REQUIRED SUPPLEMENTARY INFORMATION

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CITY OF BELOIT

SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES
BUDGET AND ACTUAL - GENERAL FUND
For the Year Ended December 31, 2007

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
TAXES				
Current Levy	$ 5,270,165	$ 5,270,165	$ 5,285,224	$ 15,059
Mobile home taxes	23,000	23,000	22,868	(132)
Prior year tax collection/rescinded taxes	52,000	52,000	(82,301)	(134,301)
Motel tax	44,000	44,000	53,859	9,859
Total Taxes	5,389,165	5,389,165	5,279,650	(109,515)
INTERGOVERNMENTAL				
Shared aidable revenue	16,602,242	16,602,242	16,601,266	(976)
Fire distribution fee	55,500	55,500	49,163	(6,337)
Expenditure restraint payment	468,066	468,066	431,482	(36,584)
State highway aids	1,356,810	1,356,810	1,461,240	104,430
State aid - connecting streets	271,460	271,460	271,450	(10)
Municipal service payment	20,955	20,955	21,597	642
Computer exemption aid	33,276	33,276	45,003	11,727
Total Intergovernmental Revenues	18,808,309	18,808,309	18,881,201	72,892
LICENSES AND PERMITS				
Licenses				
Liquor - malt permits	49,500	49,500	62,745	13,245
Cable TV	320,000	320,000	330,264	10,264
Other licenses	34,650	34,650	36,209	1,559
Total Licenses	404,150	404,150	429,218	25,068
Permits				
Construction permits	171,000	171,000	149,733	(21,267)
Other permits	35,765	35,765	33,843	(1,922)
Underground storage tank inspection	5,500	5,500	5,804	304
Total Permits	212,265	212,265	189,380	(22,885)
Total Licenses and Permits	616,415	616,415	618,598	2,183

See accompanying notes to required supplementary information.

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CITY OF BELOIT

SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES
BUDGET AND ACTUAL - GENERAL FUND
For the Year Ended December 31, 2007

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
FINES, FORFEITURES AND PENALTIES				
Municipal court costs	$ 120,000	$ 120,000	$ 135,982	$ 15,982
Nontraffic fines	400,000	400,000	384,168	(15,832)
Traffic fines	160,000	160,000	192,908	32,908
Parking fines	260,000	260,000	288,840	28,840
Penalties on taxes	100,000	100,000	168,801	68,801
Other	25,300	25,300	33,752	8,452
Total Fines, Forfeitures and Penalties	1,065,300	1,065,300	1,204,451	139,151
FEES AND SERVICE CHARGES				
Animal shelter	4,800	4,800	4,711	(89)
Recreation				
Other recreation	59,814	59,814	56,347	(3,467)
Telfer Park and Rivercenter	75,688	75,688	78,690	3,002
Golf lessons	1,110	1,110	898	(212)
Swimming pool	47,528	47,528	47,819	291
Total Recreation	184,140	184,140	183,754	(386)
Other General Revenue				
Fire inspection fees	24,000	24,000	48,276	24,276
Property transfer certificates	26,000	26,000	25,068	(932)
In-house fees	30,300	30,300	21,560	(8,740)
Hazardous material response	15,000	15,000	17,731	2,731
Donations and miscellaneous	182,998	182,998	196,807	13,809
Riverfest activity	28,185	28,185	29,806	1,621
Nutrition coordinator	4,488	4,488	4,693	205
Recoveries from city	-	-	4,250	4,250
Cable access fees	19,200	19,200	26,592	7,392
Miscellaneous police revenues	31,600	31,600	28,356	(3,244)
Total Other General Revenue	361,771	361,771	403,139	41,368
Total Fees and Service Charges	550,711	550,711	591,604	40,893

See accompanying notes to required supplementary information.

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CITY OF BELOIT

SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES
BUDGET AND ACTUAL - GENERAL FUND
For the Year Ended December 31, 2007

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
RENT	$ 40,000	$ 40,000	$ 43,182	$ 3,182
INVESTMENT INCOME	569,000	569,000	1,342,283	773,283
Total Revenues	27,038,900	27,038,900	27,960,969	922,069
OTHER FINANCING SOURCES				
Sale of city property	352,500	352,500	458,962	106,462
Transfers in - sewer utility reimbursement	228,174	228,174	228,174	-
Transfers in - tax equivalent	500,000	500,000	404,109	(95,891)
Total Other Financing Sources	1,080,674	1,080,674	1,091,245	10,571
TOTAL REVENUES AND OTHER FINANCING SOURCES	$ 28,119,574	$ 28,119,574	$ 29,052,214	$ 932,640

See accompanying notes to required supplementary information.

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CITY OF BELOIT

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL - GENERAL FUND
For the Year Ended December 31, 2007

CURRENT EXPENDITURES	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variance with Final Budget
GENERAL GOVERNMENT				
City Council, Manager, Attorney				
Council	$ 62,321	$ 62,321	$ 61,158	$ 1,163
City manager	351,637	351,637	352,553	(916)
City attorney	362,409	362,409	360,482	1,927
Total City Council, Manager and Attorney	776,367	776,367	774,193	2,174
Finance and Administrative Services				
Personnel and labor relations	341,704	371,704	397,782	(26,078)
Municipal court	307,863	307,863	334,577	(26,714)
Computer information systems	382,286	382,286	338,124	44,162
Records and elections	317,233	317,233	309,937	7,296
Property appraisal	347,285	347,285	281,846	65,439
Collections	79,882	79,882	82,280	(2,398)
Accounting	349,763	349,763	345,014	4,749
Financial management	283,129	283,129	277,513	5,616
Licenses and permits	211,160	61,160	37,530	23,630
Bad debts	-	-	7,436	(7,436)
Insurance	237,509	237,509	242,149	(4,640)
Compensation adjustment	21,000	-	-	-
City hall operation	476,863	476,863	452,985	23,878
Total Finance and Administrative Services	3,355,677	3,214,677	3,107,173	107,504
Total General Government	4,132,044	3,991,044	3,881,366	109,678
COMMUNITY DEVELOPMENT				
City planning	309,574	309,574	265,811	43,763
Economic development	176,863	176,863	168,809	8,054
Code enforcement	605,440	605,440	644,105	(38,665)
Total Community Development	1,091,877	1,091,877	1,078,725	13,152

See accompanying notes to required supplementary information.

