5-3.3 that prevents the member from physically attending the meeting.

1-5-3.5: **NOTICE OF ATTENDING BY ELECTRONIC MEANS:** Upon receipt of a notice from a member of his or her intent to attend a public meeting by electronic means, the person responsible for posting public notice of the meeting shall give notice to the public of the member's intent to participate by electronic means. Notice shall be given by posting the information with or as part of the agenda for the public meeting and by providing any news medium entitled to notice of public hearings with a copy of the notice either in written or electronic form. The failure to give notice to the public or the media of a member's intent to participate by electronic means shall not prohibit the member from participating in the meeting, nor shall the failure to give notice invalidate any action taken by the public body or the member participating by electronic means at that meeting.

1-5-3.6: **PRESIDING OFFICER:** If the presiding officer of the public body is attending the
meeting by electronic means, then the person who acts in the absence of the presiding officer shall chair the meeting. If there is none, then the presiding officer shall appoint a member of the public body who is physically present at the meeting to serve as chair of the meeting. The appointment of a chair shall be subject to the advice and consent of the public body. The presiding officer who is participating by electronic means shall be authorized to participate in the meeting to the extent authorized by law or ordinance except for those acts involved with chairing the meeting.

1-5-3.7: **QUORUM AT MEETING:** Limitation of Number of Member Who May Attend by Electronic Means: A quorum of the public body must be physically present for the public body to conduct its meeting before one or more members will be permitted to attend by electronic means. If more than one member participates by electronic means, the absent members may not meet at the same remote location if their joint presence at the remote location would constitute a violation of the Illinois Open Meetings Act.

1-5-3:8: **PROCEDURE:**

1. If one or more members attend a public meeting by electronic means, then all votes of the body shall be by roll call.

2. If a member attends a public meeting by electronic means, that member must identify himself or herself by name and be recognized by the person chairing the meeting before speaking.

3. The minutes of the meeting shall reflect that a member is participating by electronic means.

4. The voice of the member participating by electronic means shall be audible to all persons in attendance at the public meeting. If the public meeting is being broadcast via television, radio, or other electronic means, the voice of the member participating by electronic means shall be made available for broadcast concurrently with the broadcast, unless unanticipated technical difficulties prevent the broadcast of the member's voice.

1-5-3.9: **CLOSED SESSION MEETINGS:** A member attending a public meeting by electronic means may also participate in any closed session meeting of a public body held pursuant to applicable law. That member's attendance and participation by electronic means shall be reflected in the minutes of the closed session meeting. (ORD. NO. 2412 03/14/05)

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PROCEEDINGS OF THE REGULAR MEETING
OF THE CITY COUNCIL OF THE CITY OF PEKIN, ILLINOIS,
HELD IN THE COUNCIL CHAMBERS OF THE CITY HALL
111 SOUTH CAPITOL STREET
ON MONDAY, DECEMBER 12, 2005 AT 5:30 O'CLOCK P.M.
WILLIAM R. MADDOX* MAYOR PRO-TEM * PRESIDING

PRESENT: COMMISSIONERS, BLANCHARD, JONES, DAGIT, AND MAYOR PRO-TEM MADDOX

ABSENT: NONE

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As provided by Resolution No. 237, establishing the procedure for appointing a mayor pro tem, Com'r. Jones was selected by alphabetical rotation to preside at the meeting.

The **Pledge of Allegiance** was led by City of Pekin Firefighters

Roll was called and all commissioners were present.

Agenda
Motion by Com'r. Jones, seconded by Com'r. Dagit, that the **agenda be approved as presented**. On roll call vote, all present voted Aye.

Motion by Com'r. Jones, seconded by Com'r. Dagit, that the **Minutes of the Regular City Council Meeting of November 28, 2005 be approved as written.** On roll call vote, all present voted Aye.

Public Input on Agenda Items
Ed Schwinn 1009 South Capitol Street addressed Council regarding an extension of an agreement to allow a riverboat to moor at the foot of Court Street. He questioned if the new agreement would include fees.
Mr. Schwinn also commented on the Levy to come before the Council. He supported revenues from sales tax rather than increased property taxes.

Consent Agenda
City Clerk Sue McMillan presented the following items under consent Agenda.
Motion by Com'r. Jones, seconded by Com'r. Dagit, that the Consent Agenda be **approved as presented**

1. Receive and File Reports and Minutes: Police, Liquor Commission 11/17/05, Traffic Safety Committee 11/4/05 and 12/2/05, Amended Traffic Safety Committee 10/7/05, Amended Traffic Safety Committee 8/5/05, Building, and T/PCCC

2. Proclamation: Arbor Day April 28, 2006

3. Receive and File the Bids for Outdoor Warning System / CDBG Emergency Siren

CONTRACTOR	BID	OPTION ADDITIONAL CELLS	TOTAL
RAGAN COMMUNICATIONS	$23,995.00	$6,505.00	$30,500.00

4. Receive and File Notice from Com'r. Dagit of Electronic Attendance 1/9/06

5. Receive and File Insight Communications Notice of Pricing Adjustments

6. Resolution No. 130-05/06 - Appointments to Riverway Business Park Review Committee

On roll call vote, all present voted Aye.

Communications, Petitions, Reports
Fire Chief Chuck Lauss presented awards and decoration certificates for individual firefighters who

supported the Hurricane Katrina response and recovery efforts. The Humanitarian Service Awards were by both the Mutual Aid Box Alarm System (MABAS) and Illinois Fire Chiefs Association (IFCA)

New Business

ORDINANCE NO. 2453

AN ORDINANCE MAKING, LEVYING AND ASSESSING MUNICIPAL TAXES IN THE CITY OF PEKIN, TAZEWELL ANDS PEORIA COUNTIES, ILLINOIS, FOR THE FISCAL YEAR FROM MAY 1, 2005 TO APRIL 30, 2006 AND KNOWN AS THE ANNUAL LEVY ORDINANCE

Motion by Com'r. Jones, seconded by Com'r. Dagit that Ordinance No. 2453 be adopted. Finance Director Bob Reis and Treasurer Chic Renner explained to Council the establishment of a tax rate for the 2005 levy. Which would be collected in 2007. The levy was proposed at $4,990,500 and based on preliminary EAV the estimated rate would be $1.3237. On roll call vote, all present voted Aye.

Mr. Reis explained that the following four resolutions that would abate the levy required to pay the principal and interest on each outstanding General Obligation Bond and utilize sales tax dollars from the General and TIF funds to pay the annual payments.

RESOLUTION NO. 126-05/06

TAX ABATEMENT OF ORDINANCE NO. 2324

Motion by Com'r. Jones, seconded by Com'r. Blanchard that Resolution No. 126-05/06 be adopted. On roll call vote, all present voted Aye.

RESOLUTION NO. 127-05/06

TAX ABATEMENT OF ORDINANCE NO. 2386

Motion by Com'r. Jones, seconded by Com'r. Blanchard that Resolution No. 127-05/06 be adopted. On roll call vote, all present voted Aye.

RESOLUTION NO. 128-05/06

TAX ABATEMENT OF ORDINANCE NO. 2387

Motion by Com'r. Blanchard, seconded by Com'r. Dagit that Resolution No. 128-05/06 be adopted. On roll call vote, all present voted Aye.

RESOLUTION NO. 129-05/06

TAX ABATEMENT OF ORDINANCE NO. 2415

Motion by Com'r. Blanchard, seconded by Com'r. Jones that Resolution No. 129-05/06 be adopted. On roll call vote, all present voted Aye.

Motion by Com'r. Blanchard, seconded by Com'r. Jones that the **BID FOR OUTDOOR WARNING SYSTEM / CDBG EMERGENCY SIREN in the amount of $23,995.00 and additional cells in the amount of $6,505.00 be approved and the contract be awarded to Regan Communications**. Pamela Anderson Community Development Director informed Council that one bid was received. Steve Thompson and Chuck Lauss reviewed and recommended the 10 cell addition costs due to the additional audible coverage that would be gained in the industrial and low to moderate income Census Tract area. CDBG budget allocation for the siren project was $30,000.00. On roll call vote, all present voted Aye.

ORDINANCE NO. 1462-A245

AMENDING TITLE 8, CHAPTER 4, SECTION 1, OF THE CODE OF THE CITY OF PEKIN 1995 REGARDING NO PARKING SCHEDULE 18TH STREET @ JAMES ROAD

Motion by Com'r. Blanchard, seconded by Com'r. Dagit that Ordinance No. 1463-A245 be adopted. Com'r. Blanchard introduced the addition of the 50 ft. no parking as recommended by the Traffic Safety Committee for vehicle visibility and safety issues. On roll call vote, all present voted Aye.

Motion by Com'r. Blanchard, that the **SECOND AMENDMENT TO LETTER OF UNDERSTANDING WITH RECREATIONAL RIVER CONCEPTS, INC. be approved**. No second was heard. Motion died for lack of second to bring to the table for discussion.

ORDINANCE NO. 2454
PROVIDING FOR THE ANNEXATION OF CERTAIN TERRITORY TO THE CITY OF PEKIN, TAZEWELL COUNTY, ILLINOIS
(Riverway Business Park – 160 Acres)

Motion by Com'r. Dagit, seconded by Com'r. Jones that Ordinance No. 2454 be adopted. City Manager Dennis Kief advised Council that the ordinance provided for the addition of land into the corporate limits purchased for expansion of the Riverway Business Park. On roll call vote, all present voted Aye.

RESOLUTION NO. 131-05/06
APPOINTMENT OF FRANK H. MACKAMAN

Motion by Com'r. Dagit, seconded by Com'r. Jones that Resolution No. 128-05/06 be adopted. Pursuant to State Statutes and the City Code Mr. Mackaman was appointed to fill the vacancy o the position of Mayor until his replacement was qualified, elected and sworn in. On roll call vote, all present voted Aye.

ANY OTHER BUSINESS TO COME BEFORE THE COUNCIL

Denny Vaughn 2102 Marigold discussed with Council the process of choosing a person to fill the vacancy in the position of mayor. Com'r. Dagit explained that the Council first met with Corporation Counsel to be advised of the statutes regarding the appointment, next met to discuss a Council member filling the position from within, and next to review external interest of qualified candidates.

Com'r. Blanchard thanked the public and those interested persons that he brought forth for consideration in being Mayor.

Reporters from the *Peoria Journal Star and Pekin Daily Time* were given the opportunity to ask questions.

Public Property Director Greg Ranney informed the public that garbage pickup would be one-day late through the holidays. Toters would be mandatory by September 1, 2006.

Com'r Blanchard expressed sorrow in the recent passing of the following:

- Com'r. Massaglia' father
- Dorothy Elliott wife of retired police officer and mother of Officers Brad and Bryan Elliott
- Delores Pruvost wife of retired Police Lt. Gene Purvost.

Com'r. Blanchard requested that the City Manager explain the duties and the accountability of each of the new Treasurer and the Finance Director positions and to report back to Council in 2 weeks how the separation of the department was working.

Com'r. Dagit requested that the Traffic Safety Committee examine the issue of basketball nets on public right of way at the end of driveways and cul-de-sacs.

Com'r. Jones stated that the budget must become Council's a priority now that the position of mayor has been filled.

Mayor Pro-Tem Maddox welcomed the new Mayor along with congratulations from all Council members. Mayor Pro-Tem Maddox expressed concern that an item on the agenda He felt even if the members were not in favor of approval in extending the boat agreement that a second to a motion was in order to allow public discussion and public debate of issues in open session.

Motion by Com'r. Dagit, seconded by Com'r. Jones that Council move to **Executive Session** at 6:30 P.M. to discuss Acquisition of Real Estate 5 ILCS 120/2 (c) 7 and Sale of Property 5 ILCS 120/2 (c) 6. Council recess until the ceremonial installation of the Mayor was complete and the public and the press had the ability to interview. On roll call vote, all present voted Aye.

SWEARING IN OF MAYOR FRANK H. MACKAMAN

City Clerk Sue McMillan administered the Oath of Office to the newly appointed Mayor. Mayor Mackaman addressed the Council and the Public with beginning remarks and his goal for the next 18 months.

The Council met in closed session beginning at 6:45p.m.

No further business to come before the Council, Mayor Mackaman called the meeting closed and a motion was made by Com'r. Dagit, seconded by Com'r. Jones that Council adjourn. On roll call vote, all present voted Aye.

COUNCIL ADJOURNED AT 7:30 P.M.

Sue E. McMillan
City Clerk

City of Pekin

December 7, 2005

Mr. Dennis Kief
Pekin City Manager
Pekin, IL. 61554

Dear Mr. Kief,

I hereby submit to you the Pekin Fire Department November 2005 report.

Chuck Lauss
Fire Chief
City of Pekin Fire Department

During the month of November 2005, the Pekin Fire Department responded to 285 calls total dollar loss was $22,100.00.

Of this total, 203 (approximately 72.33%) were emergency medical calls, 71 were automatic fire alarms, service calls, small hazardous conditions involving no fire, false alarms and 11 involved fires which required extinguishment and/or investigation by fire fighting personnel. Total dollar loss is estimated at approximately $22,100.00 for the month.

On November 5, 2005, Fire Fighters responded to a report of a motorcycle fire at 2010 Lighter Street. Upon arrival found one motorcycle that had been involved in an earlier fire and was extinguished upon arrival. The motorcycle was in the garage when the fire occurred, but there was no damage to the structure. After investigation it was determined that the fire started in the battery area. There was a battery charger hooked up to the motorcycle battery and a sheet over the motorcycle. 12 Fire Fighters responded to the scene and two (2) stations were deferred enroute. There was approximately $10,000.00 in damages.

Charles E. Lauss, *Fire Chief*
3232 Court Street, Pekin, IL 61554 _ Phone (309) 477-2388 _ FAX (309) 346-8792

On November 17, 2005, Fire Fighters responded to a report of a structure fire at 2015 South 2nd Street, Tazewell Machine Works. Upon arrival found fire in the dust collector system outside of the structure. Tower 3 assumed command and stretched a 1 ¾" handline to the area of the fire for extinguishment. Extinguished fire and checked for extension inside the structure and found nothing. Fire contained to the dust collector of the structure. Maintenance personnel stated that they would be tearing the system down within an hour to clean and perform maintenance on the system. Approximate estimate of damages was $10,000.00.

On November 19, 2005, Fire Fighters responded to a report of a structure fire at 1311 Northgate Drive. Upon arrival the Officer in Charge reported smoke coming from the residence. After making entry into the structure Fire Fighters found a small smoldering fire on the mattress in the front bedroom. Fire Fighters extinguished the fire using a 1 ¾" handline. An investigation was completed and determined to be undetermined. Estimated damages were approximately $2,000.00. 12 Fire Fighters responded to the scene.

Total calls for the month of September 2005 were 285 and are as follows:

Fires	11
Rescue and EMS	203
Hazardous Materials	9
Other types of calls	62

Total dollar loss for the month of November was approximately $22,100.00

This is a brief overview of the months' events from the City of Pekin Department. If you have any questions, please feel free to give me a call.

Respectfully Submitted,

Charles E. Lauss
Fire Chief
Pekin Fire Department

Charles E. Lauss, *Fire Chief*
3232 Court Street, Pekin, IL 61554 _ Phone (309) 477-2388 _ FAX (309) 346-8792

City of Pekin

Police Department

PEKIN POLICE DEPARTMENT
END OF MONTH REPORT FOR DECEMBER 2005

Traffic Tickets	415
Warning Tickets	449
Offenses	343
Arrests	186
Parking tickets	443
STOPS	756

Break down of Parking Tickets

Abandoned Vehicle	5
Fire Lane	7
No Parking Light	121
Handicapped	10
Improper Parking	23
Restricted Parking	238
No Parking Zone	36
Fire Hydrant	2
Abandoned traffic haz	0
Bus Zone	0
Meter violation	1
TOTAL	443

Sonia R. Hess • Parking Enforcement Division • 111 S. Capitol • Pekin, IL 61554

CITY OF PEKIN
POLICE DEPARTMENT
TIMOTHY M GILLESPIE, CHIEF
400 MARGARET PEKIN, IL. 61554
PHONE 309/346-3132
FAX # 309/346-532

JANUARY 4,2006

Mr. Dennis Kief
Pekin City Manager
Pekin, Illinois 61554

Dear Sir:

I submit, herewith, the Pekin Police Department DECEMBER 2005 report.

Respectfully,

Timothy M. Gillespie
Chief of Police
Pekin Police Department

Circuit Clerk Fines	$ 19,769.22
Drug and Dui Equip	700.20
Parking Enf	6,800.00
Copy Money	460.00
TOTAL	$27,729.42

Accident	115
Property Damage	11
Hit and Run	20
Bike	1
Pedestrian	0
Fatals	0
Injured	21

City of Pekin

Finance Department

TO: Council Member Dagit,

FROM: Robert A. Reis, Sr., Finance Director

SUBJECT: Cash and Investments as of November 30, 2005

DATE: December 19, 2005

Per your request, the following is provided:

Cash & Investments	Operating	Money Market	Treasury's	Certificates	TOTAL
As of Nov. 30, 2005	$1,201,046.02	$3,632,342.22	$999,771.17	$10,553,844.03	$16,387,003.444
	7.33%	22.2 %	6.1%	64.4 %	100.0 %
Average Interest Rate	3.420 %	3.865 %	3.615 %	3.848 %	3.806 %

INSTITUTION	AMOUNT	PERCENT	AVG INT RATE
Associated Bank	$ 1,000,000.00	6.1%	3.600 %
Busey Bank	$ 1,000,000.00	6.1%	3.600 %
Commerce Bank	$ 6,999,771.17	42.7 %	3.986 %
Herget Bank	$ 2,754,890.05	16.8 %	3.578 %
Pekin Savings Bank	$ 1,000,000.00	6.1 %	3.896 %
US Bank (IPTIP)	$ 3,632,342.22	22.2 %	3.865 %
TOTAL	$16,387,003.44	100.0 %	3.806 %

If you have any further questions, do not hesitate to contact me.

Respectfully,

cc: Denny Kief, City Manager
Sue E. McMillan, City Clerk
Charles H. Renner, Treasurer

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NOTE: New listings in italics.			
PROJECT	STATUS	DESCRIPTION	CONTACT
Veterans Drive:			
Rt. 29 to Commercial Dr.	Prelim Design	Awaiting funding. Receive ROW from the FBOP	Joe
Broadway to I474	Prelim Design	Awaiting funding. Public hearing held, assessing comments.	Denny
I474 Interchange	Prelim Design	Continuing justification reports.	Denny
IDOT Funded Projects:			
Broadway-Parkway Intersection	Design	Intersection Design Study in for review by IDOT	Joe
Schramm to Veterans Drive	Prelim Design	County leading this project. FY2008	Denny
14th - Park Ave Intersection	Design	Installing signals and reworking intersection. Bid January 2006	Joe
Forest Dr. - Court St.	Awaiting Funds	Design study complete.	Denny
Riverfront:			
Restroom Facility	Design	Working on design to remodel existing Sours Bldg.	Joe
West Boat Ramp	Prelim Design	Grant received for area improvements.	Denny
Pekin Lake	Planning	US Army Corps study ongoing.	Joe
Street Maintenance:			
Seal Coat 2005	Complete		Dave
Brick Streets	Ongoing		Dave
Commercial Projects:			Ron
Helig-Meyers Bldg	Partial	Goodwill open in half with nothing planned for remainder of building.	Ron
East Court Village I:	Design	Former Pekin Mall property.	Ron
Starbucks	Design	Reviewing plans for facility. To be located next to Bob Evans where ATM is.	Ron
Relocate ATM	Design	ATM to move to different place.	
Outlot E	Planning	One unit open still nothing on the remainder.	Ron
Units still Available	Design	*CiCi's Pizza & US Cellular planned to move in.*	Ron
Outlot F	Construction	Three units. Verizon store slated for one.	Ron
East Court Village II:	Design	Former SHOPKO Building. Review proposals as received.	Ron
Steak N Shake	Hold	This project is currently on hold.	Ron
WalMart:			
Existing Strip Center Bldg.	Design	Two new stores. UPS Store and CATO's.	Ron
Murphy Oil	Construction	New ATM station	Ron
Outlot 2	Design	Potential client negotiating for this lot.	Ron
Outlot 3:	Design	Nothing new has been proposed for this facility at this time.	Ron
Sunset Plaza		Behind Walgreen's on Court	
Quizno's	Construction	New sandwich shop	Ron

Cingular	Construction	New Cell phone dealer	Ron
Retail Building - Lakeshore Dr.	Construction	Complete - Open	Ron
Trouble Free Plumbing/HVAC	Construction	Building new facility at site of former Bloompot Florist.	Ron
Hardee's Bldg - Court/Parkway	Design	Potential client negotiating for this building.	Ron
Taco Bell Bldg - Court/18th	Construction	Remodeling for new candy store business	Ron
Antonini's Train Depot	Construction	New offices/shops planned	Ron
NAPA Auto Bldg - 5th/Ann Eliza	Design	Remodeling for new businesses	Ron
Italian Restaurant - N 8th	Construction	Remodeling for new business	Ron
Mountain Mudd	Construction	N. 8th St is open and County Market early Jan 06	Ron
Gingoteague General Store	Re-opening	New owner	Ron
Aventine	Construction	Beginning major expansion of existing facility.	Ron
Amerhart	Construction	New facility in Riverway Business Park	Ron
WinPak	Design	Working on new development for the Business Park	Ron
Tazewell County Credit Union	Construction	Work under way on the drive thru	Ron
West Campus	Prelim Design	Working on proposed Gateway Center.	Denny
Parkway Storm Sewers	Study	Reviewing existing ditch to receive water for capacity. Need heavy rain.	Joe
Pekin Boat Club Dredging	Bidding	Private dredging of channels around the club.	Ron
Pekin Hospital	Construction	Upgrading 8th floor pediatrics center and LDR Facility on 2nd & 3rd floors.	Ron
McKenzie Building	Construction	Remodeling former cell areas for offices	Ron
Pekin Library	Design	future expansions being looked at	Ron
Tazewell Machine	Construction	New addition	Ron
Burling & Son Excavating	Construction	New building to facility	Ron
Velde Ford	Construction	Addition and remodel	Ron
Dragon's Dome	Construction	Concession stand for outdoor ball fields	Ron
Subdivisions:			
Deerfield Sections 1, 2, & 3	Construction	Continuing to build homes	Ron
Deerfield Section 4	Construction	Working on streets and utilities. 26 homes	Ron
Marigold 9A	Construction	Continuing to build homes	Ron
Marigold 10 & 11	Construction	Continuing to build homes. 22 homes	Ron
Marigold 12	Design	Preliminary plat review this month. 27 homes	Ron
Velde Dr.	Construction	Agreement with developer for completing road.	Ron
Lutticken's Cove	Construction	Continuing to build homes. Nothing more on the next section	Ron
Lake Whitehurst	Construction	Continuing to build homes	Ron
Sunset Hills 30, 31, & 32	Construction	Continuing to build homes	Ron
Lake Kennedy	Construction	Continuing to build homes	Ron

Lakeshore Condos	Construction	New 11 unit condo project	Ron
Sunset Lake Estates	Construction	Ready to start construction. 42 homes	Ron
Hickory Hills 1 thru 4	Construction	Continuing to build homes	Ron
Hickory Hills 5	Construction	Plans for next addition approved	Ron
Sierra Drive	Construction	Building homes.	Ron
Jill Dever Lane	Construction	Building homes. 3 homes	Ron
Gingoteague #5	Construction	Building homes. 40 homes	Ron

ınimal Counts Brought in by Wardens between December 1, 2005 and December 31, 200

City	Warden	Origin	PickUp Site	PickUp Dat	Species	Breed	Disposition	Days	Log #
Pekin									
	Vogel	City	501 HENRIETTA	12/9/2005	Dog	SHAR PEI X	R	0	60037
	Vogel	City	309 N. 7TH	12/9/2005	Dog	SHEP	E	7	60042
	Hoyland	City	514 N 12TH ST	12/31/2005	Dog	SHAR PEI X SHEP			60168
	Mooney	City	2500 BROOKLAWN	12/4/2005	Dog	BLK	A	5	60012
	Hoyland	City	343 S. CAPITAL	12/31/2005	Dog	PIT			60169
	Vogel	City	14 TH AND MATILDA CB CMITH	12/7/2005	Dog	HUSKY	R	1	60023
	Hoyland	City	3RD AND HENRIETTA	12/30/2005	Dog	GERMAN SHORT	E	0	60166
	Hoyland	City	14 TH AND WILLOW	12/10/2005	Dog	LAB X	E	9	60049
	Vogel	City	505 CHESTNUT	12/12/2005	Cat	DLH	E	2	60052
	Vogel	City	1901 KARO	12/8/2005	Cat	DSH	E	8	60027
	Vogel	City	303 AMANDA	12/12/2005	Cat	DMH			60055
	Hoyland	City	1422 S 11TH	12/30/2005	Dog	SHIH TZU			60165
	Vogel	City	1213 N 4TH	12/19/2005	Dog	BEAGLE	REL	11	60107
	Hoyland	City	2000 BLK OF COURT	12/30/2005	Dog	LAB			60154
	Vogel	City	2110 DOMINION	12/2/2005	Cat	DLH	E	3	60008
	Vogel	City	2110 DOMINION	12/1/2005	Cat	DSH	E	1	60001
	Mooney	City	1500 CATHERINE	12/30/2005	Dog	LAB	R	0	60153
	Hoyland	City	2211 SHERIDAN RD	12/28/2005	Dog	LAB X	R	0	60146
	Vogel	City	1901 KARO	12/8/2005	Cat	DSH	E	13	60028
	Mooney	City	223 SUUNYRIDGE	12/27/2005	Dog	HUSKY	R	1	60144
	Vogel	City	1901 BROADWAY	12/14/2005	Cat	DMH	E	8	60071
	Vogel	City	2420 MAYWOOD	12/20/2005	Cat	DSH	E	2	60115
	Vogel	City	1308 WILLOW	12/22/2005	Dog	LAB	R	1	60125
	Vogel	City	PEKIN PARK	12/1/2005	Dog	SHEP	R	2	60004
	Vogel	City	2110 DOMINION	12/5/2005	Cat	DSH			60015

Total Dogs picked up in Pekin: 16

Total Cats picked up in Pekin: 9

Total Others picked up in Pekin: 0

ıimal Counts Brought in by Individuals between December 1, 2005 and December 31, 20

City	In By	Origin	PickUp Site	PickUp Dat	Species	Breed	Disposition	Days	Log #
Pekin									
	Individua	City	1211 BLACK	12/19/2005	Dog	COCKER	E	9	60105
	Owner R	City	905 COOLIDGE	12/6/2005	Cat	DSH	E	6	60018
	Individua	City	2315 BROADWAY	12/6/2005	Cat	DSH	E	6	60020
	Individua	City	1324 S. 2ND ST	12/6/2005	Cat	DSH	E	8	60021
	Owner R	City	306 WINTER	12/13/2005	Cat	DSH	E	1	60064
	Individua	County	1604 MARTIN DR	12/13/2005	Dog	LAB X	E	8	60065
	Owner R	City	1402 LORETTA	12/15/2005	Cat	DMH	A	6	60074
	Individua	City	505 CHESTNUT	12/15/2005	Cat	DLH	E	1	60082
	Individua	City	505 CHESTNUT	12/15/2005	Cat	DLH	E	1	60083
	Owner R	City	905 COOLIDGE	12/6/2005	Cat	DMH	A	8	60017
	Owner R	City	2408 BIRCH ST	12/16/2005	Cat	DSH	E	0	60089
	Individua	City	1507 CHARLOTTE	12/30/2005	Cat	DSH	E	0	60163
	Owner R	City	2408 BIRCH	12/20/2005	Cat	DSH	E	1	60113
	Owner R	City	405 HERMAN ST	12/20/2005	Dog	SHEP X	E	1	60117
	Owner R	City	2408 BIRCH	12/21/2005	Cat	DSH	E	1	60120
	Individua	City	216 HAMILTON	12/22/2005	Cat	DMH	E	8	60123
	Owner R	City	2408 BIRCH ST	12/27/2005	Cat	DSH	E	1	60139
	Individua	City	3701 ALLENTOWN	12/29/2005	Dog	LAB/SHEP			60149
	Owner R	City	1454 SUMMIT	12/29/2005	Dog	AUST SHEP X HE	A	1	60151
	Owner R	City	2408 BIRCH	12/30/2005	Cat	DSH	E	0	60160
	Individua	City	505 CHESTNUT	12/15/2005	Cat	DLH	E	1	60084

Total Dogs picked up in Pekin: 5

Total Cats picked up in Pekin: 16

Total Others picked up in Pekin: 0

Tazewell / Pekin Consolidated Communications Center
1130 Koch St. Pekin, IL 61554 • Office (309) 478-5410 Fax (309) 477-2302

TPCCC MONTHY STATISTICAL REPORT

Month December 2005

Number of phone calls received 22,276

Number of 9-1-1 Calls 1854 *

Number of calls dispatched (all agencies) 4088

***= Included in total # 0f calls received**

Additional Comments:

TOTAL NUMBER OF PHONE CALLS ANSWERED IN 2005 312,075

TOTAL NUMBER OF 9-1-1 CALLS ANSWERED IN 2005 21,790

TOTAL NUMBER OF CALLS DISPATCHED TO PEKIN POLICE IN 2005 21,126

TOTAL NUMBER OF CALLS DISPATCHED TO PEKIN FIRE DEPT. IN 2005 3359

TOTAL NUMBER OF CALLS DSIPATCHED TO ALL AGENCIES IN 2005 54,500

Steven F. Thompson, ENP
Director

BUILDING REPORT 2005

MONTH	DWELLINGS		GARAGES		MULTI-FAMILY		COMMERCIAL		COMMERCIAL REMODELING		RESIDENTIAL REMODELING		MISC.		RESIDENTIAL DEMOLITIONS		COMMERCIAL DEMOLITIONS		BUILDING DOLLARS	BLDG PERMITS
JANUARY	2.00	$419,750	2.00	$21,520	2.00	$265,000	3.00	$835,000	4.00	$554,000	6.00	$109,000	1.00	$12,000	0.00	0.00 #	0.00	0.00	$2,216,270	20.00
FEBRUARY	5.00	$908,850	1.00	$2,880	2.00	$270,000	5.00	$573,000	0.00	$0	8.00	$77,032	10.00	$93,910	1.00	0.00	2.00	9,730.00	$1,935,402	34.00
MARCH	11.00	$2,168,250	4.00	$36,980	0.00	$0	4.00	$1,546,000	4.00	$15,000	9.00	$72,408 #	25.00	$84,604	0.00	0.00	0.00	0.00	$3,923,242	57.00
APRIL	4.00	$851,250	8.00	$81,000	2.00	$255,000	1.00	$40,000	0.00	$0	14.00	$133,709	37.00	$69,342	3.00	3,400.00	0.00	0.00	$1,433,701	69.00
MAY	5.00	$1,164,000	2.00	$20,000	19.00	$2,226,750	4.00	$56,400	1.00	$14,000	28.00	$334,523	46.00	$76,013	1.00	0.00	1.00	0.00	$3,891,686	107.00
JUNE	8.00	$1,376,250	5.00	$42,980	1.00	$125,000	3.00	$1,449,000	2.00	$252,000	0.00	$0	26.00	$123,064	0.00	0.00	0.00	0.00	$3,368,294	45.00
TOTAL 6 MO	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
JULY	6.00	$566,341	2.00	$12,800	3.00	$368,625	1.00	$36,000	1.00	$60,000	12.00	$79,163	27.00	$69,122	0.00	0.00	0.00	0.00	$1,192,051	52.00
AUGUST	10.00	$1,473,550	6.00	$57,720	0.00	$0	3.00	$85,000	2.00	$69,000	17.00	$130,354	21.00	$59,872	0.00	0.00	1.00	5,400.00	$1,880,896	60.00
SEPTEMBER	9.00	$1,627,500	9.00	$99,840	0.00	$0	1.00	$15,000	3.00	$331,000	26.00	$192,177	20.00	$78,594	0.00	0.00	0.00	0.00	$2,344,111	68.00
OCTOBER	5.00	$1,170,000	7.00	$82,020	2.00	$294,000	0.00	$0	3.00	$33,000	22.00	$320,130	19.00	$20,215	0.00	0.00	0.00	0.00	$1,919,365	58.00
NOVEMBER	5.00	$687,500	3.00	$31,680	2.00	$300,000	9.00	$1,304,465	7.00	$158,000	9.00	$70,327	16.00	$27,915	2.00	5,000.00	0.00	0.00	2,584,887.00	53.00
DECEMBER	2.00	$251,250	0.00	$0	0.00	$0	4.00	$194,100	4.00	$262,436	4.00	$61,500	2.00	$2,800	1.00	3,000.00	0.00	0.00	$775,086	17.00
TOTAL 6 MO	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
YEAR	72	$12,664,491	49.00	$489,420	33.00	$4,104,375	38.00	$6,133,965	31.00	$1,748,436	155.00	$1,580,323	250.00	$717,451	8.00	11,400.00	4.00	15,130.00 0.00	$27,464,991	640.00

Insight

Insight Communications • 3517 N. Dries Lane • Peoria, IL 61604

December 22, 2005

received
12/27/05 - DK
1/3/06 Consent Agenda

City Manager Dennis Kief
111 S. Capitol Street
Pekin, IL 61554

Dear City Manager Kief,

In our continuing effort to keep you informed, I am writing today to announce that Insight will be adding 'PBS Create' to our digital channel line-up, effective January 9, 2006.

We intend to add PBS Create, as provided by WTVP on channel 141. PBS Create is a family friendly network dedicated to educational creativity. This programming will be available free to all digital subscribers or customers who have televisions with digital televisions with a digital tuner. We look forward to working with WTVP in providing this new Public Broadcasting Service channel to the Peoria market.

We also wanted to remind you that the digital network 'TRIO' will be changing to 'Sleuth Network' on January 1, 2006, Sleuth will be available to all customers that received Trio. This change was initiated by the network. Universal HD is becoming part of our HD pack (high definition pack). We will also be dropping Fox Sports Chicago (Ch. 58) from our channel lineup. This is in large part due to the repetitive programming provided to Fox Sports Midwest and the fact that the major Chicago sports teams have moved to Comcast Sports Chicago (Ch. 56).

As always, we appreciate the opportunity to serve your citizens. If you have any questions about this launch or any other aspect of our service, please do not hesitate to contact me at 309-342-9203.

Sincerely,

Kim Sheetz

Kim Sheetz
Dist. Public & Gov't. Affairs Manager

Lake Arlann Restoration Project

Final Completion Report

December 2005

Cochran & Wilken, Inc.

5201 South Sixth Street Road, Springfield, IL 62703-5143
1339 Walnut Street, Murphysboro, IL 62966-2026

132– 05/06

RESOLUTION NO.

January 9, 2006

PEKIN, ILLINOIS,

RESOLUTION BY COMMISSIONER

BE IT RESOLVED BY THE COUNCIL OF THE CITY OF PEKIN, ILLINOIS, THAT:
the Mayor's re-appointment of Carl Jordan to the Pekin Housing Authority Board for a five year term ending January 14, 2011, is approved.

SIGNED BY

MAYOR.

133-05/06

RESOLUTION NO.

January 9, 2006

PEKIN, ILLINOIS,

RESOLUTION BY COMMISSIONER

BE IT RESOLVED BY THE COUNCIL OF THE CITY OF PEKIN, ILLINOIS, THAT:
the Mayor's assignments of the following named Council members to the respective committees set opposite their names as liaison are hereby accepted and approved.

Commissioner Dagit	Citizens Review Committee for Community Development Block Grant Rehab Program
Commissioner Dagit	Loan Review Committee
~~Commissioner Blanchard~~	~~Housing Board~~

SIGNED BY

MAYOR.

Pekin Planning Commission Minutes
December 14, 2005

Present:
Jim Bradshaw
Doug Payne
Ron Knautz
Don Hild, Chairman
Ralph Brower

Absent:
Dick Jost
Bob Schroeder
Sue Ramirez
Michelle Holder

Staff Present: Attorney Dancey, Joe Wuellner and Ron Sieh

Chairman Don Hild led the Pledge of Allegiance.

The regular meeting of the Pekin Planning Commission was called to order and a quorum declared.

Chairman Don Hild asked for approval of the Agenda with corrected wording of November minutes not October minutes.

MOTION by Ralph Brower, Seconded by Ron Knautz to approve the agenda as corrected. On roll call vote, all present voted **AYE. MOTION APPROVED.**

Chairman Don Hild asked for approval of the minutes.

MOTION by, Ron Knautz seconded by Doug Payne that the minutes be approved for the November 9, 2005 meeting. On roll call vote, all present voted **AYE. MOTION APPROVED.**

City Council Action Report: The Hearings from the November meeting did not require action before the City Council.

PPC Correspondence: No Correspondence

Applications and Hearings:

Application #1: **William J Leman, Trustee for LTR Land Trust**

Hearing #1: Preliminary Plat Review for Hickory Hills Estates Section five and rezoning of property from R-E (Single Family Estate District) to R-2 (One Family Residential District)

Open Public Hearing: 6:37PM

Bill Lehman was for questions.

Close Public Hearing: 6:42PM

Ralph Brower asked for clarification as to the zoning change.

Bill Lehman stated that the current homeowners requested curbs and gutters. This would also enhance the esthetics.

Doug Payne questioned why R-2 and not R-1 as the lots meet the requirements for R-1.

Ron Sieh stated it is basically for the setback requirement.

Rezoning Review Chairman, Doug Payne.

MOTION by Ralph Brower, seconded by Ron Knautz to recommend Approval for rezoning of property from R-E (Single Family Estate District) to R-2 (One Family Residential District) to the Pekin City Council On Roll Call vote, All present voted **AYE. MOTION APPROVED.**

Due to the absence of Subdivision Plat Review Chairman, Dick Jost the Chairman Don Hild turned it over to the Commission.

MOTION by Ron Knautz, seconded by Doug Payne to recommend Approval of the Preliminary Plat for Hickory Hills Five to the Pekin City Council On roll call vote, All present voted **AYE. MOTION APPROVED.**

Application #2: Miller, Hall & Triggs, Legal Representative

Hearing #2: Special Use to Relocate an ATM located on Court Street in the East Court Village, LLC

Open Public Hearing: 6:54PM

Allison Keers-Sanchez was present to answer questions

Close Public Hearing: 6:56PM

Special Use Review Chairman, Ralph Brower

MOTION by Ralph Brower, seconded by Doug Payne to Recommend Approval for the Special Use to relocate the ATM located on Court Street in the East Court Village To the Pekin City Council, On Roll Call, All present Voted **AYE**. **MOTION APPROVED.**

Due to the absence of the Site Plan Chairman Bob Schroeder, Chairman Don Hild turned it over to the Commission.

MOTION by Doug Payne, seconded by Ron Knautz to Recommend Approval of the Site Plan to relocate the ATM located on Court Street in the East Court Village To the Pekin City Council, On Roll Call, All present Voted **AYE**. **MOTION APPROVED.**

Hearing #3: Amending the Zoning Ordinance 10-5-2 of the City of Pekin to include Cul-de-sacs

Open Public Hearing: 6:58PM

Close Public Hearing: 6:58PM

Ordinance Changes Review Chairman Jim Bradshaw

MOTION by Jim Bradshaw, seconded by Doug Payne to Recommend Approval for amending the Zoning Ordinance 10-5-2 of the City of Pekin to include Cul-de-sacs To the Pekin City Council, On Roll Call, All present Voted **AYE**. **MOTION APPROVED.**

Hearing #4: Zoning Changes to Non-Conforming Uses

Open Public Hearing: 7:07PM

Close Public Hearing: 7:14PM

Ordinance Changes Review Chairman Jim Bradshaw

Attorney Dancey gave a brief explanation what the change would allow. This would allow the owner to reconstruct if the property is of Single Family Residential Use and structure and was zoned residential at the time of construction and is now zoned a business class but the area is still substantially residential and not just one lot. This would solve the issues with mortgage and insurance companies.

Attorney Dancey added wording to the ordinance to limit additions and garages after Jim Bradshaw inquired if this would be allowed.

MOTION by Jim Bradshaw, seconded by Doug Payne to Recommend Approval for amending the Zoning Changes to Non-Conforming Uses of the City of Pekin To the Pekin City Council, On Roll Call, All present Voted **AYE**. **MOTION APPROVED.**

MOTION by Ralph Brower, seconded by Ron Knautz to Amend the original motion to state that (Except reconstruction may be done where the non-conforming use and structure is a single family residential use and structure, which was lawful at the time of construction but is now non-conforming as a result of the zoning classification subsequently adopted, where by the area was changed to a business class and where by the area or sub portion of the changed area remains substantially residential, and where the property is a part of multiple grouping of lots.) for amending the Zoning Changes to Non-Conforming Uses of the City of Pekin To the Pekin City Council, On Roll Call, All present Voted **AYE**. **MOTION APPROVED.**

Informal Discussion took place regarding Amerhart, Ltd moving into the River way Business Park which is in the PUD Zone.

MOTION by Ron Knautz to adjourn the meeting.

Meeting adjourned at 7:42pm.

Juanita VanBuskirk, Secretary
Pekin Planning Commission

Pekin Planning Commission
December 14, 2005

HEARING #05-1691

The Pekin Planning Commission recommends to approve, the Preliminary Plat for William J Leman, Trustee for LTR Land Trust of property known as Hickory Hills Estates Section Five and the rezoning of said property from R-E (Single Family Estate District) to R-2 (One Family Residential District) to the Pekin City Council.

Don Hild, Chairman

Dick Jost, Vice-Chairman

Pekin Planning Commission
December 14, 2005

HEARING #05-1692

The Pekin Planning Commission recommends to approve, the petition for a Special Use to Relocate an ATM with Property Tax I.D. #11-11-07-307-017 and #11-11-07-307-008 located on Court Street in the East Court Village, L.L.C. to the Pekin City Council.

____
Don Hild, Chairman

____
Dick Jost, Vice-Chairman

Pekin Planning Commission
December 14, 2005

HEARING #05-1693

The Pekin Planning Commission recommends to approve, the Site Plan to Relocate an ATM with Property Tax I.D. #11-11-07-307-017 and #11-11-07-307-008 located on Court Street in the East Court Village, L.L.C. to the Pekin City Council.

Don Hild, Chairman

Dick Jost, Vice-Chairman

Pekin Planning Commission
December 14, 2005

HEARING #05-1694

The Pekin Planning Commission recommends the approval of the **Amendment of Zoning Ordinance 10-5-2 of the City of Pekin to include Cul-de-sacs** to the Pekin City Council.

____
Don Hild, Chairman

____
Dick Jost, Vice-Chairman

Pekin Planning Commission
December 14, 2005

HEARING #05-1695

The Pekin Planning Commission recommends the approval of the **Zoning Changes to Non-Conforming Uses, City of Pekin** to the Pekin City Council.

Don Hild, Chairman

Dick Jost, Vice-Chairman

WHEREAS, Dr. Martin Luther King, Jr. devoted his life to the advancement of civil rights and public service; and

WHEREAS, citizens of Illinois and across the country honor Dr. King's legacy each year in January; and

WHEREAS, Dr. King recognized that everybody can be great because everybody can serve, and, during his lifetime, encouraged all Americans to serve their neighbors and their communities; and

WHEREAS, Martin Luther King Day focuses on bringing people together and breaking down the barriers that have divided us as a nation; and

WHEREAS, thousands of Illinois residents will commemorate the significance of Martin Luther King Day by performing community service that benefits communities and neighborhoods, and provides a fitting memorial to the life of Dr. Martin Luther King, Jr.

NOW, THEREFORE, BE IT RESOLVED that I, FRANK H. MACKAMAN, Mayor, City of Pekin, Illinois, do hereby proclaim January 16, 2006, as

"DR. MARTIN LUTHER KING JR. DAY"

in the City of Pekin, Tazewell County, Illinois, urge citizens to recognize it as a day of service throughout Illinois, as well as a day to honor this profound and influential civil rights leader.

ADOPTED, this 9th day of January, in the Year of Our Lord, Two Thousand and Six.

FRANK H. MACKAMAN
Mayor

ATTEST:

SUE E. MCMILLAN
City Clerk

CITY OF PEKIN, ILLINOIS

ANNUAL FINANCIAL STATEMENTS

FOR THE YEAR ENDED APRIL 30, 2005

CITY OF PEKIN, ILLINOIS
ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED APRIL 30, 2005

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CITY OF PEKIN, ILLINOIS
ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED APRIL 30, 2005

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WILLOCK WARNING & CO., P.C.
CERTIFIED PUBLIC ACCOUNTANTS

23 OLT AVENUE
PEKIN, ILLINOIS 61554

TELEPHONE (309) 347-3152
FAX (309) 347-3153

INDEPENDENT AUDITOR'S REPORT

To the City Council
City of Pekin, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Pekin, Illinois as of and for the year ended April 30, 2005, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City of Pekin, Illinois, management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Pekin, Illinois, as of April 30, 2005, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with "Government Auditing Standards", we have also issued our report dated October 19, 2005, on our consideration of the City of Pekin, Illinois' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing on internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with "Government Auditing Standards" and should be considered in conjunction with this report in considering the results of our audit.

The management's discussion and analysis and budgetary comparison information on pages 3 through 11 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Pekin, Illinois, basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is also not a required part of the basic financial statements of the City of Pekin, Illinois. The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Willock Warning & Co, PC

Willock Warning & Co., P.C.

Pekin, Illinois
October 19, 2005

City of Pekin
Finance Department

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR FISCAL YEAR ENDED APRIL 30, 2005

The City of Pekin's (the "City") Management's Discussion and Analysis is designed to assist the reader in focusing on significant issues, provide an overview of the City's financial activity, identify changes in the City's financial position (it's ability to address future challenges), identify any material deviations from the financial plan (the approved budget), and identify individual fund issues.

As Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes, and currently known facts, please read it in conjunction with the accompanying transmittal letter and the City's financial statements.

USING THE FINANCIAL SECTION OF THE ANNUAL AUDIT REPORT

Prior to 2004, the primary focus of local governmental financial statements has been summarized on a current financial resource basis. This approach has been modified by Government Accounting Standards Board (GASB) Statement No. 34 whereby the City's financial statements present two kinds of statements, each with a different snapshot of the City's finances.

The new financial statement's focus is on both the City as a whole (government-wide) and on the major individual funds. While both perspectives (government-wide and major fund) may allow the reader to address relevant questions and broaden basis for comparisons, they may be frustrating as they present information in a new way. Because of the burden in converting to the new format, GASB 34 did not require the financial statements to be prepared retrospectively. Beginning this year, comparison information is available making the new statements more informative.

Financial Highlights

In the General Fund actual revenues exceeded budget by $1,722,000 (10.0%) as compared to FY 2004's $660,000 (4.1%). This was due primarily to the recovery of the various taxes, i.e., replacement, income, sales and use, local motor fuel and telecommunications. These increases offset the reduction in the rental and sale of property of $313,000.

The expected increase in EAV (10 year average = 6.9%) was offset by state mandated increases in the homestead and senior citizen exemptions that caused the city's EAV to increase only 0.3%. The overall effect was that for the average homeowner, their share of the tax increase was not offset by the overall increase in EAV.

Overall expenditures for the General Fund exceeded the budget by $2,284,241 (14.5%). $2.1 million of the unfavorable balance was due to capital outlay and was offset by two bond issues and the refinancing of the 93A TIF Refunding GO Bonds. At April 30, 2005, the City had borrowed $1.6 million of a maximum $2.95 million GO bond through the Herget Bank for vehicles ($1.2 million) and $400 thousand for the new river front park. In March, the City issued a GO Bond for $1.12 million through the Morton Community Bank for the purchase of land for the future expansion of the Riverway Business Park.

Government-Wide Financial Statements

The government-wide financial statements (see pages 12-15) are designed to be more private industry-like, in that all governmental and business-type activities are consolidated into columns, which add to a total for the Primary Government. The focus of the Statement of Net Assets is designed to be similar to bottom line results for the City and its governmental and business-type activities. This Statement combines and consolidates governmental funds' current financial resources (short-term spendable resources) with capital assets and long-term obligations using the accrual basis of accounting and economic resources measurement focus.

Following are two year comparisons of those statements, to allow the reader to see the direction that the city is going from a fiscal standpoint.

FUND FINANCIAL STATEMENTS

	FY 2004 (in Thousands)					FY 2005 (in Thousands)			
	Governmental Activities 04	Business-type Activities	Total	Component Unit		Governmental Activities 05	Business-type Activities	Total	Component Unit
Current Assets	$ 20,194	$ 952	$ 21,146	$ 105		$ 22,144	2,071	24,215	99
Noncurrent Assets	22,209	17,797	40,007	699		25,846	17,375	43,221	612
Assets	42,403	18,749	61,153	804		47,990	19,445	67,436	711
Current Liabilities	4,032	1,851	5,884	266		4,963	1,792	6,755	274
Noncurrent Liabilities	2,295		2,295	196		4,954		4,954	130
Liabilities	6,327	1,851	8,179	462		9,918	1,792	11,710	404
Investment in Capital Assets (net of related debt)	20,766	14,530	35,296	425		19,210	14,022	33,231	403
Restricted	4,619		4,619	(83)		4,965		4,965	
Unrestricted	10,692	2,368	13,059			13,898	3,632	17,529	(96)
Net Assets	$ 36,076	$ 16,898	$ 52,974	$ 342		38,072	17,653	55,726	307

111 South Capitol Street, Pekin, IL 61554-4188 ✤ Phone (309) 477-2305 ✤ FAX (309) 346-2095 ✤ breis@ci.pekin.il.us

STATEMENT OF ACTIVITIES

	FY 2004 (in Thousands)					FY 2005 (in Thousands)			
	Governmental Activities 04	Business-type Activities	Total	Component Unit		Governmental Activities 05	Business-type Activities	Total	Component Unit
REVENUES:									
Program Revenues:									
Grants & Contributions	$ 931	$ 147	$ 1,078			$ 880	$ 153	$ 1,034	
Charges for Services	1,593	3,643	5,235	$ 1,089		1,414	4,406	5,820	$ 1,135
General Revenues									
Taxes	17,877		17,877			20,171		20,171	
Grants & Contributions									
Interest	121	1	122			197	8	205	
Other	535		535			628		628	
TOTAL REVENUES	21,057	3,791	24,848	1,089		23,290	4,567	27,858	
EXPENSES									
Government Activities	22,107		22,107			21,522		21,522	
Business type Activities		3,652	3,652				3,584	3,584	
Component Unit				1,132					1,171
TOTAL EXPENSES	22,107	3,652	25,759	1,132		21,522	3,584	25,106	1,171
Transfers In / (out)	164	(164)				228	(228)		
CHANGE IN ASSETS	$ (887)	$ (25)	$ (912)	$ (43)		$ 1,996	$ 755	$ 2,751	$ (36)

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CAPITAL ASSETS - Statement of Capital Assets

	FY 2004 (in Thousands)			FY 2005 (in Thousands)	
	Balance April 30, 2003	Additions/Deletions	Balance April 30, 2004	Additions/Deletions	Balance April 30, 2005
Governmental Activities					
Capital assets not being depreciated:					
Land	$9,194	$8	$9,202	$ 2,118	$ 11,320
Capital assets being depreciated:					
Buildings	9,467	465	9,932	447	10,380
Infrastructure		2,067	2,067	1,124	3,191
Machinery & Equipment	3,173	88	3,261	28	3,290
Vehicles	5,450	184	5,634	898	6,532
Library Books	1,093	119	1,212	93	1,306
TOTAL Capital assets being depreciated	19,183	2,923	22,106	2,591	24,698
Less accumulated depreciation for:					
Buildings	1,276	198	1,474	207	1,681
Infrastructure		103	103	157	261
Machinery & Equipment	2,353	169	2,522	160	2,682
Vehicles	3,985	370	4,355	434	4,789
Library Books	536	109	645	113	759
TOTAL Accumulated depreciation	8,150	949	9,099	1,072	10,171
NET Capital assets being depreciated	11,033	1,974	13,007	1,519	14,526
NET Governmental activities capital assets	$20,227	$1,982	$22,209	$3,637	$25,846
	Balance April 30, 2003	Additions/Deletions	Balances April 30, 2004	Additions/Deletions	Balance April 30, 2005
Business-Type Activities					
Capital assets not being depreciated:					
Land	$ 250		$ 250		$ 250
Capital assets being depreciated:					
Land Improvements	752	$ 7	759		759
Buildings	425		425		425
Machinery & Equipment	19,950	77	20,027	$ 163	20,190
Vehicles	2,778	89	2,867	88	2,954
TOTAL Capital assets being depreciated	23,905	173	24,078	173	24,078
Less accumulated depreciation for:					
Land Improve	506	39	545	39	585
Buildings	401	2	403	2	406
Machinery & Equipment	5,964	584	6,548	583	7,130
Vehicles	2,138	137	2,275	138	2,414
TOTAL Accumulated depreciation for:	9,009	762	9,771	763	10,534
NET Capital assets being depreciated	14,896	(589)	14,307	513	13,794
NET Business-type activities capital assets	$15,146	$ (589)	$ 14,557	4 513	$ 14,044
Depreciation in fiscal year was charged to:			FY 2004		FY 2005
Governmental activities			$949		$1,072
Business-type activities			$763		$763

DEBT OUTSTANDING

The City of Pekin had total long-term debt and notes payable of $5.321 million as of April 30, 2005. This debt is comprised of general obligation bonds and a note payable. For more detail see note #6 in the Notes to the Financial Statements.

	Long-Term Debt (in millions)				
	Balance April 30, 2003	Net Additions/ Deletions	Net Balance April 30, 2004	Additions/ Deletions	Balance April 30, 2005
Governmental activities					
General obligation bonds	$ 2.595	$ (.25)	$ 2.345	$ 2,666	$ 5,011
Notes payable	0	.31	.310	0	310
Total long-term debt	$ 2.595	$ .06	$ 2.655	$ 2,666	$ 5,321

The City maintains an "A" rating ("AAA" for insured) from Standard and Poor's and an "A" rating from Moody's Investor Services. As a home rule entity under the Illinois Constitution, the City does not have a legal debt limit. To obtain the most favorable interest rates, the three GO Bonds issued in fiscal 2005 were insured to obtain a "AAA" rating.

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

Government-Wide Statement

This section will look at the City's overall financial position, combining both Governmental and Business-type activities. Overall, the City's financial position improved by $4,816,450, or 27.2% to $22,494,197 compared to last years decline of $897,329, or -4.5%. This amounted to 7.8 months revenue compared to 7.3 months revenue last year and 7.7 months expenditures compared to 7.1 months expenditures last year. While overall, the City increased its financial position, certain funds (HUD, TIF, MF, and City Bus) are designated for specific purposes and are not used to subsidize the general operations of the City.

Utilizing the new model for governmental financial reporting prescribed by GASB #34, the City's net assets (total assets, including depreciated fixed assets, minus total liabilities) was $55,725,610, an increase of $2,751,700 over last year's $52,973,910. The showing of net assets rather than fund balance and including infrastructure values appears to improve the city's financial position. One must remember that net assets include certain infrastructure assets (streets, sewers, street and traffic lights, etc) that have limited value outside of a municipality.

The increase in net assets is primarily due to the increase in cash and investments ($3.0 million) brought about by the bonding for infrastructure needs, vehicles, demolition of two grain elevators at the riverfront and the purchase of 160 acres for expansion of Riverway Business Park.

Financial Ratios

Ratios are for fiscal years 2004 and 2005 (May 1 through April 30).

"Working Capital" is the amount by which current assets exceed current liabilities.

	Working Capital (in Thousands)	
	FY 2004	FY 2005
Entity-wide summary	$ 15,262	$ 17,460
Governmental	16,162	17,180
Business-type	(900)	279

Working Capital increased in FY 2005, primarily in the Governmental area, which is the where the basic functions of government are provided, i.e., public safety, public works, etc.

"Current Ratio" (comparing current assets to current liabilities, CA/CL) is an indicator of the ability to pay current obligations.

	Current Ratio	
	FY 2004	FY 2005
Entity-wide summary	3.6	3.6
Governmental	5.0	4.5
Business-type	(0.5)	1.2

While the overall ratio stayed the same, the governmental portion decreased while the business entity side increased.

Comparing the two, working capital and current ratio, indicates that while working capital increased, the current ratio did not, indicative of the fact that the increase in working capital was generated by an increase in bonded debt.

"Unrestricted Assets in Reserve" represents the number of days normal operations could continue with no revenue collection (assumes a 360 day year).

	Unrestricted Assets	
	FY 2004	FY 2005
Entity-wide summary	186.8	223.5
Governmental	178.9	202.9
Business-type	233.4	364.8

This indicates that overall the city could operate in excess of approximately seven months as compared to approximately six months last year. In the governmental type area, it has increased from just less than six months to approximately six and three quarter months.

	Cash and Investments	
	FY 2004	FY 2005
Entity-wide summary	163.6	184.6
Governmental	210.2	207.2
Business-type	(110.5)	28.8

By looking strictly at cash and investments to fund operations, we find that while overall the entity as a whole has increased three weeks to six months, looking at the governmental only, we have decreased slightly (three days) to just under seven months. While the business entity has increased considerably from a negative three and two thirds months, they are currently just under one month.

"Liabilities to Net Assets" indicates the extent of borrowing.

	Liabilities to Net Assets	
	FY 2004	FY 2005
Entity-wide summary	15.44%	21.01%
Governmental	17.54%	26.05%
Business-type	10.96%	10.15%

As stated earlier, the city increased long term borrowing in Fiscal 2005 by refinancing the 90/93A TIF bonds, issuing GO debt to purchase vehicles, demolish two grain elevators on the river front and purchase land to extend the industrial park. A change in state law governing Tax Increment Financing (TIF) Districts allowed the City to extend the length of the TIF for twenty-one more years. By doing so, the city will have the opportunity to continue to receive revenue for utilization of projects within the TIF district up to 2021.

