



# Office of the City Clerk

City Hall  
121 N. LaSalle St.  
Room 107  
Chicago, IL 60602  
[www.chicityclerk.com](http://www.chicityclerk.com)

## Legislation Text

---

**File #:** F2014-17, **Version:** 1

---

### Department of Finance

city of chicago

January 16, 2014

Honorable Susana A. Mendoza City Clerk  
121 North LaSalle Street, Room 107 Chicago, Illinois  
60602

Dear City Clerk Mendoza:

I am submitting to you the Comprehensive Annual Financial Report (CAFR) and the Supplement thereto for the year ended December 31, 2012. These reports are accurate in all material respects and are prepared in a manner designed to present fairly the financial position and results of operations of the various funds.

Sincerely,

Erin Keane  
Acting City Comptroller

Enclosure

**2 ^ ac orn**

EK:KR:ja

121 NORTH LASALLE STREET, ROOM 700, CHICAGO, ILLINOIS 60602

O

rr

• »

-a.

# CITY OF CHICAGO

COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED DECEMBER 31, 2012

Rahm Emanuel, Mayor

Lois A. Scott, Chief Financial Officer Amer Ahmad, City Comptroller

OFFICE OF THE MAYOR

CITY OF CHICAGO

RAHM EMANUEL MAYOR

June 29, 2013

Dear Chicagoans:

Thank you for your interest in the Comprehensive Annual Financial Report (CAFR) of the City of Chicago for the 2012 fiscal year.

In 2012, the City of Chicago took on the challenging task of improving the City's finances by working to bring expenditures in line with revenues, tightly managing department budgets and cutting Citywide costs. At the same time, the City engaged in dynamic and efficiency-promoting reforms that ensure Chicago residents receive high quality programming and exceptional City services at the lowest cost now, and in the future. Additionally, the City enhanced its long-term financial outlook by contributing \$20 million to its long-term reserves.

While significant progress was made in 2012, we continue to seek additional ways to improve the City's financial health. At the same time, we strategically invest to promote the city's growth which will undoubtedly foster an environment that makes Chicago an ideal place to do business, work, live and raise a family.

Mayor

By investing in the future, reforming city government, and reducing inefficiencies, we can ensure the City of Chicago and the programs and services it offers will continue to thrive and benefit all of our residents and taxpayers while attracting new companies, ventures and visitors for decades to come.

**CITY OF CHICAGO  
THE CITY COUNCIL As of  
December 31, 2012 RAHM  
EMANUEL, Mayor**

1st Ward  
2nd Ward  
3rd Ward  
4th Ward  
5th Ward  
6th Ward  
7th Ward  
8th Ward  
9th Ward  
10th Ward  
11th Ward  
12th Ward  
13th Ward  
14th Ward

JOE MORENO  
ROBERT FIORETTI  
PAT DOWELL  
WILLIAM D. BURNS  
LESLIE A. HAIRSTON  
RODERICK T. SAWYER  
SANDI JACKSON  
MICHELLE A. HARRIS  
ANTHONY BEALE  
JOHN A. POPE  
JAMES A. BALCER  
GEORGE A. CARDENAS  
MARTY QUINN  
EDWARD M. BURKE

15th Ward	TONI FOULKES
16th Ward	JOANN THOMPSON
17th Ward	LATASHA R. THOMAS
18th Ward	LONA LANE
19th Ward	MATTHEW J. O'SHEA
20th Ward	WILLIE COCHRAN
21st Ward	HOWARD BROOKINS, JR.
22nd Ward	RICARDO MUNOZ
23rd Ward	MICHAEL R. ZALEWSKI
24th Ward	MICHAEL D. CHANDLER
25th Ward	DANIEL S. SOLIS
26th Ward	ROBERTO MALDONADO
27th Ward	WALTER BURNETT, JR.
28th Ward	JASON C. ERVIN
29th Ward	DEBORAH L. GRAHAM
30th Ward	ARIEL E. REBOYRAS
31st Ward	REGNER "RAY" SUAREZ
32nd Ward	SCOTT WAGUESPACK
33rd Ward	RICHARD F. MELL
34th Ward	CARRIE M. AUSTIN
35th Ward	REY COLON
36th Ward	NICHOLAS SPOSATO
37th Ward	EMMA MITTS
38th Ward	TIMOTHY M. CULLERTON
39th Ward	MARGARET LAURINO
40th Ward	PATRICK J. O'CONNOR
41st Ward	MARY O'CONNOR
42nd Ward	BRENDAN REILLY
43rd Ward	MICHELE SMITH
44th Ward	THOMAS M. TUNNEY
45th Ward	JOHN ARENA
46th Ward	JAMES CAPPLEMAN
47th Ward	AMEYA PAWAR
48th Ward	HARRY OSTERMAN
49th Ward	JOSEPH A. MOORE
50th Ward	DEBRA L SILVERSTEIN

**2012 COMPREHENSIVE ANNUAL FINANCIAL REPORT OF THE CITY OF  
CHICAGO**

**Table of Contents**

**PART I - INTRODUCTORY SECTION**

Letter of Transmittal	8
Certificate of Achievement for Excellence in Financial Reporting	12
Organization Chart	13

**PART II - FINANCIAL SECTION**

Independent Auditors' Report	15
Management's Discussion and Analysis	17

**Basic Financial Statements**

Exhibit 1	Statement of Net Position	31
Exhibit 2	Statement of Activities	32
Exhibit 3	Balance Sheet, Governmental Funds	34
Exhibit 4	Statement of Revenues, Expenditures and Changes in Fund Balances, Governmental Funds	36
Exhibit 5	Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	40
Exhibit 6	Statement of Revenues and Expenditures - Budget and Actual, General Fund (Budgetary Basis)	41
Exhibit 7	Statement of Net Position, Proprietary Funds	42
Exhibit 8	Statement of Revenues, Expenses and Changes in Net Position, Proprietary Funds	44
Exhibit 9	Statement of Cash Flows, Proprietary Funds	45
Exhibit 10	Statement of Fiduciary Net Position, Fiduciary Funds	47
Exhibit 11	Statement of Changes in Plan Net Position, Pension Trust Funds	48
	Notes to Basic Financial Statements	49
	Schedule of Other Postemployment Benefits Funding Progress	94
<b>Combining and Individual Fund Statements</b>		
<b>General Fund</b>		
	Schedule A-1 Schedule of Revenues-Budget and Actual (Budgetary Basis)	96
<b>Nonmajor Governmental Funds</b>		
	Schedule B-1 Combining Balance Sheet	100
	Schedule B-2 Combining Statement of Revenues, Expenditures and Changes in Fund Balance	101
<b>Nonmajor Special Revenue Funds</b>		
	Schedule C-1 Combining Balance Sheet	104
	Schedule C-2 Combining Statement of Revenues, Expenditures and Changes in Fund Balance (Deficit)	106
	Schedule C-3 Combining Schedule of Revenues - Budget and Actual (Budgetary Basis)	108
	Schedule C-4 Combining Schedule of Expenditures and Encumbrances - Budget and Actual (Budgetary Basis)	110
<b>Nonmajor Capital Projects Funds</b>		
	Schedule D-1 Combining Balance Sheet	113
	Schedule D-2 Combining Statement of Revenues, Expenditures and Changes in Fund Balance	114
<b>Fiduciary Funds</b>		
	Schedule E-1 Agency Funds, Combining Statement of Changes in Assets and Liabilities	116
	Schedule E-2 Pension Trust Funds, Combining Statement of Plan Net Position	118
	Schedule E-3 Pension Trust Funds, Combining Statement of Changes in Plan Net Position	119

**PART III - STATISTICAL SECTION (Unaudited)**

Table 1	Net Assets by Component, Last Ten Years	122
Table 2	Changes in Net Assets - Accrual Basis of Accounting, Last Ten Years	124
Table 3	General Governmental Revenues by Source, Last Ten Years	130
Table 4	General Governmental Expenditures by Function, Last Ten Years	132
Table 4A	Changes in Fund Balances, Governmental Funds, Last Ten Years	134
Table 5	Fund Balances, Governmental Funds, Last Ten Years	136
Table 6	General Fund, Schedule of Revenues, Expenditures and Changes in Fund Balances, Five Years Ended December 31, 2012	138

Table 7	Special Revenue Funds, Schedule of Revenues, Expenditures and Changes in Fund Balances, Five Years Ended December 31, 2012	139
Table 8	Debt Service Funds, Schedule of Revenues, Expenditures and Changes in Fund Balances, Five Years Ended December 31, 2012	140
Table 9	Capital Projects Funds, Schedule of Revenues, Expenditures and Changes in Fund Balances, Five Years Ended December 31, 2012	141
Table 10	Property Tax Levies by Fund, Five Years Ended December 31, 2012	142
Table 11	Property Levies, Collections and Estimated Allowance for Uncollectible Taxes, Last Ten Years	144
Table 12	Top Ten Estimated Equalized Assessed Valuation, Current Year and Nine Years Ago	145
Table 13	Assessed and Estimated Fair Market Value of All Taxable Property, Last Ten Years	146
Table 14	Property Tax Rates-Direct and Overlapping Governments, Per \$100 of Equalized Assessed Valuation, Last Ten Years	148
Table 15	Property Tax Rates-City of Chicago, Per \$100 of Equalized Assessed Valuation, Last Ten Years	148
Table 16	Ratio of General Net Bonded Debt to Equalized Assessed Value and Net Bonded Debt per Capita, Last Ten Years	150
Table 17	Ratio of Annual Debt Service Expenditures for General Obligation Debt to Total Governmental Expenditures, Last Ten Years	150
Table 18	Computation of Direct and Overlapping Bonded Debt	151
Table 19	Debt Statistics, Last Ten Years	152
Table 20	Revenue Bond Coverage, Last Ten Years	154
Table 21	Ratio of Outstanding Debt by Type, Last Ten Years	156
Table 22	Debt Service Requirements for General Long-term Debt	158
Table 23	Debt Service Requirements for General Obligation Debt	159
Table 24	Debt Service Requirements for Proprietary Funds	160
Table 25	Long-term Debt	162
Table 26	Population and Income Statistics, Last Ten Years	166
Table 27	Principal Employers (Non-government) Current Year and Nine Years Ago	167
Table 28	Full Time Equivalent City of Chicago Employees by Function, Last Seven Years	168
Table 29	Operating Indicators by Function/Department, Last Seven Years	169
Table 30	Capital Assets Statistics by Function, Last Seven Years	169
Table 31	Interest Rate SWAPS Counterparty Entities	170

## PART I INTRODUCTORY

## SECTION

Department of Finance city of chicago

June 29, 2013

To the Honorable Mayor Rahm Emanuel, Members of the City Council, and Citizens of the City of Chicago:

We are pleased to submit the Comprehensive Annual Financial Report (CAFR) of the City of Chicago for the fiscal year ended December 31, 2012. State law requires that all governmental units publish, within six months of the close of each fiscal year, financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited by a licensed public accountant.

Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with management. The purpose of the CAFR is to provide complete and accurate financial information which complies with the reporting requirements of the Municipal Code of Chicago (Code). The City's financial management is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the government are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with GAAP.

The internal control structure is designed to provide reasonable but not absolute assurance that these objectives are met. The concept of reasonable assurance recognizes that the cost of control should not exceed the benefits likely to be derived and that the valuation of costs and benefits requires estimates and judgments by management.

The Code also requires that the City's basic financial statements are audited by independent certified public accountants selected by the Committee on Finance of the City Council. This requirement has been met, and the unqualified audit opinion rendered by Deloitte & Touche LLP is included in the financial section of this report. The audit was conducted as a subcontractor arrangement between Deloitte & Touche LLP and a consortium of Chicago-based minority and women-owned certified public accounting firms.

In addition to meeting the requirements set forth in the Code, an additional audit designed to meet the requirements of the federal Single Audit Act Amendment of 1996 and related OMB Circular A-133, Audits of State and Local Governments is performed annually.

GAAP requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of a Management's Discussion and Analysis (MD&A). This letter of transmittal is designed

to complement the MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditors.

33 NORTH LASALLE STREET, SUITE 600, CHICAGO, ILLINOIS 60602

**Profile of the Government.** The City of Chicago, incorporated in 1837, currently occupies a land area of approximately 228 square miles and serves a population of approximately 2,696,000. The City is a "home rule" unit of local government under Illinois law and has a mayor-council form of government. The Mayor is the Chief Executive Officer of the City and is elected by general election. The City Council is the legislative body and consists of 50 members, each representing one of the city's 50 wards. The members of the City Council are elected through popular vote by ward for four-year terms.

The City provides public safety, street maintenance and sanitation, transportation infrastructure, water, sewer, health, cultural, aviation and human services. In addition to general government activities, the City has certain entities that are fiscally dependent on the City and perform services primarily for City employees, such as the Municipal Employees' Annuity and Benefit Fund, Laborers' and Retirement Board Employees' Annuity and Benefit Fund, Policemen's Annuity and Benefit Fund and Firemen's Annuity and Benefit Fund. These component units are included in the City's reporting entity. Additional services are provided to residents by the Chicago Public Schools, Chicago Park District, Chicago Transit Authority, City Colleges of Chicago and the Chicago Housing Authority. However, these component units are not included in the City's reporting entity.

Annual budgets are adopted for the City's general fund and certain special revenue funds. Prior to October 15, the Mayor submits to the City Council a proposed budget of expenditures and the means of financing them for the next year. The City Council is required to hold at least one public hearing regarding the proposed budget, and the budget document must be made available for public inspection at least ten days prior to the passage of the annual appropriation ordinance. Not later than December 31, the budget is legally enacted through passage of the appropriation ordinance. Additional information on the budgetary process can be found in Note 3 in the notes to financial statements.

**Local Economy.** Chicago continues to enjoy one of the most diverse economies in the nation, comprised of mature and emerging industries, including business and financial services, manufacturing, aviation, transportation and warehousing, biotech and life sciences, education and healthcare. Long-standing components of the local economy, such as derivatives trading, remain strong - Chicago futures and options exchanges collectively conduct 50% of the exchange-based derivatives trading in the U.S. - while new sectors continuously emerge - the City is now home to 20 wind energy companies.

Chicago's large and diverse economy contributes to a gross regional product of more than \$500 billion. Total trade reached \$188 billion in 2012, up from \$154 billion in 2008. With 4.3 million employees and over 260,000 businesses, the Chicago metropolitan area is home to more than 400 major corporate headquarters, including 29 Fortune 500 headquarters. Chicago has long been a center for international business and is currently home to over 1,500 foreign-based companies and receives more than \$40 billion in direct foreign investment. Chicago-based companies, in turn, have a strong presence abroad, with over 4,100 locations in 170 countries.

Business expansion and investment in Chicago continue to grow. Throughout 2012, Chicago placed in the top three cities across the country for monthly employment growth and unemployment declines, due in part to 33,667 new and retained jobs. Companies such as Motorola Mobility relocated headquarters to the city, bringing over \$300 million and 2,000 jobs. Mayor Emanuel announced more than 12,000 new jobs in 2012 in fields such as consumer products, energy, professional and financial services, healthcare, manufacturing, technology, transportation and logistics. More than 600 new or



expanding facilities were also announced, commenced, or completed in the Chicago metropolitan area in 2012, representing a total of 35 million square feet and \$10.5 billion in economic development activity.

In addition, Chicago continues to be a destination for both business and leisure travelers, drawn by the City's numerous cultural and recreational attractions, professional sports teams, festivals, museums; parks and more. Tourism, business and convention travel to Chicago reached near-record levels in 2012, with 46.2 million visitors to the City, an increase of 6% over 2011. This activity continues to be a significant part of the local economy, helping to strengthen small businesses and provide jobs.

**Financial Planning and Policies.** Each year, the City completes an Annual Financial Analysis based on the critical understanding that to protect the health and safety of all Chicagoans, strengthen communities and neighborhoods, maintain infrastructure and public spaces, and foster a vibrant local economy, the City must take an informed and long-term approach to financial planning. The Annual Financial Analysis, which is available on the City's website, provides a review of the City's revenues and expenditures over the past 10 years, a forecast of the City's finances for the next three years, and analyses of the City's reserves, pension contributions, debt obligations, and capital improvement program.

The City bases its annual budget on an assessment of the available resources for that year and an understanding of the City's service priorities, adopting a balanced budget each year in accordance with the Illinois Municipal Code. As part of the annual budget process, the City evaluates each department's direct and indirect costs in order to accurately assess expenses across City government and strives to maintain a diversified revenue system that is responsive to the changing economy and designed to protect the City from short-term fluctuations in any individual revenue source. The City's financial policies are intended to secure the City's fiscal integrity and health, encourage equitable allocation of costs and resources, identify potential financial risks and options to mitigate them, maximize economic efficiency, and allow sufficient flexibility to consider new fiscal and budgetary strategies.

**2012 Budget and Major Initiatives.** In 2012, the City closed a \$635.7 million budget shortfall through targeted cuts, strategic reforms, and select revenue increases. The 2012 budget made difficult decisions about cutting expenses and incorporated innovative initiatives that generated savings while improving the quality of City services:

- The City transitioned to a grid-based garbage collection system, shifting from a non-linear ward-based scheme to a system of routes bordered by main streets and natural boundaries, saving millions each year.
- Competitive bidding was introduced to City services such as recycling and tree trimming, reducing the cost of providing these services and generating savings for reinvestment in service expansion.
- The City worked closely with labor unions to implement a groundbreaking employee wellness program to promote a healthier workforce and counter rising health insurance costs.
- The police and fire departments consolidated into a single public safety headquarters, generating administrative and real estate savings and increasing opportunities for beneficial coordination.
- The City commenced an ambitious and much-needed rehabilitation program for its aging water and sewer systems, which will save millions spent each year to repair damage caused by outdated water and sewer infrastructure and help to secure a clean and safe water supply for future generations.

All of this and much more was done without increasing sales, utility, or property taxes, and while cutting taxes on employers in order to foster job growth. The 2012 budget also phased out the heavy reliance on nonrecurring revenue sources seen prior to 2012 and deposited \$20 million into the City's long-term reserves.

Awards and Acknowledgments. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Chicago for its comprehensive annual financial report for the fiscal year ended December 31, 2011. This was the nineteenth consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

This report could not have been prepared without the dedication and effective help of the staff of the Department of Finance. We wish to express our appreciation to those who contributed to the preparation of this report.

Respectfully submitted,

Chief Financial Officer

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

## City of Chicago Illinois

For its Comprehensive Annual Financial Report for the Fiscal Year Ended December 31, 2011

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

President Executive Director

### CITY OF CHICAGO ORGANIZATION CHART AS OF 12/31/2012

**Citizens**

**MAYOR**

**CITY COUNCIL  
CITY TREASURER**

**COUNCIL COMMITTEES**

Department of Administrative Hearings  
Department Of Business Affairs and Consumer Protection

Office of Emergency Management and Communications

Department  
of Fleet Management

Office of Inspector General  
Department of  
Procurement Services

Commission on Animal Care and Control

Department of Housing and  
Economic Development

Board  
of Ethics

Department of Public Health

Department of  
Law

Chicago Public Library

Department of Aviation

Office of

Compliance

Department of Family and

Support Services

Commission on

Human Relations

License Appeal Commission

Department of Streets and Sanitation

Office of Budget and Management

Department of Cultural Affairs and Special Events

Department of  
Finance

Department of Human Resources

Mayor's Office  
for People with Disabilities

Department of

Transportation

Department of

Buildings

Board of Election Commissioners

Fire Department

Department of Innovation and Technology

Department of Police

Department of

Water Management

## **PART II**

### **FINANCIAL SECTION**

# **INDEPENDENT AUDITORS' REPORT, MANAGEMENT'S DISCUSSION AND ANALYSIS AND THE BASIC FINANCIAL STATEMENTS**

# **Deloitte**

## **INDEPENDENT AUDITOR'S REPORT**

To the Honorable Rahm Emanuel, Mayor and Members of the  
City Council City of Chicago, Illinois

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Chicago, Illinois (the "City"), as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the City's Pension Plans (the "Plans") which, in aggregate, represent substantially all the assets and revenues of the fiduciary funds, included in the aggregate remaining fund information. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Plans, is based solely on the reports of the other

auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall financial statement presentation of the financial statements.

We believe that the audit evidence we and other auditors have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Member of  
Deloitte Touche Tohmatsu Limited

## Opinions

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Chicago, Illinois, as of December 31, 2012, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## Other Matters

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and Schedule of Other Postemployment Benefits Funding Progress, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and other auditors have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

## Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The Combining, Individual Fund Financial Statements, introductory section and statistical section are presented for the purposes of additional analysis and are not a required part of the basic financial statements.

The Combining and Individual Fund Financial Statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing

standards generally accepted in the United States of America by us and other auditors. In our opinion, based on our audit, the procedures performed as described above, and the report of the other auditors, the Combining and Individual Fund Financial Statements is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Chicago, Illinois June 29, 2013

The introductory section and the statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

16

## **CITY OF CHICAGO, ILLINOIS MANAGEMENT'S DISCUSSION AND ANALYSIS YEAR ENDED DECEMBER 31, 2012**

### **Management's Discussion and Analysis**

As management of the City of Chicago, Illinois (City) we offer readers of the City's Comprehensive Annual Financial Report (CAFR) this narrative overview and analysis of the financial activities of the City for the fiscal year ended December 31, 2012. We encourage the readers to consider the information presented here in conjunction with information that we have furnished in our letter of transmittal, contained within this report.

#### **2012 Financial Highlights**

- Liabilities and Deferred Inflows of the City, in the government-wide financial statements, exceeded its assets and deferred outflows at the close of the most recent fiscal year by \$3,828.3 million (net deficit). Of this amount, \$8,891.6 million is an unrestricted deficit, while \$2,172.3 million is net investment in capital assets and \$2,891.0 million is restricted for specific purposes.
- The City's total assets increased by \$631.7 million. The increase primarily relates to a \$1,004.0 million increase in capital assets as a result of the City's capital improvement program, offset by a \$319.7 million decrease in cash and cash equivalents and investments primarily as a result of the City's financing of its operations.
- Revenues and Other Financing Sources, in the fund financial statements, available for general governmental operations during 2012 were \$6,751.5 million, a decrease of \$889.7 million (11.6 percent) from 2011 due to a decrease in the amount of bonds issued.
- The General Fund, also in the fund financial statements, ended 2012 with a total Fund Balance of \$231.3 million. Total Fund Balance decreased from 2011 primarily because Revenues and Other Financing Sources were less than Expenditures and Other Financing Uses by \$101.1 million. Fund Balance at December 31, 2012 of \$177.0 million was assigned. Unassigned Fund Balance was \$33.4 million at December 31, 2012.
- The City's general obligation bonds and notes outstanding increased by \$234.1 million during the current fiscal year. The proceeds from the increase in bonds were used to finance the City's capital plan and certain operating expenses.

#### **Overview of the Basic Financial Statements**

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements, which include the following components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This report also contains required supplementary information and other supplementary information in addition to the basic financial statements. These components are described below:

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, using accounting methods similar to those used by private-sector companies. The statements provide both short-term and long-term information about the City's financial position, which assists in assessing the City's economic condition at the end of the fiscal year. These financial statements are prepared using the flow of economic resources measurement focus and the accrual basis of accounting. This basically means such statements follow methods that are similar to those used by most businesses. They take into account all revenues and expenses connected with the fiscal year even if cash involved has not been received or paid.

The government-wide financial statements include two statements:

The statement of net position presents information on all of the City's assets, deferred outflows, liabilities, and deferred inflows with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the

financial position of the City is improving or deteriorating, respectively. To assess the overall health of the City, the reader should consider additional non-financial factors such as changes in the City's property tax base and the condition of the City's roads.

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

17

**CITY OF CHICAGO, ILLINOIS MANAGEMENT'S DISCUSSION  
AND ANALYSIS YEAR ENDED DECEMBER 31, 2012**

vacation). This statement also presents a comparison between direct expenses and program revenues for each function of the City.

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, public safety, streets and sanitation, transportation, health, and cultural and recreation. The business-type activities of the City include water, sewer, tollway and airport services.

The government-wide financial statements present information about the City as a primary government, which includes the Chicago Public Library and the City related funds of the Public Building Commission. The government-wide financial statements can be found immediately following this management's discussion and analysis.

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

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

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

The City maintains 19 individual governmental funds. Information for the six funds that qualify as major is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances. The six major governmental funds are as follows: the General Fund, the Federal, State and Local Grants Fund, the Special Taxing Areas Fund, Service Concession and Reserve Fund, the Bond, Note Redemption and Interest Fund, and the Community Development and Improvement Projects Fund. Data from the other governmental funds are combined into a single, aggregated presentation.

The City adopts an annual appropriation budget for its general and certain special revenue funds on a non-GAAP budgetary basis. A budgetary comparison statement has been provided for the General Fund, the only major fund with an appropriation budget, to demonstrate compliance with this budget. The basic governmental fund financial statements can be found immediately following the government-wide statements.

Proprietary funds. These funds are used to show activities that operate more like those of commercial enterprises. Because these funds charge user fees for services provided to outside customers including local governments, they are known as enterprise funds. Proprietary funds, like government-wide statements, use the accrual basis of accounting and provide both long- and short-term financial information. There is no reconciliation needed between the government-wide financial statements for business-type activities and the proprietary fund financial statements. The City uses five enterprise funds to account for its water, sewer, tollway, and two airports operations.

Proprietary funds provide the same type of information as the government-wide financial statements, but provide more detail. The



proprietary fund financial statements provide separate information for the Water Fund, Sewer Fund, Chicago Skyway Fund, Chicago-O'Hare International Airport Fund and the Chicago Midway International Airport Fund. All the proprietary funds are considered to be major funds of the City. The basic proprietary fund financial statements can be found immediately following the governmental fund financial statements.

## **CITY OF CHICAGO, ILLINOIS MANAGEMENT'S DISCUSSION AND ANALYSIS YEAR ENDED DECEMBER 31, 2012**

**Fiduciary funds.** Fiduciary funds are used primarily to account for resources held for the benefit of parties outside the primary government. The City is the trustee, or fiduciary, for its employees' pension plans. It is also responsible for other assets that, because of a trust arrangement can be used only for the trust beneficiaries. The City also uses fiduciary funds to account for transactions for assets held by the City as agent for various entities. The City is responsible for ensuring that the assets reported in these funds are used for their intended purposes. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. All of the City's fiduciary activities are reported in a separate statement of fiduciary net position and a statement of changes in fiduciary net position. The accounting used for fiduciary funds is much like that used for proprietary funds. The fiduciary fund basic financial statements can be found immediately following the proprietary fund financial statements.

**Notes to the basic financial statements.** The notes provide additional information that is essential for a full understanding of data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found immediately following the fiduciary fund basic financial statements.

**Additional Information.** The combining statements, which include nonmajor funds, for governmental funds and trust and agency funds are presented immediately following the notes to the basic financial statements.

### **Financial Analysis of the City as a whole**

**Net Position.** As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City, liabilities and deferred inflows exceeded assets by \$3,828.2 million at December 31, 2012.

A large portion of the City's net position, \$2,172.3 million, reflects its investment in capital assets (land, buildings, roads, bridges, etc.) less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities and deferred inflows.

**CITY OF CHICAGO, ILLINOIS MANAGEMENT'S  
DISCUSSION AND ANALYSIS YEAR ENDED DECEMBER  
31, 2012**

City of Chicago, Illinois Summary Statement of Net Position  
(in millions of dollars)

	Governmental		Business-type		Activities		Activities	
	2012	2011	2012	2011	2012	2011	2012	2011
Current and other assets	\$ 5,789.0	\$ 6,125.2	\$ 4,444.1	\$ 4,480.3				
Capital assets		7,869.7	7,579.9	12,515.5	11,801.2			
Total Assets		13,658.7	13,705.1		16,959.6	16,281.5		
Deferred outflows		224.2	236.0	253.1	255.1			
Total			13,882.9	13,941.1	17,212.7	16,536.6		
Long-term liabilities outstanding	16,863.2	15,212.4		12,496.0	11,827.3			
Other liabilities		1,245.8	1,484.0	1,018.4	1,223.6			
Total Liabilities					18,109.0	16,696.4	13,514.4	13,050.9
Deferred Inflows		1,618.4	1,639.4	1,682.1	1,700.6			
Net Position:								
Net investment in capital assets	(216.0)	(299.9)		2,388.3	2,451.8			
Restricted		1,908.5	1,596.4		982.5	874.8		
Unrestricted		(7,537.0)	(5,691.2)		(1,354.6)	(1,541.5)		
Total net (deficit) position				\$ (5,844.5)	\$ (4,394.3)	\$ 2,016.2	\$ 1,785.1	

Total

**2012**

\$ 10,233.1 20,385.2

30,618.3 477.3

31,095.6

29,359.2 2,264.2

31,623.4 3,300.5

2,172.3 2,891.0 (8,891.6) \$ (3,828.3)**2011**

\$ 10,605.5 19,381.1

29,986.6 491.1

30,477.7

27,039.7 2,707.6

29,747.3 3,340.0

2,151.9 2,471.3 (7,232.7) (2,609.5)

An additional portion of the City's net position (\$2,891.0 million) represents resources that are subject to external restrictions on how they may be used.

Governmental Activities. Net position of the City's governmental activities decreased \$1,449.8 million to a deficit of \$5,844.5 million. However, a significant portion of net position is either restricted as to the purpose they can be used for or they are net investment in capital assets (buildings, roads, bridges, etc.) Consequently, unrestricted net position showed a \$7,537.0 million deficit at the end of this year. This deficit does not mean that the City does not have the resources available to pay its bills next year. Rather, it is the result of having long-term commitments that are greater than currently available resources. Specifically, the City did not include in past annual budgets the full amounts needed to finance future liabilities arising from personnel, property, pollution and casualty claims (\$888.6 million) and Municipal employees, Policemen's and Firemen's net pension obligation and post-employment benefits (\$6,364.9 million). The City will include these amounts in future years' budgets as they come due. In addition, the remaining deferred inflow of \$1,618.4 million will be amortized into income over the life of the concession service agreements.

Revenues for all governmental activities in 2012 were \$5,554.5 million, with over half of the City's revenue derived from taxes. Total tax receipts decreased slightly. Total tax revenue includes a decrease in property taxes received of \$38.5 million (4.1 percent). Other taxes decreased by \$115.8 million (5.3 percent) as a result of decreases in sales and transaction taxes. Federal/State grants vary from year to year depending primarily on the level of spending for programs, construction and other projects.

Expenses for governmental activities in 2012 were \$7,004.3 million. This reflects an increase of \$195.5 million (2.9 percent) over 2011. Public Safety accounted for approximately 41.5 percent of total expenses.

The cost of all governmental activities was \$7,004.3 million. The amount that taxpayers paid for these activities through City taxes was only \$2,963.7 million. Some of the cost was paid by those who directly benefited from the programs (\$750.2 million), or by other governments and organizations that subsidized certain programs with grants and contributions (\$920.8 million).

The City paid \$919.8 million for the "public benefit" portion with other revenues such as state aid, interest and miscellaneous income.

20

## CITY OF CHICAGO, ILLINOIS MANAGEMENT'S DISCUSSION AND ANALYSIS YEAR ENDED DECEMBER 31, 2012

Although total net position of business-types activities was \$2,016.2 million, these resources cannot be used to make up for the deficit in net position in governmental activities. The City generally can only use this net position to finance the continuing operations of the water, sewer, tollway, and airports activities.

### City of Chicago, Illinois Changes in Net Position Years Ended December 31, (in millions of dollars)

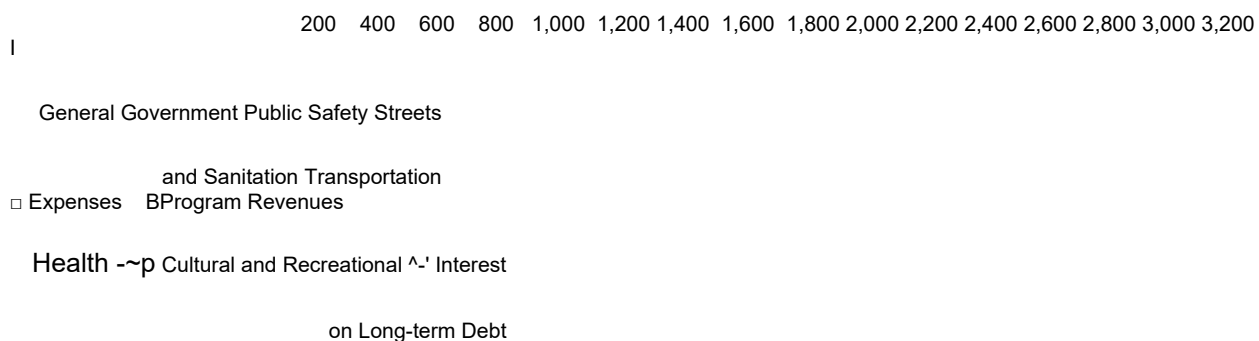
	Governmental		Business-type		Activities		Activities	
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
Revenues: Program Revenues: Licenses, Permits, Fines and								
Charges for Services					\$ 750.2	\$ 680.9	\$ 1,889.1	\$ 1,494.3
Operating Grants and Contributions	748.3	788.8						
Capital Grants and Contributions	172.5	282.0	83.2	257.4				
General Revenues:								
Property Taxes	896.3	934.8						
Other Taxes	2,067.4	2,183.2						
Grants and Contributions not								
Restricted to Specific Programs	692.2	598.4						

Other	227.6	240.3	64.0	83.2		
Total Revenues	5,554.5	5,708.4	2,036.3	1,834.9		
Expenses:						
General Government	2,751.92	734.4				
Public Safety	2,910.2			2,689.4		
Streets and Sanitation	228.6			245.9		
Transportation	383.5			410.8		
Health	123.1			151.2		
Cultural and Recreational	146.3			102.8		
Interest on Long-term Debt	460.7			474.3		
Water	--	417.5	416.3			
Sewer	--	195.9	194.8			
Midway International Airport	--	225.9	218.1			
Chicago-O'Hare International Airport	--	955.3	879.3			
Chicago Skyway	--	10.6	10.9			
Total Expenses			7,004.3	6,808.8	1,805.2	1,719.4
Change in Net Position Before Transfers...	(1,449.8)	(1,100.4)	231.1	115.5		
Special Item				(53.9)		
Transfers			-	1.0-(1.0)		
Change in Net Position	(1,449.8)	(1,099.4)	231.1	60.6		
Net (Deficit) Position, Beginning of Year	(4,394.7)	(3,295.3)	1,785.1	1,724.5		
Net (Deficit) Position, End of Year 2011	\$ (5,844.5)	\$ (4,394.7)	\$ 2,016.2	\$ 1,785.1		
Total						
2,175.2	788.8	539.4				
934.8	2,183.2					
					598.4	323.5 7,543.3
2012						
2,639.3	748.3	255.7				
896.3	2,067.4					
2,734.4	2,689.4	245.9	410.8	151.2	102.8	474.3 416.3 194.8 218.1 879.3 10.9
8,528.2	(984.9)					
						692.2 291.6 7,590.8
2,751.9	2,910.2	228.6	383.5	123.1	146.3	460.7 417.5 195.9 225.9 955.3 10.6
(1,038.8)	(1,570.8)					
8,809.5	(1,218.7)					
(1,218.7)	(2,609.6)					
\$ (3,828.3)	\$ (2,609.6)					

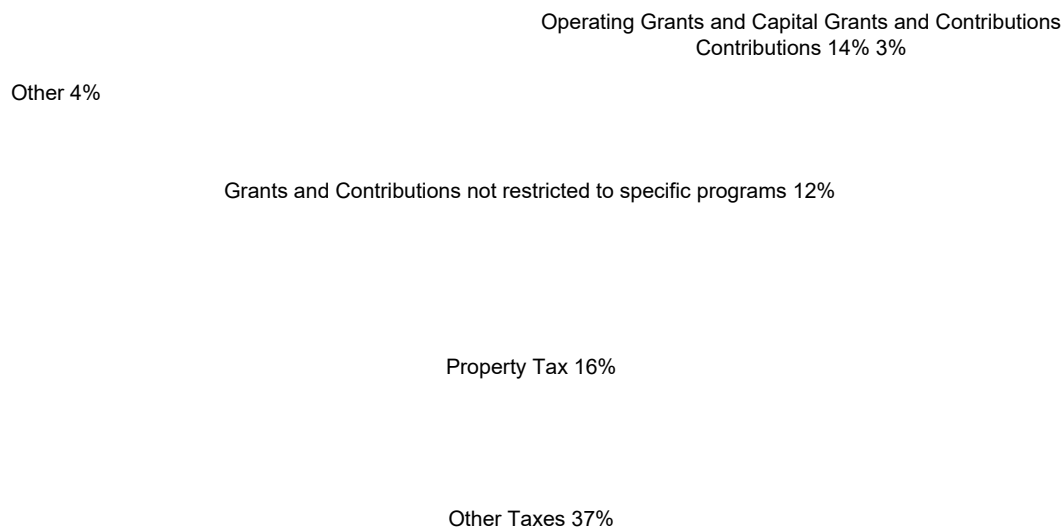
21

**CITY OF CHICAGO, ILLINOIS MANAGEMENT'S DISCUSSION  
AND ANALYSIS YEAR ENDED DECEMBER 31, 2012**

**Expenses and Program Revenues - Governmental Activities (in millions of  
dollars)**



**Revenues by Source - Governmental Activities**



**CITY OF CHICAGO, ILLINOIS MANAGEMENT'S  
DISCUSSION AND ANALYSIS YEAR ENDED DECEMBER  
31, 2012**

Business-type Activities. Revenues of the City's business-type activities increased by \$231.1 million in 2012 mostly from

an increase in the charges for services and rental income revenues. All Funds met debt service coverage ratios set forth in the applicable bond indentures.

- The Water Fund's operating revenue increased by \$122.1 million (26.9%) from 2011 due to a 25% increase in water rates and increase in usage resulting from a drought summer in 2012. Operating expenses before depreciation and amortization for the year ended 2012 increased by \$7.3 million (2.6%) from the year ended 2011 due to an increase in central services and General Fund reimbursements, increase in power and pumping and increase in administrative and general offset by a decrease in purification resulting from a decrease in costs of sediment disposals.
- The Sewer Fund's operating revenue increased in 2012 by \$50.6 million (24.9%) primarily due to an increase in water and sewer rates. Operating expenses before depreciation and amortization for 2012 remained consistent with 2011. Depreciation and amortization increased slightly due to an increase in utility plant.
- Chicago Midway International Airport Fund's operating revenues for 2012 increased by \$0,462 million (0.3%) from 2011 primarily due to increased other rentals and fueling fees, offset by decreased landings fees and terminal area use charges. Concessions increased by \$1.8 million primarily due to an increase in auto parking, restaurants, and auto rental offset by a decrease in other concessions. Operating expenses before depreciation and amortization increased by \$4.2 million (3.8%) million primarily due to an increase in salary and wages, adjustments to a capital lease and an increase in provision for doubtful accounts, offset by a decrease in repairs and maintenance expenses.
- Chicago O'Hare International Airport Fund's operating revenues for 2012 increased by \$23.2 million (3.3%) compared to 2011 primarily due to an increased terminal rental and usage charges. Operating expenses before depreciation and amortization increased by \$19.1 million (4.4%) primarily due to an increase in salaries and wages, employee benefits, professional and engineering services and capital asset impairment, offset by a decrease in repairs and maintenance expense.
- The Chicago Skyway was leased for 99 years to a private company. The agreement granted the company to operate the Skyway and to collect toll revenue during the term of the agreement. The City received an upfront payment of \$1.83 billion of which \$446.3 million was used to advance refund all of the outstanding Skyway bonds. The upfront payment is being amortized into non-operating revenue over the period of the lease (\$18.5 million annually).

### Expenses and Program Revenues - Business-type Activities (in millions of dollars)

100 200 300 400 500 600 700 800 900 1,000 1,100 1,200

Water

Sewer

Chicago Midway International Airport

Chicago-O'Hare International Airport

□ Expenses ■ Program Revenues

24

### Revenues by Source - Business-type Activities

## CITY OF CHICAGO, ILLINOIS MANAGEMENT'S DISCUSSION AND ANALYSIS YEAR ENDED DECEMBER 31, 2012

### Financial Analysis of the City's Funds

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

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

At December 31, 2012, the City's governmental funds reported combined ending fund balances of \$1,593.4 million, a decrease of \$262.6 million in comparison with the prior year. Of this total amount \$882.1 million was committed to specific expenditures, \$177.0 million was assigned to anticipated uses, a deficit of \$1,819.5 million was unassigned, \$2,332.9 million was of restricted in use by legislation, and \$20.9 million was nonspendable.

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$33.4 million with a total fund balance of \$231.3 million. As a measure of the General Fund's liquidity, it may be

helpful to compare both unassigned fund balance and total fund balance to total fund expenditures. Total General Fund balance represents 7.5 percent of total General Fund expenditures. The fund balance of the City's General Fund decreased by approximately \$104.2 million during the current fiscal year.

The Federal, State and Local Grants Fund has a total deficit fund balance of \$206.1 million. This is \$84.4 million lower than 2011 primarily due to slower reimbursement of expenditures.

The Special Taxing Areas Fund has a total fund balance of \$1,499.4 million, which is all restricted to specific expenditures.

The Service Concession and Reserve Fund accounts for deferred inflows from non-business type long-term concession and lease transactions and has \$624.9 million committed to specific expenditures. The unassigned amount of \$1,618.4 million results from the deferred inflows from long-term asset leases.

The Bond, Note Redemption and Interest Fund has a total fund balance of \$346.7 million. This is \$65.6 million lower than 2011.

The Community Development and Improvement Projects Fund has a total fund balance of \$400.4 million. This is \$85.4 million lower than 2011 due to increase capital improvement efforts.

Changes in fund balance. The fund balance for the City's governmental funds decreased by \$262.6 million in 2012. This includes an decrease in inventory of \$3.2 million.

Proprietary funds. The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net position of the Water, Sewer, Chicago Skyway, Chicago-O'Hare International Airport, and Chicago Midway International Airport Funds at the end of the year amounted to a deficit of \$1,354.6 million. The unrestricted net position deficit decreased by \$186.9 million due to an increase in the unrestricted net position in Chicago O'Hare International Airport, Chicago Midway International Airport, Water, and Sewer Funds. Other factors concerning the finances of these five funds have already been addressed in the discussion of the City's business-type activities.

### **General Fund Budgetary Highlights**

The City's 2012 Original General Fund Budget was \$3,104.3 million. This budget reflects a decrease of \$159.4 million (4.9 percent) over the 2011 Budget. The City's 2012 General Fund Budget was approved by the City Council on November 16, 2011. The General Fund revenues on a budgetary basis were \$27.4 million less than the final budget as a result of lower transfers in and lower than expected use of budgeted prior years' surplus, offset by higher

25

### **CITY OF CHICAGO, ILLINOIS MANAGEMENT'S DISCUSSION AND ANALYSIS YEAR ENDED DECEMBER 31, 2012**

than expected taxes. Expenditures were \$27.4 million more than budgeted as a result of unfavorable variances in public safety, primarily as a result of higher than expected personnel related expenses. Additional information on the City's budget can be found in Note 3 under Stewardship, Compliance and Accountability within this report.

The General Fund revenues and expenditures in 2012 ended the current fiscal year with an unassigned fund balance of \$33.4 million.

### **Capital Asset and Debt Administration**

Capital Assets. The City's capital assets for its governmental and business-type activities as of December 31, 2012 amount to \$20,385.2 million (net of accumulated depreciation). These capital assets include land, buildings and system improvements, machinery and equipment, roads, highways and bridges, and property, plant and equipment.

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

- The City continues its commitment to sustainable design in new construction projects utilizing the Leadership in Energy & Environmental Design (LEED) strategy. Completed construction in 2012 included a new fire house for Engine Company 16 totaling \$16.8 million, Police District 12 totaling \$3.4 million and the Grand Crossing Reading Garden totaling \$0.6 million



- During 2012 the City completed \$116.4 million in bridge and viaduct reconstruction projects, \$90.3 million street construction projects and \$3.5 million in street lighting projects. At year end, Infrastructure projects still in process had expenses totaling nearly \$606.8 million.
- At the end of 2012 the Water Fund had \$2,861.3 million invested in utility plant, net of accumulated depreciation. During 2012, the Water Fund expended \$318.9 million on capital activities. This included \$2.2 million for structures and improvements, \$133.9 million for distribution plant, \$5.8 million for equipment, and \$177.2 million for construction in progress. During 2012, net completed projects totaling \$63.7 million were transferred from construction in progress to applicable capital accounts. The major completed projects were related to installation and replacements of water mains (\$63.4 million). The 2012 Water Main Replacement Program completed 79.7 miles of water mains of which approximately 31.0 miles were completed by in-house crews.
- At the end of 2012, the Sewer Fund totaled capital assets of \$1,671.3 million. During 2012, the Sewer Fund had capital additions being depreciated of \$246.6 million, and completed projects totaling \$79.2 million were transferred from construction in progress to applicable facilities and structures capital accounts. The 2012 Sewer Main Replacement Program completed 17.4 miles of sewer mains and 51.4 miles of relining of existing sewer mains at a cost of \$246.6 million.
- At the end of 2012, Chicago-Midway International Airport totaled \$1,167.3 million, invested in net capital assets. During 2011, the Airport had additions of \$64.8 million related to capital activities. This included \$3.4 million for land acquisition and the balance of \$61.4 million for construction projects relating to terminal improvements, parking and roadway enhancements, and runway improvements.
- At the end of 2012 Chicago-O'Hare International Airport totaled \$6.5 billion, invested in net capital assets. During 2012, the Airport had additions of \$476.5 million related to capital activities. This included \$8.6 million for land acquisition and the balance of \$467.9 million for terminal improvements, road and sidewalk enhancement, runway and taxiway improvements, along with general parking enhancements. During 2012, completed projects totaling \$314.8 million were transferred from construction in progress to applicable buildings and other facilities capital accounts. These major completed projects were related to runway improvements, heating and refrigeration, road and sidewalk enhancements, electrical, water drainage, fuel system enhancements and terminal improvements.

26

**CITY OF CHICAGO, ILLINOIS MANAGEMENT'S  
DISCUSSION AND ANALYSIS YEAR ENDED DECEMBER  
31, 2012**

		City of Chicago, Illinois Capital Assets (net of depreciation) (in millions of dollars)			
		Governmental Business-type		Activities	
		2012	2011	2012	2011
Land	\$ 1,404.5				
<b>Works of Art and</b>					
Historical Collections	13.2				
Construction in Progress	644.3				
Buildings and Other Improvements	1,677.7				
Machinery and Equipment	255.6				
Infrastructure	3 874.4				
Total	\$ 7,869.7				
\$ 1,401.0					
				1,548.3	9,618.2 324.3

13.1

466.3 1,699.0

313.6 3,686.9

\$ 7,579.9 \$ 12,515.5

\$ 1,012.6 \$ 2,429.2

13.2

2,192.6 11,295.9 579.9 3,874.4 \$ 20,385.2

\$ 2,413.6

13.1 1,776.7 10,840.0 650.9 3,686.9 \$ 19,381.2

Information on the City's capital assets can be found in Note 7 Capital Assets in this report.

Debt. At the end of the current fiscal year, the City had \$7,315.4 million in General Obligation Bonds and \$696.4 million in General Obligation Certificates and Other Obligations outstanding. Other outstanding long-term debt is as follows: \$193.0 million in Motor Fuel Tax Revenue Bonds; \$577.3 million of Sales Tax Revenue Bonds; \$112.2 million in Tax Increment Financing Bonds; and \$11,967.8 million in Enterprise Fund Bonds and long-term obligations. For more detail, refer to Note 10 Long-term Obligations in the Basic Financial Statements.

City of Chicago, Illinois General Obligation and  
Revenue Bonds (in millions of dollars)

Governmental Activities  
Business-type Activities

**2012**

General Obligation \$ 8,011.8

Installment Purchase Agreement

Tax Increment 112.2

Revenue Bonds 770.3

Total \$ 8,894.3

\$ 7,777.7

131.6 776.0 \$ 8,685.3

11,967.8 \$ 11,967.8

11,715.0 \$ 11,715.0

\$ 8,011.8

112.2 12,738.1 \$ 20,862.1

\$ 7,777.7

131.6 12,491.0 \$ 20,400.3

**During 2012, the City issued the following: General**

**Obligation Bonds:**

- General Obligation Bonds, Project Series 2012A, Taxable Project Series 2012B, and Refunding Series 2012C (\$594.9 million) .
- General Obligation Commercial Paper Notes (\$133.8 million)

**CITY OF CHICAGO, ILLINOIS MANAGEMENT'S DISCUSSION  
AND ANALYSIS YEAR ENDED DECEMBER 31, 2012**

**Enterprise Fund Revenue Bonds and Notes:**

- Chicago-O'Hare International Airport Third Lien Revenue Refunding Bonds, Series 2012A (Alternative Minimum Tax - AMT), Series 2012B (AMT) and Series 2012C (Non-AMT) (\$728.9 million)
- Chicago-O'Hare International Airport Passenger Facility Charge Revenue Refunding Bonds, Series 2012A (Non-AMT) and 2012B (AMT) (\$452.1 million)
- Chicago-O'Hare International Airport General Commercial Paper Notes (\$50.6 million)
- Second Lien Water Revenue Bonds, Project Series 2012 (\$399.4 million)
- Second Lien Wastewater Transmission Revenue Bonds, Project and Refunding Series 2012 (\$276.5 million)

At December 31, 2012 the City had credit ratings with each of the three major rating agencies as follows:

Standard & Poors

General Obligation: City

Revenue Bonds: O'Hare Airport:

First Lien General Airport Revenue Bonds

First Lien Passenger Facility Charge (PFC) Midway Airport:

First Lien

Second Lien Water:

First Lien

Second Lien Wastewater:

First Lien

Junior Lien

Aa3

A2 A2

A2 A3

Aa2 Aa3

Aa2 Aa3

A+

A-A-

A A-

AA AA-

AA-A+

AA-

A-A

A A-

AA+ AA

NR AA

Sales Tax Motor Fuel Tax

Aa3 Aa3

AAA AA+

AA-A-

In 2012, the City closed and extinguished the First and Second General Airport Revenue (GAR) bonds. The third Lien bonds became the First Lien bonds.

### **Economic Factors and Next Year's Budgets and Rates**

The City's finances are closely tied with the local, national, and global economies. Throughout 2012, the local and national economies experienced moderate growth, continuing the recovery from the economic downturn. The strong commercial real estate market seen throughout 2011 continued into 2012, and 2012 also saw the housing market join in this recovery. Home sales increased by 22 percent over 2011, and home prices, which had been slower to recover, ticked up 5.7 percent over 2011. Nationwide, retail sales grew 5 percent over 2011 in 2012, and consumer confidence surged during the holiday season. The average national unemployment rate decreased from 8.9 percent in 2011 to 8.1 percent in 2012, and Chicago's unemployment rate fell from 11.3 percent in 2011 to 10.1 percent in 2012. Tourism and business and convention travel to Chicago reached near-record levels in 2012, with 46.2 million visitors to the City, an increase of 6 percent over 2011. This growth was evident in local hotel occupancy, which was up 4 percent in 2012 from 2011, and revenue per available room, which was up 10 percent in 2012 from 2011.

### **CITY OF CHICAGO, ILLINOIS MANAGEMENT'S DISCUSSION AND ANALYSIS YEAR ENDED DECEMBER 31, 2012**

The City's 2013 General Fund budget, totaling \$3,159 million, was approved by a 46 to 3 vote of City Council on November 15, 2012. The 2013 budget balanced a preliminary budget shortfall of \$369 million by cutting spending and increasing efficiencies without raising any taxes or introducing any new fees. The 2013 Corporate Fund shortfall was the smallest preliminary budget deficit since the recession, demonstrating the progress and reforms made in the 2012 budget and throughout the year. The 2013 budget built on that progress, investing in youth, public safety, and critical infrastructure while continuing to phase out the heavy reliance on nonrecurring revenue sources, including funds from the City's asset concession reserves, seen prior to 2012. In 2012, the City returned \$20 million to its long-term reserves, and the 2013 budget commits an additional \$15 million to those reserves.

### **Requests for Information**

This financial report is designed to provide a general overview of the City's finances for all of those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the City of Chicago Comptroller's Office.

29

**Exhibit 1  
CITY OF CHICAGO, ILLINOIS  
STATEMENT OF NET POSITION  
December 31, 2012  
(Amounts are in Thousands of Dollars)**

**ASSETS AND DEFERRED OUTFLOWS**

Cash and Cash Equivalents  
Investments  
Cash and Investments with Escrow Agent  
Receivables (Net of Allowances):  
    Property Tax  
    Accounts  
Internal Balances  
Inventories  
Restricted Assets:  
    Cash and Cash Equivalents

Investments  
Other Assets  
Capital Assets:  
Land, Art, and Construction in Progress  
Other Capital Assets, Net of Accumulated Depreciation  
Total Capital Assets  
  
Total Assets . Deferred Outflows

Governmental Activities

\$ 729,095 1,626,647 499,754  
  
1,258,648 929,230 (35,190) 20,885  
  
4,495 622,628 132,814  
  
2,062,009 5,807,660 7,869,669  
  
13,658,675  
224,236

Primary Government

Business-type Activities

152,999 170,373  
  
336,613 35,190 18,819  
  
997,524 2,218,063 514,477  
2,572,971 9,942,547 12,515,518  
  
16,959,576  
  
253,120  
  
Total  
  
882,094 1,797,020 499,754  
  
1,258,648 1,265,843  
  
39,704  
  
1,002,019 2,840,691 647,291

4,634,980 15,750,207 20,385,187  
30,618,251  
477,356

Total Assets and Deferred Outflows \$ 13,882,911 \$ 17,212,696 \$ 31,095,607

LIABILITIES AND DEFERRED INFLOWS

Voucher Warrants Payable \$ 601,946  
Short-term Debt 672  
Accrued Interest 210,413  
Accrued and Other Liabilities 335,930



<u>Functions/Programs</u>	<u>Expenses</u>	<u>Licenses, Permits, Fines and Charges for Services</u>	
Primary Government Governmental			
Activities:			
General Government	\$ 2,751,944	\$ 452,892	
Public Safety	2,910,160	199,572	
Streets and Sanitation	228,622	42,138	
Transportation	383,510	39,343	
Health	123,055	1,751	
Cultural and Recreational	146,283	14,454	
Interest on Long-term Debt	460,660	-	
<u>Total Governmental Activities</u>		<u>7,004,234</u>	<u>750,150</u>
Business-type Activities:			
Water	417,499	576,287	
Sewer	195,911	253,912	
Chicago Midway International Airport	225,867	201,749	
Chicago-O'Hare International Airport	955,276	857,114	
Chicago Skyway	10,621	-	
<u>Total Business-type Activities</u>		<u>1,805,174</u>	<u>1,889,062</u>
<u>Total Primary Government</u>	<u>\$ 8,809,408</u>	<u>\$2,639,212</u>	

See notes to basic financial statements.

<u>Program Revenues</u>		<u>Net (Expense) Revenue and Changes in Net Assets</u>
		Primary Government
Operating Capital		
Grants and	Grants and	Governmental Business-type



	Contributions	Contributions	Activities	Activities Total
521,362	115,976			
95,675	15,243			
748,256				
		(1,766,075)	(2,594,612)	(186,484)
		(183,326)	(25,629)	(116,586)
		(460,660)	(5,333,372)	
		(1,766,075)	(2,594,612)	(186,484)
		(183,326)	(25,629)	(116,586)
		(460,660)	(5,333,372)	
				2,500
				2,500
				4,681
				73,538
83,219				
161,288	60,501	(19,437)	(24,624)	(10,621)
167,107				
161,288	60,501	(19,437)	(24,624)	(10,621)
167,107				
(5,166,265)				
General Revenues Taxes:				
Property Tax				
Utility Tax				
Sales Tax				
Transportation Tax				
Transaction Tax				
Special Area Tax				
Recreation Tax				
Other Taxes				
Grants and Contributions not Restricted to				
Specific Programs				
Unrestricted Investment Earnings				
Miscellaneous				
Total General Revenues				
Change in Net Assets				
Net Position - Beginning				
Net Position - Ending				
896,246	548,682	294,417	373,544	281,957
274,617	163,194	131,086		
25,197	38,842			
64,039				
	692,232	92,050	135,511	3,883,536
	(1,449,836)	(4,394,666)		
\$	(5,844,502)	\$	2,016,255	
896,246	548,682	294,417	373,544	281,957
274,617	163,194	131,086		
25,197	38,842			
64,039				
	692,232	117,247	174,353	3,947,575
	(1,218,690)	(2,609,557)		
				\$ (3,828,247)

33

**Exhibit 3**  
**CITY OF CHICAGO, ILLINOIS BALANCE**  
**SHEET GOVERNMENTAL FUNDS**  
**December 31, 2012**  
**(Amounts are in Thousands of Dollars)**

General

## ASSETS

Cash and Cash Equivalents	\$ 745
Investments	72,702
Cash and Investments with Escrow Agent	
Receivables (Net of Allowances):	
Property Tax	
Accounts	219,300
Due From Other Funds	165,078
Due From Other Governments	222,604
Inventories	20,885
Restricted Cash and Cash Equivalents	389
Restricted Investments	
Other Assets	-

Total Assets\$ 701,703

## LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE Liabilities:

Voucher Warrants Payable	\$ 181,998
Bonds, Notes and Other Obligations Payable - Current	
Accrued Interest	
Due To Other Funds	139,397
Accrued and Other Liabilities	110,177
Claims Payable	37,685
Deferred Revenue	1,144

Total Liabilities470,401"

Deferred Inflows -

## Fund Balance:

Nonspendable	20,885
Restricted	
Committed	
Assigned	177,000
<u>Unassigned</u>	<u>33,417</u>
<u>Total Fund Balance</u>	<u>231,302</u>

Total Liabilities, Deferred Inflows and Fund Balance \$ 701,703

Federal, State and Local Grants

\$

20,931 52,705

10,809 29,694 362,651

3,220

5,362 \$ 485,372

\$ 157,322 271

281,434 9,467

242,966 691,460

27,821

(233,909) (206,088) \$ 485,372  
Special Taxing Areas

623,433 620,267

350,032 3,732 258,238

\$ 1,855,703

49,612

11,534 3,872

291,271  
356,289

1,499,414

1,499,414

\$ 1,855,703

Amounts reported for governmental activities in the statement of net position are different because:

(5,844,502)

35

Exhibit 4

CITY OF CHICAGO, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GOVERNMENTAL

FUNDS Year Ended December 31, 2012 (Amounts are in Thousands of Dollars)

	General	
Revenues:		
Property Tax	\$	
Utility Tax	462,475	
Sales Tax (Local and State)	572,185	
Transportation Tax	177,890	
State Income Tax	282,779	
Transaction Tax	241,111	
Special Area Tax		
Recreation Tax	163,194	
Other Taxes	112,188	
Federal/State Grants	1,074	
Internal Service	302,924	
Licenses and Permits	117,568	
Fines	290,799	
Investment Income	5,439	
Charges for Services	133,021	
Miscellaneous	58,009	
<u>Total Revenues</u>	<u>2,920,656</u>	864,556 24,371 1,956,152 178,065 53,815 13
		2,237
Expenditures: Current:		
General Government		
Health		
Public Safety		
Streets and Sanitation		
Transportation		
Cultural and Recreational		
Employee Pensions		
Other		
Capital Outlay		1,645 515
Debt Service:		
Principal Retirement		
Interest and Other Fiscal Charges		
<u>Total Expenditures</u>	<u>3,081,369</u>	
<u>Revenues (Under) Over Expenditures ..</u>	<u>(160,713)</u>	
	Federal, State and Local Grants	

876,790

876,790

391,817 101,558 112,429

325,491 16,076

8,564 5,259

961,194

(84,404)

Special Taxing Areas

370,454

29,771 406 5,130

405,761

305,952 38 954 116 66,773 8,557

382,393

23,368

Continued on following pages.

Service Concession and Reserve

18,084 21,033

Bond, Note Redemption and Interest

487,714 22,324 22,105 18,635

82

29,153 23,160

Community Development

and Improvement Projects

4,812 4,422

Nonmajor Governmental Funds

\$ 453,684 63,883

177,019 108,506 40,846

18,816

16,361

15,711 3,626 37,297 23,757

Total Governmental Funds

941,398 548,682 594,290 373,544 391,285 281,957 370,454 163,194 131,086 877,864 319,285 117,568 306,510 90,885  
170,724 135,511

5,814,237

100

-

-

244,116

1,806,541

1,600127,567  
6,4242,075,959  
49,919228,100  
68,224514,303  
77,738102,384

458,951

458,951

924

11,725

339,912

90,429

435,600

296,084

-

43,025

340,754

=

431,588

=

29,856

461,962

100

727,672 ,

339,912

1,071,206 6,563,846

39,017

(124,499)

(330,678)

(111,700)

(749,609)



**Exhibit 4 - Concluded**  
**CITY OF CHICAGO, ILLINOIS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS Year Ended December 31, 2012 (Amounts are in Thousands of Dollars)**

	Federal, State and Local		
General Grants			
Special Taxing Areas			
Other Financing Sources (Uses):			
Issuance of Debt	\$ 55,000	\$ -	\$
Premium			
Payment to Refunded Bond Escrow Agent			
Transfers In	31,617	- 68,675	
<u>Transfers Out</u>	<u>(26,965)</u>	<u>-</u>	<u>(44,264)</u>
<u>Total Other Financing Sources (Uses)</u>	<u>59,652</u>	<u>-</u>	<u>24,411</u>
Net Changes in Fund Balance	(101,061)	(84,404)	47,779
Fund Balance, Beginning of Year	335,533	(121,684)	1,451,635
Change in Inventory	(3,170)		
<u>Fund Balance, End of Year</u>	<u>\$ 231,302</u>	<u>\$ (206,088)</u>	<u>\$ 1,499,414</u>

See notes to basic financial statements.

38

Service Concession Agreements and Reserve

Bond, Note Redemption and Interest  
Community Development

and Improvement Projects

Nonmajor Governmental Funds

Total Governmental Funds

328 (12,358)

337,410 (268,397) (10,105)

207,566 36,166

3,843 (2,322)

122,415

74,287 (82,736)

722,391 36,166 (268,397)

178,750 (178,750)

(12,030)

26,987 (1,020,498)

(65,591) 412,310

(85,425) 485,835

2,266 312,855

(259,449) 1,855,986 (3,170)

\$ (993,511) \$ 346,719 \$

**Exhibit 5****CITY OF CHICAGO, ILLINOIS****RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND****BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES Year Ended December 31, 2012 (Amounts are in Thousands of Dollars)**

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances - total governmental funds	\$ (259,449)
--	--------------

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 exceeded depreciation in the current period	278,635
--	---------

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds	(63,855)
---	----------

Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. This is the amount by which proceeds exceeded repayments	(150,751)
--	-----------

Certain expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as <u>expenditures in governmental funds</u>	<u>(1,254,416)</u>
--	--------------------

<u>Change in the net position of governmental activities</u>	<u>\$ (1,449,836)</u>
--	-----------------------

**Exhibit 6**

**CITY OF CHICAGO, ILLINOIS**

**STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL GENERAL FUND  
(BUDGETARY BASIS) Year Ended December 31, 2012 (Amounts are in Thousands of Dollars)**

	<u>Original Budget</u>
Revenues:	
Utility Tax	\$ 475,306
Sales Tax	250,748
Transportation Tax	174,271
Transaction Tax	192,167
Recreation Tax	160,956
Business Tax	94,146
State Income Tax	209,401
State Sales Tax	284,421
State Auto Rental	3,354
Federal/State Grants	1,568
Internal Service	362,398
Licenses and Permits *	135,110
Fines	290,131
Investment Income	4,200
Charges for Services	125,141
Municipal Utilities	8,667
Leases, Rentals and Sales	9,680
Miscellaneous	57,100
Issuance of Debt, Net of	

Original Discount	50,000	
Budgeted Prior Years' Surplus and Reappropriations	143,549	
<u>Transfers In/Out</u>	<u>72,000</u>	
<u>Total Revenues</u>	<u>3,104,314</u>	
Expenditures: Current:		
General Government *	960,820	
Health	25,407	
Public Safety	1,881,453	
Streets and Sanitation	178,644	
Transportation	55,610	
Debt Service:		
Principal Retirement	1,645	
<u>Interest and Other Fiscal Charges</u>	<u>735</u>	
	<u>Total Expenditures</u>	<u>3,104,314</u>

Final Budget

475,306 250,748 174,271 192,367 160,956 94,146 209,401 284,421 3,354 1,568 362,398 135,110 292,631 4,200 125,141 8,667 9,680  
57,100

50,000

143,549 72,000

3,107,014

963,520 25,407 1,881,453  
178,644 55,610

1,645 735

3,107,014

Actual Amounts

462,475 272,312 177,890 241,111 163,194 108,278 282,779 299,873  
3,910  
1,074 302,924 117,568 290,799  
5,439 124,606  
8,415 14,747 43,262

55,000

72,347 31,617

3,079,620

882,437 25,896 1,938,657 178,338 51,914

1,645,733

3,079,620

Variance Positive (Negative)

(12,831) 21,564 3,619 48,744 2,238 14,132 73,378 15,452 556 (494) (59,474) (17,542) (1,832) 1,239 (535) (252) 5,067 (13,838)

5,000

(71,202) (40,383)(27,394)

81,083 (489) (57,204) 306 3,696

27,394

Revenues Over (Under) Expenditures ... \$

See notes to basic financial statements. \* Housing Revenue Fund is included.