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CITY OF BELOIT

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL - GENERAL FUND
For the Year Ended December 31, 2007

CURRENT EXPENDITURES	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variance with Final Budget
PUBLIC SAFETY				
Police Department				
Staff services	$ 10,094,768	$ 10,094,768	$ 10,154,982	$ (60,214)
Total Police Department	10,094,768	10,094,768	10,154,982	(60,214)
Fire Department				
Staff services	497,208	497,208	500,209	(3,001)
Inspection and prevention	351,975	351,975	361,587	(9,612)
Fire fighting and rescue	6,332,372	6,332,372	6,484,483	(152,111)
Total Fire Department	7,181,555	7,181,555	7,346,279	(164,724)
Total Public Safety	17,276,323	17,276,323	17,501,261	(224,938)
PUBLIC WORKS				
DPW engineering				
DPW administration and engineering	829,478	829,478	742,615	86,863
Total DPW engineering	829,478	829,478	742,615	86,863
DPW operations				
Streets and sanitation	2,998,069	3,139,069	3,362,925	(223,856)
Central stores	30,851	30,851	27,546	3,305
Total DPW operations	3,028,920	3,169,920	3,390,471	(220,551)
DPW storm water				
Storm water	-	-	74	(74)
Total DPW stormwater	-	-	74	(74)
DPW parks and recreation				
Parks	1,423,089	1,423,089	1,414,163	8,926
Recreation	336,574	336,574	323,196	13,378
Edwards pavilion	196,452	196,452	217,213	(20,761)
Senior center	140,734	140,734	142,616	(1,882)
Rotary river center	35,190	35,190	30,703	4,487
Swimming pools	169,792	169,792	172,260	(2,468)
Total DPW parks and recreation	2,301,831	2,301,831	2,300,151	1,680
Total Public Works	6,160,229	6,301,229	6,433,311	(132,082)

See accompanying notes to required supplementary information.

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CITY OF BELOIT

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL - GENERAL FUND
For the Year Ended December 31, 2007

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
DEBT SERVICE				
Principal retirement	$ -	$ -	$ 16,199	$ (16,199)
Total Expenditures	28,660,473	28,660,473	28,910,862	(250,389)
OTHER FINANCING USES				
Transfers out	-	-	-	-
Total Other Financing Uses	-	-	-	-
TOTAL EXPENDITURES AND OTHER FINANCING USES	$ 28,660,473	$ 28,660,473	$ 28,910,862	$ (250,389)

See accompanying notes to required supplementary information.

CITY OF BELOIT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - TIF DISTRICT NO. 10 (MAJOR FUND)
For the Year Ended December 31, 2007

	Final Budget	Actual	Variance
REVENUES			
Taxes	$ -	$ 621,452	$ 621,452
Intergovernmental	310,000	8,990	(301,010)
Investment income	11,000	50,474	39,474
Other	-	86,960	86,960
Total Revenues	321,000	767,876	446,876
EXPENDITURES			
Capital Outlay	1,180,000	562,650	617,350
Debt Service			
Principal retirement	350,000	8,449,017	(8,099,017)
Interest and fiscal charges	726,615	1,417,464	(690,849)
Total Expenditures	2,256,615	10,429,131	(8,172,516)
Deficiency of Revenues Over Expenditures	(1,935,615)	(9,661,255)	(7,725,640)
OTHER FINANCING SOURCES (USES)			
Debt issued	1,000,180	1,288,000	287,820
Capital lease issued	-	8,762,760	8,762,760
Sale of city property	195,000	152,458	(42,542)
Transfers out	-	(21,976)	(21,976)
Total Other Financing Sources (Uses)	1,195,180	10,181,242	8,986,062
Net Change in Fund Balance	(740,435)	519,987	1,260,422
FUND BALANCE - Beginning	368,135	368,135	-
FUND BALANCE - ENDING	$ (372,300)	$ 888,122	$ 1,260,422

See accompanying notes to required supplementary information.

CITY OF BELOIT

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
(DEFICIT) - BUDGET AND ACTUAL - TIF DISTRICT NO. 9 (MAJOR FUND)
For the Year Ended December 31, 2007

	Final Budget	Actual	Variance
REVENUES			
Taxes	$ 25,000	$ 26,592	$ 1,592
Intergovernmental	-	416	416
Interest income	75,000	74,289	(711)
Total Revenues	100,000	101,297	1,297
EXPENDITURES			
Current			
General government	-	500	(500)
Capital Outlay	135,000	46,801	88,199
Debt Service			
Interest and fees	6,585	164,192	(157,607)
Total Expenditures	141,585	211,493	(69,908)
Deficiency of revenues over expenditures	(41,585)	(110,196)	(68,611)
OTHER FINANCING SOURCES			
Debt issued	141,585	-	(141,585)
Transfers out	-	(6,000)	(6,000)
Total Other Financing Sources	141,585	(6,000)	(147,585)
Net Change in Fund Balance	100,000	(116,196)	(216,196)
FUND BALANCE (DEFICIT) - Beginning	(5,009,504)	(5,009,504)	-
FUND BALANCE (DEFICIT) - ENDING	$ (4,909,504)	$ (5,125,700)	$ (216,196)

See accompanying notes to required supplementary information.

BUDGETARY INFORMATION

Budgetary information is derived from the annual operating budget and is presented using generally accepted accounting principles and the modified accrual basis of accounting.