By refunding the 93A TIF bonds and issuing the 2004 TIF bonds, the city was able to obtain additional revenue currently and lower the overall interest costs. This additional revenue is estimated at $2.5 million over the additional four years, $2.0 million from property tax and $500 thousand from sales tax.

"Return on Assets from Operations" is the percentage of the change in net assets to net assets at the beginning of the year. This illustrates to what extent there will be sufficient funds to replace assets in the future.

	Return on Assets	
	FY 2004	FY 2005
Entity-wide summary	(1.69)	0.05
Governmental	(2.40)	0.06
Business-type	(0.15)	0.04

While the City's return on assets from operations is basically at a break even point, this represents a major change for the city from the negative position that the city was in last year. By continually working to hold expenditures in check and if the economic turnaround continues, this ratio should continue to increase.

"Receivables to Cash" determines the amount of accounts receivable of customers to overall cash and cash equivalents.

	Receivables to Cash	
	FY 2004	FY 2005
Entity-wide summary	19.42	13.39
Governmental	16.67	12.03
Business-type	34.49	19.03

As a municipal corporation, this is not normally a significant ratio, as the City is not normally in a position of maintaining a significant receivable portfolio. The city's accounts receivable are mainly in the sewerage fund, an enterprise fund. The other significant receivable is a loan to the city's discretely presented component unit (T/P-CCC – the City/County Communications center). The major decrease in days from the business type is due to the City's entering into an agreement with Illinois-American Water Company to bill the sewerage (waste water) charges along with their water charges. This has, in effect, combined the water and waste water bills, making customer payments easier.

There are six basic (normal) transactions that will affect the comparability of the Statement of Net Assets summary presentation:

Net results of activities – which will impact (increase/decrease) current assets and unrestricted net assets.

Borrowing for Capital – which will increase current assets and long-term debt.

Spending borrowed proceeds on new capital – which will reduce current assets and increase capital assets. There is a second impact, an increase in invested capital assets and in related net debt, which will not change the investment in capital assets, net of debt.

Spending of nonborrowed current assets on new capital – which will (a) reduce current assets and increase capital assets and (b), reduce unrestricted net assets and increase investment in capital assets, net of debt.

Principal payment on debt – which will, (a) reduce current assets and long-term debt and (b), reduce unrestricted net assets and increase investment in capital assets, net of debt.

Reduction of capital assets through depreciation – which will reduce capital assets, net of debt.

Current Year Impacts

The City issued two new General Obligation Bonds and refunded a third in fiscal 2005. In the fall of 2004, the city refunded $1.33 million in 1993A TIF 1 bonds maturing in 2009 and issued $1.41 million in 2004 TIF 1 bonds maturing in 2013. Shortly thereafter it issued $2.95 million General Obligation Bonds through Herget Bank of Pekin. As of April 30, 2005, it had accessed $1,5941,347 of the loan for infrastructure at the Dragons Dome, 2 dump trucks, 4 garbage trucks and ½ of the city's share of the riverfront park

Finally in March of 2005, it issued $1.12 million in General Obligation Bonds for the purchase of land to extend the industrial park (Riverway Business Park II).

Revenues rebounded in fiscal 2005 as the economy was stronger. The state income tax distribution to the City was up 10.4% ($366,701) compared to last years decrease of 9.5% ($210,000). In addition to this increase, sales tax revenues rebounded and were up 7.9% ($563,722). The increase in sales tax revenues was due to the development of new retailers at East Court Village, the Sears prototype store and the Super Wal-Mart as well as the supporting businesses that are locating in the old Pekin Mall retail area.

Interest earnings increased during fiscal 2005 due to two factors. The average interest rate earned by the City more than doubled from 1.28% to 2.67% fueled by the 43.75% increase in the prime rate during the period from 4% to 5.75%. The second factor was the $3.1 million increase in cash and investments.

Also contributing to the turn around was the decrease in expenditures by 2.5% to $25.8 million overall (2.6% - $584.6 thousand in the Governmental fund types). This was primarily due to the City's bonding for Capital purchases, i.e., vehicles, and the city's share of the funding for the riverfront park development.

While the economy is looking up, mixed signals continue to come from Springfield. The State of Illinois' inability to solve their continuing fiscal problems could place an added burden on the City's budget through unfunded mandates, fee increases, or changes in revenue distributions.

Subsequent to April 30, 2005, demolition of the two grain elevators and development of the riverfront has taken place.

Request for Information

This financial report is designed to provide a general overview of the City of Pekin's finances for all those with an interest in the government's finances. Copies of this report are available on the City's web-site at www.ci.pekin.il.us under Finance. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Robert A. Reis, Sr., CGFM, Finance Director, City of Pekin, 111 South Capitol Street, Pekin, Illinois 61554.

CITY OF PEKIN, ILLINOIS
STATEMENT OF NET ASSETS
APRIL 30, 2005

	Primary Government			
	Governmental Activities	Business-type Activities	Total	Component Unit
ASSETS				
Current assets:				
Cash	$ 3,223,999	$ 1,218,330	$ 4,442,329	$ 95,932
Investments	11,145,445	667,964	11,813,409	-
Receivables (net):				
Taxes	5,589,054	-	5,589,054	-
Loans	1,426,089	-	1,426,089	-
Accounts	486,300	184,271	670,571	2,936
Grants	42,287	-	42,287	-
Accrued interest	49,116	-	49,116	-
Inventories	22,226	-	22,226	-
Prepaid items	159,726	-	159,726	-
Total current assets	22,144,242	2,070,565	24,214,807	98,868
Noncurrent assets:				
Capital assets:				
Land and improvements	11,319,511	1,009,302	12,328,813	-
Other capital assets, net of accumulated depreciation	14,526,358	13,012,455	27,538,813	612,396
Total capital assets, net of depreciation	25,845,869	14,021,757	39,867,626	612,396
Loans receivable	-	3,353,067	3,353,067	-
Total noncurrent assets	25,845,869	17,374,824	43,220,693	612,396
Total assets	$ 47,990,111	$ 19,445,389	$ 67,435,500	$ 711,264

The notes to the financial statements are an integral part of this statement.

CITY OF PEKIN, ILLINOIS
STATEMENT OF NET ASSETS
APRIL 30, 2005

	Primary Government			
	Governmental Activities	Business-type Activities	Total	Component Unit
LIABILITIES AND NET ASSETS				
Liabilities				
Current liabilities:				
Cash overdraft	$ 178,081	$ 1,599,977	$ 1,778,058	$ -
Accounts payable and accrued expenses	1,095,330	183,517	1,278,847	48,817
Compensated absenses	783,459	-	783,459	-
Accrued interest payable	55,839	-	55,839	-
Deferred revenue, property taxes	2,473,725	-	2,473,725	146,436
Deposits	-	8,615	8,615	-
Current portion of noncurrent liabilities	377,000	-	377,000	78,711
Total current liabilities	4,963,434	1,792,109	6,755,543	273,964
Noncurrent liabilities:				
Loans payable, noncurrent portion	-	-	-	130,277
General obligation bonds payable, noncurrent portion	4,954,347	-	4,954,347	-
Total noncurrent liabilities	4,954,347	-	4,954,347	130,277
Total liabilities	9,917,781	1,792,109	11,709,890	404,241
Net assets				
Invested in capital assets, net of related debt	19,209,656	14,021,757	33,231,413	403,408
Restricted for:				
Capital development	1,559,506	-	1,559,506	-
Highways and streets	3,038,511	-	3,038,511	-
Culture and recreation	367,041	-	367,041	-
Unrestricted (deficit)	13,897,616	3,631,523	17,529,139	(96,385)
Total net assets	38,072,330	17,653,280	55,725,610	307,023
Total liabilities and net assets	$ 47,990,111	$ 19,445,389	$ 67,435,500	$ 711,264

The notes to the financial statements are an integral part of this statement.

CITY OF PEKIN, ILLINOIS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED APRIL 30, 2005

		Program Revenues		Net (Expense) Revenue and Changes in Net Assets			
				Primary Government			
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total	Component Unit
Functions/Programs:							
Primary Government							
Governmental activities:							
General government	$ 2,028,840	$ 148,813	$ -	$ (1,880,027)	$ -	$ (1,880,027)	$ -
Public safety	12,219,406	782,479	41,173	(11,395,754)	-	(11,395,754)	-
Public lands	324,283	600	-	(323,683)	-	(323,683)	-
Zoning	354,332	199,660	-	(154,672)	-	(154,672)	
Public works	133,818	-	-	(133,818)	-	(133,818)	-
Streets	2,329,189	183,935	92,030	(2,053,224)	-	(2,053,224)	-
Sanitation	2,156,604	11,859	67,000	(2,077,745)	-	(2,077,745)	-
Planning and development	90,880	1,368	-	(89,512)	-	(89,512)	-
Culture and recreation	952,415	70,966	106,632	(774,817)	-	(774,817)	-
Visitors bureau	61,538	-	-	(61,538)	-	(61,538)	-
Residential and public improvements/donations	744,757	14,482	573,562	(156,713)	-	(156,713)	-
Interest on long-term debt	126,132	-	-	(126,132)	-	(126,132)	-
Total governmental activities (Note 3)	21,522,194	1,414,162	880,397	(19,227,635)	-	(19,227,635)	-
Business-type activities:							
Economic development	-	195,257	-	-	195,257	195,257	-
Sewerage	2,276,659	2,754,059	-	-	477,400	477,400	-
Other	1,307,287	1,456,312	153,451	-	302,476	302,476	-
Total business-type activities	3,583,946	4,405,628	153,451	-	975,133	975,133	-
Total primary government	$ 25,106,140	$ 5,819,790	$ 1,033,848	(19,227,635)	975,133	(18,252,502)	-
Component unit:							
TPCCC	$ 1,170,953	$ 1,135,119	$ -				(35,834)
General revenues:							
Taxes:							
Property taxes				5,154,783	-	5,154,783	-
Income taxes				2,359,185	-	2,359,185	-
Sales taxes				8,762,286	-	8,762,286	-
Other taxes				3,894,359	-	3,894,359	-
Franchise fees				339,978	-	339,978	-
Investment earnings				197,048	8,287	205,335	1,054
Other				288,276	-	288,276	-
Transfers				228,000	(228,000)	-	-
Total general revenues and transfers				21,223,915	(219,713)	21,004,202	1,054
Changes in net assets				1,996,280	755,420	2,751,700	(34,780)
Net assets, beginning of year				36,076,050	16,897,860	52,973,910	341,803
Net assets, end of year				$ 38,072,330	$ 17,653,280	$ 55,725,610	$ 307,023

The notes to the financial statements are an integral part of this statement.

CITY OF PEKIN, ILLINOIS
BALANCE SHEET
GOVERNMENTAL FUNDS
APRIL 30, 2005

	General Fund	Library Fund	Motor Fuel Tax Fund	Nonmajor Governmental Funds	Total
ASSETS					
Cash	$ 1,979,861	$ 9,398	$ 24,669	$ 604,963	$ 2,618,891
Investments	6,026,417	666,422	2,975,768	615,288	10,283,895
Due from other funds	-	-	-	4,675	4,675
Receivables (net of allowable for uncollectibles):					
Property taxes	1,719,225	754,500	-	-	2,473,725
Accounts, fees, grants, and other taxes	3,455,538	42,287	80,383	70,010	3,648,218
Loans	-	-	-	1,426,089	1,426,089
Prepaid items	159,726	-	-	-	159,726
Total assets	$ 13,340,767	$ 1,472,607	$ 3,080,820	$ 2,721,025	$ 20,615,219
LIABILITIES AND FUND BALANCES					
Liabilities:					
Cash overdraft	$ -	$ -	$ -	$ 178,081	$ 178,081
Accounts payable	341,812	7,534	42,309	387,113	778,768
Accrued wages	153,293	9,540	-	13,124	175,957
Due to other funds	5,675	-	-	-	5,675
Other liabilities	3,712	-	-	-	3,712
Deferred revenues	1,726,260	754,500	-	-	2,480,760
Total liabilities	2,230,752	771,574	42,309	578,318	3,622,953
Fund Balances:					
Reserved for capital development	-	333,992	-	1,225,514	1,559,506
Unreserved, designated	-	234,908	-	-	234,908
Unreserved, undesignated reported in:					
General fund	11,110,015	-	-	-	11,110,015
Special revenue funds	-	132,133	3,038,511	917,193	4,087,837
Total fund balances	11,110,015	701,033	3,038,511	2,142,707	16,992,266
Total liabilities and fund balances	$ 13,340,767	$ 1,472,607	$ 3,080,820	$ 2,721,025	$ 20,615,219

The notes to the financial statements are an integral part of this statement.

CITY OF PEKIN, ILLINOIS
RECONCILIATION OF TOTAL GOVERNMENTAL
FUND BALANCES TO NET ASSETS OF GOVERNMENTAL ACTIVITIES
APRIL 30, 2005

Total governmental fund balances	$ 16,992,266
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	25,845,869
Internal service funds are used by management to charge the costs of certain activities, such as vehicle maintenance and insurance, to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.	1,376,625
Accrued interest receivable is not a financial resource and, therefore, not reported in the funds	49,116
Liabilities, including bonds payable are not payable in the current period and therefore are not reported in the funds:	
General obligation bonds payable	(5,331,347)
Compensated absences	(783,459)
Accrued interest payable	(55,839)
Other liabilities	(20,901)
Net assets of governmental activities	$ 38,072,330

The notes to the financial statements are an integral part of this statement.

CITY OF PEKIN, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED APRIL 30, 2005

	General Fund	Library Fund	Motor Fuel Tax Fund	Nonmajor Governmental Funds	Total
Revenues:					
Taxes	$ 17,104,363	$ 826,045	$1,007,363	$ 1,232,842	$ 20,170,613
Licenses and permits	278,885	-	-	-	278,885
Intergovernmental	133,203	106,632	-	640,562	880,397
Fees and charges for services	713,778	36,131	61,789	-	811,698
Fines	359,889	-	-	-	359,889
Investment earnings	140,332	18,258	50,101	25,288	233,979
Reimbursements	82,787	-	-	-	82,787
Other revenues	145,323	16,924	-	26,129	188,376
Total revenues	18,958,560	1,003,990	1,119,253	1,924,821	23,006,624
Expenditures:					
Current:					
General government/administrative	1,531,835	-	-	236,299	1,768,134
Public safety	11,463,165	-	-	-	11,463,165
Public lands and buildings	533,335	-	-	-	533,335
Zoning and inspection	355,188	-	-		355,188
Public works	127,606	-	-	-	127,606
Highways and streets	1,177,928	-	940,093	-	2,118,021
Sanitation	-	-	-	2,052,959	2,052,959
Planning and development	163,139	-	-	1,157,085	1,320,224
Culture and recreation	17,095	966,920	-	-	984,015
Visitors bureau	61,538	-	-	-	61,538
Residential and public improvements/donations	-	-	-	1,180,832	1,180,832
Debt service:					
Principal	115,000	-	-	-	115,000
Interest	31,320	-	-	38,973	70,293
Capital outlay	2,480,871	24,681	-	-	2,505,552
Total expenditures	18,058,020	991,601	940,093	4,666,148	24,655,862
Excess (deficiency) of revenues over expenditures	900,540	12,389	179,160	(2,741,327)	(1,649,238)
Other finances sources (uses):					
Bond proceeds	1,820,729	-	-	890,618	2,711,347
Transfers in	100,000	-	-	1,443,025	1,543,025
Transfers out	(1,443,025)	-	-	-	(1,443,025)
Total other financing sources (uses)	477,704	-	-	2,333,643	2,811,347
Net change in fund balances	1,378,244	12,389	179,160	(407,684)	1,162,109
Fund balances, beginning of year	9,731,771	688,644	2,859,351	2,550,391	15,830,157
Fund balances, end of year	$ 11,110,015	$ 701,033	$3,038,511	$ 2,142,707	$ 16,992,266

The notes to the financial statements are an integral part of this statement.

CITY OF PEKIN, ILLINOIS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED APRIL 30, 2005

Net change in fund balances-governmental funds	$ 1,162,109
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays ($4,902,930) exceeded depreciation ($1,072,004) in the current period.	3,830,926
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds:	
Compensated absences	(783,459)
The issuance of bond principal is a financing source in the governmental funds but increases the long-term liabilities in the statement of net assets. The repayment of bond principal is a financing use in the governmental funds but reduces the long-term liabilities in the statement of net assets. Also, in the statement of activities, interest is accrued on outstanding bonds whereas in the governmental funds an interest expenditure is reported when due. The following is the detail of the net effect of these differences in the treatment of long-term debt and related items:	
Issuance of bonds	(2,711,347)
Repayment of bond principal	115,000
Interest	(55,839)
Internal service funds are used by management to charge the costs of certain activities, such as vehicle maintenance and insurance, to individual funds. The net income of the internal service funds is reported with governmental activities.	468,774
Expenses in the statement of activities that do not use current financial resources are not reported as expenditures in the funds.	(29,884)
Change in net assets of governmental activities	$ 1,996,280

The notes to the financial statements are an integral part of this statement.

CITY OF PEKIN, ILLINOIS
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
APRIL 30, 2005

	Business-type Activities-Enterprise Funds				Governmental Activities
	Economic Development Fund	Sewerage Fund	Nonmajor Enterprise Funds	Total Enterprise Funds	Internal Service Funds
ASSETS					
Current assets:					
Cash	$ -	$ 652,444	$ 565,886	$ 1,218,330	$ 605,108
Investments	-	540,271	127,693	667,964	861,550
Accounts receivable (net of allowance for uncollectibles)	-	183,821	450	184,271	2,733
Fuel and parts inventory, at cost	-	-	-	-	22,226
Total current assets	-	1,376,536	694,029	2,070,565	1,491,617
Noncurrent assets:					
Loans receivable	3,353,067	-	-	3,353,067	-
Capital assets:					
Land and improvements	-	73,000	936,302	1,009,302	-
Buildings	-	-	424,500	424,500	-
Equipment	-	20,082,764	68,364	20,151,128	38,745
Vehicles	-	-	2,954,373	2,954,373	-
Less accumulated depreciation	-	(7,061,333)	(3,456,213)	(10,517,546)	(16,844)
Total capital assets (net of accumulated depreciation)	-	13,094,431	927,326	14,021,757	21,901
Total noncurrent assets	3,353,067	13,094,431	927,326	17,374,824	21,901
Total assets	$ 3,353,067	$ 14,470,967	$ 1,621,355	$ 19,445,389	$ 1,513,518
LIABILITIES AND NET ASSETS					
Current liabilities:					
Cash overdraft	$ 1,599,977	$ -	$ -	$ 1,599,977	$ -
Accounts payable	-	150,246	12,556	162,802	131,237
Accrued wages	-	3,497	17,218	20,715	5,656
Customer deposits	-	8,615	-	8,615	-
Total current liabilities	1,599,977	162,358	29,774	1,792,109	136,893
Net assets:					
Invested in capital assets, net of related debt	-	13,094,431	927,326	14,021,757	21,901
Unrestricted	1,753,090	1,214,178	664,255	3,631,523	1,354,724
Total net assets	1,753,090	14,308,609	1,591,581	17,653,280	1,376,625
Total liabilities and net assets	$ 3,353,067	$ 14,470,967	$ 1,621,355	$ 19,445,389	$ 1,513,518

The notes to the financial statements are an integral part of this statement.

CITY OF PEKIN, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FOR THE YEAR ENDED APRIL 30, 2005

	Business-type Activities-Enterprise Funds				Governmental Activities
	Economic Development Fund	Sewerage Fund	Nonmajor Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Operating revenues, charges for services	$ -	$ 2,754,059	$ 1,456,312	$ 4,210,371	$ 4,080,056
Operating expenses:					
Personal services	-	158,937	716,048	874,985	267,565
Supplies	-	629	2,374	3,003	-
Cost of fuel and parts sold	-	-	-	-	476,744
Insurance claims and premiums paid	-	-	-	-	2,861,087
Other services and charges	-	1,541,374	405,879	1,947,253	147,685
Depreciation	-	575,719	182,986	758,705	3,876
Total operating expenses	-	2,276,659	1,307,287	3,583,946	3,756,957
Operating income	-	477,400	149,025	626,425	323,099
Nonoperating revenues:					
Grants	-	-	153,451	153,451	-
Investment earnings	195,257	5,470	2,817	203,544	17,675
Total nonoperating revenues	195,257	5,470	156,268	356,995	17,675
Income before transfers	195,257	482,870	305,293	983,420	340,774
Transfers in	-	-	-	-	128,000
Transfers out	-	(100,000)	(128,000)	(228,000)	-
Change in net assets	195,257	382,870	177,293	755,420	468,774
Total net assets, beginning of year	1,557,833	13,925,739	1,414,288	16,897,860	907,851
Total net assets, end of year	$ 1,753,090	$ 14,308,609	$ 1,591,581	$ 17,653,280	$ 1,376,625

The notes to the financial statements are an integral part of this statement.

CITY OF PEKIN, ILLINOIS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED APRIL 30, 2005

	Business-type Activities-Enterprise Funds				Governmental Activities
	Economic Development Fund	Sewerage Fund	Nonmajor Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Cash flows from operating activities:					
Receipts from services	$ -	$ 2,731,971	$ 1,612,261	$ 4,344,232	$ 4,085,574
Payments for personal services	-	(178,255)	(713,944)	(892,199)	(265,921)
Payments to vendors and suppliers	-	(1,426,386)	(408,121)	(1,834,507)	(3,474,988)
Net cash provided by operating activities	-	1,127,330	490,196	1,617,526	344,665
Cash flows from noncapital financing activities:					
Grant receipts	-	-	153,451	153,451	-
Transfers (to) from other funds	-	(100,000)	(128,000)	(228,000)	128,000
Net cash provided (used) by noncapital financing activities	-	(100,000)	25,451	(74,549)	128,000
Cash flows from capital related activities:					
Purchase of capital assets	-	(162,258)	(87,800)	(250,058)	-
Cash flows from investing activities:					
Purchase of investments	-	(540,271)	(127,693)	(667,964)	-
Proceeds from redemption of investments	-	-	-	-	13,013
Net loans provided	(86,016)	-	-	(86,016)	-
Interest income	195,257	5,470	2,817	203,544	17,675
Net cash provided (used) by investing activities	109,241	(534,801)	(124,876)	(550,436)	30,688
Net increase in cash	109,241	330,271	302,971	742,483	503,353
Cash balance, beginning of year	(1,709,218)	322,173	262,915	(1,124,130)	101,755
Cash balance, end of year	$(1,599,977)	$ 652,444	$ 565,886	$ (381,647)	$ 605,108
Reconciliation of operating income to net cash provided by operating activities:					
Operating income	$ -	$ 477,400	$ 149,025	$ 626,425	$ 323,099
Adjustments to reconcile operating income to net cash provided by operating activities:					
Depreciation	-	575,719	182,986	758,705	3,876
Changes in assets and liabilities:					
Decrease in receivables	-	26,551	155,949	182,500	5,518
Decrease in inventories	-	-	-	-	3,181
Increase in accounts payable	-	95,636	132	95,768	7,347
Increase in accrued wages	-	663	2,104	2,767	1,644
Decrease in deposits held	-	(48,639)	-	(48,639)	-
Net cash provided by operating activities	$ -	$ 1,127,330	$ 490,196	$ 1,617,526	$ 344,665

The notes to the financial statements are an integral part of this statement.

CITY OF PEKIN, ILLINOIS
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
APRIL 30, 2005

	Pension Trust Funds	Payroll Imprest-Agency Fund
ASSETS		
Cash	$ 62,643	$ 242,551
Investments, at market value:		
Money market accounts	1,359,857	-
Certificates of deposit	890,090	-
U.S. Government and Agency obligations	17,968,564	-
Equity funds	2,640,550	-
Equity mutual funds	4,991,529	-
Foreign bonds	240,000	-
Bond mutual fund	60,874	-
Index funds	1,336,924	-
Real estate investment trusts	564,571	-
Due from other fund	1,000	-
Total assets	$ 30,116,602	$ 242,551
LIABILITIES AND NET ASSETS		
Liabilities:		
Accounts payable	$ 17,285	$ -
Payroll taxes	-	110,810
Undistributed assets	-	131,741
Total liabilities	17,285	242,551
Net assets:		
Held in trust for pension benefits	30,099,317	-
Total net assets	30,099,317	-
Total liabilities and net assets	$ 30,116,602	$ 242,551

The notes to the financial statements are an integral part of this statement.

CITY OF PEKIN, ILLINOIS
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
PENSION TRUST FUNDS
FOR THE YEAR ENDED APRIL 30, 2005

	Pension Trust Funds
ADDITIONS:	
Contributions:	
Employer	$ 2,222,450
Plan members	534,621
Total contributions	2,757,071
Investment income:	
Realized gains on investment sales and net appreciation in fair market value of investments	365,643
Interest/dividends	919,686
Total investment income	1,285,329
Less investment expense	(106,447)
Net investment income	1,178,882
Total additions	3,935,953
DEDUCTIONS:	
Benefits	2,923,068
Administrative expenses	39,886
Total deductions	2,962,954
Change in net assets	972,999
Net assets, beginning of year	29,126,318
Net assets, end of year	$ 30,099,317

The notes to the financial statements are an integral part of this statement.

NOTE 1 - **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

A. General Statement

The City of Pekin (the "City") is a municipal corporation governed by an elected mayor and four-member council. It operates under the City Manager form of government.

The City's financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for governmental agencies through its pronouncements (Statements and Interpretations). Governmental agencies are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued through November 30, 1989 (when applicable) that do not conflict with or contradict GASB pronouncements. Although the City has the option to apply FASB pronouncements issued after that date to its business-type activities and enterprise funds, the City has chosen not to do so. The more significant accounting policies established in GAAP and used by the City are discussed below.

In June 1999, the Governmental Accounting Standards Board (GASB) unanimously approved Statement No. 34, 'Basic Financial Statements-and Management's Discussion and Analysis-for State and Local Governments'. Some of the significant changes in the Statement include the following:

(1) The financial statements include:

A Management Discussion and Analysis (MD&A) section providing an analysis of the City's overall financial position and results of operations.

Financial statements prepared using full accrual accounting for all of the City's activities.

(2) A change in the fund financial statements to focus on the major funds.

These and other changes are reflected in the accompanying financial statements (including notes to the financial statements).

B. Financial Reporting Entity

As required by accounting principles generally accepted in the United States, these financial statements present the City and its component unit, an entity for which the City is considered to be financially accountable. A discreet component unit is reported in a separate column in the government-wide statements to emphasize it is legally separate from the City.

Discreet Component Unit-The Tazewell/Pekin Consolidated Communications Center (TPCCC) provides police and fire communication services to the City as well as Tazewell County and other communities within the county. The governing board includes the City's mayor and chief of police. The City provides the majority of funding and provides office space and accounting services to TPCCC. Complete financial statements for TPCCC may be obtained at it's administrative office.

NOTE 1 - continued

C. Government-wide and Fund Financial Statements

The basic financial statements include both government-wide (based on the City as a whole) and fund financial statements. While the previous reporting model emphasized fund types (the total of all funds of a particular type), in the new reporting model the focus is on either the City as a whole or major individual funds (within the fund financial statements). The focus is on both the City as a whole and the fund financial statements, including the major individual funds of the governmental and business-type categories, as well as the fiduciary funds, (by fund type) and the component unit. Both the government-wide and fund financial statements (within the basic financial statements) categorize primary activities as either governmental or business- type.

In the government-wide Statement of Net Assets, both the governmental and business-type activities columns (a) are presented on a consolidated basis by column, and (b) are reflected, on a full accrual, economic resource basis, which incorporates long-term assets and receivables as well as long-term debt and obligations. The City generally first uses restricted assets for expenses incurred for which both restricted and unrestricted assets are available. The City may defer the use of restricted assets based on a review of the specific transaction.

The government-wide Statement of Activities reflects both the gross and net cost per functional category that are otherwise being supported by general government revenues. The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants, and contributions. The program revenues must be directly associated with the function or a business-type activity. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and (2) grants and contributions that are restricted to meeting the operation of a particular function or activity. Taxes and other items not properly included among program revenues are reported as general revenues. The City does not allocate indirect expenses. The operating grants include operating-specific grants.

In the fund financial statements, financial transactions and accounts of the City are organized on the basis of funds. The operation of each fund is considered to be an independent fiscal and separate accounting entity, with a self-balancing set of accounts recording cash and/or other financial resources together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. The fund statements are presented on a current financial resource and modified accrual basis of accounting. This is the manner in which these funds are normally budgeted. Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the government-wide statement's governmental column, a reconciliation is presented which briefly explains the adjustment necessary to reconcile the fund financial statements to the governmental column of the government-wide financial statements.