**Exhibit 7****CITY OF CHICAGO, ILLINOIS****STATEMENT OF NET POSITION****PROPRIETARY FUNDS December 31,  
2012****(Amounts are in Thousands of Dollars)**

Business-type Activities - Enterprise Funds

Major Funds

Water

## ASSETS AND DEFERRED OUTFLOWS CURRENT ASSETS:

Cash and Cash Equivalents \$ 84,429

Investments 44,188

Accounts Receivable (Net of

Allowances) 128,805

Due from Other Funds 20,607

Due from Other Governments

Inventories 17,356Total Current Assets 295,385

## RESTRICTED ASSETS:

Cash and Cash Equivalents 39,102

Investments 395,439Total Restricted Assets 434,541

## NONCURRENT ASSETS:

Other Assets 16,446

## Property, plant, and equipment:

Land 5,083

Structures, Equipment and

Improvements

3,462,288

Accumulated Depreciation (868,311)

Construction Work in Progress 262,280

Total Property, Plant and Equipment....2,861,340

Total Noncurrent Assets 2,877,786

Total Assets 3,607,712

DEFERRED OUTFLOWS 126,371

Total Assets and Deferred Outflows \$ 3,734,083

Chicago Skyway

Sewer

837 396

58

11,785 36,079

13,663 14,437

17,722 16,952

74,328 18,840

1,463

Chicago Midway International Airport

38,226 72,758

1,291

129,305

75,964

91,589 28,482 28,170

71,216 270,573

122,523 197,960

259,225

341,789

320,483

764,683 1,354,091

10,187

11,694

134,927

2,118,774

560

2,072,542 (434,774) 33,011

112,840

1,415,216 (430,549) 69,847

1,167,354

1,302,281 1,698,728 36,794

341,223

893,588

290,556

1,671,339

7,014,287 (2,566,099) 1,183,153

1,683,033 2,154,127

6,524,929

300,743

6,866,152 9,244,151

302,034

89,955

\$ 2,244,082 \$ 1,735,522 S 9,244,151 S 302,034

Total

152,999 170,373

308,443 82,366 28,170 18,819

761,170

997,524 2,218,063

3,215,587

514,477

1,024,680

14,455,151 (4,512,604) 1,548,291

12,515,518



13,029,995 17,006,752 253,120 17,259,872

See notes to basic financial statements.

## Business-type Activities - Enterprise Funds

## Major Funds

Chicago Midway International Airport

Chicago-O'Hare International Airport

Chicago Skyway

## LIABILITIES

## CURRENT LIABILITIES:

Voucher Warrants Payable	\$ 31,875
Due to Other Funds	11,196
Accrued and Other Liabilities	82,296
<u>Unearned Revenue</u>	<u>26,746</u>

<u>Total Current Liabilities</u>	<u>152,113</u>
----------------------------------	----------------

PAYABLE FROM RESTRICTED ASSETS: Current Liabilities Payable From

<u>Restricted Assets</u>	<u>130,427</u>
--------------------------	----------------

<u>Total payable from restricted assets ..</u>	<u>130,427</u>
--	----------------

## NONCURRENT LIABILITIES:

Revenue Bonds Payable	2,061,696
Derivative Instrument Liability	126,371
<u>Long-term Purchase Obligation</u>	<u>1,027</u>
<u>Total Noncurrent Liabilities</u>	<u>2,189,094</u>
<u>Total Liabilities</u>	<u>2,471,634</u>

DEFERRED INFLOWS	-
------------------	---

## NET POSITION: Net Investment

in Capital Assets	1,073,309
-------------------	-----------

## Restricted Net Position:

Debt Service	
Capital Projects	1,308
Passenger Facility Charges	
Contractual Use Agreement	
Noise Mitigation Program	
Other	

<u>Unrestricted Net Position</u>	<u>187,832</u>
----------------------------------	----------------

Total Net Position	\$ 1,262,449
--------------------	--------------

4,639 12,113 26,869 20,386

120,925 47,176 117,129 183,206

<u>21,738 20,142 774 9,836</u>
--------------------------------

52,490

62,408 3,710 7,190

280

[illegible]

See notes to basic financial statements.

**Exhibit 8**  
**CITY OF CHICAGO, ILLINOIS**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**PROPRIETARY FUNDS**  
**Year Ended December 31, 2012**  
**(Amounts are in Thousands of Dollars)**

## Business-type Activities - Enterprise Funds

## Major Funds

	Chicago Midway International Water	Chicago- O'Hare International Sewer	Chicago Airport	Chicago- Airport	Skyway	Total	
Operating Revenues:							
Charges for Services	\$ 562,572	\$ 252,943	\$ 70,912	\$ 436,909	\$ -	\$ 1,323,336	
Rent		-	-	86,921	265,655	- 352,576	
Other	<u>13,715</u>	<u>969</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>14,684</u>	
Total Operating Revenues	<u>576,287</u>	<u>253,912</u>	<u>157,833</u>	<u>702,564</u>	<u>-</u>	<u>1,690,596</u>	
Operating Expenses:							
Personal Services	109,525	21,254	44,463	163,542	-338,784		
Contractual Services	49,104	3,085	15,011	74,307	-141,507		
Repairs and Maintenance	1,671	57,527	37,990	88,784	-185,972		
Commodities and Materials	29,137	-	-	-29,137			
Depreciation and Amortization	48,887	27,735	55,119	216,762	10,621	359,124	
Capital Asset Impairment	--	- 21,601		-21,601			
General Fund Reimbursements	68,183	31,709	-	-99,892			
Other	<u>31,845</u>	<u>-</u>	<u>16,833</u>	<u>123,546</u>	<u>-</u>	<u>172,224</u>	
Total Operating Expenses	<u>338,352</u>	<u>141,310</u>	<u>169,416</u>	<u>688,542</u>	<u>10,621</u>	<u>1,348,241</u>	
Operating Income (Loss)	<u>237,935</u>	<u>112,602</u>	<u>(11,583)</u>	<u>14,022</u>	<u>(10,621)</u>	<u>342,355</u>	
Nonoperating Revenues (Expenses):							
Investment Income (Loss)	270	1,021				2,292	21,612
Interest Expense	(79,147)	(54,601)					
(56,451)	(266,734)	- (456,933)					
Passenger Facility Charges	-	-				43,916	154,550
- 198,466							
Other	<u>(1,341)</u>		<u>(154)</u>	<u>2,126</u>	<u>19,565</u>	<u>18,646</u>	<u>38,842</u>
Total Nonoperating Revenues							
(Expenses)		<u>(80,218)</u>	<u>(53,734)</u>	<u>(8,117)</u>	<u>(71,007)</u>	<u>18,648</u>	<u>(194,428)</u>
Capital Grants	<u>2,500</u>	<u>1500</u>	<u>4JS81</u>	<u>73,538</u>	<u>-</u>	<u>83,219</u>	
Net Income (Loss)							160,217
				61,368	(15,019)	16,553	8,027 231,146
Net Position (Deficit)-Beginning of Year							1,102,232
504,277	174,448	1,392,546	(1,388,394)	1,785,109			
Net Position (Deficit)-End of Year				\$		1,262,449	\$
565,645	\$ 159,429	\$ 1,409,099	\$ (1,380,367)	\$ 2,016,255			

See notes to basic financial statements

**Exhibit 9**  
**CITY OF CHICAGO, ILLINOIS STATEMENT**  
**OF CASH FLOWS PROPRIETARY FUNDS**  
**Year Ended December 31, 2012 (Amounts**  
**are in Thousands of Dollars)**

Business-type Activities - Enterprise Funds

Major Funds

	Water		
Cash Flows from Operating Activities:			
Received from Customers	\$ 546,056		
Payments to Vendors	(84,738)		
Payments to Employees	(109,525)		
Transactions with Other City Funds	(80,972)		
Cash Flows Provided By			
Operating Activities	<u>270,821</u>		
Cash Flows from Capital and Related Financing Activities:			
Proceeds from Issuance of Bonds	447,538		
Proceeds from Federal Government			
Acquisition and Construction of			
		Capital Assets	(253,684)
Capital Grant Receipts			
Bond Issuance Costs	(2,604)		
Payment to Refund Bonds	(35,595)		
Principal Paid on Debt	(59,859)		
Interest Paid	(91,514)		
Passenger Facility Charges			
Noise Mitigation Program			
Termination of Swaption			
Deposit			
Other			
Cash Flows (Used in) Provided By Capital			
and Related Financing Activities	<u>4,282</u>		
Cash Flows from Investing Activities:			
Sale (Purchases) of Investments, Net	(212,113)		
Investment Interest	<u>2,457</u>		
Cash Flows (Used in) Provided By			
Investing Activities	<u>(209,656)</u>		
Net Increase (Decrease) in Cash and			
Cash Equivalents	65,447		
Cash and Cash Equivalents,			
Beginning of Year	<u>58,084</u>		
Cash and Cash Equivalents,			



161,871 32,371

194,242

93,938

1,056,585

837 \$ 1,150,523

See notes to basic financial statements

**Exhibit 9 - Concluded**  
**CITY OF CHICAGO, ILLINOIS**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**Year Ended December 31, 2012**  
**(Amounts are in Thousands of Dollars)**

Business-type Activities - Enterprise Funds

Major Funds

Chicago Midway International Sewer Airport  
Chicago-O'Hare International Chicago Airport Skyway

Reconciliation of Operating Income to Cash

Flows from Operating Activities:

Operating Income (Loss)	\$ 237,935	\$ 112,602	\$ (11,583)	\$ 14,022	\$ (10,621)	\$ 342,355
380,725 39,907						

(67,655) (14,860)

18,934

(56,008)

2,074

Adjustments to Reconcile:

Depreciation and Amortization	48,887	27,735	55,119	238,363	10,621
Provision for Uncollectible Accounts	15,714	8,842	371	14,980	
Change in Assets and Liabilities-					
increase) Decrease in Receivables	(42,570)	(22,658)	3,289	(5,716)	
(Increase) Decrease in Due From Other Funds		(3,100)	4,305	(12,790)	(3,275)
Increase (Decrease) in Voucher Warrants					
Payable and Due to Other Funds	(8,549)	1,820	16,648	9,015	
Increase (Decrease) in Deferred Revenue					
and Other Liabilities	23,515	10,068	(14,182)	(75,409)	
(Increase) Decrease in Inventories and					
Other Assets	(1,011)	859	443	1,783	-

Cash Flows from

Operating Activities	\$ 270,821	\$ 143,573	\$ 37,315	\$ 193,763	\$ -	\$ 645,472
----------------------	------------	------------	-----------	------------	------	------------

Supplemental Disclosure of Noncash

Items:

Capital asset additions in 2012 have  
outstanding accounts payable  
and accrued and other liabilities

\$ 65,787 \$ 63,913 \$ 33,248 \$ 148,476 \$ 311,424

See notes to basic financial statements.

46

Exhibit 10

CITY OF CHICAGO, ILLINOIS STATEMENT OF FIDUCIARY  
NET POSITION FIDUCIARY FUNDS December 31, 2012  
(Amounts are in Thousands of Dollars)

	Pension Trust Agency	
ASSETS		
Cash and Cash Equivalents		\$ 185,408
118,148		\$
Investments	- 92,504	
Investments, at Fair Value Bonds and U.S.		
Government		
Obligations	2,336,591	
Stocks	5,343,390	
Mortgages and Real Estate	664,762	
Other	1,906,928	
Cash and Investments with		
Escrow Agent	- 10,046	
Property Tax Receivable	- 91,534	
Accounts Receivable, Net	663,429	57,380
Due From City	55,574	
<u>Invested Securities Lending Collateral</u>	<u>1,126,065</u>	-
<u>Total Assets</u>		<u>\$ 12,282,147</u>
		<u>\$ 369,612</u>
Deferred Outflows	301	

<u>Total Assets and Deferred Outflows</u>	<u>12,282,448</u>	
LIABILITIES		
Voucher Warrants Payable	\$ 356,780	\$ 35,481
Accrued and Other Liabilities		- 334,131
Deferred Revenue		
<u>Securities Lending Collateral</u>	<u>1,126,065</u>	=
<u>Total Liabilities</u>		<u>1,482,845</u> <u>\$ 369,612</u>
NET POSITION		
<u>Held in Trust for Employees</u>	<u>10,799,603</u>	
Total Net Position	\$ 10,799,603	

See notes to basic financial statements.

47

**Exhibit 11**  
**CITY OF CHICAGO, ILLINOIS**  
**STATEMENT OF CHANGES IN PLAN NET POSITION FIDUCIARY FUNDS - PENSION TRUST FUNDS**  
**Year Ended December 31, 2012 (Amounts are in Thousands of Dollars)**

	<u>Total</u>	
ADDITIONS Contributions:		
Employees	\$ 295,990	
<u>City</u>	<u>464,168</u>	
<u>Total Contributions</u>		<u>760,158</u>
Investment Income: Net Appreciation in		
	Fair Value of Investments	1,057,568
Interest, Dividends and Other	241,995	
<u>Investment Expense</u>	<u>(49,831)</u>	
<u>Net Investment Income</u>		<u>1,249,732</u>
Securities Lending Transactions:		
Securities Lending Income	3,741	
<u>Securities Lending Expense</u>	<u>1,440</u>	
<u>Net Securities Lending Transactions</u>	<u>5,181</u>	



<u>Total Additions</u>	<u>2,015,071</u>
DEDUCTIONS	
Benefits and Refunds of Deductions	1,731,545
<u>Administrative and General</u>	<u>20,059</u>
<u>Total Deductions</u>	<u>1,751,604</u>
Net Increase in Net Position	263,467
Net Position:	
<u>Beginning of Year</u>	<u>10,536,136</u>
End of Year	\$ 10,799,603

See notes to basic financial statements.

**CITY OF CHICAGO, ILLINOIS  
NOTES TO BASIC FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2012**

**1) Summary of Significant Accounting Policies**

The City of Chicago (City), incorporated in 1837, is a "home rule" unit under State of Illinois (State) law. The City has a mayor-council form of government. The Mayor is the Chief Executive Officer of the City and is elected by general election. The City Council is the legislative body and consists of 50 members, each representing one of the City's 50 wards. The members of the City Council are elected through popular vote by ward for four-year terms.

The accounting policies of the City are based upon accounting principles generally accepted in the United States of America as prescribed by the Governmental Accounting Standards Board (GASB). Effective January 1, 2012, the City adopted the following GASB Statements:

GASB Statement No. 60, Accounting and Financial Reporting for Service Concession Arrangements. The objective of this Statement is to improve financial reporting by addressing uses related to service concession and reserve fund (SCAs), which are a type of public-private or public-public partnership. There was no impact on the City's Financial Statements as a result of the implementation of Statement No. 60.

GASB Statement No. 62, Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements. This Statement incorporates into the GASB's authoritative literature certain accounting and financial reporting guidance that is included in the following pronouncements issued on or before November 30, 1989, which do not conflict with or contradict GASB pronouncements:

- Financial Accounting Standards Board Statements and Interpretations
- Accounting Principles Board Opinions
- Accounting Research Bulletins of the American Institute of Certified Public Accountants' Committee on Accounting Procedure

The Statement also supersedes Statement No. 20, Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting. Those entities who chose to apply post-November 30, 1989 FASB Statements and Interpretations that do not conflict with or contradict GASB pronouncements can continue to apply those pronouncements as other accounting literature. The financial reporting impact resulting from the implementation of GASB Statement No. 62 was not material.

GASB Statement No. 63, Financial Reporting of Deferred Outflows of Resources, Deferred Inflows or Resources, and Net Position. Statement No. 63 standardizes the presentation of deferred outflows of resources and deferred inflows of resources and their effect on a government's net position. It alleviates uncertainty about reporting those financial statement elements by providing guidance where none previously existed. The financial reporting impact resulting from the implementation of GASB Statement No. 63 is primarily the change in terminology from Net Assets to Net Position.

GASB Statement No. 64, Derivative Instruments: Application of Hedge Accounting Termination Provisions -An Amendment to GASB Statement No. 53. Statement No. 64 clarifies whether an effective hedge relationship continues after the replacement of a swap counterparty or a swap counterparty's credit support provider. This statement sets forth criteria that establish when the effective hedging relationship continues and hedge accounting should continue to be applied. There was no impact on the City's Financial Statements as a result of the implementation of Statement No. 64.

Other accounting standards that the City is currently reviewing for applicability and potential impact on the financial statements include:

GASB Statement No. 65, Items Previously Reported as Assets and Liabilities, will be effective for the City beginning with its year ending December 31, 2013. The objective of this statement is to establish accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities.

**CITY OF CHICAGO, ILLINOIS  
NOTES TO BASIC FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2012**

*GASB Statement No. 66, Technical Corrections -2012- an amendment of GASB Statements No. 10 and No. 62, will be effective for the City beginning with its year ending December 31, 2013. The objective of this statement is to improve accounting and financial reporting for a governmental financial reporting entity by resolving conflicting guidance that resulted from the issuance of two pronouncements, Statements No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, and No. 62, Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements.*

GASB Statement No. 68, Accounting and Financial Reporting for Pensions, establishes new financial reporting requirements for most governments that provide their employees with pension benefits through these types of plans. Statement No. 68 will be effective for the City beginning with its year ending December 31, 2015. GASB Statement No. 68 replaces the requirements of GASB Statement No. 27, Accounting for Pensions by State and Local Governmental Employers and GASB Statement No. 50, Pension Disclosures, as they relate to governments that provide pensions through pension plans administered as trusts or similar arrangements that meet certain criteria. GASB Statement No. 68 requires governments providing defined benefit pensions to recognize their long-term obligation for pension benefits as a liability for the first time, and to more comprehensively and comparably measure the annual costs of pension benefits. The Statement also enhances accountability and transparency through revised and new note disclosures and required supplementary information (RSI).

GASB Statement No. 69, Government Combinations and Disposals of Government Operations, establishes accounting and financial reporting standards related to government combinations and disposals of government operations. Statement No. 69 will be effective for the City beginning with its year ending December 31, 2014. GASB Statement No. 69 requires disclosures to be made about government combinations and disposals of government operations to enable financial statement users to evaluate the nature and financial effects of those transactions.

GASB Statement No. 70, Accounting and Financial Reporting for Nonexchange Financial Guarantees, establishes accounting and financial reporting standards for financial guarantees that are nonexchange transactions (nonexchange financial guarantees) extended or received by a state or local government. Statement No. 70 will be effective for the City beginning with its year ending December 31, 2014. GASB Statement No. 70 requires a government that has issued an obligation guaranteed in a nonexchange transaction to report the obligation until legally released as an obligor. This Statement also requires a government that is required to repay a guarantor for making a payment on a guaranteed obligation or legally assuming the guaranteed obligation to continue to recognize a liability until legally released as an obligor. When a government is released as an obligor, the government should recognize revenue as a result of being relieved of the obligation. This Statement also provides additional guidance for intra-entity nonexchange financial guarantees involving blended component units and requires disclosures to be made about government combinations and disposals of government operations to enable financial statement users to evaluate the nature and financial effects of those transactions.

- a) Reporting Entity - The City includes the Chicago Public Library and the City-related funds of the Public Building Commission. The financial statements for the City have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP), applicable to governmental units, as required by the Municipal Code of Chicago (Code).

The City's financial statements include the following legal entities as fiduciary trust funds:

The Municipal Employees' Annuity and Benefit Fund of Chicago is governed by a five-member board: three members are elected by plan participants and two are members ex-officio.

The Laborers' and Retirement Board Employees' Annuity and Benefit Fund of Chicago is governed by an eight-member board: two members are elected by plan participants, two are members ex-officio, two members are appointed by the City Department of Human Resources, one member is elected by retired plan participants and one member is elected by the local labor union.

50

**CITY OF CHICAGO, ILLINOIS  
NOTES TO BASIC FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2012**

The Policemen's Annuity and Benefit Fund of Chicago is governed by an eight-member board: four members are elected by plan participants and four are appointed by the Mayor.

The Firemen's Annuity and Benefit Fund of Chicago is governed by an eight-member board: four members are elected by plan participants and four are members ex-officio.

Financial statements for each of the pension plans may be obtained at the respective fund's office.

Related Organizations - City officials are responsible for appointing a voting majority of the members of the boards of other organizations, but the City's accountability for these organizations does not extend beyond making appointments and no fiscal dependency exists between the City and these organizations. Therefore, the Chicago Park District, Chicago Public Schools, Community College District No. 508, Chicago Housing Authority and the Chicago Transit Authority are deemed to be related organizations.

- b) Government-wide and fund financial statements - The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on user fees and charges for services.

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

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

- c) Measurement focus, basis of accounting, and financial statement presentation - The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectable within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 90 days of the end of the current fiscal period with the exception of property tax revenue, which is deferred unless taxes are received within 60 days subsequent to year-end. Licenses and permits, charges for services and miscellaneous revenues are not considered to be susceptible to accrual and are recorded as revenues when received in cash. All other revenue items are considered to be measurable and available only when cash is received by the City. Expenditures generally are recorded when a liability is incurred, as under accrual basis of accounting, except for interest and principal on long-term debt, the long-term portion of compensated absences, claims and judgments and pension obligations.

**CITY OF CHICAGO, ILLINOIS  
NOTES TO BASIC FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2012**

The City reports the following major governmental funds:

The General Fund is the City's primary operating fund. It accounts for and reports all financial resources not accounted for and reported in in another fund.

Federal, State and Local Grants Fund accounts for the expenditures for programs, which include general government, health, public safety, transportation, aviation, cultural and recreational, and capital outlays. The majority of revenues are provided by several agencies of the Federal government, departments of the Illinois State government and City resources.

Special Taxing Areas Fund accounts for expenditures for special area operations and maintenance and for redevelopment project costs as provided by tax levies on special areas.

Service Concession and Reserve Fund accounts for monies committed for mid and long term uses. The Mid-term portion is subject to appropriation for neighborhood human infrastructure programs, health, and other initiatives. Whereas the Long-term portion is committed for future budgetary and credit rating stabilization. These reserves were created as a result of the Skyway Lease and Parking Meter System transactions. The deferred inflows result from long-term concession and lease transactions whose proceeds are recognized as revenue over the term of the leases.

Bond, Note Redemption and Interest Fund accounts for the expenditures for principal and interest as provided by property tax, utility tax, sales tax, transportation tax, and investment income.

Community Development and Improvement Projects Funds account for proceeds of debt used to acquire property, finance construction, and finance authorized expenditures and supporting services for various activities.

Within the governmental fund types, fund balances are reported in one of the following classifications:

Nonspendable - includes amounts that cannot be spent because they are either: a) not in a spendable form; or b) legally or contractually required to be maintained intact.

Restricted - includes amounts that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

Committed - includes amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority (i.e., City Council); to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint.

Assigned - includes amounts that are constrained by the City's intent to be used for specific purposes, but that are neither restricted nor committed. Residual fund balances in these fund types that are not restricted or committed are reported as assigned.

Unassigned - includes the residual fund balance that has not been restricted, committed, or assigned within the general fund and deficit fund balances of other governmental funds.

The City reports the following major proprietary funds as business-type activities:

Water Fund accounts for the operations of the Chicago Water System (Water). The Water system purifies and provides Lake Michigan water for the City and 125 suburbs. The Water Fund operates two water treatment facilities and 12 pumping stations with a combined pumping capacity of 3,661 million gallons per day.

**CITY OF CHICAGO, ILLINOIS  
NOTES TO BASIC FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2012**

Sewer Fund accounts for the operations of the Wastewater Transmission System (Sewer). The Sewer system transports wastewater to the Metropolitan Water Reclamation District of Greater Chicago for processing and disposal. This service is provided for the residents and businesses of the City and certain suburban customers.

Chicago Midway International Airport Fund records operations of Chicago Midway International Airport (Midway) that provides regional travelers with access to airlines that generally specialize in low-cost, point-to-point, origin and destination passenger services. Midway Airport is conveniently located 10 miles from downtown Chicago.

Chicago-O'Hare International Airport Fund records operations of Chicago-O'Hare International Airport (O'Hare), the primary commercial airport for the City. The airlines servicing the airport operate out of four terminal buildings. Three domestic terminal buildings, having a total of 169 gates, serve domestic flights and certain international departures. The International Terminal, having a total of 20 gates and five remote aircraft parking positions, serves the remaining international departures and all international arrivals requiring customs clearance.

Chicago Skyway Fund records operations of the Chicago Skyway (Skyway) which provides vehicle passage across the Calumet River, between the State of Indiana and the State of Illinois (State) through the operation of a tollway which consists of a 7.8-mile span connecting the Dan Ryan Expressway to the Indiana Toll Road. Facilities include a single toll plaza consisting of a central office, maintenance garage and toll collection area. In January 2005, the City entered into a long-term Concession and Lease Agreement of the Skyway, granting a private company the ability to operate and to collect toll revenue during the 99-year term of the agreement. The City received a one-time upfront payment of \$1.83 billion.

Additionally, the City reports the following fiduciary funds:

Pension Trust Funds report expenditures for employee pensions as provided by employee and employer contributions and investment earnings.

Agency Funds account for transactions for assets held by the City as agent for certain activities or for various entities. Payroll deductions and special deposits are the primary transactions accounted for in these funds.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payment-in-lieu of taxes and other charges between the City's water, sewer, airports and skyway funds. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include: 1) charges to customers or applicants for goods and services, or privileges provided, or fines, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Certain indirect costs have been included as part of the program expenses reported for the various functional activities.

In the fund financial statements, proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the water and sewer funds are charges to customers for sales and services. The airport funds principal operating revenues are derived from landing fees and terminal use charges as well as rents and concessions. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

**CITY OF CHICAGO, ILLINOIS  
NOTES TO BASIC FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2012**

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources, as they are needed.

The preparation of financial statements in conformity with GAAP requires management to make certain estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

**d) Assets, liabilities, deferred inflows, deferred outflows, and net position or equity**

- i) Cash, Cash Equivalents and Investments generally are held with the City Treasurer as required by the Code. Interest earned on pooled investments is allocated to participating funds based upon their average combined cash and investment balances. Due to contractual agreements or legal restrictions, the cash and investments of certain funds are segregated and earn and receive interest directly. The City uses separate escrow accounts in which certain tax revenues are deposited and held for payment of debt.

The Code permits deposits only to City Council-approved depositories, which must be regularly organized state or national banks and federal and state savings and loan associations, located within the City, whose deposits are federally insured.

Investments authorized by the Code include interest-bearing general obligations of the City, State and U.S. Government; U.S. Treasury bills and other noninterest-bearing general obligations of the U.S. Government purchased in the open market below face value; domestic money market funds regulated and in good standing with the Securities and Exchange Commission and tax anticipation warrants issued by the City. The City is prohibited by ordinance from investing in derivatives, as defined, without City Council approval. The City values its investments at fair value or amortized cost. U.S. Government securities purchased at a price other than par with a maturity of less than one year are reported at amortized cost.

The City's four retirement plans are authorized to invest in bonds, notes, and other obligations of the U.S. Government; corporate debentures and obligations; insured mortgage notes and loans; common and preferred stocks; stock options; real estate; and other investment vehicles as set forth in the Illinois Compiled Statutes. These investments are reported at

fair value.

Repurchase agreements can be purchased only from banks and certain other institutions authorized to do business in the State. The City Treasurer requires that securities that are pledged to secure these agreements have a fair value equal to the cost of the repurchase agreements plus accrued interest.

Investments generally may not have a maturity date in excess of ten years from the date of purchase. Certain other investments are held in accordance with the specific provisions of applicable ordinances.

Cash equivalents include certificates of deposit and other investments with maturities of three months or less when purchased.

Deficit cash balances result in interfund borrowings from the aggregate of funds other than escrowed funds. Interest income and expense are generally not recognized on these interfund borrowings.

State statutes and the City's Pension Plans' policies permit lending Pension Plan securities to broker-dealers and other entities with a simultaneous agreement to return the collateral for the same securities in the future. Securities lent at year-end for cash collateral are presented as not categorized in the schedule of custodial credit risk; securities lent for securities collateral are classified according to the category for the collateral.

- ii) Receivables and Payables activity between funds are representative of services rendered, outstanding at the end of the fiscal year, and are referred to as either "due to/from other funds" (i.e., the current

54

**CITY OF CHICAGO, ILLINOIS  
NOTES TO BASIC FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2012**

portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

All trade and property tax receivables are shown net of an allowance for uncollectibles. The allowance is based on historical trends. The estimated value of services provided but unbilled at year-end has been included in receivables.

- iii) Inventory includes government-wide inventories, which are stated at cost determined principally, using the average cost method. For proprietary funds, the costs of inventories are recorded as expenses when used (consumption method). Governmental fund inventories are accounted for using the purchases method and represent nonspendable resources because they do not represent expendable available financial resources.
- iv) Assets Held for Resale includes land and buildings of \$5.4 million, recorded at lower of cost or market in the Federal, State and Local Grant Funds. These assets are purchased through the use of federal grants and City resources and are intended to be resold.
- v) Restricted Assets include certain proceeds of the City's enterprise fund revenue bonds, as well as certain resources set aside for their repayment. These assets are classified as restricted or committed in the basic financial statements because they are maintained in separate bank accounts and their use is limited by applicable bond covenants or specific City Council action.

The Water and Sewer funds maintain Rate Stabilization Accounts where any net revenues remaining after providing sufficient funds for all required deposits in the bond accounts may be transferred upon the direction of the City to be used for any lawful purpose of the specific fund.

The O'Hare and Midway funds maintain Passenger Facility Charge accounts as restricted as they are subject to Federal Aviation Administration regulation and approval, to finance specific eligible capital and debt related activities.

- vi) Capital Assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges,

sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets, or a network of assets, with an initial cost of more than \$5,000 (not rounded) and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalization value of the assets constructed. The total interest expense (Governmental and Business Activities) incurred by the City during the current fiscal year was \$918.9 million, of which \$126.4 million was capitalized as part of the capital assets under construction projects in proprietary funds.

55

**CITY OF CHICAGO, ILLINOIS  
NOTES TO BASIC FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2012**

Property, plant, and equipment of the City are depreciated using the straight-line method, in the year subsequent to acquisition or when placed into service, over the following estimated useful lives:

Utility plant	
Utility structures and improvements	
Buildings and improvements	
Airport runways, aprons, tunnels, taxiways, and paved roads	
Bridge infrastructure	
Lighting infrastructure	
Street infrastructure	
Transit infrastructure	
Equipment (vehicle, office, and computer)	
25- 100 years 50- 100 years 15 - 40 years 5 - 40 years 10 - 40 years	25 years 10- 25 years 40 years 5-20 years

The City has a collection of artwork and historical treasures presented for public exhibition and education that are being preserved for future generations. The proceeds from sales of any pieces of the collection are used to purchase other acquisitions. A portion of this collection is not capitalized or depreciated as part of capital assets.

- vii) Deferred Outflows represent the fair value of derivative instruments that are deemed to be effective hedges.
- viii) Employee Benefits are granted for vacation and sick leave, workers' compensation and health care. Unused vacation leave is accrued and may be partially carried over for one year. Sick leave is accumulated at the rate of one day for each month worked, up to a maximum of 200 days. Severance of employment terminates all rights to receive compensation for any unused sick leave. Sick leave pay is not accrued. Employee benefit claims outstanding, including claims incurred but not reported, are estimated and recorded in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.



Employees are eligible to defer a portion of their salaries until future years under the City's deferred compensation plan created in accordance with Internal Revenue Code Section 457. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency. Third-party administrators who maintain the investment portfolio administer the Plan. The plan's assets have been placed in trust accounts with the plan administrators for the exclusive benefit of participants and their beneficiaries and are not considered assets of the City.

The City is subject to the State of Illinois Unemployment Compensation Act and has elected the reimbursing employer option for providing unemployment insurance benefits for eligible former employees. Under this option, the City reimburses the State for claims paid by the State. Expenditures for workers' compensation are recorded when paid in the governmental funds. A liability for these amounts is recorded in the government-wide and proprietary fund financial statements.

- ix) Judgments and claims are included in the government-wide financial statements and proprietary fund types. Uninsured claim expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported. In the fund financial statements, expenditures for judgments and claims are recorded on the basis of settlements reached or judgments entered within the current fiscal year. Amounts that related to deferred compensatory time and reserves for questioned costs are treated the same way.
- x) Long-term obligations are included in the government-wide financial statements and proprietary fund types in the fund financial statements. Long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type

56

**CITY OF CHICAGO, ILLINOIS  
NOTES TO BASIC FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2012**

statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the related debt, except in the case of refunding debt transactions where the amortization period is over the term of the refunding or refunded debt, whichever is shorter.

The City enters into interest rate swap agreements to modify interest rates and/or cash flows on outstanding debt. For existing swaps, the net interest expenditures resulting from these arrangements are recorded as interest expense. The fair value of derivative instruments that are deemed to be effective is accounted for as deferred outflows. Derivative instruments that are deemed not effective are adjusted to fair value with the change in fair value recorded to investment earnings. All interest rate swaps and swaptions are approved by City Council.

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

Certain debt obligations are to be paid from sales tax, motor fuel or special area taxes.

Long-term purchase obligation represents an agreement with DuPage Water Commission to construct electrical generation facilities not to exceed \$15.0 million. The payment of the obligation will be in the form of credits against the charges for water supplied.

- xi) Deferred inflows represent amounts to be recognized as revenue on a straight line basis over the life of the related long-term lease and concession agreements.
- xii) Fund equity in the government-wide statements is classified as net position and displayed in three components:
  - 1) Net investment in capital assets - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or any other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

- 2) Restricted net position - Consists of net position with constraints placed on the use either by external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or are legally restricted through constitutional provisions or enabling legislation.

Restricted net position for business activities are provided in Exhibit #7, Statement of Net Position, Proprietary Funds.

- 3) Unrestricted - All other net position that do not meet the definition of "restricted" or "net investment in capital assets."

## 2) Reconciliation of Government-wide and Fund Financial Statements

### a) Explanation of certain differences between the governmental funds balance sheet and the government-wide statement of net position.

- i) The governmental funds balance sheet includes a reconciliation between fund balance - total governmental funds and net position - governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that "Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds." The details of this \$1,259.1 million are as follows (dollars in thousands):

57

#### CITY OF CHICAGO, ILLINOIS NOTES TO BASIC FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2012

Deferred revenue - property tax and grants	\$ 1,238,382
Other assets - pension excess	57,757
<u>Accounts payable - infrastructure retainage</u>	<u>(36,994)</u>
Net adjustment to increase fund balance - total governmental funds - to arrive at net assets - <u>governmental activities</u>	<u>\$ 1,259,145</u>

- ii) Another element of that reconciliation explains that "Certain liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds." The details of this \$16,566.7 million are as follows (dollars in thousands):

Long-term liabilities:	
Total bonds, notes and certificates payable	\$ 9,182,943
Pension and other postemployment benefits	6,364,927
Lease obligation	163,013
Pollution remediation	8,373
<u>Claims and judgments</u>	<u>888,593</u>
Total Long-term liabilities	16,607,849
Bonds, notes and other obligations payable current	(95,479)
Other assets - issuance costs	(74,603)
Accrued interest	4,908
Derivative instruments	31,140
<u>Accrued and other liabilities - compensated absences</u>	<u>92,868</u>
Net adjustment to reduce fund balance - total governmental funds - to arrive at net assets - <u>governmental activities</u>	<u>\$ 16,566,683</u>

**b) Explanation of certain differences between the governmental funds statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities.**

- i) The governmental funds statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances - total governmental funds and changes in net position - governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that "Governmental funds report capital outlays as expenditures. However, in the statements of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense." The details of this \$278.6 million are as follows (dollars in thousands):

Capitalized asset expenditures	\$ 682,382	
<u>Depreciation expense</u>		<u>(403,747)</u>
Net adjustment to increase net changes in fund balances - total governmental funds - to arrive at		
<u>changes in net assets - governmental activities</u>	\$	<u>278,635</u>

58

**CITY OF CHICAGO, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2012**

- ii) Another element of that reconciliation states that "Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position." The details of this decrease of \$150.8 million are as follows (dollars in thousands):

Proceeds of debt	\$ (728,638)	
Premium	(36,166)	
Payment of refunded bond escrow agent	268,397	
Principal retirement	340,754	
Payment of cost of issuance	6,035	
<u>Interest expense</u>		<u>(1,133)</u>
Net adjustment to reduce net changes in fund balances - total governmental funds - to arrive at		
<u>changes in net assets - governmental activities</u>	\$	<u>(150,751)</u>

- iii) A third element of that reconciliation states that "Certain 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." The details of this decrease of \$1,254.4 million are as follows (dollars in thousands):

Claims and judgments	\$ (220,943)	
Pension and other post employment benefit liabilities	(1,049,315)	
Pollution remediation	2,862	
Vacation	12,376	
Lease obligations	3,774	
<u>Inventory</u>		<u>(3,170)</u>
Net adjustment to reduce net changes in fund balances - total governmental funds - to arrive at		
<u>changes in net assets - governmental activities</u>	\$	<u>(1,254,416)</u>

**3) Stewardship, Compliance and Accountability**

- a) Annual Appropriation Budgets are established for the General Fund and the Vehicle Tax, Pension, Chicago Public Library and certain Miscellaneous, Special Events, Tourism and Festivals nonmajor Special Revenue Funds, on a non-GAAP budgetary basis:
- i) Prior to November 15, the Mayor submits to the City Council a proposed budget of expenditures and the means of financing them for the next year.
  - ii) The budget document is available for public inspection for at least ten days prior to passage of the annual appropriation ordinance by the City Council, which is also required to hold at least one public hearing.
  - iii) Prior to January 1, the budget is legally enacted through passage of the appropriation ordinance.
  - iv) Subsequent to the enactment of the appropriation ordinance, the City Council has the authority to make necessary adjustments to the budget, which results in a change in total or individual appropriations. The legal level of budgetary control is designated in the budget by object grouped by purpose except for the Motor Fuel Tax Fund, which is subsequently re-appropriated by project. A separate Motor Fuel Tax Fund Report demonstrates compliance with annual and project-length budgets required by the State. The separately issued Supplement to the Comprehensive Annual Financial Report provides budgetary information for all other budgeted funds. Copies of this report are available upon request.

59

**CITY OF CHICAGO, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2012**

- v) All annual appropriations unused and unencumbered lapse at year-end. Encumbered appropriations are carried forward to the following year. Project-length financial plans are adopted for Capital Project Funds. Appropriations for Debt Service Funds are established by bond ordinance.
- b) Reconciliation of GAAP Basis to Budgetary Basis - The City's budgetary basis of accounting used for budget vs. actual reporting differs from GAAP. For budgetary purposes, encumbrances are recorded as expenditures but are included in "Unassigned" fund balance for GAAP purposes. For budgetary purposes, proceeds of long-term debt and transfers in are classified as revenues. For budgetary purposes prior years' resources used to cover current year budgetary expenditures are recorded as revenues. For GAAP purposes, proceeds of long-term debt and transfers out are treated as other financing sources. Provision for doubtful account expenditures are not budgeted. A reconciliation of the different basis of revenue and expenditure recognition for the year ended December 31, 2012 is as follows (dollars in thousands):

	<u>General</u>
	<u>Fund</u>
Revenues, GAAP Basis	\$ 2,920,656
Add:	
Proceeds of Debt	55,000
Transfers In	31,617
<u>Prior Year's Surplus Utilized</u>	<u>72,347</u>
Revenues, Budgetary Basis	<u>\$ 3,079,620</u>
Expenditures, GAAP Basis	\$ 3,081,369
Add:	
Transfers Out	26,965
Encumbered in 2012	16,605
Deduct:	
Payments on Prior Years' Encumbrances	(39,045)

<u>Provision for Doubtful Accounts and Other</u>	<u>(6,274)</u>
<u>Expenditures, Budgetary Basis</u>	<u>\$ 3,079,620</u>

- c) Individual Fund Deficits includes the Chicago Skyway Fund, an Enterprise Fund, has a fund deficit of \$1,380.4 million which management anticipates will be funded through recognition of deferred inflows. Federal State and Local Grants, a governmental fund, has a deficit of \$206.1 million and will be funded by the recognition of deferred grant revenues. Also, the Service Concession and Reserve Fund, a Special Revenue Fund, has a deficit fund balance of \$993.5 million which will be funded through the recognition of deferred inflows.

60

**CITY OF CHICAGO, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2012**

**4) Restricted and Unrestricted Cash, Cash Equivalents and Investments**

- a) Investments As of December 31, 2012, the City had the following Investments (dollars in thousands):

<u>Investment Type</u>	<u>Investment Maturities (in Years)</u>				<u>More Than</u>
	<u>Less Than 1</u>	<u>1-5</u>	<u>6-10</u>	<u>10 Total</u>	
<b>City Funds</b>					
U.S. Treasuries	\$ -	\$ -	\$ 2,490	\$ 42,232	\$ 44,722
U.S. Agencies*	345,580	2,621,259	857,328	145,684	3,969,851
Commercial Paper	284,644	-	-	-284,644	
Corporate Bonds	44,151	232,284	39,904	104,812	421,151
Corporate Equities	881	26	-	-907	
Municipal Bonds	24,465	245,260	183,334	20,715	473,774
Supra national Bonds	10,024	-	-	-10,024	
Certificates of Deposit and Other Short-term	1,464,492	4,590	-	-	1,469,082
<b>Total City Funds</b>	<b>\$ 2,174,237</b>	<b>\$ 3,103,419</b>	<b>\$ 1,083,056</b>	<b>\$ 313,443</b>	<b>\$ 6,674,155</b>

\*U.S. Agencies include investments in government-sponsored enterprises such as Federal National Mortgage Association, Federal Home Loan Banks, and Federal Home Loan Mortgage Corp.

<b>Pension Trust Funds</b>					
<b>U.S. and Foreign</b>					
Government Agencies	\$ 280,778	\$ 351,620	172,501	\$ 441,450	\$ 1,246,349
Corporate Bonds	916,831	477,231	360,518	263,354	2,017,934

Corporate Equities	5,835,602-	-	-	5,835,602	
Pooled Funds	73,104,25,950	-	-	99,054	
Real Estate	615,379-	-	-	615,379	
Securities Received from					
Securities Lending	1,126,065	-	-	-	1,126,065
Venture Capital	455,757-	-	-	455,757	
Certificates of Deposit and					
Other Short-term	125,245	-	-	-	125,245
Other	39,610,39,610				
Total Pension Trust Funds	\$ 9,468,371	\$ 854,801	\$ 533,019	\$ 704,804	\$ 11,560,995
Total	\$ 11,642,608	\$ 3,958,220	\$ 1,616,075	\$ 1,018,247	\$ 18,235,150

- i) Interest Rate Risk - As a means of limiting its exposure to fair value losses arising from rising interest rates, the City's investment policy limits all securities so purchased, except tax anticipation warrants, municipal bonds, notes, commercial paper or other instruments representing a debt obligation of the City, shall show on their face that they are fully payable as to principal and interest, where applicable, if any, within ten years from the date of purchase.
- ii) Credit Risk - The Code limits investments in commercial paper to banks whose senior obligations are rated in the top two rating categories by at least two national rating agencies and who are required to maintain such rating during the term of such investment. The Code also limits investments to domestic money market mutual funds regulated by, and in good standing with, the Securities and Exchange Commission. Certificates of Deposit are also limited by the Code to national banks which provide collateral of at least 105 percent by marketable U.S. government securities marked to market at least

61

**CITY OF CHICAGO, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2012**

monthly; or secured by a corporate surety bond issued by an insurance company licensed to do business in Illinois and having a claims-paying rating in the top rating category, as rated by a nationally recognized statistical rating organization maintaining such rating during the term of such investment. The following schedule summarizes the City's and Pension Trust Funds exposure to credit risk (in thousands):

**Quality Rating City**

Aaa/AAA	\$ 163,532
Aa/AA	4,230,548
A/A	259,846
Baa/BBB	10,007
Ba/BB	
B/B	
Caa/CCC	30,666
Ca	
C/CC	
D/D	
P1/A1	445,518
<u>Not Rated*</u>	<u>1,534,038</u>

**Total Funds**                      **\$ 6,674,155**

Aaa/AAA	\$ 134,000
Aa/AA	173,641
A/A	300,095
Baa/BBB	308,998

**Quality Rating**

**Pension Trust Funds**

Ba/BB	127,983
B/B	149,359
Caa/CCC	29,880
Ca	1,573
C/CC	999
D/D	3,471
Not Rated	313,968
\$	
<u>Other</u>	<u>867,806</u>

2,411,773

\* Not rated is primarily composed of money market mutual funds

**Custodial Credit Risk - Cash and Certificates of Deposit** This is the risk that in the event of a bank failure, the City's deposits may not be returned. The City's Investment Policy states that in order to protect the City's deposits, depository institutions are to maintain collateral pledges on City deposits during the term of the deposit of at least 102 percent of marketable U.S. government, or approved securities or surety bonds, issued by top-rated insurers. Collateral is required as security whenever deposits exceed the insured limits of the FDIC. The bank balance of cash and certificates of deposit with the City's various municipal depositories was \$532.3 million. 100 percent of the bank balance was either insured or collateralized with securities held by City agents in the City's name.

**Custodial Credit Risk - Investments** For an investment, this is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. The City has no custodial credit risk exposure because investment securities are insured, registered and held by the City.

62

CITY OF CHICAGO, ILLINOIS  
NOTES TO BASIC FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2012

- v) **Foreign Currency Risk** - In the case of the Pension Trust Funds, is the risk that changes in exchange rates will adversely affect the fair value of an investment or a deposit. The risk of loss is managed by limiting its exposure to fair value loss by requiring their international securities managers to maintain diversified portfolios. The following schedule summarizes the Pension Trust Funds exposure to foreign currency risk (in thousands):

<b>Foreign Currency Risk</b>	
Australian dollar	\$ 89,116

Brazilian real	41,595
British pound	353,039
Canadian dollar	103,772
Chilean peso	5,333
Chinese yuan	(605)
Columbian peso	5,120
Czech Republic koruna	1,421
Danish krone	25,158
Egyptian pound	420
European euro	452,912
Hong Kong dollar	172,221
Hungarian forint	472
Indian rupee	32,856
Indonesian rupiah	19,054
Japanese yen	307,725
Malaysian ringgit	13,056
Mexican peso	25,976
Moroccan dirham	143
New Israeli shekel	8,696
New Taiwan dollar	23,085
New Zealand dollar	3,218
Nigeria Naira	1,555
Norwegian krone	21,313
Pakistan rupee	269
Peruvian Nuevo Sol	1
Philippines peso	3,503
Polish zloty	3,604
Qatari riyal	2,259
Singapore dollar	31,025
South African rand	37,723
South Korean won	51,593
Swedish krona	44,158
Swiss franc	106,680
Taiwan dollar	3,774
Thailand baht	21,703
Turkish lira	12,230
United Arab Emirates dirham	1,039
Total Pension Trust Funds	\$ 2,026\2T2

!
  
CITY OF CHICAGO, ILLINOIS
  
NOTES TO BASIC FINANCIAL STATEMENTS
  
YEAR ENDED DECEMBER 31, 2012

- vi) The following schedule summarizes the cash and investments reported in the basic financial statements(dollars in thousands):



## Per Note 4:

Investments - City		\$
6,674,155		
<u>Investments - Pension Trust Funds</u>	<u>11,560,995</u>	
	\$	<u>18,235,150</u>

## Per Financial Statements:

Restricted Investments	\$ 2,840,691
Unrestricted Investments	1,797,020
Investments with Fiduciary Funds	10,344,175
Investments with Escrow Agent	509,800
Invested Securities Lending Collateral	1,126,065
<u>Investments Included as Cash and Cash</u>	
<u>Equivalents on the Statements of Net Position</u>	<u>1,617,399</u>
	<u>\$ 18,235,150</u>

## 5) Property Tax

The City's property tax becomes lien on real property on January 1 of the year it is levied. The Cook County Assessor (Assessor) is responsible for the assessment of all taxable real property within Cook County (County), \* except for certain railroad property assessed directly by the State. The County Board has established a triennial cycle of reassessment in which one-third of the County will be reassessed each year on a repeating schedule established by the Assessor.

Property in the County is separated into nine classifications for assessment purposes. After the Assessor establishes the fair market value of a parcel of land, that value is multiplied by one of the classification percentages to arrive at the assessed valuation (Assessed Valuation) for that parcel. These percentages range from 16.0 percent for certain residential, commercial, and industrial property to 38.0 percent for other commercial and industrial property.

The Illinois Department of Revenue has the statutory responsibility of ensuring uniformity of real property assessments throughout the State. Each year, the Department of Revenue furnishes the county clerks with an adjustment factor to equalize the level of assessment among counties. This factor (Equalization Factor) is then applied to the Assessed Valuation to compute the valuation of property to which a tax rate will be applied (Equalized Assessed Valuation). The County Clerk adds the Equalized Assessed Valuation of all real property in the County to the valuation of property assessed directly by the State (to which the Equalization Factor is not applied) to arrive at the base amount (Assessment Base) used in calculating the annual tax rates.

The County Clerk computes the annual tax rate by dividing the levy by the Assessment Base and then computes the rate for each parcel of real property by aggregating the tax rates of all governmental units having jurisdiction over that particular parcel. The County Treasurer then issues the tax bills. Property taxes are deposited with the County Treasurer, who remits to the City its respective share of the collections. Taxes levied in one year become due and payable in two installments during the following year on March 1 and August 1 or 30 days from mailing of tax bills if later than July 1. The first installment is estimated and is 55.0 percent of the prior year's tax bill. The second installment is based on the current levy, assessment and equalization and also reflects any changes from the prior year.

The City Council has adopted an ordinance beginning in 1994, limiting the City's aggregate property tax levy to an amount equal to the prior year's aggregate property tax levy plus the lesser of (a) five percent or (b) the percentage increase in the annualized Consumer Price Index, all as defined in the ordinance. The ordinance provides a safe harbor for that portion of any property tax debt service levy equal to the aggregate interest and principal payments on

**CITY OF CHICAGO, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2012**

the City's general obligation bonds and notes during the 12-month period ended January 1, 1994, subject to annual increase in the manner described above for the aggregate levy, all as provided by the ordinance. Increases in the debt service portion of each levy

may, however, reduce amounts available within such levy to finance operations.

## 6) Interfund Balances and Transfers

a) The following balances at December 31, 2012 represent due from/to balances among all funds (dollars in thousands):

<u>Fund Type/Fund</u>	<u>Due From</u>	<u>Due To</u>
Governmental Funds:		
General	\$ 165,078	\$ 139,397
Federal, State and Local Grants		29,694
Special Taxing Areas	258,238	11,534
Service Concession and Reserve		
Bond, Note Redemption and Interest		30,068
Community Development and Improvement Projects....		67,799
<u>Nonmajor Governmental Funds</u>		<u>93,854</u>
Total Governmental Funds		644,731
Enterprise Funds:		
Water		20,607
Sewer		18,840
Chicago Midway International Airport		14,437
Chicago-O'Hare International Airport		20,142
<u>Chicago Skyway</u>	=	<u>15</u>
Total Enterprise Funds		82,366
Fiduciary activities:		
Pension Trust	55,574	
<u>Total Fiduciary activities</u>	<u>55,574</u>	
Total	\$ 782,671	\$ 782,671

The balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system and (3) payments between funds are made.

b) The following balances at December 31, 2012 represent interfund transfers among all funds (dollars in

thousands):

<u>Fund Type/Fund</u>	<u>Transfer In</u>	<u>Transfer Out</u>
Governmental Funds:		
General	\$ 31,617	\$ 26,965
Federal, State and Local Grants		
Special Taxing Areas	68,67544,264	
Service Concession and Reserve	32812,358	
Reserve		
Bond, Note Redemption and Interest	-10,105	
Community Development and Improvement Projects....	3,8432,322	
<u>Nonmajor Governmental Funds</u>	<u>74,287</u>	<u>82,736</u>
Total Governmental Funds	\$ 178,750	\$ 178,750

Transfers are used to move revenues from the fund that the statute or budget requires to collect them to the fund that statute or budget requires to expend them and to move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due.

7) Capital Assets

Disposals  
and Transfers

Balance January 1, 2012

a) Capital Assets activity for the year ended December 31, 2012 was as follows (dollars in thousands):

Balance December 31, 2012

Additions

Governmental activities:

\$ 1,404,501 13,183 644,325

1,400,977 13,132 466,267

3,524 51

614,211 617,786

Capital assets, not being depreciated:

Land \$

(436,153) (436,153) 2,062,009

Works of Art and Historical Collections  
1,880,376

Construction in Progress

Total capital assets, not being depreciated

2,446,349 1,339,484 6,965,900

43,497 54,347 413,971

2,489,846 1,365,645 7,379,871

Capital assets, being depreciated:

(28,186)

Buildings and Other Improvements

Machinery and Equipment

(28,186) 11,235,362

10,751,733

511,815

Infrastructure

Total capital assets, being depreciated

747,256 1,025,874 3,279,011

64,955 112,317 226,475

812,211 1,110,005 3,505,486 5,427,702

5,807,660

Less accumulated depreciation for:

(28,186)

Buildings and Other Improvements

Machinery and Equipment

5,052,141

403,747

(28,186)

Infrastructure

5,699,592

108,068

Total accumulated depreciation

7,579,968 \$ 725,854 \$ (436,153) \$ 7,869,669

Total capital assets, being depreciated, net

Total governmental activities \_\$\_

Business-type activities:

1,012,637 1,310,364

12,043 739,488

1,024,680 1,548,291 2,572,971

Capital assets, not being depreciated:

(501,561)

Land \$

(501,561)

2,323,001

751,531

Construction in Progress

Total capital assets, not being depreciated

13,069,921 651,105

751,994 8,654

(20,564) (5,959) (26,523)

13,801,351 653,800 14,455,151

Capital assets, being depreciated:

Buildings and Other Improvements

760,648

13,721,026

3,928,965 313,807 4,242,772

9,478,254

Machinery and Equipment

Total capital assets, being depreciated

250,195 20,459

3,943 (4,765) (822)

(25,701)

4,183,103 329,501 4,512,604

9,942,547

Less accumulated depreciation for:

Buildings and Other Improvements

270,654

Machinery and Equipment

489,994

Total accumulated depreciation

11,801,255 \$ 1,241,525

(527,262) \$ 12,515,518

Total capital assets, being depreciated, net

19,381,223 \$ 1,967,379

(963,415) \$ 20,385,187

Total business-type activities \$

Total Capital Assets \$

## Governmental activities:

General Government	\$ 86,528
Public Safety	21,776
Streets and Sanitation	13,981
Transportation	235,258
Health	1,694
<u>Cultural and Recreational</u>	<u>44,510</u>

Total Depreciation Expense - Governmental Activities      \$      403,747

## Business-type Activities:

Water	\$ 48,275
Sewer	26,600
Chicago Midway International Airport	45,011
Chicago-O'Hare International Airport	140,258
<u>Chicago Skyway</u>	<u>10,510</u>

Total Depreciation Expense - Business-type Activities      \$      270,654

**8) Leases****a) Operating Leases**

The City leases building and office facilities under noncancelable operating leases. Total costs for such leases were approximately \$18.4 million for the year ended December 31, 2012.

The future minimum lease payments for these leases are as follows (dollars in thousands):

2013		\$ 18,093
2014	12,231	
2015	7,322	
2016	2,950	
2017	2,288	
2018-2022	9,141	
2023-2027	1,959	
2028-2032	312	
2033-2037	216	
2038-2042	152	
<u>Total Future Rental Expense</u>	\$	<u>54,664</u>

**b) Capital Leases**

During 2003, the City entered into lease and lease back agreements with third parties pertaining to 911 Center Qualified Technological Equipment (QTE), with a book value of \$143.3 million at December 31, 2003. Under the QTE lease agreement, which provides certain cash and tax benefits to the third party, the City entered into a long-term lease for applicable assets back to the City under a sublease. Under the sublease, the City is required to make future minimum lease payments.

During 2005, the City entered into sale and lease back agreements with third parties pertaining to the City owned portion of a rapid transit line with a book value of \$430.8 million at December 31, 2005. Under the lease agreement, which provides certain cash and tax benefits to the third party, the City entered into a long-term lease for applicable assets back to the City under a sublease. Under the sublease, the City is required to make future minimum lease payments.

The future minimum payments for these leases are as follows (dollars in thousands):

<u>Year Ending</u>	<u>Total</u>
December 31,	
2013	\$ 104
2014	9,000
2015	9,000
2016	9,000
2017	9,000
2018-2022	35,631
2023 - 2027	76,370
<u>2028 - 2032</u>	<u>167,164</u>
Total Minimum Future Lease Payments	315,269
<u>Less Interest</u>	<u>152,256</u>
<u>Present Value of Minimum</u>	
<u>Future Lease Payments</u>	<u>\$ 163,013</u>

#### c) Lease Receivables

Most of the O'Hare land, buildings and terminal space are leased under operating lease agreements to airlines and other tenants. The following is a schedule of the minimum future rental income on noncancelable operating leases as of December 31, 2012 (dollars in thousands):

2013	\$ 84,203	
2014	83,796	
2015	66,513	
2016	66,510	
2017	66,789	
2018-2022	133,707	
2023 - 2027	8,867	
2028 - 2032	9,656	
<u>2033 - 2036</u>		<u>5,738</u>
<u>Total Minimum Future Rental Income</u>	<u>\$</u>	<u>525,779</u>

Contingent rentals that may be received under certain leases based on the tenants' revenues or fuel flow are not included in minimum future rental income. Rental income for O'Hare, consisting of all rental and concession revenues except ramp rentals and automobile parking, amounted to \$365.8 million, including contingent rentals of \$86.0 million.

**YEAR ENDED DECEMBER 31, 2012**

Most of the Midway land and terminal space is leased under operating lease agreements to airlines and other tenants. The following is a schedule of the minimum future rental income on noncancelable operating leases as of December 31, 2012 (dollars in thousands):

2013	\$ 30,900	
2014	29,803	
2015	27,282	
2016	26,529	
2017		<u>26,529</u>
<u>Total Minimum Future Rental Income</u>	<u>\$</u>	<u>141,043</u>

Contingent rentals that may be received under certain leases based on tenants' revenues are not included in minimum future rental income. Rental income for Midway, consisting of all rental and concession revenues except aircraft parking fees and certain departure fees (turns) and automobile parking, amounted to \$101.0 million, including contingent rentals of \$40.4 million.

**9) Short-term Debt**

Matured bonds represent principal due on coupon bonds in which the coupons have not been presented for payment. For the year ended December 31, 2012, there was minor activity; the balance remained at \$0.7 million.



**CITY OF CHICAGO, ILLINOIS  
NOTES TO BASIC FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2012**

**10) Long-term Obligations**

Balance January 1, 2012

a) Long-term Debt activity for the year ended December 31, 2012 was as follows (in thousands):

Additions

Balance December 31, 2012

Reductions

Governmental activities:

\$ 728,638 \$

7,777,667 131,561 776,027

8,685,255

166,065 196,637 264,402 8,980,229

494,475 19,410 5,715 519,600

15,816 56,983 14,540 575,307

Bonds, notes and commercial paper payable:

General obligation debt and commercial paper..

Tax increment

728,638

19,931 36,166 33,148 778,021

Revenue

Less unamortized debt refunding transactions .

Add unamortized premium

Add accretion of capital appreciation bonds

Total bonds, notes and certificates payable

Amounts Due within One Year

97,228 23,200 17,150 137,578

22,042 159,620

Other liabilities:

Pension and other postemployment

benefits obligations

Lease obligations

Pollution Remediation

Claims and judgments

Total other liabilities

5,386,668 166,787 11,235 667,650  
6,232,340

1,017,243 8,957

363,348 1,389,548

38,984 12,731 2,862 142,405 196,982

6,364,927 163,013 8,373 888,593  
7,424,906

9,104

111,996 121,100

Total governmental activities                      \$ 15,212,569    \$ 2,167,569    \$ 772,289

Business-type activities:

Revenue bonds and notes payable:

Water

Sewer

Chicago-O'Hare International Airport. Chicago Midway International Airport.

Less unamortized debt refunding transactions .

Add unamortized premium

Add accretion of capital appreciation bonds ... .

1,721,187 1,112,022 7,420,349 1,461,490 11,715,048

110,535 141,020 84,188

399,950 280,249  
1,211,687 34,639  
1,926,525

29,597 58,550 9,114

90,960 28,497  
1,499,475 54,800  
1,673,732

17,080 (109,714) 4,493

2,030,177 1,363,774 7,132,561 1,441,329  
11,967,841

123,052 309,284 88,809

206,482 42,232 29,690 111,085 23,475

8,750

Total business-type activities \$ 11,829,721 \$ 1,964,592 \$ 1,551,431 \$ 12,242,882 \$ 215,232

Total long-term obligations \$ 27,042,290 \$ 4,132,161 \$ 2,323,720 \$ 28,850,731 \$ 495,952

The Pension obligation liability will be liquidated through a Special Revenue Fund (Pension Fund) as provided by tax levy and State Personal Property Replacement Tax revenues.

71

**CITY OF CHICAGO, ILLINOIS  
NOTES TO BASIC FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2012**

**b) Issuance of New Debt**

**i) Commercial Paper Notes**

During 2012, the City issued \$133.8 million in commercial paper notes for certain capital and operating uses. The City has excluded commercial paper from current liabilities, as it intends and has the ability to refinance the obligation on a long-term basis.

**ii) General Obligation Bonds**

General Obligation Bonds, Project Series 2012A (\$179.9 million), Taxable Project and Refunding Series 2012B (\$308.0 million), and Refunding Series 2012C (\$107.0 million) were sold at a premium in May 2012. The bonds have interest rates ranging from 4.0 percent to 5.432 percent and maturity dates from January 1, 2020 to January 1, 2042. Net proceeds of \$627.1 million will be used to finance infrastructure improvements; transportation improvements; grants or loans to assist not-for-profit organizations or educational or cultural institutions; or to assist other municipal corporations or units of local government, or school districts; cash flow needs of the City; acquisition of personal property; acquisition, demolition, remediation or improvement of real property for industrial, commercial or residential purposes; constructing, equipping, altering and repairing various municipal facilities including fire stations, police stations, libraries, senior and health centers and other municipal facilities; enhancement of economic development within the City by making grants or deposits to secure obligations of not-for-profit or for-profit organizations doing or seeking to do business in the City; litigation judgments or settlements agreements involving the City, including escrow accounts or other reserves needed for such purposes; payments of certain pension contributions; providing for facilities, services and equipment to protect and enhance public safety, and other uses permitted by the Ordinance (\$292.4 million), to refund certain maturities of bonds outstanding (\$268.2 million), and to fund capitalized interest (\$66.5 million). The current refunding of the bonds increased

the City's total debt service payments by \$242.7 million, resulted in a net economic gain of approximately \$.8 million and a book loss of approximately \$19.9 million.