Excess expenditures over appropriations are as follows:

General Fund	Amended Budget	Actual Expenditures	Excess
Police department	$ 10,094,768	$ 10,154,982	$ 60,214
Fire department	7,181,555	7,346,279	164,724
Public health	-	360	360
DPW operations	3,169,920	3,390,471	220,551
Storm water	-	74	74
Debt service	-	16,199	16,199

SUPPLEMENTARY INFORMATION

CITY OF BELOIT

COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS
December 31, 2007

	Special Revenue Funds		
	Rental Rehab (WRRP/HOME)	Community Development Block Grant	TIF District No. 3
ASSETS			
Cash and investments	$ 147,428	$ 249,806	$ 37,356
Taxes receivable	-	-	376,894
Accounts receivable	-	-	-
Loans receivable	849,390	2,371,240	-
Due from other governmental units	26,951	366,893	-
Due from component unit	-	-	-
TOTAL ASSETS	$ 1,023,769	$ 2,987,939	$ 414,250
LIABILITIES AND FUND BALANCES			
Accounts payable	$ -	$ 57,930	$ -
Due to other funds	-	-	-
Deferred revenue	849,390	2,371,240	376,894
Advances from other funds	-	-	-
Total Liabilities	849,390	2,429,170	376,894
Fund Balances			
Reserved for			
Debt service	-	-	37,356
Encumbrances	28,652	114,309	-
Fundraising	-	-	-
Capital projects	-	-	-
Unreserved			
Designated for subsequent year's expenditures	145,727	444,460	-
Undesignated (deficit)	-	-	-
Total Fund Balances	174,379	558,769	37,356
TOTAL LIABILITIES AND FUND BALANCES	$ 1,023,769	$ 2,987,939	$ 414,250

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Special Revenue Funds									
TIF District No. 5	TIF District No. 6	TIF District No. 8	TIF District No. 11	TIF District No. 12	TIF District No. 13	TIF District No. 14	Fire Multi-Year Grants	DPW Multi-Year Grants	Community Development
$ 1,780,482	$ 1,530,640	$ -	$ 135,288	$ 4,200	$ 573,671	$ -	$ 25,573	$ 183,667	$ 26,485
1,149,440	808,661	118,839	51,533	81,048	657,777	-	-	22,965	-
-	-	-	85,302	-	-	-	-	104,871	92,114
-	-	-	-	-	-	-	-	-	127,921
-	-	-	-	-	-	-	4,292	3,100	68,871
-	-	-	-	-	-	-	-	-	63,667
$ 2,929,922	$ 2,339,301	$ 118,839	$ 272,123	$ 85,248	$ 1,231,448	$ -	$ 29,865	$ 314,603	$ 379,058
$ 324,671	$ 5,340	$ -	$ 50,298	$ -	$ 12,475	$ -	$ 3,480	$ 25,966	$ 13,989
-	-	307,934	-	-	-	12,946	-	26,715	152,105
1,149,440	808,661	118,839	136,835	81,048	657,777	-	-	22,965	162,321
124,998	1,375,172	150,000	-	375,000	-	-	-	-	-
1,599,109	2,189,173	576,773	187,133	456,048	670,252	12,946	3,480	75,646	328,415
1,281,180	150,128	-	-	-	-	-	-	-	-
49,633	-	-	-	-	12,474	-	-	76,786	4,064
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	84,990	-	548,722	-	26,385	162,171	46,579
-	-	(457,934)	-	(370,800)	-	(12,946)	-	-	-
1,330,813	150,128	(457,934)	84,990	(370,800)	561,196	(12,946)	26,385	238,957	50,643
$ 2,929,922	$ 2,339,301	$ 118,839	$ 272,123	$ 85,248	$ 1,231,448	$ -	$ 29,865	$ 314,603	$ 379,058

CITY OF BELOIT

COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS (cont.)
December 31, 2007

	Special Revenue Funds					
	Library	Police	Solid Waste	Perpetual Care	Neighborhood Development Initiative	Fire
ASSETS						
Cash and investments	$ 643,401	$ 39,890	$ -	$ 1,638,160	$ -	$ -
Taxes receivable	1,558,911	86,899	31,303	-	-	-
Accounts receivable	-	15,565	426,229	568	-	20,543
Loans receivable	-	-	-	-	-	-
Due from other governmental units	-	2,152	-	-	-	-
Due from component unit	-	-	-	-	-	-
TOTAL ASSETS	$ 2,202,312	$ 144,506	$ 457,532	$ 1,638,728	$ -	$ 20,543
LIABILITIES AND FUND BALANCES						
Accounts payable	$ 40,897	$ -	$ 27,981	$ -	$ 304	$ -
Due to other funds	-	-	287,027	-	37,363	20,543
Deferred revenue	1,558,911	86,899	-	568	-	-
Advances from other funds	-	-	-	-	-	-
Total Liabilities	1,599,808	86,899	315,008	568	37,667	20,543
Fund Balances						
Reserved for						
Debt service	-	-	-	-	-	-
Encumbrances	-	-	-	-	-	-
Fundraising	150,000	-	-	-	-	-
Capital projects	234,000	-	-	-	-	-
Unreserved						
Designated for subsequent year's expenditures	218,504	57,607	142,524	1,638,160	-	-
Undesignated (deficit)	-	-	-	-	(37,667)	-
Total Fund Balances	602,504	57,607	142,524	1,638,160	(37,667)	-
TOTAL LIABILITIES AND FUND BALANCES	$ 2,202,312	$ 144,506	$ 457,532	$ 1,638,728	$ -	$ 20,543

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Capital Projects Funds		Total Nonmajor
Fleet Replacement	Computer Replacement	Governmental Funds
$ 5,947,395	$ 468,585	$ 13,432,027
-	-	4,944,270
101,924	-	847,116
-	-	3,348,551
-	-	472,259
-	-	63,667
$ 6,049,319	$ 468,585	$ 23,107,890
$ 53,350	$ 2,813	$ 619,494
-	-	844,633
-	-	8,381,788
-	-	2,025,170
53,350	2,813	11,871,085
-	-	1,468,664
-	-	285,918
-	-	150,000
-	-	234,000
5,995,969	465,772	9,977,570
-	-	(879,347)
5,995,969	465,772	11,236,805
$ 6,049,319	$ 468,585	$ 23,107,890