NOTE 1 - continued

The City's fiduciary funds (which have been redefined and narrowed in scope) are presented in the fund financial statements by type (pension and agency). Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, pension participants, etc.) and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements. The following is a brief description of the specific funds used by the City.

1. Governmental Funds

Governmental Funds are those through which most governmental functions typically are financed.

a. General Fund

The General Fund is the primary operating fund of the City. This fund is used to account for all financial transactions and resources except those required to be accounted for in another fund. Revenues are derived primarily from property and other local taxes, state and federal distributions, licenses, permits, charges for services, and interest income.

b. Special Revenue Fund

The Special Revenue Fund accounts for revenue derived from specific sources (other than major capital projects) that are restricted by legal and regulatory provisions to finance specific activities. The Library Fund and the Motor Fuel Tax Fund are major funds for reporting purposes.

c. Capital Projects Fund

The Capital Project Fund accounts for all financial resources used for the acquisition or construction of major capital facilities not being financed by proprietary funds.

2. Proprietary Funds

Proprietary Funds are used to account for activities that are similar to those often found in the private sector. All assets, liabilities, equities, revenues, expenses, and payments relating to the government's business activities are accounted for through proprietary funds. The measurement focus is on determination of operating income, financial position, changes in net assets and cash flows. Operating revenues include charges for services. Operating expenses include costs of services as well as, materials, contracts, personnel, and depreciation. All revenues and expenses not meeting these definitions are reported as nonoperating revenues and expenses. In accordance with Governmental Accounting Standards Board (GASB) Statement No. 20, the City has elected to follow GASB statements issued after November 30, 1989, rather than the Financial Accounting Standards Board, in accounting for enterprise funds and business-type activities.

a. Enterprise Fund or Business Funds

The Enterprise Fund accounts for operations that are financed in a manner similar to private business enterprises, where the intent is that costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The Economic Development Fund and the Sewerage Fund are considered major funds for reporting purposes.

NOTE 1 - continued

b. Internal Service Funds

The Internal Service Funds are used to finance and account for services and commodities provided by designated departments to other departments of the City. The following are the City's internal service funds:

Vehicle Maintenance Fund-To account for the costs of fuel, repairs, and maintenance of City-owned vehicles.

Employees Benefit Fund-To account for the premiums and medical claims of all covered City employees and their covered dependents.

3. Fiduciary Funds

Fiduciary Funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, and other governments. The Fiduciary Funds of the City are the Police and Fire Pension Trust Funds and the Payroll Imprest Agency Fund. For accounting measurement purposes, the Pension Trust Funds are accounted for in essentially the same manner as proprietary funds. The Pension Trust Funds account for the assets of the City's pension plans. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operation. Fiduciary funds are not included in the government-wide financial statements.

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 the current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet in the funds statements. Long-term assets and long-term liabilities are included in the government-wide statements. Operating statements of the governmental funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

The government-wide statements of net assets and statements of activities, all proprietary funds, and private purpose trust 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 activities are either included on the statement of net assets or on the statement of fiduciary net assets. Proprietary fund-type operating statements present increases (e.g., revenues) and decreases (e.g., expenses) in net total assets.

The statements of net assets, statements of activities, financial statements of the Proprietary Funds and Fiduciary Funds (except for agency funds) are presented on the accrual basis of accounting. Under this method of accounting exchange, revenues are recognized when earned and expenses are recorded when liabilities are incurred without regard to receipt or disbursement of cash. Real and personal property taxes are recognized in the period for which levied, provided the City has an enforceable legal claim to the resources. Grants, shared revenues, and contributions are recognized when all eligibility requirements have been met.

NOTE 1 - continued

The fund financial statements of the General, Special Revenue, Capital Projects, and agency funds are maintained and reported on the modified accrual basis of accounting using the current financial resources measurement focus. Under this method of accounting, revenues are recognized in the period in which they become measurable and available. With respect to real and personal property taxes revenue and other local taxes, the term "available" is limited to collection within forty-five days of the fiscal year-end. Levies made prior to the fiscal year-end but which are not available are deferred. Interest income is recorded as earned. Federal and State reimbursement-type grants are recorded as revenue when related eligible expenditures are incurred. Expenditures, other than accrued interest on long-term debt, are recorded when the fund liability is incurred.

E. Budgetary Accounting

In 1996 the City Council adopted budget procedures established by law which replaced the former appropriation ordinances process. The budget, unlike the replaced annual appropriations ordinance, is required to be adopted before the beginning of the fiscal year to which it applies. Unexpended budget items lapse each year.

The budget may be changed in almost any manner and without public hearings at any time during the year pursuant to a two-thirds vote of the Council members. Further, they may delegate the power, by the same vote, to make changes within an appropriation to a budget officer.

F. Capital Assets

Capital assets are recorded as expenditures of the General, Special Revenue, and Capital Project Funds and as assets in the government-wide financial statements to the extent the City's capitalization threshold of $5,000 is met. GASB Statement 34 requires the City to report and depreciate new infrastructure assets effective May 1, 2004. Infrastructure assets include roads, sidewalks, underground pipes, traffic lighting, etc. These infrastructure assets are likely to be the largest asset class of the City. Neither their historical cost nor related depreciation has historically been reported in the financial statements. The retroactive reporting of infrastructure is subject to an extended implementation period and is first effective for fiscal year ending in 2006. The City has implemented the general provisions of GASB Statement No. 34 and plans to implement the retroactive infrastructure provisions (under the modified approach) in the fiscal year ending April 30, 2006.

Depreciation is recorded on general fixed assets on a governmental-wide basis using the straight-line method and the following estimated useful lives:

Buildings	50-years
Equipment and Furniture	5-20 years
Vehicles	5-10 years
Library Books	10-years
Streets and Sidewalks	20-years
Lighting	20-years

NOTE 1 - continued

To the extent the City's capitalization threshold of $5,000 is met, capital outlays of the proprietary funds are recorded as fixed assets and depreciated over their estimated useful lives in both the funds basis and the governmental-wide basis using the straight-line method and the following estimated useful lives:

Buildings	25-years
Land Improvements	20-years
Machinery and Equipment	7-15 years
Vehicles	5-10 years

All fixed assets are valued at historical cost or estimated historical cost if actual cost was not available. Donated fixed assets are valued at their estimated fair market value on the date donated.

Maintenance, repairs, and minor equipment are charged to operations when incurred. Expenses that materially change capacities or extend useful lives are capitalized. Upon sale or retirement of land, buildings, and equipment, the cost and related accumulated depreciation, if applicable, are eliminated from the respective accounts and any resulting gain or loss is included in the results of operations.

G. Inventory

The only fund having a material amount of inventory is the vehicle maintenance fund, an internal service fund. Inventories of fuel and vehicle parts in this fund are valued at cost on a first-in, first-out basis which approximated market value. Inventory is recorded using the consumption method.

H. Compensated Absences

The City accrues compensated absences (vacation and sick leave benefits) when vested. The governmental funds' compensated absences liabilities are recorded as current liabilities in the government-wide financial statements.

I. Property Tax Revenue, Receivables, and Deferred Revenue

Property tax revenues are recorded on the "deferred method". Because of the extraordinarily long period of time between the levy date and the receipt of tax distributions from the Tazewell County Treasurer, the property taxes are not "available" to finance current year expenditures. The 2004 tax levy adopted December 13, 2004, is recorded as property taxes receivable and deferred tax revenue on the balance sheets of governmental type funds. Taxes for this levy are due in two installments-June 23 and September 1, 2005. Collections are distributed by the County Treasurer in July through November, 2005. The lien date for uncollected taxes is January 1, 2006.

NOTE 1 - continued

J. Capital Lease Obligations

As of April 30, 2005 the City was not a party to any capital lease arrangements.

K. Allowance for Bad Debts

Allowance for bad debts at April 30, 2005 in the Sewerage Fund (an enterprise fund) consists of the following:

Accounts receivable related to capital replacement and sewer usage fees	$ 64,000

L. Employees Benefits

The City has established an internal service fund to account for its medical self-insurance program. The purpose of this fund is to pay medical insurance claims of the City employees and their covered dependents. The private insurance carrier determines premium payments to be made by the City. Annual claims are paid from accumulated premium payments, and claims exceeding a fixed amount per employee are paid by a private insurance carrier.

M. Special Assessments Fund

Pursuant to pronouncements of GASB in its 1987 Codification of Governmental Accounting and Financial Reporting Standards, the special assessments fund type has been eliminated in the financial statements. However, the statement of net assets and statement of revenues, expenditures, and changes in net assets are presented in the other supplementary information section for information purposes only.

N. Interfund Receivables and Payables

During the course of operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Those related to goods and services type transactions are classified as "due to and from other funds". Interfund receivables and payables between funds within governmental activities are eliminated in the Statement of Net Assets.

O. Fund Balance

Reservations of fund balance represent amounts that are not appropriated or are legally segregated for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

P. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction, or improvement of those assets. Net assets invested in capital assets, net of related debt, excludes unspent debt proceeds. Net assets are reported as restricted when there are limitations imposed on their use through enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

NOTE 2 - **DEPOSITS AND INVESTMENTS**

State statutes authorize the City to make deposits in interest bearing depository accounts in federally insured and/or state chartered banks and savings and loan associations, or other financial institutions as designated by ordinances, and to invest available funds in direct obligations of, or obligations guaranteed by, the United States Treasury or agencies of the United States, money market mutual funds whose portfolios consist of governmental securities, Illinois Funds Money Market Fund and annuities.

As of April 30, 2005, the carrying amount of the City's deposits totaled $2,991,493 with the bank balances totaling $2,551,150. The insured and collateral status of the bank balances, by category of risk, were as follows:

Insured or collateralized with securities held by the City or its agent in the City's name	$ 2,551,150

The City's investments are categorized as follows to give an indication of the level of credit risk assumed by the City: (1) insured or registered, or the securities are held by the City or its agent in the City's name, (2) uninsured and unregistered, with the securities held by the counterparty's trust department or agent in the City's name, and (3) uninsured and unregistered, with the securities held by the counterparty or its agent but not in the City's name.

As of April 30, 2005, the City's investments by category of risk were as follows:

	1	2	3	Fair Value
Corporate debt and equity	$ 18,782,296	$ -	$ -	$ 18,782,296
U.S. government securities	17,968,564	-	-	17,968,564
Foreign government debt	240,000	-	-	240,000
	$ 36,990,860	$ -	$ -	36,990,860
Investments not subject to categorization:				
Illinois State Funds Money Market Fund				3,452,212
Money Market Mutual Funds				1,423,296
Total				$ 41,866,368

GASB Statement No. 3, Deposits with Financial Institutions, Investments (including Repurchase Agreements), and Reverse Repurchase Agreements, requires the City to assign risk categories for its investments, except those in which securities are not used as evidence of the investment. The level of risk for the City's investments during the year did not vary substantially from those at year end.

NOTE 2 - continued

A reconciliation of cash, cash equivalents and investments as shown in the financial statements is as follows:

Cash	$ 2,225
Deposits with financial institutions	15,209,823
Investments	31,254,824
	$ 46,466,872
Government-wide financial statement of net assets:	
Cash and cash equivalents	$ 4,538,261
Investments	11,813,409
	$ 16,351,670
Statement of fiduciary net assets:	
Cash and cash equivalents	$ 62,243
Investments	30,052,959
	$ 30,115,202

NOTE 3 - **CAPITAL ASSETS**

The following is a summary of changes in capital assets for the year ended April 30, 2005:

	Balance April 30, 2004	Additions	Deletions	Balance April 30, 2005
Governmental Activities:				
Capital assets, not being depreciated:				
Land	$ 9,201,319	$ 2,118,192	$ -	$ 11,319,511
Capital assets, being depreciated:				
Buildings	9,932,253	447,367	-	10,379,620
Infrastructure	2,067,343	1,123,558	-	3,190,901
Machinery and equipment	3,261,954	27,945	-	3,289,899
Vehicles	5,633,412	898,269	-	6,531,681
Library books	1,212,099	93,440	-	1,305,539
Total capital assets, being depreciated	22,107,061	2,590,579	-	24,697,640
Less accumulated depreciaiton for:				
Buildings	1,473,855	207,154	-	1,681,009
Infrastructure	103,368	157,445	-	260,813
Machinery and equipment	2,521,600	160,494	-	2,682,094
Vehicles	4,354,884	433,764	-	4,788,648
Library books	645,571	113,147	-	758,718
Total accumulated depreciaiton	9,099,278	1,072,004	-	10,171,282
Total capital assets, being depreciated, net	13,007,783	1,518,575	-	14,526,358
Governmental activities capital assets, net	$ 22,209,102	$ 3,636,767	$ -	$ 25,845,869
Business-Type Activities:				
Capital assets, not being depreciated:				
Land	$ 249,883	$ -	$ -	$ 249,883
Capital assets, being depreciated:				
Land improvements	759,419	-	-	759,419
Buildings	424,500	-	-	424,500
Machinery and equipment	20,027,615	162,258	-	20,189,873
Vehicles	2,866,573	87,800	-	2,954,373
Total capital assets, being depreciated	24,078,107	250,058	-	24,328,165

NOTE 3 - continued

Less accumulated depreciation for:				
Land improvements	$ 545,436	$ 39,710	$ -	$ 585,146
Buildings	403,500	2,000	-	405,500
Machinery and equipment	6,547,424	582,816	-	7,130,240
Vehicles	2,275,449	138,055	-	2,413,504
Total accumulated depreciation	9,771,809	762,581	-	10,534,390
Total capital assets, being depreciated, net	14,306,298	512,523	-	13,793,775
Business-type activities capital assets, net	$ 14,556,181	$ 512,523	$ -	$ 14,043,658

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

Governmental Activities	
General government	$ 187,484
Public safety	290,273
Highways and streets	211,151
Sanitation	69,234
Public lands	139,983
Culture and recreation	159,502
Public works	9,942
Zoning	4,435
	$ 1,072,004
Business-Type Activities	
Sewer	$ 575,719
Municipal bus	39,109
School bus	101,613
Airport	42,264
Vehicle maintenance	3,876
	$ 762,581

NOTE 4 - **INDIVIDUAL FUND DISCLOSURES**

The following is a summary of deficit fund balances/net assets of individual funds as of April 30, 2005:

Special Revenue Funds:	
Sanitation	$ 89,989
TIF 1 Central Business District	430,418

The excess of expenditures over final budget for year ended April 30, 2005 were:

General Fund (due primarily to capital outlay)	$ 2,131,899
Library Fund	78,277
Sanitation Fund (due to capital outlay)	595,098

Interfund receivables/payables at April 30, 2005 were as follows:

	Interfund Receivable	Interfund Payable
General Fund	$ -	$ 5,675
TIF/CBD	4,675	-
Fire Pension Fund	1,000	-
Total	$ 5,675	$ 5,675

NOTE 4 - continued

The following is a schedule of operating transfers as included in the City's basic financial statements:

	Transfers In	Transfers Out
Governmental activities:		
General fund	$ 100,000	$ 1,143,025
Nonmajor governmental funds	1,143,025	-
Total governmental activities	1,243,025	1,143,025
Business-type activities:		
Sewerage fund	-	100,000
Nonmajor enterprise funds	-	128,000
Total business-type activities	-	228,000
Internal service fund	128,000	-
Component unit	-	-
Total	$ 1,371,025	$ 1,371,025

NOTE 5 - **LEASE COMMITMENTS**

Capital Leases:

The City was not obligated under any capital lease contracts as of April 30, 2005.

Operating Leases:

The City has entered into a number of operating leases which contain cancellation provisions and are subject to annual appropriations. For the reporting period, rent expenditures approximated $15 thousand. These expenditures were made primarily in the General and Library Funds.

NOTE 6 - **LONG-TERM DEBT**

The following is a summary of changes in long-term debt for the year ended April 30, 2005:

	Balance April 30, 2004	Additions	Retirements	Balance April 30, 2005	Due Within One Year
Governmental activities:					
General Obligation Bonds:					
Series 1993A	$ 1,330,000	$ -	$ 1,330,000	$ -	$ -
Series 2003	1,015,000	-	115,000	900,000	115,000
Note payable	310,000	-	-	310,000	-
Series 2004 Refunding	-	1,410,000	-	1,410,000	150,000
Series 2004	-	1,591,347	-	1,591,347	-
Series 2005	-	1,120,000	-	1,120,000	112,000
	$ 2,655,000	$ 4,121,347	$ 1,445,000	$ 5,331,347	$ 377,000

NOTE 6 - continued

A brief description of the above long-term debt obligations is as follows:

General Obligation Bonds:

Series 2003 - Used to refinance the outstanding bonds of the Series 1992 issue. Bonds are due in annual installments of $115,000 to $125,000 through December 1, 2012. Interest rate ranges between 2.0 percent and 3.65 percent.	$ 900,000
Note Payable - The Pekin Public Library entered into contract to purchase part of a building on October 29, 2002. The promissory note represents one-half of the purchase price. The note is due October 1, 2008 and bears no interest.	310,000
Series 2004 Refunding - Used to refinance outstanding bonds of the Series 1993A issue. Bonds are due in annual installments of $150,000 to $195,000 through January 1, 2013. Interest rate ranges from 1.9 percent to 3.65 percent.	1,410,000
Series 2004 - Used to purchase capital items in General Fund, Sanitation Fund, and TIF/CBD Fund. Bonds are due in annual installments of $368,750 with a final payment of $116,347 on January 1, 2010. Interest rate is 3.894 percent.	1,591,347
Series 2005 - Used to purchase land for expansion of Riverway Business Park. Bonds are due in annual installments of $112,000 through April 1, 2015. Interest rate is 5.125 percent.	1,120,000
Total	$ 5,331,347

Debt Service:
The annual debt service requirements to maturity, including principal and interest for the long-term debt as of April 30, 2005 are as follows:

Year Ending April 30,		Principal	Interest	Total
2006		$ 377,000	$ 194,811	$ 571,811
2007		760,750	169,812	930,562
2008		775,750	143,191	918,941
2009		1,065,750	115,407	1,181,157
2010		765,750	87,393	853,143
2011-2015		1,586,347	155,448	1,741,795
	Total	$ 5,331,347	$ 866,062	$ 6,197,409

Bond Defeasance-Prior Years:
In 1992 the City defeased a portion of its general obligation bonds for the purpose of consolidation and to achieve debt service savings. The City placed funds into irrevocable trusts with escrow agents to provide for future debt service payments. Accordingly, the trust accounts assets and liabilities for the defeased bonds are not included in the City's financial statements. At April 30, 2005 the outstanding balance of the defeased bonds was $640,000.

As a Home Rule entity, under the Illinois Constitution, the City has no statutory debt limit.

NOTE 7 - **ILLINOIS MUNICIPAL RETIREMENT FUND**

The City of Pekin's defined benefit pension plan, Illinois Municipal Retirement Fund (IMRF), provides retirement, disability, annual cost of living adjustments, and death benefits to plan members and beneficiaries. IMRF is an agent multiple employer pension plan that acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly.

IMRF issues a financial report that includes financial statements and required supplementary information. The report may be obtained at www.imrf.org/pubs/pubs_homepage.htm or by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

Employees participating in IMRF are required to contribute 4.50 percent of their annual covered salary. The member rate is established by state statute. The City of Pekin is required to contribute at an actuarially determined rate. The employer rate for calendar year 2004 was 5.01 percent of payroll. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The amortization period at December 31, 2004 was 10 years.

For December 31, 2004 the City of Pekin's annual pension cost of $185,233 was equal to its required and actual contributions. The required contribution was determined as part of the December 31, 2002 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included a) 7.50 percent investment rate of return (net of administrative expenses), b) projected salary increases of 4.00 percent a year, attributable to inflation, c) additional projected salary increases ranging from 0.4 percent to 11.6 percent per year depending on age and service, attributable to seniority/merit, and d) post-retirement benefit increases of 3 percent annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 15 percent corridor. The assumptions used for the 2004 actuarial valuation were based on the 1999-2001 experience study.

TREND INFORMATION

Actuarial Valuation Date	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/04	$185,233	100%	-
12/31/03	98,976	100%	-
12/31/02	68,893	100%	-
12/31/01	148,447	100%	-
12/31/00	208,258	100%	-
12/31/99	261,058	100%	-
12/31/98	262,646	100%	-
12/31/97	275,151	100%	-
12/31/96	277,540	100%	-
12/31/95	252,804	100%	-

NOTE 7 - continued

REQUIRED SUPPLEMENTARY INFORMATION
Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL) Entry Age	Unfunded AAL (UAAL)
12/31/04	$ 9,769,359	$ 9,707,115	$ (62,244)
12/31/03	10,339,385	9,393,829	(945,556)
12/31/02	10,450,437	9,163,992	(1,286,445)
12/31/01	10,024,619	8,103,038	(1,921,581)
12/31/00	9,101,819	7,202,578	(1,899,241)
12/31/99	7,565,410	6,464,291	(1,101,119)
12/31/98	5,830,975	5,472,053	(358,922)
12/31/97	5,194,634	5,292,414	97,780
12/31/96	3,908,923	4,358,952	450,029
12/31/95	3,350,131	4,099,884	749,753

Actuarial Valuation Date	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
12/31/04	100.64%	$ 3,697,272	0.00%
12/31/03	110.07%	3,586,098	0.00%
12/31/02	114.04%	3,588,190	0.00%
12/31/01	123.71%	3,373,807	0.00%
12/31/00	126.37%	3,112,969	0.00%
12/31/99	117.03%	3,115,261	0.00%
12/31/98	106.56%	2,864,188	0.00%
12/31/97	98.15%	2,788,927	3.51%
12/31/96	89.68%	2,599,022	17.32%
12/31/95	81.71%	2,454,404	30.55%

On a market value basis, the actuarial value of assets as of December 31, 2004 is $9,795,999. On a market basis, the funded ratio would be 100.92%.

Digest of Changes
The actuarial assumptions used to determine the actuarial accrued liability for 2004 are based on the 1999-2001 Experience Study.
The principal changes were:
- Fewer members are expected to take refunds early in their career.
- For regular members, fewer normal and early retirements are expected to occur.

NOTE 8 - **POLICE PENSION FUND**

Disclosure of pension information, as required by GASB No. 27, was not available for the Police Pension Fund as of the date of this report. The following information regarding the police pension fund is the most recent data available from actuarial reports:

A. Plan Description:

All of the City's full-time police employees participate in the City of Pekin Police Pension Fund; (PPF) a single-employer, defined benefit pension plan. The payroll for employees covered by the PPF for the year ended April 30, 2004 was $2,632,320. Current membership in the PPF is comprised of the following:

	April 30, 2004
Retirees and beneficiaries currently receiving benefits	43
Active employees	54
Total	97

Pension Benefits:

Employees age 50 or over who have at least 20 years of creditable service and are no longer in service as police officers are entitled to a pension of one-half of the salary attached to the rank held on the last day of service. The pension is increased by 2 percent of such salary for each additional year over 20 years of service through 30 years of service, and 1 percent of such salary for each additional year over 30 years of service, to a maximum of 75 percent of such salary.

Disability Benefits:

If a covered employee, as a result of an act of duty, is found to be disabled for service in the police department, the employee shall be granted a disability pension of 65 percent of the salary attached to the rank held at the date of suspension of duty. If the disability is the result of any cause other than an act of duty, the disability pension is 50 percent of salary.

Separation Benefits:

A covered employee who is separated from service having at least 8 years but less than 20 years of creditable service is entitled upon attainment of age 60 to a pension of 2.5 percent of the salary attached to the rank held on the last day of service for each year of creditable service.

B. Related Party Transactions

There were no securities of the City of Pekin or related parties included in the PPF's assets.

C. Funding Status

The Illinois Department of Insurance's actuary estimates that as of April 30, 2004 (the date of the latest computation) the present value of total pension obligations to be borne by the City of Pekin Police Pension Fund was:

Reserves for annuities and benefits in force:	
Service retirement annuities	$ 14,856,727
Disability annuities	1,274,432
Widows and parents annuities	1,095,841
Deferred annuities	41,564
Pensions and benefits on active participants	11,338,104
Total present value of pension obligations	$ 28,606,668

NOTE 8 - continued

The Police Pension Fund had accumulated reserve assets of $17,259,200 on the same date. Therefore, the estimated present value of future contributions to be made by the Police Pension Fund on behalf of the present employees at April 30, 2004 was $11,347,468.

The annual tax levy necessary to meet the annual requirements of the Police Pension Fund at April 30, 2004 was:

Normal costs based on the annual payroll of active participants at April 30, 2004	$ 391,390
Amount necessary to amortize the unfunded accrued liability of $11,347,468 over 29.1699 contemplated by Section 3-127 of the Illinois Pension Code	477,975
Total amount of tax levy necessary to arrive at the annual requirements of the fund as contemplated by Section 3-125 of the Illinois Pension Code	$ 869,365

SUMMARY OF ACTUARIAL INFORMATION

Funding method used-Entry Age Normal Cost
Amortization method used-Level Percentage of Payroll in accordance with Section 3-127 of the Illinois Pension Code
Interest rate assumption-7.0 percent
Mortality rate assumption-1971 Group Annuity
Decrement assumption other than mortality-Experience Tables
Salary progression assumption-5.5 percent
Status of social security in assumption-None

The attained age at the time of disability or retirement, sex, annual salary or pension, and completed years of service of each individual participant as of the date of the valuation balance sheet is used in calculating the liabilities of the fund.

NOTE 9 - **FIRE PENSION FUND**

Disclosure of pension information, as required by GASB No. 27, was not available for the Fire Pension Fund as of the date of this report. The following information regarding the fire pension fund is the most recent data available from actuarial reports:

A. Plan Description

All of the City's full-time employees participate in the City of Pekin Fire Pension Fund, (FPF) a single employer, defined benefit pension plan. The payroll for employees covered by the FPF for the year ended April 30, 2004 was $2,397,089. Current membership in the FPF is comprised of the following:

Group	April 30, 2004
Retirees and beneficiaries currently receiving benefits	58
Active employees	49
Total	107

Pension Benefits:

Employees age 50 or over who have at least 20 years of creditable service and are no longer in service as firefighters are entitled to a monthly pension of one-half of the monthly salary attached to the rank held at the date of retirement. The pension is increased by 1/12 of 2 percent of such monthly salary for each additional month over 20 years of service through 30 years of service, and 1/12 of 1 percent of such monthly salary for each additional month over 30 years of service, to a maximum of 75 percent of such monthly salary.

Disability Benefits:

If a covered employee, as a result of an act of duty, or an occupational disease, is found to be disabled for service in the fire department, the employee shall be granted a disability pension of 65 percent of the salary attached to the rank held at the date of removal from the City's payroll. If the disability is the result of any cause and the employee has a minimum of 7 years of creditable service, the disability pension is 50 percent of monthly salary.

Separation Benefits:

A covered employee who is separated from service having at least 10 years but less than 20 years of creditable service is entitled upon attainment of age 60 to a pension based on the monthly salary attached to the rank held on the date of separation of service according to a schedule ranging from 10 years service (15.0 percent of salary) to 19 years service (45.6 percent of salary).

B. Related Party Transactions

There were no securities of the City of Pekin or related parties included in the FPF's assets.

C. Funding Status

The Illinois Department of Insurance's actuary estimates that as of April 30, 2004 (the date of the latest computation) the present value of total pension obligations to be borne by the City of Pekin Fire Pension Fund was:

NOTE 9 - continued

Reserves for annuities and benefits in force:	
Service retirement annuities	$ 12,269,427
Disability annuities	6,027,879
Survivors annuities	1,270,902
Pensions and benefits on active participants	13,066,479
Total present value of pension obligations	$ 32,634,687

The Fire Pension Fund had accumulated reserve assets of $11,867,118 on the same date. Therefore, the estimated present value of future contributions to be made by the Fire Pension Fund on behalf of the present employees at April 30, 2004 was $20,767,569.

The annual tax levy necessary to meet the annual requirements of the Fire Pension Fund at April 30, 2004 was:

Normal costs based on the annual payroll of active participants at April 30, 2004	$ 513,556
Amount necessary to amortize the unfunded accrued liability of $20,767,569 over 29.1699 years as contemplated by Section 4-118 of the Illinois Pension Code	874,766
Total amount of tax levy necessary to arrive at the annual requirements of the fund as contemplated by Section 4-118 of the Illinois Pension Code	$ 1,388,322

SUMMARY OF ACTUARIAL INFORMATION

Funding method used-Entry Age Normal Cost
Amortization method used-Level Percentage of Payroll in accordance with Section 4-118 of the Illinois Pension Code
Investment Return Assumption-7.0 percent
Mortality Rate Assumption-1971 Group Annuity
Decrement assumption other than mortality-Experience Tables
Salary progression assumption-5.5 percent
Status of social security in assumption-None

The attained age at the time of disability or retirement, sex, annual salary or pension, and contemplated years of service of each individual participant as of the date of the valuation balance sheet is used in calculating the liabilities of the fund.