In February 2012, the City entered into a swap overlay agreement (i.e., basis trade) associated with the General Obligation Series 2005D variable rate bonds with PNC Bank, N.A. for a notional amount of \$207.9 million. The agreement is effective January 1, 2031 through January 1, 2040, and the City will pay SIFMA and receive 72.5 percent of one month LIBOR. The City received an upfront payment of \$4.0 million.

In February 2012, the City entered into a swap overlay agreement (i.e., Constant Maturity Swap (CMS) reversal) associated with the General Obligation Series 2003B variable rate bonds with PNC Bank, N.A. for a notional amount of \$144.6 million. The agreement is effective March 1, 2014 through November 1, 2014 and the City will pay 66.91 percent of 10 year LIBOR and receive 75 percent of one month LIBOR. Together with the existing underlying swaps on the bonds, in which the City pays 4.052 percent and receives 66.91 percent of 10 year LIBOR, the net effect is that the City will pay a fixed rate of 4.052 percent and receive 75 percent of one month LIBOR through November 1, 2014, after which time the City will receive 66.91 percent of 10 year LIBOR through expiration (January 1, 2034). The City received an upfront payment of \$1.3 million.

iii) **Enterprise Fund Revenue Bonds and Notes**

Chicago O'Hare International Airport Senior Lien Revenue Bonds, Series 2012A-C (\$728.9 million) were sold at a premium in August 2012. The bonds have interest rates ranging from 1.0 percent to 5.0 percent and maturity dates from January 1, 2013 to January 1, 2032. Net proceeds of \$796.3 million and other monies \$155.3 million will be used to refund certain General Airport Revenue Bonds maturities of bonds outstanding (\$837.2 million), to fund debt service reserves (\$114.2 million), and to fund capitalized interest (\$.2 million). The current refunding of the bonds decreased the City's total debt service payments by \$156.2 million, resulted in a net economic gain of approximately \$118.2 million and a book loss of approximately \$19.7 million.

72

**CITY OF CHICAGO, ILLINOIS  
NOTES TO BASIC FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2012**

Chicago O'Hare International Airport Passenger Facility Charge Revenue Refunding Bonds, Series 2012 (\$452.1 million) were sold at a premium in September 2012. The bonds have interest rates ranging from 2.5 percent to 5.0 percent and maturity dates from January 1, 2014 to January 1, 2032. Net proceeds of \$493.7 million and other monies \$55.9 million will be used to refund certain PFC maturities of bonds outstanding (\$511.1 million) and to fund debt service reserves (\$38.5 million). The current refunding of the bonds decreased the City's total debt service payments by \$100.3 million, resulted in a net economic gain of approximately \$73.5 million and a book loss of approximately \$9.0 million.

Second Lien Water Revenue Project Bonds, Series 2012 (\$399.4 million) were sold at a premium in May 2012. The bonds have interest rates ranging from 4.0 percent to 5.0 percent and maturity dates from November 1, 2016 to November 1, 2042. Net proceeds of \$444.4 million will be used to finance certain costs of improvements and extensions to the water system (\$400.0 million), to retire water commercial paper notes outstanding (\$35.9 million), and fund certain capitalized interest (\$8.5 million).

In 2012, the Water Fund drew \$0.5 million from the Illinois Environment Protection Agency loan agreement. The loan has no interest and has principal maturity dates from June 2, 2012 to December 2, 2031.

Second Lien Wastewater Revenue Project, Series 2012 (\$276.5 million) were sold at a premium in September, 2012. The bonds have interest rates ranging from 3.0 percent to 5.0 percent and maturity dates from January 1, 2014 to January 1, 2042. Net proceeds of \$303.8 million will be used to finance certain costs of improvements and extensions to the wastewater system (\$300.0 million), and fund certain capitalized interest (\$3.8 million).

In 2012, the Sewer Fund drew \$3.7 million from the Illinois Environment Protection Agency loan agreement. The loan has an interest rate of 2.5% with maturity dates from June 21, 2013 to June 21, 2031.

In 2012, \$30.6 million of Chicago O'Hare International Airport Commercial Paper Notes Series 2005 were issued. The proceeds were used to finance portions of the costs of authorized airport projects.

In 2012, \$34.6 million of Chicago Midway International Airport Commercial Paper Notes Series A, B, C & D were issued. The proceeds were used to finance portions of the costs of authorized airport projects.

- c) Annual requirements listed below for each year include amounts payable January 1 of the following year. Bonds maturing and interest payable January 1, 2013 have been excluded because funds for their payment have been provided for. Annual requirements to amortize debt outstanding as of December 31, 2012 are as follows (dollars in thousands):

Year Ending December 31,	<u>General Obligation</u>		<u>Tax Increment</u>	
	Principal	Interest	Principal	Interest
2013	\$ 112,132	\$ 408,456	\$ 26,114	\$ 5,931
2014	214,375	409,006	14,602	11,819
2015	236,206	403,012	8,965	3,951
2016	251,617	392,344	11,160	3,400
2017	274,802	380,870	11,685	2,666
2018-2022	1,534,410	1,711,157	33,715	4,737
2023-2027	1,475,610	1,371,842		
2028-2032	1,568,684	1,023,299		
2033-2037	1,186,826	577,348		
2038-2041	918,641	163,143	-	
	<u>\$ 7,773,303</u>	<u>\$ 6,840,477</u>	<u>\$ 106,241</u>	<u>\$ 32,504</u>

73

**CITY OF CHICAGO, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2012**

Year Ending December 31,	<u>Revenue</u>		<u>Business-type Activities</u>	
	Principal	Interest	Principal	Interest
2013	\$ 18,040	\$ 36,140	\$ 263,342	\$ 582,754
2014	18,980	35,200	378,095	571,111
2015	18,400	34,228	381,052	553,539
2016	18,135	33,289	370,679	536,765
2017	18,525	32,355	423,016	519,332
2018-2022	107,075	147,318	1,951,670	2,312,220
2023-2027	132,903	121,499	2,181,607	1,845,583
2028-2032	119,841	135,032	2,708,989	1,204,226
2033-2037	191,334	71,914	2,194,130	582,979
2038-2041	109,930	11,172	866,590	100,285
	<u>\$ 753,163</u>	<u>\$ 658,147</u>	<u>\$11,719,170</u>	<u>\$ 8,808,794</u>

Debt service requirements above exclude commercial paper issues as the timing of payments is not certain. For the requirements calculated above, interest on variable rate debt was calculated at the rate in effect or the effective rate of a related swap agreement, if applicable, as of December 31, 2012. Standby bond purchase agreements or letters of credit were issued by third party financial institutions that are expected to be financially capable of honoring their agreements.

The City's variable rate bonds may bear interest from time to time at a flexible rate, a daily rate, a weekly rate, an adjustable long rate, or the fixed rate as determined by the remarketing agent, in consultation with the City. An irrevocable letter of credit provides for the timely payment of principal and interest. In the event the bonds are put back to the bank and not successfully remarketed, or if the letter of credit agreements expire without an extension or substitution, the bank bonds will convert to a term loan. There is no principal due on the potential term loans within the next fiscal year.

**d) Derivatives**

**i) Pay-Fixed, Receive-Variable Interest Rate Swaps**

- (1) Objective of the swaps. In order to protect against the potential of rising interest rates and/or changes in cash flows, the City has entered into various separate pay-fixed, receive-variable interest rate swaps at a cost less than what the City would have paid to issue fixed-rate debt. The notional amounts related to bonds maturing on January 1, 2013 have been excluded below because funds for their payment have been provided for.

74

**CITY OF CHICAGO, ILLINOIS  
NOTES TO BASIC FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2012**

Changes in Fair Value Classification Amount  
Fair Value at December 31, 2012  
Classification

Notional Amount  
Governmental Activities  
Hedges:

Pay-fixed Interest Rate SWAPS.. Investment Derivative Instruments: Pay-fixed Interest Rate SWAPS..

Deferred Outflow of Resources \$

Investment Income

Deferred Outflow of  
Resources \$ (260,496) \$ 781,630  
(36,313)  
199,040

Investment Revenue

Business-type Activities

Hedges:

Pay-fixed Interest Rate SWAPS..

Deferred Outflow of Resources

Deferred Outflow of Resources

\$ (549,929)

- (2) Terms, fair values, and credit risk. The objective and terms, including the fair values and credit ratings, of the City's hedging derivative instruments outstanding as of December 31, 2012, are as follows. The notional amounts of the swaps match the principal amounts of the associated debt. The City's swap agreements contain scheduled reductions to outstanding notional amounts that are expected to approximately follow scheduled or anticipated reductions in the associated "bonds payable" category. The notional amounts related to bonds maturing on January 1, 2013 have been excluded below because funds for their payment have been provided for. Under the swaps, the City pays the counterparty a fixed payment and receives a variable payment computed according to the London Interbank Offered Rate (LIBOR) and/or The Securities Industry and Financial Markets Association (SIFMA) Municipal Swap Index. The terms, including fair values of the swaptions as of December 31, 2012, are as follows (dollars in thousands):

75

**CITY OF CHICAGO, ILLINOIS  
NOTES TO BASIC FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2012**

Bond Issue	Associated Amounts	Notional Date	Effective Terms	Values	Counter-Party		
					Fair Date	nation Rating	Credit
					Hedging Instruments		

## Governmental Activities:

					A2/A+
		11/8/2007 Pay 3.998%; receive SIFMA	\$ (60,127)	1/1/2042 BaaVA-	
<u>GOVRDB (Series 2007EFG)</u>	<u>\$ 200,000</u>	<u>1/1/2014 Pay SIFMA; receive 72.5% of 1 Mo. LIBOR '</u>	<u>(19,839)</u>	<u>1/1/2042</u>	
<u>Aa3/AA-</u>					
					A3/A-
		8/17/2005 Pay 4.104%; receive SIFMA	(69,632)	1/1/2040 A2/A+	
				Aa1/AA-A2/A+	
		<u>1/1/2014 Pay SIFMA; receive 72.5% of 1 Mo. LIBOR *</u>	<u>(14,089)</u>	<u>1/1/2031 A2/A+</u>	
		<u>GO VRDB (Series 2005D)</u>	<u>222,790</u>	<u>1/1/2030 Pay SIFMA; receive</u>	
<u>72.5% of 1 Mo. LIBOR *</u>	<u>(5,918)</u>	<u>1/1/2040 A2/A</u>			
<u>GO VRDB (Neighborhoods Alive 21 Aa3/A+</u>					
<u>Program, Series 2002B)</u>	<u>206,700</u>	<u>10/3/2002 Pay 3.575%; receive 70% of 1 Mo. LIBOR</u>	<u>(51,858)</u>	<u>1/1/2037 A3/A</u>	
<u>Sales Tax Revenue Refunding Bonds</u>					
<u>(VRDB</u>	<u>Series</u>	<u>2002)</u>	<u>113,240</u>	<u>6/27/2002</u>	<u>Pay</u>
<u>4.23%; receive 75.25% of 3 Mo. LIBOR</u>	<u>(32,559)</u>			<u>1/1/2034 Aa3/A+</u>	
<u>Tax Increment Allocation Bonds</u>					
<u>(Near North TIF, Series 1999A)</u>			<u>38,900</u>	<u>9/1/1999 Pay 5.084%;</u>	
<u>receive 67% of 1 Mo. LIBOR</u>	<u>(6,474)</u>			<u>1/1/2019 A3/A</u>	

## Business-type Activities:

		12/14/2004 Pay 4.174%; receive SIFMA Plus .05%		(21,552)	
				1/1/2035 A3/A-	
Chicago Midway International Airport		Revenue Bonds (Series 2004C&D)		148,500	
				4/21/2011	
		receive SIFMA Plus .05%		(15,242)	
				1/1/2035 Aa3/AA-	
		Pay 3.886%; receive 95% of 3 Mo. LIBOR			
		(if LIBOR is < 3%) or			
		232,560		1/3/2011 67% of 3 Mo. LIBOR (if LIBOR is > 3%)	
				(62,760)	
				1/1/2039 A2/A+	
		Pay 3.886%; receive SIFMA			
		Wastewater Transmission Variable (if LIBOR is < 3%) Aa3/A+			
		Rate Revenue Bonds (Series 2008C)		99,670	
				7/29/2004	
		Mo. LIBOR (if LIBOR is > 3%)		(27,195)	
				1/1/2039 A3/A	
		Water Variable Rate Revenue			
		Refunding Bonds (Series 2004)		185,780	
				4/16/2008	
		3.8694%; receive SIFMA		(42,949)	
				11/1/2025 A2/A	
		Water Variable Rate Revenue			
		Refunding Bonds (Series 2004)		190,520	
				8/5/2004	
		receive SIFMA		(49,862)	
				11/1/2031 Aa3/AA-	
		Second Lien Water Revenue			
		Refunding Bonds (Series 2000)		100,000	
				4/16/2008	
		receive SIFMA		(33,560)	
				11/1/2030 A2/A	

## Investment Instruments

## Governmental Activities:

		8/7/2003 Pay 4.052%; receive 66.91% of 10 Yr LIBOR(32,986)		1/1/2034 Aa3/AA-	
		Pay 66.91% of 10 Yr LIBOR;		Aa3/A+	
		3/1/2011 receive 75% of 1 Mo. LIBOR *(2,070)		3/1/2014 Aa1/AA-	
		GO VRDB (Series 2003B)		199,040	
		3/1/2014 receive 75% of 1 Mo. LIBOR *		(1,257)	
		11/1/2014 A2/A			
		Total		\$ 1,937,700	
				\$ (549,929)	

See Table 31 in Statistical Section for Counterparty Entities and additional details for credit ratings. Type and objective for all the SWAPS is the same, as mentioned earlier. \* Reflects SWAP Overlay agreement VRDB means variable rate demand bonds.



**CITY OF CHICAGO, ILLINOIS  
NOTES TO BASIC FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2012**

- 3) Fair Value. As of December 31, 2012, the swaps had a negative fair value of \$549.9 million. As per industry convention, the fair values of the City's outstanding swaps were estimated using the zero-coupon method. This method calculates the future net settlement payments required by the swap, assuming that the forward rates implied by the yield curve correctly anticipate future spot rates. These payments are then discounted using the spot rates implied by the current yield curve for hypothetical zero-coupon bonds due on the date of each future net settlement on the swap. Because interest rates are below the Fixed Rate Paid, the City's swaps had negative values. Note that the combination of the negative fair value of \$549.9 million and the unamortized interest rate swap premium balance of \$5.1 million related to investment derivative instruments and \$36.3 million related to governmental cash flow hedges represent the total fair value of the derivative liability in the statement of net position.
- 4) Credit Risk. The City is exposed to credit risk (counterparty risk) through the counterparties with which it enters into agreements. If minimum credit rating requirements are not maintained, the counterparty is required to post collateral to a third party. This protects the City by mitigating the credit risk, and therefore the ability to pay a termination payment, inherent in a swap. Collateral on all swaps is to be in the form of cash or Eligible Collateral held by a third-party custodian. Upon credit events, the swaps also allow transfers, credit support, and termination if the counterparty is unable to meet the said credit requirements.
- 5) Basis Risk. Basis risk refers to the mismatch between the variable rate payments received on a swap contract and the interest payment actually owed on the bonds. The two significant components driving this risk are credit and SIFMA/LIBOR ratios. Credit may create basis risk because the City's bonds may trade differently than the swap index as a result of a credit change in the City. SIFMA/LIBOR ratios (or spreads) may create basis risk. With percentage of LIBOR swaps, if the City's bonds trade at a higher percentage of LIBOR over the index received on the swap, basis risk is created. This can occur due to many factors including, without limitation, changes in marginal tax rates, tax-exempt status of bonds, and supply and demand for variable rate bonds. The City is exposed to basis risk on all swaps except those that are based on Cost of Funds, which provide cash flows that mirror those of the underlying bonds. For all other swaps, if the rate paid on the bonds is higher than the rate received, the City is liable for the difference. The difference would need to be available on the debt service payment date and it would add additional underlying cost to the transaction.
- 6) Tax Risk. The swap exposes the City to tax risk or a permanent mismatch (shortfall) between the floating rate received on the swap and the variable rate paid on the underlying variable-rate bonds due to tax law changes such that the federal or state tax exemption of municipal debt is eliminated or its value reduced. There have been no tax law changes since the execution of the City's swap transactions.
- 7) Termination Risk. The risk that the swap could be terminated as a result of certain events including a ratings downgrade for the issuer or swap counterparty, covenant violation, bankruptcy, payment default or other defined events of default. Termination of a swap may result in a payment made by the issuer or to the issuer depending upon the market at the time of termination.
- 8) Swap payments and associated debt. Bonds maturing and interest payable January 1, 2013 have been excluded because funds for their payment have been provided for. As of December 31, 2012, debt service requirements of the City's outstanding variable-rate debt and net swap payments, assuming current interest rates remain the same, for their term are as follows (dollars in thousands):

## YEAR ENDED DECEMBER 31, 2012

Year Ending	Variable-Rate Bonds		Interest	
	Principal	Interest	Swaps, Net Total	
December 31,				
2013	\$ 22,070	\$ 4,844	\$ 71,650	\$ 98,564
2014	36,320	4,866	70,701	111,887
2015	37,865	4,818	69,379	112,062
2016	57,465	4,759	67,786	130,010
2017	60,150	4,563	65,663	130,376
2018-2022		390,265	19,706	291,232
2023-2027		383,250	13,566	213,664
2028-2032		445,040	9,035	144,946
2033-2037		360,745	3,754	60,522
2038 - 2042		133,855	441	10,943
		\$ 1,927,025	\$ 70,352	\$ 1,066,486
				\$ 3,063,863

## ii) Swaptions

During 2012, the City terminated all outstanding swaptions, as noted below.

In April 2012, the City terminated the swaption transaction with J.P. Morgan in relation to Chicago Midway International Airport bonds with an original notional amount of \$397.7 million and a trade date of October 27, 1999. The City paid \$8.2 million to terminate the swaption. Note that \$8.3 million of Chicago Midway Airport Commercial Paper Notes Series 2003 were issued to fund the swaption termination payment.

In May 2012, the City terminated three swaption transactions with J.P. Morgan in relation to Chicago Sales Tax Revenue bonds with notional amounts of \$69.3 million, \$60.6 million and \$23.3 million and a trade date of June 21, 2002. The City paid \$0.54 million, \$0.365 million and \$0.02 million respectively to terminate the swaptions. Note that \$1.0 million of General Obligation Commercial Paper Notes Series 2002 were issued to fund the Sales Tax Revenue Bonds swaptions termination payments.

In July 2012, the City terminated the swaption transaction with Goldman Sachs in relation to General Obligation bonds with a total notional amount of \$318.7 million and a trade date of December 18, 2003. The City paid a total of \$4.9 million to terminate the swaption. Note that \$4.9 million of General Obligation Commercial Paper Notes Series 2003 were issued to fund the swaption termination payment.

## e) Debt Covenants

- i) Water Fund - The ordinances authorizing the issuance of outstanding Water Revenue Bonds provide for the creation of separate accounts into which net revenues, as defined, or proceeds are to be credited, as appropriate. The ordinances require that net revenues available for bonds, as adjusted, equal 120 percent of the current annual debt service on the outstanding senior lien bonds and that City management maintains all covenant reserve account balances at specified amounts. The above requirements were met at December 31, 2012. The Water Rate Stabilization account had a balance in restricted assets of \$74.9 million at December 31, 2012.

The ordinances authorizing the issuance of outstanding Second Lien Water Revenue Bonds provide for the creation of separate accounts into which monies will be deposited, as appropriate. The ordinances

require that net revenues are equal to the sum of the aggregate annual debt service requirements for the fiscal year of the outstanding senior lien bonds and 110 percent of the aggregate annual debt service requirements of the outstanding second lien bonds. This requirement was met at December 31, 2012.

- II) Sewer Fund - The ordinances authorizing the issuance of outstanding Wastewater Transmission Revenue Bonds provide for the creation of separate accounts into which net revenues, as defined, or proceeds are to be credited, as appropriate. The ordinances require that net revenues available for bonds equal 115 percent of the current annual debt service requirements on the outstanding senior lien bonds. This requirement was met at December 31, 2012. The Sewer Rate Stabilization account had a balance in restricted assets of \$29.6 million at December 31, 2012.

The ordinances authorizing the issuance of outstanding Second Lien Wastewater Transmission Revenue Bonds provide for the creation of separate accounts into which monies will be deposited, as appropriate. The ordinances require that net revenues equal 100 percent of the sum of the current maximum annual debt service requirements of the outstanding senior lien bonds and the maximum annual debt service requirements of the second lien bonds. This requirement was met at December 31, 2012.

- iii) Chicago Midway International Airport Fund - The master indenture securing the issuance of Chicago Midway International Airport Revenue Bonds requires that the City set rates and charges for the use and operation of Midway so that revenues, together with any other available monies and the cash balance held in the Revenue Fund on the first day of such year not required to be deposited in any fund or account, will be at least sufficient (a) to provide for the operation and maintenance expenses for the year and (b) to provide for the greater of (i) the amounts needed to be deposited into the First and Junior Lien Debt Service Fund, the Operations & Maintenance Reserve Account, the Working Capital Account, the First Lien Debt Service Reserve Fund, the Repair and Replacement Fund, and the Special Project Fund and (ii) an amount not less than 125 percent of the Aggregate First Lien Debt Service for such fiscal year reduced by an amount equal to the sum of any amount held in any capitalized interest account for disbursement during such fiscal year to pay interest on First Lien Bonds. These requirements were met at December 31, 2012.

- iv) Chicago-O'Hare International Airport Fund - In 1983, the City Council adopted the General Airport Revenue Bond ordinance authorizing the issuance and sale of Chicago-O'Hare International Airport General Airport Revenue Bonds in unlimited series for the purpose of financing the cost of improvements and expansion of O'Hare and to redeem its existing outstanding bond obligations. The ordinance further permits the issuance of second lien notes, bonds and other obligations which are payable from, and secured by, a pledge of amounts deposited in the junior lien obligation debt service account created under the ordinance. The ordinance requires that net revenues in each year equal not less than the sum of (i) the amount required to be deposited for such year in the debt service reserve fund, the maintenance reserve fund, the special capital projects fund and the junior lien debt service fund, and (ii) 110 percent of the aggregate first lien and second lien debt service for the bond year commencing during such fiscal year reduced by an amount equal to the sum of any amount held in any capitalized interest account for disbursement during such fiscal year to pay interest on bonds. This requirement was met at December 31, 2012. The ordinance provides for the creation of separate accounts that are to be credited with revenues in a specified priority. At the end of each year, any excess funds over amounts required in accounts other than Special Capital Projects, Emergency Reserve and Airport Development accounts are reallocated with the following year's revenues.

The Master Indenture of Trust securing Chicago-O'Hare International Airport Third Lien Obligations requires that Revenues in each Fiscal Year, together with Other Available Moneys deposited with the Trustee with respect to that Fiscal Year and any cash balance held in the Revenue Fund on the first day of that Fiscal Year not then required to be deposited in any Fund or Account, will be at least sufficient: (i) to provide for the payment of Operation and Maintenance Expenses for the Fiscal Year; and (ii) to provide for the greater of (a) the sum of the amounts needed to make the deposits required to be made pursuant to all resolutions, ordinances, indentures and trust agreements pursuant to which all outstanding First Lien Bonds, Second Lien Obligations, Third Lien Obligations or other Airport Obligations are issued and

secured, and (b) 110 percent the Aggregate First, Second and Third Lien Debt Service for the Bond Year commencing during that Fiscal Year, reduced by any proceeds of Airport Obligations held by the Trustee for disbursement during that Bond Year to pay principal of and interest on First Lien Bonds, Second Lien

obligations or Third Lien obligations. This requirement was met at December 31, 2012.

The master indenture securing the Passenger Facility Charge (PFC) Revenue Bonds requires PFC revenues, as defined, to be deposited into the PFC Revenue Fund. The PFC Revenue Fund is required to transfer amounts no later than the twentieth day of each month to various funds, as defined, as appropriate to meet debt service and debt service reserve requirements.

- f) No-Commitment Debt and Public Interest Loans include various special assessment, private activity bonds and loans. These types of financings are used to provide private entities with low-cost capital financing for construction and rehabilitation of facilities deemed to be in the public interest. Bonds payable on no-commitment debt are not included in the accompanying financial statements because the City has no obligation to provide for their repayment, which is the responsibility of the borrowing entities. In addition, federal programs/grants, including Community Development Block Grants and Community Service Block Grants, provide original funding for public interest loans. Loans receivable are not included as assets because payments received on loans are used to fund new loans or other program activities in the current year and are not available for general City operating purposes. Loans provided to third parties are recorded as current and prior year programs/grants expenditures. Funding for future loans will be from a combination of the repayment of existing loans and additional funds committed from future programs/grants expenditures.

- g) Defeased Bonds have been removed from the Statement of Net Position because related assets have been placed in

irrevocable trusts that, together with interest earned thereon, will provide amounts sufficient for payment of all principal and interest. Defeased bonds at December 31, 2012, not including principal payments due January 1, 2013, are as follows (dollars in thousands):

	Amount	<u>Defeased Outstanding</u>
Emergency Telephone System - Series 1993	\$ 213,730	\$ 123,115
General Obligation Refunding Bonds - Series 1993B	27,515	6,000
General Obligation Project and Refunding Bonds - Series 1998	345,770	14,005
General Obligation Bonds - Series 2001A	404,131	131,515
General Obligation Project and Refunding Bonds - Series 2003A	108,000	67,690
General Obligation Project Bonds - Series 2003C	126,960	116,710
General Obligation Project Bonds - Series 2004A	276,620	256,060
General Obligation Project and Refunding Bonds - Series 2005A	72,690	59,630
General Obligation Project and Refunding Bonds - Series 2005B	8,725	4,465
General Obligation Direct Access Bonds - Series 2005E	22,186	10,835
General Obligation Project and Refunding Bonds - Series 2006A	23,775	13,285
General Obligation Direct Access Bonds - Series 2006	4,755	2,635
General Obligation Project and Refunding Bonds - Series 2007A	10,505	9,710
General Obligation Project and Refunding Bonds - Series 2007C	23,805	11,530
General Obligation Project and Refunding Bonds - Series 2008	210,105	
Neighborhoods Alive 21 Program - Series 2001A	213,825	60,170
Neighborhoods Alive 21 Program - Series 2003	90,600	83,440
Lake Millenium Project Parking Facilities Bonds - Series 1998	149,880	43,880
Near South Redevelopment Project Tax Increment - Series 1994A	23,000	3,825
Chatham Ridge Redevelopment Project Tax Increment - Series 2002	6,565	3,575
Special Transportation Revenue Bonds - Series 2001	118,715	97,290
Midway 2nd Lien Series 2010D-1	4,435	4,435
<u>Midway 2nd Lien Series 2010D-2</u>	<u>16,460</u>	<u>16,460</u>
<u>Total</u>	<u>\$ 2,292,857</u>	<u>\$ 1,140,365</u>

**YEAR ENDED DECEMBER 31, 2012**

**11) Pension Trust Funds**

- a) Retirement Benefit-Eligible City employees participate in one of four single-employer defined benefit pension plans (Plans). These Plans are: the Municipal Employees'; the Laborers' and Retirement Board Employees'; the Policemen's; and the Firemen's Annuity and Benefit Funds of Chicago. Plans are administered by individual retirement boards represented by elected and appointed officials. Certain employees of the Chicago Board of Education participate in the Municipal Employees' or the Laborers' and Retirement Board Employees' Annuity and Benefit Funds for which the City levies taxes to make the required employer contributions. Each Plan issues a publicly available financial report that includes financial statements and required supplementary information.

The financial statements of the Plans are prepared using the accrual basis of accounting. Employer and employee contributions are recognized in the period in which employee services are performed. Benefits and refunds are recognized when payable.

Plan investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on national or international exchanges are valued at the last reported sales price at current exchange rates. Fixed income securities are valued principally using quoted market prices provided by independent pricing services. For collective investments, the net asset value is determined and certified by the investment managers as of the reporting date. Real estate investments are generally valued by appraisals or other approved methods. Investments that do not have an established market are reported at estimated fair value.

The Plans have a securities lending program. At year-end, the Plans have no credit risk exposure to borrowers because the amounts the Plans owe the borrowers exceed the amounts the borrowers owe the Plans. The contract with the Plans' master custodian requires it to indemnify the Plans if the borrowers fail to return the securities (and if the collateral is inadequate to replace the securities lent) or fail to pay the fund for income distributions by the securities' issuers while the securities are on loan. All securities loans can be terminated on demand by either the Plans or the borrower, although the average term of the loans has not exceeded 131 days. The Plans' custodian lends securities for collateral in the form of cash, irrevocable letters of credit and/or U.S. government obligations equal to at least 102 percent of the fair value of securities or international securities for collateral of 105 percent. Cash collateral is invested in the lending agents' short-term investment pool, which at year-end has a weighted average maturity that did not exceed 81 days. The Plans cannot pledge to sell collateral securities received unless the borrower defaults. Loans outstanding as of December 31, 2012 are as follows: market value of securities loaned \$1,122.8 million, market value of cash collateral from borrowers \$1,126.1 million and market value of non-cash collateral from borrowers \$17.3 million.

The Plans provide retirement, disability, and death benefits as established by State law. Benefits generally vest after 20 years of credited service. Employees who retire at or after age 55 (50 for policemen and firemen) with 20 years of credited service qualify to receive a money purchase annuity and those with more than 20 years of credited service qualify to receive a minimum formula annuity. The annuity is computed by multiplying the final average salary by a percentage ranging from 2.0 percent to 2.4 percent per year of credited service. The final average salary is the employee's highest average annual salary for any four consecutive years within the last 10 years of credited service.

State law requires City contributions at statutorily, not actuarially determined rates. The City's contribution is equal to the total amount of contributions by employees to the Plan made in the calendar year two years prior, multiplied by 1.25 for the Municipal Employees', 1.00 for the Laborers', 2.00 for the Policemen's, and 2.26 for the Firemen's. State law also requires covered employees to contribute a percentage of their salaries.

thousands):

	<b>Municipal</b>				
	<b><u>Employees'</u></b>	<b><u>Laborers'</u></b>	<b><u>Policemen's</u></b>	<b><u>Firemen's</u></b>	<b><u>Total</u></b>
Contribution rates:					
City (a)		(a)(a)	(a)(a)	n/a	
Plan members		8.5%8.5%	9%9.125%	n/a	
Annual required contribution	\$ 690,823	\$ 77,566	\$ 431,010	\$ 271,506	\$ 1,470,905
Interest on net pension obligation	117,591	(10,377)	165,221	120,807	393,242
Adjustment to annual required contribution		(120,895)	10,668	(112,872)	(124,201)
		(347,300)			
Annual pension cost	687,519	77,857	483,359	268,112	1,516,847
<u>Contributions made</u>	<u>148,859</u>	<u>11,853</u>	<u>197,886</u>	<u>81,522</u>	<u>440,120</u>
Increase in net pension obligation....	538,660	66,004	285,473	186,590	1,076,727
Net pension obligation (excess), <u>beginning of year</u>		<u>1,469,886</u>	<u>(129,712)</u>	<u>2,065,266</u>	<u>1,510,089</u>
Net pension obligation (excess), <u>end of year</u>		<u>\$2,008,546</u>	<u>\$ (63,708)</u>	<u>*\$ 2,350,739</u>	<u>\$ 1,696,679</u>
					\$
					<u>5,992,256</u>

Laborers' net pension excess is recorded in other assets in the statement of net position.

	<b>Municipal</b>		
	<b><u>Employees'</u></b>	<b><u>Laborers'</u></b>	<b><u>Policemen's</u></b>
Actuarial valuation date	12/31/2012	12/31/2012	12/31/2012
Actuarial cost method	Entry age normal	Entry age normal	Entry age normal
Amortization method	Level dollar, open	Level dollar, open	Level percent, open
Remaining amortization period	30 years	30 years	30 years
Asset valuation method	5-yr. Smoothed	5-yr. Smoothed	5-yr. Smoothed
	Market	Market	Market
Actuarial assumptions:			
Investment rate of return (a)	7.5%	7.5%	7.75%
Projected salary increases (a):			
Inflation		3.0	3.0
Seniority/Merit		(b)	(c)(d)
Postretirement benefit increases	(f)	(f)(g)	
a) Proceeds from a tax levy not more than the amount equal to the total amount of contributions by the employees to the Fund made in the calendar year, two years prior to the year for which the annual applicable tax is levied multiplied by 1.25 for Municipal, 1.00 for Laborers', 2.00 for Policemen's and 2.26 for Firemen's			
b) Service-based increases equivalent to a level annual rate increase of 1.4 percent over a full career.			
c) Service-based increases equivalent to a level annual rate increase of 1.2 percent over a full career.			
d) Service-based increases equivalent to a level annual rate increase of 2.8 percent over a full career			
e) Service-based increases equivalent to a level annual rate increase of 3.0 percent over a full career.			
f) 3.0 percent per year beginning at the earlier of:			
1) the later of the first of January of the year after retirement and age 60;			
2) the later of the first of January of the year after the second anniversary of retirement and age 53.			
g) Uses 3.0 percent per year for annuitants age 55 or over, born before 1955 with at least 20 years of service and 1.5 percent per year for 20 years for annuitants age 60 or over, born in 1955 or later			

**Firemen's**

12/31/2012

Entry age normal Level dollar, open

30 years 5-yr. Smoothed Market

8.0%

3.0 (e)  
(g)

83

**CITY OF CHICAGO, ILLINOIS  
NOTES TO BASIC FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2012**

The following tables of information assist users in assessing each fund's progress in accumulating sufficient assets to pay benefits when due. The three-year historical information for each Plan is as follows (dollars in thousands):

<u>Annual</u>	<u>% of Annual</u>	<u>Net Pension</u>
<u>Pension</u>	<u>Pension Cost</u>	<u>(Asset) /</u>
<u>Year</u>	<u>Cost Contributed Obligation</u>	
Municipal Employees':		
2010	\$	482,42032.08%\$ 1,007,406
2011		609,49124.121,469,886
2012		687,51921.652,008,546
Laborers':		
2010		47,12932.57(174,585)
2011		57,65122.17(129,712)
2012		77,85715.22(63,707)
Policemen's:		
2010		403,22843.281,791,146
2011		448,15338.832,065,266
2012		483,35940.942,350,739
Firemen's:		
2010		215,66637.531,345,927
2011		247,03133.551,510,089
2012		268,11230.411,696,679

**SCHEDULE OF FUNDING PROGRESS**

**Actuarial Accrued Liability (AAL) Entry Age (b)**

(dollars in thousands)

Actuarial

Actuarial Value of

Valuation Assets

Year

Date(a)

Municipal Employees':



13,475,377

2,030,025 2,152,854 2,336,189

9,210,056 9,522,395 10,051,827

3,655,026 3,851,919 4,020,138

2010 12/31/10 \$ 6,003,390

2011 12/31/115,552,291

2012 12/31/125,073,320

**Laborers':**

2010 12/31/101,529,404

2011 12/31/111,422,414

2012 12/31/121,315,914

**Policemen's:**

2010 12/31/103,718,955

2011 12/31/113,444,690

2012 12/31/123,148,930

**Firemen's:**

2010 12/31/101,198,114

2011 12/31/111,101,742

2012 12/31/12993,284

**Funded Ratio (alb)**

51 % \$

45

38

75 66 56

40 36 31

33 29 25

**Covered Payroll (c)**

1,541,388 1,605,993 1,590,794

199,863 195,238 198,790

1,048,084 1,034,403 1,015,171

400,404 425,385 418,965

**Unfunded (Surplus) AAL as a Percentage of Covered Payroll ((b-a)/c)**

378 %

420

528

250 374 513

524 588 680

614 647 722

84

**CITY OF CHICAGO, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2012**

The unfunded liability to the Plans poses significant financial challenges. The unfunded liability has consistently increased in recent years, and actuaries for the Municipal Employees' Plan and the Laborers' Plan indicate that the unfunded liability of those plans will continue to increase for the foreseeable future. Although the actuaries for the Policemen's and the Firemen's Plans project that the unfunded liabilities of those Plans will decrease in the future, such a decrease will result from significantly increased contributions to those Plans as a result of State Law. Furthermore, the contributions made by the City to the Plans have been lower than the cash outlays of the Plans in recent years. As a result, the Plans have used investment earnings or assets of the Plans to satisfy these cash outlays. The use of investment earnings or assets of the Plans for these purposes reduces the amount of assets on hand to pay benefits in the future and prevents the Plans from recognizing the full benefits of compounding investment returns. Since 2001, the City has contributed to the Plans as required by State Law. However, this amount has not been sufficient to fully fund the Normal Cost plus an amortized portion of the UAAL in each year as a result of a contribution limitation which has had the effect, and may have the effect in the future, of limiting the Pension Levy to an amount insufficient to fully fund the Plans to the amount of the Actuarially Required Contribution. No assurance can be made that the State Law applicable to the Plans will not be amended in the future.

- b) Other Post Employment Benefits (OPEB) - Under State law, certain health benefits are available to employees who retire from the City based upon their participation in the City's pension plans. The Pension Plans and the City agreed to share in the cost of the Settlement Health Care Plan (see Note 12). This single employee defined benefit plan is administered by the City. Substantially all employees who qualify as Municipal or Laborers' pension plan participants older than age 55 with at least 20 years of service and Police and pension plan participants older than age 50 with at least 10 years of service may become eligible for postemployment benefits if they eventually become an annuitant. Health benefits include basic benefits for annuitants and supplemental benefits for Medicare eligible annuitants. The amounts below represent the accrued liability of the City's pension plans related to their own employees and a subsidy paid to the City (see Note 12). The plan is financed on a pay as you go basis (dollars in thousands).

**Annual OPEB Cost and Contributions Made For**  
**Fiscal Year Ending December 31, 2012**

**Municipal**  
**Employees' Laborers' Policemen's Firemen's Total**

Contribution Rates City: A portion of the City's contribution from the tax levy is used to finance the health insurance supplement benefit payments.

Annual Required Contribution\$	14,632	\$ 3,070	\$ 10,474	\$ 4,276	\$ 32,452		
Interest on Net OPEB Obligation					3,041	248	479
398 4,166							
Adjustment to Annual - Required Contribution	(3,970)	(324)	(380)	(520)	(5,194)		

Annual OPEB Cost	13,703	2,994	10,573	4,154	31,424
<u>Contributions Made</u>	<u>9,522</u>	<u>2,562</u>	<u>9,766</u>	<u>2,622</u>	<u>24,472</u>
Increase in					
Net OPEB Obligation			4,181	432	807
1,532 6,952					
Net OPEB Obligation, <u>Beginning of Year</u>	<u>67,575</u>	<u>5,519</u>	<u>10,654</u>	<u>8,850</u>	<u>92,598</u>
Net OPEB Obligation, <u>End of Year</u>	<u>\$ 71,756</u>	<u>\$ 5,951</u>	<u>\$ 11,461</u>	<u>\$ 10,382</u>	<u>\$ 99,550</u>

85

**CITY OF CHICAGO, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2012**

Actuarial Method and Assumptions - Projections of benefits for financial reporting purposes are based on the substantive plan (the plan understood by the employer and plan members) and included the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial method and assumptions used include techniques that are designed to reduce the effects of short term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long term perspective of the calculations.

12/31/2012

Entry Age Normal

Level Dollar, Open

30 years

No Assets (Pay-as-you-go)

Actuarial Valuation Date Actuarial Cost Method

Amortization Method

Remaining Amortization Method

Asset Valuation Method

4.5% 3.0%

(b) 0.0%

Actuarial assumptions: OPEB Investment Rate of Return (a)

Projected Salary Increases (a) Inflation

Seniority / Merit Healthcare Cost Trend Rate (f) ( a ) Compounded Annually

( b ) Service-based increases equivalent to a level annual ( c ) Service-based increases equivalent to a level annual ( d ) Service-based increases equivalent to a level annual ( e ) Service-based increases equivalent to a level annual (f) Trend not applicable - fixed dollar subsidy

**Laborers'**

12/31/2012

Entry Age Normal  
Level Dollar, Open

30 years

No Assets (Pay-as-you-go)

4.5% 3.0%

(c) 0.0%

**Policemen's**

12/31/2012  
Entry Age Normal  
Level Percent, Open

30 years

No Assets (Pay-as-you-go)

4.5% 3.0%

(d) 0.0%

**Firemen's**

12/31/2012  
Entry Age Normal  
Level Dollar, Open

30 years

No Assets (Pay-as-you-go)

4.5% 3.0%

(e) 0.0%

**OPEB COST SUMMARY**

(dollars in thousands)

		Annual	% of Annual Net
		OPEB	OPEB OPEB
<u>Year</u>		<u>Cost</u>	<u>Obligation Obligation</u>
2010	\$ 22,375		
2011	22,047		
2012	13,703		
2010	3,559		
2011	3,479		

2012	2,994
2010	10,736
2011	10,627
2012	10,573
2010	4,354
2011	4,372
2012	4,154
42.68 %	\$ 55,045
43.16	67,575
69.49	71,756
72.68	4,619
74.15	5,519
85.56	5,951
87.13	9,619
90.25	10,654
92.37	11,461
60.74	7,107
12	8,850
13	10,382

86

**CITY OF CHICAGO, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2012**

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revisions as the results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presents, as required, supplementary information following the notes to the financial statements (dollars in thousands, unaudited).

Actuarial Valuation Date

Municipal	
Employees'	12/31/2012 \$
Laborers'	12/31/2012
Policemen's	12/31/2012
Firemen's	12/31/2012

Actuarial Value of Assets (a)

Actuarial Accrued Liability (AAL) Entry Age (b)

\$ 162,083 \$ 38,653 168,811 46,206

Unfunded (Surplus) UAAL (b-a)

162,083 38,653

168,811 46,206

Funded Ratio (a/b)Covered Payroll (c)

\$ 1,590,794 198,790 1,015,171 418,965

Unfunded (Surplus) AAL as a Percentage of Covered

Payroll (( b-a)/c)

10.19 % 19.44 16.63 11.03

**12) Other Post Employment Benefits - City Obligation**

The annuitants who retired prior to July 1, 2005 received a 55 percent subsidy from the City and the annuitants who retired on or after July 1, 2005 received a 50, 45, 40 and zero percent subsidy from the City based on the annuitant's length of actual employment with the City for the gross cost of retiree health care under a court approved settlement agreement. The pension funds contributed \$65 per month for each Medicare eligible annuitant and \$95 per month for each Non-Medicare eligible annuitant to their gross cost. The annuitants contributed a total of \$67.8 million in 2012 to the gross cost of their retiree health care pursuant to premium amounts set forth in the above-referenced settlement agreement.

The cost of health benefits is recognized as an expenditure in the accompanying financial statements as claims are reported and are funded on a pay-as-you-go basis. In 2012, the net expense to the City for providing these benefits to approximately 24,408 annuitants plus their dependents was approximately \$97.5 million.

The City's net expense and the annuitants' contribution indicated above are preliminary and subject to the reconciliation per the court approved settlement agreement.

Plan Description Summary- The City of Chicago is party to a written legal settlement agreement outlining the provisions of the retiree health program, The Settlement Health Care Plans (the Plans), through June 30, 2013. The agreement does not require or extend continuation of the Plans after June 30, 2013. Pursuant to the Settlement, the City administers a single employer defined benefit healthcare plan (the Health Plan), for which the City pays a portion of the costs on a pay as you go method. Under the Settlement agreement, the City of Chicago sponsors health benefit plans for employees, former employees and retired former employees. The provisions of the program provide in general, that the City pay a percentage of the cost (based upon an employee's service) for hospital and medical coverage to eligible retired employees and their dependents for a specified period, until June 30, 2013 (see Note 17 for subsequent update).

In addition, Illinois Compiled Statutes authorize the four respective Pension Funds (Police, Fire, Municipal, and Laborers) to provide a fixed monthly dollar subsidy to each annuitant who has elected coverage under the Health Plan through June 30, 2013. After that date, no supplements are authorized.

**CITY OF CHICAGO, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2012**

The liabilities for the monthly dollar supplements paid to annuitants enrolled in the retiree medical plan by their respective Pension Funds are included in the NPO valuation reports of the respective four Pension Funds (see Note 11).

Special Benefits under the Collective Bargaining Agreements (CBA) - Under the terms of the latest collective bargaining agreements for the Fraternal Order of Police and the International Association of Fire Fighters, certain employees who retire after attaining age 55 with the required years of service are permitted to enroll themselves and their dependents in the healthcare benefit program offered to actively employed members. They may keep this coverage until they reach the age of Medicare eligibility. These retirees do not contribute towards the cost of coverage, but the Police pension fund contributes \$95 per month towards coverage for police officers (which is assumed to continue); the Fire Pension Fund does not contribute. Once CBA early retirees reach Medicare eligibility age, their healthcare benefits are provided under the provisions of the Settlement Plan.

No extension of the CBA has been negotiated as of the end of the governing contract period (June 30, 2012), and therefore this valuation assumes the expiration of the early retirement special benefits as of December 31, 2012, but includes the liabilities for continuation of payments to those members already retired under the CBA as of December 31, 2012.

Funding Policy - The City's retiree health plan is a single employer plan which operates on a pay as you go funding basis. No assets are accumulated or dedicated to funding the retiree health plan benefits.

Annual OPEB Cost and Net OPEB Obligation - The City's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC). The ARC (Annual Required Contribution) represents a level of funding, that if paid on an ongoing basis, is projected to cover the normal cost each year and to amortize any unfunded actuarial liabilities over a period of one year (the remaining year of coverage under the Settlement agreement).

*The following table shows the components of the City's annual OPEB costs for the year for the Health Plan and CBA Special Benefits, the amount actually contributed to the plan and changes in the City's net OPEB obligation. The Net OPEB Obligation is the amount entered upon the City's Statement of Net Position as of year end as the net liability for the other postemployment benefits - the retiree health plan. The amount of the annual cost that is recorded in the Statement of Changes in Net Position for 2012 is the Annual OPEB Cost (expense).*

Annual OPEB Cost and Contributions Made			
(dollars in thousands)			
	<u>Retiree CBA</u>		
	<u>Settlement Special</u>		
	<u>Health Plan</u>	<u>Benefits</u>	<u>Total</u>
Contribution Rates:			
City	Pay As You Go	Pay As You Go	Pay As You Go
Plan Members	N/AN/A N/A		
Annual Required Contribution	\$ 194,291	58,456	\$ 252,747
Interest on Net OPEB Obligation	2,353,463	3,816	
Adjustment to Annual Required Contribution	(159,200)	(20,386)	(179,586)
Annual OPEB Cost	37,444	39,533	76,977
Contributions Made	97,531	18,430	115,961
Decrease in Net OPEB Obligation	(60,087)	21,103	(38,984)
<u>Net OPEB Obligation, Beginning of Year</u>	<u>156,847</u>	<u>97,498</u>	<u>254,345</u>
Net OPEB Obligation, End of Year	\$ 96,760	118,601	\$ 215,361

**CITY OF CHICAGO, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2012**

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for fiscal year 2012 is as follows (dollars in thousands):

Schedule of Contributions,

Obligations		OPEB Costs and Net		
<u>Fiscal Year</u>	<u>Annual</u>	<u>Percentage of Annual</u>	<u>Net OPEB</u>	
<u>Ended</u>	<u>OPEB Cost</u>	<u>OPEB Cost Contributed</u>	<u>Obligation</u>	
96,760	254,345	304,483		
260.5%				
202.4				
129.6				
Settlement Plan				
12/31/2012	\$ 37,444			
12/31/2011	148,954			
12/31/2010	1082,874			
46.6%				
\$ 118,601				
CBA Special Benefits				
12/31/2012	\$ 39,533			
150.6%				
202.4				
129.6				
215,361	254,345	304,483		
Total				
12/31/2012	\$ 76,977			
12/31/2011	148,954			
12/31/2010	1082,874			

Funded Status and Funding Progress - As of January 1, 2012, the most recent actuarial valuation date, the actuarial accrued liability for benefits was \$471.0 million all of which was unfunded. The covered payroll (annual payroll of active employees covered by the plan) was approximately \$2,518.7 million and the ratio of the unfunded actuarial accrued liability to the covered payroll was 18.7 percent.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revisions as the results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presents, as required, supplementary information following the notes to the financial statements (dollars in thousands, unaudited).

<u>Unfunded UAAL</u>					
<u>Actuarial</u>	<u>Actuarial</u>	<u>Actuarial</u>	<u>Actuarial</u>	<u>as a</u>	
<u>Valuation</u>	<u>Value of</u>	<u>Accrued</u>	<u>Accrued Liability Funded</u>	<u>Covered</u>	
<u>Percentage of</u>					
<u>Ratio</u>	<u>Payroll</u>	<u>Covered Payroll</u>	<u>Date</u>	<u>Assets</u>	<u>Liability (AAL)</u> <u>(UAAL)</u>



Settlement Plan							
12/31/2011	\$	\$ 191,378	\$ 191,378	0%	\$ 2,518,735		7.6 %
CBA Special Benefits							
12/31/2011	\$	\$ 279,574	\$ 279,574	0%	\$ 1,471,692		19.0%
<b>Total</b>							
12/31/2011	\$	\$ 470,952	\$ 470,952	0%	\$ 2,518,735		18.7%

Actuarial Method and Assumptions - Projections of benefits for financial reporting purposes are based on the substantive plan (the plan understood by the employer and plan members) and included the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial method and assumptions used include techniques that are designed to reduce the effects of short term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long term perspective of the calculations.

89

**CITY OF CHICAGO, ILLINOIS  
NOTES TO BASIC FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2012**

For the Settlement Plan benefits (not provided by the Pension Funds) in the actuarial valuation for the fiscal year ended December 31, 2012, the projected unit credit actuarial cost method was used. The actuarial assumptions included an annual healthcare cost trend rate of 10.5 percent initially, reduced by decrements to an ultimate rate of 10.0 percent. Both rates included a 3.0 percent inflation assumption. The plan has not accumulated assets and does not hold assets in a segregated trust. However, the funds expected to be used to pay benefits are assumed to be invested for durations which will yield an annual return rate of 1.5 percent. The Unfunded Accrued Actuarial Liability is being amortized as a level dollar amount over one year.

For the Special Benefits under the CBA for Police and Fire, the contract expiration date of June 30, 2012 is reflected, such that liabilities are included only for payments beyond 2012 on behalf of early retirees already retired and in pay status as of December 31, 2012. Assumptions and methods were selected to reflect the expiring obligation. The projected unit credit method was selected. The actuarial assumptions included an annual healthcare cost trend rate of 10.5% in 2012, reduced by decrements to an ultimate rate of 5.0% in 2030. Rates included a 3% inflation assumption. The plan has not accumulated assets and does not hold assets in a segregated trust. The funds expected to be used to pay benefits are assumed to be invested for durations which will yield an annual return rate of 1.50%. The remaining Unfunded Accrued Actuarial Liability is being amortized as a level dollar amount over five years.

**Summary of Assumptions and Methods**

Actuarial Valuation Date

Actuarial Cost Method

Amortization Method

Remaining Amortization Period

Asset Valuation Method

Actuarial Assumptions: Investment Rate of Return Projected Salary Increases Healthcare Inflation Rate  
Settlement Health Plan

December 31, 2011 Projected Unit Credit Level Dollar

1 year Market Value

1.50% 3.0%

10.5% in 2012 to 10.0% in 2013

CBA Special Benefits

December 31, 2011 Projected Unit Credit Level Dollar

5 years Market Value

1.50% 3.0%

10.5% initial to 5.0% in 2030

**13) 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; certain benefits for and injuries to employees and natural disasters. The City provides worker's compensation benefits and employee health benefits under self-insurance programs except for insurance policies maintained for certain Enterprise Fund activities. The City uses various risk management techniques to finance these risks by retaining, transferring and controlling risks depending on the risk exposure.

Risks for O'Hare, Midway, and certain other major properties, along with various special events, losses from certain criminal acts committed by employees and public official bonds are transferred to commercial insurers. Claims have not exceeded the purchased insurance coverage in the past three years, accordingly, no liability is reported for these claims. All other risks are retained by the City and are self-insured. The City pays claim settlements and judgments from the self-insured programs. Uninsured claim expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported. The General Fund is primarily used to record all non-Enterprise Fund claims. The estimated portion of non-Enterprise Fund claims not yet settled has been recorded in the Governmental Activities in the Statement of Net Position as claims payable along with amounts related to deferred compensatory time and estimated liabilities for questioned costs. As of December 31, 2012, the total amount of non-Enterprise Fund claims was \$556.5 million and Enterprise Fund was \$52.0 million. This liability is the City's best estimate based on available information. Changes in the reported liability for all funds are as follows (dollars in thousands):

90

**CITY OF CHICAGO, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2012**

	<u>2012</u>	<u>2011</u>
Balance, January 1	\$ 554,797	\$555,285
Claims incurred and change in estimates		755,278
Claims paid on current and prior year events		(586,468)
Balance, December 31	\$ 608,485	\$554,797

**14) Expenditure of Funds and Appropriation of Fund Balances**

The City expends funds by classification as they become available, and "Restricted" funds are expended first. If/when City Council formally sets aside or designates funds for a specific purpose, they are considered "Committed". The Mayor (or his/her designee) may in this capacity, also set aside or designate funds for specific purposes and all of these funds will be considered "Assigned". Any remaining funds, which are not specifically allocated in one or more of the previous three categories, are considered "Unassigned" until such allocation is completed.

In addition to the categories above, any amounts which will be used to balance a subsequent year's budget will be considered "Assigned" as Budgetary Stabilization funds. The amounts may vary from fiscal year to fiscal year or depending on the City's budgetary condition, or may not be designated at all. The funds may be assigned by the Mayor or his designee, up to the amount of available "Unassigned" fund balance at the end of the previous fiscal year.

**a) Fund Balance Classifications**

On the fund financial statements, the Fund Balance consists of the following (dollars in thousands):

Nonspendable for Inventory		\$ 20,885
Restricted for Grants and Donations	27,821	
Restricted for Debt Service	313,623	
Restricted for TIF & Special Service Area		
Programs and Redevelopment		1,499,414
Restricted for Capital Projects	487,762	
Committed for Debt Service	156,836	
Committed for Budget and Credit Rating Stabilization	624,849	
Committed for Repair, Maintenance and City Services	100,442	
Assigned for Future Appropriated Fund Balance	160,395	
Assigned for Encumbrances	16,605	
Restricted for Special Events	4,291	
<u>Unassigned</u>	<u>(1,819,556)</u>	
<u>Total Government Fund Balance</u>		<u>\$ 1,593,367</u>

At the end of the fiscal year, total encumbrances for the General Operating Fund amounted to \$16.6 million, \$19.1 million for the Special Taxing Areas Fund, \$34.8 million for the Capital Projects Fund and \$10.8 million for the Non Major Special Revenue Fund.

### 15) Commitments and Contingencies

The City is a defendant in various pending and threatened individual and class action litigation relating principally to claims arising from contracts, personal injury, property damage, police conduct, alleged discrimination, civil rights actions and other matters. City management believes that the ultimate resolution of these matters will not have a material adverse effect on the financial position of the City.

## CITY OF CHICAGO, ILLINOIS NOTES TO BASIC FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2012

The City participates in a number of federal-and state-assisted grant programs. These grants are subject to audits by or on behalf of the grantors to assure compliance with grant provisions. Based upon past experience and management's judgment, the City has made provisions in the General Fund for questioned costs and other amounts estimated to be disallowed. City management expects such provision to be adequate to cover actual amounts disallowed, if any.

As of December 31, 2012, the Enterprise Funds have entered into contracts for approximately \$565.5 million for construction projects.

The City's pollution remediation obligation of \$8.4 million is primarily related to Brownfield redevelopment projects. These projects include removal of underground storage tanks, cleanup of contaminated soil, and removal of other environmental pollution identified at the individual sites. The estimated liability is calculated using the expected cash flow technique. The pollution remediation obligation is an estimate and subject to changes resulting from price increases or reductions, technology, or changes in applicable laws or regulations.

### 16) Concession Agreements

The major fund entitled Service Concession and Reserve Fund is used for the purpose of accounting for the deferred inflows associated with governmental fund long-term lease and concession transactions. Deferred inflows are amortized over the life of the related lease and concession agreements. Proceeds from these transactions may be transferred from this fund in accordance with ordinances approved by City Council that define the use of proceeds.

In February 2009, the City completed a \$1.15 billion concession agreement to allow a private operator to manage and collect revenues from the City's metered parking system for 75 years. The City received an upfront payment of \$1.15 billion which was recognized as a deferred inflow that will be amortized and recognized as revenue over the term of the agreement. The City recognizes \$15.3 million of revenue for each year through 2083.

In December 2006, the City completed a long-term concession and lease of the City's downtown underground public parking system. The concession granted a private company the right to operate the garages and collect parking and related revenues for the 99-year term of the agreement. The City received an upfront payment of \$563.0 million of which \$347.8 million was simultaneously used to purchase three of the underground garages from the Chicago Park District. The City recognized a deferred inflow that will be amortized and recognized as revenue over the term of the lease. The City recognizes \$5.7 million of revenue for each year through 2105.

In January 2005, the City completed a long-term concession and lease of the Skyway. The concession granted a private company the right to operate the Skyway and to collect toll revenue from the Skyway for the 99-year term of the agreement. The City received an upfront payment of \$1.83 billion; a portion of the payment (\$446.3 million) advance refunded all of the outstanding Skyway bonds. The City recognized a deferred inflow of \$1.83 billion that will be amortized and recognized as revenue over the 99-year term of the agreement. The City recognizes \$18.5 million of revenue related to this transaction for each year through 2103. Skyway land, bridges, other facilities and equipment continue to be reported on the Statement of Net Position and will be depreciated, as applicable, over their useful lives. The deferred inflow of the Skyway is reported in the Proprietary Funds Statement of Net Position.

### **17) Subsequent Events**

As of December 31, 2012, the outstanding balance for Chicago General Obligation Commercial Paper Notes (G.O. CP) was \$166.5 million. As of the date of this report, the City has paid \$95.0 million of G.O. CP, issued \$69.1 million to fund various authorized capital projects, and had an outstanding balance of \$140.6 million.

Since January 2013, the City Motor Fuel Tax Revenue Bonds have been downgraded by Moody's Investors Service and Fitch Ratings. Moody's downgraded the rating from Aa3 to A3 in March and from A3 to Baal in June. Fitch downgraded the rating from A- to BBB+ in June. Moody's and Fitch currently have a negative outlook on the ratings. In January 2013, the City entered into two swap overlay agreements (i.e., Constant Maturity Swap (CMS) reversal) associated with the General Obligation Series 2003B variable rate bonds with PNC Bank, N.A. (PNC) for a notional amount of \$48.2 million and The Bank of New York Mellon (BNYM) for a notional amount of \$144.6 million. The

92

## **CITY OF CHICAGO, ILLINOIS NOTES TO BASIC FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2012**

agreement with PNC is effective March 1, 2014 through January 1, 2019 and the agreement with BNYM is effective November 1, 2014 through January 1, 2019. Under both agreements the City will pay 66.91 percent of 10 year LIBOR and receive 75 percent of one month LIBOR. Together with the existing underlying swaps on the bonds, in which the City pays 4.052 percent and receives 66.91 percent of 10 year LIBOR, the net effect is that the City will pay a fixed rate of 4.052 percent and receive 75 percent of one month LIBOR through January 1, 2019, after which time the City will receive 66.91 percent of 10 year LIBOR through expiration (January 1, 2034). The City received a total upfront payment of \$7.5 million.

In February 2013, the City increased the Letter of Credit (LOC) support for the Chicago Midway International Airport Commercial Paper Program from \$85.0 million to \$150.0 million. The \$65.0 million LOC is provided by PNC Bank. While the City has City Council authorization to issue up to an aggregate principal of \$250.0 million of Chicago Midway International Airport Commercial Paper Notes (Midway CP Notes), the LOC support provides only for the issuance of up to \$150.0 million aggregate principal amount of Midway CP Notes. The Midway CP Notes are authorized to be issued by the City for the financing and refinancing of certain projects (which may include payments on certain related bonds and notes) at Chicago Midway International Airport.

In March 2013, the City entered into a Revolving Credit Agreement with Bank of America, N.A., which allows the City to draw on the line of credit in an aggregate amount not to exceed \$200.0 million. The City's repayment obligation under the line of credit is a general obligation of the City. The line of credit expires March 1, 2016.

In May 2013, the City issued \$23.0 million aggregate principal amount of Midway CP Notes. The proceeds will be used to finance a portion of the costs of authorized airport projects.

In May 2013, the City extended the OPEB benefits for retirees under the OPEB Settlement Health Care Plans from June 30, 2013 until December 31, 2013, with a commitment to provide reduced subsidies after 2013, with a complete phase out in five years. The liability associated with six additional months of payments for the remaining Settlement Plan retirees is approximately \$45 million. The liability associated with the five year phase out is unknown since the level of subsidy and plan provisions are not yet determined.

In June 2013, the City entered into a loan agreement with the United States Department of Transportation under the Transportation Infrastructure Finance and Innovation Act (TIFIA) program to complete the Wacker Drive Reconstruction Project. The loan amount of \$98.66 million will fund the Chicago Riverwalk along the main branch of the Chicago River. The interest rate is 3.33% and the final maturity of the loan is 1/1/2048.

The 1996 Reauthorization Act, Title 49 United States Code §47134, authorized the Federal Aviation Administration ("FAA") to establish the Airport Privatization Pilot Program (the "Pilot Program"), pursuant to which the FAA is authorized to permit public airport sponsors to sell or lease an airport. The 2012 Reauthorization Act increased the number of airports that could participate in the program from five to ten. Only one of the ten airports can be a "large hub" airport (having enplanements that equal or exceed one percent of the enplanements at all U.S. commercial airports). On September 2006, the City applied to the FAA under the Pilot Program with respect to Chicago Midway International Airport ("Midway") with extensions requested periodically and most recently in April 2012. The City is currently pursuing bids for a lease of Midway under the provisions of the Pilot Program. The City is not under any obligation to accept any bids, and it is not possible at this time to predict whether or not the City will enter into a lease of Midway pursuant to the Pilot Program or when such a transaction might occur.