CITY OF BELOIT

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended December 31, 2007

	Special Revenue Funds			
	Rental Rehab (WRRP/HOME)	Community Development Block Grant	TIF District No. 3	TIF District No. 5
REVENUES				
Taxes	$ -	$ -	$ 390,422	$ 968,471
Intergovernmental	63,030	739,655	6,006	492,572
Licenses and permits	-	134,925	-	-
Fees and service charges	-	-	-	-
Investment income	11,795	40,468	490	82,516
Public charges for services	-	-	-	-
Other	38,912	176,663	-	-
Total Revenues	113,737	1,091,711	396,918	1,543,559
EXPENDITURES				
Current				
General government	-	-	5,707	2,522
Community development	155,427	1,119,664	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Parks, recreation, and education	-	-	-	-
Capital Outlay	-	-	-	2,240,940
Debt Service				
Principal retirement	-	-	739	405,870
Interest and fiscal charges	-	-	178	173,120
Total Expenditures	155,427	1,119,664	6,624	2,822,452
Excess (deficiency) of revenues over expenditures	(41,690)	(27,953)	390,294	(1,278,893)
OTHER FINANCING SOURCES (USES)				
Debt issued	-	-	-	-
Capital lease issued	-	-	-	-
Sale of city property	-	-	-	-
Transfer out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	(41,690)	(27,953)	390,294	(1,278,893)
FUND BALANCES (DEFICIT) - Beginning of Year	216,069	586,722	(352,938)	2,609,706
FUND BALANCES (DEFICIT) - END OF YEAR	$ 174,379	$ 558,769	$ 37,356	$ 1,330,813

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Special Revenue Funds								
TIF District No. 6	TIF District No. 8	TIF District No. 11	TIF District No. 12	TIF District No. 13	TIF District No. 14	Fire Multi-Year Grants	DPW Multi-Year Grants	Community Development
$ 656,545	$ 82,046	$ 53,124	$ 29,998	$ 60,904	$ -	$ -	$ 20,634	$ -
51,456	-	-	4,532	3,908	-	13,853	420,050	131,540
-	-	-	-	-	-	-	3,704	-
-	-	-	-	-	-	-	-	-
4,314	(4,564)	2,602	1,825	19,054	-	-	4,928	5,618
-	-	-	37,676	-	-	4,431	-	-
300,000	-	-	-	-	-	-	-	18,781
1,012,315	77,482	55,726	74,031	83,866	-	18,284	449,316	155,939
5,215	-	-	-	-	-	-	-	-
-	-	-	-	-	12,946	-	-	220,772
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	372,121	-
-	-	-	-	-	-	-	-	-
1,057,466	98,200	497,241	3,046	20,000	-	7,573	-	(900)
343,034	-	-	-	-	-	-	-	-
200,479	-	8,934	-	-	-	-	-	-
1,606,194	98,200	506,175	3,046	20,000	12,946	7,573	372,121	219,872
(593,879)	(20,718)	(450,449)	70,985	63,866	(12,946)	10,711	77,195	(63,933)
-	-	518,641	-	-	-	-	-	-
1,809,735	-	-	-	-	-	-	-	-
-	24,000	-	-	-	-	-	-	-
-	(228,212)	(23,989)	(32,173)	(45,938)	-	-	-	-
1,809,735	(204,212)	494,652	(32,173)	(45,938)	-	-	-	-
1,215,856	(224,930)	44,203	38,812	17,928	(12,946)	10,711	77,195	(63,933)
(1,065,728)	(233,004)	40,787	(409,612)	543,268	-	15,674	161,762	114,576
$ 150,128	$ (457,934)	$ 84,990	$ (370,800)	$ 561,196	$ (12,946)	$ 26,385	$ 238,957	$ 50,643

CITY OF BELOIT

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS (cont.)
For the Year Ended December 31, 2007

	Special Revenue Funds					
	Library	Police	Solid Waste	Perpetual Care	Neighborhood Development Initiative	Fire
REVENUES						
Taxes	$ 1,457,885	$ 83,158	$ 2,157	$ -	$ -	$ -
Intergovernmental	263,084	149,250	191,376	-	-	55,324
Licenses and permits	-	-	1,232	-	-	-
Fees and service charges	38,956	-	-	-	-	-
Investment income	35,172	728	-	7,532	-	-
Public charges for services	25,860	127,892	1,909,776	51,266	-	-
Other	3,458	41,504	-	-	244,000	-
Total Revenues	1,824,415	402,532	2,104,541	58,798	244,000	55,324
EXPENDITURES						
Current						
General government	-	-	-	-	-	-
Community development	-	-	-	-	188,387	-
Public safety	-	403,612	-	-	-	55,324
Public works	-	-	1,992,000	-	-	-
Parks, recreation, and education	1,938,463	-	-	-	-	-
Capital Outlay	15,812	5,500	-	-	-	-
Debt Service						
Principal retirement	-	-	-	-	145,900	-
Interest and fiscal charges	-	-	-	-	-	-
Total Expenditures	1,954,275	409,112	1,992,000	-	334,287	55,324
Excess (deficiency) of revenues over expenditures	(129,860)	(6,580)	112,541	58,798	(90,287)	-
OTHER FINANCING SOURCES (USES)						
Debt issued	-	-	-	-	-	-
Capital lease issued	-	-	-	-	-	-
Sale of city property	-	-	-	-	-	-
Transfer out	-	-	(27,000)	-	-	-
Total Other Financing Sources (Uses)	-	-	(27,000)	-	-	-
Net Change in Fund Balances	(129,860)	(6,580)	85,541	58,798	(90,287)	-
FUND BALANCES (DEFICIT) - Beginning of Year	732,364	64,187	56,983	1,579,362	52,620	-
FUND BALANCES (DEFICIT) - END OF YEAR	$ 602,504	$ 57,607	$ 142,524	$ 1,638,160	$ (37,667)	$ -