NOTE 10 - **RISK MANAGEMENT**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City belongs to the Illinois Municipal League Risk Management Fund, a public entity risk pool currently operating as a common risk management and insurance program for approximately 709 member governmental units.

The City pays an annual premium for it's general insurance and worker's compensation insurance coverage.

Settled claims resulting from the above-mentioned risks did not exceed insurance coverage in the past year.

NOTE 11 - **POST-EMPLOYMENT BENEFITS**

Benefits provided to City retirees are mandated by State statute. All police, fire, and IMRF eligible employees are entitled to receive the same health insurance benefits they had as active employees (Plan A). They may also choose to be covered under a reduced benefit package at a less cost to them (Plan B). There are additional plans available to retirees who have current primary medical coverage from another insurance provider.

A summary of Plans A and B are as follows:

Plan A

PPO In-Network Benefits:
- Claims paid at 90 percent;
- Deductible - $250 per percent per year/$500 per family per year;
- Prescription Plan - $10/$20/$35 co-pay;
- Maximum out-of-pocket costs per year - $1,300 per person and $2,600 per family.

Out-of-Network Benefits:
- Claims paid at 80 percent;
- Deductible - $500 per percent per year/$1,000 per family per year;
- Prescription Plan - $10/$20/$35 co-pay;
- Maximum out-of-pocket costs per year - $2,600 per person and $5,200 per family.

Plan B

PPO In-Network Benefits:
- Claims paid at 80 percent of first $5,000;
- Deductible - $2,500 per person per year;
- Prescription Plan - $10/$20/$35 co-pay;
- Maximum out-of-pocket costs per year - $3,500.

Out-of-Network Benefits:
- Claims paid at 60 percent of first $10,000;
- Deductible - $5,000 per person per year;
- Prescription Plan - $10/$20/$35 co-pay;
- Maximum out-of-pocket costs per year - $9,000.

The police and fire retirees each have trust funds that receive monthly contributions from active police and fire employees to supplement costs. Retirees contribute to these same funds through deductions from their pensions.

Total claims paid on behalf of retirees last year was $278,603. Retiree contributions toward the health plan last year was $209,573.

NOTE 12 - **CONDUIT DEBT**

From time to time, the City has issued various types of revenue bonds on behalf of private sector and nonprofit entities for the acquisition and/or construction of facilities deemed to be in the public interest. The bonds are secured by the property and revenues of those entities, and are payable solely from the resources of those entities. The City is not obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the financial statements.

As of April 30, 2005 there were two series of revenue bonds outstanding. The principal amount payable was $1,586,551.

NOTE 13 - **CONTINGENCIES**

The City is party to various legal proceedings which normally occur in government operations. These legal proceedings are not likely to have a material adverse impact on the affected funds of the City and accordingly, no provision for losses has been recorded.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF PEKIN, ILLINOIS
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED APRIL 30, 2005

	Budgeted Amounts Original and Final	Actual	Variance Favorable (Unfavorable)
Revenues:			
Taxes	$ 15,354,327	$ 17,104,363	$ 1,750,036
Licenses and permits	240,450	278,885	38,435
Intergovernmental	75,050	133,203	58,153
Fees and charges for services	669,774	713,778	44,004
Fines and collections	316,500	359,889	43,389
Investment earnings	75,000	140,332	65,332
Reimbursements	19,500	82,787	63,287
All other revenues	485,666	145,053	(340,613)
Total revenues	17,236,267	18,958,290	1,722,023
Expenditures:			
General government	1,065,806	1,531,565	(465,759)
Public safety	11,304,531	11,463,165	(158,634)
Public lands and buildings	440,212	533,335	(93,123)
Zoning and inspection	319,797	355,188	(35,391)
Public works	220,556	127,606	92,950
Highways and streets	1,590,866	1,177,928	412,938
Planning and development	161,425	163,139	(1,714)
Culture and recreation	16,166	17,095	(929)
Visitors bureau	95,000	61,538	33,462
Capital outlay	389,150	2,480,871	(2,091,721)
Debt service:			
Principal	85,000	115,000	(30,000)
Interest	85,000	31,320	53,680
Total expenditures	15,773,509	18,057,750	(2,284,241)
Excess of revenues over expenditures	1,462,758	900,540	(562,218)
Other financing sources (uses):			
Bond proceeds	-	1,820,729	1,820,729
Operating transfers in	141,610	100,000	(41,610)
Operating transfers out	(1,595,367)	(1,443,025)	152,342
Total other financing sources (uses)	(1,453,757)	477,704	1,931,461
Net change in fund balance	$ 9,001	1,378,244	$ 1,369,243
Fund balance, beginning of year		9,731,771	
Fund balance, end of year		$ 11,110,015	

The notes to the financial statements are an integral part of this statement.

CITY OF PEKIN, ILLINOIS
LIBRARY FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED APRIL 30, 2005

	Budgeted Amounts Original and Final	Actual	Variance Favorable (Unfavorable)
Revenues:			
Property taxes	$ 754,500	$ 751,358	$ (3,142)
Replacement taxes	59,000	74,687	15,687
Charges for services	35,050	36,131	1,081
Intergovernmental	45,000	106,632	61,632
Investment earnings	3,000	18,258	15,258
All other revenues	11,500	16,924	5,424
Total revenues	908,050	1,003,990	95,940
Expenditures:			
Culture and recreation:			
Personal services	538,962	501,047	37,915
Books, programs and services	138,345	148,524	(10,179)
Other services and charges	211,367	317,349	(105,982)
Capital outlay:			
Equipment and building improvements	24,650	24,681	(31)
Total expenditures	913,324	991,601	(78,277)
Excess (deficiency) of revenues over expenditures	(5,274)	12,389	17,663
Other financing sources:			
Transfers in	155,000	-	(155,000)
Net change in fund balance	$ 149,726	12,389	$ (137,337)
Fund balance, beginning of year		688,644	
Fund balance, end of year		$ 701,033	

The notes to the financial statements are an integral part of this statement.

CITY OF PEKIN, ILLINOIS
MOTOR FUEL TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED APRIL 30, 2005

	Budgeted Amounts Original and Final	Actual	Variance Favorable (Unfavorble)
Revenues:			
Motor fuel taxes	$ 987,000	$ 1,007,363	$ 20,363
Franchise fees	100,000	61,789	(38,211)
Intergovernmental	1,200,000	-	(1,200,000)
Investment earnings	15,000	50,101	35,101
Total revenues	2,302,000	1,119,253	(1,182,747)
Expenditures-highways and streets:			
Street construction and maintenance	1,942,564	940,093	1,002,471
Excess of revenues over expenditures	$ 359,436	179,160	$ (180,276)
Fund balance, beginning of year		2,859,351	
Fund balance, end of year		$ 3,038,511	

The notes to the financial statements are an integral part of this statement.

OTHER SUPPLEMENTARY INFORMATION

CITY OF PEKIN, ILLINOIS
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED APRIL 30, 2005

	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Property taxes	$ 3,925,400	$ 3,909,855	$ (15,545)
Replacement taxes	567,250	819,690	252,440
Income taxes	2,100,000	2,359,185	259,185
State sales and use taxes	4,713,177	5,383,404	670,227
Local sales and use taxes	2,728,000	2,997,982	269,982
Local motor fuel taxes	300,000	358,372	58,372
Telecommunication tax	1,020,500	1,253,953	233,453
Intergovernmental	75,050	133,203	58,153
Franchise fees	310,000	339,978	29,978
Fire protection fees	336,700	336,193	(507)
Charges for services	23,074	37,607	14,533
Fines and collections	316,500	359,889	43,389
Parking lot rentals	12,000	12,139	139
Other rentals and sale of property	375,000	61,717	(313,283)
2% foreign fire insurance tax	17,000	21,922	4,922
Licenses and permits	240,450	278,885	38,435
Reimbursements	19,500	82,787	63,287
Investment earnings	75,000	140,332	65,332
Miscellaneous	81,666	71,197	(10,469)
Total revenues	17,236,267	18,958,290	1,722,023
Expenditures:			
General government	1,438,831	1,884,447	(445,616)
Visitors bureau	95,000	61,538	33,462
Street	1,640,866	1,415,421	225,445
Police	6,068,241	6,237,542	(169,301)
Fire	5,487,840	5,460,653	27,187
Public works	234,556	127,640	106,916
Zoning and inspection	319,797	355,590	(35,793)
Public lands and buildings	472,212	2,497,824	(2,025,612)
Band	16,166	17,095	(929)
Total expenditures	15,773,509	18,057,750	(2,284,241)
Excess of revenues over expenditures	1,462,758	900,540	(562,218)
Other financing sources (uses):			
Bond proceeds	-	1,820,729	1,820,729
Transfers in	141,610	100,000	(41,610)
Transfers out	(1,595,367)	(1,443,025)	152,342
Total other financing sources (uses)	(1,453,757)	477,704	1,931,461
Net change in fund balance	$ 9,001	1,378,244	$ 1,369,243
Fund balance, beginning of year		9,731,771	
Fund balance, end of year		$ 11,110,015	

The notes to the financial statements are an integral part of this statement.

CITY OF PEKIN, ILLINOIS
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL
FOR THE YEAR ENDED APRIL 30, 2005

	Final Budget	Actual	Variance Favorable (Unfavorable)
General government:			
Administrative:			
Personal services	$ 146,279	$ 162,340	$ (16,061)
Supplies	900	918	(18)
Other services and charges	77,057	61,373	15,684
Capital outlay	300	1,078	(778)
Total administrative	224,536	225,709	(1,173)
Planning and development:			
Personal services	74,638	81,963	(7,325)
Supplies	200	192	8
Other services and charges	86,587	80,984	5,603
Capital outlay	-	285	(285)
Total planning and development	161,425	163,424	(1,999)
Legal:			
Other services and charges	268,500	336,117	(67,617)
City Clerk:			
Personal services	64,003	66,826	(2,823)
Supplies	200	188	12
Other services and charges	21,071	23,102	(2,031)
Capital outlay	-	3,539	(3,539)
Total city clerk	85,274	93,655	(8,381)
Finance:			
Personal services	135,981	150,522	(14,541)
Supplies	3,400	3,968	(568)
Other services and charges	52,066	51,693	373
Capital outlay	100	28	72
Total finance	191,547	206,211	(14,664)
Personnel:			
Personal services	62,926	64,991	(2,065)
Supplies	3,400	3,835	(435)
Other services and charges	16,161	28,129	(11,968)
Capital outlay	100	803	(703)
Total personnel	82,587	97,758	(15,171)
Non-departmental:			
Supplies	3,000	4,610	(1,610)
Other services and charges	210,862	572,953	(362,091)
Capital outlay	40,600	37,690	2,910
Debt service-principal	85,000	115,000	(30,000)
Debt service-interest	85,500	31,320	54,180
Total non-departmental	424,962	761,573	(336,611)
Total general government	1,438,831	1,884,447	(445,616)

The notes to the financial statements are an integral part of this statement.

CITY OF PEKIN, ILLINOIS
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL
FOR THE YEAR ENDED APRIL 30, 2005

	Final Budget	Actual	Variance Favorable (Unfavorable)
Visitors bureau:			
Grants	32,000	15,886	16,114
Supplies	200	152	48
Other services and charges	62,800	45,500	17,300
Total visitors bureau	95,000	61,538	33,462
Street:			
Personal services	686,028	618,742	67,286
Supplies	8,050	4,954	3,096
Other services and charges	896,788	554,232	342,556
Capital outlay	50,000	237,493	(187,493)
Total street	1,640,866	1,415,421	225,445
Police:			
Personal services	3,265,326	3,476,450	(211,124)
Supplies	18,700	16,227	2,473
Other services and charges	2,617,165	2,572,063	45,102
Capital outlay	167,050	172,802	(5,752)
Total police	6,068,241	6,237,542	(169,301)
Fire:			
Personal services	2,830,249	2,871,627	(41,378)
Supplies	31,800	25,393	6,407
Other services and charges	2,541,291	2,501,405	39,886
Capital outlay	84,500	62,228	22,272
Total fire	5,487,840	5,460,653	27,187
Public works:			
Personal services	147,363	80,757	66,606
Supplies	1,600	483	1,117
Other services and charges	71,593	46,366	25,227
Capital outlay	14,000	34	13,966
Total public works	234,556	127,640	106,916

The notes to the financial statements are an integral part of this statement.

CITY OF PEKIN, ILLINOIS
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL
FOR THE YEAR ENDED APRIL 30, 2005

	Final Budget	Actual	Variance Favorable (Unfavorable)
Zoning and inspection:			
Personal services	227,390	234,156	(6,766)
Supplies	650	125	525
Other services and charges	91,257	120,907	(29,650)
Capital outlay	500	402	98
Total zoning and inspection	319,797	355,590	(35,793)
Public land and buildings:			
Personal services	173,698	208,231	(34,533)
Supplies	24,250	28,217	(3,967)
Other services and charges	242,264	296,887	(54,623)
Capital outlay	32,000	1,964,489	(1,932,489)
Total public land and buildings	472,212	2,497,824	(2,025,612)
Band:			
Personal services	12,276	16,420	(4,144)
Other services and charges	3,890	675	3,215
Total band	16,166	17,095	(929)
Total general fund	$ 15,773,509	$ 18,057,750	$(2,284,241)

The notes to the financial statements are an integral part of this statement.

CITY OF PEKIN, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
APRIL 30, 2005

	Special Revenue				
	Sanitation Fund	HUD Metro Development Fund	TIF 1 Central Business District Fund	Capital Projects Fund	Total
ASSETS					
Cash	$ 2	$ 24,007	$ -	$ 580,954	$ 604,963
Investments	-	-	-	615,288	615,288
Due from other funds	-	-	4,675	-	4,675
Receivables:					
Accounts, fees, grants, and other taxes	1,355	-	38,998	29,657	70,010
Loans	-	1,426,089	-	-	1,426,089
Total assets	$ 1,357	$ 1,450,096	$ 43,673	$ 1,225,899	$ 2,721,025
LIABILITIES AND FUND BALANCES					
Liabilities:					
Cash overdraft	$ -	$ -	$ 178,081	$ -	$ 178,081
Accounts payable	80,155	10,563	296,010	385	387,113
Accrued wages	11,191	1,933	-	-	13,124
Total liabilities	91,346	12,496	474,091	385	578,318
Fund balances:					
Reserved for:					
Capital projects	-	-	-	1,225,514	1,225,514
Unreserved, undesignated	(89,989)	1,437,600	(430,418)	-	917,193
Total fund balances	(89,989)	1,437,600	(430,418)	1,225,514	2,142,707
Total liabilities and fund balances	$ 1,357	$ 1,450,096	$ 43,673	$ 1,225,899	$ 2,721,025

The notes to the financial statements are an integral part of this statement.

CITY OF PEKIN, ILLINOIS
COMBINING STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED APRIL 30, 2005

	Special Revenue				
	Sanitation Fund	HUD Metro Development Fund	TIF 1 Central Business District Fund	Capital Projects Fund	Total
Revenues:					
Taxes:					
Property	$ -	$ -	$ 493,570	$ -	$ 493,570
Sales	-	-	380,900	-	380,900
Local motor fuel	-	-	-	358,372	358,372
Intergovernmental	67,000	338,320	-	235,242	640,562
Investment earnings	-	14,226	68	10,994	25,288
Other revenues	11,859	256	5,420	8,594	26,129
Total revenues	78,859	352,802	879,958	613,202	1,924,821
Expenditures:					
Current:					
General government/administrative	-	141,484	51,905	42,910	236,299
Sanitation	2,052,959	-	-	-	2,052,959
Planning and development	-	-	781,799	375,286	1,157,085
Residential and public improvements/ donations	-	293,855	886,977	-	1,180,832
Debt service:					
Interest	3,811	-	35,162	-	38,973
Total expenditures	2,056,770	435,339	1,755,843	418,196	4,666,148
Excess (deficiency) of revenues over expenditures	(1,977,911)	(82,537)	(875,885)	195,006	(2,741,327)
Other financing sources:					
Bond proceeds	485,291	-	405,327	-	890,618
Transfers in	1,443,025	-	-	-	1,443,025
Total other financing sources	1,928,316	-	405,327	-	2,333,643
Net change in fund balances	(49,595)	(82,537)	(470,558)	195,006	(407,684)
Fund balances, beginning of year	(40,394)	1,520,137	40,140	1,030,508	2,550,391
Fund balances, end of year	$ (89,989)	$ 1,437,600	$ (430,418)	$ 1,225,514	$ 2,142,707

The notes to the financial statements are an integral part of this statement.

SCHEDULE 7

CITY OF PEKIN, ILLINOIS
SANITATION SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED APRIL 30, 2005

	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental	$ 67,000	$ 67,000	$ -
Licenses	750	800	50
Other revenues	500	11,059	10,559
Total revenues	68,250	78,859	10,609
Expenditures:			
Garbage removal contract	210,000	259,193	(49,193)
Garbage pick-up costs	358,138	313,037	45,101
Landfill costs	312,500	295,341	17,159
Yard waste costs	229,515	302,491	(72,976)
Recycling costs	284,019	297,808	(13,789)
Capital outlay	67,500	585,089	(517,589)
Debt service:			
Interest	-	3,811	(3,811)
Total expenditures	1,461,672	2,056,770	(595,098)
Deficiency of revenues over expenditures	(1,393,422)	(1,977,911)	(584,489)
Other financing sources:			
Bond proceeds	-	485,291	485,291
Transfers in	1,393,422	1,443,025	49,603
Total other financing sources	1,393,422	1,928,316	534,894
Net change in fund balance	$ -	(49,595)	$ (49,595)
Fund balance (deficit), beginning of year		(40,394)	
Fund balance (deficit), end of year		$ (89,989)	

The notes to the financial statements are an integral part of this statement.

CITY OF PEKIN, ILLINOIS
HUD METRO DEVELOPMENT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED APRIL 30, 2005

	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Federal grants	$ 481,000	$ 338,320	$ (142,680)
Investment earnings	11,700	14,226	2,526
Other revenues	231,300	256	(231,044)
Total revenues	724,000	352,802	(371,198)
Expenditures:			
General government	164,400	141,484	22,916
Capital outlay:			
Economic development	100,000	-	100,000
Residential housing rehabilitation	209,600	77,165	132,435
General public improvements	200,000	167,572	32,428
Contribution to public agencies	50,000	49,118	882
Total expenditures	724,000	435,339	288,661
Excess (deficiency) of revenues over expenditures	$ -	(82,537)	$ (82,537)
Fund balance, beginning of year		1,520,137	
Fund balance, end of year		$ 1,437,600	

The notes to the financial statements are an integral part of this statement.

SCHEDULE 9

CITY OF PEKIN, ILLINOIS
TIF CENTRAL BUSINESS DISTRICT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED APRIL 30, 2005

	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Property taxes	$ 450,000	$ 493,570	$ 43,570
Sales tax	350,000	380,900	30,900
Intergovernmental	600,000	-	(600,000)
Investment earnings	12,500	68	(12,432)
Sale of property	-	100	100
Rental of property	-	1,200	1,200
Total revenues	1,412,500	875,838	(536,662)
Expenditures:			
Economic development:			
Administrative	59,204	51,905	7,299
Redeveloping costs	2,060,000	1,668,776	391,224
Debt service:			
Principal	245,000	-	245,000
Interest	70,240	35,162	35,078
Total expenditures	2,434,444	1,755,843	678,601
Deficiency of revenues over expenditures	(1,021,944)	(880,005)	141,939
Other financing sources:			
Bond proceeds	-	405,327	405,327
Refund of bond issuance costs	-	4,120	4,120
Total other financing sources	-	409,447	409,447
Net change in fund balance	$ (1,021,944)	(470,558)	$ 551,386
Fund balance, beginning of year		40,140	
Fund balance (deficit), end of year		$ (430,418)	

The notes to the financial statements are an integral part of this statement.

CITY OF PEKIN, ILLINOIS
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED APRIL 30, 2005

	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Local motor fuel tax	$ 300,000	$ 358,372	$ 58,372
Intergovernmental grants	1,950,000	235,242	(1,714,758)
Investment earnings	15,000	10,994	(4,006)
Other revenues	-	8,594	8,594
Total revenues	2,265,000	613,202	(1,651,798)
Expenditures:			
Contract construction	2,220,000	375,286	1,844,714
Administrative costs	25,950	42,910	(16,960)
Total expenditures	2,245,950	418,196	1,827,754
Excess of revenues over expenditures	$ 19,050	195,006	$ 175,956
Fund balance, beginning of year		1,030,508	
Fund balance, end of year		$ 1,225,514	

The notes to the financial statements are an integral part of this statement.

CITY OF PEKIN, ILLINOIS
COMBINING STATEMENT OF NET ASSETS
NONMAJOR ENTERPRISE FUNDS
APRIL 30, 2005

	Municipal Bus Fund	School Bus Fund	Pekin Airport Fund	Total
ASSETS				
Current assets:				
Cash	$ 116,262	$ 435,096	$ 14,528	$ 565,886
Investments	-	127,693	-	127,693
Accounts receivable (net of allowance for uncollectibles)	-	-	450	450
Total current assets	116,262	562,789	14,978	694,029
Noncurrent assets:				
Capital assets:				
Land and improvements	-	-	936,302	936,302
Buildings	-	50,000	374,500	424,500
Equipment	30,041	-	38,323	68,364
Vehicles	649,154	2,305,219	-	2,954,373
Less accumulated depreciation	(639,263)	(1,835,949)	(981,001)	(3,456,213)
Total capital assets (net of accumulated depreciation)	39,932	519,270	368,124	927,326
Total assets	$ 156,194	$ 1,082,059	$ 383,102	$ 1,621,355
LIABILITIES AND NET ASSETS				
Current liabilities:				
Accounts payable	$ -	$ 2,967	$ 9,589	$ 12,556
Accrued wages	2,576	14,642	-	17,218
Total current liabilities	2,576	17,609	9,589	29,774
Net assets:				
Invested in capital assets, net of related debt	39,932	519,270	368,124	927,326
Unrestricted	113,686	545,180	5,389	664,255
Total net assets	153,618	1,064,450	373,513	1,591,581
Total liabilities and net assets	$ 156,194	$ 1,082,059	$ 383,102	$ 1,621,355

The notes to the financial statements are an integral part of this statement.

CITY OF PEKIN, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED APRIL 30, 2005

	Municipal Bus Fund	School Bus Fund	Pekin Airport Fund	Total
Operating revenues, charges for services	$ 11,654	$1,383,403	$ 61,255	$ 1,456,312
Operating expenses:				
Personal services	128,325	587,723	-	716,048
Supplies	643	1,731	-	2,374
Other services and charges	85,342	264,241	56,296	405,879
Depreciation	39,109	101,613	42,264	182,986
Total operating expenses	253,419	955,308	98,560	1,307,287
Operating income (loss)	(241,765)	428,095	(37,305)	149,025
Nonoperating revenues:				
Grants	153,451	-	-	153,451
Investment earnings	29	2,786	2	2,817
Total nonoperating revenues	153,480	2,786	2	156,268
Income (loss) before transfers	(88,285)	430,881	(37,303)	305,293
Transfers out	-	(128,000)	-	(128,000)
Change in net assets	(88,285)	302,881	(37,303)	177,293
Total net assets, beginning of year	241,903	761,569	410,816	1,414,288
Total net assets, end of year	$ 153,618	$1,064,450	$ 373,513	$ 1,591,581

The notes to the financial statements are an integral part of this statement.

CITY OF PEKIN, ILLINOIS
STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED APRIL 30, 2005

	Municipal Bus Fund	School Bus Fund	Pekin Airport Fund	Total
Cash flows from operating activities:				
Receipts from services	$ 158,610	$ 1,383,403	$ 70,248	$ 1,612,261
Payments for personal services	(127,947)	(585,997)	-	(713,944)
Payments to vendors and suppliers	(86,034)	(266,357)	(55,730)	(408,121)
Net cash provided (used) by operating activities	(55,371)	531,049	14,518	490,196
Cash flows from noncapital financing activities:				
Grant receipts	153,451	-	-	153,451
Transfers to other funds	-	(128,000)	-	(128,000)
Net cash provided (used) by noncapital financing activities	153,451	(128,000)	-	25,451
Cash flows from capital related activities:				
Purchase of capital assets	-	(87,800)	-	(87,800)
Cash flows from investing activities:				
Purchase of investments	-	(127,693)	-	(127,693)
Interest income	29	2,786	2	2,817
Net cash provided (used) by investing activities	29	(124,907)	2	(124,876)
Net increase in cash	98,109	190,342	14,520	302,971
Cash balance, beginning of year	18,153	244,754	8	262,915
Cash balance, end of year	$ 116,262	$ 435,096	$ 14,528	$ 565,886
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating income (loss)	$ (241,765)	$ 428,095	$ (37,305)	$ 149,025
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	39,109	101,613	42,264	182,986
Changes in assets and liabilities:				
Decrease in receivables	146,956	-	8,993	155,949
Increase (decrease) in accounts payable	(49)	(385)	566	132
Increase in accrued wages	378	1,726	-	2,104
Net cash provided (used) by operating activities	$ (55,371)	$ 531,049	$ 14,518	$ 490,196

The notes to the financial statements are an integral part of this statement.

CITY OF PEKIN, ILLINOIS
COMBINING STATEMENT OF NET ASSETS
INTERNAL SERVICE FUNDS
APRIL 30, 2005

	Vehicle Maintenance Fund	Employees Benefits Fund	Total
ASSETS			
Current assets:			
Cash	$ 2,087	$ 603,021	$ 605,108
Investments	-	861,550	861,550
Accounts receivable	2,733	-	2,733
Fuel and parts inventory, at cost	22,226	-	22,226
Total current assets	27,046	1,464,571	1,491,617
Noncurrent assets:			
Capital assets:			
Equipment	38,745	-	38,745
Less accumulated depreciation	(16,844)	-	(16,844)
Total capital assets, net of accumulated depreciation	21,901	-	21,901
Total assets	$ 48,947	$ 1,464,571	$1,513,518
LIABILITIES AND NET ASSETS			
Current liabilities:			
Accounts payable	$ 61,848	$ 69,389	$ 131,237
Accrued wages	5,656	-	5,656
Total current liabilities	67,504	69,389	136,893
Net assets:			
Invested in capital assets, net of related debt	21,901	-	21,901
Unrestricted	(40,458)	1,395,182	1,354,724
Total net assets	(18,557)	1,395,182	1,376,625
Total liabilities and net assets	$ 48,947	$ 1,464,571	$1,513,518

The notes to the financial statements are an integral part of this statement.

CITY OF PEKIN, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED APRIL 30, 2005

	Vehicle Maintenance Fund	Employees Benefits Fund	Total
Operating revenues, charges for services	$ 719,356	$ 3,360,700	$ 4,080,056
Operating expenses:			
Personal services	267,565	-	267,565
Cost of fuel and parts sold	476,744	-	476,744
Insurance claims and premiums paid	-	2,861,087	2,861,087
Other services and charges	140,001	7,684	147,685
Depreciation	3,876	-	3,876
Total operating expenses	888,186	2,868,771	3,756,957
Operating income (loss)	(168,830)	491,929	323,099
Nonoperating revenues:			
Investment earnings	-	17,675	17,675
Income (loss) before transfers	(168,830)	509,604	340,774
Transfers in	128,000	-	128,000
Change in net assets	(40,830)	509,604	468,774
Total net assets, beginning of year	22,273	885,578	907,851
Total net assets, end of year	$ (18,557)	$ 1,395,182	$ 1,376,625

The notes to the financial statements are an integral part of this statement.

CITY OF PEKIN, ILLINOIS
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED APRIL 30, 2005

	Vehicle Maintenance Fund	Employees Benefit Fund	Total
Cash flows from operating activities:			
Receipts from services	$ 724,874	$ 3,360,700	$ 4,085,574
Payments for personal services	(265,921)	-	(265,921)
Payments to vendors and suppliers	(584,909)	(2,890,079)	(3,474,988)
Net cash provided (used) by operating activities	(125,956)	470,621	344,665
Cash flows from noncapital financing activities:			
Transfers from other funds	128,000	-	128,000
Cash flows from investing activities:			
Proceeds from redemption of investments	-	13,013	13,013
Interest income	-	17,675	17,675
Net cash provided by investing activities	-	30,688	30,688
Net increase in cash	2,044	501,309	503,353
Cash balance, beginning of year	43	101,712	101,755
Cash balance, end of year	$ 2,087	$ 603,021	$ 605,108
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	$ (168,830)	$ 491,929	$ 323,099
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:			
Depreciation	3,876	-	3,876
Changes in net assets and liabilities:			
Decrease in accounts receivable	5,518	-	5,518
Decrease in inventories	3,181	-	3,181
Increase (decrease) in accounts payable	28,655	(21,308)	7,347
Increase in accrued wages	1,644	-	1,644
Net cash provided (used) by operating activities	$ (125,956)	$ 470,621	$ 344,665

The notes to the financial statements are an integral part of this statement.