93

**REQUIRED SUPPLEMENTARY INFORMATION CITY OF  
CHICAGO, ILLINOIS**

<b>SCHEDULE</b>	<b>OF</b>	<b>OTHER</b>	<b>POSTEMPLOYMENT</b>	<b>BENEFITS</b>	<b>FUNDING</b>	<b>PROGRESS</b>	<b>Last</b>	<b>Three</b>
<b>Years (dollars are in thousands)</b>								

Actuarial Valuation Date

Actuarial

Value of Assets (a)

Actuarial Accrued Liability (AAL) Entry Age (b)

Unfunded Actuarial Accrued Liability (UAAL) (b-a)

Funded Ratio (a/b)

Covered Payroll (c)  
Unfunded (Surplus) AAL as a Percentage of Covered

Payroll ((b-a)/c)

Municipal Employees'

2010	12/31/2010 \$
2011	12/31/2011
2012	12/31/2012

Laborers'

2010	12/31/2010
2011	12/31/2011
2012	12/31/2012

Policemen's

2010	12/31/2010
2011	12/31/2011
2012	12/31/2012

Firemen's

2010	12/31/2010
2011	12/31/2011
2012	12/31/2012

City of Chicago

2010	12/31/2009
2011	12/31/2010
2012	12/31/2011

\$ 223,564 163,242 162,083

41,361 38,328 38,654

164,796 165,955 168,811

48,222 46,980 46,206

533,387 390,611 470,952

223,564 163,242 162,083

41,361 38,328 38,654

164,796 165,955 168,811

48,222 46,980 46,206

533,387 390,611 470,952

% \$ 1,541,388 1,605,993 1,590,794

199,863 195,238 198,790

1,048,084 1,034,404 1,015,171

400,404 425,385 418,965

%  
2,546,961 2,475,080 2,518,735

14.50 %  
10.16  
10.19

19.63 19.44

16.04 16.63

11.04 11.03

20.94 %  
15.78  
18.70

# COMBINING AND INDIVIDUAL FUND STATEMENTS

## GENERAL FUND

## Schedule A-1

CITY OF CHICAGO, ILLINOIS GENERAL  
FUNDSCHEDULE OF REVENUES - BUDGET AND ACTUAL (BUDGETARY BASIS) Year Ended  
December 31, 2012 (Amounts are in Thousands of Dollars)Original BudgetFinal Budget

Actual Amounts

Variance Positive (Negative)

## LOCAL TAX REVENUE UTILITY TAX:

Gas	\$ 116,706	
Electric	101,431	
Telecommunication	140,198	
Commonwealth Edison	93,232	
Infrastructure Maintenance		
<u>Cable Television</u>	<u>23,739</u>	
	<u>Total Utility Tax</u>	<u>475,306</u>

## SALES TAX:

<u>Home Rule Retailers' Occupation</u>	<u>250,748</u>
--	----------------

## TRANSPORTATION TAX:

Parking	118,183
Vehicle Fuel	47,088
<u>Ground Transportation</u>	<u>9,000</u>
<u>Total Transportation Tax</u>	<u>174,271</u>

## TRANSACTION TAX:

Real Property	73,429	
Personal Property Lease	113,105	
<u>Motor Vehicle Lessor</u>	<u>5,633</u>	
	<u>Total Transaction Tax</u>	<u>192,167</u>

## RECREATION TAX:

Amusement	88,264
Automatic Amusement	1,014
Liquor	30,868
Boat Mooring	1,361
Cigarette	18,700



Off Track Betting	820			
Soft Drink	<u>19,929</u>			
	<u>Total Recreation Tax</u>			<u>160,956</u>
BUSINESS TAX:				
Hotel	74,603			
Employers' Expense	14,700			
Foreign Fire Insurance	<u>4,843</u>			
<u>Total Business Tax</u>	<u>94,146</u>			
TOTAL LOCAL TAX REVENUE	1,347,594~			
		116,706	101,431	140,198 93,232
	<u>23,739</u>			
	475,306			
	250,748			
			<u>118,183</u>	<u>47,088 9,000</u>
	174,271			
			73,629	113,105 5,633
	192,367			
	88,264 1,014			
	30,868 1,361			
	18,700 820			
	19,929			
	160,956			
				74,603 14,700 4,843
	94,146			
	1,347,794			
	(3,416) 9,138 (2,418) 7			
	<u>1,773</u>			
	98,791 \$ (17,915)			
			98,015	149,336 90,814 7
	<u>(12,831)</u>			
	25,512			
	21,564			
	<u>462,475</u>			
				<u>986 2,730 (97)</u>
	272,312			
	<u>3,619</u>			
			119,169	49,818 8,903
				28,942 19,398 404

177,890  
48,744

102,571 132,503 6,037

(421) (145) 1,752

(685) (126) 1,863  
241,111

87,843 869  
32,620 1,361  
18,015 694  
2,238  
21,792

85,634 17,853 4,791

163,194  
108,278

11,031 3,153 (52)  
14,132  
77,466

96

**Schedule A-1 - Continued CITY OF  
CHICAGO, ILLINOIS GENERAL FUND  
SCHEDULE OF REVENUES - BUDGET AND ACTUAL (BUDGETARY BASIS) Year  
Ended December 31, 2012 (Amounts are in Thousands of Dollars)**

Original Budget

Final Budget

Actual Amounts

Variance Positive (Negative)

**INTERGOVERNMENTAL REVENUE**

**STATE INCOME TAX:**

Income

\$ 197,806

Personal Property Replacement

11,595

Total State Income Tax

209,401

**STATE SALES TAX:**

State Retailers' Occupation

284,421

**STATE AUTO RENTAL TAX:**

Municipal Auto Rental

3,354

## FEDERAL/STATE GRANTS:

Grants1,568TOTAL INTERGOVERNMENTAL REVENUE498,744

## LOCAL NON-TAX REVENUE

## INTERNAL SERVICE:

Water Fund 68,162

Chicago-O'Hare International Airport Fund 34,866

Vehicle Tax Fund 19,733

Chicago Midway International Airport Fund 10,046

Federal Funds 32,240

Sewer Fund 30,674

Emergency Communication Fund 71,933

Federal Funds - Pensions 57,831

Department of Housing &amp; Economic Development. 1,854

Transportation 10,838

Department of Fleet and Facility Management 16,833

Miscellaneous - Planning, Purchasing, etc 7,388

*Other*-Total Internal Service362,398

## LICENSES AND PERMITS:

Alcoholic Liquor Dealers' License 11,904

Building License 21,014

Building Permits \* 33,074

Fines and Penalties 21,737

Other 47,381Total Licenses and Permits135,110

\$ 197,806 11,595

209,401

284,421

3,354

1,568

498,744

68,162 34,866 19,733 10,046 32,240 30,674 71,933 57,831

1,854 10,838 16,833

7,388

362,398

11,904 21,014 33,074 21,737 47,381135,110

245,193 \$ 37,586

282,779

299,873

3,910

1,074

587,636

68,162 34,714 20,395 9,865 21,539 30,674 65,048 17,153

16,911 10,640 6,505 1,318

302,924

11,279 19,245 36,608 6,176 44,260

117,568

47,387 25,991

73,378

15,452

556

(494)

88,892

(152) 662 (181) (10,701)

(6,885) (40,678) (1,854) 6,073 (6,193) (883) 1,318

(59,474)

(625) (1,769) 3,534 (15,561) (3,121)

(17,542)

\* Note: Amount includes Density Bonus revenue from Housing Revenue Fund of Budget \$8,661 and Actual \$7,711.

**Schedule A-1 - Concluded CITY OF  
CHICAGO, ILLINOIS GENERAL FUND  
SCHEDULE OF REVENUES - BUDGET AND ACTUAL (BUDGETARY BASIS) Year Ended  
December 31, 2012 (Amounts are in Thousands of Dollars)**

	Original Budget	Final Budget	Actual Positive Amounts (Negative)	Variance
LOCAL NON-TAX REVENUE - Concluded FINES:				
<u>Fines, Forfeitures and Penalties</u>	\$ 290,131	\$ 292,631	\$ 290,799	\$ (1,832)
INVESTMENT INCOME:				
<u>Interest on Investments</u>	4,200	4,200	5,439	1,239
CHARGES FOR SERVICES:				
Inspection		12,399	12,399	10,731 (1,668)
Information		918	918	894 (24)
Safety		83,500	83,500	78,691 (4,809)
Reimbursement of Current Expense		9,091	9,091	13,100 4,009
<u>Other</u>	19,233	19,233	21,190	1,957
<u>Total Charges for Services</u>		125,141	125,141	124,606 (535)
MUNICIPAL UTILITIES:				
<u>Parking</u>		8,667	8,667	8,415 (252)
<u>Total Municipal Utilities</u>		8,667	8,667	8,415 (252)
LEASES, RENTALS AND SALES:				
Sale of Land and Buildings		2,000	2,000	3,678 1,678
Vacation of Streets and Alleys		1,200	1,200	1,270 70
Sale of Impounded Autos		142	142	49 (93)
Sale of Materials		1,683	1,683	3,518 1,835
<u>Rentals and Leases</u>	4,655	4,655	6,232	1,577
<u>Total Leases, Rentals and Sales</u>		9,680	9,680	14,747 5,067
MISCELLANEOUS:				
Property Damage		160	160	8 (152)
<u>Other</u>	56,940	56,940	43,254	(13,686)
<u>Total Miscellaneous</u>	57,100	57,100	43,262	(13,838)
<u>TOTAL LOCAL NON-TAX REVENUE</u>	992,427	994,927	907,760	(87,167)
Issuance of Debt, Net of Original				
<u>Discount</u>	50,000	50,000	55,000	5,000
Budgeted Prior Years' Surplus				
<u>and Reappropriations</u>	143,549	143,549	72,347	(71,202)
Transfers In	72,000	72,000	31,617	(40,383)
<u>Total Revenues</u>			\$ 3,104,314	\$ 3,107,014 \$ 3,079,620 \$ (27,394)

## NONMAJOR GOVERNMENTAL FUNDS

## Schedule B-1

**CITY OF CHICAGO, ILLINOIS NONMAJOR  
GOVERNMENTAL FUNDS COMBINING BALANCE  
SHEET December 31, 2012  
(Amounts are in Thousands of Dollars)**

	Debt			
	Total	Service	Total	Total
	Special	Fund	Capital	Nonmajor
	Revenue	Special	Project	Governmental
	Funds	Taxing	Areas	Funds
	Funds	Funds	Funds	Funds
<b>ASSETS</b>				
Cash and Cash Equivalents		\$ 27,264	\$ 10,624	\$ 34,532
\$ 72,420				
Investments				151,566
5,152	67,218	223,936		
Cash and Investments with Escrow Agent		- 98,713	-	98,713
Receivables (Net of Allowances):				
Property Tax			339,412	98,458
-	437,870			
Accounts			10,753	41,116 10,910
Due from Other Funds			77,274-	16,580 93,854
<u>Due from Other Governments</u>	<u>25,992</u>	<u>-</u>	<u>25,048</u>	<u>51,040</u>
Total Assets		\$ 632,261	\$ 212,988	\$
	143,494			\$ 988,743
<b>LIABILITIES AND FUND BALANCE</b>				
Liabilities:				
Voucher Warrants Payable		\$ 57,643	\$ -	\$ 19,128 \$ 76,771
Bonds, Notes and Other Obligations Payable - Current ...	-5,910	-5,910		
Accrued Interest	-2,159	-2,159		
Due to Other Funds	167,864	-37,409	205,273	
Accrued and Other Liabilities	18,182	764	309	19,255
<u>Deferred Revenue</u>	<u>283,839</u>	<u>80,415</u>	<u>-</u>	<u>364,254</u>
Total Liabilities		527,528	89,248	56,846
				673,622
<b>Fund Balance:</b>				
Restricted			4,291	123,740
87,352	215,383			
Committed			100,442	-
100,442				
<u>Unassigned</u>	<u>-</u>	<u>-</u>	<u>(704)</u>	<u>(704)</u>
Total Fund Balance		104,733	123,740	86,648 315,121
Total Liabilities and Fund Balance	\$ 632,261	\$ 212,988	\$ 143,494	\$ 988,743

100

**Schedule B-2**

**CITY OF CHICAGO, ILLINOIS NONMAJOR**

**GOVERNMENTAL FUNDS**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE Year Ended  
December 31, 2012 (Amounts are in Thousands of Dollars)**

	Total Special Revenue Funds	
REVENUES		
Property Tax	\$ 350,408	
Utility Tax	63,883	
Sales Tax		
Transportation Tax	177,019	
State Income Tax	108,506	
Transaction Tax	40,846	
Special Area Tax		
Other Taxes	18,816	
Federal/State Grants		
Internal Service	16,361	
Fines	15,711	
Investment Income	2,814	
Charges for Services	37,297	
Miscellaneous	21,433	
		<u>Total Revenues</u> 853,094
		244,116 1,600 6,424 49,919 68,224 77,738 458,951 924
EXPENDITURES Current:		
General Government		
Health		
Public Safety		
Streets and Sanitation		
Transportation		
Cultural and Recreational		
Employee Pensions		

Other  
Capital Outlay  
Debt Service:  
720  
Principal Retirement  
Interest and Other Fiscal Charges  
Total Expenditures 908,616  
  
Revenues Over (Under) Expenditures (55,522)  
Debt Service  
Fund Special Taxing Areas

\$ 103,276 \$

36 991  
104,303

43,025 29,136  
72,161  
  
32,142

Total Capital Project Funds



776

1,333

2,109

90,429

90,429

(88,320)

Total Nonmajor Governmental Funds

453,684 63,883

177,019 108,506 40,846

18,816

16,361 15,711 3,626 37,297 23,757 959,506

244,116 1,600 6,424 49,919 68,224 77,738 458,951 924 90,429

43,025 29,856 1,071,206

(111,700)

Continued on following page.

**Schedule B-2 - Concluded CITY OF CHICAGO,  
ILLINOIS NONMAJOR GOVERNMENTAL FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE Year Ended  
December 31, 2012 (Amounts are in Thousands of Dollars)**

	Total Special Revenue Funds			
OTHER FINANCING SOURCES (USES)				
Issuance of Debt	\$ 70,541			
Payment to Refunded Bond Escrow Agent				
Transfers In	7,965			
<u>Transfers Out</u>		=		
			<u>Total Other Financing Sources (Uses)</u>	<u>78,506</u>
Debt Service				
Fund Special Taxing Areas				
47,322 (73,254) (25,932)				
Total Capital Project Funds				
	Total Nonmajor Governmental Funds			
<u>19,000 (9,482)</u>				
\$ 51,874 \$ 122,415				
61,392				
<u>74,287 (82,736)</u>				
113,966				
Net Change in Fund Balances	22,984	6,210	(26,928) 2,266	
<u>Fund Balance-Beginning of Year</u>	<u>81,749</u>	<u>117,530</u>	<u>113,576 312,855</u>	
Fund Balance - End of Year	\$ 104,733	\$ 123,740	\$ 86,648 \$ 315,121	

## NONMAJOR SPECIAL REVENUE FUNDS

Vehicle Tax Fund - Expenditures made in accordance with the policy established by the City Council in connection with street repairs and maintenance, as provided by sale of vehicle licenses.

Motor Fuel Tax and Project Fund - Expenditures for repair and maintenance of streets and pavements as provided by the City's distributive share of State Motor Fuel Tax and Motor Fuel Tax Revenue Bonds.

Pension Fund - For the City's contribution to Employees' Annuity and Benefit Funds as provided by tax levy and State Personal Property Replacement Tax revenue.

Public Building Commission Fund - For rentals of space and long-term lease obligations by the City as provided by tax levy.

Miscellaneous Fund - Expenditures for environmental management purposes related to liquid waste, inspection, operation of emergency communication system and other obligations, as provided by revenues from fees collected for disposal of liquid waste, by fees on telephone billings and transfers in.

Chicago Public Library Fund - Expenditures for acquisition, repairs, construction and equipment of library buildings; also library maintenance and operations as provided by proceeds of debt, fines and miscellaneous revenues.

Special Events, Tourism and Festivals Fund - Expenditures for promoting tourism, conventions and other special events projects in Chicago as provided by the State from Municipal Hotel-Motel Tax receipts and by proceeds from Jazz, Blues and Gospel Festivals and Taste of Chicago.

Health and Welfare Fund - For general assistance to be expended and administered by the Illinois Department of Public Aid as provided by patient fees, City and State grants and proceeds of debt, and for neighborhood human infrastructure projects designed to improve the quality of life for citizens.

i

**Schedule C-1**  
**CITY OF CHICAGO, ILLINOIS NONMAJOR SPECIAL**  
**REVENUE FUNDS COMBINING BALANCE SHEET**  
**December 31, 2012**  
**(Amounts are in Thousands of Dollars)**

	<u>Motor</u>		<u>Project Pension</u>
	<u>Fuel Tax</u>		
	<u>Vehicle and</u>		
	<u>Tax</u>		
ASSETS			
Cash and Cash Equivalents	\$ 252	\$ 6,973	\$ 2,905
Investments	71,892		7,938 1,448
Receivables (Net of Allowances):			
Property Tax	-		- 339,412
Accounts	1,293		2,050 228
Due from Other Funds	56,528		
<u>Due from Other Governments</u>	-		<u>7,978 6,632</u>
Total Assets	\$ 129,965	\$ 24,939	\$ 350,625
LIABILITIES AND FUND BALANCE Liabilities:			
Voucher Warrants Payable	\$ 10,796	\$ 7,056	\$ 4,580
Due to Other Funds	95,795	3,808	55,574
Accrued and Other Liabilities	3,228	876,632	
Deferred Revenue	--283,839		
Total Liabilities	109,819	10,951	350,625
Fund Balance (Deficit):			
Restricted			
Committed	20,146 13,988		
<u>Total Fund Balance (Deficit)</u>	<u>20,146 13,988</u>		
<u>Total Liabilities and Fund Balance</u>	<u>\$ 129,965</u>	<u>\$ 24,939</u>	<u>\$ 350,625</u>

104

Public Chicago Building Public Commission	Miscellaneous Library
Special Events, Tourism and Festivals	

Health  
and Welfare

Intrafund Activity Eliminations  
Total Nonmajor Special Revenue

## Funds

5,268 50,482  
6,604 4,502  
5,047 15,304  
27,264 151,566  
6,883 4,859  
142 13,646  
157 2,080 5,406  
5,000  
(4,839)

				339,412	10,753	77,274	25,992	
67,492	\$	14,002	\$	18,749	\$	25,351	\$ (4,839)	\$ 632,261

26,048 8,225 48

34,321  
3,797 2,959 1,343

8,099  
3,720 2,454 6,230

12,404

1,646 3,857 614

6,117  
57,643 167,864  
18,182 283,839 527,528

5,946 5,946  
 4,291 28,880  
 33,171  
4,291 100,442  
 104,733  
 \$ 14,002 \$ 18,749 \$ 25,351 \$ (4,839) \$ 632,261

105

**Schedule C-2**

**CITY OF CHICAGO, ILLINOIS NONMAJOR SPECIAL  
 REVENUE FUNDS**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (DEFICIT) Year Ended  
 December 31, 2012 (Amounts are in Thousands of Dollars)**

	<u>Motor</u>	<u>Fuel Tax</u>	<u>Vehicle and</u>	<u>Tax</u>	<u>Project Pension</u>
Revenues:					
Property Tax	\$	-	\$	-	\$ 350,408
Utility Tax					
Transportation Tax		110,337	65,093		
State Income Tax		-			- 108,506
Transaction Tax					
Other Taxes					
Internal Service	16,359				
Fines	13,651				
Investment Income		91			40 36

Charges for Services	15,750			
<u>Miscellaneous</u>	<u>1,271</u>	<u>-</u>	<u>-</u>	
<u>Total Revenues</u>	<u>157,459</u>	<u>65,133</u>	<u>458,950</u>	
Expenditures: Current:				
General Government	68,647	16,150		
Health				
Public Safety	349			
Streets and Sanitation	37,358	12,561		
Transportation	45,283	22,841		
Cultural and Recreational				
Employee Pensions	-	-	458,951	
Other				
Debt Service:				
Principal Retirement				
<u>Interest and Other Fiscal Charges</u>	<u>-</u>	<u>22</u>	<u>-</u>	
<u>Total Expenditures</u>	<u>151,637</u>	<u>51,574</u>	<u>458,951</u>	
Revenues Over (Under) Expenditures	5,822	13,559	(1)_	
Other Financing Sources (Uses):				
Issuance of Debt	...			
Transfers In				
<u>Transfers Out</u>	<u>-</u>	<u>-</u>	<u>-</u>	
Total Other Financing Sources (Uses)	-	-	-	
Net Change in Fund Balances		5,822	13,559	(1)
Fund Balance (Deficit) - Beginning of Year	14,324	429	1_	
Fund Balance (Deficit) - End of Year	\$ 20,146	\$ 13,988	\$ -	

106

Public Building Commission

\$

1,526 1,526

Miscellaneous

63,883

40,846

1,865 10,086 11,250 127,930

Chicago Public Library

2,060 18 1

750 2,829

Special Events, Tourism  
and Festivals

1,589

18,816 2

253 11,460 6,636 38,756

Health and Welfare

511

511

Total Nonmajor Special Revenue

Funds

350,408 63,883



107

Office of the City Clerk Page 129 of 362 Printed on 6/17/2022  
powered by Legistar™

December 31, 2012 (Amounts are in Thousands of Dollars)

		<u>Transaction and Property Tax</u>
FUND		
Original and Final Budgeted Revenues:		
Vehicle Tax	\$	
Motor Fuel Tax and Project		
Pension	335,680	
Miscellaneous	29,372	
Chicago Public Library		
Special Events, Tourism and Festivals		
Health and Welfare		
<u>Special Taxing Areas</u>	=	
		<u>Total Original and Final Budgeted Revenues .... 365,052</u>
Actual Revenues:		
Vehicle Tax		
Motor Fuel Tax and Project		
Pension		
Miscellaneous	40,846	
Chicago Public Library		
Special Events, Tourism and Festivals		
Health and Welfare		
<u>Special Taxing Areas</u>	=	
		<u>Total Actual Revenues</u> <u>40,846</u>
<u>Variance Positive (Negative)</u>	<u>\$ (324,206)</u>	
State Taxes		
Transportation Tax		
Special Area and Utility Taxes		
126,638		
		\$ 116,585 52,682
17,269		
72,433		
143,907		
72,433		
	1,349	
170,616		
108,506		
63,883		
18,816		
	110,337 65,093	
127,322		
63,883		

1,589

177,019

\$ (8,550) \$ 6,403 \$ (16,585)

108

Internal Service	Fines	Investment Income	Leases, Rentals, Sales and Charges for Services	Miscel- laneous	Proceeds of Debt	Budgeted Prior Years' Total Surplus and Nonmajor Operating Special Transfers In/ Other	Revenue Funds
\$ 19,822	\$ 13,500	\$ -	\$ 7,180	\$ 1,155	\$ -	\$ 1,716	\$ 159,958
			6,000	-	-	6,689	65,371
				13,879		-	462,318
	2,300			30	750	3,150	120,096
	10,770						70,540
5	11,090			6,500		-	87,540
						11,165	37,348
					7,504		11,165
							7,504
19,822			15,800	6,035	19,020		32,188
70,540		35,887	951,300				
16,359		13,651		91	15,750	1,271	-157,459
		40			---	-	65,133
		36			--	-	-108,542

	16,359	1,865	10,086	-	-	-	133,039
2,060	18	1			750		70,541
			7,965				81,335
2	-	253	11,460	6,636	-	-	38,756
	511		-	-	-	-	511
<u>16,361</u>	<u>32,070</u>	<u>2,814</u>	<u>37,297</u>	<u>8,657</u>	<u>70,541</u>	<u>7,965</u>	<u>584,775</u>
\$ (3,461)	\$ 16,270	\$ (3,221)	\$ 18,277	\$ (23,531)	\$ 1		
\$ (27,922)	\$ (366,525)						

109

## Schedule C-4

CITY OF CHICAGO, ILLINOIS NONMAJOR SPECIAL  
REVENUE FUNDSCOMBINING SCHEDULE OF EXPENDITURES AND ENCUMBRANCES -BUDGET AND  
ACTUAL (BUDGETARY BASIS) Year Ended December 31, 2012 (Amounts are in  
Thousands of Dollars)

FUND	Streets			
	General Government	Public Health	Sanitation	
Original and Final Budget:				
Vehicle Tax		\$ 70,379	\$ -	\$ -
41,680				
Motor Fuel Tax and Project		12,135	--	20,351
Pension	462,318			
Miscellaneous		115,332	-4,764	
Chicago Public Library	86,924			
Special Taxing Area	7,504			
Special Events, Tourism and Festivals		7,572	-100	
Health and Welfare		11,165		-
-				-

<u>Total Original and Final Budget</u>	<u>773,329</u>	<u>-4,864 62,031</u>
Actual Expenditures and Encumbrances:		
Vehicle Tax	68,977 -	- 37,200
Motor Fuel Tax and Project	13,150 -	- 18,688
Pension	458,951	
Miscellaneous	107,256 -	1,658
Chicago Public Library	82,524	
Special Taxing Area	28	
Special Events, Tourism and Festivals	6,956 -	100
Health and Welfare	9,303 -	- -
<u>Total Actual Expenditures and Encumbrances...</u>	<u>747,145</u>	<u>- 1,758 55,888</u>
<u>Variance Positive (Negative)</u>	<u>\$ 26,184 \$</u>	<u>- \$ 3,106 \$ 6,143</u>

110

<u>Trans- portation</u>	<u>and Recreational</u>	<u>Employee Pensions</u>	<u>Transfers Out</u>	<u>Interest Nonmajor Cultural Operating Fiscal Revenue Charges Funds</u>	<u>Total and Other Special</u>
-----------------------------	-----------------------------	------------------------------	--------------------------	--	------------------------------------

47,899 32,885

80,784

## NONMAJOR CAPITAL PROJECT FUNDS

Building Projects - Proceeds of debt used to finance exterior and interior construction and mechanical work on buildings used by City departments and the public.

Equipment Projects - Proceeds of debt used to purchase capital assets and maintain equipment and machinery for various City departments.

Chicago Public Building Commission - Accounts for assets held by Public Building Commission as trustee or agent during the interim financing period of certain City projects.

## Schedule D-1

**CITY OF CHICAGO, ILLINOIS NONMAJOR  
CAPITAL PROJECT FUNDS COMBINING  
BALANCE SHEET December 31, 2012  
(Amounts are in Thousands of Dollars)**

	Highway and Transportation Projects	Public Building Projects	Capital Equipment Projects	Chicago Building Commission	Project Funds	Total Nonmajor
<b>ASSETS</b>						
Cash and Cash Equivalents			\$	21	\$	69
-	\$ 34,532					
Investments					- 29	(
-	67,218					
Accounts Receivable (Net of Allowances)		-	-	116	-	
Due from Other Funds					- -	
	16,580					
<u>Due from Other Governments</u>		-	-	-	25,048	25,048
<u>Total Assets</u>		\$	21		\$	98
			\$	25,048		
<b>LIABILITIES AND FUND BALANCE</b>						
<b>Liabilities:</b>						
Voucher Warrants Payable	\$	122		\$	1	\$ 19,005
\$ 19,128						
Due to Other Funds			-		700	
25,048	37,409					
<u>Accrued and Other Liabilities</u>		-	-		309	-
<u>Total Liabilities</u>	122	701			30,975	25,048
						56,846
<b>Fund Balance:</b>						
Restricted		-	-		87,352	- 87,352
<u>Unassigned</u>	(101)	(603)			-	(704)
<u>Total Fund Balance</u>	(101)	(603)			87,352	-
						86,648
<u>Total Liabilities and Fund Balance</u>	\$	21	\$	98	\$	118,327
					\$	25,048
						\$ 143,494

113

(

## Schedule D-2

CITY OF CHICAGO, ILLINOIS NONMAJOR  
CAPITAL PROJECT FUNDSCOMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE Year Ended  
December 31, 2012 (Amounts are in Thousands of Dollars)Equipment Projects

777 1,333 2,110

Highway and  
Transportation Building  
Projects Projects

\$

## REVENUES

Investment Income \$ (1) \$ -

Miscellaneous = =Total Revenues (1) =

81,790 81,790

## EXPENDITURES

Capital Outlay - 112

(79,680)

Total Expenditures - 112Revenues Over (Under) Expenditures (1). (112)

51,874 19,000 (6,000)

64,874

(14,806) 102,158

## OTHER FINANCING SOURCES (USES)

Issuance of Debt

Transfers In

Transfers Out (3,482)

Total Other Financing

Sources (Uses) (3,482) -

Net Change in Fund Balance (3,483) (112)

Fund Balance - Beginning of Year 3,382 (491)

Fund Balance - End of Year \$ (101) \$ (603) \$ 87,352" \$



Total Nonmajor Capital Project Funds

\$

776 1,333

2,109

90,429

90,429

(88,320)

51,874 19,000 (9,482)

61,392"

(26,928) 113,576 \$ 86,648

114

## FIDUCIARY FUNDS

AGENCY FUNDS - Account for transactions for assets held by the City as agent for various entities.

PENSION TRUST FUNDS - Expenditures for employee pensions as provided by employee and employer contributions and investment earnings.

### Schedule E-1

CITY OF CHICAGO, ILLINOIS FIDUCIARY FUNDS -  
AGENCY FUNDSCOMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES December 31,  
2012

(Amounts are in Thousands of Dollars)

	Payroll Clearing Fund	Payroll Deduction Fund	Other Clearing Fund	License and Special Special Deposit Assessment Fund	Fund Total		
ASSETS: Cash,							
January 1, 2012			\$	\$	28	\$ 3,862	\$ 12,723 \$ 9,395 \$ 26,008
Additions	3,393,507	17,372	555,733	73,849	12,980	4,053,441	
Deductions	3,376,070	5,596	499,278	58,760	21,597	3,961,301	
Cash,							
December 31, 2012		17,437	11,804	60,317	27,812	778	118,148
Investments,							
January 1, 2012		238	7,303	60,722	20,157	3,515	91,935
Additions	1835,596	65,145	27,017	12,690	110,631		
Deductions	238	7,303	60,722	28,931	12,868	110,062	
Investments,							
December 31, 2012		183	5,596	65,145	18,243	3,337	92,504
Cash and Investments with Escrow Agent,							
January 1, 2012	--13,796	122	- 13,918				
Additions	--89,988	-- 89,988					
Deductions	=	=	93,860	=	- 93,860		
Cash and Investments with Escrow Agent,							
December 31, 2012	=	=	9,924	122	- 10,046		
Accounts Receivables,							
January 1, 2012	19,405		13,915	144,651		60,468	
					1,063	239,502	
Additions	1,060	-	102,574	53,285	-	156,919	
Deductions	19,934	10,069	154,191	63,294	19,247	5,07	
Accounts Receivables,							
December 31, 2012		531	3,846	93,034	50,459	1,044	148,914

Schedule E-1 - Concluded CITY OF CHICAGO,  
ILLINOIS FIDUCIARY FUNDS - AGENCY FUNDS

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES December 31,  
2012  
(Amounts are in Thousands of Dollars)

	Payroll Clearing Fund	Payroll Deduction Fund	Other Clearing Fund	License and Special Special Deposit Assessment Fund	Fund Total		
ASSETS - Concluded: Total Assets,							
January 1,2012			\$ 19,643	\$ 21,246	\$ 223,031	\$ 93,470	\$ 13,973 \$ 371,363
Additions	3,394,750	22,968	813,440	154,151	25,670	4,410,979	
Deductions	<u>3,396,242</u>	<u>22,968</u>	<u>808,051</u>	<u>150,985</u>	<u>34,484</u>	<u>4,412,730</u>	
Total Assets,							
December 31,2012			\$ 18,151	\$ 21,246	\$ 228,420	\$ 96,636	\$ 5,159 \$ 369,612
LIABILITIES:							
Voucher Warrants Payable,							
January 1,2012	\$ (7,076)	\$ 34	\$ 22,499	\$ 3,103	\$ 4	\$ 18,564	
Additions	7,595,807	-	276,107	16,300	31	7,888,245	
Deductions	<u>7,586,826</u>	-	<u>268,739</u>	<u>15,732</u>	<u>31</u>	<u>7,871,328</u>	
Voucher Warrants Payable,							
December 31, 2012			<u>1,905</u>	<u>34</u>	<u>29,867</u>	<u>3,671</u>	<u>4 35,481</u>
Accrued Liabilities,							
January 1,2012	26,719	21,212	200,532	90,367	13,969	352,799	
Additions	1,217,067	-	235,745	39,579	671,492,458		
Deductions	<u>1,227,540</u>	-	<u>237,726</u>	<u>36,980</u>	<u>8,8801,511,126</u>		
Accrued Liabilities,							
December 31,2012		<u>16,246</u>	<u>21,212</u>	<u>198,551</u>	<u>92,966</u>	<u>5,156 334,131</u>	
Total Liabilities,							
January 1,2012	19,643	21,246	223,031	93,470	13,973	371,363	
Additions	8,812,874	-	511,852	55,879	989,380,703		
Deductions	<u>8,814,366</u>	-	<u>506,465</u>	<u>52,712</u>	<u>8,9119,382,454</u>		
Total Liabilities,							
December 31,2012			\$ 18,151	\$ 21,246	\$ 228,418	\$ 96,637	\$ 5,160 \$ 369,612

## Schedule E-2

**CITY OF CHICAGO, ILLINOIS FIDUCIARY FUNDS - PENSION  
TRUST FUNDS COMBINING STATEMENT OF PLAN NET  
POSITION December 31, 2012  
(Amounts are in Thousands of Dollars)**

	Pension Trust Funds				
	Municipal Employees'	Laborers'	Policemen's	Firemen's	Total
<b>ASSETS</b>					
Cash and Cash Equivalents	\$ 959	\$ 43,052	\$ 93,900	\$ 47,497	\$ 185,408
Receivables					
Employer and Other		191,426	13,732	350,511	76,109 631,778
Interest and Dividends	14,184	2,131	7,138	8,198	31,651
<u>Total Receivables</u>		205,610	15,863	357,649	84,307 663,429
Due from City	20,508	1,787	22,874	10,405	55,574
Investments, at Fair Value Bonds and U.S. Government Obligations					1,303,764
			270,592	598,490	163,745 2,336,591
Stocks		2,367,716	755,218	1,579,337	641,119 5,343,390
Mortgages and Real Estate		450,296	39,160	125,923	49,383 664,762
Other	936,084	260,626	669,188	41,030	1,906,928
<u>Total Investments</u>		5,057,860	1,325,596	2,972,938	895,277 10,251,671
Invested Securities Lending					
Collateral	539,981	169,287	255,434	161,363	1,126,065
<u>Total Assets</u>		5,824,918	1,555,585	3,702,795	1,198,849 12,282,147
Deferred Outflows	-	301	-		301
<u>Total Assets and Deferred Outflows</u>			1,555,886	3,702,795	1,198,849 5,824,918 12,282,448
<b>LIABILITIES</b>					
Voucher Warrants Payable		102,267	15,521	233,928	5,064 356,780
Securities Lending Collateral	539,981	169,287	255,434	161,363	1,126,065
<u>Total Liabilities</u>		642,248	184,808	489,362	166,427 1,482,845
Net Position Held in Trust for Pension Benefits					\$

5,182,670 \$ 1,371,078 \$ 3,213,433 \$ 1,032,422 \$ 10,799,603

118

**Schedule E-3**  
**CITY OF CHICAGO, ILLINOIS**  
**FIDUCIARY FUNDS - PENSION TRUST FUNDS**  
**COMBINING STATEMENT OF CHANGES IN PLAN NET POSITION**  
**Year Ended December 31, 2012**  
**(Amounts are in Thousands of Dollars)**

Pension Trust Funds

Municipal Employees'

ADDITIONS

Contributions

Employees	\$
City	—

Total Contributions

—

Investment Income Net Appreciation in Fair

Value of Investments

Interest, Dividends and Other ....

Investment Expense

Net Investment Income

Securities Lending Transactions

Securities Lending Income

Securities Lending Expense

Net Securities Lending

Transactions

Total Additions

—

DEDUCTIONS Benefits and Refunds of

Deductions

Administrative and General

Total Deductions

Net Increase in Net Position

Net Position Held in Trust for

Pension Benefits:

Beginning of Year

End of Year	\$
-------------	----

130,266	\$ 158,381
---------	------------

16,559	\$ 14,415
--------	-----------

53,273	\$ 84,144
--------	-----------

295,990 464,168  
288,647  
30,974  
137,417  
303,120

95,892 \$ 207,228  
119,904 24,348 (6,312)  
483,083 129,050 (25,374)  
154,083 27,435 (8,909)  
300,498 61,162 (9,236)

760,158  
586,759  
172,609  
352,424  
137,940

1,057,568 241,995 (49,831)  
1,382 1,057  
416 435  
954 (238)  
989 186

1,249,732  
2,439  
851  
1,175  
716

3,741 1,440  
877,845  
204,433  
656,719  
276,073

5,181

233,840 3,584

237,424 38,649

2,015,071  
748,424  
146,961  
618,795

1,731,545 20,059

741,583 6,841  
142,215 4,746  
613,907 4,888

129,421

57,472

37,924

1,313,604

3,175,509

993,774

1,751,604 263,467

10,536,136

5,182,670      \$    1,371,076      \$      3,213,433      \$    1,032,423      \$ 10,799,603

119

## **PART III**

### **STATISTICAL SECTION** (UNAUDITED)

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

#### **Contents**

#### **Financial Trends**

These schedules contain trend information to help the reader understand how the City's financial performance and well being have changed over time.

#### **Revenue Capacity**

These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.

#### **Debt Capacity**

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

#### Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

#### Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The City implemented GASB Statement No. 34 in 2002; schedules presenting government-wide information include information beginning that year.

121

**Table 1**  
**CITY OF CHICAGO**  
**NET POSITION BY COMPONENT**  
**Last Ten Fiscal Years Ended December 31, 2012**  
**(Amounts are in Thousands of Dollars)**

<u>2003</u>			
Governmental Activities: Invested in capital assets,			
		net of related debt	\$ 1,091,893
Restricted	1,216,595		
Unrestricted (deficit)	(1,202,113)		
<u>Total governmental activities,</u>			
<u>net position</u>	<u>\$ 1,106,375</u>		
Business-type activities: Invested in capital assets,			
		net of related debt	\$ 1,560,539
Restricted	897,313		
<u>Unrestricted</u>	<u>(16,955)</u>		
Total business type activities,			
		<u>net position</u>	<u>\$ 2,440,897</u>
Primary Government: Invested in capital assets,			
		net of related debt	\$ 2,652,432
Restricted	2,113,908		
<u>Unrestricted</u>	<u>(1,219,068)</u>		
<u>Total primary government,</u>			







123

**Table 2**  
**CITY OF CHICAGO**  
**CHANGES IN NET POSITION - ACCRUAL BASIS OF ACCOUNTING Last Ten**  
**Fiscal Years Ended December 31, 2012 (Amounts are in Thousands of Dollars)**

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
<b>Expenses</b>				
<b>Governmental Activities:</b>				
General Government	\$ 1,738,548	\$ 1,642,072	\$ 1,842,353	\$ 2,088,299
Public Safety	1,646,760	1,853,887	1,834,008	2,300,048
Employee Pensions			354,819	299,810
Streets and Sanitation			335,727	334,878
353,976	337,103			
Transportation			304,580	275,536
285,598	292,679			
Health			174,780	164,830
147,376	170,769			
Cultural and Recreational			100,725	95,924
114,504	119,193			
Other			10,771	10,581
Interest on Long-term Debt	<u>301,181</u>	<u>352,119</u>	<u>335,373</u>	<u>371,523</u>
<b>Total Governmental Activities</b>	<u>4,967,891</u>	<u>5,029,637</u>	<u>5,311,133</u>	<u>5,679,614</u>
<b>Business-type Activities:</b>				
Water			318,925	297,902
326,444	324,075			
Sewer	144,420	135,013	132,727	130,471
Chicago Midway				
International Airport			128,550	138,404
170,959	188,092			
Chicago-O'Hare				
International Airport			636,653	645,437
692,575	697,497			
Chicago Skyway	<u>37,544</u>	<u>42,373</u>	<u>16,915</u>	<u>12,752</u>
<b>Total Business-type Activities</b>	<u>1,266,092</u>	<u>1,259,129</u>	<u>1,339,620</u>	<u>1,352,887</u>
<b>Total Primary Government</b>	<u>\$ 6,233,983</u>	<u>\$ 6,288,766</u>	<u>\$ 6,650,753</u>	<u>\$ 7,032,501</u>

**NOTES:**

Employee Pensions and Other have been reclassified by function.

The City began to report accrual information when it implemented GASB Statement No. 34 in fiscal year

ended 2002.

2007	2008	2009	124 2010	2011	2012
2,452,145	2,435,437				
2,384,586	2,434,842				
2,364,754	2,521,151				
2,557,681	2,824,028				
2,734,419	2,689,471				
2,751,944	2,910,160				
367,222	333,401	175,577	128,003		
371,112	381,090	170,838	140,065		
297,156	351,101	166,914	129,996		
235,863	373,437	142,352	126,939		
245,898	410,802	151,152	102,808		
228,622	383,510	123,055	146,283		
385,305					
6,277,090					
350,181	136,961				
371,441	158,292				
382,502	169,982				
399,347	184,888				
416,289	194,838				
417,499	195,911				
225,867					
1,463,130				751,351	13,555
1,563,105				803,404	12,359
1,582,582				811,710	11,775
				834,487	11,312

**Table 2 - Continued CITY OF CHICAGO**  
**CHANGES IN NET POSITION - ACCRUAL BASIS OF ACCOUNTING Last Ten Fiscal Years Ended December 31, 2012 (Amounts are in Thousands of Dollars)**

General Government  
Public Safety  
Streets and Sanitation  
Transportation  
Health  
Cultural and Recreational  
Other  
Operating Grants and Contributions ....  
Capital Grants and Contributions  
Total Governmental Activities  
2003

350,643 \$ 99,907 24,420 21,697 6,083 20,217

680,939 236,676  
1,440,582  
2004

362,973 \$ 112,721  
31,494  
23,589  
12,333  
21,423

649,066 173,529  
1,387,128  
2005

637,654 133,673  
1,344,070  
2006

363,196 \$ 120,853 36,980 23,260 4,165 24,288 1

659,279 142,705  
1,413,839  
317,455 142,373

78,973

385,082 151,835 36,058 10,224 5,529 23,127

327,514 144,988

85,608

481,957 39,770 179,626

344,267 143,522

442,569 41,191 210,915

92,228

330,439 136,437

532,877 1,896 228,467

105,570

545,916

273,320

Business-type Activities: Licenses, Permits,

Fines and Charges for Services:

Water

Sewer

Chicago Midway

International Airport

Chicago-O'Hare

International Airport

Chicago Skyway

Capital Grants and Contributions —

1,240,154

1,343,257

1,252,785

1,391,682

Total Business-type Activities and

Program Revenues

2,680,736 \$ 2,639,913 \$ 2,687,327 \$ 2,805,521

Total Primary Government

Program Revenues

(3,527,309) \$ (3,642,509) \$ (3,967,063) \$ (4,265,775)

Net (Expenses)/Revenues

(25,938)

(6,344)

3,637

38,795

Governmental Activities \$

Business-type Activities

Total Primary Government \_

Net Expense

\$ (3,553,247) \$ (3,648,853) \$  
 (3,963,426) \$ (4,226,980)

\$	422,363	\$ 440,023	\$ 382,617		
				155,529	129,518158,490
	41,467	40,57830,990			
	13,262	14,07124,895			
				2,795	3,157 2,504
	24,412	25,72522,375			
	610,974	624,356611,301			
	<u>137,613</u>	<u>139,949115,261</u>			
			1,408,415	1,417,377	1,348,433
\$	370,028	\$ 388,886	\$ 452,892		
			150,710	211,157	199,572
	38,092	37,29142,138			
	21,640	28,61339,343			
			8,332	7,796	1,751
	21,635	7,20114,454			
	674,677	788,812748,256			
	<u>114,871</u>	<u>282,008172,456</u>			
			1,399,985	1,751,764	1,670,862

334,377 138,681

107,253

652,763

268,331

370,244 160,005

124,985

684,282

224,823

410,213 175,163

122,301

624,443

211,174

458,395 198,229

149,056

702,603

246,309

454,221 203,349

157,371



679,402

257,438

576,287 253,912

201,749

857,114

83,219

1,564,339

\$ 2,909,820	\$ 2,981,716	\$ 2,891,727	\$ 3,154,577	\$
		3,503,545	\$ 3,643,143	

38,275

1,234

100,093

32,271

167,107

\$ (4,868,675)	\$ (4,846,660)	\$ (4,868,764)	\$ (5,264,533)	\$
(5,057,012)	\$ (5,333,372)			
(39,288)				

\$ (4,830,400)	\$ (4,845,426)	\$ (4,908,052)	\$ (5,164,440)	\$
(5,024,741)	\$ (5,166,265)			

127

**Table 2 - Concluded CITY OF CHICAGO  
CHANGES IN NET POSITION - ACCRUAL BASIS OF ACCOUNTING Last Ten Fiscal  
Years Ended December 31, 2012 (Amounts are in Thousands of Dollars)**

2003

**General Revenues and Other Changes in Net Position**

Governmental Activities: Taxes

Property Tax	\$ 706,666
Utility Tax	512,567

Sales Tax	187,152
Transportation Tax	330,926
Transaction Tax	242,212
Special Area Tax	277,401
Other Taxes	166,671
Grants and Contributions Not Restricted to Specific Programs	498,205
Unrestricted Investment Earnings	24,414
Special Item	
Transfers	
Miscellaneous	<u>98,474</u>
<b>Total Governmental Activities</b>	<b><u>3,044,688</u></b>
2004	2005 2006

\$ 693,411	\$ 696,085	\$ 700,636		
504,800	539,325	522,089		
203,251	248,807	288,052		
322,018	337,993	337,780		
278,584	325,227	339,020		
350,293	386,537	460,940		
165,607	205,811	233,620		
522,951	606,509	654,017		
27,377	80,728	148,631		
96,000	1,236,099	2,000		
<u>135,400</u>	<u>89,825</u>	<u>51,774</u>		
			<u>3,299,692</u>	<u>4,752,946</u>
				<u>3,738,559</u>
Business-type Activities:				
Investment Earnings	28,093			
Miscellaneous		1,248		
Special Item				
Transfers		-		
<b>Total Business-type Activities</b>		<u>29,341</u>		
<b>Total Primary Government</b>	<b>\$ 3,074,029</b>			
			27,109	57,916
			5,669	(34,720)
				97,556
				27,383
(96,000)	(1,236,099)	(2,000)		
(63,222)	(1,212,903)	122,939		
\$ 3,236,470	\$ 3,540,043	\$ 3,861,498		

**Change in Net Position**

Governmental Activities	\$ (482,621)
Business-type Activities	<u>3,403</u>
<b>Total Primary Government</b>	<b>\$ (479,218)</b>

\$ (342,817)	\$ 785,883	\$ (527,216)
(69,566)	(1,209,266)	161,734
\$ (412,383)	\$ (423,383)	\$ (365,482)

(1) As a result of the implementation of GASB Statement No. 53, the results of 2009 were restated, retroactively.

			128			
<u>2007</u>	<u>2008</u>	<u>2009 (1)</u>				
\$ 732,415	\$ 799,878	\$ 797,026				
552,179	629,497	579,101				
293,078	273,951	252,282				
332,459	321,362	333,199				
304,715	275,434	205,026				
533,260	531,314	501,042				
245,408	262,734	250,982				
714,661	712,360	601,198				
182,700	90,176	12,296				
1,000						
<u>69,941</u>	<u>79,279</u>	<u>238,126</u>				
\$ 796,928	\$ 934,870	\$ 896,246	<u>3,961,816</u>	<u>3,975,985</u>	<u>3,770,278</u>	
561,936	564,236	548,682				
260,364	310,626	294,417				
335,235	331,441	373,544				
227,772	250,486	281,957				
477,241	457,192	274,617				
259,325	269,258	294,280				
654,043	598,498	692,232				
100,269	64,294	92,050				
	1,000					
<u>149,902</u>	<u>175,758</u>	<u>135,511</u>	<u>3,823,015</u>	<u>3,957,659</u>	<u>3,883,536</u>	
57,451	37,605					
12,381	8,941					
6,831	50,190					
25,197	38,842					
<u>48,517</u>	<u>34,687</u>	<u>(53,910)</u>	<u>(1,000)</u>			

100,720 27,313

95,056

21,322

57,021

28,294

64,039

(1,000)

127,033

\$ 4,088,849 \$ 4,071,041 \$ 3,791,600 \$ 3,880,036 \$ 3,985,953 \$ 3,947,575

\$ (906,859) 165,308 \$ (741,551)

\$ (870,675)

96,290

\$ (774,385)

\$ (1,098,486) (17,966) \$ (1,116,452)

\$ (1,441,518) 157,114 \$ (1,284,404)

\$ (1,099,353)

60,565

\$ (1,038,788)

\$ (1,449,836) 231,146 \$ (1,218,690)

129

**Table 3**  
**CITY OF CHICAGO, ILLINOIS**  
**GENERAL GOVERNMENTAL REVENUES BY SOURCE (1) Last Ten Years**  
**Ended December 31, 2012 (Amounts are in Thousands of Dollars)**

Percent of Total

Percent of Total

Percent of Total

Revenues:

Property Tax \$ 729,458

Utility Tax 512,567

Sales Tax 414,425

Transportation Tax 330,926

State Income Tax 266,512

Transaction Tax	242,212		
Special Area Tax	222,263		
<u>Other Taxes</u>	<u>166,671</u>		
		Total Taxes	2,885,034
Federal/State Grants	965,885		
Internal Service	324,745		
Licenses and Permits	96,678		
Fines	192,746		
Investment Income	24,414		
Charges for Services	120,376		
<u>Miscellaneous</u>	<u>90,375</u>		

Total Revenues \$ 4,700,253

15.5 10.9 8.8 7.0 5.7 5.2 4.7 3.5

651,950 504,800 441,579 322,018 282,676 278,584 284,127 165,607

14.6 10.6 9.8 6.7 7.0 6.4 6.8 4.1

14.0 10.9 9.5 6.9 6.1 6.0 6.1 3.6

% \$

% \$

66.0 15.9 5.4 2.4 4.2 1.6 2.6 1.9

61.3 20.6 6.9 2.1 4.1 0.5 2.6 1.9

3,347,605 806,472 273,516 120,904 210,850

80,728 131,139

97,093

63.1 18.3 6.3 2.3 4.4 0.6 3.2 1.8

739,419 539,325 499,228 337,993 354,022 325,227 346,580 205,811

2,931,341 852,050 293,339 104,627 202,536

27,377 150,879

81,645

100.0 % \$ 4,643,794 100.0 % \$ 5,068,307 100.0 %

Percent of Total

Percent of Total

Percent of Total

Revenues:

Property Tax \$ 754,081

Utility Tax 561,936

Sales Tax 527,004

Transportation Tax 335,235

State Income Tax 385,668

Transaction Tax 227,772

Special Area Tax 486,526

Other Taxes 259,325

Total Taxes 3,537,547

Federal/State Grants 815,879

Internal Service 295,765

Licenses and Permits 96,240

Fines 272,667

Investment Income 103,725

Charges for Services 113,565

Miscellaneous 149,902

Total Revenues \$ 5,385,290

% \$  
 14.0 10.4 9.8 6.2 7.2 4.2 9.0 4.8  
 16.2 9.4  
 10.2 6.4 6.7 4.8 6.3 5.0  
 888,531 564,236 563,156 331,441 344,674 250,486 552,894 269,258  
 15.2 9.6 9.6 5.7 5.9 4.3 9.4 4.5

% \$  
 %  
 65.6 15.2 5.5 1.8 5.1 1.9 2.1 2.8  
 65.2 15.1 5.5 2.1 5.3 1.6 2.9 2.3  
 3,764,676 976,051 321,138 102,702 283,822 73,921 160,649 173,768  
 64.2 16.7 5.5 1.8 4.8 1.3 2.7 3.0  
 941,398 548,682 594,290 373,544 391,285 281,957 370,454 294,280  
 3,795,890 877,864 319,285 117,568 306,510 90,885 170,724 135,511  
 100.0 % \$ 5,856,727 100.0 % \$ 5,814,237 100.0 %

**NOTE:**

(1) Includes General, Special Revenue, Permanent, Debt Service and Capital Project Funds.

2006	of Total	2007	Percent of Total	130 2008	Percent of Total	2009	Percent of Total	Percent
665,990	522,089	559,156	337,780	380,111	339,020	374,342	233,620	
3,412,108	823,504	275,191	117,689	221,819	148,631	155,215	51,774	
12.8	10.0	10.7	6.5	7.3	6.5	7.2	4.5	
65.5	15.8	5.3	2.3	4.3	2.8	3.0	1.0	
661,707	552,179	570,927	332,459	433,446	304,715	488,193	245,408	
3,589,034	781,967	303,827	148,172	240,277	182,700	151,369	79,956	
12.1	10.1	10.4	6.1	7.9	5.6	8.9	4.5	
65.6	14.3	5.5	2.7	4.4	3.3	2.8	1.4	
729,823	629,497	548,571	321,362	435,393	275,434	552,709	262,734	
3,755,523	796,911	329,643	114,707	274,443				
90,176	144,161							
79,279								
13.1	11.3	9.9	5.8	7.8	4.9	9.9	4.7	
67.4	14.2	5.9	2.1	4.9	1.6	2.6	1.3	
806,010	579,101	503,952	333,199	347,814	205,026	487,909	250,982	
3,513,993	753,269	306,095	100,458	267,891	31,520	124,557	238,126	
15.1	10.9	9.4	6.2	6.5	3.8	9.1	4.7	
65.7	14.1	5.8	1.9	5.0	0.6	2.4	4.5	
\$ 5,205,931		100.0 %	\$ 5,477,302	100.0 %	\$ 5,584,843			

## REVENUE SOURCES

2003 2004 2005 2006 2007 2008 2009 2010 2011 2012

131

Table 4

## CITY OF CHICAGO, ILLINOIS

## GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION (1) Last Ten Years

Ended December 31, 2012 (Amounts are in Thousands of Dollars)

	<u>2003</u>	<u>Percent of Total</u>	<u>2004</u>	<u>Percent of Total</u>	<u>2005</u>	<u>Percent of Total</u>
Expenditures: Current:						
Public Safety	\$ 1,594,333	28.0%	\$ 1,579,014	29.5%	\$	
1,611,923 28.0 %						
General Government	1,474,984 25.9	1,358,469 25.4	1,620,307 28.2			
Employee Pensions	354,819 6.2	388,053 6.7				
Streets and Sanitation	356,512 6.2	339,760 5.9				
Transportation	421,665 7.4	308,535 5.8	221,377 3.8			
Health	174,412	3.1	166,580 2.9			
Cultural and Recreational	81,637 1.4	495,153 1.7				
Other	10,684	0.2	9,382 0.1			
Capital Outlay	564,519	9.9	563,975	10.5	452,284	
7.9						
Debt Service:						
Principal Retirement	396,748 7.0	543,413 9.5				
Interest and Other Fiscal						
Charges	267,734	4.7	5.9			
<u>Total Expenditures</u>	<u>\$ 5,698,047</u>	<u>100.0%</u>	<u>\$ 5,349,877</u>	<u>100.0%</u>	<u>\$ 5,749,894</u>	<u>100.0 %</u>
Debt Service as a Percentage of						
<u>Non Capital Expenditures (2)....</u>	<u>12.8%</u>	<u>12.7%</u>	<u>15.8 %</u>			

	<u>2010</u>	<u>Percent of Total</u>	<u>2011</u>	<u>Percent of Total</u>	<u>2012</u>	<u>Percent of Total</u>
Expenditures: Current:						
Public Safety	\$ 1,909,728	30.1 %	\$ 1,984,312	30.0%		
\$2,075,959 31.6 %						
General Government	1,786,450 28.2	2,057,524 31.1	1,806,541 27.5			
Employee Pensions	435,432 6.9	458,951 7.0				
Streets and Sanitation	232,426 3.7	228,100 3.5				
Transportation	297,339 4.7	507,589 7.7	514,303 7.8			
Health	153,877	2.4	127,567 1.9			
Cultural and Recreational	104,297 1.6	102,384 1.6				
Other	30,000	0.5	11,725 0.1			
Capital Outlay	628,910	9.9	470,213	7.1	435,600	
6.6						
Debt Service:						
Principal Retirement	389,928 6.2	340,754 5.2				
Interest and Other Fiscal						

Charges	366,035	5,842,822	6,546,196	7.0
Total Expenditures	\$ 6,334,422	100.0%	\$ 6,621,631	100.0%
			\$ 6,563,846	100.0 %

Debt Service as a Percentage of

**Non Capital Expenditures (2) .... 12.6% 10.3% 13.7 %**

**NOTES:**

1) Includes General, Special Revenue, Debt Service and Capital Project Funds.

2) Non Capital Expenditures include all expenditures except Capital Expenditures included in Capital Outlay with Transportation.

132

2006	of Total	2007	of Total	2008	Percent of Total	2009	Percent of Total	Percent	Percent
------	----------	------	----------	------	---------------------	------	---------------------	---------	---------

\$ 1,851,356 1,523,482 396,923 353,828 244,381 173,594 99,841 9,112 915,311

29.5 % 24.3

6.3

5.6

3.9

2.8

1.6

0.1 14.6

\$ 1,880,599 1,650,679 371,649 377,485 267,476 195,254 108,527 4,427 602,433

30.8 % 27.1

6.1

6.1

4.4

3.2

1.8

0.1

9.9

\$ 1,892,152 1,804,925 413,690 382,628 334,684 184,597 117,664 14,483 661,464

27.7 % 26.4

6.0

5.6

4.9

2.7

1.7

0.2

9.7

\$ 1,913,711 1,663,990 430,915 300,131 261,948 177,812 107,604 7,676 619,273

30.5% 26.5

6.9

4.8

4.2

2.8

1.7

0.2

9.9



375,028 331,507

6.9 5.6

\$6,274,363 100.0% \$ 6,098,521 100.0% \$ 6,839,389 100.0% \$6,269,395 100.0%

12.9 %

EXPENDITURES BY FUNCTION

in C O

0 Capital Outlay

- Streets and Sanitation ■ Debt Service
- Other
- General Government
- Public Safety

133

**Table 4A**  
**CITY OF CHICAGO, ILLINOIS**  
**CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS Last Ten**  
**Fiscal Years Ended December 31, 2012 (Amounts are in Thousands of**  
**Dollars) Modified Accrual Basis of Accounting**

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Excess of revenues over (under) expenditures	\$ (997,794)	\$ (706,083)	\$ (681,587)	\$ (1,068,432)
Other Financing Sources (Uses):				

Issuance of Debt, including premium/discount		\$ 1,322,827	\$ 720,357	\$ 1,871,896	\$ 762,833
Payment to Refunded Bond Escrow Agent		(173,725)	(143,143)	(1,186,065)	(276,607)
Transfers in	166,798	200,780	1,469,857	670,035	
Transfers out		(166,798)	(104,780)	(233,758)	(668,035)
Total other financing sources (uses)			<u>1,149,102</u>	<u>673,214</u>	<u>1,921,930</u>
Net change in fund balances		\$ 151,308	\$ (32,869)	\$ 1,240,343	\$ (580,206)

134

2012

\$ (621,219)	\$ (1,254,546)	\$ (933,486)	\$ (949,132)	\$
(764,110)	\$ (749,609)			

\$ 1,653,881	\$ 795,432	\$ 1,001,302	\$ 1,434,390
			(951,419) 332,016 (331,016)
(186,421) 293,448 (293,448)			
(213,435) 2,253,459 (2,253,459)			
(412,184) 647,407 (647,407)			
	(476,787) 572,211 (571,210)		
		(268,397) 178,750 (178,750)	
787,867			
82,243	\$ (645,535)	\$ (145,619)	

---

135

**Table 5**  
**CITY OF CHICAGO, ILLINOIS FUND BALANCES -**  
**GOVERNMENTAL FUNDS Last Ten Fiscal Years Ended**  
**December 31, 2012 (Amounts Are in Thousands of Dollars)**  
**(Modified Accrual Basis of Accounting)**

2006

General Fund:

Reserved	\$ 40,897
<u>Unreserved</u>	<u>19,458</u>
Total General Fund	60,355

General Fund Balance: (2)	
Nondisposable	\$
Assigned	
<u>Unassigned</u>	=
Total Fund Balance	

Other Governmental Funds:	
Reserved	481,563
Unreserved, Reported in:	
Special Revenue Funds	200,175
Capital Projects Funds	1,149,095
Debt Service Funds	
Permanent Fund (1)	=
<u>Total All Other Governmental Funds</u>	<u>1,830,833</u>

<u>Total Governmental Funds</u>	<u>\$ 1,891,188</u>
---------------------------------	---------------------

Other Governmental Fund Balance: (2)	
Restricted	\$
Committed	
Assigned	
<u>Unassigned</u>	=
Total Fund Balance	

Total Governmental Funds	\$
53,171 57,648	
35,557 26,834	
110,819	
62,391	

30,981 42,246	
1,350,927	
488,985	

294,690 999,816	
73,227	
525,769 832,129	

<u>274,272</u>	
----------------	--

800,546

723,353 696,630

1,783,491

2,983,097

231,017

2,451,546

\$ 1,856,718    \$ 3,093,916    \$ 2,513,937

**NOTE:**

- 1) This balance represents the Reserve Fund, Unreserved, Designated for Future Appropriations balance.
- 2) Beginning with 2011, GASB Statement No. 54 was implemented which changed the way fund balance is presented. All periods after 2011 will be presented in the same format.

2007	2008	2009	136 2010	2011	2012
39,673	\$ 48,217	\$ 52,048	\$ 54,390		
4,634	226	2,658	81,151		
44,307	48,443	54,706	135,541		
				<u>24,055</u>	<u>\$ 20,885</u>
				177,000	167,929
				335,533	231,302
				33,417	143,549
1,191,674	461,830		1,418,399	1,419,714	
816,551	959,424		(409,796)	(349,517)	
906,603	372,063		321,251	534,013	
(556,819)	(551,137)				
191,391	660,333		422,319	138,724	
2,549,400	1,902,513	1,752,173	1,742,934		

\$ 2,317,734      \$ 2,332,911  
     961,246      882,127  
     2,550

(1,761,077)      (1,852,973)  
     1,520,453      1,362,065

\$ 1,855,986      \$ 1,593,367

**Table 6****CITY OF CHICAGO, ILLINOIS GENERAL FUND****SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES Five Years****Ended December 31, 2012 (Amounts are in Thousands of Dollars)**

	<u>2008 (3)</u>	<u>2009 (3)</u>	<u>2010 (3)</u>	<u>2011 (3)</u>	<u>2012 (3)</u>
Revenues:					
Utility Tax	\$ 524,842	\$ 481,275	\$ 467,411	\$ 467,630	\$ 462,475
Sales Tax	518,131	476,557	495,842	536,281	572,185
State Income Tax		378,545	251,820	282,011	236,521
Other Taxes		637,923	572,472	590,575	618,385
Federal/State Grants		2,347	1,714	1,735	1,294
Other Revenues (1)		813,983	777,788	773,278	921,849
<u>Total Revenues</u>		<u>2,875,771</u>	<u>2,561,626</u>	<u>2,610,852</u>	<u>2,781,960</u>
Expenditures: Current:					
Public Safety		1,856,634	1,862,914	1,828,984	1,895,404
General Government		889,266	857,626	903,890	863,622
Other (2)		356,066	288,559	296,063	278,561
Debt Service			5,318	4,978	5,004
<u>Total Expenditures</u>		<u>3,107,284</u>	<u>3,014,077</u>	<u>3,033,941</u>	<u>3,040,436</u>
Revenues Under Expenditures		(231,513)	(452,451)	(423,089)	(258,476)
Other Financing Sources (Uses): Issuance of Debt, Net of Original Discount/Including Premium		164,000	58,500	16,500	95,000
Transfers In		94,058	416,135	502,502	372,744
Transfers Out		(25,193)	(17,463)	(13,600)	(14,357)
<u>Total Other Financing Sources (Uses)...</u>		<u>232,865</u>	<u>457,172</u>	<u>505,402</u>	<u>453,387</u>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses		1,352			
Fund Balance - Beginning of Year		44,307			
<u>Change in Inventory</u>		<u>2,784</u>			
<u>Fund Balance - End of Year</u>		<u>\$ 48,443</u>			
	4,721	82,313	194,911	(101,061)	
			48,443	54,706	135,541
	<u>1,542</u>	<u>(1,478)</u>	<u>5,875</u>	<u>(3,170)</u>	<u>336,327</u>

\$ 54,706    \$ 135,541    \$ 336,327    \$ 232,096

**NOTES:**

- 1) Includes Internal Service, Licenses and Permits, Fines, Investment Income, Charges for Services and Miscellaneous Revenues.
- 2) Includes Health, Streets and Sanitation, Transportation, Cultural and Recreational and Other Expenditures.
- 3) Source: City of Chicago Basic Financial Statements for years ended December 31, 2008-2012.