Continued From
Previous Page

Capital Projects Funds		Total Nonmajor Governmental Funds
Fleet Replacement	Computer Replacement	
$ -	$ -	$ 3,805,344
-	-	2,585,636
-	-	139,861
-	-	38,956
308,450	13,765	534,693
-	-	2,156,901
1,109,915	175,620	2,108,853
1,418,365	189,385	11,370,244
-	-	13,444
-	-	1,697,196
-	-	458,936
-	-	2,364,121
-	-	1,938,463
1,144,747	115,596	5,205,221
-	-	895,543
-	-	382,711
1,144,747	115,596	12,955,635
273,618	73,789	(1,585,391)
-	-	518,641
-	-	1,809,735
145,325	-	169,325
-	-	(357,312)
145,325	-	2,140,389
418,943	73,789	554,998
5,577,026	391,983	10,681,807
$ 5,995,969	$ 465,772	$ 11,236,805

CITY OF BELOIT

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL DEBT SERVICE FUND (MAJOR FUND)
For the Year Ended December 31, 2007

	Final Budget	Actual	Variance
REVENUES			
Taxes	$ 2,882,495	$ 2,882,495	$ -
Investment income	75,000	121,908	46,908
Other	-	-	-
Total Revenues	2,957,495	3,004,403	46,908
EXPENDITURES			
Debt Service			
Principal retirement	2,345,064	2,399,275	(54,211)
Interest and fiscal charges	1,742,446	1,663,273	79,173
Total Expenditures	4,087,510	4,062,548	24,962
Deficiency of revenues over expenditures	(1,130,015)	(1,058,145)	71,870
OTHER FINANCING SOURCES			
Debt issued	-	286,240	286,240
Transfers in	198,522	358,288	159,766
Total Other Financing Sources	198,522	644,528	446,006
Net Change in Fund Balance	(931,493)	(413,617)	517,876
FUND BALANCE - Beginning	3,832,382	3,832,382	-
FUND BALANCE - ENDING	$ 2,900,889	$ 3,418,765	$ 517,876

CITY OF BELOIT

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - CAPITAL IMPROVEMENTS FUND (MAJOR FUND)
For the Year Ended December 31, 2007

	Final Budget	Actual	Variance
REVENUES			
Intergovernmental	$ 340,000	$ 425,970	$ 85,970
Fines, forfeitures and penalties	-	7,780	7,780
Special assessments	195,000	314,066	119,066
Investment income	-	784,721	784,721
Public charges for services	100,000	100,000	-
Other	250,000	580,117	330,117
Total Revenues	885,000	2,212,654	1,327,654
EXPENDITURES			
Capital Outlay	17,270,700	4,629,019	12,641,681
Debt Service			
Interest and fiscal charges	362,679	248,795	113,884
Total Expenditures	17,633,379	4,877,814	12,755,565
Deficiency of revenues over expenditures	(16,748,379)	(2,665,160)	14,083,219
OTHER FINANCING SOURCES (USES)			
Debt issued	14,730,659	13,104,113	(1,626,546)
Capital leases issued	640,614	640,614	-
Sale of city property	-	-	-
Transfers in	27,000	27,000	-
Transfers out	-	-	-
Total Other Financing Sources (Uses)	15,398,273	13,771,727	(1,626,546)
Net Change in Fund Balance	(1,350,106)	11,106,567	12,456,673
FUND BALANCE - Beginning	9,877,156	9,877,156	-
FUND BALANCE - ENDING	$ 8,527,050	$ 20,983,723	$ 12,456,673

CITY OF BELOIT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE (DEFICIT) - BUDGET AND ACTUAL - COMMUNITY DEVELOPMENT
BLOCK GRANT
For the Year Ended December 31, 2007

	Final Budget	Actual	Variance
REVENUES			
Intergovernmental	$ 697,587	$ 739,655	$ 42,068
Licenses and permits	211,925	134,925	(77,000)
Investment income	-	40,468	40,468
Other	252,120	176,663	(75,457)
Total Revenues	1,161,632	1,091,711	(69,921)
EXPENDITURES			
Current			
Community development	1,212,379	1,119,664	92,715
Total Expenditures	1,212,379	1,119,664	92,715
Net Change in Fund Balance	(50,747)	(27,953)	(22,794)
FUND BALANCE (DEFICIT) - Beginning	586,722	586,722	-
FUND BALANCE (DEFICIT) - ENDING	$ 535,975	$ 558,769	$ 22,794

CITY OF BELOIT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE (DEFICIT) - BUDGET AND ACTUAL - TIF DISTRICT NO. 3
For the Year Ended December 31, 2007

	Final Budget	Actual	Variance
REVENUES			
Taxes	$ 396,786	$ 390,422	$ (6,364)
Special assessments	-	-	-
Intergovernmental	-	6,006	6,006
Investment income	-	490	490
Total Revenues	396,786	396,918	132
EXPENDITURES			
Capital Outlay	1,500	5,707	(4,207)
Debt Service			
Principal retirement	-	739	(739)
Interest and fiscal charges	-	178	(178)
Total Expenditures	1,500	6,624	(5,124)
Excess of Revenues Over Expenditures	395,286	390,294	(4,992)
FUND BALANCE (DEFICIT) - Beginning	(352,938)	(352,938)	-
FUND BALANCE - ENDING	$ 42,348	$ 37,356	$ (4,992)

CITY OF BELOIT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - TIF DISTRICT NO. 5
For the Year Ended December 31, 2007

	Final Budget	Actual	Variance
REVENUES			
Taxes	$ 961,017	$ 968,471	$ 7,454
Special assessments	-	-	-
Intergovernmental	92,572	492,572	400,000
Public charges for services	-	-	-
Investment income	68,750	82,516	13,766
Other revenues	-	-	-
Total Revenues	1,122,339	1,543,559	421,220
EXPENDITURES			
Current			
General government	-	2,522	(2,522)
Capital Outlay	2,193,119	2,240,940	(47,821)
Debt Service			
Principal retirement	424,100	405,870	18,230
Interest and fiscal charges	151,622	173,120	(21,498)
Total Expenditures	2,768,841	2,822,452	(53,611)
Net Change in Fund Balance	(1,646,502)	(1,278,893)	367,609
FUND BALANCE - Beginning	2,609,706	2,609,706	-
FUND BALANCE - ENDING	$ 963,204	$ 1,330,813	$ 367,609