CITY OF PEKIN, ILLINOIS
COMBINING STATEMENT OF FIDUCIARY NET ASSETS
PENSION TRUST FUNDS
APRIL 30, 2005

	Police Pension Fund	Fire Pension Fund	Total
ASSETS			
Cash	$ -	$ 118,817	$ 118,817
Investments, at market value:			
Money market accounts	1,144,952	214,905	1,359,857
Certificates of deposit	890,090	-	890,090
U.S. Government and Agency obligations	10,956,358	7,012,206	17,968,564
Equity funds	1,116,317	1,524,233	2,640,550
Equity mutual funds	2,202,314	2,789,215	4,991,529
Foreign bonds	240,000	-	240,000
Bond mutual fund	25,182	35,692	60,874
Index funds	714,086	622,838	1,336,924
Real estate investment trusts	344,894	219,677	564,571
Due from other fund	-	1,000	1,000
Total assets	$ 17,634,193	$ 12,538,583	$ 30,172,776
LIABILITIES AND NET ASSETS			
Liabilities:			
Cash overdraft	$ 56,174	$ -	$ 56,174
Accounts payable	9,595	7,690	17,285
Total liabilities	65,769	7,690	73,459
Net assets:			
Held in trust for pension benefits	17,568,424	12,530,893	30,099,317
Total net assets	17,568,424	12,530,893	30,099,317
Total liabilities and net assets	$ 17,634,193	$ 12,538,583	$ 30,172,776

The notes to the financial statements are an integral part of this statement.

CITY OF PEKIN, ILLINOIS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
PENSION TRUST FUNDS
FOR THE YEAR ENDED APRIL 30, 2005

	Police Pension Fund	Fire Pension Fund	Total
ADDITIONS:			
Contributions:			
Employer	$ 821,284	$ 1,401,166	$ 2,222,450
Plan members	284,377	250,244	534,621
Total contributions	1,105,661	1,651,410	2,757,071
Investment income:			
Realized gains on investment sales and net appreciation in fair market value of investments	14,148	351,495	365,643
Interest/dividends	562,160	357,526	919,686
Total investment income	576,308	709,021	1,285,329
Less investment expense	(67,161)	(39,286)	(106,447)
Net investment income	509,147	669,735	1,178,882
Total additions	1,614,808	2,321,145	3,935,953
DEDUCTIONS:			
Benefits	1,279,161	1,643,907	2,923,068
Administrative expenses	26,423	13,463	39,886
Total deductions	1,305,584	1,657,370	2,962,954
Change in net assets	309,224	663,775	972,999
Net assets, beginning of year	17,259,200	11,867,118	29,126,318
Net assets, end of year	$ 17,568,424	$ 12,530,893	$ 30,099,317

The notes to the financial statements are an integral part of this statement.

SCHEDULE 19

CITY OF PEKIN, ILLINOIS
SPECIAL ASSESSMENT FUND
STATEMENT OF NET ASSETS
APRIL 30, 2005

ASSETS	
Assessment receivable	$ 7,187
LIABILITIES AND NET ASSETS	
Liabilities:	
Cash overdraft	$ 2,562
Net assets	4,625
Total liabilities and net assets	$ 7,187

The notes to the financial statements are an integral part of this statement.

SCHEDULE 20

CITY OF PEKIN, ILLINOIS
SPECIAL ASSESSMENT FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN NET ASSETS
YEAR ENDED APRIL 30, 2005

Revenues	$ -
Expenditures	-
Excess of revenues over expenditures	-
Net assets, beginning of year	4,625
Net assets, end of year	$ 4,625

The notes to the financial statements are an integral part of this statement.

SUPPORTING SCHEDULES

UNAUDITED STATISTICAL INFORMATION

SCHEDULE A

CITY OF PEKIN, ILLINOIS
GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION*
LAST TEN FISCAL YEARS

Year Ended April 30,	General Government	Public Safety	Highways and Streets	Sanitation	Culture and Recreation	Visitors Bureau	Zoning and Inspection	Debt Service	Public Land and Buildings	Public Works	Planning and Development	Capital Outlay	Total
1996	$ 1,538,119	$ 5,858,819	$ 1,719,090	$ 954,002	$ 654,015	$ -	$ 216,967	$ 788,199	$ 448,926	$ 134,318	$ 316,292	$ 785,889	$ 13,414,636
1997	1,078,922	6,130,906	2,079,106	1,029,604	687,249	850	195,777	590,195	356,873	135,355	902,047	2,167,571	15,354,455
1998	924,001	6,544,588	2,039,013	1,127,016	773,051	21,040	195,914	389,745	399,235	209,603	743,492	2,549,273	15,915,731
1999	797,433	8,283,459	1,898,742	1,119,046	761,782	35,477	197,000	353,914	490,714	163,423	533,780	2,838,401	17,473,171
2000	920,232	8,417,893	2,334,729	1,184,143	787,358	52,719	208,198	356,756	445,070	123,554	1,142,064	2,722,823	18,695,539
2001	994,107	8,871,744	2,418,111	1,237,572	791,624	37,606	234,177	379,196	503,912	239,898	3,649,654	1,723,208	21,080,809
2002	1,214,986	9,795,461	1,992,719	1,251,752	822,753	130,710	265,108	424,213	529,984	107,665	2,563,337	5,831,370	24,930,058
2003	1,438,585	10,549,088	2,519,149	1,292,922	871,355	106,392	292,045	329,090	497,749	212,221	3,475,488	3,627,877	25,211,961
2004	1,791,598	10,496,463	1,486,404	1,335,480	868,974	111,521	348,658	351,496	467,701	246,434	3,060,001	945,860	21,510,590
2005	1,768,134	11,463,165	2,118,021	2,052,959	984,015	61,538	355,188	185,293	533,335	127,606	2,501,056	2,505,552	24,655,862

*Includes General, Special Revenue and Capital Project Funds.
Source: Statement of Revenues, Expenditures, and Changes in Fund Balance 1996-2005.

This schedule is unaudited-see the accountant's report regarding this information.

CITY OF PEKIN, ILLINOIS
GENERAL REVNUES BY SOURCE
ALL GOVERNMENTAL FUND TYPES*
LAST TEN FISCAL YEARS

Year Ended April 30,	Taxes	Licenses and Permits	Intergovernmental	Fees and Charges for Services	Fines	Investment Earnings	Other Revenues	Total
1996	$ 14,313,467	$ 164,855	$ 649,745	$ 560,502	$ 238,792	$ 460,501	$ 842,132	$ 17,229,994
1997	14,750,452	163,552	668,670	710,766	179,580	399,181	585,402	17,457,603
1998	17,502,564	135,113	1,604,112	799,501	254,154	660,526	592,895	21,548,865
1999	16,823,489	198,093	1,471,959	756,463	199,539	931,638	314,717	20,695,898
2000	17,217,949	200,198	1,469,695	954,259	250,890	968,717	765,839	21,827,547
2001	17,940,950	188,208	1,506,333	737,672	281,892	1,270,871	1,655,559	23,581,485
2002	16,363,324	250,873	1,282,976	1,049,418	299,358	825,000	1,068,787	21,139,736
2003	16,790,044	257,428	1,204,090	758,186	322,076	432,469	668,574	20,432,867
2004	17,876,951	288,024	930,756	802,372	332,516	177,808	623,908	21,032,335
2005	20,170,613	278,885	880,397	811,698	359,889	233,979	271,163	23,006,624

*Includes General, Special Revenue and Capital Project Funds.
Source: Statement of Revenues, Expenditures, and Changes in Fund Balance: 1996-2005.

This schedule is unaudited-see the accountant's report regarding this information.

CITY OF PEKIN, ILLINOIS
TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS

Year Ended April 30,	Property Taxes	Road and Bridge Tax	State Income Tax	State Sales/Use Taxes	Local Sales Tax	Local Motel Tax	Replacement Tax	State Motor Fuel Tax	Local Motor Fuel Tax	Foreign Fire Tax	Telecommunication Tax	Total
1996	$ 5,766,464	$ 39,262	$ 1,933,550	$ 4,109,071	$ 2,572,231	$ -	$ 818,096	$ 750,215	$ -	$ 15,073	$ -	$ 16,003,962
1997	5,369,920	40,435	1,967,385	4,538,099	2,249,600	70,000	840,137	756,657	573,047	13,715	-	16,418,995
1998	4,919,838	41,930	2,641,576	5,451,860	3,268,197	94,679	931,541	830,666	866,818	14,730	-	19,061,835
1999	4,608,413	45,704	2,132,692	4,734,110	2,821,248	111,543	979,390	782,566	614,672	19,895	-	16,850,233
2000	4,265,504	48,376	2,494,530	4,945,073	2,848,410	61,616	1,044,134	898,220	612,086	18,124	-	17,236,163
2001	4,239,303	49,355	2,588,437	5,415,168	3,057,816	85,032	993,685	963,071	598,438	17,017	-	17,957,967
2002	4,198,454	51,169	2,229,408	4,460,272	2,904,301	96,452	928,224	943,355	551,689	15,969	-	16,379,293
2003	4,304,184	52,745	2,202,309	4,997,805	2,491,667	96,975	760,178	965,013	598,609	18,588	320,557	16,808,630
2004	4,335,019	41,143	1,992,404	5,031,084	2,613,422	110,461	845,746	963,059	660,369	23,509	1,284,244	17,900,460
2005	5,113,299	41,484	2,359,185	5,764,304	2,883,772	114,210	894,377	1,007,363	716,744	21,922	1,253,953	20,170,613

Source: Annual Financial Reports 1996-2005

This schedule is unaudited-see the accountant's report regarding this information.

CITY OF PEKIN, ILLINOIS
SCHEDULE OF 2004 TAX LEVY AND ESTIMATED COLLECTION IN 2005

Assessed valuation: $ 356,831,725

	Levy	Rate	Extension	Estimated Collection
Taxes assessed:				
Police protection	$ 859,613	.2408	$ 859,251	$ 850,658
Fire protection	859,612	.2408	859,251	850,658
Firemen's pension	1,382,201	.3872	1,381,652	1,367,835
Police pension	897,198	.2514	897,075	888,104
Library	754,500	.2114	754,342	746,799
	$ 4,753,124	1.3316	$ 4,751,571	4,704,054
City's 50% share of Road and Bridge Tax levied by Township's within the City limits				41,484
				$4,745,538

The notes to the financial statements are an integral part of this statement.

CITY OF PEKIN, ILLINOIS
SCHEDULE OF PROPERTY TAXES LEVIED AND COLLECTED FOR LATEST THREE (3) YEAR PERIOD

	2001 Levy				2002 Levy				2003 Levy			
Assessed valuation		$ 316,728,480				$ 337,592,958				$ 355,587,074		
	Levy	Rate	Extension	Total Collection	Levy	Rate	Extension	Total Collection	Levy	Rate	Extension	Total Collection
Taxes assessed:												
Police protection	$ 597,750	.1887	$ 597,579	$ 581,070	$ 579,250	.1751	$ 578,972	$ 573,871	$ 859,613	.2416	$ 859,099	$ 855,859
Fire protection	517,750	.1635	517,501	503,204	485,500	.1438	485,459	481,182	859,612	.2416	859,099	855,859
Firemen's pension	1,150,000	.3631	1,149,264	1,171,510	1,182,250	.3500	1,181,575	1,171,166	1,367,350	.3843	1,366,522	1,361,369
Police pension	660,000	.2084	659,616	672,455	678,500	.2009	678,224	672,249	798,825	.2245	798,293	795,284
Library	613,187	.1936	612,772	624,631	674,500	.1997	674,173	668,234	754,500	.2121	754,200	751,358
	$ 3,538,687	1.1173	$ 3,536,732	3,552,870	$ 3,600,000	1.0659	$ 3,598,403	3,566,702	$ 4,639,900	1.3041	$ 4,637,213	4,619,729
City's 50% share of Road and Bridge Tax levied by Townships within City limits				52,745				41,143				41,484
				$ 3,605,615				$ 3,607,845				$ 4,661,213

This schedule is unaudited-see the accountant's report regarding this information.

CITY OF PEKIN, ILLINOIS
POLICE PENSION AND FIRE PENSION FUNDS
SCHEDULE OF FUNDING PROGRESS
LAST NINE FISCAL YEARS

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL) Entry Age	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
POLICE PENSION FUND:						
4/30/04	$ 17,259,200	$ 28,606,668	$ 11,347,468	60.33%	$ 2,632,320	431.08%
4/30/03	16,429,992	28,094,070	11,664,078	58.48%	2,534,807	460.16%
4/30/02	16,623,145	26,506,773	9,883,628	62.71%	2,491,659	396.67%
4/30/01	16,195,153	24,988,934	8,793,781	64.81%	2,364,771	371.87%
4/30/00	16,159,440	23,350,514	7,191,074	69.20%	2,243,574	320.52%
4/30/99	15,020,070	19,905,121	4,885,051	75.46%	2,125,643	229.81%
4/30/98	12,366,053	19,267,089	6,901,036	64.18%	1,954,579	353.07%
4/30/97	12,188,930	18,362,978	6,174,048	66.38%	1,955,265	315.77%
4/30/96	10,549,265	15,436,481	4,887,216	68.34%	2,066,235	236.53%
FIRE PENSION FUND:						
4/30/04	$ 11,867,118	$ 32,634,687	$ 20,767,569	36.36%	$ 2,397,089	866.37%
4/30/03	10,864,171	30,698,486	19,834,315	35.39%	2,342,718	846.64%
4/30/02	10,768,673	29,659,438	18,890,765	36.31%	2,200,420	858.51%
4/30/01	11,194,200	28,912,103	17,717,903	38.72%	2,096,156	845.26%
4/30/00	9,859,854	26,199,785	16,339,931	37.63%	1,996,246	818.53%
4/30/99	9,710,701	22,232,147	12,521,446	56.32%	1,895,143	660.71%
4/30/98	8,900,063	20,727,124	11,827,061	42.94%	1,904,283	621.08%
4/30/97	8,341,304	19,961,772	11,620,468	41.79%	1,871,858	620.80%
4/30/96	7,821,073	21,675,194	13,854,121	36.08%	1,886,747	734.29%

This schedule is unaudited-see the accountant's report regarding this information.

CITY OF PEKIN, ILLINOIS
POLICE AND FIRE PENSION FUNDS
STATEMENT OF REVENUES AND OTHER RECEIPTS AND EXPENDITURES
LAST TEN FISCAL YEARS

	2005	2004	2003	2002	2001	2000	1999	1998	1997	1996
POLICE PENSION FUND										
Revenues and other receipts:										
Property taxes	$ 795,284	$ 672,249	$ 672,455	$ 698,423	$ 651,373	$ 642,603	$ 625,250	$ 598,739	$ 707,686	$ 718,673
Replacement taxes	26,000	29,266	27,443	23,728	20,800	18,053	16,474	13,104	13,104	15,116
Payroll deductions	284,377	258,921	248,563	244,020	220,412	204,479	191,381	186,675	175,271	172,324
Investment earnings	576,308	1,218,250	121,893	599,966	105,183	656,178	869,454	1,814,937	804,867	1,012,471
Total revenue and other receipts	1,681,969	2,178,686	1,070,354	1,566,137	997,768	1,521,313	1,702,559	2,613,455	1,700,928	1,918,584
Expenditures:										
Benefit payments	1,279,161	1,278,575	1,192,929	1,071,395	927,671	851,647	810,862	744,432	663,949	599,812
Other services and charges	93,584	70,903	70,578	76,750	24,385	8,534	30,580	34,126	48,542	54,179
Total expenditures	1,372,745	1,349,478	1,263,507	1,148,145	952,056	860,181	841,442	778,558	712,491	653,991
Net income (loss)	$ 309,224	$ 829,208	$ (193,153)	$ 417,992	$ 45,712	$ 661,132	$ 861,117	$ 1,834,897	$ 988,437	$ 1,264,593
FIRE PENSION FUND										
Revenues and other receipts:										
Property taxes	$ 1,361,370	$ 1,171,166	$ 1,171,510	$ 1,113,588	$ 1,004,951	$ 991,111	$ 964,345	$ 923,272	$ 909,882	$ 918,959
Replacement taxes	39,796	39,845	33,530	36,472	31,720	29,307	30,500	24,156	24,156	22,674
Payroll deductions	250,244	212,298	204,940	197,962	182,734	173,792	166,378	160,652	159,655	159,417
Investment earnings	709,021	1,148,193	194,562	(322,142)	232,061	101,600	416,746	1,336,553	552,384	757,601
Contribution from municipality	-	-	-	-	1,250,000	-	110,000	-	-	-
Total revenues and other receipts	2,360,431	2,571,502	1,604,542	1,025,880	2,701,466	1,295,810	1,687,969	2,444,633	1,646,077	1,858,651
Expenditures:										
Benefit payments	1,643,907	1,505,541	1,430,246	1,353,526	1,319,010	1,303,478	1,204,055	1,133,651	1,071,216	963,482
Other services and charges	52,749	63,014	78,798	97,881	6,223	12,766	111,736	69,794	60,248	34,541
Total expenditures	1,696,656	1,568,555	1,509,044	1,451,407	1,325,233	1,316,244	1,315,791	1,203,445	1,131,464	998,023
Net income (loss)	$ 663,775	$ 1,002,947	$ 95,498	$ (425,527)	$ 1,376,233	$ (20,434)	$ 372,178	$ 1,241,188	$ 514,613	$ 860,628

Source: City of Pekin, Illinois Annual Financial Statements: 1996-2005

This schedule is unaudited-see the accountant's report regarding this information.

CITY OF PEKIN, ILLINOIS
MISCELLANEOUS STATISTICS
APRIL 30, 2005

Date of Incorporation		August 21, 1849
Form of Government		Council-Manager
Area		14.5 square miles
Miles of Streets		200 miles
Number of Street Lights		2,594
Fire Protection:		
Number of Stations		3
Number of Firemen and Officers		49
Police Protection:		
Number of Stations		1
Number of Policemen and Officers		54
Sewers:		
Sanitary Sewers		120 miles
Storm Sewers		85 miles
Combination		45 miles
New Residential Building Permits Issued		89
Library:		
Number of Volumes		132,318
Employees:		
Administrative		35
Union		203
Other		40
	Total	278

This schedule is unaudited-see the accountant's report regarding this information.

OTHER REPORTS

WILLOCK WARNING & CO., P.C.
CERTIFIED PUBLIC ACCOUNTANTS

23 OLT AVENUE
PEKIN, ILLINOIS 61554

TELEPHONE (309) 347-3152
FAX (309) 347-3153

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH "GOVERNMENT AUDITING STANDARDS"

To the City Council
City of Pekin, Illinois

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Pekin, Illinois, as of and for the year ended April 30, 2005, which collectively comprise the City of Pekin, Illinois basic financial statements and have issued our report thereon dated October 19, 2005. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City of Pekin, Illinois' internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Pekin, Illinois' financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under "Government Auditing Standards".

However, we noted certain matters that we reported to the management of the City of Pekin, Illinois in a separate letter dated October 19, 2005.

This report is intended solely for the information and use of the management, City Council, and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

Willock Warning & Co, PC

WILLOCK WARNING & CO., PC
October 19, 2005

CITY OF PEKIN, ILLINOIS
SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE
FOR THE YEAR ENDED APRIL 30, 2005

FEDERAL GRANTS/PASS-THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NUMBER	FEDERAL EXPENDITURES
Federal Transportation Administration		
Direct Program (Nonmajor):		
Capital Improvement Grant	20.500	$ 4,219
U.S. Department of House and Urban Development		
Direct Program (Nonmajor):		
Community Development Block Grant	14.218	$ 338,320

I. SUMMARY OF INDEPENDENT AUDITOR'S RESULTS

A. Type of Report Issued on the Financial Statements
The Independent Auditor's Report on the general purpose financial statements of the City of Pekin, Illinois as of and for the year ended April 30, 2005 was an unqualified opinion.

B. Reportable Conditions in Internal Control Disclosed by the Audit of the Financial Statements
The audit of the general purpose financial statements of the City of Pekin, Illinois as of and for the year ended April 30, 2005, disclosed no matters involving the internal control over financial reporting and its operations that are considered to be material weaknesses.

C. Noncompliance Material to the Financial Statements
The audit disclosed no instances of noncompliance which are material to the general purpose financial statements of the City of Pekin, Illinois as of and for the year ended April 30, 2005.

D. Threshold for Distinguishing Between Type A and Type B Programs
The threshold for distinguishing between Type A and Type B programs was $500,000 for the year ended April 30, 2005.

II. FINDINGS RELATING TO THE FINANCIAL STATEMENT AUDIT AS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GENERALLY ACCEPTED GOVERNMENT AUDITING STANDARDS

A. Material Weaknesses
None

B. Compliance Findings
None

III. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None

Pekin Fire Department Gets Vital Grant

Pekin

Jessica Wheeler

The Pekin Fire Department will soon be updating its stations thanks to a special grant. The department received more than 94-thousand dollars from the Department of Homeland Security.

They will use the money to help update their communications system and to meet in-door air quality standards in the truck bays.

Fire Chief Chuck Lauss says it will be money well spent, "Its been a very important part of our operations, being able to do some things that we wouldn't be able to do otherwise with budget concerns and restrains."

Nine other heart of Illinois fire departments also received similar grants from the Department of Homeland Security.

I received a call from Ralph Warner at the Lions Club today. They are donating the generator, lights, and reel of cord to the foundation as we discussed earlier. The items are in and ready for delivery.

Council is meeting ONLY on the 12th this month and that will be the appointment night for the Frank. I think we should not detract from Frank's night.

I would suggest that we request agenda time on January 9th to present these items to the city.

SUE: can we get a spot on the agenda....preferably later in the meeting....(one Lions Club member gets off at 5 and needs to drive from Washington to be present)?

Foundation members: Can you please advise if you will be in attendance. I want to showcase the Lions Club, and the Foundation board as best we can.

HAPPY HOLIDAYS

Your comments/and suggestions, please.

Dave

ORDINANCE NO. 1568-A160

AN ORDINANCE PROVIDING FOR THE REZONING OF CERTAIN PROPERTY

WHEREAS, William J. Leman, not personally, but as Trustee under Trust Agreement dated September 21, 1998, and known as the LTR Land Trust, is the owner of the parcel herein described, hereinafter referred to as "Petitioner", and has heretofore requested the rezoning of certain property hereinafter described in this ordinance; and

WHEREAS, the Petitioner has requested that the property hereinafter described be rezoned from its current zoning of RE (One Family Residential Estate District) to R-2 (One Family Residential District); and

WHEREAS, the Petitioner has given due notice to all interested parties; and notice of a public hearing was duly published according to the law on November 23, 2005, in the Pekin Daily Times, Pekin, Tazewell County, Illinois; and

WHEREAS, pursuant to notice duly published according to law, the Planning Commission held a public hearing at 6:30 p.m. on December 14, 2005, and subsequent to said hearing duly transmitted its recommendations to the City Council recommending the zoning of said property.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF PEKIN, ILLINOIS:

1. That the following described property is hereby zoned as R-2 (One Family Residential District):

A part of the SW 1/4 and the SE 1/4 of Section 31, T. 25N., R. 4W., of the 3rd P.M., being more particularly described as follows:

Commencing at the Northeast corner of Lot 67 of Hickory Hills Estates Section Four, being a subdivision of part of the SW 1/4 of said Section 31; thence N2°51'53"W, a distance of 486.80 feet; thence S89°59'00"W, a distance of 22.55 feet; thence N0°01'00"W, a distance of 347.51 feet; thence N89°59'00E, a distance of 136.72 feet; thence N38°58'35"E, a distance of 146.29 feet; thence N72°43'07"E, a distance of 780.13 feet; thence S 0°31'20"W, a distance of 848.71 feet to a point on the Northerly line of Hickory Hills Estates Section Two, a subdivision of part of the SE 1/4 and the SW 1/4 of said Section 31; thence continuing S0°31'20"W along the Westerly line of said Hickory Hills Estates Section Two, a distance of 140.00 feet; thence S45°16'45"W along the Northerly line of said Hickory Hills Estates Section Two, a distance of 85.26 feet; thence N90°00'00"W along the Northwesterly line of said Hickory Hills Estates Section Two, a distance of 454.96 feet; thence S9°38'55"W along the Westerly line of said Hickory Hills Estates Section Two, a distance of 242.55 feet; thence N78°18'54"W along the Northerly line of said Hickory Hills Estates Section Two, a distance of 373.46 feet to a point on the Easterly line of said Hickory Hills Estates Section Four; thenceN7°21'30"E along the Easterly line of said Hickory Hills Estates Section Four, a distance of 33.20 feet to the Point of Beginning, containing 21.146 acres, situate, lying and being in the County of Tazewell and State of Illinois

PIN Part of 05-05-31-306-013

BE IT FURTHER ORDAINED that this Ordinance shall be in full force and effect upon its passage and approval.

PASSED AND APPROVED at a regular meeting of the City Council of the City of Pekin, this ________ day of ____________________, 2006; and upon roll call the vote was as follows:

AYES:

NAYS:

ABSENT:

ABSTAINING:

APPROVED this _______ day of __________________, 2006.

____
MAYOR

ATTEST:

____
CITY CLERK

PRELIMINARY PLAT
FOR
HICKORY HILLS ESTATES SECTION FIVE

A PART OF THE SW 1/4 AND SE 1/4 OF SECTION 31, T. 25 N., R. 4 W. OF THE 3RD P.M., TAZEWELL COUNTY, ILLINOIS

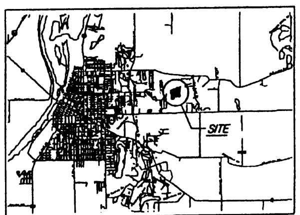
LEGAL DESCRIPTION

A PART OF THE SW 1/4 AND SE 1/4 OF SECTION 31, T. 25 N., R. 4 W., OF THE 3RD P.M., BEING MORE PARTICULARLY DESCRIBED AS FOLLOWS:

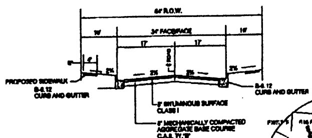
COMMENCING AT THE NORTHEAST CORNER OF LOT 67 OF HICKORY HILLS ESTATES SECTION FOUR, BEING A SUBDIVISION OF PART OF THE SW 1/4 OF SAID SECTION 31; THENCE [illegible], A DISTANCE OF [illegible] FEET; THENCE [illegible], A DISTANCE OF 22.35 FEET; THENCE [illegible], A DISTANCE OF 347.81 FEET; THENCE [illegible], A DISTANCE OF 138.72 FEET; THENCE [illegible], A DISTANCE OF 140.20 FEET; THENCE [illegible], A DISTANCE OF 768.13 FEET; THENCE [illegible], A DISTANCE OF 848.71 FEET TO A POINT ON THE NORTHERLY LINE OF HICKORY HILLS ESTATES SECTION TWO, A SUBDIVISION OF PART OF THE SE 1/4 AND THE SW 1/4 OF SAID SECTION 31; THENCE CONTINUING [illegible] ALONG THE WESTERLY LINE OF SAID HICKORY HILLS ESTATES SECTION TWO, A DISTANCE OF [illegible] FEET; THENCE [illegible] ALONG THE NORTHERLY LINE OF SAID HICKORY HILLS ESTATES SECTION TWO, A DISTANCE OF [illegible] FEET; THENCE [illegible] ALONG THE NORTHWESTERLY LINE OF SAID HICKORY HILLS ESTATES SECTION TWO, A DISTANCE OF 454.98 FEET; THENCE [illegible] ALONG THE WESTERLY LINE OF SAID HICKORY HILLS ESTATES SECTION TWO, A DISTANCE OF 242.35 FEET; THENCE [illegible] ALONG THE NORTHERLY LINE OF SAID HICKORY HILLS ESTATES SECTION TWO, A DISTANCE OF 373.46 FEET TO A POINT ON THE EASTERLY LINE OF SAID HICKORY HILLS ESTATES SECTION FOUR; THENCE N7°21'30"E ALONG THE EASTERLY LINE OF SAID HICKORY HILLS ESTATES SECTION FOUR, A DISTANCE OF 83.20 FEET TO THE POINT OF BEGINNING, CONTAINING 21.146 ACRES, SITUATE, LYING AND BEING IN THE COUNTY OF TAZEWELL AND STATE OF ILLINOIS.