138

**Table 7****CITY OF CHICAGO, ILLINOIS SPECIAL  
REVENUE FUNDS****SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES Five Years  
Ended December 31, 2012 (Amounts are in Thousands of Dollars)**2010 (3)

## Revenues:

Property Tax	\$ 326,334
Utility Tax	82,373
State Income Tax	56,848
Other Taxes	554,096
Federal/State Grants	794,564
<u>Other Revenues (1)</u>	<u>120,401</u>

Total Revenues1,934,616

## Expenditures: Current:

Public Safety	35,518
General Government	915,659
Employee Pensions	413,690
Other (2)	677,990
Capital Outlay	4,360
<u>Debt Service</u>	<u>5,628</u>
<u>Total Expenditures</u>	<u>2,052,845</u>

Revenues Under Expenditures (118,229)

## Other Financing Sources (Uses): Issuance of Debt, Net of Original

	Discount/Including Premium	163,628
Transfers In	155,637	
<u>Transfers Out</u>	<u>(48,604)</u>	
	<u>Total Other Financing Sources (Uses)...</u>	<u>270,661</u>

334,792 75,688 95,994 572,651 751,555 131,295  
 316,618 72,201 103,657 588,717 814,144 121,017  
 350,408 63,883 108,506 607,135 876,790 149,956

373,163 83,317 108,153 217,188 974,757 105,705





	2008 (2)	2009 (2)	2010(2)	2011 (2)	2012 (2)
<b>Revenues:</b>					
Property Tax	\$ 590,990	\$ 403,489	\$ 471,218	\$ 437,463	\$ 515,368
Utility Tax	22,282	22,138	22,324	13,289	22,324
Sales Tax	30,440	27,395	31,162	26,875	22,105
Other Taxes	220,220	131,993	129,566	146,126	18,717
<u>Other Revenues (1)</u>	<u>6,562</u>	<u>38,720</u>	<u>61,004</u>	<u>44,101</u>	<u>53,340</u>
<u>Total Revenues</u>	<u>682,993</u>	<u>691,464</u>	<u>681,519</u>	<u>745,759</u>	<u>707,476</u>
<b>Expenditures:</b>					
<u>Debt Service</u>		<u>1,022,156</u>	<u>777,725</u>	<u>747,061</u>	<u>613,048</u>
<u>Total Expenditures</u>		<u>1,022,156</u>	<u>777,725</u>	<u>747,061</u>	<u>613,048</u>
<u>Revenues Over (Under) Expenditures....</u>	<u>(339,163)</u>	<u>(86,261)</u>	<u>(65,542)</u>	<u>132,711</u>	<u>(92,357)</u>
<b>Other Financing Sources (Uses): Issuance of Debt, Net of Original</b>					
Discount/Including Premium					405,311
Payment to Refunded Bond Escrow Agent..	(186,421)				
Transfers In	33,186				
<u>Transfers Out</u>	<u>(141,498)</u>				
<u>Total Other Financing Sources (Uses)...</u>					<u>110,578</u>
340,324	560,524	580,015	337,410		
(213,435)	(412,184)	(476,787)	(268,397)		
684,277	44,185	47,134	47,322		
		(81,291)	(110,049)	(176,285)	(83,359)
<u>729,875</u>	<u>82,476</u>	<u>(25,923)</u>	<u>32,976</u>		
Revenues	and	Other	Financing	Sources	
Over (Under) Expenditures and					
Other Financing Uses	(228,585)	643,614	16,934	106,788	(59,381)
<u>Fund Balance - Beginning of Year</u>	<u>(8,911)</u>	<u>(237,496)</u>	<u>406,118</u>	<u>423,052</u>	<u>529,840</u>
<u>Fund Balance - End of Year</u>	<u>\$ (237,496)</u>	<u>\$ 406,118</u>	<u>\$ 423,052</u>	<u>\$ 529,840</u>	<u>\$ 470,459</u>

**NOTES:**

- 1) Includes Investment Income and Miscellaneous Revenues.
- 2) Source: Major (Bond, Note Redemption and Interest) and Nonmajor (Special Taxing Areas) Debt Service Funds for years ended December 31, 2008-2012.

Table 9

## CITY OF CHICAGO, ILLINOIS CAPITAL

## PROJECT FUNDS

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES Five Years

Ended December 31, 2012 (Amounts are in Thousands of Dollars)

2009 (2)      2010 (2)      2011 (2)      2012 (2)

## Revenues:

Other Revenues (1)      \$ 44,464  
Total Revenues      44,464

\$ 18,240    \$ 43,135    \$ 16,243    \$ 11,343

18,240      43,135      16,243      11,343

## Expenditures:

Capital Outlay      657,104  
Total Expenditures      657,104

615,916      624,007      467,249    430,341

615,916      624,007      467,249    430,341

Revenues Under Expenditures      (612,640)

## Other Financing Sources (Uses): Issuance of Debt, Net of Original

Discount/Including Premium      62,493

Transfers In      10,567  
Transfers Out      (96)

Total Other Financing Sources (Uses)..      72,964

(597,676)      (580,872)      (451,006)    (418,998)

529,553      769,348      464,386      295,606  
 16,334      6,296      2,759      22,843  
 (3,734)      (99)      (25)      (11,804)  
542,153      775,545      467,120      306,645

Revenues and Other Financing Sources Over (Under) Expenditures and  
 Other Financing Uses      (539,676)

Fund Balance - Beginning of Year      983,823

(55,523)      194,673      16,114      (112,353)

444,147      388,624      583,297    599,411

Fund Balance - End of Year    \$      444,147      \$      388,624      \$      583,297      \$  
599,411      \$ 487,058

**NOTES:**

- 1) Includes Investment Income, Charges for Services and Miscellaneous Revenues.
- 2) Source: Major (Community Development and Improvement Projects) and Nonmajor (Capital Projects Funds) for years ended December 31, 2008-2012.

141

**Table 10**  
**CITY OF CHICAGO, ILLINOIS PROPERTY TAX LEVIES**  
**BY FUND (1) Five Years Ended December 31, 2012**  
**(Amounts are in Thousands of Dollars)**

	<u>2008</u>	<u>2009 Change</u>	<u>Percent</u>
Note Redemption and Interest (2)			
Bond Redemption and Interest			
Policemen's Annuity and Benefit (3)			
Municipal Employees' Annuity and Benefit (3)			
Firemen's Annuity and Benefit (3)			
Laborers' and Retirement Board Employees' Annuity and Benefit (3)			
<b>Total</b>			
\$ 73,363	\$ 73,363	0.00	%
414,853	409,512	(1.29)	
139,640	141,741	1.50	
131,344	130,026	(1.00)	
65,426	66,140	1.09	
<u>9,526</u>	<u>13,327</u>	<u>39.90</u>	
\$ 834,152	\$ 834,109	(0.01)	

**NOTES:**

- 1) See Table 11 - PROPERTY LEVIES, COLLECTIONS AND ESTIMATED ALLOWANCE FOR UNCOLLECTIBLE TAXES 2003 - 2012. Does not include the levy for the School Building and Improvement Fund which is accounted for in an agency fund.
- 2) Includes Corporate, Chicago Public Library Maintenance and Operations, Chicago Public Library Building and Sites and City Relief Funds.
- 3) For information regarding the City's unfunded (assets in excess of) pension benefit obligations under its Pensions Plans, see the individual Pension Plans Financial Statements.
- 4) Estimated; actual was not available from the Cook County Clerk's Office at time of publication.
- 5) Source: Cook County Clerk's Office.

142

<u>2010</u>	<u>Change</u>	<u>2011</u>	<u>Percent Change</u>	<u>2012</u>	<u>Percent Change</u>	<u>Percent</u>
\$	73,377			0.02 %	\$	73,377
-	%	\$	73,481	0.14 %		
409,979		0.11 411,905		0.47	411,457	(0.11)
140,165		(1.11) 143,785		2.58	143,865	0.06
132,531		1.93 126,997		(4.18)	129,138	1.69
64,323		(2.75) 66,125		2.80	65,461	(1.00)
<u>13,714</u>	<u>2.90</u>	<u>11,759</u>	<u>(14.26)</u>	<u>11,202</u>		<u>(4.74)</u>
\$ 834,089	-	\$ 833,948	(0.02)	\$ 834,604	(4)	0.08

143

**Table 11**  
**CITY OF CHICAGO, ILLINOIS**  
**PROPERTY LEVIES, COLLECTIONS AND**  
**ESTIMATED ALLOWANCE FOR UNCOLLECTIBLE TAXES**  
**Last Ten Years Ended December 31, 2012**  
**(Amounts are in Thousands of Dollars)**

Tax Year(l)

Year (2)

Total Tax Levy for Fiscal

Collected Within Fiscal Year

Percentage of

Levy  
Amount

Collections in  
Subsequent Years

Total Collections to Date

Percentage of

Amount Levy

Estimated Allowance for  
Uncollectible Taxes

Net Outstanding  
Taxes Receivable

(3)	(3)	(3)	(3)																	
2003		\$ 719,695																		
2004		719,780																		
2005		718,071																		
2006		719,230																		
2007		749,351																		
2008		834,152 (3)																		
2009		834,109 (3)																		
2010		834,089 (3)																		
2011		833,948 (3)																		
2012		834,604 (3), (4)																		
7,383	6,224	61,214	15,321	36,695	114,709	32,016														
701,597	700,817	691,880	727,329	813,217	815,288	822,157	800,582													
97.47	97.60	96.20	97.06	97.49	97.74	98.57	96.00	N/A												
96.45	96.73	87.69	95.02	93.09	83.99	94.73	96.00	N/A												
\$ 674,325	9370%	\$ 23,678	\$ 698,003	96.99%	\$															
694,214	694,593	630,666	712,008	776,522	700,579	790,141	800,582													
21,692	18,183	17,254	27,350	22,022	20,935	18,482	11,693	25,005	33,384											

339 239 8,361 801,220

Total Net Outstanding Taxes Receivable

\$ 810,159

NOTES:

- 1) Taxes for each year become due and payable in the following year. For example, taxes for the 2011 tax levy become due and payable in 2013.

- 2) Does not include levy for Special Service Areas and Tax Increment Projects.
- 3) Does not include the levy for the School Building and Improvement Fund which is accounted for in an agency fund.
- 4) Estimate; actual was not available from Cook County Clerk's Office at time of publication.

144

**Table 12**  
**CITY OF CHICAGO, ILLINOIS**  
**TOP TEN ESTIMATED EQUALIZED ASSESSED VALUATION (EAV) Current Year**  
**and Nine Years Ago (2) (Amounts are in Thousands of Dollars)**

Property	2011 EAV	Rank	Total EAV	Percent- EAV	Percent- EAV	Percent- EAV	Percent- EAV
Willis Tower (4)	\$ 445,590	1	0.59 %	\$ 417,723	1	0.93%	
AON Building (3)	302,125	2	0.40	283,924	2	0.63	
Prudential Plaza	272,345	3	0.36	230,947	4	0.51	
Northwestern Memorial Hospital	243,610	4	0.32				
Water Tower Place	207,942	5	0.28				
Health Care service Corporation Blue Cross ...	206,344	6	0.27				
Chase Tower	204,229	7	0.27				
AT81T Corporate Center 1	197,943	8	0.26	196,455	6	0.44	
Three First National Plaza	197,182	9	0.26				
300 N. LaSalle	190,006	10	0.25				
Chicago Mercantile Exchange	260,304	3	0.58				
Bank One Plaza	230,071			5	0.51		
Lakeside Tech Center				160,564	7	0.36	
Citicorp Plaza	155,795	8	0.35				
Northwestern Atrium	150,438	9	0.33				
Hyatt Regency Hotel	148,240	10	0.32				
Totals	\$ 2,467,316		3.26 %	\$ 2,234,461		4.96 %	

**NOTES:**

- 1) Source: Cook County Treasurer's Office, Cook County Assessor's Office.
- 2) 2012 information not available at time of publication.
- 3) AON Building formerly known as AMOCO Building.
- 4) Willis Tower formerly known as Sears Tower.

145

**Table 13**

**CITY OF CHICAGO, ILLINOIS**

**ASSESSED AND ESTIMATED FAIR MARKET VALUE OF ALL TAXABLE PROPERTY Last Ten Years**

(Amounts are in Thousands of Dollars)

Assessed Values (1)

<u>Tax Year</u>	<u>Class 2 (2)</u>	<u>Class 3 (3)</u>	<u>Class 5 (4)</u>	<u>Other (5)</u>	<u>Total</u>
2002	\$ 9,221,622	\$ 1,865,646		\$ 8,878,142	\$
349,372	\$ 20,314,782				
2003	12,677,199	233,572	10,303,732	487,680	25,702,183
2004	12,988,216	1,883,048	10,401,429	465,462	25,738,155
2005	13,420,538	1,842,613	10,502,698	462,099	26,227,948
2006	18,521,873	2,006,898	12,157,149	688,868	33,374,788
2007	18,937,256	1,768,927	12,239,086	678,196	33,623,465
2008	19,339,574	1,602,768	12,359,537	693,239	33,995,117
2009	18,311,981	1,812,850	10,720,244	592,364	31,437,439
2010	18,074,177	1,416,863	10,467,682	606,941	30,565,663
2011 (9)	17,932,671	1,116,175	10,456,103	588,672	30,093,621

**NOTES :**

- 1) Source: Cook County Assessor's Office. Excludes portion of City in DuPage County.
- 2) Residential, 6 units and under.



- 3) Residential, 7 units and over and mixed use.
- 4) Industrial/Commercial.
- 5) Vacant, not-for-profit and industrial/commercial incentive classes. Includes railroad and farm property.
- 6) Source: Illinois Department of Revenue.
- 7) Source: Cook County Clerk's Office. Excludes portion of City in DuPage County and net of exemptions. Calculations also include assessment of pollution control facilities.
- 8) Source: The Civic Federation. Excludes railroad property and portion of City in DuPage County.
- (9) 2012 information not available at time of publication.
- (10) 2011 information not available at time of publication.

146

State Equalization Factor (6)

2.4689 2.4598 2.5757 2.7320 2.7080 2.8439 2.9786 3.3701 3.3000 2.9706

Total Equalized Assessed Value (7)

45,330,892 53,168,632 55,277,096 59,304,530 69,517,264 73,645,316 80,977,543 84,685,258 82,087,170 75,122,914

Total Direct Tax Rate

1.591 1.380 1.302 1.243 1.062 1.044 1.030 0.986 1.020 1.110

Total Estimated Fair Market Value (8)

201,938,231 223,572,427 262,080,627 286,354,518 329,770,733 320,503,503 310,888,609 280,288,730 231,986,397 N/A (10)

Ratio of Total Equalized

Assessed to Total Estimated Fair

Market Value (9)

22.45 % 23.78 21.09 20.71 21.08 22.98 26.05 30.21 35.38 N/A (10)

## EQUALIZED ASSESSED VALUE

2002 2003 2004 2005 2006 2007 2008 2009 2010 2011

147

**Table 14**  
**CITY OF CHICAGO, ILLINOIS**  
**PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS Per**  
**\$100 OF EQUALIZED ASSESSED VALUATION Last Ten Years**

Tax Year

Chicago  
School Building and Improvement Fund

Chicago School Finance Authority

Board of

Education

Community College District No. 508

2002 2003 2004 2005 2006 2007 2008 2009 2010 2011  
1.591 1.380 1.302 1.243 1.062 1.044 1.030 0.986 1.016 1.110

0.117 0.112 1.116 0.119  
0.177 0.151 0.177 0.127 0.118 0.091  
3.562 3.142 3.104 3.026 2.697 2.583 2.472 2.366 2.581 2.875  
0.280 0.246 0.242 0.234 0.205 0.159 0.156 0.150 0.151 0.165

**NOTE:**

(1) 2012 information not available from the Cook County Clerk's Office at time of publication.

**Table 15**  
**CITY OF CHICAGO, ILLINOIS PROPERTY TAX RATES -**  
**CITY OF CHICAGO Per \$100 OF EQUALIZED ASSESSED**  
**VALUATION Last Ten Years**

(Amounts for Tax Extension are in Thousands of Dollars)

Tax Year

2002 2003 2004 2005 2006 2007 2008 2009 2010  
2011 (1)

Total City Tax Extension

(2) (2) (2) (2) (2) (2) (2) (2) (2)

707,181 719,695 719,780 718,071 719,230 749,351 834,152 834,109 834,089 833,948

Bond, Note Redemption and Interest

0.804928 0.713397 0.647396 0.606566 0.519706 0.550055 0.508488 0.478955 0.494109 0.542475

Chicago Public Library Bond, Note Redemption and Interest

0.138133 0.117772 0.113280 0.090041 0.049968 0.039514 0.094354 0.091851 0.094665 0.103443

Policemen's  
Annuity and  
Benefit

0.271463 0.230466 0.216752 0.231467 0.194953 0.191548 0.172426 0.167552 0.170734 0.191381

**NOTES:**

- 1) 2012 information not available from the Cook County Clerk's Office at time of publication.
- 2) Does not include the levy for the School Building and Improvement Fund which is accounted for in an agency fund.

148

	Chicago Park District	Metropolitan Water Reclamation District	Forest Cook County	Preserve District of Cook County Total
\$	0.545	\$		
	0.464	0.455	0.443	0.379
	0.371	0.361	0.347	0.315
	\$ 0.061	0.059	0.060	0.060
	\$ 0.690	0.630	0.593	0.533
	\$ 7.277	6.433	6.280	5.981
		5.302	4.994	4.816
			4.627	5.931
				5.455

Municipal Employees' Annuity and	Firemen's Annuity and Benefit	Laborers' and Retirement Board Employees' Public Annuity and Building Benefit	Benefit	Commission Total
\$ 0.259848	\$ 0.116628	\$ -	\$ -	1.591
0.218316	0.100049	-	-	1.380
0.229048	0.095524	-	-	1.302
0.231683	0.083243	-	-	1.243
0.197399	0.099974	-	-	1.062
0.174302	0.088581	-	-	1.044
0.162182	0.080787	0.011763	-	1.030
0.153704	0.078184	0.015754	-	0.986
0.161435	0.078352	0.016705	-	1.016
0.169036	0.088014	0.015651	-	1.110

149

**Table 16**  
**CITY OF CHICAGO, ILLINOIS**  
**RATIO OF GENERAL NET BONDED DEBT TO EQUALIZED ASSESSED VALUE AND**  
**NET BONDED DEBT PER CAPITA Last Ten Years**  
**(Amounts are in Thousands of Dollars Except Where Noted)**

Tax Year	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Population (1)	2,896,016	2,896,016	2,896,016	2,896,016	2,896,016	2,896,016	2,896,016	2,896,016	2,695,598	2,695,598
Equalized Assessed Value (2)										
\$	53,168,632	55,277,096	59,304,530	69,517,264	73,651,158	80,977,543	84,685,258	82,087,170	75,122,914	N/A (4)
G. O. Bonds	4,555,253	4,983,428	5,077,434	5,394,802	5,759,573	5,687,447	6,051,947	6,536,596	6,997,975	7,244,917
G. O. Notes & Commercial Paper										
5	378,733	226,427	112,495	72,530	77,998	259,097	230,263	268,526	198,132	166,460
General Obligation Certificates and Other										
\$	367,027	362,592	344,426	322,145	458,654	362,140	439,670	574,755	554,015	528,305

- 1) Source: U.S. Census Bureau.
- 2) Source: Cook County Clerk's Office.
- 3) Gross Bonded Debt includes bonds, notes and capitalized lease obligations that are noncurrent.
- 4) N/A means not available at time of publication.
- 5) Amounts are in dollars.

**Table 17**  
**CITY OF CHICAGO, ILLINOIS**  
**RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL OBLIGATION DEBT TO**  
**TOTAL GOVERNMENTAL EXPENDITURES**  
**Last Ten Years (Amounts are in Thousands of Dollars)**

Year Ended	General Obligation		Ratio of Debt Service	
December 31,	Principal	Interest	Debt Service Expenditures	Governmental Expenditures
				Expenditures to
				Governmental Expenditures
2003	\$ 331,432	\$ 213,063	\$ 544,495	\$ 5,698,047 9.6 %
2004			240,327	247,197487,5245,349,8779.1
2005			223,778	242,286466,0645,749,8948.1
2006			201,865	273,190475,0556,274,3637.6
2007			143,575	267,698411,2736,098,5216.7
2008			429,066	302,105731,1716,839,38910.7
2009			380,946	298,057679,0036,269,39510.8
2010			336,378	319,423655,8016,334,42210.4
2011			129,303	369,880499,1836,621,2077.5
2012			305,879	475,906781,7856,563,84611.9

150

Total Gross Bonded Debt (3)

5,301,013 5,572,447 5,534,355 5,789,477 6,296,225 6,308,684 6,721,880 7,379,877 7,750,122 7,939,682

Less Reserve for Debt Service

\$ 183,347 135,795 133,011 102,951 70,543 10,080 50,431 58,822 249,355 105,582

Net Bonded Debt

5,117,666 5,436,652 5,401,344 5,686,526 6,225,682 6,298,604 6,671,449 7,321,055 7,500,767 7,834,100

Ratio of Net Bonded Debt to Equalized Assessed Value

9.63 % 9.84 9.11 8.18 8.45 7.78 7.88 8.92 9.98 N/A (4)

Net Bonded Debt Per Capita (5)

1,767.14 1,877.29 1,865.09 1,963.57 2,149.74 2,174.92 2,303.66 2,715.93 2,782.60 2,906.26

**Table 18**  
**CITY OF CHICAGO, ILLINOIS**  
**COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT December**  
**31, 2012**

City of Chicago Direct Debt

Net Direct Long-term Debt(1)**(Amounts are in Thousands of Dollars)**Percentage of Net Overlapping Debt Bonded Debt (2) Applicable

City of Chicago G. O. Bonds and Notes

(Includes Commercial Paper)

		<u>\$ 7,939,682</u>	<u>\$ 7,939,682</u>	<u>100.00 %</u>	<u>\$ 7,939,682</u>
Board of Education		6,365,573	100.00	6,365,573	
Chicago School Finance Authority	- 100.00				
Chicago Park District		874,710	100.00	874,710	
City Colleges of Chicago				- 100.00	
Cook County		3,709,530	48.08	1,783,542	
Cook County Forest Preserve District		187,950	49.40	92,847	
Metropolitan Water Reclamation					
<u>District of Greater Chicago</u>					<u>2,515,375</u>
				<u>50.40</u>	<u>1,267,749</u>
<u>Total Overlapping Debt</u>			<u>13,653,138</u>	<u>10,384,421</u>	
<u>Net Direct and Overlapping Long-term Debt</u>		<u>\$ 21,592,820</u>		<u>\$ 18,324,103</u>	

## NOTES:

- 1) Source. Amount of Net Direct Debt was obtained from each of the respective taxing bodies.
- 2) Cook County Clerk's Office

151

**Table 19**  
**CITY OF CHICAGO, ILLINOIS DEBT**  
**STATISTICS Last Ten Years**  
**(Amounts are in Thousands of Dollars Except Where Noted)**

	2003	2004	2005	2006
Direct Debt	\$ 4,798,541	\$ 5,113,565	\$ 5,123,729	\$ 5,422,232
<u>Overlapping Debt</u>	<u>7,150,282</u>	<u>7,429,853</u>	<u>7,574,950</u>	<u>7,750,883</u>
Total Debt	\$ 11,948,823	\$ 12,543,418	\$ 12,698,679	\$ 13,173,115
Equalized				
Assessed Valuation (1)		\$ 53,168,632	\$ 55,277,096	\$ 59,304,530
Direct Debt Burden (2)	10.59%	9.62%	9.27%	9.14%
Total Debt Burden (2)	26.36%	23.59%	22.97%	22.21%
Estimated Fair Market				
Value (FMV) (5)	\$ 223,572,427	\$ 262,080,627	\$ 286,354,518	\$ 329,770,733
% of Direct Debt to FMV	2.15%	1.95%	1.79%	1.64%

% of Total Direct Debt to FMV		5.34%		4.79%		4.43%		3.99%
Population (3)		2,896,016		2,896,016		2,896,016		2,896,016
Direct Debt Per Capita (4)	\$	1,656.95	\$	1,765.72	\$	1,769.23	\$	1,872.31
Total Debt Per Capita (4)		4,125.95		4,331.27		4,384.88		4,548.70

**NOTES:**

- 1) Source: Cook County Clerk's Office. Excludes portion of City in DuPage County and exemptions.
- 2) Due to the one-year lag in the Equalized Assessed Valuation, debt burden measures are computed utilizing the prior year's Assessed Valuation. The Assessed Valuation for 2002 is \$45,330,892.
- 3) Source: U.S. Census Bureau.
- 4) Amounts are in dollars.
- 5) Source: The Civic Federation.
- 6) N/A means not available at time of publication.

152

<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
\$ 5,805,921	\$ 6,126,295	\$ 6,866,270	\$ 7,328,452	\$	
<u>7,628,222</u>	<u>\$ 7,939,682</u>				
7,904,184	7,529,359	8,539,070	9,158,243	9,877,084	10,384,421
\$ 13,710,105	\$ 13,655,654	\$ 15,405,340	\$ 16,486,695	\$ 17,505,306	\$ 18,324,103

73,645,316 8.35% 19.72%  
80,977,543 8.32% 18.54%  
84,685,258 8.48% 19.02%  
82,087,170 8.65% 19.47%  
75,122,914 9.29% 21.33%

N/A (6) 9.67% 22.32%

320,503,503 1.81% 4.28%  
310,888,609 1.97% 4.39%  
\$ 280,288,730 2.45% 5.50%  
231,986,397 3.16% 7.11%  
N/A (6) N/A (6) N/A (6)  
N/A (6) N/A (6) N/A (6)

2,896,016 2,004.80 4,734.13  
2,896,016 2,115.42 4,715.32  
2,896,016 2,370.94 5,319.49  
2,695,598 2,718.67 6,116.15  
2,695,598 2,829.88 6,494.03  
2,695,598 2,945.43 6,797.79

153

**Table 20**  
**CITY OF CHICAGO, ILLINOIS**  
**REVENUE BOND COVERAGE**  
**Last Ten Years Ended December 31, 2012**  
**(Amounts are in Thousands of Dollars Except Where Noted)**



Proprietary Funds

Year

2003 2004 2005 2006 2007 2008 2009 2010 2011 2012

Gross Revenues (1)

\$  
1,241,829 1,235,290 1,344,175 1,422,873 1,550,299 1,602,668 1,516,939 1,768,225 1,767,722 1,935,020

Operating Expense (2)

\$  
769,871 721,879 776,318 779,168 856,550 913,499 887,676 911,935 937,233 967,517

Interest

Debt Service Requirements

Principal

513,411 567,857 643,705 693,749 689,169 629,263 856,290 830,489 967,503  
318,733 315,585 397,341 416,810 438,553 369,379 379,185 306,916 479,277

\$ 471,958 \$ 82,610 \$ 292,688 \$  
102,559  
543,460  
210,891 (3)  
168,712  
219,482  
216,841  
220,124  
166,825  
209,298

Percent Coverage

126 % 122 66 106 118 105 107 143 175 141

154

**Table 20 - Concluded**  
**CITY OF CHICAGO, ILLINOIS**  
**REVENUE BOND COVERAGE**  
**Last Seven Years Ended December 31, 2012**  
**(Amounts are in Thousands of Dollars Except Where Noted)**

Tax Increment Financing Funds					Net Revenue	
Year	Gross Revenues (1)	Operating Expense (2)	Available for Debt Service	Debt Service Requirements	Percent	
Principal	Interest	Total Coverage				
2006 (4)\$	400,404	\$ 124,905	\$ 275,499			
2007	509,238	238,757	270,481			
2008	557,596	296,469	261,127			
2009	495,588	185,947	309,641			
2010	474,390	229,266	245,124			
2011	544,415	266,916	277,499			
2012	487,495	361,783	125,712			
\$ 75,248	\$ 31,553	\$ 106,801	258%			
91,378	48,514	139,892	193%			
				176,221	58,292	234,513 111%
37,000	28,740	65,740	471%			
36,535	28,431	64,966	377%			
44,290	31,796	76,086	365%			
43,025	29,136	72,161	174%			

Sales Tax and Motor Fuel Tax Funds

Net Revenue                      Debt Service Requirements

		<u>Available for Percent</u>								
		<u>Year</u>				<u>Debt Service</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Coverage</u>	
2006	(4)	\$	643,343	\$	6,215	\$	25,930	\$	32,145	2001%
2007			652,883		13,030		25,595		38,625	1690%
2008			625,200		10,345		26,361		36,706	1703%
2009			578,119		5,425		24,245		29,670	1948%
2010			611,707		5,715		16,632		22,347	2737%
2011			618,871		16,295		25,970		42,265	1464%
2012			678,018		17,150		39,349		56,499	1200%

**NOTES:**

- 1) Total revenues include nonoperating revenues except for grants.
- 2) Total operating expenses excluding depreciation and amortization.
- 3) \$446.3 million of Skyway principal was included even though that requirement was met through lease proceeds.
- 4) Beginning with fiscal year 2006, the City of Chicago will accumulate ten years of data for TIF and Sales Tax and Motor Fuel Tax Funds.

155

**Table 21**  
**CITY OF CHICAGO, ILLINOIS**  
**RATIO OF OUTSTANDING DEBT BY TYPE**  
**Last Ten Years Ended December 31, 2012**  
**(Amounts are in Thousands of Dollars Except Where Noted)**

## Governmental Funds

Year

2003 2004 2005 2006 2007 2008 2009 2010 2011 2012

Net General Obligation Debt

5,301,013 5,572,447 5,534,355 5,789,477 6,296,225 6,308,684 6,721,880 7,379,877 7,750,122 7,939,682

Tax Increment Allocation Bonds and Notes

\$

471,846 470,688 407,709 351,776 285,363 204,811 179,871 156,881 125,201  
106,241

Motor Fuel

and Sales Tax Revenue

\$  
543,380 533,530 518,800 512,585 499,555 552,345 559,417 553,702 770,312 753,162  
Water Revenue Bonds

Installment

Purchase Capital Agreement Leases

Skyway.

32,263 309,813 278,861 245,685 207,065 169,282 177,011 166,787 163,012  
\$ 13,800 \$ 31,332 \$ 974,014 \$ 437,910  
423,600  
12,400 10,900 9,200 7,500 5,500 3,500 1,200  
1,022,433 1,031,089 1,169,224 1,195,803 1,464,838 1,424,319 1,711,615 1,677,851 1,988,655

**NOTES:**

- 1) See Table 13 for Estimated Fair Market Value
- 2) Amounts in Dollars
- 3) 2011 information not available at time of publication.
- 4) 2012 information not available at time of publication.

Proprietary Fund Revenue Bonds

Chicago O'Hare International Airport

Chicago O'Hare International

Airport Passenger Facility Charge

880,326 854,533 1,215,416 796,715 766,255 725,675 709,200 816,110 797,769 750,706  
Revenue Bonds Revenue Bonds

3,218,040 3,195,155 4,387,805 4,353,685 4,562,956 4,912,635 5,092,010 5,647,115 6,481,960 6,270,770

Chicago Midway

Airport Revenue

Bonds

1,164,353 1,279,455 1,272,115 1,268,764 1,254,664 1,239,404 1,246,190 1,465,495 1,439,185 1,383,215

Wastewater Transmission Revenue Bonds

\$  
654,363 747,463 731,963 770,528 754,908 902,904 878,875 1,100,800 1,084,224 1,334,918

Total Primary Government

13,690,377 14,143,967 15,419,965 15,300,815 15,868,914 16,523,861 16,984,544 19,009,806 20,293,411 20,690,361

Ratio of Bonded Debt to  
Estimated Fair Market

Value (1)

6.12 %  
5.40  
5.45  
4.64  
4.95  
5.32  
6.06  
8.19 N/A (3) N/A (4)

Per Capita (2)

4,727.31 4,883.94 5,324.54 5,283.40 5,479.57 5,705.72 5,864.80 6,564.12 7,528.35 7,675.61

157

**Table 22**

**CITY OF CHICAGO, ILLINOIS**

<b>DEBT</b>	<b>SERVICE</b>	<b>REQUIREMENTS</b>	<b>FOR</b>	<b>GENERAL</b>	<b>LONG-TERM</b>	<b>DEBT</b>	<b>(1)</b>
-------------	----------------	---------------------	------------	----------------	------------------	-------------	------------

**December 31, 2012**

<b>Year</b>	<b>Sales Tax and Motor Fuel Tax</b>	<b>Tax Increment and Special</b>	
<b>Ended</b>	<b>General Obligation Debt</b>	<b>Revenue Bonds</b>	<b>Service Area Bonds Totals</b>

Dec. 31,	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2013..	\$ 112,131,568	\$ 408,456,294	\$ 18,040,000	\$ 36,140,333	\$ 26,113,905	\$ 5,931,000	\$ 156,285,473	\$ 450,527,627
2014..				214,374,425				409,006,102
18,980,000		35,199,715		14,601,762	11,818,797	247,956,187		456,024,614
2015..				236,206,371				403,011,719
18,400,000		34,228,549		8,965,000	3,950,522	263,571,371		441,190,790
2016..				251,616,761				392,344,156
18,135,000	33,288,259	11,160,000		3,400,094	280,911,761	429,032,509		
2017..				274,801,947				380,869,546
18,525,000	32,355,449	11,685,000		2,666,019	305,011,947	415,891,014		
2018..				287,336,972				368,168,883
19,450,000	31,433,920	14,940,000		1,970,857	321,726,972	401,573,660		
2019..				297,883,700				354,502,723
20,425,000	30,466,309	5,025,000		1,105,663	323,333,700	386,074,695		
2020..		313,053,918			342,408,943			21,405,000
29,485,165	3,165,000	821,307		337,623,918	372,715,415			
2021..		316,127,240			327,656,694			22,390,000
28,502,801	3,440,000	598,388		341,957,240	356,757,883			
2022..		320,008,400			318,419,575			23,405,000
27,429,525	7,145,000	241,144		350,558,400	346,090,244			
2023..	311,423,319		303,989,267		24,535,000	26,307,210	-	-
335,958,319		330,296,477					-	-
2024..	305,502,012		289,694,098		25,720,000	25,130,181	-	-
331,222,012		314,824,279					-	-
2025..	286,728,971		274,123,088		26,965,000	23,895,799	-	-
313,693,971		298,018,887					-	-
2026..	288,271,163		261,606,450		28,270,000	22,601,359	-	-
316,541,163		284,207,809					-	-
2027..	283,684,720		242,428,646		27,412,551	23,564,519	-	-
311,097,271		265,993,165					-	-
2028..	283,884,806		236,214,888		31,000,000	19,951,255	-	-
314,884,806		256,166,143					-	-
2029..	290,589,515		220,802,410		20,990,799	29,973,720	-	-
311,580,314		250,776,130					-	-
2030..	327,232,520		210,526,136		23,080,429	27,894,498	-	-
350,312,949		238,420,634					-	-
2031	317,928,596		193,450,232		22,076,638	28,912,336	-	-
340,005,234		222,362,568					-	-
2032..	349,048,762		162,305,401		22,692,868	28,300,155	-	-
371,741,630		190,605,556					-	-
2033..	322,976,194		144,166,596		23,144,107	27,627,546	-	-
346,120,301		171,794,142					-	-
2034..	251,437,377		127,168,523		38,945,000	14,174,055	-	-
290,382,377		141,342,578					-	-
2035..	222,017,607		113,270,499		40,925,000	12,195,050	-	-
262,942,607		125,465,549					-	-
2036..	204,386,559		101,770,465		43,045,000	10,074,025	-	-
247,431,559		111,844,490					-	-
2037..	186,007,925		90,971,908		45,275,000	7,843,075	-	-
231,282,925		98,814,983					-	-
2038..	192,161,380		80,977,910		34,870,000	5,496,500	-	-
227,031,380		86,474,410					-	-
2039..	230,525,000		40,501,833		36,615,000	3,753,000	-	-

267,140,000	44,254,833					
2040..	241,285,000	27,525,320	38,445,000	1,922,250	-	-
279,730,000	29,447,570					
2041 ..	254,670,000	14,137,846	....	254,670,000	14,137,846	

\$ 7,773,302,728 \$ 6,840,476,151 \$ 753,162,392 \$ 658,146,558 \$ 106,240,667 \$ 32,503,791 \$ 8,632,705,787 \$ 7,531,126,500

## NOTE:

(1) The amounts listed above for each year include amounts payable January 1 of the following year.

Bonds maturing and interest payable January 1, 2013, have been excluded from this schedule because funds for their payment have been provided in the debt service funds. For variable rate debt, interest has been calculated at the rate in effect or effective rate of a Swap Agreement, if applicable, as of December 31, 2012. Amounts above exclude Commercial Paper issues as the timing of payments is not certain.

158

Table 23

## CITY OF CHICAGO, ILLINOIS

**DEBT SERVICE REQUIREMENTS FOR GENERAL OBLIGATION DEBT (1)**  
December 31, 2012

Year Ended	General Obligation Bonds		Other General Obligation Debt		Totals		
Dec. 31,	Principal	Interest	Principal	Interest	Principal	Interest	Total
	85,316,568 \$	387,171,300 \$	26,815,000 \$	21,284,994 \$	112,131,568 \$	408,456,294 \$	520,587,862
	186,174,425	384,733,913	28,200,000	24,272,189	214,374,425	409,006,102	623,380,527
	197,441,371	373,990,834	38,765,000	29,020,885	236,206,371	403,011,719	639,218,090
761	365,624,247	42,085,000	26,719,909	251,616,761	392,344,156	643,960,917	
761	227,001,947	356,592,455	47,800,000	24,277,091	274,801,947	380,869,546	655,671,493
761	237,021,972	346,567,691	50,315,000	21,601,192	287,336,972	368,168,883	655,505,855
761	247,513,700	335,769,448	50,370,000	18,733,275	297,883,700	354,502,723	652,386,423
761	256,543,918	326,577,110	56,510,000	15,831,833	313,053,918	342,408,943	655,462,861
761	268,162,240	314,971,991	147,965,000	12,684,703	316,127,240	327,656,694	643,783,934
761	274,633,400	308,503,658	45,375,000	9,915,917	320,008,400	318,419,575	638,427,975
761	264,028,319	296,710,034	47,395,000	7,279,236	311,423,319	303,989,270	615,412,589
761	275,642,012	285,169,576	29,860,000	4,524,522	305,502,012	289,694,098	595,196,110
761	279,783,971	273,258,901	6,945,000	864,187	286,728,971	127,123,088	560,852,059
761	280,606,163	261,094,538	7,665,000	511,912	288,271,163	261,606,450	549,877,613
761	283,009,720	242,308,492	675,000	120,154	283,684,720	242,428,646	526,113,366
761	283,169,806	236,130,941	715,000	83,947	283,884,806	236,214,888	520,099,694
761	289,739,515	220,756,816	850,000	45,594	290,589,515	220,802,410	511,391,925
761	327,232,520	210,526,136	--327,232,520	210,526,136	537,758,656		
761	317,928,596	193,450,232	--317,928,596	193,450,232	511,378,828		
762	162,305,401	--349,048,762	162,305,401	1511,354,163			
762	322,976,194	144,166,596	--322,976,194	144,166,596	467,142,790		
762	251.437.377	127.168.523	--251.437.377	127.168.523	378.605.900		

762	222,017,607113,270,499--222,017,607113,270,499335,288,106
762	204,386,559101,770,465-- .204,386,559101,770,465306,157,024
762	186,007,92590,971,908--186,007,92590,971,908276,979,833
762	192,161,38080,977,910--192,161,38080,977,910273,139,290
762	230,525,00040,501,833--230,525,00040,501,833271,026,833
762	241,285,00027,525,320--241,285,00027,525,320268,810,320
762	254,670,00014,137,846--254,670,00014,137,846268,807,846

\$ 7,244,997,728 \$ 6,622,704,614 S 528,305,000 \$ 217,771,540 \$ 7,773,302,728 \$ 6,840,476,154 \$ 14,613,778,882

## NOTE:

- (1) The amounts listed above for each year include amounts payable January 1 of the following year. Bonds maturing and interest payable January 1, 2013, have been excluded from this schedule because funds for their payment have been provided in the debt service funds. For variable rate debt, interest has been calculated at the rate in effect or effective rate of a Swap Agreement, if applicable, as of December 31, 2012. Amounts above exclude Commercial Paper issues as the timing of payments is not certain.

159

Table 24

## CITY OF CHICAGO, ILLINOIS

DEBT 2012	SERVICE	REQUIREMENTS	FOR	PROPRIETARY	FUNDS	(1)	December	31,
--------------	---------	--------------	-----	-------------	-------	-----	----------	-----

Year Ended December 31,

Water Revenue Bonds

Principal

Wastewater Transmission Revenue Bonds

Principal

2013	\$
2014	
2015	
2016	
2017	
2018	
2019	
2020	
2021	
2022	
2023	
2024	
2025	
2026	
2027	
2028	
2029	
2030	
2031	



2032  
2033  
2034  
2035  
2036  
2037  
2038  
2039  
2040  
2041  
2042  
42,232,197 \$  
43,427,680  
44,683,515  
53,878,837  
55,808,466  
57,833,403  
65,506,135  
68,336,270  
76,399,364  
79,798,864  
83,144,090  
87,367,138  
88,535,341  
78,647,392  
81,916,360  
94,750,378  
98,734,447  
99,653,566  
70,317,737  
62,930,000  
66,000,000  
69,060,000  
72,255,000  
75,600,000  
69,540,000  
72,705,000  
59,635,000  
62,385,000  
23,950,000  
25,145,000  
106,632,871 105,481,782 104,238,937 102,776,841 100,865,184 98,890,942 91,247,198 88,563,666 80,344,624 77,038,843  
73,530,426 69,778,725 65,890,769 61,904,343 57,961,496 53,859,730 49,471,759 44,826,616 40,199,613 36,507,432 32,991,720  
29,475,961 25,796,746 21,946,689 17,917,847 14,102,338 9,905,626 6,263,396 2,454,750 1,257,250  
35,905,111 \$  
37,596,874  
39,433,680  
41,295,533  
43,157,431  
45,114,378  
40,228,004  
39,530,958  
40,879,911  
42,373,209  
43,907,289  
55,797,560

39,191,697  
 40,550,626  
 41,964,301  
 48,360,050  
 50,785,050  
 53,130,050  
 55,457,525  
 57,565,000  
 60,350,000  
 63,095,000  
 65,955,000  
 59,905,000  
 62,755,000  
 53,980,000  
 44,005,000  
 15,950,000  
 16,700,000  
 64,797,101 63,159,464 61,322,619 59,437,903 57,658,238 55,805,213 60,963,968 61,633,025 60,348,661 58,956,460 57,501,809  
 46,037,139 62,157,360 60,858,478 59,463,321 38,161,931 35,693,085 33,098,857 30,338,394 27,427,826 24,373,753 21,169,866  
 17,818,478 14,187,027 10,783,724 7,268,147 4,229,285 1,532,500 785,000  
 \$ 2,030,176,174 \$ 1,672,124,120 \$ 1,334,919,237 \$ 1,156,968,632

**NOTE:**

- (1) The amounts listed above for each year include amounts payable January 1 of the following year. Bonds maturing and interest payable January 1, 2013, have been excluded from this schedule because funds for their payment have been provided in the debt service funds. For variable rate debt, interest has been calculated at the rate in effect or effective rate of a Swap Agreement, if applicable, as of December 31, 2012. Amounts above exclude Commercial Paper issues as the timing of payments is not certain.

160

Chicago-O'Hare International Airport and Chicago Midway International Airport Bonds		Totals		Year	
<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>December 31,</u>
185,205,000	\$ 411,324,276	\$ 263,342,308	\$ 582,754,248	\$ 846,096,556	2013
297,070,000		402,469,486	378,094,554	571,110,732	949,205,286
		2014			
296,935,000		387,977,748	381,052,195	553,539,304	934,591,499
		2015			
275,505,000		374,550,400	370,679,370	536,765,144	907,444,514
		2016			
324,050,000		360,808,134	423,015,897	519,331,556	942,347,453
		2017			
318,470,000		344,811,299	421,417,781	499,507,454	920,925,235
		2018			
295,125,000		329,032,378	400,859,139	481,243,544	882,102,683
		2019			
269,010,000		314,296,397	376,877,228	464,493,088	841,370,316

		2020			
259,805,000	301,767,368	377,084,275	442,460,653	819,544,928	
		2021			
253,260,000	288,519,781	375,432,073	424,515,084	799,947,157	
		2022			
266,470,000	275,352,528	393,521,379	406,384,763	799,906,142	
		2023			
338,200,000	261,499,838	481,364,698	377,315,702	858,680,400	
		2024			
297,120,000	246,758,213	424,847,038	374,806,342	799,653,380	
		2025			
311,375,000	231,308,789	430,573,018	354,071,610	784,644,628	
		2026			
327,420,000	215,579,829	451,300,661	333,004,646	784,305,307	
		2027			
475,865,000	199,332,162	618,975,428	291,353,823	910,329,251	
		2028			
370,020,000	181,914,801	519,539,497	267,079,645	786,619,142	
		2029			
381,000,000	163,538,816	533,783,616	241,464,289	775,247,905	
		2030			
383,005,000	144,471,773	508,780,262	215,009,780	723,790,042	
		2031			
407,415,000	125,382,758	527,910,000	189,318,016	717,228,016	
		2032			
414,365,000	106,350,503	540,715,000	163,715,976	704,430,976	
		2033			
441,885,000	87,709,265	574,040,000	138,355,092	712,395,092	
		2034			
213,230,000	70,464,120	351,440,000	114,079,344	465,519,344	
		2035			
224,535,000	57,714,094	360,040,000	93,847,810	453,887,810	
	2036				
235,600,000	44,279,190	367,895,000	72,980,761	440,875,761	
	2037				
246,350,000	30,481,392	373,035,000	51,851,877	424,886,877	
	2038				
147,345,000	15,609,644	250,985,000	29,744,555	280,729,555	
	2039				
98,440,000	6,395,308		176,775,000	14,191,204	
	190,966,204			2040	
	40,650,000	3,239,750	43,889,750	2041	
		1,257,250	1,257,250	2042	
\$ 8,354,075,000	\$ 5,979,700,290	\$ 11,694,025,411	\$ 8,808,793,042	\$	
20,502,818,453					

**Table 25**  
**CITY OF CHICAGO, ILLINOIS LONG-**  
**TERM DEBT December 31, 2012**

Long-term debt is comprised of the following issues at December 31, 2012 (dollars in thousands):

	December 31, Principal2012	Outstanding at Original
General Long-term Debt: General		
Obligation Debt: General Obligation		
Bonds:		
Refunding Series of 1993 B-4.25% to 5.125%	153,28067,480	
Project and Refunding Series 1995 A-2 - 5.0% to 6.25%	220,39081,645	
Tender Bonds 1996 B - Variable Rate (.08% at December 31, 2012)	1,500200	
Project and Refunding Series 1998-3.85% to 5.5%	426,60042,645	
Emergency Telephone System Refunding Series 1999 - 4.5% to 5.5%	213,110124,385	
City Colleges of Chicago Capital Improvement Project Series 1999 - 6.0%	308,964188,028	
Project Series 2000 A - 4.85% to 6.75%	254,2937,403	
Project and Refunding Series 2001 A - 4.0% to 5.65%	580,33882,674	
Project and Refunding Series 2002 A - 4.0% to 5.65%	169,7653,240	
Neighborhoods Alive 21 Program Series 2002 B - 3.575%	206,700206,700	
Neighborhoods Alive 21 Program Series 2003 - 2.0% to 5.25%	103,1409,650	
Project and Refunding Series 2003 A - 4.625% to 5.25%	157,99048,700	
Project and Refunding Series 2003 B - 4.052%	202,500195,975	
Project Series 2003 C and D - 2.0% to 5.25%	198,26533,780	
Emergency Telephone System Series 2004 - 3.0% to 6.9%	64,66543,245	
Project and Refunding Series 2004- 1.92% to 5.5%	489,455131,490	
Refunding Series 2005 A - 2.5% to 5.0%	441,090304,045	
Project and Refunding Series 2005 B and C - 3.5% to 5.0%	339,275299,645	
Variable Rate Demand Bonds Series 2005 D - 4.104%	222,790222,790	
Direct Access Bonds, Series 2005-2.876% to 4.5%	114,69573,277	
Direct Access Bonds, Series 2006-3.5% to 4.4%	35,75330,708	
Project and Refunding Series 2006 A and B - 3.5% to 5.375%	649,995577,485	
Project and Refunding Series 2007 A and B - 3.75% to 5.462%	589,590546,145	
City Colleges of Chicago Capital Improvement Project Series 2007 - 4.0% to 5.0%	39,11035,925	
Project and Refunding Series 2007 C and D - 4.0% to 5.44%	330,890298,100	
Project and Refunding Series 2007 E through G - 3.998%	200,000200,000	
Project and Refunding Series 2008 A and B - 3.0% to 5.765%	473,705466,520	
Project and Refunding Series 2008 C through E -1.0% to 6.05%	611,017605,672	
Project and Refunding Series 2009 A through D - 4.0% to 6.257%	793,275793,275	
Project Series 2010 B-7.517%	213,555213,555	
Project Series 2010 C-1 - 7.781%	299,340299,340	
Project Series 2011 A and B - 4.625% to 6.034%	416,345416,345	
Project Series 2012 A and C - 4.0% to 5.432%	594,850594,850	
Total General Obligation Bonds	\$10,116,230	\$ 7,244,917

162

**Table 25 - Continued CITY OF CHICAGO,  
ILLINOIS LONG-TERM DEBT December 31,  
2012**

	Original December 31, Principal 2012	Outstanding at December 31, 2012
Commercial Paper Notes:		
Commercial Paper Notes - Variable Rate (.23% to .43% at December 31, 2012)	\$ 166,460	\$ 166,460
<u>Total Commercial Paper Notes</u>	<u>166,460</u>	<u>166,460</u>
<u>Total General Obligation Bonds and Notes</u>	<u>10,282,690</u>	<u>7,411,377</u>
General Obligation Certificates and Other Obligations:		
Building Acquisition Certificates (Limited Tax) Series 1997 - 4.4% to 5.4%	28,800	11,925
Modern Schools Across Chicago Program - Series 2007 A through K - 3.6% to 5.0%	356,005	281,220
Modern Schools Across Chicago Program-Series 2010 A and B-3.0% to 5.364%	150,115	144,160
<u>MRL Financing LLC Promissory Note - 5.0% to 7.5%</u>	<u>91,000</u>	<u>91,000</u>
<u>Total General Obligation Certificates and Other Obligations</u>	<u>625,920</u>	<u>528,305</u>
<u>Total General Obligation Debt</u>	<u>10,908,610</u>	<u>7,939,682</u>
Tax Increment Allocation Bonds and Notes:		
Read-Dunning Redevelopment Project Tax Increment - Series 1996 B - 7.25%	7,035	1,250
Sanitary Drainage Tax Increment - Series 1997 A - 7.375% to 7.75%	5,530	1,090
Lincoln/Belmont/Ashland Tax Increment - Series 1998 - 4.0% to 11.0%	12,375	5,695
Irving/Cicero Tax Increment - Series 1998 - 7.0%	4,470	875
Near South Tax Increment - Series 1999 A and B - 4.0% to 5.65%	50,000	8,120
Near North Tax Increment - Series 1999 A and B - 5.084% to 6.89%	55,000	35,600
Neighborhood Improvement Fund Tax Increment Notes - 7.0% to 9.5%	17,420	554
Goose Island Redevelopment Tax Increment - Series 2000 - 7.45%	16,800	12,195
Near South Tax Increment - Series 2001 A and B - 4.75% to 6.25%	46,242	11,982
<u>Pilsen Redevelopment Project - Series 2004 - 4.35% to 6.75%</u>	<u>49,520</u>	<u>28,880</u>
<u>Total Tax Increment Allocation Bonds and Notes</u>	<u>264,392</u>	<u>106,241</u>
Motor Fuel Tax and Sales Tax Revenue Bonds:		
Motor Fuel Tax Revenue Bonds - Refunding Series 1993 - 4.05% to 6.125%	70,175	6,165
Motor Fuel Tax Revenue Bonds - Series 2003 - 2.25% to 5.25%	115,645	114,390
Motor Fuel Tax Revenue Bonds - Series 2008 A and B - 4.0% to 5.0%	66,635	66,635
Sales Tax Revenue Bonds-Series 1998-4.5% to 5.5%	125,000	16,870
Sales Tax Revenue Bonds - Series 2002 - 4.23%	116,595	112,755
Sales Tax Revenue Refunding Bonds - Series 2005 - 3.25% to 5.0%	142,825	112,550
Sales Tax Revenue Refunding Bonds - Series 2009 - 4.25% to 6.0%	90,892	90,892

Sales Tax Revenue Refunding Bonds - Series 2011 - 4.375% to 5.504%	232,905,232.905	
<u>Total Motor Fuel Tax and Sales Tax Revenue Bonds</u>	<u>960,672</u>	<u>753,162</u>
<u>Total General Long-term Debt</u>	<u>12,133,674</u>	<u>8,799,085</u>

163

**Table 25 - Continued CITY OF CHICAGO,  
ILLINOIS LONG-TERM DEBT December 31,  
2012**

	Outstanding at Original December 31, <u>Principal 2012</u>	
Proprietary Fund Revenue Bonds: Water		
Revenue Bonds:		
Refunding Series 1993-4.125% to 6.5%	49,880,158,810	
Series 1997-3.9% to 5.25%	277,911,114,019	
Series 2000 - 2nd Lien - 3.87%	100,000,100,000	
Series 2000 - 4.375% to 5.875%	156,819,153	
Series 2001 - 3.0% to 5.75%	353,905,80,900	
Series 2004 - 2nd Lien - 3.867%	500,000,366,150	
Series 2006A - 2nd Lien - 4.5% to 5.0%	215,400,188,985	
Series 2008 - 2nd Lien - 4.0% to 5.25%	549,915,485,745	
Series 2010-2nd Lien-2.0% to 6.742%	313,580,300,355	
Series 2012-2nd Lien-4.0% to 5.0%	399,445,399,445	
Illinois Environmental Protection Agency Loan - 2.905%	3,605,191,1	
Illinois Environmental Protection Agency Loan - 2.57%	2,642,179,9	
Illinois Environmental Protection Agency Loan - 1.25%	6,000,573,4	
Illinois Environmental Protection Agency Loan - 0.00%	9,077 8,649	
<u>Total Water Revenue Bonds</u>		<u>2,938,1,988,655"</u>
Chicago-O'Hare International Airport Bonds:		
Chicago-O'Hare International Airport Revenue Bonds:		
Refunding Series of 2003 A through C - 3rd Lien - 4.5% to 6.0%	986,310,970,410	
Series of 2003 D through F-3rd Lien-2.125% to 5.5%	149,330,129,015	
Series of 2004 A through H - 3rd Lien - 3.49% to 5.35%	385,045,214,930	
Series of 2005 A and B - 3rd Lien - 5.0% to 5.25%	1,200,000,1,200,000	
Series of 2005 C and D - 3rd Lien - Variable Rate (.13 to .14% at December 31, 2012)	300,000,240,600	
Series of 2006 A through D - 3rd Lien - 4.55% to 5.5%	156,150,57,530	
Series of 2008 A through D - 3rd Lien - 4.0% to 5.0%	779,915,776,235	
Series of 2010 A through F - 3rd Lien - 1.75% to 6.845%	1,039,985,973,730	
Series of 2011 A through C - 3rd Lien - 3.0% to 6.5%	1,000,000,1,000,000	
<u>Refunding Series of 2012 A through C-3rd Lien-1.0% to 5.0%</u>	<u>728,895 708,320</u>	
<u>Total Chicago-O'Hare International Airport Revenue Bonds</u>	<u>6,725,630</u>	<u>6,270,770</u>
Chicago-O'Hare International Airport Passenger Facility Charge Revenue Bonds:		
Refunding Series of 2008 A-4.0% to 5.0%	111,425 70,025	
Refunding Series of 2010 A through D - 2.0% to 6.322%	137,665 135,810	

Refunding Series of 2011 A and B - 5.0% to 6.0%	46,005,460.05	
Refunding Series of 2012 A and B - 2.5% to 5.0%	452,095,448.250	
Commercial Paper Notes - Variable Rate (.18% to .23% at December 31, 2012)	<u>50,616</u>	<u>50,616</u>
Total Chicago-O'Hare International Airport Passenger Facility Charge Revenue Bonds		797,806
		750,706

164

**Table 25 - Concluded CITY OF CHICAGO,  
ILLINOIS LONG-TERM DEBT December 31,  
2012**

		December 31, <u>Principal</u> 2012	Outstanding at Original
Proprietary Fund Revenue Bonds - Concluded:			
Chicago Midway International Airport Revenue Bonds:			
Series 1996 A and B-4.8% to 6.5%			\$
	254,040	\$134,885	
Series 1998A, BandC-4.3%to5.5%	397,715	369,700	
Series 1998 - 2nd Lien A and B - Variable Rate (.15% at December 31, 2012)	171,000	132,525	
Series 2001 A and B - 5.0% to 5.5%		295,855	239,265
Refunding Series 2004 A and B - 2nd Lien - 3.2% to 5.5%		77,565	59,945
Series 2004 C and D-2nd Lien-4.174%		152,150	144,675
Series 2010 A - 2nd Lien - Variable Rate (.20% to .21% at December 31, 2012)		80,475	76,575
<u>Series 2010 B through D-2nd Lien-3.532% to 7.168%</u>		<u>246,540</u>	<u>225,645</u>
<u>Total Chicago Midway International Airport Revenue Bonds</u>		<u>1,675,340</u>	<u>1,383,215</u>
Wastewater Transmission Revenue Bonds:			
Refunding Series 1998 A-4.55% to 5.0%	62,423	335,168	
Series 2001 - 2nd Lien - 3.5% to 5.5%	187,685	565,420	
Refunding Series 2004 B - 2nd Lien - 3.0% to 5.25%	61,925	41,940	
Series 2006 A and B - 2nd Lien - 4.5% to 5.0%	155,030	139,240	
Series 2008 A - 2nd Lien - 4.0% to 5.5%		167,635	157,025
Series 2008 C1 through C3 - 2nd Lien - 3.886%		332,230	332,230
Series2010-2nd Lien-2.0%to6.9%	275,865	272,030	
Series2012-2nd Lien-3.0%to5.0%	276,470	276,470	
Illinois Environmental Protection Agency Loan - 2.5%		1,546	1,242
Illinois Environmental Protection Agency Loan - 0.00%		15,000	14,153
Total Wastewater Transmission Revenue Bonds		1,535,809	1,334,918

**NOTE:**

The balance outstanding at December 31, 2012 listed above for each year excluded amounts payable January 1, 2013. In addition, the balance outstanding of water revenue bonds at December 31, 2012 excludes payments due on November 1, 2013.

165

**Table 26**  
**CITY OF CHICAGO, ILLINOIS POPULATION AND**  
**INCOME STATISTICS Last Ten Years**

Year

2003  
2004 .  
2005 . 2006 2007  
2008 .  
2009 .  
2010 .  
2011 .  
2012 .

Population(l)

2,896,016 2,896,016 2,896,016 2,896,016 2,896,016 2,896,016 2,896,016 2,695,598 2,695,598 2,695,598

Median Age (2)

32.6 32.6 33.0 33.5 33.7 34.1 34.5 34.8 33.2 33.0

Number of Households (2)

1,067,823 1,051,018 1,045,282 1,040,000 1,033,328 1,032,746 1,037,069 1,045,666 1,048,222 1,030,746

Unemployment Rate (3)

8.2 %  
7.2  
7.0  
5.2  
5.7  
6.4 10.0 10.1  
9.3  
8.9

Total IncomePer Capita Income (4)

\$ 35,464 \$ 102,704,311,424



37,169	107,642,018,704
38,439	111,319,959,024
41,887	121,305,422,192
43,714	126,596,443,424
45,328	131,270,613,248
43,727	126,634,091,632
45,957	123,881,597,286
45,977	123,935,509,246
N/A (5)	N/A (5)

**NOTES:**

- 1) Source: U.S. Census Bureau.
- 2) Source: World Business Chicago Website, Claritas data estimates; Cook County's Website.
- 3) Source: Bureau of Labor Statistics 2012, Unemployment rate for Chicago-Naperville-Illinois Metropolitan Area.
- 4) Source: U.S. Department of Commerce, Bureau of Economic Analysis, Per Capita Personal Income for Chicago-Naperville-Illinois Metropolitan Area (in 2012 dollars).
- 5) N/A means not available at time of publication.

**Table 27**  
**CITY OF CHICAGO, ILLINOIS**  
**PRINCIPAL EMPLOYERS (NON-GOVERNMENT)**  
**Current Year and Nine Years Ago (See Note at the End of this Page)**

Employer

J. P. Morgan Chase Bank, N. A. (2)  
United Airlines  
Accenture LLP  
Northern Trust Corporation  
Jewel Food Stores, Inc  
Ford Motor Company  
Bank of America NT & SA  
ABM Janitorial Services - North Central  
American Airlines  
Walgreen's Co  
CVS Corporation  
SBC Ameritech (3)  
Target Corporation  
Harris Trust & Savings Bank  
LaSalle Bank  
United Parcel Service

Number of

Employees

8,168 7,521 5,590 5,448 4,572 4,187 3,811 3,398 3,076 2,789  
2012 (1)  
Percentage of  
1 2 3 4 5 6 7 8 9  
10

Total City Rank Employment

0.70 0.52 0.51 0.43 0.39 0.36 0.32 0.29 0.26

Number of

Employees

10,192 7,634 3,862 5,084

4,403

5,240 2,904 2,684 2,668 2,649  
2003 (1)  
Percentage of  
1 2 6 4

Total City Rank Employment

0.71 0.36 0.47  
3 7 8 9  
10

0.41

0.49 0.27 0.25 0.25 0.25

**NOTES:**

- 1) Source: City of Chicago, Department of Revenue, Employer's Expense Tax Returns.
- 2) J. P. Morgan Chase formerly known as Banc One.
- 3) Ameritech currently known as SBC/AT8<T.

167

**Table 28**

**CITY OF CHICAGO, ILLINOIS**

**FULL TIME EQUIVALENT CITY OF CHICAGO EMPLOYEES BY FUNCTION Last Seven Years (See Note at the End of this Page)**

Function	Budgeted Full Time Equivalent Positions					2007	2006
	2012	2011	2010	2009	2008		
General Government	3,856	4,363	4,401	4,419	5,112	5,195	5,214
Public Safety		21,040	22,716	22,912	22,954	23,313	23,345

Streets and Sanitation	2,303	2,576	2,605	3,087	3,648	3,609		3,578
Transportation		929	980	1,022	718	819	829	862
Health			904	991	1,117	1,257	1,535	1,554
Cultural and Recreational	1,153	1,207	1,213	1,318	1,596	1,608		1,620
Business-type Activities	3,523	3,615	3,619	3,666	3,898	4,015		4,108
Total			33,708	36,448	36,889	37,419	39,921	
						40,207		40,297

**NOTES:**

- 1) Source: City of Chicago 2013 Budget Overview, 2012 figures. Includes full time equivalent positions in grant related programs.
- 2) Beginning with fiscal year 2006, the City of Chicago will accumulate ten years of data.

168

**Table 29**

**CITY OF CHICAGO, ILLINOIS**

**OPERATING INDICATORS**  
**Seven Years (See Note at the End of this Page)**

**BY**

**FUNCTION/DEPARTMENT**

**Last**

<u>Function/Program</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Police							
Physical Arrests	145,390	152,740	167,355	181,254	196,621	221,915	227,576

Fire							
Emergency Responses	472,752	343,749	343,214	363,519	377,808	402,403	300,971
Refuse Collection							
Refuse Collected (Tons per Day)....	3,763	3,983	3,931	3,974	4,240	4,320	4,451
Cultural							
Volumes in Library	5,691,321	5,790,289	5,769,587	5,743,002	5,721,334	5,891,306	5,700,000
Water							
Average Daily Consumption (Thousand of Gallons)		793,274	770,925	773,612	808,551	827,156	860,285 884,970

**Table 30**  
**CITY OF CHICAGO, ILLINOIS**  
**CAPITAL ASSET STATISTICS BY FUNCTION**  
**Last Seven Years (See Note at the End of this Page)**

Function	2012	2011	2010	2009	2008	2007	2006
Police Stations	25	26	25	25	25	25	25
Fire Stations	104	104	103	103	101	102	102
Other Public Works							
Streets (Miles)	4,116	4,091	3,775	3,775	3,775	3,775	3,775
Streetlights	279,668	278,788	261,019	259,699	285,989	192,511	190,000
Traffic Signals	3,035	2,960	2,960	2,960	2,960	2,727	2,795
Water Mains (Miles)	4,349	4,360	4,300	4,300	4,375	4,236	4,230
Sewers Mains (Miles)	4,450	4,400	4,400	4,400	4,500	4,500	4,500

**NOTE:**

(1) Beginning with fiscal year 2006, the City of Chicago will accumulate ten years of data.