CITY OF BELOIT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE (DEFICIT) - BUDGET AND ACTUAL - TIF DISTRICT NO. 6
For the Year Ended December 31, 2007

	Final Budget	Actual	Variance
REVENUES			
Taxes	$ 651,493	$ 656,545	$ 5,052
Intergovernmental	24,551	51,456	26,905
Investment income	-	4,314	4,314
Other	-	300,000	300,000
Total Revenues	676,044	1,012,315	336,271
EXPENDITURES			
Current			
General government	-	5,215	(5,215)
Capital Outlay	1,720,000	1,057,466	662,534
Debt Service			
Principal retirement	413,813	343,034	70,779
Interest and fiscal charges	189,299	200,479	(11,180)
Total Expenditures	2,323,112	1,606,194	716,918
Excess (Deficiency) of Revenues Over Expenditures	(1,647,068)	(593,879)	1,053,189
OTHER FINANCING SOURCES			
Capital lease issued	1,798,999	1,809,735	10,736
Net Change in Fund Balance	151,931	1,215,856	1,063,925
FUND BALANCE (DEFICIT) - Beginning	(1,065,728)	(1,065,728)	-
FUND BALANCE (DEFICIT) - ENDING	$ (913,797)	$ 150,128	$ 1,063,925

CITY OF BELOIT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (DEFICIT) - BUDGET AND ACTUAL - TIF DISTRICT NO. 8
For the Year Ended December 31, 2007

	Final Budget	Actual	Variance
REVENUES			
Taxes	$ 81,415	82,046	$ 631
Investment income	-	(4,564)	(4,564)
Total Revenues	81,415	77,482	(3,933)
EXPENDITURES			
Capital Outlay	-	98,200	(98,200)
Total Expenditures	-	98,200	(98,200)
Deficiency of Revenues Over Expenditures	81,415	(20,718)	(102,133)
OTHER FINANCING SOURCES (USES)			
Sale of city property	-	24,000	24,000
Transfer out	-	(228,212)	(228,212)
Total Other Financing Sources (Uses)	-	(204,212)	(204,212)
Net Change in Fund Balance	81,415	(224,930)	(306,345)
FUND BALANCE (DEFICIT) - Beginning	(233,004)	(233,004)	-
FUND BALANCE (DEFICIT) - ENDING	$ (151,589)	$ (457,934)	$ (306,345)

CITY OF BELOIT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - TIF DISTRICT NO. 11
For the Year Ended December 31, 2007

	Final Budget	Actual	Variance
REVENUES			
Taxes	$ 52,715	$ 53,124	409
Investment income	900	2,602	1,702
Total Revenues	53,615	55,726	2,111
EXPENDITURES			
Capital Outlay	700,600	497,241	203,359
Debt Service			
Interest and fiscal charges	45,511	8,934	36,577
Total Expenditures	746,111	506,175	239,936
Excess (Deficiency) of Revenues Over Expenditures	(692,496)	(450,449)	242,047
OTHER FINANCING SOURCES (USES)			
Debt issued	746,111	518,641	(227,470)
Transfers out	-	(23,989)	(23,989)
Total Other Financing Sources (Uses)	746,111	494,652	(251,459)
Net Change in Fund Balance	53,615	44,203	(9,412)
FUND BALANCE - Beginning	40,787	40,787	-
FUND BALANCE - ENDING	$ 94,402	$ 84,990	$ (9,412)

CITY OF BELOIT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (DEFICIT) - BUDGET AND ACTUAL - TIF DISTRICT NO. 12
For the Year Ended December 31, 2007

	Final Budget	Actual	Variance
REVENUES			
Taxes	$ 66,680	$ 29,998	$ (36,682)
Intergovernmental	4,931	42,208	37,277
Investment income	1,000	1,825	825
Total Revenues	72,611	74,031	1,420
EXPENDITURES			
Capital Outlay	-	3,046	(3,046)
Total Expenditures	-	3,046	(3,046)
Excess (Deficiency) of Revenues Over Expenditures	72,611	70,985	(1,626)
OTHER FINANCING SOURCES (USES)			
Transfers out	-	(32,173)	(32,173)
Total Other Financing Sources (Uses)	-	(32,173)	(32,173)
Net Change in Fund Balance	72,611	38,812	(33,799)
FUND BALANCE (DEFICIT) - Beginning	(409,312)	(409,612)	-
FUND BALANCE (DEFICIT) - ENDING	$ (336,701)	$ (370,800)	$ (33,799)

CITY OF BELOIT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (DEFICIT) - BUDGET AND ACTUAL - TIF DISTRICT NO. 13
For the Year Ended December 31, 2007

	Final Budget	Actual	Variance
REVENUES			
Taxes	$ 60,435	$ 60,904	$ 469
Intergovernmental	-	3,908	3,908
Investment income	1,950	19,054	17,104
Total Revenues	62,385	83,866	21,481
EXPENDITURES			
Capital Outlay	-	20,000	(20,000)
Total Expenditures	-	20,000	(20,000)
Deficiency of Revenues Over Expenditures	62,385	63,866	41,481
OTHER FINANCING SOURCES (USES)			
Transfers out	-	(45,938)	(45,938)
Total Other Financing Sources (Uses)	-	(45,938)	(45,938)
Net Change in Fund Balance	62,385	17,928	(4,457)
FUND BALANCE - Beginning	543,268	543,268	-
FUND BALANCE (DEFICIT) - ENDING	$ 605,653	$ 561,196	$ (4,457)

CITY OF BELOIT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - FIRE MULTI-YEAR GRANTS
For the Year Ended December 31, 2007