GENERAL NOTES

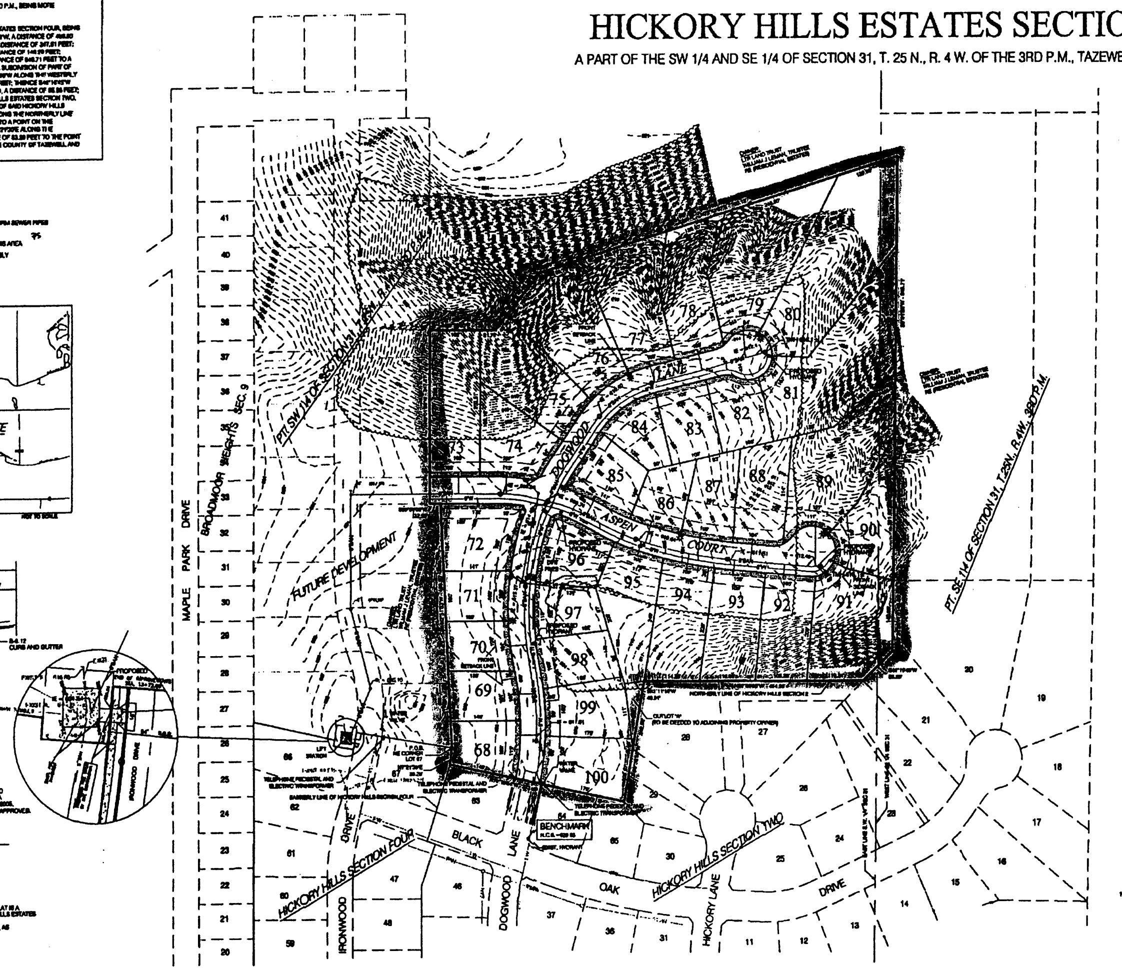
1. OWNER: LETROUT LAND TRUST
2. DEVELOPER: LETROUT LAND TRUST ATTN: BILL LEMAN
3. SITE AREA = 21.146 ACRES
4. STORM WATER DETENTION IS TO BE PROVIDED IN UNDERGROUND STORM SEWER PIPES
5. ZONING RE (RESIDENTIAL ESTATES) Proposed R-2 75
6. COMPREHENSIVE PLAN CALLS FOR CONSERVATION RESIDENTIAL IN THIS AREA
7. THE WESTERLY PORTION OF THIS PROPOSED SUBDIVISION MAY POSSIBLY FALL IN THE OLD PEKIN MINES AREA



SITE LOCATION MAP



TYPICAL ROAD SECTION
NOT TO SCALE



LEGEND

- EXISTING CONTOUR ELEVATION
- PROPOSED STREET LIGHT LOCATION
- PROPOSED WATER MAIN
- PROPOSED SANITARY SEWER MAIN
- P.O.B. POINT OF BEGINNING
- PROPOSED FIRE HYDRANT
- PROPOSED 10' WIDE UTILITY EASEMENT
- PROPOSED STORM SEWER
- EXISTING SANITARY SEWER
- EXISTING WATER MAIN

100 0 100 200 300
Scale 1" = 100'

STATE OF ILLINOIS)
COUNTY OF TAZEWELL)

I HEREBY CERTIFY THAT BY RESOLUTION NO.__________, ADOPTED BY THE CITY COUNCIL OF THE CITY OF PEKIN, TAZEWELL COUNTY, ILLINOIS, AT A REGULAR MEETING HELD ON THE _____ DAY OF ________, A.D. 2005, THE ABOVE PRELIMINARY PLAT OF HICKORY HILLS ESTATES SECTION FIVE WAS APPROVED.

____
CITY CLERK

STATE OF ILLINOIS)
COUNTY OF PEORIA)

WE, ZUMWALT & ASSOCIATES, INC., DO HEREBY CERTIFY THAT THE ABOVE PLAT IS A TRUE AND CORRECT REPRESENTATION OF A PRELIMINARY PLAT OF HICKORY HILLS ESTATES SECTION FIVE, BEING A SUBDIVISION OF PART OF THE SW 1/4 AND SE 1/4 OF SECTION 31, T. 25 N., R. 4 W., OF THE 3RD P.M., TAZEWELL COUNTY, ILLINOIS, AS DRAWN TO A SCALE OF 1" = 100 FEET.

DATED THIS 11th DAY OF NOVEMBER, A.D. 2005.

ZUMWALT & ASSOCIATES, INC.

BY Gary R. Zumwalt
ILLINOIS PROFESSIONAL LAND SURVEYOR #2325
LICENSE EXPIRATION DATE 11/30/06

DRAWN BY: JMD	REVISIONS	ZUMWALT & ASSOCIATES, INC.	FOR: LTR LAND TRUST	PRELIMINARY PLAT
APPROVED BY: GRZ		PROFESSIONAL ENGINEERS - REGISTERED LAND SURVEYORS		FOR
DATE: NOVEMBER 11, 2005		1040 W. OLYMPIA DRIVE	WILLIAM J. LEMAN, TRUSTEE	HICKORY HILLS ESTATES SECTION FIVE
DWG: 19152-P-002.DWG		PEORIA, ILLINOIS 61615-(309) 692-5074		
SURVEY BY: MJF		DESIGN FIRM REGISTRATION NO. 184-003189		

GARY R. ZUMWALT 3477 REGISTERED PROFESSIONAL ENGINEER OF ILLINOIS

JOB NO. 19152

RESOLUTION NO. 134- 05/06

PEKIN, ILLINOIS, January 9, 2006

RESOLUTION BY COMMISSIONER

BE IT RESOLVED BY THE COUNCIL OF THE CITY OF PEKIN, ILLINOIS, THAT:

The Preliminary Plat Hickory Hills Estates Section Five is hereby approved.

SIGNED BY
MAYOR.

PRELIMINARY PLAT
FOR
HICKORY HILLS ESTATES SECTION FIVE

A PART OF THE SW 1/4 AND SE 1/4 OF SECTION 31, T. 25 N., R. 4 W. OF THE 3RD P.M., TAZEWELL COUNTY, ILLINOIS

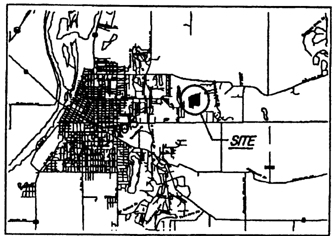
LEGAL DESCRIPTION

A PART OF THE SW 1/4 AND SE 1/4 OF SECTION 31, T. 25 N., R. 4 W., OF THE 3RD P.M., BEING MORE PARTICULARLY DESCRIBED AS FOLLOWS:

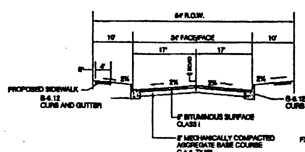
COMMENCING AT THE NORTHEAST CORNER OF LOT 67 OF HICKORY HILLS ESTATES SECTION FOUR, BEING A SUBDIVISION OF PART OF THE SW 1/4 OF SAID SECTION 31; THENCE N2°51'53"W, A DISTANCE OF 488.80 FEET; THENCE S88°59'00"W, A DISTANCE OF 22.56 FEET; THENCE N8°01'00"W, A DISTANCE OF 347.51 FEET; THENCE N89°59'00"E, A DISTANCE OF 136.72 FEET; THENCE N36°38'36"E, A DISTANCE OF 148.29 FEET; THENCE N72°49'07"E, A DISTANCE OF 780.13 FEET; THENCE S0°31'20"W, A DISTANCE OF 848.71 FEET TO A POINT ON THE NORTHERLY LINE OF HICKORY HILLS ESTATES SECTION TWO, A SUBDIVISION OF PART OF THE SE 1/4 AND THE SW 1/4 OF SAID SECTION 31; THENCE CONTINUING S0°31'20"W ALONG THE WESTERLY LINE OF SAID HICKORY HILLS ESTATES SECTION TWO, A DISTANCE OF 148.09 FEET; THENCE S48°18'45"W ALONG THE NORTHERLY LINE OF SAID HICKORY HILLS ESTATES SECTION TWO, A DISTANCE OF 85.36 FEET; THENCE N60°00'00"W ALONG THE NORTHWESTERLY LINE OF SAID HICKORY HILLS ESTATES SECTION TWO, A DISTANCE OF 454.98 FEET; THENCE S9°38'58"W ALONG THE WESTERLY LINE OF SAID HICKORY HILLS ESTATES SECTION TWO, A DISTANCE OF 242.55 FEET; THENCE N76°18'54"W ALONG THE NORTHERLY LINE OF SAID HICKORY HILLS ESTATES SECTION TWO, A DISTANCE OF 372.48 FEET TO A POINT ON THE EASTERLY LINE OF SAID HICKORY HILLS ESTATES SECTION FOUR; THENCE N7°21'30"E ALONG THE EASTERLY LINE OF SAID HICKORY HILLS ESTATES SECTION FOUR, A DISTANCE OF 88.20 FEET TO THE POINT OF BEGINNING, CONTAINING 21.148 ACRES, SITUATE, LYING AND BEING IN THE COUNTY OF TAZEWELL AND STATE OF ILLINOIS.

GENERAL NOTES

1. OWNER: LETROUT LAND TRUST
2. DEVELOPER: LETROUT LAND TRUST ATTN: BILL LEMAN
3. SITE AREA = 21.148 ACRES
4. STORM WATER DETENTION IS TO BE PROVIDED IN UNDERGROUND STORM SEWER PIPES
5. ZONING RE (RESIDENTIAL ESTATES) Proposed R-2 75
6. COMPREHENSIVE PLAN CALLS FOR CONSERVATION RESIDENTIAL IN THIS AREA
7. THE WESTERLY PORTION OF THIS PROPOSED SUBDIVISION MAY POSSIBLY FALL IN THE OLD PEKIN MINES AREA

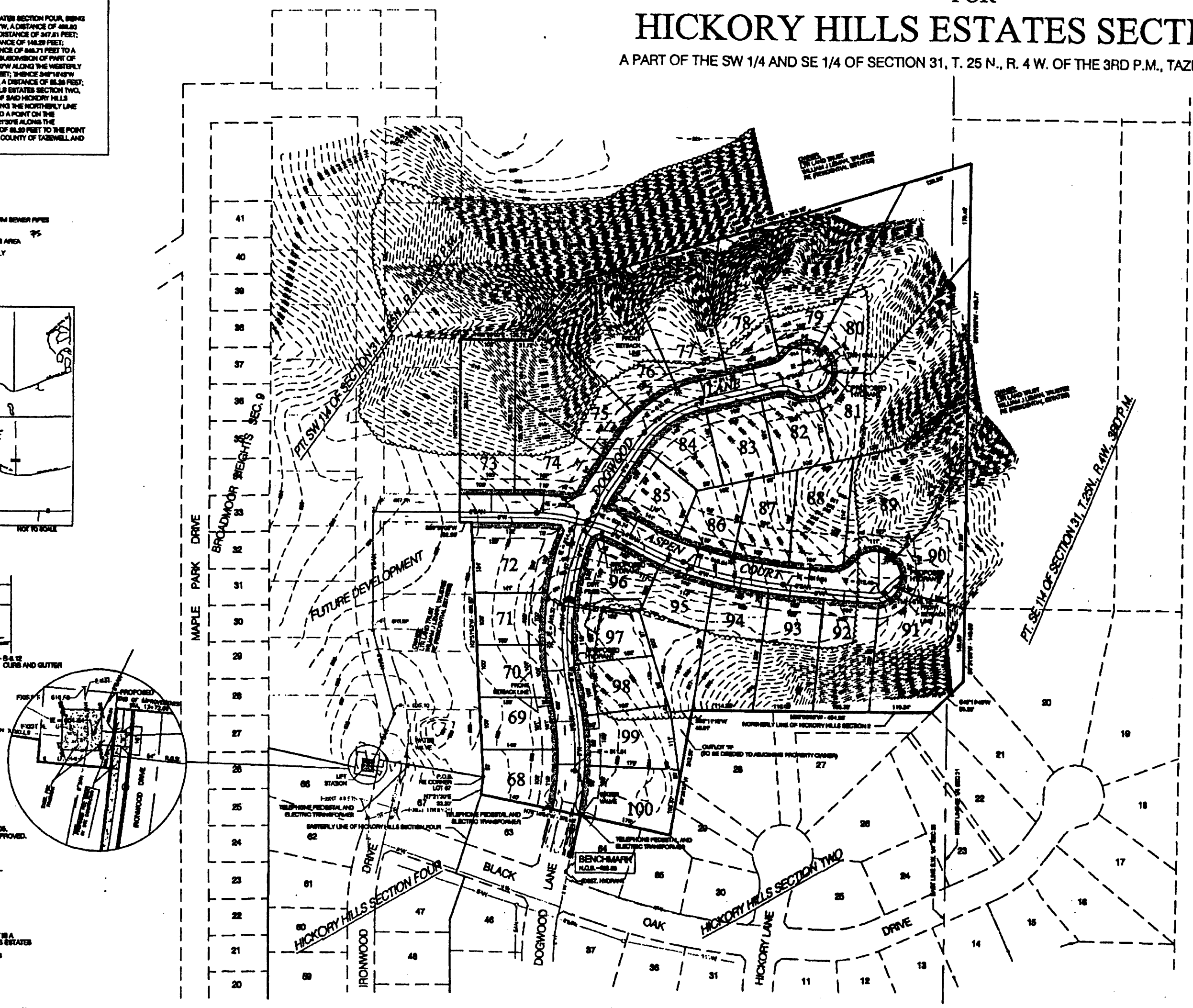


SITE LOCATION MAP



TYPICAL ROAD SECTION

NOT TO SCALE



STATE OF ILLINOIS)
COUNTY OF TAZEWELL)

I HEREBY CERTIFY THAT BY RESOLUTION NO.__________, ADOPTED BY THE CITY COUNCIL OF THE CITY OF PEKIN, TAZEWELL COUNTY, ILLINOIS, AT A REGULAR MEETING HELD ON THE _____ DAY OF __________, A.D. 2005, THE ABOVE PRELIMINARY PLAT OF HICKORY HILLS ESTATES SECTION FIVE WAS APPROVED.

____
CITY CLERK

STATE OF ILLINOIS }
COUNTY OF PEORIA }

WE, ZUMWALT & ASSOCIATES, INC., DO HEREBY CERTIFY THAT THE ABOVE PLAT IS A TRUE AND CORRECT REPRESENTATION OF A PRELIMINARY PLAT OF HICKORY HILLS ESTATES SECTION FIVE, BEING A SUBDIVISION OF PART OF THE SW 1/4 AND SE 1/4 OF SECTION 31, T. 25 N., R. 4 W., OF THE 3RD P.M., TAZEWELL COUNTY, ILLINOIS, AS DRAWN TO A SCALE OF 1" = 100 FEET.

DATED THIS 11th DAY OF NOVEMBER, A.D. 2005.

ZUMWALT & ASSOCIATES, INC.

BY Gary R. Zumwalt
ILLINOIS PROFESSIONAL LAND SURVEYOR #2328
LICENSE EXPIRATION DATE 11/30/06

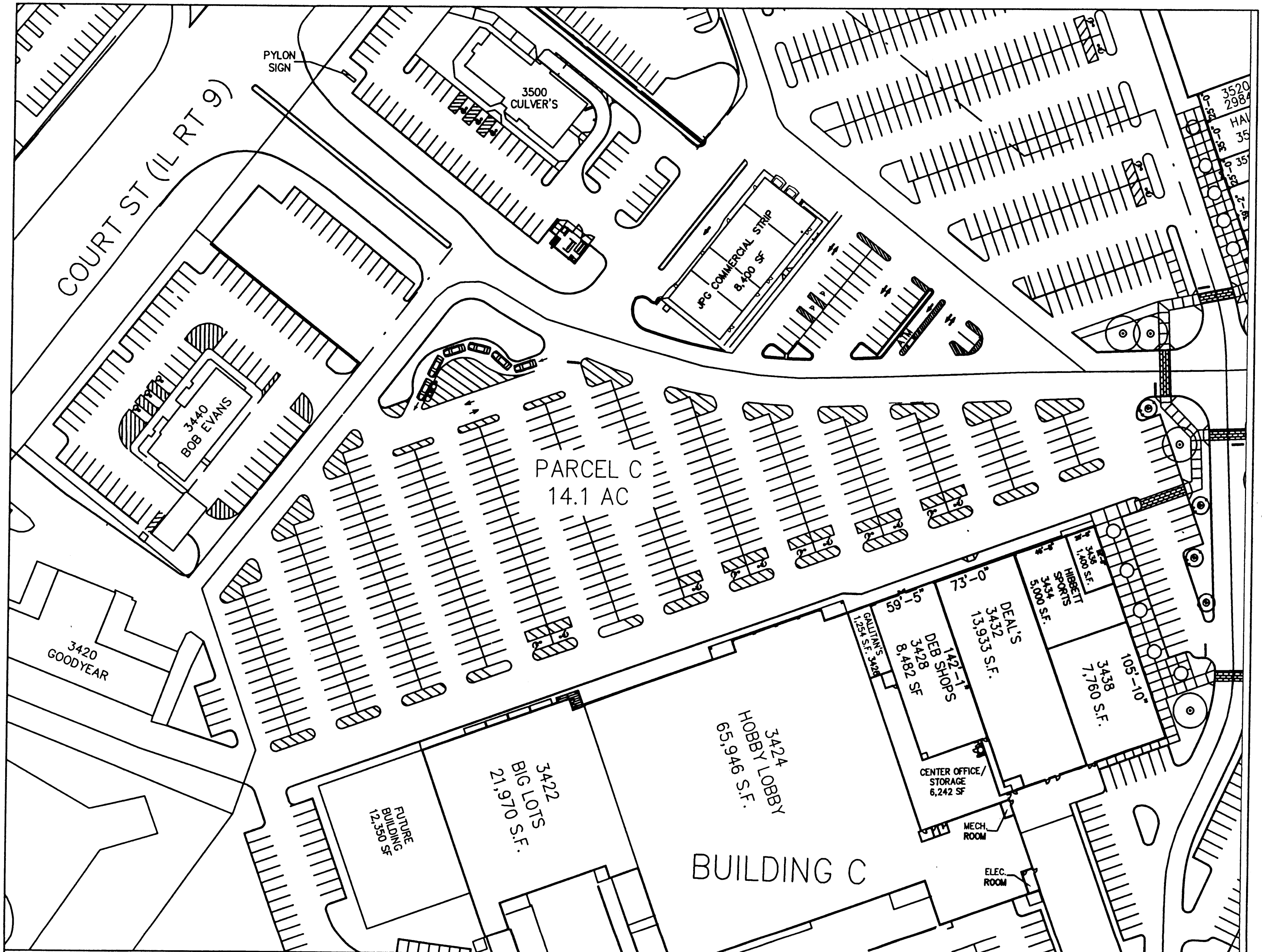
LEGEND

- EXISTING CONTOUR ELEVATION
- PROPOSED STREET LIGHT LOCATION
- PROPOSED WATER MAIN
- PROPOSED SANITARY SEWER MAIN
- P.O.B. — POINT OF BEGINNING
- PROPOSED FIRE HYDRANT
- PROPOSED 10' WIDE UTILITY EASEMENT
- PROPOSED STORM SEWER
- EXISTING SANITARY SEWER
- EXISTING WATER MAIN

Scale 1" = 100'.

DRAWN BY: JWO	REVISIONS:	ZUMWALT & ASSOCIATES, INC. PROFESSIONAL ENGINEERS • REGISTERED LAND SURVEYORS 1040 W. OLYMPIA DRIVE PEORIA, ILLINOIS 61615 • (309) 692-5074 DESIGN FIRM REGISTRATION NO. 184-003189	FOR: LTR LAND TRUST WILLIAM J. LEMAN, TRUSTEE	PRELIMINARY PLAT FOR HICKORY HILLS ESTATES SECTION FIVE	SHT. NO.
APPROVED BY: GRZ					
DATE: NOVEMBER 11, 2005					
DWG: 19152-P-002.DWG					
SURVEY BY: MJF					JOB NO. 19152

GARY R. ZUMWALT 3477 REGISTERED PROFESSIONAL ENGINEER OF ILLINOIS



NOTE:
THIS SPACE LAYOUT HAS BEEN PREPARED FOR INFORMATIONAL PURPOSES ONLY AND IS NOT INTENDED TO BE USED FOR LEASE EXHIBIT AND/OR CONSTRUCTION PURPOSES.

FIELD VERIFICATION SHALL BE REQUIRED TO DETERMINE ACTUAL DIMENSIONS AND SQUARE FOOTAGES.

PARTIAL FLOOR PLAN

NO SCALE

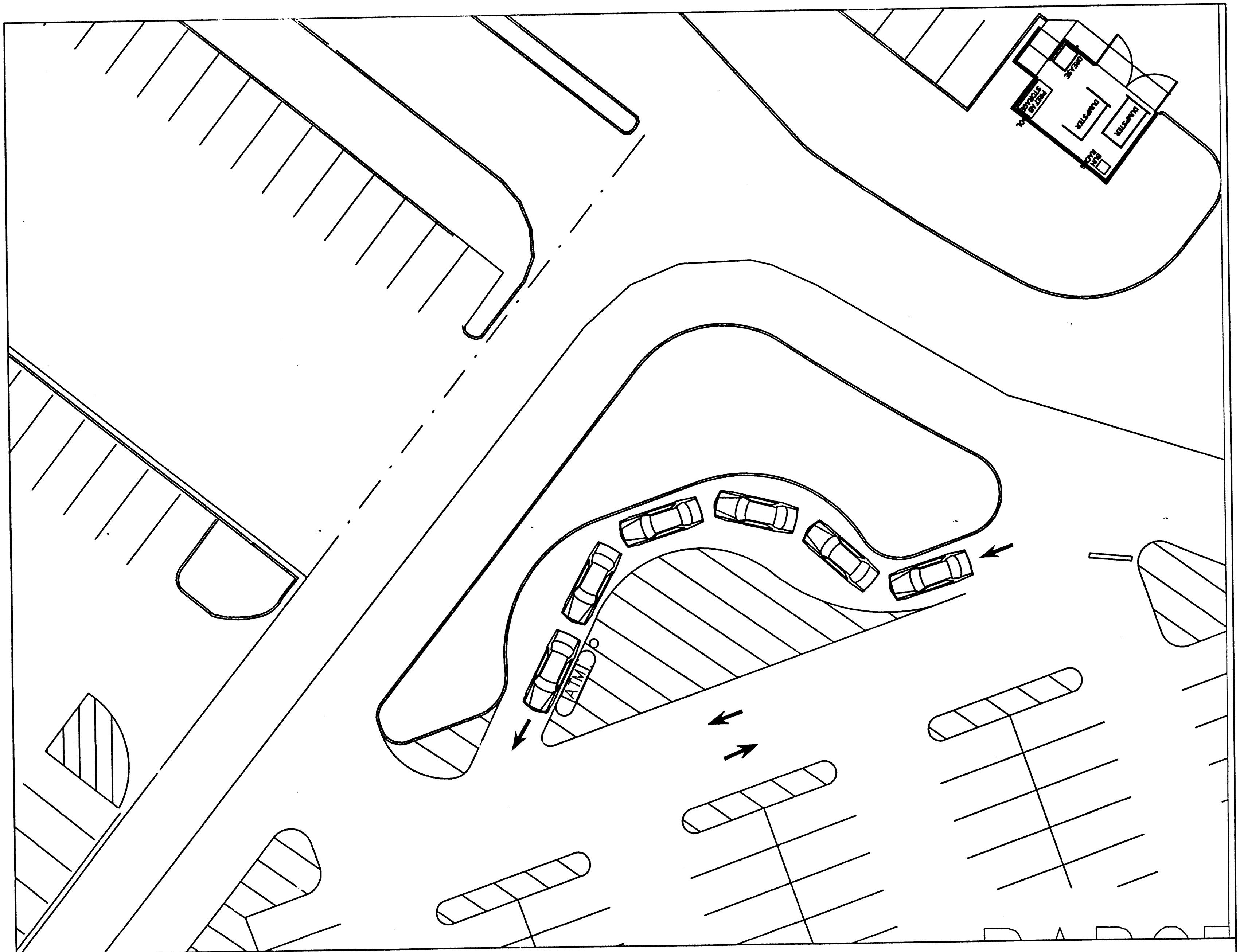
NORTH

EAST COURT VILLAGE

PEKIN, ILLINOIS

SPACE LAYOUT DRAWING

October 4, 2005



NOTE:
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FIELD VERIFICATION SHALL BE REQUIRED TO DETERMINE ACTUAL DIMENSIONS AND SQUARE FOOTAGES.

PARTIAL FLOOR PLAN

NO SCALE

NORTH

EAST COURT VILLAGE

PEKIN, ILLINOIS

SPACE LAYOUT DRAWING

October 4, 2005

ORDINANCE NO. 2455-0A

AN ORDINANCE AMENDING TITLE 9, CHAPTER 10A, SECTION 5, SUBSECTION A OF THE CODE OF THE CITY OF PEKIN 1995 REGARDING THE ZONING CODE

WHEREAS, the Code of the City of Pekin 1995 was adopted on April 10, 1995, and duly published in book form; and

WHEREAS, the City Council has determined that it is in the best interests of the City to amend the City Code regarding the City's Zoning Code.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF PEKIN, ILLINOIS:

1. That Title 9, Chapter 10A, Section 5, Subsection A be amended by adding the following to the end of the paragraph: "Except reconstruction may be done where the nonconforming use and structure is a single family residential use and structure, which was lawful at the time of construction but is now nonconforming as a result of a zoning classification subsequently adopted, whereby the area was changed to a business class and whereby the area or sub-portion of the changed area remains substantially residential, and where the property is a part of a multiple grouping of lots."

BE IT FURTHER ORDAINED that all other parts of the Code of the City of Pekin 1995 as amended except as modified herein are hereby reaffirmed and ratified and are in full force and effect.

BE IT FURTHER ORDAINED that all Ordinances or parts of ordinances in conflict herewith are hereby repealed.

BE IT FURTHER ORDAINED that this Ordinance shall be in full force and effect upon its passage and approval as required by law.

PASSED AND APPROVED at a regular meeting of the City Council of the City of Pekin, this ______ day of _____________, 2005; and upon roll call the vote was as follows:

AYES: _______________

NAYS: _______________

ABSENT: _______________

ABSTAINING: _______________

APPROVED this ________ day of ____________________, 2005.

____
MAYOR

ATTEST:

____
CITY CLERK

ORDINANCE NO. 2456

AN ORDINANCE AMENDING TITLE 10, CHAPTER 5, SECTION 2, SUBSECTION G OF THE CODE OF THE CITY OF PEKIN 1995 REGARDING THE SUBDIVISION CODE

WHEREAS, the Code of the City of Pekin 1995 was adopted on April 10, 1995, and duly published in book form; and

WHEREAS, the City Council has determined that it is in the best interests of the City to amend the City Code regarding the City's Subdivision Code.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF PEKIN, ILLINOIS:

1. That Title 10, Chapter 5, Section 2, Subsection G be deleted in its entirety and replaced with the following:

G. Cul-de-sacs: Streets using cul de sacs shall be limited in number to encourage more equal utilization of local streets.

1. General Requirements

a. In single family zoning districts - cul de sacs shall not exceed 1200 feet in length or have more than 21 lots fronting thereon, whichever imposes the more demanding standard. (Note: the length of a cul de sac shall be measured along the centerline of the street starting at the centerline of the intersecting street to the center point of the cul de sac bulb.)

b. In multiple family zoning districts – cul de sacs shall not exceed 400 feet in length or have more than 8 lots fronting thereon, whichever imposes the more demanding standard. (Note: a lot zoned RT shall be considered to be two lots for the purpose of number of lots fronting thereon.)

c. Cul de sac streets shall not be constructed "end to end" where a through street could reasonably and economically be constructed.

d. Lots zoned R-1 or R-2 shall have a minimum 60 foot lot width measured at the building setback line if located in the bulb of the cul de sac.

e. Driveways shall not encompass more than 50% of the curb on the bulb of a cul de sac street.

f. Cul de sac bulb shall have a minimum diameter measured face to face of the curb of 100 feet in residential zoned areas and 120 feet in all others.