**Table 31**  
**CITY OF CHICAGO, ILLINOIS**  
**INTEREST RATE SWAP COUNTERPARTY ENTITIES**  
**31, 2012**  
**(Amounts are in Thousands of Dollars)**

**Associated Bond Issue**

GO VRDB (Series 2007EFG).

GO VRDB (Series 2005D)

GO VRDB (Neighborhoods Alive 21  
Program, Series 2002B)

Sales Tax Revenue Refunding  
Bonds (VRDB Series 2002)

Tax Increment Allocation Bonds  
(Near North TIF, Series 1999A)

Chicago Midway International  
Airport Revenue Bonds  
(Series 2004C&D)

Wastewater Transmission Variable Rate

Revenue Bonds (Series 2008C)

Water Variable Rate Revenue

Refunding Bonds (Series 2004)

Water Variable Rate Revenue

Refunding Bonds (Series 2004)

Second Lien Water Revenue  
Refunding Bonds (Series 2000)

GO VRDB (Series 2003B)

Total

**Current Notional Amounts**

\$ 150,000 50,000 200,000 \*\*

155,953 66,837

100,000\*\*

61,395\*\*

61,395\*\*

207,880\*\*

155,025 51,675

113,240

38,900

89,100 59,400

232,560 49,835 49,835

185,780

190,520

100,000

149,280 49,760 49,760 \*\* 149,280 \*\* 144,750 \*\*

\$ 2,912,160

**Counterparty Credit Rating Moody's/S&P**

A2/A+\* Baa1/A-Aa3/AA-

A3/A-A2/A+\* Aa1/AA-\* A2/A+\* A2/A+\* A2/A

Aa3/A+ A3/A

Aa3/A+

A3/A

A3/A Aa3/AA-

A2/A+\* A3/A Aa3/A+

A2/A

Aa3/AA-

A2/A

Aa3/AA-

Aa3/A+

Aa3/A+ Aa1/AA-\* A2/A

**Counterparty Entity**

Loop Financial Products III Morgan Stanley Wells Fargo

Goldman Sachs Loop Financial Products III

Rice Financial Loop Financial Products III Jefferies & Co PNC Bank

JP Morgan Bank of America

JP Morgan

Bank of America

Goldman Sachs Wells Fargo

Loop Financial Products I Bank of America JP Morgan

UBS

RBC

UBS

Wells Fargo JP Morgan JP Morgan Rice Financial PNC Bank

Source: Survey of Derivative Instruments - Notional amount as of 12/31/12. \* Reflects the rating of the credit support provider. \*\* Reflects Swap overlay agreement.

170

SUPPLEMENT TO

# CITY OF CHICAGO

COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED DECEMBER 31, 2012

Rahm Emanuel, Mayor

Lois A. Scott, Chief Financial Officer Amer Ahmad, City Comptroller



Department of Finance city of chicago

June 29, 2013

To the Honorable Mayor and Members of the City Council  
of the City of Chicago

Ladies and Gentlemen:

This report is a supplement to the Comprehensive Annual Financial Report of the City of Chicago for the year ended December 31, 2012.

The Comprehensive Annual Financial Report should be referenced for the following information:

1. Introductory Section.
2. Financial Section.
3. Statistical Section.

This supplemental report contains:

The City Treasurer's Annual Statements and Detail Expenditure Statements for the General and Special Revenue Funds for the year ended December 31, 2012.

Respectfully submitted,

Amer Ahmad City Comptroller

33 NORTH LASALLE STREET, SUITE 600, CHICAGO, ILLINOIS 60602

**SUPPLEMENT TO CITY OF CHICAGO COMPREHENSIVE ANNUAL  
FINANCIAL REPORT FOR THE YEAR ENDED DECEMBER 31, 2012**

Table of Contents

Letter of Transmittal	1
<b>SUMMARIZED STATEMENTS</b>	
Schedule 1 Treasurer's Annual Statement	4
Schedule 2 Treasurer's Annual Statement, City of Chicago Payroll Account	66
Schedule 3 General Fund - Schedule of Expenditures and Encumbrances - Budget and Actual (Budgetary Basis)	67
Schedule 4 Special Revenue Funds - Schedule of Expenditures and Encumbrances - Budget and Actual (Budgetary Basis)	82
Schedule 5 Special Revenue Funds - Motor Fuel Tax Fund Statement of Cash Receipts and Expenditures	97
Schedule 6 Special Revenue Funds - Federal, State and Local Grants Combining Balance Sheet	98
Schedule 7 Special Revenue Funds - Federal, State and Local Grants Combining Statement of Revenues, Expenditures and Changes in Fund Balance	100

## SUMMARIZED STATEMENTS

### Schedule 1 CITY OF CHICAGO, ILLINOIS TREASURER'S ANNUAL STATEMENT Year Ended December 31, 2012

Balance in Treasury  
Jan. 1, 2012  
(Overdraft)

#### GENERAL FUNDS

Unspecified	\$ (3,529,124)
Corporate Purposes Fund	74,095,893
Graphics & Reproduction Center	(2,772,774)
Financial Operation Support Section	777,945
Environmental Control Fund	(1,024,458)
Parking Ticket Revenue Deposit	137,367,470
Revenue Collection Audit Fund	(137,322)
Judgment Tax Fund	23,740,218
Special City Programs	100
Traction Fund	15,540,452
<u>PVPR Error File - Fund</u>	<u>(2,320)</u>
	<u>Total General Funds 244,056,080</u>

#### SPECIAL REVENUE FUNDS

Clark-Lawrence Special Service Area No. 31	3,723
47Th/State Redevelopment TIF Incremental Taxes Fund	6,037,962
Lakeside/Clarendon Redevelopment TIF Incremental Taxes Fund	534,845
Devon/Sheridan Redevelopment TIF Incremental Taxes Fund	2,304,303
69Th/Ashland Redevelopment TIF Incremental Taxes Fund	942,325
Auburn Gresham Special Service Area No. 32	334
Wicker Park/Bucktown Special Service Area No. 33	482
Uptown Special Service Area No. 34	
Lincoln Avenue Special Service Area No. 35	76

Ravenswood Corridor Special Service Area No.37	3,823
Northcenter Special Service Area No. 38	41,502
Ravenswood Corridor Redevelopment TIF Incremental Taxes Fund	3,758,084
Brighton Park/Archer Heights	343,476
Michigan Avenue-Roseland Special Service Area No. 40	
103Rd Street-Roseland Special Srvce Area No. 41	
Devon Avenue Special Service Area No. 43	
TouchyAA/estern Redevelopment TIF Incremental Taxes Fund	2,192,382
Harrison/Central Redevelopment TIF Incremental Taxes Fund	1,631,813
Lasalle Central Redevelopment TIF Incremental Taxes Fund	34,593,682
83Rd/Street Redevelopment TIF Incremental Fund	1,342,011
Pershing/King Redevelopment TIF Incremental Taxes Fund	722,320
73Rd/University Redevelopment TIF Incremental Taxes Fund	2,417,715
26Th And King Drive Redevelopment TIF Incremental Taxes Fund	883,546
Western Avenue/Rock Island Redevelopment TIF Incremental Taxes Fund	7,541,259
79Th/Cicero Redevelopment TIF Incremental Taxes Fund	592,247
Armitage/Pulaski Redevelopment TIF Incremental Taxes Fund	1,061,141

4

Receipts

Disbursements

Including Settlements Including Settlements

Between Funds

Between Funds

2,021,860,353 (23,854) 19,228

123,544,191

820,763,954

186,735

2,145,586,653

Transfers

In

405,751,313 29,187 450,479

15,133

406,246,112

Out

1,665,277,780 920,950 148,258,960

1,814,457,690

Balance in Treasury Dec. 31, 2012 (Overdraft)

\$ (6,943) 12,263,258 (2,767,441) 207,088 (1,024,458) 112,667,834 (137,322) 23,926,953 100  
15,540,452 (2,320)  
160,667,201

59,530 1,606,976 22,763 431,944 643,423 31,911 41

14,947

3,494 741,399

39,256 7,133 36,624 348,943 611,878 6,510,828 472,768 41,270 525,119 750,352 1,371,263 481,184 237,221

1,355,124 54,000

1,397,173 62,000

514,062

56,666 588,109 10,361,069

2,408,637 244,997 734,418 949,086 500,521 92,812

14,804 961 4,702 1,987

8,804

5,288 3,703 116,670 2,842 1,901,435 5,386 3,999 16,957 1,747 2,445

20,216 2,925

24,909 6,597

39,718

8,097 9,847 3,731,297 6,260 1,126 6,977 13,646 26,554 7,830 5,763

63,253 6,284,402 501,644 1,318,867 1,519,138 32,245 523 14,947 76 3,823 44,996 3,954,507 343,476 39,256 7,133 36,624  
2,481,850 1,649,438 27,128,814 1,811,361 255,262 2,696,246 889,833 7,953,839 566,827 1,202,232

5

**Schedule 1 - Continued CITY OF CHICAGO,  
ILLINOIS TREASURER'S ANNUAL STATEMENT  
Year Ended December 31, 2012**

Balance in Treasury Jan. 1,  
2012

(Overdraft)

**SPECIAL REVENUE FUNDS - Continued**

79ThA/incennes Redevelopment TIF Incremental Taxes Fund		\$
	1,802,754	
Austin Commercial Redevelopment TIF Incremental Taxes Fund	4,260,251	
Stevenson/Brighton Redevelopment TIF Incremental Taxes Fund	3,159,193	
Little Village Redevelopment TIF Incremental Taxes Fund	1,946,463	
Elston/Armstrong Redevelopment TIF Incremental Taxes Fund	1,602,401	
Addison South Redevelopment TIF Incremental Taxes Fund	7,611,746	
Harlem Industrial Park Redevelopment TIF Incremental Taxes Fund	727,983	
Pratt/Ridge Indust. Park Conservation Area Redevelop. TIF Incremental Taxes Fund	399,020	
Hollywood/Sheridan Redevelopment TIF Incremental Taxes Fund	2,622,928	
Kennedy/Kimball Redevelopment TIF Incremental Taxes Fund	748,146	
134Th Street And Avenue K Redevelopment TIF Incremental Taxes Fund	22,408	
Weed/Fremont Redevelopment TIF Incremental Taxes Fund	395,022	

47Th Street And Cottage Grove Special Service Area No. 47	12
Little Village East Redevelopment TIF Incremental Taxes Fund	340,002
Ogden/Pulaski Redevelopment TIF Incremental Taxes Fund	5,046,128
Kostner Avenue Redevelopment TIF Incremental Taxes Fund	2,133
Special Service Area No.46	391,941
Avondale Redevelopment TIF Incremental Taxes Fund	1,355,436
Ewing Avenue Redevelopment TIF Incremental Taxes Fund	972,746
RandolphAA/ells Redevelopment TIF Incremental Taxes Fund	59,783
ArcherAA/estern Redevelopment TIF Incremental Taxes Fund	913,427
Irving Park/Elston Redevelopment TIF Incremental Taxes Fund	798,010
North Pullman Redevelopment TIF Incremental Taxes Fund	371,329
South Shore/Exchange Special Service Area No. 49	476,050
Calumet Heights/Avalon Special Service Area No. 50	
Chatham Special service Area No. 51	
Police Anti-Money Laundering Initiative	2,179,467
Small Business Development Loan Fund	317,625
Transaction Tax CTA	5,687,449
Human Infrastructure	36,374,422
Justice Federal Asset Forfeiture	4,631,940
Legal Reserve Fund	75,245
TiF Administration Fund	(5,443,394)
PM Salvage 2010	1,333,458
Allied Settlement Agreement	
Lakeview East Special Area No. 8 (Reconstituted In 2011)	
Central Lakeview Special Service Area No. 17 (Reconstituted In 2011)	

6

Receipts Including Settlements

Between Funds

\$

327,378 946,405 389,125

247,131 2,869,078

67,326 283,133

28,567 207,453

355,957 10,259 101,502 1,543,696

148 110,824 119,494 31,843 230,677 160,533 116,826 296,452 95,977 67,760 48

27,054,363 280,169 2,258,659 8,792

11,000,000 496,028 395,879

Disbursements Including Settlements

## Between Funds

\$

676,812 200,786 221,343 134,159 763,536 57,000

916,459 28,124

797,075

238,193 119,661 107,843

246,043 749,669

31,825,503 8,433,568 3,773,601

229,320 455,595 243,408

Transfers

In

4,093 9,634 7,206 4,935 3,615 15,968 1,876 1,929 1,236 1,397 29 605

638 105,101 7

3,410

2,479 1,780 1,795 1,010

1,478 2,179,343 1,098,468 489,048 177 5,677,749 4,029

Out

6,038 20,491 18,145 17,283

6.930 37.022 10.064

4,222 12,260  
7,212 250  
4,431

2,053 33,916

2,990 2,098 651 9,707 4,465 3,888

2,179,343

745,582 2,196,937 5,374

3,251,752

1,672,015

Balance in Treasury Dec. 31, 2012

(Overdraft)

S 2,128,187 4,518,987 3,336,593 1,712,772 1,712,058 9,696,234 730,121 679,860  
1,724,012 921,660 22,187 747,153 10,271 440,089 5,863,934 2,140 153,896 1,347,019  
982,299 93,454 1,136,177 955,873 239,234 22,833 95,977 67,760 172 319,103  
2,350,070 27,122,554 3,600,672 84,214 (3,246,717) 881,892 9,084,577 496,028  
395,879

**Schedule 1 - Continued CITY OF CHICAGO,  
ILLINOIS TREASURER'S ANNUAL STATEMENT  
Year Ended December 31, 2012**

Balance in Treasury Jan. 1,  
2012

(Overdraft)

**SPECIAL REVENUE FUNDS - Continued**

Lakeview (Lincoln/Belmont/Ashland) Special Service Area No. 27(Reconstituted In 2011).... \$	
63Rd/Ashland Redevelopment TIF Incremental Taxes Fund	1,319,873
West Woodlawn Redevelopment TIF Incremental Taxes Fund	88,530
2008 Motor Fuel Tax - 2008 Project Fund	394,408
Dept. of Health-HHS (CDC)	(22,905)
Health Environment State Programs	
Dept. of Health - Health Services Program Income	1,784,780
Dept of Health - HHS (CDC)	28,062
Chicago-Family Case Management	(787,562)
Zero To Five Assurance Network	(23,052)



Targeted Intensive Prenatal Case	211,671
Healthy Families Illinois	(25,567)
Healthy Child Care Illinois	753
Special Projects Generic-Prevention	100
Prevention Domestic Violence	1,000
Family Planning Serives	92,390
Family Case Management-Medicaid	1,401,811
Breastfeeding Peer Counseling	11,247
Misc. Other Funded Grants	7,294
Chaps HUD Grants	208,252
Upfront Grant - Douglas-Lawndale Proj	65,544
Rental HSG. Support Prog	5,956,000
Home 2006	
2008 Home Investment Partnership Program	(175,212)
2009 Home Investment Partnership Program	(423,928)
2010 Home Investment Partnership Program	1,179,727
2011 Home Investment Partnership Program	(113,957)
2012 Home Investime Partnership Program	
CHA/Dearborn and Harold Ickes Home	49,214
Ravenswood Industrial Corridor	100,123
Cities For Leadership Grant	41,613
Former Amforge Site Remediation	5,000,000
IKE Property Buyout Program	
GX Chicago LLC	4,659,479
CMAP-Eecdbg	
CHAP-CDBG 2007	(2,921,695)
CHAP - CDBG 2008	(2,347,972)

8

Receipts Including Settlements

Between Funds

\$

414,271 1,353,468 51,743 1,511,000 401,225 68,087 5,132,536 47,847  
1,245,130 15,700 255,319 143,592

100

559,182 397,842

430,108 4,773,000 96,290

742,631 2,038,179 8,832,794 1,738,998

754,165

302,502 6

292,500 11,080

### Disbursements Including Settlements

### Between Funds

\$

29,684

2,226,215 106,135

1,357,993 12,028 14,217 1,444 32,989 144,751

539,730 10,728,500 96,290 716,459 1,826,004 9,317,801 1,539,160 1,223,827

3,871,677 754,620

8,671

## Transfers

In

607 41

25,739

74,240 201,997

10,000

219,549 5,362,237

253

Out

14,897 1,000 132,920 277,208 62,112 5,958,687

1,338,657 16,011 206,216 86,966 1,468

316,134

278,316

26,173

242,331 190,707 1,158,687

50,475

2,580

Balance in Treasury Dec. 31, 2012

(Overdraft)

\$ 414,271 2,629,367 139,314 (427,988) (5,023) 80,215 (197,367) 63,881 (895,306)  
 (24,807) 227,785 (113,692) (715) 200 1,000 335,438 1,799,653 11,247 7,294  
 (60,064) (44,078) 500  
  
 (175,213) (211,753) 452,389 114,723 3,733,888 49,214 100,376 (8,862)  
 5,000,000 302,502 787,808 (462,120) (2,910,615) (2,359,223)

9

**Schedule 1 - Continued CITY OF CHICAGO,  
 ILLINOIS TREASURER'S ANNUAL STATEMENT  
 Year Ended December 31, 2012**

	Balance in Treasury Jan. 1, 2012 <u>(Overdraft)</u>
<b>SPECIAL REVENUE FUNDS - Continued</b>	
2009 Community Development Block Grant	
\$ 959,680	
2010 Community Development Block Grant	(1,180,253)
2011 Community Development Block Grant	(5,503,321)
2012 Community Development Block Grant	
Office of Emergency Management	(101,474)
OEMC	2,021,122
DCEO Grant	718,361
OEMC	(2,836,989)
OEMC	(9,894,409)
OEMC	(6,810,505)
Federal/State Transportation Project	9,712,067
OEMC	4,801,699
Federal/State Transportation Project	5,646,472
Federal/State Transportation Project	2,575,351
OEMC	
Wacker Dr. Congress Parkway	(7,959,926)
OEMC	750,090
OEMC	
DCEO Grant	334
DCEO Grant	76,818
DCEO Grant	
DCEO Grant	50,776
DCEO Grant	
DCEO Grant	50,000
Holding Account For Cash Match	383,650
Led Conversion Program	1,631,975
Southwest Area High School Infrastructure Improvements	2,491,403
USDA	(197,980)

[illegible]

600 1,896,342 9,584,486 20,744,325

12,966,456 8,576,157 2,701,063 25,000 74,229,203 175,200 314,767 452

49,837 121 48,070

39,750 878,170 298,662

95,105 25,000 3,600 39,704

5,534,275

511,769 1,846,649 1,038,220

1,819 274,684 77,250 124,042

187,000 500,000

338,492

2,344

119 150 220 267 121 35

45,483 1

30,000 3,171

1,184,272 20,828,023

274,684

626,899 3,306,577 2,410,000 8,236,330  
162,152

441,813 37,940

2,088

40,803

318

33,805 1,142,680  
 928,695 679,279 (293,391) (4,791,156) (101,474) 1,746,438 719,580 (3,036,391)  
 (14,518,114) (25,281,497) 7,302,067 (4,763,247) 5,416,252 (125,712) (25,000)  
 (49,221,982) 577,234 (316,855) 1  
 36,165 220 1,206  
 1,965 974,938 2,064,444 1,658,398 (55,234) 200,001 27,922 (18,750) 21,400  
 (73,509) 30,000 95,074 67,457 395

11

**Schedule 1 - Continued CITY OF CHICAGO,  
 ILLINOIS TREASURER'S ANNUAL STATEMENT  
 Year Ended December 31, 2012**

	Balance in Treasury Jan. 1, 2012 <u>(Overdraft)</u>
<b>SPECIAL REVENUE FUNDS - Continued</b>	
CHA - Family Support Service Program	
\$	(976,050)
Domestic Violence Special Project	(47,742)
Illinois Early Hearing Detection Program	
Office of Justice Pag	1,604
Mayor's Office Prisoner Reentry Initiative Program	37,062
JAG Effective Oct. 2005	54,163
National Explosive Effective 2005	(543,699)
Aging Federal Public Health	(3,703)
Dept. of Environment - Federal Program	(8,479)
Fire Dept. - State Grants	(3,383)
Aging Department - Federal Grant U.S. Department of Transportation	(84,313)
Jag Effective Oct. 2007	21,402
Department of Environment - Federal Grant U.S. Department Of Transportation	(35,235)
Department of General Services - Federal	8

Department of Environment - Feereal Grant: U.S. Environmental Protection Agency	142,990
Department of Police - Federal Grant: Department Of Transportation	505,711
Department on Aging - Federal Administration On Aging	8,117
Department of Police - Federal Grant: U.S. Department Of Justice	919,430
Department of Consumer Services - State Grant: IDCEO	537,899
Animal Care And Control - Private Grants	169,783
MOWD - WIA Adult & Dislocated Worker Grant	617,959
Independent Police Review Auth - Private Grants	1,359
Federal Grant: Us Department of Justice-2008 Edward Byrne Memorial (Jag)	143,097
Department of Environment State Grants	(261,855)
Dept of Com Dev - Us DOL Grants	8,419
DCD - Federal - WIA Program	3,187,957
DFSS - Federal - DFI/Title XX Grants	132,433
DFSS - Federal - FGP/SCP	(230,880)
DFSS - Federal - Title VPG	69,900
DFSS - State Dept on Aging Grants	697,871
Department of Police - Federal Grant: U.S. Department Of Justice	1,834,703
DFSS - Federal - Area Aging Program	1,443,277
DFSS - Aging Private Grants	262,371
CPD - 2009 JAG Grant	184,994
Fire Department - Us FEMA	(2,520,097)
Department of Law - Private Grants	(19,474)
Department of Police - Federal Transit Security Grants	(6,673,964)

12

Receipts Including Settlements

Between Funds

\$

1,257,271 120,116 10,950

1,862,969 104,292 109,725

35,500

219,523 391,312 10,746 694,150 275,000

351,354

224,240 91,004 1,070 1,110,955 645,742 397,432 1,861,492 61,620 16,343,069  
221,278



9,791,047  
Disbursements Including Settlements  
Between Funds  
\$

127,175 129,137 10,950

54,239

50,376

20,000

234,804 48,315 21,492 1,014,539 8,530

351,354

5,000 228,718

38,376 1,303,101 10,578 230,366 1,645,221 283,792 8,221,104 193,432 50,894 380,109

4,673

Transfers

42,620 \$

1,022

139

5.246

1,026 112,702

919 412 720 225,748 156,763 383,235 19,025

1,763 603,184

2,000 472 133,600

294,163

Out

400,203 3,469

241

398,086 890

203,180 543,400 1,026 372,356 163,425

25,204 74,240 124,573 2,937,376 95,351 771,997 372,434 876,490 288,772 6,124,411

60,816

4,898,083

Balance in Treasury Dec. 31, 2012

(Overdraft)

S (203,537) (60,232)

1,363 37,062 946 921,184 100,589 49,980 (3,383) (84,313) 1,541 265 8  
(70,225) 305,308 (2,629) 339,387 640,944 169,783 617,959 1,359 113,812  
(340,161) (24,430) 439,023 1,699 15,522 (116,443) 37,652 1,325,522  
4,044,015 292,217 73,756 (2,766,606) (19,474) (1,491,510)

**Schedule 1 - Continued CITY OF CHICAGO,  
ILLINOIS TREASURER'S ANNUAL STATEMENT  
Year Ended December 31, 2012**

	Balance in Treasury Jan. 1, 2012 <u>(Overdraft)</u>
<b>SPECIAL REVENUE FUNDS - Continued</b>	
DFSS - Federal - Other WIA Programs	
\$	(3,870,163)
DFSS - Federal/HUD - Aging Programs	(162,074)
High Speed Internet F. Y. 09/10	(2,462)
DOIT - Health Information Technology Coordinator Grant	(352,761)
Chicago Public Library - Federal Grants	748,676
Chicago Police Department - 2007 Transit Security Grant	(535,367)
Police Department- F. Y. 2010 Edward Byrne Memorial Justice Assistance Grant	1,005,124
DFSS - Dept of Veterans Affairs - FED	
Department of Environment - National Endowment For The Humanities	
Department of Environment - U.S. Department Of Agriculture - Forest Service	10,339
Senior Programs - Private Contributions	257,813
Department of Cultural Affairs - National Endowment For The Arts	(145,230)
DFSS - Dept of Justice Grants	
Department of Environment - Us Dept. of Housing And Urban Development	
Department of Police - U.S. Department of Justice - 2011 Justice Assistance Grant.	
Department of Police - U.S. Dept. of Justice Cops Hiring Program Fy 2011	
IGA Resident Svc Case Coordination BFY 11	
Mayor's Office Bloomberg Grant	1,318,023
Department of Cultural Affairs and Special Events - Private Grants	
Department of Cultural Affairs And Special Events - State Grants	(42,800)
Department of Police - F. Y. 11 Justice Assistance Grant	
Department of General Services - IDCEO Natural Gas Efficiency Projects Grant #12540004	
Department of General Services - IDCEO Electric Efficiency Projects Grant #12420011	
Chicago Public Library - IDCEO Edgewater Branch Grant #11203168	37,500
ARRA/DOIT - ARRA Broadband	
ARRA-Immunization Children/Adults	
ARRA-Emergency Contingency Fund (TANF)	(12,520)
NSP3	
Police Department - ARRA - Byrne/JAG Program	1,666,715
CPD - ARRA - Cops Hiring Recovery Project	101,324
OEMC	
Arra JAG ICJIA Police Equipment/Fed	(1,325,763)
Police - ARRA Rail and Transit Security Grant Program	(2,200,019)
Police - ARRA Campaign To Break The Code Of Silence	1,275,165
CFD - ARRA - Firefighters Fire Station Construction	(1,456,263)
ARRA - CPD - Arra Arc Community Partnership Youth Grant	5.854

Department of General Services - ARRA Thermal Efficiency For Public Facilities

14

Receipts Disbursements Including Settlements Including Settlements

Between Funds

Between Funds

Balance in Treasury Dec. 31, 2012

(Overdraft)

15,545,272 \$

2,504,469

102,169 2,692 5,016 476 476 476 833 833 833 288,136 569,126 309,100

4,102,442

2,439,177

3,878,119 400,333 994

10,898 4,320,462

1,464,909 114,738

11,356,007 \$

956,431 3,500 791,964 134,643 148,782

12,386 101,575

18,755 137,822

274,560

254,024 1,313,708

150,000 3,878,119

358,348

219,969 1,145,906

58,200

108,410

2,938,737 11,049 172,385

2,806,897 \$ 176,293

393,453

536,362 2,937

16,752 145,230

202,381

42,800

1,325,763 1,341,906 2,445

2,255,718

3,699 315,335 996,840

9,717

2,830 43,050

311,658 776,337 72,228 50,000

39,283 294,716 4,567,693

1,111,003 1,407,303

14,792

870,281 14,219 (2,462) (919,438) 429,841 716,660 873,418 (56,330) 2,692 139 130,416 476  
 476 833 833 833 178,859 1,092,057 99,050 (50,000) 3,827,882 (254,024) 1,125,469 (112,500)

2,702 (11,526)

(514,685) 531,707

(145,907) (58,200)

(612,617) (14,955) (4,395,000) (19,987)

(172,385)

15

**Schedule 1 - Continued CITY OF CHICAGO,  
 ILLINOIS TREASURER'S ANNUAL STATEMENT  
 Year Ended December 31, 2012**

Balance in Treasury  
 Jan.1,2012  
(Overdraft)

**SPECIAL REVENUE FUNDS - Continued**

ARRA/Sheriff s Re-EntryAA/est Side

\$

(40,000)

Arterial Street Resurfacing Project\* 47, 48, 49, And 50 Stimulus Funding

(3,990,068)

Chicago Ave. Improvement From Grant To Laramie, Cdot Project #B4133

(826,772)

Environment - ARRA - Urban and Community Forestry Program

(364,148)

OBM - ARRA - U.S. Dept of Energy

(864,815)

DOE - ARRA - Chicago Area Alternative Fuels Deployment

(3,446,197)

ARRA - Environment - Local Energy Assurance Planning Initiative

(36,298)

DOIT - ARRA PCC Smart Chicago Public Computer Centers

726,254

Formula WIA Youth Stimulus Funding

WIA Adult Dislocated Worker - ARRA Stimulus Funding

(380,270)

Neighborhood Stabilization Program (NSP), Stimulus Funding

(613,688)

FSS - ARRA - OAA Nutrition Program

3,892

ARRA-C.S.B.G

14,961

ARRA - Homeless Prevention & Rapid Re-Housing	(2,287,673)
CDBG - R Program	(523,593)
Neighborhood Stabilization Program 2	(1,345,184)
ARRA Headstart Expansion	(457,955)
ARRAAA7IA On Job Training	(1,902)
ARRA Headstart Cola & Quality Improvement	37,626
ARRA - Chronic Disease Nutrition Project (Go Slow Whoa)	108,782
ARRA - Chronic Disease Self-Management Program	(25,674)
ARRA Ed Byrne Jag Youth Outreach Program	(136,941)
ARRA Early Learning Mentor Coaches	(34,975)
Chicago Low Income Housing Trust Fund	282,678
Local Tourism & Convention Bureau	(643)
Congestion Mitigation & Air Quality Improvement	(4,184,918)
Trans Planning Program St F. Y. 1993	34,776
Improvement of 63Rd Street Between WentworthA/ernon	75,915
Intermodal Surface Transportation Program	(1,685,713)
Greenstreets Program	(120,926)
Home Investment Partnerships Program	(5,741)
Public Works - Transportation Capital Project	62,234
West Side Stadium	227,728
Traffic Signals Modern Project	297,297
Public Works - Bridge Maint Pr	(1,834,797)
Prelim Eng Demon Projects	(790,637)
1999 CDBG Year XXV Program	73,532

16

Receipts Including Settlements

Between Funds

\$

18,640,906 2,218,847 246,899 1,013,590 5,383,911 7,572 2,003,194 5,369 6,657 6,366,416

486 6,106,828 6,511,007 43,310,415 590,764 78,396 1,835

256,017 79,312

10,646,277

Disbursements Including Settlements

Between Funds

\$

22,536,050 2,354,312 2,000 2,823,545 5,979,864 108,806 2,245,281

66,719 9,500,157

4,004,845 5,627,762 41,796,195 124,914 245,650

108,782 76,426

100,872 40,076

3,536,230

115

39,658 92,198

Transfers

In

40,000 \$

3,396,143

30,226 1,824

51,989 629

2,410,000



97,100

Out

2,641

746,745

445,701 241,624

551,068 1,136,597 7,609

3,051 18,204 4,262

71,420

30,226

168,092

Balance in Treasury Dec. 31, 2012

(Overdraft)

\$

(7,887,853) (962,237) (119,249) (25,372) (4,042,150) (107,306) 40,290 5,369 (681,956) (3,695,440) 3,892 16,076  
(185,690) (191,416) (967,561) 293 (169,156) 39,461

(105,151) (D

282,678 (643) 5,263,709 34,776 75,915 (1,716,054) (23,826) (5,741) 62,234  
227,728 297,297 (2,042,547) (882,835) 73,532

**Schedule 1 - Continued CITY OF CHICAGO,  
ILLINOIS TREASURER'S ANNUAL STATEMENT  
Year Ended December 31, 2012**

	Balance in Treasury Jan. 1,2012 <u>(Overdraft)</u>
<b>SPECIAL REVENUE FUNDS - Continued</b>	
Human Services - Aging Program	
\$	8,434,273
Transportation Housing For Homeless Families	(5,453)
Museum of Science 8c Industry Parking Project	360,170
Underground Storage Tank Program	690,276
S.B.A. Tree Planting Grant	10,771
Chap-CDBG 2006	(987,123)
1998 CDBG Year XXIV Program	94,092
Group "A" Preliminary Engineer	(240,487)
Home 93	(30,423)
Bicycle Rack: Phase II Pur Installment	(170,022)
Health - Miscellaneous Health	5,100
DHS - III Violence Prevent Authority	5,301
Audit Costs	(1,299,084)
Portage Park Incremental Tax/Gen. Fund	13,114,021
Read Dunning Incremental Tax	8,378,763
Roosevelt Homan Incremental Tax	7,836,033
Sanitary & Ship Canal Incre Tax	1,512,520
Michigan 8c Cermak Incrmal Tax	3,763,630
95Th & Stony Island Incrtal Tax	2,879,292
Home 94	187,500
Archer/Central Incremental Tax Fund	2,794,740
Human Ser DHS State Other Program	6,625
Energy Conservation Program	60,731
Prelim Engineer FAUS (1984)	32,482
Dept of Health Holding Fund	(9,991,748)
Chicago Shoreline Protection Project	(15,414)
Recycling Educational Support	(63,590)
Rapid Transit Stations Reconst	(177,415)
Health - STD Control Program	(41,234)
Cicero/Archer Incremental Tax Fund	6,453,415
CPL Construction Grants - ISL	666,612
Eastman/North Branch Incremental Tax	1,675,902
Homan/Grand Trunk Incremental Tax Fund	2,787,228
72Nd And Cicero Incremental Tax Fund	2,661,897
73Rd And Kedzie Incremental Tax Fund	424,827
Urban Development - II Master Loan Agreement	2,945,783

95Th And Western Incremental Tax Fund

3,504,745

18

Receipts Including Settlements

Between Funds

565 \$

137,500

160

2,434,581 1,536,197 910,855 6,606 1,063,648 1,035,589

691,037

1,994,201 787,702

160,883 259,592 257,614

859,688

Transfers

In

34,916 3,783 4,000,000

5,995

15,281

3,950 6,712 6,362 1,082

8,364

Out

148,766

94,155 37,122 17,700 14,036 17,066 11,678

12,189

1,504,911 10,512

3,020 2,964 3,613 290

11,883

Balance in Treasury Dec. 31, 2012

(Overdraft)

\$ 8,434,838 (5,453) 360,170 679,010 10,771 (987,123) 94,252 (240,487) (30,423) (170,022) 5,100 5,301 (1,702,575) 13,864,355  
 8,228,692 8,279,380 894,612 8,205,318 3,072,603 187,500 3,179,560 6,625 60,731 32,482 (9,991,748) (15,414) (63,590)  
 (177,415) 167,205 6,811,826 666,612 1,563,715 2,554,568 2,464,260 356,619 2,945,783 4,202,962

19

**Schedule 1 - Continued CITY OF CHICAGO,  
 ILLINOIS TREASURER'S ANNUAL STATEMENT  
 Year Ended December 31, 2012**

Balance in Treasury Jan. 1,  
 2012

(Overdraft)

**SPECIAL REVENUE FUNDS - Continued**

Home Investment Partnership 2002	
\$	(136,300)
Title IIC-Youth	(341,800)
City's New Green Infrastructure	1,084,046
DHS Emergency Shelter Program	(887,464)
CDBG-Year XXIX	231,365
Home Investment Partnership Program	175,422
Title IIB-Summer Youth	5,484,611
Dental Sealant Grant Program	255,997
126Th and Torrence Incremental Tax Fund	1,282,699
SW Industrial Corridor East TIF	2,600,132
Aging - Privately Funded Programs	327,767
Budget Office Grant Management	(1,084,022)
Human Services - Aging Department	805,868
Dept of General Services Prgms	853,759
Inactive Environmental Control	(32,069)
Inactive Human Services	712,341
HUD Section 108 Loan Guarantee Program	3,508,656
HUD Section 108 Loan Guarantee Program	915,171
DPD Restricted Deposits	235
Dept on Aging - State Programs	1,099,277
Domestic Violence-Private Program	379,953

41 St & King Drive Incr Tax Fund	848,790
Chicago International Conservation Code	120,448
1997 CDBG Year XXIII Program	(6,662)
Home 97	251,296
Joint Comm Development Project Grant	9,742
Belmont/Cicero Incremental Tax Fund	3,375,896
Near North Incremental Tax Fd	42,995,623
51 St/Archer Incremental Tax Fund	5,881,554
Chicago Homeowner Assistance Prgm	521,864
Addison Corridor No Incremental Tx Fd	8,663,398
Peterson/Cicero Incremental Taxes Fd	1,338,684
60Th And Western Incremental Tax Fund	3,578,075
Commonwealth Edison Settlement	2,649,225
North Branch-South Incremental Tax Fd	31,505,462
South Chicago Incremental Tax Fund	5,417,105
South Works Indust IncrementalTax Fd	1,070,626

20

Receipts Disbursements Including Settlements Including Settlements

Between Funds

Between Funds

Balance in Treasury Dec. 31, 2012

(Overdraft)

5,952

2,175,443 8,938

72,143 730,409 709,546

1,166,271

14,544 6,774

30,600 174,453

1,009,899 218,261 501,680 16,417

1,525,427 375,918 384,322 653,264

5,478,890

1,920,791 78,964

2,479,675

16,186 576,182 502,001

103,951

26,326

61,175 130,000

458,917 6,440,820 32,417

1,069,840 179,497 429,000

7,845,047 637,297 185,000

5, 700

2,224 5,556

1,214,598

1,967

8,508 86,110 13,268

1,283 22,322

3,070

8,812

75,922 11,606 2,563

1,773,618 16,284

1,817 11,304 14,956

958,086

12,600 2,294

35,064 211,107 18,099

19,725 5,595 2,197

624,920 18,189 1,653

(136,300) (330,148)

1,084,046 (2,965,314) 224,019 175,422

5,484,611 310,137

1,427,846

2,798,277 327,767 (931,461) 805,868

1,993,704 (32,069) 712,341



									3,523,200	921,945	235
1,099,277	336,778	892,916	120,448	(6,662)	251,296	9,742					
3,900,322	36,648,067										
6,345,986	539,564										
9,121,582											
1,532,580											
3,540,012											
3,302,489	28,590,307										
6,694,016	965,500										

21

**Schedule 1 - Continued CITY OF CHICAGO,  
ILLINOIS TREASURER'S ANNUAL STATEMENT  
Year Ended December 31, 2012**

Balance in Treasury Jan. 1,  
2012  
(Overdraft)

**SPECIAL REVENUE FUNDS - Continued**

Chicago/Kingsbury Incremental Tax Fd	
\$	29,515,722
Central Loop Incremental Tax	19,580
Pilsen Area Incremental Tax Fund	22,944,466
Roosevelt-Canal Incremental Tax	2,181,540
Division-Hooker Incremental Tax	1,896,269
Irving-Cicero Incremental Tax	899,235
West Grand Incremental Tax	265,204
Bryn Mawr-Broadway Incremental Tax	8,742,774
Spec Serv Area 7 Project Fund	17
Central Lakeview SSA #17	(1,440)
North Halsted SSA #18	1,440
Goose Island Incremental Tax	6,026,231
Meigs Land Support	34,383
Lawrence-Kedzie TIF Incremental Tax Fund	17,068,576
Lincoln Square SSA #21	
Bronzeville Incremental Tax Fund	16,199,486
South Western Avenue SSA #20	
Woodlawn Incremental Tax Fund	12,161,465
Near South 99A8CB General Fund	144,485,466
Stockyards SE 96B General Fund	8,867,406
Western Ave North Incremental Tax Fund	19,013,605
49Th and St.Lawrence Incremental Tax	2,264,522
Special Revenue Adjustment Fund	(355,384)
Stockyards Annex Incremental Tax Fund	14,333,515
River South Incremental Tax Fund	41,891,187
Special Serv Area 11 Maint Fund	73,312

Kinzie Industrial Conservation TIF	47,442,882
35Th & Halsted Incremental Tax Fund	21,556,737
63Rd/Pulaski Incremental Tax Fund	6,195,214
Greektown/Halsted St. SSA #16	389,089
Ohio/Wabash TIF Incremental Taxes Fund	1,340,913
Joint Community Development Program	345,101
Brownfields Cleanup Revolving Loan Fund	136
Child Safety Seat Program	(106,636)
HOPWA/HUD Program	609
Cultural Affairs - State Programs	55,025
Central West Incremental Tax Fund	57,296,202

22

Disbursements Including Settlements

7,841,806 13,680,000 3,384,165 1,221,163 287,000 401,070 38,000 1,323,435

Between Funds

14,989,797 \$ 13,680,000

1,048,151 174,982

40,064 2,007,097

947,170

3,627,042

5,902,158

1,558,840 4,979,293 1,124,000 3,483,988 376,000 542,914 966,777 1,785,735

11,712,873 2,315,991 734,500 400 1,328,693

23,137

2,250,969

6,751,145 50,371 3,841,322 33,148 2,776,193 1,125 2,102,479 4,753,307 474,293

1,254,007 17,162,244  
33,551,682

17,718,231 5,122,151 2,276,880 62,096 1,236,867

14,804,216

Transfers

In

67,392 \$

70,535

4,418

4,535

2,808 581 19,281

14,955

12,843

2,500,000

189,128 213,624 16,589 44,483 5,285 570,422 146,256

131,757 17,814 6,235

13,611,006

Out

183,433

225,758 13,441 2,493

823 30,107

57,374

147,691

52,770

40,913 796,713 25,787 98,121 5,408

3,988,776 202,770

333,151 183,213 38,081

188,030 308,613

Balance in Treasury Dec. 31, 2012

(Overdraft)

\$ 36,547,672 19,580 19,405,078 1,999,505 1,786,293 500,973 267,026 9,415,610 17 21,697 1,440 7,287,611 34,383 20,057,831  
 50,371 16,585,880 33,148 13,527,033 138,924,209 9,836,687 20,229,286 2,362,692 (327,876) 10,778,225 57,064,926 73,312  
 53,246,846 24,179,684 7,717,327 450,785 1,255,322 345,101 136 (106,636) 609 (133,005) 51,851,129

23

**Schedule 1 - Continued CITY OF CHICAGO,  
 ILLINOIS TREASURER'S ANNUAL STATEMENT  
 Year Ended December 31, 2012**

Balance in Treasury Jan. 1,  
 2012

(Overdraft)

**SPECIAL REVENUE FUNDS - Continued**

Senior Citizens Nutrition & Social Services Program		\$
	284,214	
Local Tourism & Convention Bureau		25
Various IDPH Programs		1,233,879
CSBG Revolving Loan Fund - 1996		1,499,103
Bank Part Loan Clearing Acct		60,418
Illinois Housing Partnership Program		2,016,247
Reallocated Metro-Discretionary Block Grant		327,423
Loan Reserve Account	467,179	
DOH Private Support Grants Fundd		16,212
Chicago Public Library Program		453,584
DOH Mental Health Grants		1,685
Public Safety Program		(629)
Local Law Enforcement Block Grant Program	12,217	
DOH Health Promotion Grants		33,580

Capital Outlays Rapid Transit Program	(184,523)
CDPH Non-Federal Miscellaneous Programs	(621,536)
General Govt Workmens Compensation Program	11,453,785
Emergency Management Agency Grant	(288,050)
Health - Mental Health Program	13,093
Health-Communicable Diseases	836,203
Great Chicago Places & Spaces	53,335
Local Law Enforce Block Grant Yr-6	30,306
Private Donations Program	(240,540)
HIV Child/Maltrtment Prevention Grants	1,473
Public Works Roadway/Highway Progrm	(241)
Public Works Transit Studies Program	17,935
Health - Public Health Program	(688,447)
Immunization And Vaccines For Children	(752,330)
CDPH Lead-Based Paint Hazard Control Program	(381,765)
Health - Public Health Program	540,186
Health - Substance Abuse Program	149,170
Enviromental Control Program	1,594,652
Culture & Recreation-LIB & MIS	105,139
Human Services DHS Food Program	200,400
JTPA Title MA Adult Training	14,982
JTPA IIIA-Econ Dislocated Workers	500
Human Services JTPA Program	34
Receipts Including Settlements	

Between Funds

Disbursements Including Settlements

Between Funds

Balance in Treasury Dec. 31, 2012

(Overdraft)

565,955 448,324 314,273 9,000

319,308

6,464,134 3,890,872 438,808 129,681 34,000

10,310 400,898

78,392

113,144 1,151,359

1,145,634 454,928 233,698

473,966

5,445

118,063 1,482,923

235,127 94,478

503,811

100

296,938 313,597 60,418

137,756 196,018

4,625,955 2,426,802 6,952 146,822

95,468

278,876

284,114 25

1,424,504 1,639,275 314,273 2,025,247 327,423 467,179 16,212 453,584 1,685 (629)  
 12,217 33,580 (184,523) (435,065) 11,589,331 (288,050) 13,093 836,203 53,335  
 30,309 (240,540) 1,473 (241) 17,935 239,225 351,290 (183,607) 523,045 183,170  
 1,499,184 115,449 352,267 14,982 500 34

25

**Schedule 1 - Continued CITY OF CHICAGO,  
 ILLINOIS TREASURER'S ANNUAL STATEMENT  
 Year Ended December 31, 2012**

Balance in Treasury Jan. 1,  
 2012

(Overdraft)

**SPECIAL REVENUE FUNDS - Continued**

Human Serv Aging & Disability		
\$	366,784	
JTPA Title MIN	24,677	
Title 11B JTPA Summer Youth Program		13,037
Human Services Program	4,694,404	
Chicago Traffic Records System		(262,226)
Urban Development-City Program		487,186
Roosevelt/Racine Incremental Taxes Fund	3,783,831	
Urban Development HODAG Program	356,321	
Urban Development - Deposits Program	63,095	
Dept Hous Surety Investment Account		266,021
Urban Development Action		72
Pavement Restoration & Inspection Fund		3,708,784
Dept. of Housing Rental Rehab Program		34,344
Dept. of Housing General Ledger Invstment Account		415,912
Dept Hous Surety Savings Account		1,352
Human Services Aging and Disability		796,642
City Blocks Program Housing Facade		37,118
Vehicle Tax Fund		(228,093,458)
Vehicle Tax License Collection		208,921,047
Construction Program Interstate TRF PJ	129,328	
II 5 Yr Plan For Nonfed Aid PJ		998,324
Stockyards Ind Park Area SSA13		5,351
Homan-Arthington Incremental Tax Fund	4,829,107	
Motor Fuel Adjustment Fund		14



Motor Fuel Tax Fund	(298,969)
FHWA Const Project FAUS Projects	(634,221)
State Grant Vector Program	(1,433,155)
Peterson/Pulaski Incremental Taxes Fund	5,659,889
Commun Dev Blk Gt Gp Yr XVIII	(116,367)
Belmont Central Spec Ser Area2	
Community Development Block Grant Program - Yr XVI	1,258
Spec Serv Area No. 1 Maintenance Management	(646,054)
West Ridge Peterson Tax Incremental	831
63Rd St Commu Spec Ser Area 3	170,748
Community Development Block Grant Yr XVII	11,021
So Chicago Development Community Spec Ser Ar 5	204,779
89Th/State Incremental Tax Fnd	468,288

26

Receipts Disbursements Including Settlements Including Settlements  
\$

Between Funds Between Funds  
152,017

922,245

247,546 7,142

\$

262,324

1,549,896 4,551,117

47,013,608 19

260,044

129,601,568  
174,421

23,887,334

421,440 109,669

307,403 543,438

36,969,517

651,490 626,782

136,943

443,288

132,075 707 144,457

309,670 367,371

Transfers

In

7,692 1,744

1,026 18,212,594

16,022

150,211 13,524

791

Out

21,536 4,907,438 3,488

283,914

1,026 70,629,487

14,521

7,758,777

183,984 31,509

4,980

Balance in Treasury Dec. 31, 2012

(Overdraft)

\$ 366,784 24,677 13,037 4,694,404 (151,919) 487,186 4,397,638

(186,195) 258,898 72

3,708,784 10,474 415,912 1,352 796,642 37,118 (197,922,391) 208,921,047 129,328 998,324 312,754 5,199,625 14  
5,024,437 (634,221) (1,236,878) 6,159,017 (116,367) 136,943 1,258 (513,979) 1,538 315,205 11,021 514,449 388,182

**Schedule 1 - Continued CITY OF CHICAGO,  
ILLINOIS TREASURER'S ANNUAL STATEMENT  
Year Ended December 31, 2012**

	Balance in Treasury Jan. 1, 2012 <u>(Overdraft)</u>
<b>SPECIAL REVENUE FUNDS - Continued</b>	
Lakeview East Spec Ser Area 8	\$
Edgewater Redevelopment Tax Incremental Fund	412,491
Andersonville SSA #22	20
Back of The Yards Business SSA No. 10	20,965
Lincoln-Belmont-Ashland Tax Incremental Fund 1998A	72,328
Human Services - US DHUD Programs	(275,164)
Pub Library Buildings & Sites	2,407,316
Chicago Public Library Maintenance and Operations	(11,387,166)
Chicago Chinatown Redevelopment Tax Incremental	53,662
Howard-Paulina Redevelopment Tax Incremental	4,745,799
Dept. of Cultural Affairs Activities	(275,837)
Local Health Protection Program	(338,761)
Emergency Communication Fund	19,160,913
Municipal Hotel Motel Operators' Tax	8,055,686
Mayor's Office of Special Events Festival 87	(2,520,620)
West Irving Park Incremental Tax Fund	5,781,129
Englewood Mall Redevelopment Tax Incremental	4,969,922
Division/North Branch Redevelopment Tax Incremental	490,715
Madison/Racine Area Red Tax Increment Fund	38,557,188
Public Works - Federal Highway Bridge Program	(1,086,253)
Stony Island/Burnside Incremental Tax	7,953,065
State/An Buren Elevated Transit Station	(29,214)
Public Library Service State per Capita Grant	(53)
SW Indust Corridor West TIF	9,638,065
Land Support Discretionary Fund	(5,581)
Motor Fuel Tax - 1990 Project	82,114
Health - TB Control Grants	(198,188)
Program Income Expenditures Mayor Office Employment 8iTraining	30,107
Preliminary Engineering Various Bridge Improvements	(512,912)
Build Illinois Public Works Projects	(2,671,206)
Archer Courts Incremental Tax Fund	1,607,244
71 st & Stony Island Incremental Tax Fund	9,613,977
Marquette Park SSA #14	
Stockyards 1996A General Fund	4,864,151
North/Cicero Incremental Tax Fund	2,097,816
Jefferson/Roosevelt Incremental Tax Fund	11,549,058

Preliminary Project Engineering Program Int. Tr

11,773

28

Receipts Including Settlements

Between Funds

\$

10,188 282,384 54,004 19,872

11,048 1,787,334 8

1,303,538

3,107,059 42,156,450 21,877,948 1  
865,226 405,335 247,501 13,856,722

2,545,319

639,918

1,307,812

164,579 298,946 3,185,053 1,894 2,001,488 1,085,874 4,773,076

Disbursements Including Settlements

Between Funds

\$

48,681

2,957,115 12,861,535

871,441 48,477 171,100 14,481,248 17,909,542 11,423 682,366 568,850 30,000 3,000,217

2,945,800

1,217,035

2,000 29,670

4,636,242 227,756 164,402

175,567 549,943 1,100,786

Transfers

In

199 208  
14,360,770

89,094 18,926,356 122,228 3,450 13,280

908

41,583

24,556

15,971

3,899 24,011

3,090 4,474 32,719

Out

42,113,483

17,848

1,451,054 29,993,180 4,831,054

15,366 4,865 3,935 13,621,270

38,335 118,094 1,064,320

4,140 51,726

28,572 13,424 59,850

Balance in Treasury Dec. 31, 2012

(Overdraft)

\$ 10,188 694,875 54,024 40,837 23,846 (275,164) (538,543) (50,214,080) 53,670 5,160,048 (324,314) 1,235,238 35,769,291  
 7,315,266 (2,528,592) 5,961,903 4,801,542 705,189 35,792,423 (1,086,253) 7,555,832 (29,214) (53) 8,967,410 (5,581)  
 80,120 31,605 30,107 (512,912) (7,142,869) 1,678,193 12,606,913 1,894 6,664,590 2,624,797 15,194,217 11,773

29

**Schedule 1 - Continued CITY OF CHICAGO,  
 ILLINOIS TREASURER'S ANNUAL STATEMENT  
 Year Ended December 31, 2012**

Balance in Treasury Jan. 1,  
 2012

(Overdraft)

**SPECIAL REVENUE FUNDS - Continued**

Epidemiology & Lab. Capacity Grant	
\$	(157,629)
Clark/Montrose Incremental Tax Fund	8,797,642
Galewood/Armitage Industrial Incremental Tax	11,383,578
Devon & Western Incremental Tax Fund	7,956,132
NW Industrial Corridor Incremental Tax Fund	19,028,239
Special Service Area # 7	89
Roosevelt/Union Incremental Tax Fund	9,350,815
West Pullman Industrial Park Construction Incremental Tax Fund	72,478
Lincoln Avenue Incremental Tax Fund	6,668,707
Clark & Ridge Incremental Tax Fund	9,767,171
35th & Wallace Incremental Tax Fund	3,029,559
111 th & Kedzie Incremental Tax Fund	2,529,641
Madison & Austin Incremental Tax Fund	8,835,133

CDHS HUD Administration Support Fund	90,531
DOH Aids Grants	(287,642)
CDPH Federal Grants	79,961
Health - Public Health Program	365,884
DOH Refugee Programs	137,713
DOH WIC Grants	1,320,010
DOH Mch Block Grants	55,284
24th/Michigan Ave. Tax Incremental Fund	9,030,787
Local Law Enforce - Segregated	95,838
Asian Beetle Eradication Prgm	1,371,957
DOH Family Planning Grants	(141,644)
Chicago Montclare Incremental Tax Fund	819,770
Chicago Shoreline Protection Project	1,129,820
HOPWA Program	(2,215,673)
JTPA Title MB - Summer Youth	94,590
DHS-Child Care Services	(848,115)
IDCFS-Child Care Services	252,678
Illinois Housing Development Authority (IHDA) Trust Fund	(850,488)
Dept On Aging - Local Grants	296,925
Highway Railroad Improvement Projects	(1,560,957)
DOH other Misc Grants	433,416
DOH Mental Health Grants	(562,038)
DOH Intervention And Drugs	62,054
State Road Improvement Project	(9,944)

30

Receipts Disbursements Including Settlements Including Settlements

80,518 1,417,953 1,725,753 1,344,124 829,818

8,684,030 33,490 447,013

2,753,599 307,911 309,542 462,912

18,613,255 5,477

1,522 808,263 358,240 4,863,285

Between Funds

Between Funds

\$

\$

791,272 2,518,558 2,713,531 2,632,924 5,966,813

4,185,021

2,535,676 1,939,189 725,088 639,047 1,831,726

21,422,433 244,299



423,243 2,646,485 2,900,729 1,019,613 9

367,138 3,494,490 22,615,220  
1,181,367 1,985 125,192 489,933

291,325 5,105,438 24,899,810 60

609,709

1,487,862 551,691  
Transfers

In

193,932 19,776 25,664 25,884 49,256

17,995 228  
17,208  
22,134 6,564 5,895  
19,491

66,549

145,502 21,075 76,513

1, 901

1, 042, 935

26, 316

Out

780, 042 35, 793 49, 156 61, 683

152,839

52,233 11,036 40,868 46,648 10,201 8,567 31,620

2,010,546 135,981

301,669 2,794,331 2,797,984 16,744

4,070 188,374 2,651,411

106,482 1,246,619

Balance in Treasury Dec. 31, 2012

(Overdraft)

\$ (32,985) 9,882,230 12,347,864 9,209,133 24,061,651 89

4,817,568 28,180 8,733,710 8,928,247 3,443,099 2,856,474 10,191,818 90,531 577,539 182,802 365,884 257,765 363,901

(54,709) 5,191,446 172,360 1,371,957 (141,644) 741,788 1,129,820 (793,099) 94,590 (172,001) 252,678 (850,428)

296,925 (2,239,097) 431,431 (419,671) 123,812 (9,944)

31

**Schedule 1 - Continued CITY OF CHICAGO,  
ILLINOIS TREASURER'S ANNUAL STATEMENT  
Year Ended December 31, 2012**

Balance in Treasury

Jan. 1, 2012

(Overdraft)**SPECIAL REVENUE FUNDS - Continued**

Illinois Bicycle Path Grants

\$

(3,886,819)

Donated Funds Initiative Pgm

24,309

Tobacco Enforcement Grant Program

308,869

US HUD Home Investment Partnership Program

96,351

J Lloyd Armstrong Income

56,548

Jonathan Burr Income

1,129

Clarence Buckingham Playground

162,435

Posters &amp; Brochures Special Events

372

People with Disabilities Program

256

Cumberland P &amp; R Levels 3 &amp; 4

(134,674)

Samuolis - Greater Lawn Center

8,890

Midwest Redevelopment Incremental Tax Fund

27,630,760

Federal Airport Project - Meigs Field

44,187

Harrison And Tree Income	4,540
Community Development Block Grant Yr. XIX	43,203
Traffic Signal Modernization	(4,616,488)
Fullerton/Milwaukee Incremental Tax Fund	14,113,907
Local Law Enforcement Block Grant	140,575
Public Building Commission	(30,200)
Police Life Health Insurance	83,874
Chicago Street Resurfacing	(1,107)
Midway Industrial Corridor Incremental Tax Fund	4,217,050
Federal Asset Forfeiture Community Sharing	350
Treasury Federal Asset Forfeiture	713,684
Police Activities Miscellaneous	2,414,041
City Relief Fund	(443,330)
Chicago Street Resurfacing Project	(241,197)
MCPIER Departure Tax Fund	814,467
Mayor's Office of Special Events Program	179,211
Municipal Employees A & B Tax Levies	998
Laborers A 8c B Tax Levies	34
Policemens A 8c B Tax Levies	1,015
Firemens A 8c B Tax Levies	417
Community Development Block Grant 1994	115,860
Urban Corps Exp. Project Plan Grant	(4,764)
Illinois Dept. of Transportation: Operations	615,251
Violence Prevention Project	56,645

32

Receipts Disbursements Including Settlements Including Settlements  
806,798 \$

Between Funds Between Funds

1,298,865 \$

17,054

217

10,000

1,379,916

8,945,982 3,821,499

166,000

13,671,244 2,105

558,876 652,918

5,170,463 6,845,161 11

1,242,878

872,234 1,355,327

1,759,550 371,756

1,859,949 843,726

1,187,169

114,570

679

111,614 48,581

143,419

Transfers

In

260,742 \$

72,461

34,976

13,440

45,780 60,898

1,758,553 371,723

1,858,934 843,309

Out

217 10,000

628,984

110,512 140,363

18,749 305,566

1,328,427

114,570

111,614 48,581

82,791

Balance in Treasury Dec. 31, 2012

(Overdraft)

\$ (4,118,144) 24,309 291,815 96,351 56,548 1,129 162,435 372 256 (134,674) 8,890  
39,365,565 46,292 4,540 43,203 (8,467,543) 16,997,206 140,586 (30,200)

83,874 (1,107) 5,288,619 350 767,256 3,177,348 (443,330) (241,197) 673,209  
179,211 1 1

115,860 (4,764)  
675,200 56,645

33

**Schedule 1 - Continued CITY OF CHICAGO,  
ILLINOIS TREASURER'S ANNUAL STATEMENT  
Year Ended December 31, 2012**

Balance in Treasury Jan. 1,  
2012

(Overdraft)

**SPECIAL REVENUE FUNDS - Continued**

Public Works-Roadways/Highways State Funding	
\$	(517,610)
City Home Expo. & Affordable Housing	25,350
MOPD - Federal Grants	(26,044)
Chicago Public Library - Federal Pass	(8,105)
Brownfields HUD Section 108 Loan Guarantee	7
Mark To Market Restructure Program	434,847
Community Development Block Grant - 2004	(68,790)
Chicago Low Income Housing Trust Fund	9,734
Community Prosecution Grant	55,068
Illinois 1St Traffic Signal	(119,196)
HPD-Local Roads & Streets Project	3,968,335
Private Support Grant Program	26,938
Brownfields EDI HUD Section 108 Loan Guarantee	2,500,000
Community Development Block Grant 2000 Year XXVI	170,206
Neighborhood Initiative Grant	(132,122)
Community Development Block Grant Program - Year XXVII	438,680
HUD Youthbuild Implementation	1
Local Law Enforcement Block Grant	23,667
79th Street Corridor Incremental Tax Fund	5,697,638
Public Safety Program 1998	(269,499)
Streets and Sanitation Private Source Fund	82,818
Office of Emergency Management And Communication Program	529,087
Workforce Investment Act (WIA)	(241,722)
Prgm Income Expenditures-MOWD	77,828
Access Living Sub-Grant Agreement	8,601
Human Services Oslad Program	6,792
Canal-Congress Incremental Tax Fund..-	40,927,259
Transportation Planning Grants	(76,015)
Highway Vertical Clearance Improvement Project	(7,170,094)

Calumet-Cermak Incremental Tax Fund	8,744,585
Surface Transportation Program	(77,016)
Surface Transportation Program Engineering	1,888,434
Surface Transportation Program Enhancement-Highway Projects	(143,876)
Illinois Central Air Rights Development / Transfer	(125,964)
North Branch-North Incremental Tax Fund	31,374,097
Chicago Fire Department Programs	4,358,970
43rd & Cottage Grove Incremental Tax	8,870,888

34

Receipts Disbursements Including Settlements		Including Settlements
Between Funds	Between Funds	
		Balance in Treasury Dec. 31, 2012
		<u>(Overdraft)</u>

307,415

379

4,398,127

9,378

3

850,369

19,018,797

12,442,668 8,631,464

30,629,016 40,670

4,070,767 2,242,150 2,669,031

9,346,040

1,035,059

4,665,484 1,043,938 8,022,670 10,000 509  
52,670,305 6,193

20,176

790,722



13,192

102,443

61,605 18,234

4,246,745 5,510

73,677

19,849

256,995

3,053

3,475,838

12,631

13,057

103

213,756 357,939 117,197 4,099,054 61,605 3,571,067 5,510

102,880

32,409

(517,610) 25,350 24,376 (8,105) 7

434,847 (71,464) 9,734 55,068 (119,196) (4,455,416) 26,938 2,500,000 166,953 (132,122) 438,680 1

23,670 5,513,083 (269,499) 82,818 528,984 (241,722) 77,828 8,601 6,792 55,169,259 (1,477,892) (2,805,688) 13,285,229 (139,130)

(19,477,177) (109,399) (125,964) 35,395,485 6,601,120 10,736,637

35

**Schedule 1 - Continued CITY OF CHICAGO,  
ILLINOIS TREASURER'S ANNUAL STATEMENT  
Year Ended December 31, 2012**

	Balance in Treasury Jan. 1, 2012 (Overdraft)
<b>SPECIAL REVENUE FUNDS - Continued</b>	
Illinois Eliminate Digital Divide Program	
\$	56,000
Urban Development UDAG	1,089,366
Human Services Program	373,876
Summer 2001 Youth Grant	21,231
DOH - Healthy Aging Program	4,019
Western-Ogden Incremental Tax Fund	23,689,071
Health - Public Health Program	(191,750)
Home 95	
Cable Communications Personnel	273,084
Roosevelt-Cicero Incremental Tax Fund	12,008,251
1994 Chicago World Cup Soccer Grant	(87)
HUD Section 108 1995 Loan Guarantee Program	315,722
Local Tourism & Convention Grant	109,188
Street Improvement Projects	1,644,819
River Stabilization Program	(51,583)
Futures Kids Summer Yth Employ	
JTPA: Workforce Investment Act	71,739
State Public Library Construction Grant	(1,638,615)
CMAQ - Planning & Development - FTA	(1,893,761)
Central Area Rapid Transit Improvement	1,677,021
Environmental Control Program	26,359
Human Services Private Program	(42,013)
Lead Abatement Grant	91,100
Chicago Public Library - State Grants	230,840
DHS- U.S. Dept of HUD Programs	81,351
Old Virginia & Wo. Transasctions	758,915