	Final Budget	Actual	Variance
REVENUES			
Intergovernmental	$ 106,989	$ 13,853	$ (93,136)
Donations	-	4,431	4,431
Total Revenues	106,989	18,284	(88,705)
EXPENDITURES			
Capital Outlay	25,128	7,573	17,555
Total Expenditures	25,128	7,573	17,555
Net Change in Fund Balance	81,861	10,711	(71,150)
FUND BALANCE - Beginning	15,674	15,674	-
FUND BALANCE - ENDING	$ 97,535	$ 26,385	$ (71,150)

CITY OF BELOIT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE (DEFICIT) - BUDGET AND ACTUAL - DPW MULTI-YEAR GRANTS
For the Year Ended December 31, 2007

	Final Budget	Actual	Variance
REVENUES			
Taxes	$ 20,634	$ 20,634	$ -
Intergovernmental	428,680	420,050	(8,630)
Licenses and permits	-	3,704	3,704
Investment income	-	4,928	4,928
Total Revenues	449,314	449,316	2
EXPENDITURES			
Current			
Public works	428,680	372,121	56,559
Capital Outlay	20,634	-	20,634
Total Expenditures	449,314	372,121	77,193
Net Change in Fund Balance	-	77,195	(77,195)
FUND BALANCE (DEFICIT) - Beginning	161,762	161,762	-
FUND BALANCE - ENDING	$ 161,762	$ 238,957	$ (77,195)

CITY OF BELOIT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE (DEFICIT) - BUDGET AND ACTUAL - COMMUNITY DEVELOPMENT
For the Year Ended December 31, 2007

	Final Budget	Actual	Variance
REVENUES			
Intergovernmental	$ 225,550	$ 131,540	$ (94,010)
Investment income	-	5,618	5,618
Other	-	18,781	18,781
Total Revenues	225,550	155,939	(69,611)
EXPENDITURES			
Current			
Community development	$ 225,550	$ 220,772	$ 4,778
Capital Outlay	-	(900)	900
Total Expenditures	225,550	219,872	5,678
Net Change in Fund Balance	-	(63,933)	(75,289)
FUND BALANCE - Beginning	114,576	114,576	-
FUND BALANCE (DEFICIT) - ENDING	$ 114,576	$ 50,643	$ (75,289)

CITY OF BELOIT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - LIBRARY
For the Year Ended December 31, 2007

	Final Budget	Actual	Variance
REVENUES			
Taxes	$ 1,457,885	$ 1,457,885	$ -
Intergovernmental	263,085	263,084	(1)
Fees and service charges	39,000	38,956	(44)
Investment income	33,800	35,172	1,372
Public charges for services	20,500	25,860	5,360
Other	4,820	3,458	(1,362)
Total Revenues	1,819,090	1,824,415	5,325
EXPENDITURES			
Current			
Parks, recreation and education	2,109,682	1,938,463	171,219
Capital Outlay	16,900	15,812	1,088
Total Expenditures	2,126,582	1,954,275	172,307
Net Change in Fund Balance	(307,492)	(129,860)	177,632
FUND BALANCE - Beginning	732,364	732,364	-
FUND BALANCE - ENDING	$ 424,872	$ 602,504	$ 177,632

CITY OF BELOIT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE (DEFICIT) - BUDGET AND ACTUAL - POLICE
For the Year Ended December 31, 2007

	Final Budget	Actual	Variance
REVENUES			
Taxes	$ 84,000	$ 83,158	$ (842)
Intergovernmental	150,000	149,250	(750)
Investment income	-	728	728
Public charges for services	125,000	127,892	2,892
Other	-	41,504	41,504
Total Revenues	359,000	402,532	43,532
EXPENDITURES			
Current			
Public safety	359,000	403,612	(44,612)
Capital Outlay	-	5,500	(5,500)
Total Expenditures	359,000	409,112	(50,112)
Net Change in Fund Balance	-	(6,580)	(6,580)
FUND BALANCE (DEFICIT) - Beginning	64,187	64,187	-
FUND BALANCE (DEFICIT) - ENDING	$ 64,187	$ 57,607	$ (6,580)

CITY OF BELOIT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - SOLID WASTE
For the Year Ended December 31, 2007

	Final Budget	Actual	Variance
REVENUES			
Taxes	$ -	$ 2,157	$ 2,157
Intergovernmental	191,325	191,376	51
Licenses & permits	600	1,232	632
Public charges for services	1,893,831	1,909,776	15,945
Total Revenues	2,085,756	2,104,541	18,785
EXPENDITURES			
Current			
Public works	2,035,166	1,992,000	43,166
Excess (Deficiency) of Revenues Over Expenditures	50,590	112,541	(24,381)
OTHER FINANCING SOURCES (USES)			
Transfers out	(27,000)	(27,000)	-
Total Other Financing Sources (Uses)			
Net Change in Fund Balance	23,590	85,541	(24,381)
FUND BALANCE - Beginning	56,983	56,983	-
FUND BALANCE - ENDING	$ 80,573	$ 142,524	$ (24,381)

CITY OF BELOIT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
(DEFICIT) - BUDGET AND ACTUAL - NEIGHBORHOOD DEVELOPMENT INITIATIVE
For the Year Ended December 31, 2007

	Final Budget	Actual	Variance
REVENUES			
Other	$ -	$ 244,000	$ (244,000)
EXPENDITURES			
Current			
Community development	75,733	188,387	(112,654)
Debt Service	-	145,900	(145,900)
Total Expenditures	$ 75,733	$ 334,287	$ (258,554)
Excess (Deficiency) of Revenues Over Expenditures	(75,733)	(90,287)	14,554
OTHER FINANCING SOURCES (USES)			
Sale of City Property	385,000	-	(385,000)
Net Change in Fund Balance	309,267	(90,287)	(370,446)
FUND BALANCE - Beginning	52,620	52,620	-
FUND BALANCE (DEFICIT) - ENDING	$ 361,887	$ (37,667)	$ (370,446)

CITY OF BELOIT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - FIRE
For the Year Ended December 31, 2007

	Final Budget	Actual	Variance
REVENUES			
Intergovernmental	$ 106,989	$ 55,324	$ (51,665)
Total Revenues	106,989	55,324	(51,665)
EXPENDITURES			
Current			
Public safety	106,989	55,324	51,665
Net Change in Fund Balance	-	-	-
FUND BALANCE - Beginning	-	-	-
FUND BALANCE - ENDING	$ -	$ -	$ -