BE IT FURTHER ORDAINED that all other parts of the Code of the City of Pekin 1995 as amended except as modified herein are hereby reaffirmed and ratified and are in full force and effect.

BE IT FURTHER ORDAINED that all Ordinances or parts of ordinances in conflict herewith are hereby repealed.

BE IT FURTHER ORDAINED that this Ordinance shall be in full force and effect upon its passage and approval as required by law.

PASSED AND APPROVED at a regular meeting of the City Council of the City of Pekin, this ______ day of _____________, 2004; and upon roll call the vote was as follows:

AYES: _______________

NAYS: _______________

ABSENT: _______________

ABSTAINING: _______________

APPROVED this ________ day of ____________________, 2004.

____
MAYOR

ATTEST:

Bid Documents

City of Pekin
Emergency Generator

December 2005

ENGINEERS
ARCHITECTS
SURVEYORS
SCIENTISTS

Farnsworth
GROUP

www.f-w.com

McMillan, Sue

From: Kief, Denny
Sent: Wednesday, January 04, 2006 2:53 PM
To: McMillan, Sue
Subject: FW: G-2 Replacement Estimate_010406.revised.xls

Include this and the attachments in the packet

-----Original Message-----
From: Gary Davis [mailto:gdavis@f-w.com]
Sent: Wednesday, January 04, 2006 2:05 PM
To: Kief, Denny
Cc: czessin@f-w.com
Subject: Generator Bid

Denny,

I checked through the earlier estimate from Altorfer for the 250 kw generator and found that the estimate included a transfer switch, as we discussed, but did not include the enclosure. We had initially planned on installing it in the building. So, I revisited the engineer's estimate, that Casandra will send to you, removing the items related to the installation in the building and our estimate is $59,640. Please note the bottom line project cost does not change. While this does not quite make up the cost of the generator enclosure, it is close. (Only means it would have been less expensive to put the generator in the existing building, but it won't fit.)

I talked with Cummins, and the enclosure costs about $12,000, which makes sense when looking at Altorfer's original estimate and their bid.

With all of this said, I would like to see the City approve the Cummin's bid in the amount of $61,406.00. Two reasons. The first is I don't think we can get better bids for the unit we need and secondly, I don't want to see a rush at the end due to a generator delivery date close to the peak shaving period.

Casandra will also be sending you a revised bid tabulation for your use with the corrected estimate, if you decide to ask the Council for approval.

I am leaving at 2 pm for a Drs. appt, but hope to be back later this afternoon. Let me know what you think.

Thanks,
Gary D

cell: 696-1064

Bid Tabulation
City of Pekin
Emergency Generator
January 4, 2006
10:00 a.m.

ENGINEERS
ARCHITECTS
SURVEYORS
SCIENTISTS
Farnsworth GROUP

Bidders Name	Bid
1. Cummings Mid State	$ 61,406.00
2. Altorfer	$ 68,825.00
3.	$
4.	$
Engineer's Estimate	$ 59,640.00

ENGINEERS
ARCHITECTS
SURVEYORS
SCIENTISTS

Farnsworth GROUP

Replacement of G-2 Engine/Generator
Pekin, IL
Engineer's Estimate - Preliminary
01/04/2006

Scope:Replacement of G-2 generator with a new diesel engine/generator to replace G-1 as emergency power generator only.
Rehab of G-1 for digester gas use.

No.	Item	Quantity	Unit	Unit Price	Total Amount
1	250 kW CAT Diesel Generator, 500 gal. Tank, Auto Transfer Switch and Start-up Service	1	LS	$56,800.00	$56,800.00
2	New G-2 Diesel Generator Installation, includes installing in the existing building, mounting on new pad and electrical modification (3306 or C9 engine)	1	LS	$15,000.00	$15,000.00
3	G-1 Engine Repair/Modifications	1	LS	$25,000.00	$25,000.00
4	G-1 Transfer Switch Modification/Replacement	1	LS	$65,000.00	$65,000.00
		Subtotal			$161,800.00
		Misc. Items & Contingency			$8,090.00
		Subtotal Construction in 2006			$169,890.00
		Planning and Design Services			$16,989.00
		Construction Engineering			$8,494.50
		Project Budget			$195,373.50
	p:/2004/204283/G-2 Replacement Estimate_083005				

AGREEMENT FOR ENGINEERING SERVICES

AGREEMENT is effective this _____ day of January in the year 2006. between Farnsworth Group, Inc., hereinafter referred to as FGI, of 7707 N. Knoxville Avenue, Suite 200, Peoria, IL 61614 and City of Pekin of 111 S. Capitol Street, Pekin, IL 61554 hereinafter referred to as the CLIENT.

Scope of Services

Services to assist the City in preparing the State and Tribal Assistance Grant (STAG) application for wastewater infrastructure improvements. Specific tasks include preparation of the following documents:

- Federal Form SF424
- Federal Form SF424C
- Procurement System Certification Form
- Disclosure of Lobbying Activities Form
- USEPA Pre-Award Compliance Review Report
- Project Work Plan
- Environmental Planning Worksheet (estimated cost of services based on the City project receiving a Categorical Exclusion).

Schedule of Services

Work will begin within seven (7) days of City approval of this agreement and will be completed within 30 days of work initiation.

Cost of Services

The cost of the services included in this agreement will be billed on a time and material basis and is estimated to be $5,200. If the project is not granted a Categorical Exclusion and additional environmental assessment is required, an additional estimated fee $4,100 will be required for these services.

The City will be notified by USEPA if the Categorical Exclusion is not granted following a review of the grant application.

This Agreement and the attached General Conditions represent the entire and integrated Agreement between the CLIENT and FGI and supersedes all prior negotiations, representations or agreements, either written or oral. This Agreement may be amended only by written instrument signed by both CLIENT and FGI.

Farnsworth Group, Inc.	CLIENT: City of Pekin
Signature:	Signature:
Typed Name: Gary W. Davis	Typed Name: Frank Mackaman
Title: Principal	Title: Mayor

ENGINEERS
ARCHITECTS
SURVEYORS
SCIENTISTS

Farnsworth GROUP

General Conditions
Professional Services Agreement
Date: January , 2006

Client City of Pekin

Project Wastewater Infrastructure Improvements – STAG Grant

General Conditions

Reference Conditions: Farnsworth Group, Inc. will hereinafter be referenced as FGI and the above referenced Client will be referred to as Client. The Project may be hereinafter referenced either as the "Project" or by abbreviation as above set forth.

Subcontracting: FGI shall have the right to subcontract any and all services, duties, and obligations hereunder, in whole or in part, without the consent of Client.

Change Order: The term "Change Order" as used herein is a written order to FGI and signed by FGI and Client, after execution of this Agreement, authorizing a change in the services, including additions or deletions and/or change of prices for such services. Each Change Order shall be considered an amendment to this Agreement.

Severability: The provision of this Agreement shall be severable, and if any clause, sentence, paragraph, provision, or other part hereof shall be adjudged by any court of competent jurisdiction to be invalid, such judgment shall not affect, impair, or invalidate the remainder hereof, which remainder shall continue in full force and effect.

Billings/Payments: Invoices for services shall be submitted at FGI's option either upon completion of such services or on periodic basis. Invoices shall be payable within 30 days after the invoice date. If the invoice is not paid within 30 days, FGI may, without waiving any claim or right against the Client and without liability whatsoever to the Client, terminate the performance of the service. Retainers shall be credited on the final invoice.

Late Payments: Accounts unpaid 60 days after the invoice date may be subject to a monthly service charge of 1.50% on the then unpaid balance (18.0% true annual rate) at the sole election of FGI. In the event any portion or all of an account remains unpaid 90 days after billing, the Client shall pay all costs of collection including reasonable attorney's fees.

Waiver: No waiver by either party of any breach, default, or violation of any term, warranty, representation, agreement, covenant, condition, or provision hereof shall constitute a waiver of any subsequent breach, default, or violation of the same or any other term, warranty, representation, agreement, covenant, condition, or provision hereof. All waivers must be in writing.

Force Majeure: Obligations of either party under this Agreement shall be suspended, and such party shall not be liable for damages or other remedies while such party is prevented from complying herewith, in whole or in part, due to contingencies beyond its reasonable control, including, but not limited to strikes, riots, war, fire, acts of God, injunction, compliance with any law, regulation, or order, whether valid or invalid, of the United States of America or any other governmental body or any instrumentality thereof, whether now existing or hereafter created, inability to secure materials or obtain necessary permits, provided, however, the party so prevented from complying with its obligations hereunder shall promptly notify the other party thereof.

Compliance With Law: In the performance of all services to be provided hereunder, FGI and Client agree to comply with all applicable federal, state, and local laws and ordinances and all lawful order, rules, and regulations of any constituted authority.

Applicable Law: The validity, performance, and construction of this Agreement shall be governed by and construed according to the laws of the State of Illinois.

Reuse of Documents: All documents including drawings and specifications furnished by FGI pursuant to this Agreement are instruments of its services. They are not intended or represented to be suitable for reuse by Client or others on extensions of this work, or on any other work. Any reuse without specific written verification or adaptation by FGI will be at Client's sole risk and without liability of FGI, and Client shall indemnify and hold harmless FGI from all claims, damages, losses, and expenses, including attorney's fees, arising out of or resulting therefrom. Any such verification or adaptation will entitle FGI to further compensation at rates to be agreed upon by Client and FGI.

Standard of Care: Services performed by FGI under this Agreement will be conducted in a manner consistent with that level of care and skill ordinarily exercised by members of the profession currently practicing under similar conditions. No other representation expressed or implied, and no warranty or guarantee is included or intended in this Agreement, or in any report, opinion document, or otherwise.

Professional Liability: CLIENT agrees to limit FGI's liability to CLIENT arising from negligent professional acts, errors, or omissions, such that FGI's total aggregate liability shall not exceed ~~$50,000.00 or the total fee for this contract, whichever is greater. If CLIENT prefers to have higher limits of professional liability coverage, FGI agrees, upon receipt of CLIENT'S written request at the time of accepting our PROPOSAL, to increase the limits of liability up to~~ a maximum of $1,000,000.00 ~~at an additional cost of 5 percent of the total fee or $500.00, whichever is greater.~~

Opinions of Cost: Since FGI has no control over the cost of labor, materials or equipment, or over a Contractor's method of determining prices, or over competitive bidding or market conditions, its opinions of probable project cost or construction cost for this Project will be based solely upon its own experience with construction, but FGI cannot and does not guarantee that proposals, bids, or the construction cost will not vary from its opinions of probable cost. If the Client wishes greater assurance as to the construction cost, he shall employ an independent cost estimator.

Confidentiality: Each party shall retain as confidential all information and data furnished to it by the other party which are designated in writing by such other party as confidential at the time of transmission and are obtained or acquired by the receiving party in connection with this Agreement, and said party shall not reveal such information to any third party.

Indemnification: The CLIENT shall indemnify and hold harmless FGI and all of its personnel from and against any and all claims, damages, losses, and expenses (including reasonable attorney's fees) arising out of or resulting from the performance of the services, provided that any such claim, damage, loss, or expense is caused in whole or in part by the negligent act, omission, and/or strict liability of the CLIENT or anyone directly or indirectly employed by the CLIENT (except FGI). FGI shall indemnify and hold harmless the CLIENT and all of its personnel from and against damages, losses and expenses arising out of or resulting from the performance of the services, up to the limit of liability agreed to under the professional liability section of this contract, provided that any such claim, damage, loss, or expense is caused in whole or in part by the negligent act, omission of the

FGI or anyone directly or indirectly employed by FGI (except the CLIENT). In any instance where there is a claim for damages, losses, and expenses resulting from the proven negligent acts of both the CLIENT and FGI then the responsibility shall lie between the CLIENT and FGI in proportion to their contribution of negligence. In no case shall FGI's liability exceed the limit of liability established under the Professional Liability Section of this contract.

Term: Unless sooner terminated or extended as provided herein, this Agreement shall remain in full force and effect from the date first written on the attached price quotation sheet until the date of completion of the services or either party becomes insolvent, makes an assignment for the benefit of creditors, or a bankruptcy petition is filed by or against it. Either party may terminate this Agreement at any time by giving written notice of such termination to the other party. Upon such termination of this Agreement, Client shall pay and reimburse FGI for services rendered and costs incurred by FGI prior to the effective date of termination. The indemnification of FGI by Client wherever stated herein shall survive the termination of this Agreement regardless of cause of termination.

Without Representation or Warranty: FGI makes no representation or warranty of any kind, including but not limited to, the warranties of fitness for a particular purpose or merchantability, nor for such warranties to be implied with respect to the data or service furnished. FGI assumes no responsibility with respect to Client's use thereof.

Subpoenas: The Client is responsible after notification, for payment of time charges and expenses resulting from the required response by FGI to subpoenas issued by any party other than FGI in conjunction with work performed under this Agreement. Charges are based on fee schedules in effect at the time the subpoena is served.

Precedence: These Standards, Terms, and Conditions shall take precedence over any inconsistent or contradictory provisions contained in any proposal, contract, purchase order, requisition, notice to proceed, or like document regarding FGI's services.

Applicability: These General Conditions, being part of a Professional Service Agreement between the parties above listed, shall by agreement of said parties delete paragraphs that have been crossed out and initialed by both parties as not being applicable to this Project. In all other instances, the parties reaffirm the listed paragraphs in this document.

Fee Schedule: Where lump sum fees have been agreed to between the parties, they shall be so designated in the Agreement attached hereto and by reference made a part hereof. Where fees are based upon hourly charges for services and costs incurred by FGI, they shall be based upon the hourly fee schedule annually adopted by FGI, as more fully set forth in Appendix A attached hereto and by reference made a part hereof. Such fees in the initial year of this Agreement shall be those represented by Appendix A, and these fees will annually change at the beginning of each calendar year after the date of this Agreement. The Client may either accept or reject any new fee schedule, in which instance a rejection would be deemed termination under this Agreement.

Professional Environmental Services

If Environmental Services are included in the scope of services on page 1, the following provisions shall apply:

Right of Entry: Client shall provide for FGI's right to enter property owned by Client and/or others in order for FGI to fulfill the scope of services for this Project. Client understands that use of exploration equipment may unavoidably cause some damage, the correction of which is not part of this Agreement.

Aquifer Contamination: Subsurface sampling may result in contamination of certain subsurface areas, as when a probe or boring device moves through a contaminated area, linking it to an aquifer, underground stream, or other hydrous body not previously contaminated and capable of spreading hazardous substances or pollutants off-site. Because subsurface sampling is a necessary aspect of the work that FGI will perform on Client's behalf, Client waives any claim against FGI and agrees to defend, indemnify, and hold FGI harmless from any claim or liability for injury or loss that may arise because of alleged cross-contamination caused by sampling. Client further agrees to compensate FGI for any time spent or expenses incurred by FGI in defense of any such claim, according to FGI's prevailing fee schedule and expense reimbursement policy.

Utilities: Client shall be responsible for designating the location of all utility lines and subterranean structures within the property line of the Project. Client agrees to waive any claim against FGI and to defend, indemnify, and hold harmless from any claim or liability for injury or loss arising from FGI's damaging underground utilities or other man-made objects that were not called to FGI's attention or which were not properly located on plans furnished to FGI. Client further agrees to compensate FGI for any time spent or expenses incurred by FGI in defense of any such claim, according to FGI's prevailing fee schedule and expense reimbursement policy.

Samples: All samples of soil and rock will be discarded sixty (60) days after report submittal. Upon Client's authorization, samples will be either delivered according to Client's instructions or stored for an agreed charge.

Professional Services During Construction

If construction-related services are included in the scope of services on page 1, the following provisions shall apply:

Shop Drawing Review: Client agrees that FGI shall review shop drawing submissions solely for their conformance with FGI's design intent and conformance with information given in the construction documents. FGI shall not be responsible for any aspects of a shop drawing submission that affect or are affected by the means, methods, techniques, sequences, and operations of construction, safety precautions and programs incidental thereto, all of which are the Contractor's responsibility. The Contractor will be responsible for lengths, dimensions, elevations, quantities, and coordination of the work with other trades. Client warrants that the Contractor shall be made aware of his responsibilities to review shop drawings and approve them in these respects before submitting them to FGI.

Job Site: Services performed by FGI during construction will be limited to providing assistance in quality control and to deal with questions by the Client's representative concerning conformance with drawings and specifications. This activity is not to be interpreted as an inspection service, a construction supervision service, or guaranteeing the Contractor's performance. FGI will not be responsible for construction means, methods, techniques, sequences or procedures, or for safety precautions and programs. FGI will not be responsible for the Contractor's obligation to carry out the work according to the Contract Documents. FGI will not be considered an agent of the owner and will not have authority to direct the Contractor's work or to stop work.

Authority and Responsibility: FGI shall not guarantee the work of any Contractor or Subcontractor, shall have no authority to stop work, shall have no supervision or control as to the work or persons doing the work, shall not have charge of the work, shall not be responsible for safety in, on, or about the job site, or have any control of the safety or adequacy of any equipment, building component, scaffolding, supports, forms, or other work aids, and shall have no duties or responsibilities imposed by the Illinois Structural Work Act.

Additional Provisions

Additional provisions to this Professional Services Agreement may be added by consent of both parties evidenced by signature to same in the form of Appendix B attached hereto and by reference made a part hereof.

INTERGOVERNMENTAL AGREEMENT
FOR
ANIMAL & RABIES CONTROL SERVICES

THIS AGREEMENT, entered into this ____1_____ day of JANUARY_________, 2006_______, by and between the County of Tazewell, Illinois, a body politic and corporate (hereinafter referred to as "County") and CITY OF PEKIN________________________, a unit of local government of the State of Illinois (hereinafter referred to as "Municipality"), this Agreement being entered into pursuant to Article 7, Section 10 of the Constitution of the State of Illinois of 1970.

In consideration of the payment by Municipality to the County of the sum of $39,129.00________ ______, County agrees to provide the following Animal and Rabies Control services through the Tazewell County Animal & Rabies Control Department, its administrator, director, deputies, and agents as follows.

1. The County shall respond to calls and attempt to pick up animals running at large within the corporate limits of the Municipality between the hours of 8:00 a.m. and 4:00 p.m. seven (7) days a week, including the weekends, but excepting regularly scheduled County Holidays.
2. The County shall attempt to pick up animals running at large on an emergency basis only between the hours of 4:00 p.m. and 8:00 a.m. the next morning on the basis of seven (7) days a week, including weekends. With respect to regularly scheduled County Holidays, the County shall attempt to pick up dogs running at large both day and night on an **emergency basis only**. For the purpose of this Contract, an emergency shall be deemed to exist only in those instances where the call involves a bit case or dangerous dog. Emergency calls shall be placed by the City or Village authorities or a citizen of the Municipality to either the Sheriff's Department (346-4141) or the Tazewell County Animal & Rabies Control facility (477-2270 or 694-6287). All calls placed by citizens, police, or governmental bodies will be answered as soon as possible during regularly scheduled working days between the hours of 8:00 a.m. and 4:00 p.m., Monday thru Friday. Responses to night calls and emergency calls shall be made by the Tazewell County Animal Control Warden who is then on duty.
3. The County of Tazewell shall accept and make reasonable response to complaints of citizens concerning dogs running at large within the corporate limits of the Municipality.
4. The County shall make regular and irregular patrols thru the corporate limits of the Municipality one day a week at regular and irregular hours. The Warden making the patrol will attempt to notify an authority within the Municipality prior to making such a patrol.
5. The County shall take custody and impound animals apprehended within the corporate limits of the Municipality at the Tazewell County Animal & Rabies facility.
6. The County of Tazewell shall require proof of payment of Municipal reclamation fees to the Municipality by owners of animals sought to be redeemed before releasing said animal from custody.
7. The County of Tazewell shall provide humane treatment of animals removed from the corporate limits of the Municipality during the period of impounding.

8. The County of Tazewell shall make reasonable efforts to locate the owner or owners of any impounded animal providing that said animal is wearing a collar or rabies tag capable of identifying ownership. Upon identifying the owner or any such animal, an attempt will be made for immediate notification to said owner. A letter shall be mailed to the last known address of the owner notifying him of the impoundment of his animal. Said notification will give notice to the owner that the animal shall be destroyed after the passage of seven (7) days if not reclaimed in accordance with law by the owner. An affidavit or testimony of the Administrator, or his authorized agent, who mails such notice shall be prima facie evidence of the receipt of said notice by the owner of such animal.

9. It is mutually understood and agreed that any animal apprehended from within the corporate limits of the Municipality and impounded at the Tazewell County Animal and Rabies Control Shelter, with respect to whom the owner is unknown but which unknown owner has failed to claim the animal within four (4) working days, shall be humanely dispatched or placed for adoption at the discretion of the Director of the Tazewell County Animal & Rabies Control Department pursuant to the provisions of the Animal Control Act of the State of Illinois.

10. It is further understood and agreed that the consideration payable by the Municipality to the County may at the option of the Municipality be paid in equal monthly installments.

11. This Agreement shall become effective on the 1 day of JANUARY, 2006, and shall be in full force and effect for a period of one (1) year.

12. This contract shall be governed by the interpreted in accordance with the laws of the State of Illinois. All relevant provisions of the laws of the State of Illinois applicable hereto and required to be reflected or set forth herein are incorporated by reference.

13. No waiver of any breach of this contract or any provision hereof shall constitute a waiver of any other or further breach of this contract or any provision thereof.

14. This contract is severable, and the invalidity, or unenforceability of any provision of this contract, or a part thereof, should not render the remainder of the contract invalid or unenforceable.

15. This contract may not be assigned by either party without the written consent of the other party.

16. This contract shall be binding upon the parties hereto and upon the successors in interest, assigns, representatives and heirs of such parties.

17. This contract shall not be amended unless in writing expressly stating that it constitutes an amendment to this contract, signed by the parties hereto.

18. The parties hereto agree that the foregoing constitutes all the agreement between the parties and in witness thereof the parties have affixed their respective signatures on the date above first noted.

PASSED this __________ day of __________________, ___________.

____
Tazewell County Board Chairman

ATTEST:

____
Tazewell County Clerk

MUNICIPALITY:

____
Mayor or Village Board President

TAZEWELL COUNTY ANIMAL & RABIES CONTROL:

____
Director

ANNUAL AMOUNT: $39,129.00_______________

MONTHLY AMOUNT $3,260.75__________

INTERGOVERNMENTAL AGREEMENT
FOR POLICE PROTECTION SERVICES

THIS INTERGOVERNMENTAL AGREEMENT, made and entered into this 9th day of January, 2006, by and between the HOUSING AUTHORITY OF-THE CITY OF PEKIN, a municipal corporation, hereinafter referred to as the "PHA", and the CITY OF PEKIN, a municipal corporation and body politic, hereinafter referred to as the "CITY",

WITNESSETH:

WHEREAS, both the PHA and the CITY are authorized by the terms and provisions of Article VII, Section 10, of the Constitution of the State of Illinois, and the Intergovernmental Cooperation Act (5 ILCS 220/1 et seq.) to enter into intergovernmental agreements, ventures and undertaking to perform jointly any governmental purpose or undertaking, which either of them could do singularly.

NOW THEREFORE, in consideration of the mutual promises and covenants hereinafter set forth, it is agreed by and between the PHA and the CITY as follows, that:

1. The CITY shall authorize its police officers to provide police protection services to residents of the PHA when not scheduled to work for the City between the months of February, 2006 through January, 2007.

   Police officers who choose to do so will provide the services as part-time employees of The PHA.

2. PHA shall pay the police officers at the rate of $20 per hour for each officer's labor. PHA shall withhold all applicable payroll taxes.

3. PHA will designate the times and dates said services will be provided and who shall provide said services.

4. PHA shall carry workers compensation insurance in the limits required by law on all CITY police officers who perform work pursuant to this Agreement, but only for claims which may arise as a result of performing duties in accordance with this Agreement:

5. The CITY shall hold PHA harmless from and indemnify them, their commissioners, officers, employees and agents of and from any liability or claims which may arise from any third party who makes a claim against PHA as a result of any officer's action or conduct while performing duties pursuant to this Agreement. Further, CITY agrees, during the course of this Agreement, to maintain its self insurance program or to name PHA as "additional insured" on CITY's public liability insurance policy and said policy shall be of limits not less than One Million Dollars ($1,000,000.00).

6. This Agreement has been approved by the City Council of the City of Pekin and the PHA Board of Commissioners, at a duly conducted meeting of each.

City of Pekin Planning Process

Conceptual vs. Operational Planning

I make a distinction in planning between conceptual and operational planning. In the city manger form of government, the Council's responsibility is to produce a conceptual plan (also known as a strategic plan); the city manager and his staff produce the operational plan. Think of the Council's role as to set broad objectives, to describe where we want to go. The staff's job is to figure out how to get there. Neither works without the other.

The entire planning process requires clearly defined goals, thoughtful strategies, committed leadership, and effective management. Above all, it requires managing the forces of change. Those forces include changing community demographics, new state and federal mandates, fiscal constraints, changing economic conditions, emerging technologies, and many other influences on our service delivery efforts. High performing organizations are those that learn to anticipate and adapt to these changes by creating value for those we serve (Pekin's residents) and motivation and meaning for those who serve them (the Council and city staff). The best tool for accomplishing these overarching objectives is conceptual planning.

What Does a Conceptual Plan Do?

Our conceptual plan will have these purposes:

- To communicate the City's mission, vision, and core values.
- To provide guidance to City commissioners and staff so that decisions made to meet today's challenges are made with a clear vision in mind.
- To suggest a framework for long-term departmental planning so that day-to-day activities move the city toward its desired future.
- To establish a measure of accountability so that Pekin's residents will know if we have been successful.

The conceptual plan allows us to make wise use of limited resources, assures continuity from year to year, and assists in making better informed decisions. Conceptual planning will tell us both what we can and cannot do successfully. It acknowledges that there will always be more worthwhile for the city to do than we have the capacity to do.

Preparation

To begin the conceptual planning process, I propose that I work with the City Manager to produce a set of documents to get all of us thinking conceptually about the future. These documents will include (1) a list of options to consider for the mission, vision, and values statements that form the core of conceptual planning; (2) a model of a conceptual plan so that we can imagine what our end product will look like; (3) the 2001 comprehensive plan produced by city staff, and (4) department updates of the 2001 plan. Equipped with this information, we can begin our discussions.

I am not a fan of 8 or 10-hour planning retreats—the quality of decisions drops off dramatically in the last few hours. Instead, I propose a series of 2-hour sessions, briefly described below.

Planning Session I

The first session will be devoted to the mission, vision, and values statements. I volunteer to provide examples used by other cities in their planning. My hope is that we can adapt these to Pekin's case in the first session. We will revisit these statements after we have completed the process to make any changes we want to.

Planning Session 2

In this session, we will identify several broad headings under which we will place individual projects in later sessions. Among those headings typically identified by cities are these: economic development, cultural heritage, tourism, infrastructure, public safety, etc. After we select those which pertain to Pekin, we will rank order them in priority.

Planning Session 3
The next session will involve brainstorming with city staff. To get a sense of the options, I propose we hear from commissioners and city staff about what projects they see as critical to Pekin's future success five years down the line.

Each of us might answer this question: Is there a critical issue or opportunity of strategic importance to the City that you believe needs to be addressed by one or more strategies in the next five years?

At the end of this session, I expect we'll have a laundry list of possibilities which we will group under the general headings. We will not delete any items at this point.

Planning Sessions 4-5
In the next two sessions, the Council will assign priorities to the programs. Although staff should be present as resources, this discussion will take place primarily among council members. Our objective will be to place each program into one of three categories:

> **Full Speed Ahead**--those projects which are crucial to our future and which we believe we have the capacity to conduct.
>
> **Willing to Maintain**--those projects which are worthwhile and which we must continue but which we do not expect to increase our investment in.
>
> **Unable to Continue**--those projects which may be worthwhile but for which we lack the funding, time, or ability to conduct successfully.

Prioritizing programs is not an exact science. Even those that fall into the "Unable to Continue" slot may be resurrected if circumstances change. Decisions about programs could be approached using the Strategic Decision Tree (attached) which requires measuring the impact of departing from the plan.

Planning Session 6
Consolidation and review will be the themes of the final session. We will have the opportunity to re-check our thinking before we endorse the final plan.

Implementation Begins
Once the conceptual plan has been adopted, the City Manager will begin operational planning in earnest. During this process, public input will be sought. The overarching objective during implementation planning will be to synchronize the operating budget, the capital budget, and the personnel plan with the principles articulated in the conceptual plan.

"Vision without execution is hallucination."
---*Steve Case*

There is not single "right" way to move the city smoothly toward its objectives—the process involves more art than science—but flexibility and some means of measuring "success" are prerequisites.

Strategic Decision Tree