Public Safety Program	1,270,823
Group A Preliminary Engineering Projects	(429,451)
EDP Funds-126Th PI/Torrence Ave	(766,451)
EDP Funds -126Th PI/Torrence Ave	443,169
Community Development Block Grant Program-Yr XXI	11,370
Home Program Income Account	56,029
Human Services- U. S. Dept. of HUD	(137,934)
MOPD Private Funded Programs	170,626
IDOT Legislative Grant Projects	261,940
Home 98	30,380
JTPA - Title IV Grant	2,925

36

Receipts Disbursements Including Settlements Including Settlements  
Between Funds Between Funds  
Balance in Treasury Dec. 31, 2012  
(Overdraft)

7,149,027 1,014,173

2,862,269 198,643

260,450 666,457

56,000 1,089,366 373,876 21,231 4,019 27,772,426 (42,677)

2,251,976 14,024  
273,084 12,379,139 (87) 329,746 109,188 1,202,417 (51,583)

2,140,805 1,745,729

97,475 303

60,972 102,345 1,633,314

265,960

27,095 1,005,831

500,000 1,433,193 2,387,708

43,918

2,000

112,845 4,518,003

28,207 2,782,645

71,739 (2,138,615) (1,186,149) 969,491 26,359 11,544 91,403 228,840 81,351 758,915 1,331,795 (537,201) (3,524,101) 443,169

11,370 84,272 (137,934) 169,514 (1,511,923) 30,380 2,925

37

**Schedule 1 - Continued CITY OF CHICAGO,  
ILLINOIS TREASURER'S ANNUAL STATEMENT  
Year Ended December 31, 2012**

Balance in Treasury

Jan.1,2012

(Overdraft)

**SPECIAL REVENUE FUNDS - Continued**

Community Development Block Grant 2005

\$

(3,087,585)

EPA - Lead Abatement Program

10

Home 1999

98,399

HUD Supportive Housing Program

(129,176)

Streets & Sanitation - State Programs

114,774

Public Health-Federal Health Grant

178,768

Green Streets Program- Urban Forestry

5,707

Dept. of Enviroment - Federal Program

411,543

DOH Bioterrorism Grant Program	262,909
Chicago Dept. on Aging - Federal Program	810,221
State Street Mall Improvements	(215,377)
Community Development Block Grant Program - Year XXII	12,042
Illinois Emergency Management Program	(1,883)
Community Development Block Grant Program - Year XXVIII	137,263
Structural Bridge Inspections	949,609
Metra 92Nd/93Rd Street Station	
State Bridge And Viaduct Rehab	1,831,427
Home 96	30,828
Dept of Enviroment - State Prgms	1,695,237
Streets & Sanitation Federal Programs	687
Dept. of Cultural Affairs-Federal Grants	(42,831)
Human Svcs-DHS Support Housing	88,860
IDOT State Funded Railroad Program	(13,192)
Local Tourism & Convention Grant	1,297
Human Services - US HUD Programs	(1,064,281)
Illinois DHS MOWD State Other Programs	798
Empowerment Zone Grant - Federal	(357,791)
Lakefront Busway Project	(1,154,066)
General Services Redevelopment	(159,797)
Empowerment Zone Grant - State	347,969
WIA Rapid Response Grant	209,696
Human Services - Food Services	(1,868,854)
Human Services-DHS-State Program	9,715
Human Services-US Dept. HUD Program	1,106,733
Human Services-CDHS-State-Other Programs	(405,550)
Human Services-CDHS-State-Other Programs	291
Human Services - CDHS - IDCCA Program	2,308,869

38

Receipts Disbursements Including Settlements Including Settlements

\$  
\$

Between Funds Between Funds

33,110 \$

8,687,309 141

24,678 34,646

1,313,471

65,790 2,684,480

152,019

7,868,661 2  
1,540,200

3,690,704

4,660,769 360,241

4,891

64,532

74,350

80,809 274,590

6,265,848

Balance in Treasury Dec. 31, 2012

(Overdraft)

\$ (3,120,695) 10 98,399 (129,176) 114,774 178,768 5,707 365,352 394,246 450,121 (215,377)  
12,042 (1,883) 147,103 918,465

455,527 30,828 1,695,237 687 (42,831) (39,035) (13,192) 1,297 (2,228,787) 798  
(357,793) (2,246,011) (159,797) 347,969 209,696 (1,958,758) 9,715 776,263  
(405,550) 291 1,382,171

39

**Schedule 1 - Continued CITY OF CHICAGO,  
ILLINOIS TREASURER'S ANNUAL STATEMENT  
Year Ended December 31, 2012**

Balance in Treasury Jan. 1,  
2012

(Overdraft)

**SPECIAL REVENUE FUNDS - Continued**

Child Care & Related Services

\$ 1,018

Human Services - DHS - IDCCA Program 2,294

Human Services - DHS - IDCCA Program 335,244

Headstart 506,748

CDHS-Headstart/Early Headstart (1,735,793)

CDHS - Misc - other Programs (10)

Human Services - DHS HHS Program (88,448)

Transportation Planning Program - State 49,383

Dept of Cultural Affairs - Local Grant 10,000

Tourism & Convention Bureau Grant (72,461)

Illinois Library Development Grant	(1,436,511)
Urban Development Action Grant	(2,194,317)
Clark Street Special Service Area No. 24	
Police State Program	(256,478)
Lincoln Park/Clark Street SSA #23	5
53Rd Street Redevelopment TIF	2,463,077
Belmont/Central Redevelopment TIF	12,224,781
Division-Homan Redevelopment TIF	6,634,476
Englewood Neighborhood Redevelopment TIF	23,722,579
Humboldt Park Commercial Redevelopment TIF	10,711,712
Lake Calumet Redevelopment TIF	14,913,496
Lawrence/Broadway Redevelopment TIF	10,900,718
River West Redevelopment TIF	36,920,061
Western Avenue South Redevelopment TIF	21,585,126
Wilson Yard Redevelopment TIF	18,060,925
Motor Fuel Tax 2003 Project Fund	(3,191)
Library Services & Programs	1,232
Com Ed Settlement Fund II	7,941,392
Little Village Special Service Area No. 25	12,161
Edgewater Special Service Area No. 26	
Lakeview (Lincoln/Belmont/Ashland) Special Service Area No. 27	
Federal Financing Bank Loan	22,485
Six Corners Special Service Area No. 28	102,177
Skyway Neighborhood/Human Infrastructure Fund	74,820
Skyway Obligations Payment Fund	1,740
West Town Special Service Area No. 29	11,811
35th/State Redevelopment Incremental Taxes Fund	4,279,695

40

Receipts Including Settlements  
Between Funds

87,535,924 13,993

5,389,764 57,720 6,884

562,961 2,783,655 1,358,037 4,220,551 2,948,976 2,154,355 2,977,931 12,053,724 6,128,049 6,604,674



6,121,186

30,473 11,999

29,657 1,356

2,360 938,100

Disbursements Including Settlements

Between Funds

\$

78,787,058 6

167,433 1,881,619

775,094 1,423,735 4,024,383 2,061,628 1,018,859 4,170,119 3,020,156 7,604,247 7,000

758,501

72,360

944,498

Transfers

829,795

249,183

9,137 32,492 14,889 89,480 25,018 37,026 22,634 75,419 55,956 39,811

80

8,325

Out

11,855,780

4,893,047

26,739 75,521 18,619 66,629 39,569 55,283 50,732 193,097 115,942 119,919

708,771

24,414

Balance in Treasury Dec. 31, 2012

(Overdraft)

\$ 1,018 2,294 335,244 506,748 (4,012,912) (10) (74,461) 49,383 10,000 (72,461) (690,611) (2,136,597) 6,884 (256,478) 5  
 2,841,003 13,083,788 7,213,689 26,542,246 9,621,754 14,987,966 12,831,692 44,685,988 24,633,033 16,981,244 (10,191)  
 1,232 12,595,306 12,161 30,473 11,999 22,485 131,834 3,896 1,740 14,171 4,257,208

41

**Schedule 1 - Continued CITY OF CHICAGO,  
 ILLINOIS TREASURER'S ANNUAL STATEMENT  
 Year Ended December 31, 2012**

Balance in Treasury Jan. 1,  
 2012

(Overdraft)

**SPECIAL REVENUE FUNDS - Concluded**

Edgewater/Ashland Redevelopment Incremental Taxes Fund	\$ 1,680,015
87Th/Cottage Grove Redevelopment Incremental Taxes Fund	6,601,224
Diversey/Narragansett Redevelopment Incremental Taxes Fund	3,819,463
47Th/Halsted Redevelopment TIF	13,523,776
79Th Street/Southwest Highway Redevelopment TIF	5,193,751
47Th/Ashland Redevelopment TIF	13,771,111
47Th/King Drive Redevelopment TIF	33,598,189
119Th/I-57 Redevelopment TIF	4,888,282
67Th/Cicero Redevelopment TIF	503,305
Drexel Boulevard Redevelopment TIF	306,210
Lakefront Redevelopment TIF	664,071
Avalon Park/South Shore Redevelopment TIF	2,942,629
Lawrence/Pulaski Redevelopment TIF	9,283,430
Roseland/Michigan Redevelopment TIF	3,440,882
105ThA/incennes Redevelopment TIF	1,438,683
119Th and Halsted Redevelopment TIF	3,927,400
45ThAA/estern Industrial Park Conservation Area TIF	313,232
Chicago/Central Park Redevelopment TIF	25,012,171
Commercial Avenue Redevelopment TIF	10,279,512
Community Development Block Grant Year 9	295,789
Community Development Block Grant Year 9	6,486
Madden/Wells Redevelopment TIF	1,520,014
Should Be Another Fund	=

Total Special Revenue Funds

1,527,801,949

**PERMANENT FUNDS - Concluded**

Parking Meter - Perpetual Reserve	97,884,997
Parking Meter - Budget Stabilization Fund	617,391
Parking Meter - Mid-Term Budget Relief	
Midway Privatization Reserve Fund	102,602
Skyway Mid-Term Reserve Fund	134,205
<u>Skyway Long-Term Reserve Fund</u>	<u>500,051,507</u>
<u>Total Permanent Funds</u>	<u>598,790,702</u>

**DEBT SERVICE FUNDS**

Build America Bond Subsidy Fund Series 2009	17,231,222
Debt Service Adjustment Fund	14,986

42

Receipts Including Settlements

Between Funds

\$

241,167 2,066,511 1,930,715 2,898,863 1,521,105 2,392,407 6,949,239  
 2,262,959 285,487 344,138 244,246 621,756 1,358,554 558,542 379,341 446,113  
 59,721 5,716,067 1,458,695

881,877

1,257,374,768

Disbursements Including Settlements

Between Funds

\$

321,062 790,792 2,649,343 5,493,171 391,569 249,929 5,868,428 508,619 320,651 564,296 402,141 249,964 1,499,919  
 382,000 1,418,000 1,093,308

2,215,256 1,438,814

495,736 3,548,525

1,034,653,987

Transfers

In

7,205 16,638 3,591 3,981,206 12,663 34,759 86,485 10,264 883 617 1,469 7,459  
 21,109 7,689 203,174 9,562 718 64,050 24,648

3,327

135,022,268

Out

3,006 33,364 33,959 45,538 63,240 37,461 4,496,196 224,087 5,964

2,260 11,704 28,550 11,654 4,369 35,578 976 272,202 22,384

13,192 327,878

361,946,437

Balance in Treasury Dec. 31, 2012

(Overdraft)

\$ 1,604,319 7,860,217 3,070,467 14,865,136 6,272,710 15,910,887 30,269,289 6,428,799 463,060 86,669 505,385 3,310,176

9,134,624 3,613,459 598,829 3,254,189 372,695 28,304,830 10,301,657 295,789 6,486 1,896,290

(3,876,403)

1,523,598,561

894,417 197 3,042 8 70

7,760,784

8,658,518

20,552,742 225,000

20,777,742

225,000 549,701 3,042

777,743

119,107,156

102,610 134,275 507,812,291 627,156,332

21,428 15,453

22,895,305 30,439

**Schedule 1 - Continued CITY OF CHICAGO,  
ILLINOIS TREASURER'S ANNUAL STATEMENT  
Year Ended December 31, 2012**

Balance in Treasury Jan. 1,  
2012

(Overdraft)

**DEBT SERVICE FUNDS - Concluded**

Millennium Parking Garage Operations	
\$	6,477
New Central Public Library Escrow Proceeds	5,050,000
Long Term Lease Obligations Debts Service Fund	115,938,138
Motor Fuel Tax Debt Service Series 1990	10,273
Bond Redemption & Interest Series 1985	152,440
G O Note Redemption & Interest Series 1980	138,576
City Sales Tax Capital Improvement Bonds 1997	(1,651,830)
G O Note Redemption & Interest Series 1980A	34,503
Note Redemption & Interest Series 1983	(305)
Daily Tender Notes Debt Service Series 1984C	90
Bond Redemption & Interest Fund	(32,888,227)
G O Bonds Project Series 1992A	(631,977)
Library Bond Redemption & Interest Fund	(28,739)
G O Bonds Series B of October 1992	16,028,783
G O Bonds-Emergency Telephone 911	92
G O Tender Notes Series 1995D	(1)
Library Debt Service Series 1995	1,387,729
G O Bonds Refunding Series March 1992	11,438,002
Debt Service Adjustment Emergency Communication	4,555
City Colleges Debt Service Fund	156,254
Municipal Bond Debt Service Fund	75,508,401
Chicago Matured General Obligation Bonds	5,313,620
Matured G O Interest Coupons	1,493,384
Note Redemption & Interest Series Oct. 1986	1
G O Library Project Bond Debt Service Fund	(39,760)
Division/Homan Redevelopment Project	3
119th/I-57 Redevelopment Project	365,187
119Th and Halsted Redevelopment Project	356,045
Harrison/Central Redevelopment Project, Taxable Series 2007 - Debt Service Fund	344,712
111th & Kedzie TIF - Debt Service	15
Chatham Ridge Tax Increment	385
Pulaski Corridor Redevelopment Project- Series 2000	10,958,198
Jefferson Park Business District TIF Debt Service Fund	3,187,080
Special Service Area No. 1 Bond Redemption & Interest	1,033
Stockyards 1996A TIF Debt Service Fund	142,694

95ThA/Vestern TIF Debt Service Reserve Fund

=

Total Debt Service Funds

230,022,039

44

Receipts Disbursements Including Settlements Including Settlements

Between Funds

Between Funds

Balance in Treasury Dec. 31, 2012

(Overdraft)

5,470,358 3,507,677

11

335,469,082

4,038,399 1,347,378

113,806

34,089,379 8,547,183 38 5,102

11 11 11

2,761 2,853,201 879,672

401,966,735

95,240,000 9,000,000

22,685,942 422,015

31,965,224

2,116,784 4,967,289

4,530,000 105,649,131

214,875 205,733 194,400

277,191,393

26 351  
22,104,917 1,672,015

5,175,117

80,098 48,308 4,967,200

1,192,776

11  
760,321 100,171 80,000 105,544,104

29,950 16,474



180

141,808,900

1,250,000

102,678,514

1,423,160 6,731

144,683

904,625 731,127

516,891 499,517

108,155,248

\$ 6,477 (84,719,642) 110,445,815 10,299 152,451 138,927 (2,232,855) 34,503 (305) 90

173,112,234 (631,977) 2,666,598 15,300,954 3

(D

2,580,505 11,407,125 4,566 34,101,329 83,424,628 863,658 1,393,459 1

(39,760) 3

150,323 150,323 150,323 15 3,146 13,324,458 3,583,709 1,033 142,694

180

388,451,033

**Schedule 1 - Continued CITY OF CHICAGO,  
ILLINOIS TREASURER'S ANNUAL STATEMENT  
Year Ended December 31, 2012**

Balance in Treasury Jan. 1,  
2012  
(Overdraft)

**CAPITAL PROJECTS FUNDS**

G.O. Bonds Taxable - Ser 2000B	
\$	314,833
G. O. Bonds 2002 Series C	2,839,944
Neighborhood Alive 21 - 2003 Series	4,126,771
Neighborhoods Alive-2001 B(Tax)	1,168,713
Mc Cormick PI Offsite Improve	(564,939)
CSX Neighborhood Investment Fd	1,519,898
Near South Cost Of Issuance Fd	9
2001 General Obligation Bds Fd	8,704,451
2004 General Obligation Bonds	912,150
G. O. Bonds-Series 2003 D	236,658
Neighborhoods Alive-2001 A(Ntx)	5,278,121
98 Lakefrt Millennium Bds-Oper	409,001
2000 G.O. Bonds-Operating	2,724,040
1985 General Obligation Fund	11,339,960
1987 General Obligation Fund	681,535
1997 City Sales Tax-Oper Fund	1,113,583
2002 A And B G.O. Bonds Fund	2,175,963
1992 S B Go Bonds Operating Fd	326,645
Neighborhood Alive Capital Prgm	2,246,602
1996 G. O. Bonds - Operating	680,695
GO Bonds Oper Fund Ser Apr 81	7,332
1992 G.O. Bonds-Operating Fund	59,162
G O Bonds Series March 1982	214,701
1993 G.O. Bds-Operating Fund	107,334
Lakefront Millennium Donor Pjt	1,667,112
General Obligation Bonds - Series 2005	5,429,097
1995 G.O. Bonds Ser B Oper Fd	(442,128)
G O Bonds - Series A And B	7,446,895
Strategic Investment Fund	1,775,120
G O Bd An Operating S April 81	65,730
2003 G. O. Bonds - Series C	7,749,528
G O Refunding Oper Fd Ser 9/85	118,005
Financing Fund Proj Series 85	1,758,944
G O Bonds Refunding Series 86	(218,832)
1995 G. O. Bonds - Operating	110,607
Neighborhoods Alive 2002 A & B	(999,387)

46

Receipts	Disbursements	Including Settlements	Including Settlements
Between Funds	Between Funds		

Balance in Treasury Dec. 31, 2012

(Overdraft)

300,000

220,000

17 1,726

22,586

3,155 3

6,232 134,899

54,126

509,741 129,466

230,248

3,230,235

4,393 168,549

156,347 434,831

375,253

5,510,578

62,457 12,531

901,775

826

5,510

100,065 76,008

25,956 46,190

121,468

107,746

314,833 2,828,087 3,991,872 1,168,713

(564,939) 1,728,164 9

8,131,233 782,684 236,658

5,047,873 409,001

2,724,040

9,231,500 681,535

1,113,583

2,171,570 327,471

2,078,053 680,695 7,332 59,162 214,718 107,334

1,512,491

4,968,310 (442,128)

7,025,452

1,775,120 65,730

2,126,147 118,008

1,781,530

(218,832) 2,861

-----

(832,487)

47

**Schedule 1 - Continued CITY OF CHICAGO,  
ILLINOIS TREASURER'S ANNUAL STATEMENT  
Year Ended December 31, 2012**

Balance in Treasury Jan. 1,  
2012

(Overdraft)

**CAPITAL PROJECTS FUNDS - Continued**

General Obligation Bonds - Taxable Series 2005	
\$	1,318,226
G O Bonds - Series 2003 B & C	4,584,549
1999 City Sales Tax Bonds	1,693,082
1997 G.O. Tender Bds - Oper Fd	204,503
1999 G.O. Bonds - Operating Fd	2,290,939
1998 City Sales Tax-Oper Fund	14,719
1998 G.O. Bonds-Operating Fund	339,341
1999 Skyway Trans Improv Bond	(1,063,338)
City Colleges 1999 G.O.Bonds	25,356
Go Pjt & Ref Bds 2000C -Pjt Fd	(32,583)
General Obligation Bonds - Series 2006	788,146
G.O. Bonds Series 2007	(263,676)
G.O. Bonds Tax Series 2007	(10,646)
G.O. Bonds Tax Series 2007	176
G.O. Bonds - Series 2008	(1,447,366)
G.O. Bonds - Taxable Series 2008	11,583
Library Capital Improvement Bonds - Series 2008	(2,094)
General Obligation Bonds - Taxable Series 2008E	(21,382)
General Obligation Bonds - Series 2009	(2,991,731)
General Obligation Bonds - Taxable Series 2009	(1,178,651)
Project Recovery Zone Economic Development Bonds - Series 2009D	(2,139,254)
Michael Reese Site Work Fund	780,021
G.O. Bonds Tax Series 2010	(125,036)
G.O. Bonds Tax Series 2010	(37,569)
G.O. Bonds Tax Series 2011	(58,647)
G.O. Bonds - Non-Tax Series 2011	(5,268,346)
G.O. Bonds Tax Series 2012	
G.O. Bonds Non-Tax Series 2012	
Cp Public Safety Retro	5,185,493
Cdot Capital Projects	
Stony Island/Burnside Prjt Fd	663,229
Clark & Montrose Tif - Prjt Fd	791,554
111Th & Kedzie Tif- Prjt Fd	14,823
1998A Line Rel Ash Project Fd	(27,308)

1990A Linc-DePash Project Fd	(21,500)
Bryn Mawr/Broadway Tif Proj Fd	95,239
Goose Island Prjt Fd Ser 2000	131,117
95Th & Western Tif Project Fd	1,206,013

48

Receipts Disbursements Including Settlements	Including Settlements
Between Funds	Between Funds
Balance in Treasury Dec. 31, 2012	
(Overdraft)	

290,000 6,304,746 4,300,495

3,263,115 313,000 2,120,000 66,000

837,000 3,200,000

17,344,754 1,320,000 50,300,000 62,372,000 4,000,000 2,600,000

26,343

27,308

40,830 227,843 176,150

5,045

607

321,233 6,057,489 4,179,880

2,923,362 401,787

4,182,171 84,535

2 120 027

2,100,000

1,426,926 642,245

16,988,004 1,490,483 16,419,555 39,756,853 4,509,424 2,675,255

162,103 202,335 5

2,831

193,558 2

645,278

743,248

173,760 13,182,000

187,544 1,567 2,063 38

241 337 3,145

50,746

12,531



190,682 141,633

170,418

624,873 179,501 302 578,742

2,351,695

46,532,943 19,353,371

1,188,539

2,637

1,277,396 4,305,960 1,516,932 204,503 2,285,894 14,719 326,203 (1,063,338) 25,356  
 (63,816) 1,038,279 (284,692) (10,646) 176 (632,753) (77,204) (2,064,265)  
 (664,790) (4,558,921) (1,768,879) (160,241) 780,021 (1,946,221) (208,052) 470,855  
 (2,006,570) (509,424) (1,263,794) 5,185,493 213,887 502,693 591,282 14,856

95,480 125,986 1,209,158

49

**Schedule 1 - Continued CITY OF CHICAGO,  
 ILLINOIS TREASURER'S ANNUAL STATEMENT  
 Year Ended December 31, 2012**

Balance in Treasury Jan.  
 1,2012  
(Overdraft)

**CAPITAL PROJECTS FUNDS - Continued**

Pulaski Corridor Redevelopment Project - Series 2000

\$

1,964,650

Near West Tif Ser 2000-Prjt Fd

(1,973,173)

Read-Dunning 1996 Project Fund

1,106,102

Read-Dunning 1996 Cost Of Issu

132

Near South 1999A Project Fund

1,890

Near South 1999B Project Fund

247,600

Near North Tif 99B Project Fnd

571,730

Sanitary/Shin Canal Project-Fd

5 058

Summary/Equip Capital Project Fund	0,000
South Chicago Tif - Project Fund	10,088
Near South 01A-Prjt Fd (Non-T)	(318,797)
Portage Park Tif Project Fund	392,727
Near South 01B-Prjt Fd (Tax)	137,612
Stockyards 1996A8.B Cost Of Iss	
Stockyards 1996A Project Fund	17,697
Stockyards 1996B Project Fund	211,484
Belmont/Central Tif Series 2003-Project	45,935
Midwest Tif-Project Fund	144,082
1998 Irving/Cicero Project Fd	5,797
Jefferson Park Tif-Project	1,408,693
Fullerton/Milwaukee Project Series 2002	4,618
Western North Series 2002 Project Fund	9,564
Humboldt Park Commercial Redevelopment Project-Taxable Series 2003	411,477
Madison/Austin Corridor Redevelopment Project Fund Taxable Series 2003	260,476
Western Avenue South Project	1,160,940
Pilsen Industrial Corridor Redevelopment Project, Taxable Series 2004 A	42,394
Pilsen Industrial Corridor Redevelopment Project, Series 2004 B - Project Fund	(169,306)
Central Area Circulator Ssa 12	2,303,655
Central Area Circulator Ssa12	1,178,178
Emerge Phone Systm 911-Oper Fd	50
Ravenswood Bldg Improvemnt Pgm	(424,798)
Kraft Building Renovation	(1,465)
Throop Street Build-Out	127,147
Goldblatts Building "Build-Out	(349,397)
Central Public Library Project	9,188
Admin Hearings Build-Out Prgm	62,917
Goldblatts Bldg Acquis - Oper	132,909
1997 Equip Note Fund-Operating	

50

Receipts Disbursements Including Settlements Including Settlements

Between Funds Between Funds

\$

\$

2,285,008

1,926,429 \$ 32

31,000

70,000 34,335 4,517

1,608 2,076

Transfers

522,690 \$ 2,801

627 1,476 13 118

1,139

Balance in Treasury Dec. 31, 2012

(Overdraft)

E 497,117 311,803 1,108,903 132 (1,445) 248,227 568,689 5,071 10,206 (272,014) 391,790 137,612

2,310,000 850,000 22,012

8,771

1,064,811

5,694 1,861,436 978,315

126,642 332 46,705

45 535 169 365

15

502,361 12

13,756 15,810

58,517

448,255 7,760 2,303,655 1,178,178  
 17,742 212,019 37,333 144,447 5,812 787,726 4,630 9,564 412,724 261,222 1,158,366 44,588 (305,381) 22,012

50

(424,798) (1,465) 505 (349,397) 8,857 76,679 86,204 15,810

51

**Schedule 1 - Continued CITY OF CHICAGO,  
 ILLINOIS TREASURER'S ANNUAL STATEMENT  
 Year Ended December 31, 2012**

Balance in Treasury Jan. 1,  
 2012

(Overdraft)

**CAPITAL PROJECTS FUNDS - Concluded**

1997 Library Equipment - Operating

\$ 105,689

1996 Library Equipment Note Fund

(1,760,434)

1996 Equipment Note Fund

2003 Equipment Note - Series B &amp; C

20,240,729

Equipment Notes 2002

376,021

Equipment Notes 1986 Series C

3

Equipment Notes 1987 Series C

373

Capital Equipment Notes 2002

(95,212)

Capital Equipment Notes 1990

75,297

Capital Equipment Notes 1991	29,465	
2001 Equipment Note	(898,169)	
Capital Equipment Notes 1992	10,733	
2004 Capital Equipment Notes	2,253,737	
Equipment Note	345,491	
2000 Library Equipment Note		2,712,981
2000 Capital Equipment Notes	(2,576,345)	
1995 Equip Nt Fd - Operating		649
2005 Equipment Note	959,604	
1998 Libr Equip Nts-Operating		48,082
1998 G O Tender Notes Trust Ac		1,690,291
1998 Equipment Note Fund-Oper	(1,513,477)	
1999 Equipment Notes Fund-Oper	202,803	
1999 Library Equip Note - Oper	18,720	
2006 Equipment Note	52,996	
2007 Equipment Note	(28,354)	
2008 Equipment Note Fund	227,513	
2009 Equipment Note	(138,401)	
2010 Capital Equipment Note	161,985	
2011 Equipment Note	(1,076,548)	
2012 Capital Equipment Notes Fund		=
<u>Total Capital Projects Funds</u>	<u>106,718,411</u>	

#### ENTERPRISE FUNDS

2009 Water Commercial Paper Program	627,784	
Water Revenue Bonds - Series 2010		(1,778,748)
Qualified Energy Conservation Bonds - Series 2010 C	(34,470)	
lepa Loan L173769		

52

Receipts Including Settlements

Between Funds

\$

810,249

288,000

6,300,000 4,400,000 900,000 2,100,000 6,600,000 22,155,000 3,400,000

211,932,714

Disbursements Including Settlements

Between Funds

\$

6,438

6,543

47,314 43,946

287,747

13,946

3,316,784 1,539,246 846,856 2,159,812 8,540,658 21,944,215 3,770,090 164,550,365

Out

3,000,000 3,000,000

1,622,375

83,565,814

Balance in Treasury Dec. 31, 2012

(Overdraft)

S 105,689 (1,760,434) 91,936 20,234,291 376,021 3

373 (95,212) 75,303 29,468 (904,712) 10,733 2,253,737 298,177 3,479,284 (2,576,345) 649 959,857 48,082 1,690,291

(1,527,423) 202,803 18,720 36,212 (167,600) 280,657 (198,213) 409,154 (2,488,138)

(370,090)

89,999,519

648,858 41,909,882 6,967,408 1,637,721

(21,074) (1,438,068) (7,001,878)

53

**Schedule 1 - Continued CITY OF CHICAGO,  
ILLINOIS TREASURER'S ANNUAL STATEMENT  
Year Ended December 31, 2012**

Balance in Treasury Jan. 1,  
2012

(Overdraft)

## ENTERPRISE FUNDS - Continued

Illinois Epa Loan L174564	
\$	(8,000,000)
Illinois Epa Loan L174686	(692,861)
Illinois Epa Loan Project Fund L 174687	
Second Lien Water Revenue Bond 2012	
Illinois Epa Loan Project Fund	(315,874)
Water Fund	67,155,084
Water Revenue Bds Ser 2000-Pjt	518,136
Water Commercial Paper Program - Series 2004 Project Fund	376,079
Water Revenue Bonds Series 89	125,662
1997 Water Revenue Bonds	(131,875)
Water Rev Bds Cost Of Issuance	256,141
Water	(251,369)
Water Collection Audit Fund	685,198
Water Revenue Bonds - Ser 2001	53,545
Water	(151,678)
Cap Imp Pjts Rate Stbl Fundedl	(142,197)
Water Rate Stabilization Fund	62,267,196
1999 Water Project Fund	48
Illinois Epa Loan Project Fund	(410)
Water Rehabilitation Reserve	43,900
Water	209
1995 Water Project Fund	(1,749,071)
Spl Deposits For Adv For Const	5,598,661
Water Adv Payments Non Refund	5,632,961
Mat Water Cert & Rev Bd Int Cp	31,149
Wastewater Revenue Bonds - Series 2008	(38,842,137)
Wastewater Revenue Bonds - Series 2010	(1,212,259)
IEPA Loan L174565	
DWM IEPA Loan L174682	
Waste Water 2012	
Illinois EPA Loan Project Fund	16,287,679
Sewer Project Fund 1994	(9,354)
Sewer Project Fund Series 1995	9,518
Sewer Project Fund 1998	1,179
Wastewater Transmission Revenue & Income Bonds Const	1,074,206
Sewer Project 1997	64,290

54

Receipts	Disbursements	Transfers	Balance in Treasury
Including Settlements	Including Settlements		Dec. 31, 2012
<u>Between Funds</u>	<u>Between Funds</u>	<u>In</u>	<u>Out</u>
			<u>(Overdraft)</u>

8 000 000 \$



0,000,000 ¢

48,700,000 591,215,335

53,000

350,000 690,308

1,017,393 2,299,451

39,200,000

26,000,000

5,018

1,307,139 8,000,000 53,910,372 49,499 203,463,607 7,320 139,270 218,449 87,150

269,562

50,265 555,598

1,853

140,461 26,716

1,029,539 56,207,866

4,918,445 31,924,311

7,724,200

6,468,300

11,710

20,000,000 19,716,743 19,716,743

3,712,321

4,146

304,131,955

205,377 1,814,298

37,353 1,445,467 19,716,743

4,589,887 20,000,000

(2,000,000) (275,800) (5,214,518) (365,373) 157,243,157 510,816 236,809 (39,787) (219,025) 256,141 (520,931) 685,198 3,280

(357,276) (142,197) 62,957,504 (1,805) (410) 43,903 209

(1,749,071) 6,270,216 6,103,108

31,149 (19,909,029)

51,151

(4,918,445) (10,514,198)

(9,354) 9,518 1,179 1,079,224 64,290

55

**Schedule 1 - Continued CITY OF CHICAGO,  
ILLINOIS TREASURER'S ANNUAL STATEMENT  
Year Ended December 31, 2012**

Balance in Treasury Jan. 1,  
2012

(Overdraft)

**ENTERPRISE FUNDS - Continued**

Capital Improvement Project Sewer Rate Fund

\$ 3,228,418

Wastewater Transmission Revenue Bond & Coupon (19,150)

Wastewater Transmission Revenue Bonds 1995 (208,706)

Wastewater Bonds Cost of Issuance 71,250

Wastewater Revenue Bonds Series 1998A & 1998B Cost of Issuance 26,199

Wastewater Transmission Revenue Bonds 2,244,378

Sewer Fund 4,957,344

Wastewater Escrow Restructuring Proceeds 1993 18,226

Sewer Project 1992 72,485

Wastewater Revenue Bonds-Series 2001A (2,846,982)

Wastewater Transmission Revenue Bonds Series 1992 259,760

Wastewater Transmission Revenue Bonds 1992 Cost of Issuance 41,791

Wastewater Transmission Revenue Bonds Series 1990 (418,707)

Wastewater Transmission Revenue Bonds Series 2000 86,120

O'Hare Environmental Settlement 10,013,740

O'Hare Customer Facility Charge Fund 43,296,559

O'Hare Self Insured Retention Fund

O'Hare Commercial Paper Cost of Issuance Fund 38,696

Federal Airport O'hare Field Development 129,419

O'Hare PFC Revenue. Bond-Revenue. Fund 9,759,280

O'Hare Security for Payment Fund 2,137,166

O'Hare Operation & Maintenance	63,144,773
O'Hare Revenue Fund	103,298
O'Hare Operation & Maintenance Reserve	101,685,494
O'Hare Debt Service Reserve Fund	(31,103)
O'Hare Special Capital Projects	1,858,283
O'Hare Emergency Reserve Fund	27,660
O'Hare Airport Development Fund	69,771,627
O'Hare Construction Fund of 1983	(1,010)
O'Hare PFC Revenue Bonds-Capital Fund	130,956,193
O'Hare Maintenance Reserve	2,498,898
O'Hare Land Support Area Fund	44,934,496
O'Hare Airport Earnest Money	981,472
O'Hare Airport Parking Fund	8,503
International Terminal Construction	4,001,366
Property Tax-OMP Acquisition Fund	926,614
OMP-Administrative Fund	12

56

\$ Receipts Disbursements Including Settlements Including Settlements

Between Funds Between Funds

\$

53,590 24,357,717

76,262,467

92,281 24,581,908 385,754

68,950,045 87,409,899 18,098 338,254,147

10,101,475

726,412 3

7,647,345

8,011,627 2,163,748 12,298,648 5,941 18,893,029 14,041

63,179 100,855

1,056,105

14,777,469 49,234,055 175,242 212,353,766

1,337,577

1,228,242

5,596,554 42,070 59,727,269 1,745,224 363,680

18,893,020

Transfers

In

184,064,603

98 12,452 21 5,432 14,713,063

55,692,555 1,010 43,149,220

51,693

Out

70,702,824

50,895,115 42,429,092

144,045,675

3,401,081 10,556,087

Balance in Treasury Dec. 31, 2012

(Overdraft)

\$ 3,228,418 (19,150) (208,706) 71,250 26,199 2,297,968 66,414,373 18,226 72,485 (2,846,982) 196,581 41,791 (519,562) 86,120  
10,106,021 66,822,362 385,754 38,794 3,419,332 5,506,053 1,985,454 59,712,542 103,298 110,449,392 (31,103) 1,356,453 27,663  
127,514,973 (42,070) 118,988,690 2,917,422 46,365,070 987,413 8,512 4,015,407 926,614 12

57

**Schedule 1 - Continued CITY OF CHICAGO,  
ILLINOIS TREASURER'S ANNUAL STATEMENT  
Year Ended December 31, 2012**

Balance in Treasury Jan.  
1,2012

(Overdraft)

**ENTERPRISE FUNDS - Concluded**

Customer Facility Charge - Midway  
\$

20,984,631

Midway Airport Fixed Assets		
Midway 8c Meigs State Grant	28,335	
Midway Construction Operations	(1,881,049)	
Midway Operating 8c Maintenance	32,450,718	
Midway Airport PFC Fund	2,204,388	
Midway Operating 8c Maintenance Reserve Fund	18,583,261	
Midway Security For Payment Fund	2,373,192	
Federal Airport Midway Project Fund	(2,732,363)	
Midway Capital Project- 1991	331,123	
Midway Revenue Fund	15	
Midway Repair 8c Replacement Fund	4,303,098	
Midway Emergency Reserve Fund	381,320	
Midway Special Project Fund	13	
Midway Airport Development Fund	12,285,814	
Midway Airport Parking Lot	2,457,192	
Midway Commercial Paper	32,052	
Skyway Operation - Maintenance	977,990	
Skyway Capital Improvement Fund	244,621	
Skyway Improvement Account Series 2000		
Skyway Revenue Fund		1_
<u>Total Enterprise Funds</u>	<u>694,274,536</u>	

**TRUST AND AGENCY FUNDS -****EXPENDABLE TRUST**

J Lloyd Armstrong Investment	14,661	
Jonathan Burr Investment Fund	21,822	
Harrison and Tree Investment Fund	3,612	
<u>Police Life and Health Investment Fund</u>	<u>10,936</u>	
<u>Total Expendable Trust Funds</u>		<u>51,031</u>

**TRUST AND AGENCY FUNDS -  
AGENCY FUNDS**

Peoples Energy Settlement Fund	6,532,236	
Floor Area Bonus - CPS	806,201	
Midway Privatization Reserve Fund	202,603	
Treasurer's Adjustment Fund	2,341,463	

58

Receipts

Disbursements

251,184 \$  
\$

Including Settlements    Including Settlements  
Between Funds                Between Funds

1,629,443 \$

48,383,176 98,591,618 28,033,540 2,157,512 24,016 7,487,210 1,768

540,370 12,167 9

135,432 25,588,449

501,302 22

43

1,569,804,034

49,573,801 59,123,563 29,933,621

23,478 460,197

101,473 27,835,442

498,338

1,025,607,421

66

7,497,232 437,525

248,760 147

392,861,615

36,169,307 21

7.487.163



										32,052
										244,638 147 3
<u>720,257,869</u>										
28,401	4,425,558	36,186,991	304,286	20,740,773	2,397,208	(2,732,316)	309,413	15		
							4,383,271	393,487	22	
12,319,773	210,199									
										1,229,714 5
										41
<u>911,074,895</u>										
										<u>14,661 21,825</u>
										<u>3,612 10,936</u>
										<u>51,034</u>
17,957	2,041									
3,485,905	808,242	d)								
1,045,979										

59

**Schedule 1 - Continued CITY OF CHICAGO,  
ILLINOIS TREASURER'S ANNUAL STATEMENT  
Year Ended December 31, 2012**

		Balance in Treasury Jan. 1, 2012
		<u>(Overdraft)</u>
<b>AGENCY FUNDS - Continued</b>		
Temporary Fund For 801		
\$	1,129,878	
City Service Tax Fund	1,135,987	
Hertz & Avis Transportation Tax Escrow Fund	1,272,695	
Ground Transportation Tax Protest Fund	(222)	

Demolition of Building. Protest Fund	16,445
Controlled Substances Act Fund	778,628
Post - Tow Hearing/Storage Fee	(635)
Neighborhood Parks Program Fund	22,814,501
Low Income Tax Credit Program Fund	1,148,088
Senior Citizens ID Bracelet Fund	20,480
Municipal Cable Access Maintenance Fund	53,187
Fire Academy Training & Improvement Program Fund	3,651,056
Chicago Police CTA Detail Fund	1,251,382
Multi-Family/Housing Revenue Notes	39,702
Chicago River West Project Fund	185,793
Constrictopm Loan Revenue Housing Fund	8,038,956
McCormick Place Walkway Project Fund	28,402
Place Lasalle Project Fund	4,581
Contract Bid Deposits Fund	4,931,877
Winter Shelter For Homeless Fund	(267)
SRO Housing Trust Fund	889,658
Employees Benefits Fund	28,246,191
CHAMP Cost of Issuance Fund	114,685
Wacker Drive Fountain Fund	45,610
Controlled Substance Enforcement	3,729,574
Chicago Theaters Preservation	56,946
Chicago Historical &. Architectural Landmarks Fund	129,911
Leased Car Withholding Fund	568,127
Tax Reactivation Program Fund	4,460,011
Unimproved Streets Assessment Fund	282,180
INA E. Hall Investment Fund	29,159
Special Assessment New Law Fund	1,520,857
S A Penalties and Interest Fund	78,163
S A Tax Redemption Fund	36,141
S A City Collection Undistributed Fund	1,795,577
S A Foreclosures Undistributed Fund	567
S A County Collection Undistributed Fund	328,006

60

Receipts Disbursements Including Settlements Including Settlements

Between Funds Between Funds

\$ 18,839 1 \$

615 10,000

13,210 5,659 36,095 972,290 67,005

140,533

557,388

15,955 70,951,828

1,750,477

961,033 40,482 216 50,000 1,665,600 5,949,480 3 14

1,000,286

1,871 56,411

118,119 115,217,309

2,517,256

104,636 7,976

5,635

2,489 14,755

9,261

Transfers

94,708 \$ 15,999

1,767

235 223,672

12,334

118 9,714

329 1,438

74 15,700 56

511

Out

11,987

913,127

215,676 4,920,366

915,709

183,482

2,432 3,649

9,675

Balance in Treasury Dec. 31, 2012

(Overdraft)

5 1,224,587 1,153,209 1,278,354 (222) 16,445 902,089 (635) 22,861,792 1,178,570 20,696  
 67,327 4,128,690 2,437,163 39,705 185,807 7,566,145 28,402 6,452 4,988,288 (3,888)  
 1,007,777 72,511,672 114,685 45,728 4,322,585 56,946 130,240 569,565 4,564,647 290,156  
 29,233 1,541,681 78,219 36,198 1,806,683 567 328,103

61

**Schedule 1 - Continued CITY OF CHICAGO,  
 ILLINOIS TREASURER'S ANNUAL STATEMENT  
 Year Ended December 31, 2012**

Balance in Treasury Jan. 1,  
 2012

(Overdraft)**AGENCY FUNDS - Concluded**

S A Central Englewood Shopping Mall Fund	\$ 99,683
S A 30 Yr Law Distribution Fund	34,888
S A Central Englewood Mall Maintenance & Operation Fund	180,983
Dependent Care Deduction Fund	34
Payroll Clearing Fund	(42,411,710)
Elections Clearing Fund	(1,200,152)
Matured Bond Anticipation Notes & Interest Fund	287,657
Sidewalk Repairs Fund	22,641
Chicago 1996 - Operating Acct	84,018
Parking Meter Park District Deposit Fund	758,802
License Deposit Fund	7,526,475
Special Deposit Fund	29,225,275
North Loop Default Fund	49,299
Undistributed Taxes Various Years	
City Employee U S Savings Bond Fund	17,400,062
City Employees Withholding Tax	
McCormick Place Departure Tax Escrow Fund	8,784
McCormick Place Departure Tax Deposit Fund	3,449,688
Percent for Art Program Fund	390,970
Income on Investments Fund	4,652,014
Illinois State Income Tax Withholding Fund	167
CPS School Building & Improvement Tax Fund	963,891

Affordable Housing Opportunity Fund	8,026,094
Miscellaneous Fund	(350)
Miscellaneous Fund	(30,722)
Cash Receipt Error Fund	(6,969)
<u>Total Agency Funds</u>	<u>128,205,902</u>
Total Trust and Agency Funds	128,256,933

**CONTINGENCY FUNDS**

Corporate Purpose Reserve for Tax Anticipation  
Warrants and Interest

1928	792	
1929	1,506	
1930	4,066	
1931		<u>2,111</u>
		<u>8,475</u>

62

Disbursements

\$

Including Settlements Including Settlements  
Between Funds Between Funds

\$  
1,830,133,559

287,586 22  
696,427

760,925 90  
4,795,234

12,007,854 3

75

21,487,005 69  
12,960,972 1,223

14,503,035 5,627,924

JZ1

1,926,024,079 1,926,024,079  
337,984

(13)  
181,599,240  
181,599,243  
Transfers

In

2,003,201,717

383,815

8,632

2,440 11,898

*J2L*

2,004,005,152 2,004,005,152

Out

7,361 9,340

3,511,396 11,283,866

684 5,853,022

2,972,491

(§1

31,025,561 31,025,561

Balance in Treasury Dec. 31, 2012

(Overdraft)

\$ 99,683 34,888 180,983 34

130,936,673 (1,200,152) 287,679 77,799 84,018 758,892 7,526,475 33,310,314 49,302 10,203,139 17,400,131 (75) 8,784

4,999,699 389,747 4,426,916 167 966,331 5,403,485 (350) (30,722)

(6,972)

356,760,654 356,811,688

792 1,506 4,066 2,111 8,475

**Schedule 1 - Concluded CITY OF CHICAGO, ILLINOIS  
TREASURER'S ANNUAL STATEMENT  
Year Ended December 31, 2012**

Balance in Treasury Jan. 1, 2012  
(Overdraft)

**CONTINGENCY FUNDS - Concluded**

1932	\$ 1
1933	1,314
1934	1,337

Chicago Public Library - Maintenance and Operation Reserve for  
Tax Anticipation

Warrants and Interests - 1932 195

Municipal Tuberculosis Sanitarium Reserve for Tax Anticipation  
Warrants and Interest:

1931	138
1932	237
1933	25
1934	140

Total Contingency Funds

11,862



Total All Funds

\$ 3,529,057,688

64

Receipts		Disbursements		Transfers		Balance in Treasury	
Including Settlements	Including Settlements	Including Settlements	Including Settlements	In	Out	Dec. 31, 2012	(Overdraft)
<u>Between Funds</u>	<u>Between Funds</u>	<u>Between Funds</u>	<u>Between Funds</u>	<u>In</u>	<u>Out</u>	<u>Dec. 31, 2012</u>	<u>(Overdraft)</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1	1,314 1,337	
						195	
						138 237 25 140	
						<u>11,862</u>	
<u>\$ 7,750,074,870</u>	<u>\$ 7,749,200,051</u>	<u>\$ 5,276,753,745</u>	<u>\$ 5,276,753,745</u>	<u>\$ 3,529,932,507</u>			

65

**Schedule 2**  
**CITY OF CHICAGO, ILLINOIS TREASURER'S ANNUAL**  
**STATEMENT CITY OF CHICAGO PAYROLL ACCOUNT**  
**Year Ended December 31, 2012**

Cash Balance (Overdraft) January 1,2012	\$ (60,260,828)	
<u>Cash Receipts (Covering Payroll Warrants Issued)</u>	<u>2,936,849,996</u>	
Total		2,876,589,168
<u>Cash Distributions During 2012 (Payroll Checks Cleared)</u>	<u>2,938,201,771</u>	
<u>Cash Balance (Overdraft) December 31, 2012</u>	<u>\$</u>	<u>(61,612,603)</u>

**NOTE:**

() Indicates overdraft reconciled with covering payroll warrants in transit to City Treasurer.

66

Schedule 3

CITY OF CHICAGO, ILLINOIS GENERAL  
FUND

SCHEDULE OF EXPENDITURES AND ENCUMBRANCES - BUDGET AND ACTUAL (BUDGETARY BASIS) Year Ended  
December 31, 2012

	Original Budget	Final Budget	Actual	
<u>GENERAL GOVERNMENT</u>				
OFFICE OF THE MAYOR - 01 -				
.0000-Personal Services	\$ 5,142,155	\$ 5,142,155	\$ 5,507,194	
.0100-Contractual Services	298,900	298,900	291,802	
.0200-Travel	24,832	24,832	20,771	
.0300-Commodities	<u>48,500</u>	<u>48,500</u>		<u>40,642</u>
Total		<u>5,514,387</u>	<u>5,514,387</u>	<u>5,860,409</u>
OFFICE OF THE INSPECTOR GENERAL - 03 -				
.0000-Personal Services	2,356,548	2,356,548	2,198,592	
.0100-Contractual Services	234,616	234,616	209,160	
.0200-Travel	4,433	4,433	4,164	
.0300-Commodities	22,967	22,967	6,066	
.0700-Contingencies	<u>12,784</u>	<u>12,784</u>		<u>12,784</u>
Total		<u>2,631,348</u>	<u>2,631,348</u>	<u>2,430,765</u>

OFFICE OF BUDGET AND MANAGEMENT OF

## OFFICE OF BUDGET AND MANAGEMENT - 05 -

.0000-Personal Services	1,584,772	1,584,772	1,792,663	
.0100-Contractual Services	68,000	68,000	61,173	
.0200-Travel	1,500	1,500	403	
.0300-Commodities	6,050	6,050		3,193
<u>Total</u>		<u>1,660,322</u>	<u>1,660,322</u>	<u>1,857,432</u>

DEPARTMENT OF INNOVATION  
AND TECHNOLOGY-06-

.0000-Personal Services	6,579,948	6,579,948	6,569,536	
.0100-Contractual Services	12,209,770	12,209,770	12,545,572	
.0200-Travel	7,500	7,500	232	
.0300-Commodities	33,800	33,800		25,346
<u>Total</u>		<u>18,831,018</u>	<u>18,831,018</u>	<u>19,140,685</u>

## CITY COUNCIL COMMITTEES CITY COUNCIL -15-

2005.0000-Personal Services  
 2005.0100-Contractual Services  
 2005.0200-Travel  
 2005.0700-Contingencies  
 .0982-Order of The City Council  
 .9001-Employment of Personnel  
 .9008-Aldermanic Expense Allowance  
 2005.9010-Legal, Technical, Medical and Professional  
 Services, Appraisals, Consultants, Printers,  
 Court Reporters and Contractual Services:  
 To Be Expended Under the Direction of the  
 Chairman of the Committee on Finance

15,216,703		15,216,703	14,951,962
93,040	93,040	92,917	
6,000	6,000		
43,000	43,000	43,401	
1,000	1,000		
1,326,000	1,326,000	698,056	
3,664,000	3,664,000	3,498,505	

92,072 92,072

Schedule 3 - Continued CITY OF  
CHICAGO, ILLINOIS GENERAL FUNDSCHEDULE OF EXPENDITURES AND ENCUMBRANCES - BUDGET AND ACTUAL (BUDGETARY BASIS) Year Ended  
December 31, 2012

Original Budget	Final Budget	Actual
--------------------	-----------------	--------

GENERAL GOVERNMENT - Continued CITY COUNCIL

Total	20,445,815	20,445,815	19,285,615
-------	------------	------------	------------

2010.0000-Personal Services	1,698,740	1,698,740	1,738,848
2010.0100-Contractual Services	145,800	145,800	109,800
2010.0200-Travel	8,000	8,000	
2010.0300-Commodities	51,500	51,500	39,999
2010.0700-Contingencies	100	100	(8,921)

To Be Expended at the Direction of the Committee on Finance	50 000	50 000
--	--------	--------

50,000                      50,000 92

Chairman of the Committee on Finance	92.500	92.500	44.383
--------------------------------------	--------	--------	--------

Total	2,096,640	2,096,640	1,924,200
-------	-----------	-----------	-----------

<u>2015.0100-Contractual Services</u>	<u>60,000</u>	<u>260,000</u>	<u>260,000</u>
Total		60,000	260,000

2214.0000-Personal Services  
2214.0100-Contractual Services  
2214.0300-Commodities  
2214.0400-Equipment  
2214.0700-Contingencies

Total

468,750 468,750 414,317

15,000 15,000 15,955

12,000 12,000 12,000

9,500 9,500 9,500

<u>15,000</u>	<u>15,000</u>	<u>23,767</u>
520,250	520,250	475,539

2220.0000-Personal Services	102,843	102,843	82,137
2220.0100-Contractual Services	200	200	
2220.0300-Commodities	500	500	

**Schedule 3 - Continued CITY OF  
CHICAGO, ILLINOIS GENERAL FUND  
SCHEDULE OF EXPENDITURES AND ENCUMBRANCES - BUDGET AND ACTUAL (BUDGETARY BASIS) Year Ended  
December 31, 2012**

	Original Budget	Final Budget	Actual	
GENERAL GOVERNMENT - Continued CITY COUNCIL COMMITTEES - Continued COMMITTEE ON AVIATION - 15 - Concluded				
2220.0700-Contingencies	\$	750	750	-
<u>Total</u>		<u>104,293</u>	<u>104,293</u>	<u>82,137</u>
COMMITTEE ON LICENSE AND CONSUMER PROTECTION -15-				
2225.0000-Personal Services	102,081	102,081	187,720	
2225.0100-Contractual Services	17,500	17,500		
<u>2225.0300-Commodities</u>	<u>500</u>	<u>500</u>		<u>499</u>
<u>Total</u>		<u>120,081</u>	<u>120,081</u>	<u>188,219</u>
COMMITTEE ON POLICE AND FIRE -15-				
2235.0000-Personal Services				
2235.0100-Contractual Services				
2235.0300-Commodities				
2235.0700-Contingencies				
			Total	
119,289	119,289	146,118		
1,000	1,000			
1,000	1,000			
			500	500
<u>121,789</u>	<u>121,789</u>	<u>146,118</u>		
COMMITTEE ON HEALTH -15 -				
2240.0000-Personal Services	87,670	87,670	96,500	
2240.0100-Contractual Services	200	200		
2240.0300-Commodities	800	800		
<u>2240.0700-Contingencies</u>	<u>500</u>	<u>500</u>		<u>-</u>
Total		89,170		89,170 96,500
COMMITTEE ON COMMITTEES, RULES AND ETHICS - 15-				
2245.0000-Personal Services	157,960	157,960	132,360	
2245.0100-Contractual Services	2,000	2,000		
<u>2245.0300-Commodities</u>	<u>500</u>	<u>500</u>		<u>-</u>
Total		160,460		160,460 132,360
COMMITTEE ON ECONOMIC AND CAPITAL DEVELOPMENT -15 -				
2255.0000-Personal Services		107,635	107,635	104,843

2255.0100-Contractual Services		1,000	1,000	
2255.0300-Commodities			500	500 427
<u>2255.0700-Contingencies</u>	<u>1,000</u>	<u>1,000</u>		<u>313</u>
<u>Total</u>	<u>110,135</u>		<u>110,135</u>	<u>105,582</u>
COMMITTEE ON EDUCATION - 15 -				
2260.0000-Personal Services	200,609	200,609	203,835	
2260.0100-Contractual Services	3,000	3,000		
<u>2260.0700-Contingencies</u>	<u>2,000</u>	<u>2,000</u>		-
<u>Total</u>	<u>205,609</u>	<u>205,609</u>		<u>203,835</u>

69

**Schedule 3 - Continued CITY OF  
CHICAGO, ILLINOIS GENERAL FUND  
SCHEDULE OF EXPENDITURES AND ENCUMBRANCES - BUDGET AND ACTUAL (BUDGETARY BASIS) Year Ended  
December 31, 2012**

	Original Budget	Final Budget	Actual	
GENERAL GOVERNMENT - Continued				
CITY COUNCIL COMMITTEES - Concluded				
COMMITTEE ON ZONING -15 -				
2275.0000-Personal Services	\$ 305,134	\$ 305,134	\$ 303,551	
2275.0100-Contractual Services	5,300	5,300	5,299	
<u>2275.0300-Commodities</u>	<u>74,700</u>	<u>74,700</u>		<u>80,455</u>
<u>Total</u>		<u>385,134</u>	<u>385,134</u>	<u>389,305</u>
COMMITTEE ON HOUSING AND REAL ESTATE -15 -				
2280.0000-Personal Services				
2280.0100-Contractual Services				
2280.0300-Commodities				
2280.0700-Contingencies				
		Total		
	<u>192,406</u>	<u>192,406</u>	<u>184,922</u>	
	<u>1,550</u>	<u>1,550</u>	<u>1,539</u>	
	<u>400</u>	<u>400</u>	<u>354</u>	
	<u>2,150</u>	<u>2,150</u>	<u>1,876</u>	
	<u>196,506</u>	<u>196,506</u>	<u>188,691</u>	
COMMITTEE ON HUMAN RELATIONS -15 -				
2286.0000-Personal Services	88,098	88,098	86,004	
<u>2286.0300-Commodities</u>	<u>1,000</u>	<u>1,000</u>		<u>2,637</u>
<u>Total</u>		<u>89,098</u>		<u>89,098 88,641</u>
COMMITTEE ON HUMAN RELATIONS -15 -2290.0000-Personal Services				
2290.0100-Contractual Services				
2290.0300-Commodities				
		Total		

CITY COUNCIL LEGISLATIVE REFERENCE BUREAU-15-

2295.0000-Personal Services  
2295.0100-Contractual Services  
2295.0300-Commodities  
Total

TOTAL CITY COUNCIL COMMITTEES

479,312 479,312 492,198  
30,000 30,000

514,312 514,312 501,701 5,000 5,000 9,503

356,209 356,209 386,886

384,209 384,209 414,998 4,000 24,000 4,000 24,000 24,161 3,952

25,603,501 25,803,501 24,483,442

CITY CLERK-25-

.0000-Personal Services 2,406,222 2,406,222 2,318,397  
.0100-Contractual Services 371,199 371,199 341,170  
.0300-Commodities 74,540 74,540 70,048  
Total 2,851,961 2,851,961 2,729,615

DEPARTMENT OF FINANCE -CITY

COMPTROLLER - 27 -

2011.0000-Personal Services 3,027,360 3,027,360 2,822,633  
2011.0100-Contractual Services 361,909 361,909 337,024  
2011.0200-Travel 1,800 1,800 533  
2011.0300-Commodities 42,200 42,200 36,308  
Total 3,433,269 3,433,269 3,196,497

70

**Schedule 3 - Continued CITY OF  
CHICAGO, ILLINOIS GENERAL FUND  
SCHEDULE OF EXPENDITURES AND ENCUMBRANCES - BUDGET AND ACTUAL (BUDGETARY BASIS)  
Year Ended December 31, 2012**

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT - Continued DEPARTMENT OF FINANCE - Concluded Accounting and Financial Reporting - 27 -			
2012.0000-Personal Services	\$3,527,585	\$ 3,527,585	\$ 3,333,101
2012.0100-Contractual Services	762,139	762,139	706,672
2012.0200-Travel	4,825	4,825	1,364
<u>2012.0300-Commodities</u>	<u>27,440</u>	<u>27,440</u>	<u>25,005</u>
Total	<u>4,321,989</u>	<u>4,321,989</u>	<u>4,066,141</u>



## DEPARTMENT OF FINANCE -Financial Strategy and

## Operations - 27 -

2015.0000-Personal Services	5,373,630	5,373,630	5,373,912
2015.0100-Contractual Services	248,218	248,218	248,737
2015.0200-Travel	8,388	8,388	7,226
<u>2015.0300-Commodities</u>	<u>14,200</u>	<u>14,200</u>	<u>12,143</u>
<u>Total</u>	<u>5,644,436</u>	<u>5,644,436</u>	<u>5,642,019</u>

## DEPARTMENT OF FINANCE -Revenue Services and

## Operations - 27 -

2020.0000-Personal Services	18,500,124	18,500,124	19,188,011
2020.0100-Contractual Services	21,953,345	21,953,345	21,339,714
2020.0200-Travel	41,801	41,801	4,724
<u>2020.0300-Commodities</u>	<u>291,009</u>	<u>291,009</u>	<u>160,897</u>
<u>Total</u>	<u>40,786,279</u>	<u>40,786,279</u>	<u>40,693,346</u>

TOTAL FINANCE	54,185,973	54,185,973	53,598,003
---------------	------------	------------	------------

## CITY TREASURER-28-

.0000-Personal Services	1,790,315	1,790,315	1,770,130
.0100-Contractual Services	421,959	421,959	383,037
.0200-Travel	975	975	135
<u>.0300-Commodities</u>	<u>10,000</u>	<u>10,000</u>	<u>9,975</u>
<u>Total</u>	<u>2,223,249</u>	<u>2,223,249</u>	<u>2,163,277</u>

## DEPARTMENT OF ADMINISTRATIVE HEARINGS -

## 30 -

.0000-Personal Services	2,813,469	2,813,469	2,694,288
.0100-Contractual Services	4,417,581	4,417,581	4,223,516
.0200-Travel	2,000	2,000	907
<u>.0300-Commodities</u>	<u>46,325</u>	<u>46,325</u>	<u>42,185</u>
<u>Total</u>	<u>7,279,375</u>	<u>7,279,375</u>	<u>6,960,896</u>

## DEPARTMENT OF LAW - 31 -

.0000-Personal Services	24,671,438	24,671,438	24,904,276
.0100-Contractual Services	3,117,317	3,117,317	2,878,575
.0200-Travel	135,923	135,923	102,604

71

Schedule 3 - Continued CITY OF  
CHICAGO, ILLINOIS GENERAL FUNDSCHEDULE OF EXPENDITURES AND ENCUMBRANCES - BUDGET AND ACTUAL (BUDGETARY BASIS) Year Ended  
December 31, 2012

	Original Budget	Final Budget	Actual	
GENERAL GOVERNMENT - Continued DEPARTMENT OF LAW - 31 - Concluded				
<u>.0300-Commodities</u>	\$	<u>151,145</u>	<u>151,145</u>	<u>141,773</u>
Total	28,075,823		28,075,823	28,027,228

DEPARTMENT OF HUMAN RESOURCES - 33 -

.0000-Personal Services  
.0100-Contractual Services  
.0200-Travel  
.0300-Commodities  
.0900-Specific Purpose-General

Total

DEPARTMENT OF PROCUREMENT SERVICES - 35 -

.0000-Personal Services  
.0100-Contractual Services  
.0200-Travel  
.0300-Commodities

Total

4,619,373 4,619,373 4,222,547

779,586 779,586 511,443  
2,360 2,360 2,838  
56,915 56,915 15,815  
170,000 170,000 (497,753)

5,628,234 5,628,234 4,254,890

4,505,431 4,505,431 3,980,154

975,597 975,597 442,211  
3,190 3,190 2,575  
39,000 39,000 29,244

5,523,218 5,523,218 4,454,184

FLEET AND FACILITY MANAGEMENT  
COMMISSIONER'S OFFICE - 38 -

2005.0000-Personal Services  
Total

287,809 287,809 241,330  
287,809 287,809 241,330

BUREAU OF FINANCE AND ADMINISTRATION - 38 ■

2103.0000-Personal Services  
2103.0100-Contractual Services  
2103.0200-Travel  
2103.0300-Commodities

Total

BUREAU OF FACILITY MANAGEMENT - 38 -

2126.0000-Personal Services  
2126.0100-Contractual Services  
2126.0200-Travel  
2126.0300-Commodities

Total

BUREAU OF ENERGY AND UTILITY MANAGEMENT - 38 -

2131.0000-Personal Services  
2131.0100-Contractual Services  
2131.0200-Travel  
2131.0300-Commodities  
2131.9000-Specific Purpose-General

4,169,335	3,004,398 1,111,937 13,000 40,000
<u>45,378,148</u>	<u>22,913,803 21,316,445 40,000 1,107,900</u>
2,636,214 18,736,499 1,164 36,430,577 1,785	
<u>4,169,335</u>	3,004,398 1,111,937 13,000 40,000
<u>45,378,148</u>	<u>22,913,803 21,316,445 40,000 1,107,900</u>
2,636,214 18,736,499 1,164 36,430,577 1,785	
	3,014,807 989,463 6,940 37,588 4,048,798
	<u>22,006,666 20,383,298 24,793 1,038,718 43,453,475</u>
36,017,209	2,303,975 18,305,121 60

72

**Schedule 3 - Continued CITY OF  
CHICAGO, ILLINOIS GENERAL FUND  
SCHEDULE OF EXPENDITURES AND ENCUMBRANCES - BUDGET AND ACTUAL (BUDGETARY BASIS)  
Year Ended December 31, 2012**

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT - Continued BUREAU OF ENERGY AND UTILITY MANAGEMENT - 38 - Concluded			
2131.9100-Specific Purpose-As Specified	\$	1,609,898	\$ 1,609,898 \$ 1,339,249
<u>Total</u>	<u>59,416,137</u>	<u>59,416,137</u>	<u>57,965,614</u>

FLEET OPERATIONS - 38 -

2140.0000-Personal Services  
2140.0100-Contractual Services  
2140.0300-Commodities  
Total

TOTAL GENERAL SERVICES

33,235,604	33,235,604	31,849,650			
12,369,041	12,369,041	11,311,920			
			7,255,156	7,255,156	7,312,945
<u>52,859,801</u>	<u>52,859,801</u>	<u>50,474,515</u>			
<u>162,111,230</u>	<u>162,111,230</u>	<u>156,183,732</u>			

BOARD OF ELECTION COMMISSIONERS -ELECTION AND  
ADMINISTRATION DIVISION - 39 -

2005.0000-Personal Services	10,339,972	10,339,972	8,560,414
2005.0100-Contractual Services	3,666,893	3,666,893	3,543,933
2005.0200-Travel	21,319	21,319	12,741
<u>2005.0300-Commodities</u>	<u>294,549</u>	<u>294,549</u>	<u>294,509</u>
<u>Total</u>	<u>14,322,733</u>	<u>14,322,733</u>	<u>12,411,596</u>

TOTAL ELECTION COMMISSIONERS	14,322,733	14,322,733	12,411,596
------------------------------	------------	------------	------------

COMMISSION ON HUMAN RELATIONS - 45 -

2005.0000-Personal Services  
2005.0100-Contractual Services  
2005.0200-Travel  
2005.0300-Commodities

Total

MAYOR'S OFFICE FOR PEOPLE WITH DISABILITIES - 48 -

2005.0000-Personal Services  
2005.0100-Contractual Services  
2005.0200-Travel  
2005.0300-Commodities

Total

DEPARTMENT OF FAMILY AND SUPPORT SERVICES - 50 -

2005.0000-Personal Services  
2005.0100-Contractual Services  
2005.0200-Travel  
2005.0300-Commodities  
.9025-For Payment of Emergency Shelter....

1,147,221	1,147,221	1,098,076		
			90,997	90,997 58,630
1,841	1,841	1,408		
<u>8,912</u>	<u>8,912</u>	<u>3,649</u>		
<u>1,248,971</u>	<u>1,248,971</u>	<u>1,161,763</u>		

964,986	964,986	1,034,698
150,573	150,573	101,721
13,446	13,446	9,764
<u>11,189</u>	<u>11,189</u>	<u>6,797</u>
<u>1,140,194</u>	<u>1,140,194</u>	<u>1,152,980</u>

1,801,842	1,801,842	3,684,305
3,586,207	3,586,207	3,275,318
28,292	28,292	4,159
32,616	32,616	26,153
7,113,574	7,113,574	6,744,114

73

**Schedule 3 - Continued CITY OF  
CHICAGO, ILLINOIS GENERAL FUND**

**SCHEDULE OF EXPENDITURES AND ENCUMBRANCES - BUDGET AND ACTUAL (BUDGETARY BASIS) Year Ended  
December 31, 2012**

Original Budget

Final Budget

GENERAL GOVERNMENT - Continued DEPARTMENT OF FAMILY AND SUPPORT SERVICES - 50 -

Concluded

.9065-Youth Training Programs	\$ 500,000	
.9132-Juvenile Intervention Service Center(JISC)	500,000	
.9133-Transitional Housing-Supportive Services		
.9142-Ex-Offender/Re-Entry Initiatives	1,490,000	
.9143-Projects for Target Populations	<u>650,000</u>	
	<u>Total</u>	<u>15,702,531</u>

DEPARTMENT OF HOUSING AND ECONOMIC DEVELOPMENT - 54 -

2005.0000-Personal Services	8,883,933	
2005.0100-Contractual Services	1,883,095	
2005.0200-Travel	5,964	
2005.0300-Commodities	45,652	
.0938-For the Funding of the City's Contribution to the Low Income Housing Trust Fund		3,500,000
.9110-Property Management, Maintenance and Security		917,348
.9141-Business Services Projects	110,000	
.9183-Foreclosure Prevention Program	300,000	
.9211-Single-Family Troubled Building Initiative	100,000	
.9212-Multi-Family Troubled Building Initiative	100,000	
.9213-Affordable Housing Density Program	<u>4,361,228</u>	
<u>Total</u>		<u>20,207,220</u>

POLICE BOARD - 55 -

2005.0000-Personal Services	321,715
2005.0100-Contractual Services	73,624
2005.0200-Travel	500
<u>2005.0300-Commodities</u>	<u>1,100</u>

	<u>Total</u>	<u>396,939</u>
LICENSE APPEAL COMMISSION - 77 -		
2005.0000-Personal Services	63,276	
2005.0100-Contractual Services	105,265	
<u>2005.0300-Commodities</u>	<u>800</u>	
	<u>Total</u>	<u>169,341</u>
BOARD OF ETHICS - 78 -		
2005.0000-Personal Services	665,739	
2005.0100-Contractual Services	121,825	
2005.0200-Travel	3,000	
<u>2005.0300-Commodities</u>	<u>600</u>	
	<u>Total</u>	<u>791,164</u>
500,000 500,000		
1,490,000 650,000		
<u>15,702,531</u>		
		8,883,933 1,883,095 5,964 45,652
3,500,000		
<u>917,348 110,000 300,000 100,000 100,000 4,361,228</u>		
<u>20,207,220</u>		
		<u>321,715 73,624 500 1,100</u>
396,939		
		63,276 105,265 800
<u>169,341</u>		
		665,739 121,825 3,000 600
791,164		
		500,000 362,701 1,485,899 650,000
16,732,649		
		8,557,489 1,552,129 3,239 34,031
3,500,000		
000 000		

864,131

300,000

100,000 3,947,281

18,858,301

314,376 70,717 22 714

385,828

64,548 88,516 752

153,816

656,087 43,457 776 70

700,389

74

**Schedule 3 - Continued CITY OF  
CHICAGO, ILLINOIS GENERAL FUND  
SCHEDULE OF EXPENDITURES AND ENCUMBRANCES - BUDGET AND ACTUAL (BUDGETARY BASIS) Year Ended  
December 31, 2012**

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT - Concluded DEPARTMENT OF FINANCE - GENERAL - 99 -			
2005.0000-Personal Services	\$ 433,662,657	\$ 433,662,657	\$ 389,912,058
2005.0100-Contractual Services		39,571,837	39,571,837 37,789,176
.0931-For Payment of Non-Tort Judgements		7,118,042	7,118,042 14,709,251
.0934-Claims for Damages and Liabilities Against the City when Ordered Paid by the City Council		100,000	100,000 83,417
.0939-Reimbursement of Condominium and Cooperative Garbage Collection Fees	7,000,000	7,000,000	6,958,050
.0991-To Provide for Matching and Supplementary Grant Funds Currently in Effect as Well as New Grants	4,176,274	4,176,274	4,058,636
.9011-Summer Jobs Program		2,700,000	2,700,000 5,461,227
.9027-For the City Contribution to Social Security Tax			1,044,787 1,044,787 373,797
.9030-After School Programs		3,100,000	3,100,000 2,338,773
.9076-City's Contribution to Medicare Tax		38,055,840	38,055,840 27,235,786
.9121-For Payment of Costs Associated with Lobbyist Activities on Behalf of the City of Chicago		480,000	480,000 360,504
.9165-For Expenses Related to the Outsourcing of the Data Center	2,466,024	2,466,024	2,726,398
.9168-For Children's Advocacy Center		900,000	900,000 1,125,000
.9176-West Nile Virus Program		725,000	725,000 (355,912)

.9180-For World Business Chicago Program	1,000,000	1,000,000	1,000,000
.9214- Chicago Park District Program		-	2,500,000 2,500,000
.9232-Innovation Loan Fund	20,000,000	20,000,000	19,200,000
.9635-To Reimburse Midway Fund for Fire Department Salaries	3,919,792	3,919,792	970,230
.9636-To Reimburse Midway Fund for Fire Department Benefits	1,076,104	1,076,104	1,076,104
.9638-For Corporate Subsidy of Chicago Public Library	8,965,000	8,965,000	7,965,000
Total			576,061,357
			578,561,357 525,487,496
<b><u>TOTAL GENERAL GOVERNMENT</u></b>	<b><u>952,160,089</u></b>	<b><u>954,860,089</u></b>	<b><u>889,189,377</u></b>

**HEALTH****DEPARTMENT OF PUBLIC HEALTH - 41 -**

.0000-Personal Services	13,920,105	13,920,105	15,589,286
.0100-Contractual Services	5,883,425	5,883,425	5,443,440
.0200-Travel	96,957		96,957 17,186
.0300-Commodities	848,293		848,293 646,775
.0445-Equipment	7,916		7,916 2,407
.0931-Refunds	-- 438		
.9067-For Physical Exams Required for Candidates and Promotions	7,1407,140		

75

**Schedule 3 - Continued CITY OF  
CHICAGO, ILLINOIS GENERAL FUND****SCHEDULE OF EXPENDITURES AND ENCUMBRANCES - BUDGET AND ACTUAL (BUDGETARY BASIS) Year Ended  
December 31, 2012**

Original Final  
Budget Budget Actual

**HEALTH - Concluded**

DEPARTMENT OF PUBLIC HEALTH - 41 - Concluded Commissioner of the Health Department Under the Direction of the Budget  
Director. .9066-Hospital Reimbursement for At-risk Patients .. .9129-For Supplementary Funding for HIV/AIDS Related Programs  
Administered by the Department of Health at the Direction  
of the Budget Director  
Total

**TOTAL HEALTH**

\$ 629,500	\$ 629,500	\$ 627,500		
			338,500	338,500 11,712
			<u>3,675,000</u>	<u>3,675,000</u> <u>3,557,379</u>
05 400 000	05 400 000	05 000 400		



<u>25,406,836</u>	<u>25,406,836</u>	<u>25,896,122</u>
25,406,836	25,406,836	25,896,122

PUBLIC SAFETY

INDEPENDENT POLICE REVIEW AUTHORITY - 56 -

2005.0000-Personal Services	7,564,586	
2005.0100-Contractual Services	233,538	
2005.0200-Travel	7,905	
<u>2005.0300-Commodities</u>	<u>63,062</u>	
	<u>Total</u>	<u>7,869,091</u>

DEPARTMENT OF POLICE - 57 -

1005.0000-Personal Services	1,185,713,278
1005.0100-Contractual Services	6,791,802
1005.0200-Travel	21,900
1005.0300-Commodities	3,850,567
1005.0400-Equipment	50,399
1005.0931-For the Payment of Tort and Non-Tort Judgements, Outside Counsel Expenses and Expert Costs, as Approved by the Corporation Counsel and Budget Director	14,844,350
1005.0937-For Cost and Administration of Hospital and Medical Expenses for Employees Injured on Duty Who Are Not Covered Under Workers Compensation Act	19,444,049
<u>1005.9067-For Physical Exams</u>	<u>1,096,113</u>
<u>Total</u>	<u>1,231,812,458</u>

CAPS IMPLEMENTATION COMMUNICATION - 57 -

1007.0000-Personal Services	3,469,511
<u>1007.0100-Contractual Services</u>	<u>1,089,308</u>
	<u>4,558,819</u>

CAPS IMPLEMENTATION OFFICE - 57 -

2605.0200-Travel	3,705
------------------	-------

7,564,586 233,538 7,905 63,062

7,869,091

1,185,713,278 6,791,802  
21,900 3,850,567  
50,399

14,844,350

19,444,049 1,096,113 1,231,812,458

3,469,511 1,089,308 4,558,819

3,705

7,371,342 223,233 1,963 45,227

7,641,764

1,190,766,697 6,756,175

20,543 3,755,360

48,692

56,723,628

17,609,707 (7,392) 1,275,673,409

3,401,194 753,382 4,154,576

76

**Schedule 3 - Continued CITY OF  
CHICAGO, ILLINOIS GENERAL FUND  
SCHEDULE OF EXPENDITURES AND ENCUMBRANCES - BUDGET AND ACTUAL (BUDGETARY BASIS) Year Ended  
December 31, 2012**

	Original Final Budget	Budget Actual
<u>PUBLIC SAFETY - Continued</u>		
CAPS IMPLEMENTATION OFFICE - 57 - Concluded		
2605.0300-Commodities	\$ 30,903	30,903
Total	34,608	34,608
<u>TOTAL POLICE DEPARTMENT</u>	<u>1,236,405,885</u>	<u>1,236,405,885 1,279,827,985</u>

**OFFICE OF EMERGENCY MANAGEMENT AND COMMUNICATIONS-58-**

.0000-Personal Services

.0100-Contractual Services

.0200-Travel

.0300-Commodities

.0401-Tools Less Than or Equal to \$100/Unit

Total

**FIRE DEPARTMENT - 59 -**

.0000-Personal Services

.0100-Contractual Services

.0200-Travel

.0300-Commodities  
.0400-Equipment  
.0931-For the Payment of Tort and Non-Tort  
Judgements, Outside Counsel Expenses  
and Expert Costs, as Approved by the  
Corporation Counsel and Budget Director  
.0937-For Cost and Administration of Hospital  
and Medical Expenses for Employees  
Injured on Duty Who Are Not Covered Under  
Workers Compensation Act

.9067-For Physical Exams  
Total

DEPARTMENT OF BUILDINGS - 67 -

.0000-Personal Services  
.0100-Contractual Services  
.0200-Travel  
.0300-Commodities  
.0931-For the Payment of Tort and Non-Tort  
Judgements, Outside Counsel Expenses  
and Expert Costs, as Approved by the  
Corporation Counsel and Budget Director  
.0989-For Refunds for Cancelled Voucher Warrants  
and Payroll Checks and for Refunding  
Duplicate Payments and Payments  
Made in Error  
Total

54,996,097 21,547,420 110,050 1,716,222 45,000 78,414,789

498,646,895 6,275,839  
113,080 2,485,525  
113,840

2,702,000

10,350,000 310,000 520,997,179

15,640,322 3,323,973 157,500 53,402

300,000

150,000 19,625,197

54,996,097 21,547,420 110,050 1,716,222 45,000 78,414,789

498,646,895 6,275,839  
113,080 2,485,525  
113,840

2,702,000

10,350,000 310,000 520,997,179

15,640,322 3,323,973 157,500 53,402

300,000

150,000 19,625,197

60,559,117 20,953,905 121,244 1,652,966 45,000 83,332,232

519,872,364 5,853,727  
21,846 2,261,569  
86,783

(4,090,813)

6,852,450 289,808 531,147,732

15,227,183 2,840,214 133,169 30,089

43,811

160,824 18,435,291

### Final Budget

.0000-Personal Services	\$ 12,370,083	
.0100-Contractual Services	1,392,123	
.0200-Travel	57,074	
<u>.0300-Commodities</u>	<u>171,496</u>	
	Total	13,990,776

.0000-Personal Services	3,232,290
.0100-Contractual Services	504,061
.0200-Travel	479
<u>.0300-Commodities</u>	<u>413,442</u>
Total	4,150,272

<b>TOTAL PUBLIC SAFETY</b>	<b>1,881,453,189</b>
----------------------------	----------------------

13,990,776	12,370,083	1,392,123	57,074	171,496
------------	------------	-----------	--------	---------

3,232,290 504,061 479 413,442

1,881,453,189

13,769,275	12,241,362	1,317,783	52,729	157,401
------------	------------	-----------	--------	---------

3,601,799 536,485

364,762 4,503,047

1,938,657,327

2005.0000-Personal Services  
2005.0100-Contractual Services  
2005.0200-Travel

2005.0300-Commodities  
 2005.0931-For the Payment of Tort and Non-Tort  
 Judgements, Outside Counsel Expenses  
 and Expert Costs, as Approved by the  
 Corporation Counsel and Budget Director  
 Total

COMMISSIONER'S OFFICE -ADMINISTRATIVE SERVICES DIVISION - 81 -

2006.0000-Personal Services  
 2006.0100-Contractual Services  
 2006.0200-Travel  
 2006.0300-Commodities  
 2006.0440-Machinery and Equipment

Total

BUREAU OF SANITATION - 81 -

2020.0000-Personal Services  
 2020.0100-Contractual Services  
 2020.0200-Travel  
 2020.0300-Commodities

1,023,329	1,023,329	1,001,647			
			144,900	144,900	138,273
			500	500	297
			11,000	11,000	6,903

			540,000	540,000	166,499
<u>1,719,729</u>	<u>1,719,729</u>	<u>1,313,618</u>			

6,662,161	6,662,161	5,727,006
49,415	49,415	46,337
600 600		
11,600	11,600	7,464
100	100	-
<u>6,723,876</u>	<u>6,723,876</u>	<u>5,780,806</u>

88,637,271	88,637,271	90,819,653			
46,489,330	46,489,330	44,697,259			
			1,500	1,500	905
			165,752	165,752	129,601

Final Budget

STREETS AND SANITATION - Concluded BUREAU OF SANITATION - 81 - Concluded

2020.0400-Equipment

\_\$ \_

Total

—

BUREAU OF RODENT CONTROL - 81 -

2025.0000-Personal Services

2025.0100-Contractual Services

2025.0300-Commodities

2025.0400-Equipment

Total

—

BUREAU OF STREET OPERATIONS - 81 -

2045.0000-Personal Services

2045.0100-Contractual Services

2045.0200-Travel

2045.0300-Commodities

2045.0400-Equipment

Total

BUREAU OF FORESTRY - 81 -

2060.0000-Personal Services

2060.0100-Contractual Services

2060.0200-Travel

2060.0300-Commodities

2060.0400-Equipment

Total

—

TOTAL STREETS AND SANITATION

70,137 \$

135,363,990

5,289,262 72,798 94,336 3,000

5,459,396

14,993,590 1,847,432 500 373,325 17,100

17,231,947

11,243,704 782,331 32,250 81,854 5,189 12,145,328

178,644,266

70,137 \$

135,363,990

5,289,262 72,798 94,336 3,000

5,459,396

11,243,704 782,331 32,250 81,854 5,189 12,145,328

$$\begin{array}{r} 53,824 \\ \hline 135,701,242 \end{array}$$

5,396,463

298,755 3,091

10,636,284 656,351 45,864 70,620 393

178,338,080

2105.0000-Personal Services  
2105.0100-Contractual Services  
2105.0200-Travel  
2105.0300-Commodities  
2105.0931-For the Payment of Tort and Non-Tort  
Judgements, Outside Counsel Expenses  
and Expert Costs, as Approved by the  
Corporation Counsel and Budget Director  
Total

2115.0000-Personal Services  
2115.0100-Contractual Services  
2115.0200-Travel

Printed on 6/17/2022  
powered by Legistar™



1,890,000	1,890,000	(79,411)
<u>3,499,151</u>	<u>3,499,151</u>	<u>1,309,239</u>

5,115,010	5,115,010	5,036,355
-----------	-----------	-----------

275,410	275,410	51,403
1,300	1,300	368

79

**Schedule 3 - Continued CITY OF  
CHICAGO, ILLINOIS GENERAL FUND**

**SCHEDULE OF EXPENDITURES AND ENCUMBRANCES - BUDGET AND ACTUAL (BUDGETARY BASIS) Year Ended  
December 31, 2012**

Original Budget

Final Budget

TRANSPORTATION - Concluded

## DIVISION OF ADMINISTRATION - 84 - Concluded

2115.0300-Commodities

\$ 57,000 \$

Total

5,448,720 \_

697,117 18,685,760 300 36,117 19,419,294

## DIVISION OF INFRASTRUCTURE MANAGEMENT - 84 -

2135.0000-Personal Services

2135.0100-Contractual Services

2135.0200-Travel

2135.0300-Commodities

Total

3,718,432 447,694 10,080 25,450 1,500 300,000

## DIVISION OF PROJECT DEVELOPMENT - 84 -

2145.0000-Personal Services

2145.0100-Contractual Services

2145.0200-Travel

2145.0300-Commodities

9041 Improvements to Alleys

9042 Ex-Offender/Re-Entry Initiatives

Total

4,503,15610,897,726 445,734 74,700 574,44911,992,609

## DIVISION OF ELECTRICAL OPERATIONS - 84 -

2150.0000-Personal Services

2150.0100-Contractual Services

2150.0200-Travel

2150.0300-Commodities

10,122,253 318,312 11,400 279,400 15,325 10,746,690

## DIVISION OF IN-HOUSE CONSTRUCTION - 84 -

2155.0000-Personal Services

2155.0100-Contractual Services

2155.0200-Travel

2155.0300-Commodities

2155.0400-Equipment

Total

TOTAL TRANSPORTATION

55,609,620

57,000 \$

5,448,720

697,117 18,685,760 300 36,117

19,419,294

3,718,432 447,694 10,080 25,450 1,500 300,000 4,503,156

10,897,726 445,734 74,700 574,449

11,992,609

10,122,253 318,312 11,400 279,400 15,325 10,746,690

55,609,620

55,999

5,144,125

681,867 18,684,655

35,233

19,401,755

3,544,190 442,094 1,416 24,412 523 300,000

4,312,635

10,913,926 438,650 62,339 567,460

11,982,376

9,174,821 287,596 6,212 279,602 15,225 9,763,457

51,913,586

PRINCIPAL RETIREMENT

2005.0100-Certificates of Participation

80

**Schedule 3 - Concluded CITY OF  
CHICAGO, ILLINOIS GENERAL FUND  
SCHEDULE OF EXPENDITURES AND ENCUMBRANCES - BUDGET AND ACTUAL (BUDGETARY BASIS) Year Ended  
December 31, 2012**

	Original Budget	Final Budget	Actual	
<u>INTEREST AND OTHER FISCAL CHARGES</u>				
2005.9540-Certificates of Participation	\$	<u>735,000</u>	<u>735,000</u>	<u>732,780</u>
TOTAL INTEREST AND OTHER FISCAL CHARGES		735,000	735,000	732,780
<u>TOTAL GENERAL FUND</u>		<u>3,095,654,000</u>	<u>3,098,354,000</u>	<u>3,086,372,270</u>
HOUSING REVENUE				
2005.0000-Personal Services		1,081,000	1,081,000	976,967
2005.0100-Contractual Services		6,270,000	6,270,000	4,690,354
2005.0200-Travel		890,000	890,000	890,263
2005.0300-Commodities		420,000	420,000	194,460
<u>Total</u>		<u>8,661,000</u>	<u>8,661,000</u>	<u>6,752,044</u>
TOTAL		\$ 3,104,315,000	\$ 3,107,015,000	\$ 3,093,124,314

81

## Schedule 4

CITY OF CHICAGO, ILLINOIS SPECIAL  
REVENUE FUNDSSCHEDULE OF EXPENDITURES AND ENCUMBRANCES - BUDGET AND ACTUAL (BUDGETARY BASIS) Year Ended  
December 31, 2012Original BudgetFinal BudgetVEHICLE TAX FUNDGENERAL GOVERNMENT

## CITY COUNCIL COMMITTEES -15 -

## COMMITTEE ON TRANSPORTATION AND PUBLIC WAY

2230.0000-Personal Services	\$	403,054	\$	403,054	\$	395,925
<u>2230.9000-General Office Expenses</u>		<u>30,000</u>		<u>30,000</u>		<u>29,905</u>
<u>Total</u>				<u>433,054</u>		<u>425,830</u>

## COMMITTEE ON TRAFFIC CONTROL AND SAFETY

2265.0000-Personal Services		210,000		210,000		187,290
<u>2265.0300-Commodities</u>		<u>5^000</u>		<u>5JJ00</u>		<u>1,610</u>
<u>Total</u>		<u>215,000</u>		<u>215,000</u>		<u>188,900</u>

<u>TOTAL CITY COUNCIL COMMITTEES</u>		<u>648,054</u>		<u>648,054</u>		<u>614,730</u>
--------------------------------------	--	----------------	--	----------------	--	----------------

## CITY CLERK-25-

.0000-Personal Services		4,082,369		4,082,369		3,773,910
.0100-Contractual Services		1,531,614		1,531,614		1,454,681
.0200-Travel		38,500		38,500		20,983
.0300-Commodities		492,370		492,370		436,870
<u>.9400-Specific Purpose-General</u>		<u>24,816</u>		<u>24,816</u>		<u>24,816</u>
<u>Total</u>		<u>6,169,669</u>		<u>6,169,669</u>		<u>5,711,260</u>

## DEPARTMENT OF FINANCE - 27 -

.0000-Personal Services		417,644		417,644		365,378
.0100-Contractual Services		5,600		5,600		
.0300-Commodities		1^000		]^000		150_
<u>Total</u>		<u>424,244</u>		<u>424,244</u>		<u>365,528</u>

## DEPARTMENT OF LAW-31 -

.0000-Personal Services		1,200,092		1,200,092		1,073,092
-------------------------	--	-----------	--	-----------	--	-----------

.0100-Contractual Services	167,999	167,999	148,204
.0200-Travel	6,823	6,823	4,824
.0300-Commodities	11,448	11,448	10,756
<u>.9400-Specific Purpose-General</u>	<u>1,189</u>	<u>1,189</u>	<u>1,189</u>
Total	1,387,551	1,387,551	1,238,065

82

**Schedule 4 - Continued CITY OF  
CHICAGO, ILLINOIS SPECIAL REVENUE  
FUNDS**

**SCHEDULE OF EXPENDITURES AND ENCUMBRANCES - BUDGET AND ACTUAL (BUDGETARY BASIS) Year Ended  
December 31, 2012**

	Original Budget	Final Actual Budget	
<u>VEHICLE TAX FUND - Continued</u>			
<u>GENERAL GOVERNMENT - Concluded</u>			
DEPARTMENT OF FLEET AND FACILITY MANAGEMENT - 38 -			
2126.0100-Contractual Services	\$ 716,819	\$ 716,819	\$ 614,478
2131.0100-Contractual Services	1,799,985	1,799,985	1,642,745
2131.0300-Commodities	9,598,652	9,598,652	9,950,456
Total	12,115,456	12,115,456	9,207,679
DEPARTMENT OF BUILDINGS - 67 -			
.0000-Personal Services	397,200	397,200	349,250
.0100-Contractual Services		80,000	80,000
.0200-Travel	-	-	58_
Total	<u>477,200</u>	<u>477,200</u>	<u>349,308</u>
DEPARTMENT OF FINANCE - GENERAL - 99 -			
2005.0000-Personal Services	22,636,841	22,636,841	25,767,239
2005.0100-Contractual Services	3,260,589	3,260,589	3,577,290
2005.0931-Tort and Non-Tort Judgments, Outside Counsel and Expert Costs		20,000	20,000 20,000
2005.0934-Claims for Damage and Liability	375,000	375,000	293,787
2005.0989-Payment of Claims and Refunds of Vehicle License Fees	100,000	100,000	99,420
2005.0991-Provide for Matching and Supplementary Grants: To Be Expended Under the Direction of the Budget Director	1,320,698	1,320,698	289,100
2005.9027-City's Contribution to Social Security Tax	24,162	24,162	24,162
2005.9076-City's Contribution to Medicare Tax		1,024,803	1,024,803
1,024,803			
2005.9610-To Reimburse Corporate Fund for Provision for Pension		5,307,985	5,307,985 5,307,985

2005.9633-To Reimburse Corporate Fund for Expenses  
for Municipal Services Chargeable to Vehicle Fund  
Total

<u>15,087,000</u>	<u>15,087,000</u>	<u>15,087,000</u>
<u>49,157,078</u>	<u>49,157,078</u>	<u>51,490,786</u>

TOTAL GENERAL GOVERNMENT

<u>70,379,252</u>	<u>70,379,252</u>	<u>68,977,356</u>
-------------------	-------------------	-------------------

STREETS AND SANITATION

BUREAU OF SANITATION - 81 -

2020.0000-Personal Services

6,097,606	6,097,606	6,024,684
-----------	-----------	-----------

2020.0100-Contractual Services

2,836,150	2,836,150	2,832,807
-----------	-----------	-----------

83

**Schedule 4 - Continued CITY OF  
CHICAGO, ILLINOIS SPECIAL REVENUE  
FUNDS**

**SCHEDULE OF EXPENDITURES AND ENCUMBRANCES - BUDGET AND ACTUAL (BUDGETARY BASIS) Year Ended  
December 31, 2012**

Original	Final Actual
Budget	Budget

VEHICLE TAX FUND - Continued

STREETS AND SANITATION - Concluded

BUREAU OF SANITATION - 81 - Concluded

2020.0300-Commodities and Materials

\$ 17,590	\$ 17,590	\$ 2,608
-----------	-----------	----------

2020.0400-Equipment

48,060	48,060	46,755
--------	--------	--------

2020.9400-Specific Purpose-General

<u>27,600</u>	<u>27,600</u>	<u>48,600</u>
---------------	---------------	---------------

Total		9,027,006
		9,027,006 8,955,454

BUREAU OF STREET OPERATIONS - 81 -

2045.0000-Personal Services

6,101,193	6,101,193	5,040,687
-----------	-----------	-----------

2045.0100-Contractual Services

2,327,891	2,327,891	1,786,710
-----------	-----------	-----------

2045.0200-Travel

1,000	1,000	
-------	-------	--

2045.0300-Commodities

318,845	318,845	287,145
---------	---------	---------

2045.0400-Equipment

64,100	64,100	30,079
--------	--------	--------

2045.9400-Specific Purpose-General

<u>6,000</u>	<u>6,000</u>	<u>10,825</u>
--------------	--------------	---------------

Total

8,819,029	8,819,029	7,155,446
-----------	-----------	-----------

BUREAU OF TRAFFIC SERVICES - 81 -

2070.0000-Personal Services

13,857,305	13,857,305	12,522,490
------------	------------	------------

2070.0100-Contractual Services

8,894,073	8,894,073	7,546,310
-----------	-----------	-----------

2070.0200-Travel

4,200	4,200	
-------	-------	--

2070.0300-Commodities

258,897	258,897	200,707
---------	---------	---------

2070.0989-Payment of Claims and Refunds of Vehicle License Fees	671,000	671,000	670,910
2070.0992-For Tow Storage Refund	97,000	97,000	96,905
<u>2070.9400-Specific Purpose-General</u>	<u>51,350</u>	<u>51,350</u>	<u>51,350</u>
Total	23,833,825	23,833,825	21,088,672

TOTAL STREETS AND SANITATION	41,679,860	41,679,860	37,199,572
------------------------------	------------	------------	------------

TRANSPORTATION

DIVISION OF ENGINEERING - 84 -			
2125.0000-Personal Services	6,022,129	6,022,129	5,537,526
2125.0100-Contractual Services	754,212	754,212	738,446
2125.0200-Travel	6,978	6,978	12,347
<u>2125.0300-Commodities</u>	<u>50,314</u>	<u>50,314</u>	<u>(60,086)</u>
Total			6,833,633
			6,833,633 6,228,233

84

**Schedule 4 - Continued CITY OF  
CHICAGO, ILLINOIS SPECIAL REVENUE  
FUNDS**

**SCHEDULE OF EXPENDITURES AND ENCUMBRANCES - BUDGET AND ACTUAL (BUDGETARY BASIS) Year Ended  
December 31, 2012**

Original	Final	Actual
Budget	Budget	

VEHICLE TAX FUND - ContinuedTRANSPORTATION - Concluded

## DIVISION OF INFRASTRUCTURE MANAGEMENT - 84 -

2135.0000-Personal Services	\$ 6,348,680	\$ 6,348,680	\$ 5,795,158
2135.0100-Contractual Services	877,759	877,759	873,095
2135.0200-Travel	135,634	135,634	78,401
2135.0300-Commodities	678,146	678,146	727,203
<u>2135.9400-Specific Purpose-General</u>	<u>3,000</u>	<u>3,000</u>	<u>3,000</u>
Total		8,043,219	8,043,219 7,476,857

## DIVISION OF INFRASTRUCTURE MANAGEMENT - 84 -

2145.0000-Personal Services	655,547	655,547	523,984
2145.0100-Contractual Services	474,750	474,750	469,840
2145.0200-Travel	2,200	2,200	147
<u>2145.0300-Commodities</u>	<u>9J300</u>	<u>\$U00</u>	<u>7,261</u>
Total		1,141,797	1,141,797 1,001,232

2150.0000-Personal Services	11,764,850	11,764,850	10,555,833
2150.0100-Contractual Services	1,210,929	1,210,929	1,204,726
2150.0200-Travel	107,560	107,560	75,253
2150.0300-Commodities	751,050	751,050	741,464
<u>2150.0400-Equipment</u>	<u>4^450</u>	<u>4^450</u>	<u>3,643</u>
Total		13,838,839	13,838,839 12,580,919
BUREAU OF STREETS - 84 -			
2155.0000-Personal Services			
2155.0100-Contractual Services			
2155.0200-Travel			
2155.0300-Commodities			
2155.0400-Equipment			
2155.9064-Forthe Restoration of Curbs, Gutters, Sidewalks and Pavement			
2155.9438-For Service Provided by the Department of Fleet and Facility Management. 2155.9481-For Service Provided by the Department of Streets and Sanitation			
		Total	
16,098,410	16,098,410	16,135,133	
903,680	903,680	794,097	
		14,925	14,925 13,891
878,570	878,570	865,978	
		2,815	2,815 2,365
75,000	75,000	73,793	
33,000	33,000		
<u>35,000</u>	<u>35,000</u>	<u>30,375</u>	
18,041,400	18,041,400	17,915,632	
TOTAL TRANSPORTATION	47,898,888	47,898,888	45,202,873

**Schedule 4 - Continued CITY OF  
CHICAGO, ILLINOIS SPECIAL REVENUE  
FUNDS**

**SCHEDULE OF EXPENDITURES AND ENCUMBRANCES - BUDGET AND ACTUAL (BUDGETARY BASIS)  
Year Ended December 31, 2012**

Original Final Actual



	Budget	Budget	
<u>VEHICLE TAX FUND ■ Concluded</u>			
<u>TOTAL VEHICLE TAX FUND</u>	\$ 159,958,000	\$ 159,958,000	\$ 151,379,801
<u>MOTOR FUEL TAX AND PROJECT FUND</u>			
<u>FLEET AND FACILITY MANAGEMENT</u>			
2131.XXXX-Bureau of Asset Management	12,135,000	12,135,000	13,149,980
<u>TOTAL FLEET AND FACILITY MANAGEMENT</u>	<u>12,135,000</u>	<u>12,135,000</u>	<u>13,149,980</u>
<u>STREETS AND SANITATION - 81 -</u>			
2047.XXXX-Bureau of Street Operations	20,350,550	20,350,550	18,687,735
<u>TOTAL STREETS AND SANITATION</u>	<u>20,350,550</u>	<u>20,350,550</u>	<u>18,687,735</u>
<u>TRANSPORTATION - 84 -</u>			
2005.XXXX-C.T.A./Regional Transportation Authority Agreement			3,000,000
3,000,000 3,000,000			
2150.XXXX-Bureau of Electricity	3,548,874	3,548,874	3,430,719
2155.XXXX-Bridge Maintenance	8,747,264	8,747,264	7,555,973
2070.XXXX-Bureau of Streets	8,300,312	8,300,312	8,487,238
1127.XXXX-Miscellaneous	9,289,000	9,289,000	58,861
<u>TOTAL TRANSPORTATION</u>	<u>32,885,450</u>	<u>32,885,450</u>	<u>22,532,791</u>
TOTAL MOTOR FUEL TAX AND PROJECT FUND	65,371,000	65,371,000	54,370,506
<u>PENSION FUND</u>			
<u>EMPLOYEE PENSIONS</u>			
MUNICIPAL EMPLOYEES' ANNUITY AND BENEFIT 2025.0976-City's Contribution to the Employees' Annuity and Benefit Fund			
Total			
159,003,480	159,003,480		
159,003,480	159,003,480		
163,942,544	163,942,544		

86

**Schedule 4 - Continued CITY OF  
CHICAGO, ILLINOIS SPECIAL REVENUE  
FUNDS**

**SCHEDULE OF EXPENDITURES AND ENCUMBRANCES - BUDGET AND ACTUAL (BUDGETARY BASIS) Year Ended  
December 31, 2012**

Original Final Actual  
Budget Budget Budget

PENSION FUND - Concluded

EMPLOYEE PENSIONS - Concluded

\$ 204,420,400 \$ 204,420,400 \$ 189,774,184  
204,420,400 204,420,400 189,774,184

POLICEMEN'S EMPLOYEES' ANNUITY AND BENEFIT

2025.0976-City's Contribution to the Employees'

Annuity and Benefit Fund

Total

FIREMEN'S EMPLOYEES' ANNUITY AND BENEFIT

2025.0916-Expenditures for Amendments to ILCS 40, Act 5

Section 6-211(G)

2025.0976-City's Contribution to the Employees'

Annuity and Benefit Fund

Total

1,410,000 1,410,000

83,033,560 83,033,560 89,265,334  
84,443,560 84,443,560 89,265,334

LABORERS' EMPLOYEES' ANNUITY AND BENEFIT

2025.0976-City's Contribution to the Employees'

Annuity and Benefit Fund

14,450,920

14,450,920

15,969,244

Total

14,450,920

14,450,920

15,969,244

TOTAL EMPLOYEE PENSIONS

462,318,360

462,318,360

458,951,306

TOTAL PENSION FUND

462,318,360

462,318,360

458,951,306

MISCELLANEOUS FUND

EMERGENCY COMMUNICATION

GENERAL GOVERNMENT

DEPARTMENT OF FINANCE - GENERAL - 99 -

2005.0100-Contractual Services

500,000

500,000 483,606

2005.9639-Department Salaries

71,933,000

71,933,000

65,048,312

Total

72,433,000

72,433,000 65,531,918

TOTAL EMERGENCY COMMUNICATION

72,433,000

72,433,000 65,531,918

87

**Schedule 4 - Continued CITY OF  
CHICAGO, ILLINOIS SPECIAL REVENUE  
FUNDS**

**SCHEDULE OF EXPENDITURES AND ENCUMBRANCES - BUDGET AND ACTUAL (BUDGETARY BASIS) Year Ended  
December 31, 2012**

Original Final Actual

Budget

Budget

MISCELLANEOUS FUND ■ Continued

SPECIAL DEPOSIT ACTIVITIES

GENERAL GOVERNMENT

DEPARTMENT OF HOUSING & ECONOMIC DEVELOPMENT - 54 -

2005.9999-Miscellaneous

\$

522,000 \$

522,000 \$

PUBLIC SAFETY

DEPARTMENT OF POLICE - 57 -

2005.9999-Miscellaneous

4,764,000

4,764,000 1,657,681

TOTAL SPECIAL DEPOSIT ACTIVITIES

5,286,000

5,286,000

1,657,681

COMMONWEALTH EDISON SETTLEMENT

GENERAL GOVERNMENT

DEPARTMENT OF BUDGET & MANAGEMENT - 05 -

2005.9999-Miscellaneous

6,114,000

6,114,000

1,092,530

DEPARTMENT OF LAW - 31 -				
2005.9999-Miscellaneous	3,890,000	3,890,000		
<u>TOTAL COMMONWEALTH SETTLEMENT</u>	<u>10,004,000</u>	<u>10,004,000</u>	<u>1,092,530</u>	
ALLIED SETTLEMENT FUND				
GENERAL GOVERNMENT				
DEPARTMENT OF LAW - 31 -				
2005.9999-Miscellaneous	<u>230,000</u>	<u>230,000</u>	<u>200,000</u>	
<u>Total</u>	<u>230,000</u>	<u>230,000</u>	<u>200,000</u>	
DEPARTMENT OF PROCUREMENT SERVICES - 35 -				
2005.0100-Contractual	1,222,500	1,222,500	867,856	
2005.0400-Equipment	48,320	48,320	924	

88

**Schedule 4 - Continued CITY OF  
CHICAGO, ILLINOIS SPECIAL REVENUE  
FUNDS**

**SCHEDULE OF EXPENDITURES AND ENCUMBRANCES - BUDGET AND ACTUAL (BUDGETARY BASIS)  
Year Ended December 31, 2012**

	Original	Final Actual		
	Budget	Budget		
<u>MISCELLANEOUS FUND ■ Concluded</u>				
<u>ALLIED SETTLEMENT FUND - Concluded</u>				
DEPARTMENT OF PROCUREMENT SERVICES - 35 - Concluded				
2005.9999-Miscellaneous	\$ 1,500,000	\$ 1,500,000	\$ 280,000	
<u>Total</u>	<u>2,770,820</u>	<u>2,770,820</u>	<u>1,148,780</u>	
<u>TOTAL ALLIED SETTLEMENT</u>	<u>3,000,820</u>	<u>3,000,820</u>	<u>1,348,780</u>	
<u>CTA REAL PROPERTY TRANSFER TAX</u>				
FINANCE GENERAL - 99 -				
2005.9205-For Distribution of the Net Proceeds of the Real Property Transfer Tax-CTA Portion	29,078,000	29,078,000	39,283,056	
2005.9640-To Reimburse Corporate Fund for Costs Incurred for				

Collection of the Real Property Transfer Tax-CTA Portion	294,000	294,000	^
Total	29,372,000	29,372,000	39,283,056
TOTAL CTA REAL PROPERTY TRANSFER TAX	29,372,000	29,372,000	39,283,056
TOTAL MISCELLANEOUS FUND	120,095,820	120,095,820	108,913,965

**CHICAGO PUBLIC LIBRARY FUND****LIBRARY BUILDINGS AND SITES****GENERAL GOVERNMENT**

## DEPARTMENT OF FLEET AND FACILITY MANAGEMENT - 38 -

2126.0100-Contractual Services	2,285,434	2,285,434	1,933,523
2126.0300-Commodities	758,680	758,680	669,226
2131.0100-Contractual Services	1,623,886	1,623,886	1,598,713
Total	<u>4,668,000</u>	<u>4,668,000</u>	<u>4,201,462</u>
TOTAL GENERAL GOVERNMENT	4,668,000	4,668,000	4,201,462

89

**Schedule 4 - Continued CITY OF  
CHICAGO, ILLINOIS SPECIAL REVENUE  
FUNDS**

**SCHEDULE OF EXPENDITURES AND ENCUMBRANCES - BUDGET AND ACTUAL (BUDGETARY BASIS) Year Ended  
December 31,2012**

Original	Final Actual
Budget	Budget

**CHICAGO PUBLIC LIBRARY FUND ■ Continued****LIBRARY BUILDINGS AND SITES - Concluded****CULTURAL AND RECREATIONAL**

CHICAGO PUBLIC LIBRARY - 91 -			
2005.0100-Contractual Services	\$	450,000	450,000 \$ 310,503
TOTAL CULTURAL AND RECREATIONAL	450,000	450,000	310,503

INTEREST AND OTHER FISCAL CHARGES - 99

2005.0955-Interest on Daily Tender Notes	166,000	166,000	41,709
--	---------	---------	--------

TOTAL INTEREST AND OTHER FISCAL CHARGES	166,000	166,000	41,709
---	---------	---------	--------

TOTAL LIBRARY BUILDINGS AND SITES	5,284,000	5,284,000	4,553,674
-----------------------------------	-----------	-----------	-----------

LIBRARY MAINTENANCE AND OPERATIONS

GENERAL GOVERNMENT

DEPARTMENT OF FLEET AND FACILITY MANAGEMENT - 38 -

BUREAU OF FACILITY MANAGEMENT

2126.0000-Personal Services	1,691,258	1,691,258	3,379,144
-----------------------------	-----------	-----------	-----------

2126.0100-Contractual Services	4,017,260	4,017,260	2,355,977
--------------------------------	-----------	-----------	-----------

2126.0200-Travel	10,750	10,750	4,570
------------------	--------	--------	-------

Total	5,719,268	5,719,268	5,739,691
-------	-----------	-----------	-----------

BUREAU OF ASSET MANAGEMENT -38-

2131.0100-Contractual Services	24,000	24,000	15,980
--------------------------------	--------	--------	--------

2131.0300-Commodities	3,429,423	3,429,423	3,048,430
-----------------------	-----------	-----------	-----------

Total	3,453,423	3,453,423	3,064,410
-------	-----------	-----------	-----------

TOTAL DEPARTMENT OF FLEET AND FACILITY MANAGEMENT	9,172,691	9,172,691	8,804,101
---	-----------	-----------	-----------

DEPARTMENT OF FINANCE - GENERAL - 99 -

2005.0000-Personal Services

2005.0100-Contractual Services

2005.0955-Interest on Daily Tender Notes

2005.9027-City's Contribution to Social Security Tax

2005.9076-City's Contribution to Medicare Tax

12,940,298	12,940,298	11,153,905
------------	------------	------------

117,041	117,041	98,587
---------	---------	--------

2,488,000	2,488,000	655,958
-----------	-----------	---------

20,586	20,586	20,586
--------	--------	--------

873,105	873,105	873,105
---------	---------	---------

**Schedule 4 - Continued CITY OF  
CHICAGO, ILLINOIS SPECIAL REVENUE  
FUNDS**

**SCHEDULE OF EXPENDITURES AND ENCUMBRANCES - BUDGET AND ACTUAL (BUDGETARY BASIS) Year Ended  
December 31, 2012**

Original	Final	Actual
Budget	Budget	

CHICAGO PUBLIC LIBRARY FUND ■ Concluded LIBRARYMAINTENANCE AND OPERATIONS - ConcludedGENERAL GOVERNMENT - Concluded

## DEPARTMENT OF FINANCE - GENERAL - 99 - Concluded

2005.9112-Property Maintenance Contract for the Harold

Washington Library Center: To Be Expended

Under the Direction of the Budget Director

\$ 7,078,186 \$ 7,078,186 \$ 7,078,186

2005.9165-For Expenses Related to the Data Center

218,304 218,304 234,915

Total23,735,520 23,735,520 20,115,242

TOTAL GENERAL GOVERNMENT

32,908,211 32,908,211 28,919,343

## CHICAGO PUBLIC LIBRARY - 91 -

2005.0000-Personal Services

45,689,501 45,689,501 46,126,130

2005.0100-Contractual Services

2,654,192 2,654,192 3,398,608

2005.0200-Travel

3,700 3,700

2005.0300-Commodities

838,814 838,814 716,022

2005.9438-Department of General Services

162,582 162,582 162,687

Total49,348,789 49,348,789 49,403,447

TOTAL LIBRARY MAINTENANCE

AND OPERATIONS82,257,000 82,257,000 78,322,790

TOTAL CHICAGO PUBLIC LIBRARY FUND

87,541,000 87,541,000 82,876,464

SPECIAL EVENTS. TOURISM AND FESTIVALS FUNDMUNICIPAL HOTEL OPERATORS' OCCUPATION TAXGENERAL GOVERNMENT

## CITY COUNCIL COMMITTEE ON SPECIAL EVENTS AND CULTURAL AFFAIRS-15-

2155.0000-Personal Services

2155.0100-Contractual Services

2155.0300-Commodities

2155.0700-Contingencies

Total

140,326 140,326 101,855

10,394 10,394 10,327

2,000 2,000 1,948

2,000 2,000 38,280

154,720 154,720 152,410

**Schedule 4 - Continued CITY OF  
CHICAGO, ILLINOIS SPECIAL REVENUE  
FUNDS**

**SCHEDULE OF EXPENDITURES AND ENCUMBRANCES - BUDGET AND ACTUAL (BUDGETARY BASIS) Year Ended  
December 31, 2012**

Actual

Final Budget

Original Budget

SPECIAL EVENTS, TOURISM AND FESTIVALS FUND - Continued

MUNICIPAL HOTEL OPERATORS' OCCUPATION TAX - Concluded

GENERAL GOVERNMENT - Concluded

DEPARTMENT OF FINANCE - GENERAL - 99 -

2005.0000-Personal Services \$1,010,039 \$ 1,010,039 \$

961,797

2005.0100-Contractual Services 2,659,904 2,659,904 2,655,934

2005.0991-To Provide for Matching and Supplementary

Grant Funds

1,880,000

1,880,000 1,318,072

2005.9027-City's Contribution to Social Security Tax

2,066

2,066 2,066

2005.9076-City's Contribution to Medicare Tax

87,648

87,648 87,648

2005.9124-For the Sisters City Program

528,643

528,643

528,643

Total

6,168,300

6,168,300

5,554,160

TOTAL GENERAL GOVERNMENT

6,323,020

6,323,020

5,706,570

446,124

446,124

278,054

CULTURAL AND RECREATIONAL

OFFICE OF THE MAYOR - 01 -

446,124

446,124

278,054

2005.0000-For Personal Services

Total

DEPARTMENT OF CULTURAL AFFAIRS - 23 -

2015.0000-Personal Services 6,023,456 6,023,456 5,608,523

2015.0100-Contractual Services 3,869,400 3,869,400 3,439,328

2015.0200-Travel 4,500 4,500 736

2015.0300-Commodities 47,000 47,000 43,984

2015.0900-For Specific Purposes-Financial 60,000 60,000 60,000

2015.9188-For Expenses Related to the Millennium Park 6,195,000 6,195,000 6,146,290

2005.9188-For Expenses Related to the Millennium Park 1,250,000 1,250,000 1,426,900

2005.9438-For Services Provided by the 250,000 250,000 250,000

2015.9400-For Specific Purpose-General 927,500 927,500 907,500

2015.9800-For Special Events Projects 10,603,000 10,603,000 10,490,304



<u>Total</u>	<u>29,229,856</u>	<u>29,229,856</u>	<u>28,373,565</u>
<u>TOTAL CULTURAL AND RECREATIONAL</u>	<u>29,675,980</u>	<u>29,675,980</u>	<u>28,651,619</u>
TOTAL MUNICIPAL HOTEL OPERATORS'OCCUPATION TAX			35,999,000 35,999,000 34,358,189

92

**Schedule 4 - Continued CITY OF  
CHICAGO, ILLINOIS SPECIAL REVENUE  
FUNDS**

**SCHEDULE OF EXPENDITURES AND ENCUMBRANCES - BUDGET AND ACTUAL (BUDGETARY BASIS) Year Ended  
December 31, 2012**

	Original Budget	Final Budget	Actual
<u>SPECIAL EVENTS, TOURISM AND FESTIVALS FUND - Concluded</u>			
<u>DEPARTURE TAX</u>			
<u>GENERAL GOVERNMENT</u>			
DEPARTMENT OF FINANCE - 27 -			
<u>2003.0100-Contractual Services</u>	\$	<u>325,000</u>	<u>325,000</u>
Total		325,000	325,000 325,000
DEPARTMENT OF AVIATION - 85 -			
<u>2005.0000-Personal Services</u>		<u>924,276</u>	<u>924,276</u>
Total		924,276	924,276 924,276
TOTAL GENERAL GOVERNMENT	1,249,276	1,249,276	1,249,276
<u>PUBLIC SAFETY</u>			
DEPARTMENT OF BUSINESS AFFAIRS AND CONSUMER PROTECTION - 70 -			
<u>2005.0000-Personal Services</u>		<u>100,000</u>	<u>100,000</u>
Total		100,000	100,000 100,000
TOTAL PUBLIC SAFETY	100,000	100,000	100,000
TOTAL DEPARTURE TAX	1,349,276	1,349,276	1,349,276
TOTAL SPECIAL EVENTS, TOURISM			

AND FESTIVALS FUND	37,348,276	37,348,276 35,707,465
<u>HEALTH AND WELFARE FUND</u>		
<u>SMALL BUSINESS DEVELOPMENT LOAN FUND</u>		
<u>GENERAL GOVERNMENT</u>		
DEPARTMENT OF FINANCE - GENERAL - 99 -		
2005.9999-Miscellaneous	318,000	318,000
<u>TOTAL GENERAL GOVERNMENT</u>	<u>318,000</u>	<u>318,000</u>
TOTAL SMALL BUSINESS DEVELOPMENT LOAN FUND	318,000	318,000

93

**Schedule 4 - Continued CITY OF  
CHICAGO, ILLINOIS SPECIAL REVENUE  
FUNDS  
SCHEDULE OF EXPENDITURES AND ENCUMBRANCES - BUDGET AND ACTUAL (BUDGETARY BASIS)  
Year Ended December 31, 2012**

Original  
Budget Budget Final Actual

HEALTH AND WELFARE FUND ■ Concluded

NEIGHBORHOOD HUMAN INFRASTRUCTURE FUND

GENERAL GOVERNMENT

DEPARTMENT OF BUDGET & MANAGEMENT - 05 -			
2005.9999-Miscellaneous	\$ 1,100,000	\$ 1,100,000	\$ 600,000
DEPARTMENT OF FLEET AND FACILITY MANAGEMENT - 38 -			
2005.9999-Miscellaneous	650,000	650,000	650,000
OFFICE OF PEOPLE WITH DISABILITIES - 48 -			
2005.9999-Miscellaneous	400,000	400,000	400,000
DEPARTMENT OF FAMILY AND SUPPORT SERVICES - 50 -			
2005.0100-Contractual	840,000	840,000	802,075
2005.9999-Miscellaneous	5,110,000	5,110,000	4,415,096
Total	5,950,000	5,950,000	5,217,171

DEPARTMENT OF HOUSING AND ECONOMIC DEVELOPMENT- 54 -			
2005.9999-Miscellaneous	2,746,786	2,746,786	2,436,138
TOTAL GENERAL GOVERNMENT	10,846,786	10,846,786	9,303,309
TOTAL NEIGHBORHOOD HUMAN INFRASTRUCTURE FUND	10,846,786	10,846,786	9,303,309
TOTAL HEALTH AND WELFARE FUND	11,164,786	11,164,786	9,303,309

**SPECIAL TAXING AREA**

**GENERAL GOVERNMENT**

DEPARTMENT OF BUDGET & MANAGEMENT - 05 -			
.0000-Personal Services	147,133	147,133	
DEPARTMENT OF FINANCE - 27 -			
.0000-Personal Services	279,115	279,115	
DEPARTMENT OF THE CITY TREASURER - 28 -			
.0000-Personal Services	85,020	85,020	

94

**Schedule 4 - Concluded CITY OF  
CHICAGO, ILLINOIS SPECIAL REVENUE  
FUNDS**

**SCHEDULE OF EXPENDITURES AND ENCUMBRANCES - BUDGET AND ACTUAL (BUDGETARY BASIS) Year Ended  
December 31, 2012**

Original Budget  
Final Budget

**SPECIAL TAXING AREA - Concluded**

DEPARTMENT OF LAW-31 -			
.0000-Personal Services	\$ 1,091,030	\$ 1,091,030	\$
DEPARTMENT OF HOUSING & ECONOMIC DEVELOPMENT - 54 -			
.0000-Personal Services	2,351,585	2,351,585	27,926
.9000-General	1,193,117	1,193,117	-
<u>Total</u>	<u>3,544,702</u>	<u>3,544,702</u>	<u>27,926</u>
FINANCE GENERAL-99-			
.0000-Personal Services	430,000	430,000	
.9010-General	394,000	394,000	" -
.9626-General	1,007,000	1,007,000	

.9629-General	526,000	526,000	-
<u>Total</u>	<u>2,357,000</u>	<u>2,357,000</u>	<u>=</u>
<u>TOTAL SPECIAL TAXING AREA</u>	<u>7,504,000</u>	<u>7,504,000</u>	<u>27,926</u>
TOTAL SPECIAL REVENUE FUNDS	\$ 951,301,242	\$ 951,301,242	\$ 901,530,742

95

This Page Intentionally Left Blank

**Schedule 5**

CITY	OF	FUNDS	CHICAGO,	ILLINOIS	SPECIAL
REVENUE			-MOTOR	FUEL	TAX
FUND					
STATEMENT	OF	CASH	RECEIPTS	EXPENDITURES	Year
December 31, 2012			AND		Ended

Cash Balance Receipts Expenditures Cash Balance  
Dec. 31,2011 2012 2012 Dec. 31,2012

Allocated to Specific Projects: Bureau of

Streets -

Arterial Streets \$7,261,164 \$ 6,429,224 \$ 6,731,790 \$ 6,958,598

Bureau of Streets -

Non-Arterial Streets 8,381,823 2,143,160 1,739,549 8,785,434

Bureau of Streets -

New Street Construction-Inactive 72,324 - - 72,324

Bureau of Street Operations -

Street Maintenance and Cleaning	(18,230,990)	20,350,550	12,068,095	(9,948,535)
Bureau of Electricity -				
Street and Highway Lighting		16,719,074	3,548,874	4,474,847 15,793,101
Street Light Energy Cost			-	12,135,000 12,135,000
Bureau of Street Traffic -				
Traffic Signal Controls	(10,602,818)	852,000	1,113,149	(10,863,967)
Bureau of Bridges -				
Bridges, Viaducts and Superhighways	(1,517,668)	7,623,191	7,263,522	(1,157,999)
Department of Transportation -				
CTA/RTA Authority Agreement		(12,000,000)	3,000,000	3,000,000 (12,000,000)
New Street Construction-Active			3,503,150	- - 3,503,150
<u>Contingency</u>	<u>1,000,000</u>		<u>-</u>	<u>- 1,000,000</u>
Subtotal		(5,413,942)	56,081,999	48,525,952 2,142,105
Unallocated Receipts and Distributions:				
Unobligated Funds		(19,673,821)	-	- (19,673,821)
Interest on Investments		1,269,072	36,587	- 1,305,659
<u>Miscellaneous Income</u>	<u>12,576,474</u>	<u>9,011,326</u>	<u>-</u>	<u>21,587,800</u>
<u>Total</u>		<u>\$ (11,242,217)</u>	<u>\$ 65,129,912</u>	<u>\$ 48,525,952 \$ 5,361,743</u>

A reconciliation of Cash Receipts shown above and Actual Revenue follows:

Actual Revenue

Revenue Receivable -

Balance December 31, 2012

Balance December 31, 2011

Miscellaneous Adjustments -

Balance December 31, 2012

Balance December 31, 2011

Receipts

\$ 65,093,131

\$ 9,469,687

5,644,748 (3,824,939)

(26,912,030)

(23,050,310) 3,861,720

\$ 65,129,912

**BALANCE SHEET December 31, 2012****With Comparative Totals for December 31, 2011 (Amounts are in  
Thousands of Dollars)**

General Government

Public Safety

Transportation

**ASSETS:**

Cash and Cash Equivalents	\$ 10,200	\$ (503)	\$ (647)	\$ (1,998)	\$ 67
Investments	5,997	2,326	4,339	6,705	11
Restricted Assets - Cash and Cash Equivalents	-	-		2	-
Receivables (Net of Allowances)	1,336	62	8,381	88	
Due from Other Funds	19,844	3383,096	3,401		
Due from Other Governments	902	14,931	34,667	219,508	
<u>Other Assets</u>	=	=	=	=	=
<u>Total Assets</u>	<u>\$ 38,279</u>	<u>\$ 17,154</u>	<u>\$ 49,836</u>	<u>\$ 227,706</u>	<u>\$ 78</u>

**LIABILITIES AND FUND BALANCE Liabilities:**

Voucher Warrants Payable	\$ 1,154	\$ 11,878	\$ 15,790	\$ 64,371	\$ 1
Bonds, Notes and Other Obligations Payable - Current..	...				
Due to Other Funds	30,170	15,290	34,369	187,235	
Accrued and Other Liabilities	2,479	311	1,879	318	4
Deferred Revenue	4,773	10,058	21,889	162,048	72_
<b>Total Liabilities</b>	<b>38,576</b>	<b>37,537</b>	<b>413,972</b>	<b>73,927</b>	<b>77_</b>

**Fund Balance (Deficit):**

Restricted 1					
Unassigned	(297)	(20,383)	(24,091)	(186,266)	
<b>Total Fund Balance (Deficit)</b>	<b>(297)(20,383)</b>	<b>(24,091)</b>	<b>(186,266)</b>	<b>1_</b>	
<b>Total Liabilities and Fund Balance</b>	<b>\$ 38,279</b>	<b>\$ 17,154</b>	<b>\$ 49,836</b>	<b>\$ 227,706</b>	<b>\$ 78</b>

						Totals	
Environmental	Cultural and	Human	Urban Capital				
	Control	Recreational	Services	Development	Outlay	2012	2011
361 2,318							
74 5,319							
555 831							
							1
756 1,503							
8,900 25,661							
3,215 577							
2,185 83,917							
5,059							
(D \$ 1,219 3							
364							
663 303							
3,997 \$ 3,298							
1,241							
20,931 52,705							
3,220 10,809 29,694 362,651							5, 362
						75, 382 3, 220 20, 215 21, 786 276, 051 7, 210	
3, 646 \$ 129, 514 \$							
501 \$ 681 \$ 61, 846 \$							
198849 13, 307							
11 7 4, 386							
10, 2331, 670 28, 587							
229 271							
<u>72 1, 302</u>							
						<u>871 16 2, 334</u>	
						157, 322 271 281, 434 9, 467 242, 966	
\$ 181,965							
							106,558 26,558 210,467
<u>691,460</u>							
<u>27,820 (233,908)</u>							
<u>(206,088)</u>							

485,372 \$ 403,864

99

## Schedule 7

## CITY OF CHICAGO, ILLINOIS

## SPECIAL REVENUE FUNDS - FEDERAL, STATE AND LOCAL GRANTS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE Year Ended  
December 31, 2012 With Comparative Totals for 2011

(Amounts are in Thousands of Dollars)

	General	Government	Public Trans- Health	Safety	portation	Aviation
Revenues:						
Federal/State Grants	\$ 9,150	\$ 101,606	\$ 115,987	\$ 178,595		
<u>Total Revenues</u>	<u>9,150</u>	<u>101,606</u>	<u>115,987</u>	<u>178,595</u>		
Expenditures:						
<u>Current</u>	<u>10,533</u>	<u>101,558</u>	<u>112,429</u>	<u>325,491</u>		
<u>Total Expenditures</u>	<u>10,533</u>	<u>101,558</u>	<u>112,429</u>	<u>325,491</u>		
<u>Revenues Over Expenditures</u>	<u>(1,383)</u>	<u>48</u>	<u>3,558</u>	<u>(146,896)</u>		
Other Financing (Uses):						
Operating Transfers Out						
<u>Total Other Financing (Uses)</u>	=	=	=	=		
Revenues and Other Financing Sources						
Over (Under) Expenditures and			(1,383)	48	3,558	(146,896)
Other Financing Uses			....			
Fund Balance (Deficit) - Beginning of Year	1,086		(20,431)			(27,649)
	(39,370)		1_			



Fund	Balance	(Deficit)	-	End	of	Year	\$	(297)	\$	(20,383)	\$	(24,091)
							\$ (186,266)	\$	1_			

Environmental	Cultural and	Human	Urban	Capital	Totals	
<u>Control</u>		<u>Recreational</u>	<u>Services</u>	<u>Development</u>	<u>Outlay</u>	<u>2012 2011</u>
(209)	\$ 11,615	\$ 876,790	\$ 974,757			
(209)	<u>11,615</u>	<u>876,790</u>	<u>974,757</u>			
<u>7,856</u>	<u>16,076</u>	<u>381,284</u>	<u>708</u>	<u>5,259</u>	<u>961,194</u>	<u>1,099,617</u>
<u>7,856</u>	<u>16,076</u>	<u>381,284</u>	<u>708</u>	<u>5,259</u>	<u>961,194</u>	<u>1,099,617</u>
<u>5,036</u>	<u>(833)</u>	<u>50,627</u>	<u>(917)</u>	<u>6,356</u>	<u>(84,404)</u>	<u>(124,860)</u>
					<u>(9,875)</u>	<u>(9,875)</u>
5,036	(833)	50,627	(917)	6,356	(84,404)	(124,860)
<u>(7,907)</u>	<u>1,272</u>	<u>(29,239)</u>	<u>1,594</u>	<u>(1,041)</u>	<u>(121,684)</u>	<u>13,050</u>
\$ (2,871)	\$ 439	\$ 21,388	\$ 677	\$ 5,315	\$ (206,088)	\$
<u>(121,685)</u>						

101