CITY OF BELOIT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - FLEET REPLACEMENT
For the Year Ended December 31, 2007

	Final Budget	Actual	Variance
REVENUES			
Investment income	$ 100,000	$ 308,450	$ 208,450
Other	1,111,153	1,109,915	(1,238)
Total Revenues	1,211,153	1,418,365	207,212
EXPENDITURES			
Capital Outlay	1,303,890	1,144,747	159,143
Excess of Revenues Over Expenditures	(92,737)	273,618	366,355
OTHER FINANCING SOURCES			
Sale of city property	-	145,325	145,325
Total Other Financing Sources	-	145,325	145,325
Net Change in Fund Balance	(92,737)	418,943	511,680
FUND BALANCE - Beginning	5,577,026	5,577,026	-
FUND BALANCE - ENDING	$ 5,484,289	$ 5,995,969	$ 511,680

CITY OF BELOIT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - COMPUTER REPLACEMENT
For the Year Ended December 31, 2007

	Final Budget	Actual	Variance
REVENUES			
Investment income	$ 9,500	$ 13,765	$ 4,265
Other	175,641	175,620	(21)
Total Revenues	185,141	189,385	4,244
EXPENDITURES			
Capital Outlay	129,300	115,596	13,704
Net Change in Fund Balance	55,841	73,789	17,948
FUND BALANCE - Beginning	391,983	391,983	-
FUND BALANCE - ENDING	$ 447,824	$ 465,772	$ 17,948

CITY OF BELOIT

COMBINING STATEMENT OF NET ASSETS - NONMAJOR PROPRIETARY FUNDS
December 31, 2007

	Enterprise Funds					
	Golf Course	Cemeteries	Ambulance	Storm Sewer	Transit System	Totals
ASSETS						
Current Assets						
Cash and investments	$ 586	$ 61,791	$ 252,247	$ 72,765	$ 360	$ 387,749
Receivables						
Taxes	-	64,018	9,946	-	520,566	594,530
Customer accounts	-	3,999	216,758	115,303	43,178	379,238
Due from other governmental units	-	-	-	-	661,830	661,830
Inventories	-	-	-	-	121,004	121,004
Total Current Assets	586	129,808	478,951	188,068	1,346,938	2,144,351
Non-Current Assets						
Restricted Assets						
Bond reserve account	-	-	-	-	427,536	427,536
Capital Assets						
Land	816,000	322,000	-	-	132,000	1,270,000
Construction in progress	-	-	-		154,562	154,562
Land improvements	666,970	35,448	-		-	702,418
Buildings	280,988	122,408	-		2,289,714	2,693,110
Machinery, equipment, and vehicles	56,742	40,773	-		4,109,749	4,207,264
Infrastructure	-	-	-	8,264,030	-	8,264,030
Less: accumulated depreciation	(746,704)	(120,506)	-	(1,892,809)	(2,345,334)	(5,105,353)
Net Capital Assets	1,073,996	400,123	-	6,371,221	4,768,227	12,613,567
Total Assets	1,074,582	529,931	478,951	6,559,289	6,115,165	14,757,918
LIABILITIES						
Current Liabilities						
Accounts payable	22,146	1,291	12,791	12,629	61,875	110,732
Accrued liabilities	-	-	-	3,277	6,776	10,053
Due to other funds	-	-	-	-	364,048	364,048
Compensated absences	-	-	-	18,014	-	18,014
Current maturities of general obligation debt	10,968	6,732	-	11,486	98,811	127,997
Unearned revenue	-	64,018	9,946		520,566	594,530
Other current liabilities	9,370	-	-	-	-	9,370
Total Current Liabilities	42,484	72,041	22,737	45,406	1,052,076	1,234,744
Noncurrent Liabilities						
General obligation debt	54,754	27,634	-	458,459	964,339	1,505,186
Compensated absences	24,782	1,618	39,542	-	89,931	155,873
Advances from other funds	434,000	-	-	-	-	434,000
Total Noncurrent Liabilities	513,536	29,252	39,542	458,459	1,054,270	2,095,059
Total Liabilities	556,020	101,293	62,279	503,865	2,106,346	3,329,803
NET ASSETS						
Invested in capital assets, net of related debt	1,008,274	365,757	-	5,901,276	2,850,005	10,125,312
Unrestricted (deficit)	(489,712)	62,881	416,672	154,148	1,158,814	1,302,803
TOTAL NET ASSETS	$ 518,562	$ 428,638	$ 416,672	$ 6,055,424	$ 4,008,819	$ 11,428,115

CITY OF BELOIT

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN
FUND NET ASSETS - NONMAJOR PROPRIETARY FUNDS
For the Year Ended December 31, 2007

	Enterprise Funds					
	Golf Course	Cemeteries	Ambulance	Storm Sewer	Transit System	Totals
OPERATING REVENUES						
Charges for services	$ 427,576	$ 152,002	$ 864,368	$ 619,303	$ 207,330	$ 2,270,579
Other	338	10,748	-	-	20,403	31,489
Total Operating Revenues	427,914	162,750	864,368	619,303	227,733	2,302,068
OPERATING EXPENSES						
Operation and maintenance	464,571	276,493	838,826	354,067	1,862,971	3,796,928
Contractual services	-	-	-	98,430	-	98,430
Depreciation	28,366	3,022	-	92,438	252,320	376,146
Total Operating Expenses	492,937	279,515	838,826	544,935	2,115,291	4,271,504
Operating Income (Loss)	(65,023)	(116,765)	25,542	74,368	(1,887,558)	(1,969,436)
NONOPERATING REVENUES (EXPENSES)						
Intergovernmental revenues	-	-	-	-	1,107,569	1,107,569
Investment income	(1,093)	84,801	9,234	449	15,199	108,590
Interest expense	(2,668)	(1,355)	-	(13,108)	(48,485)	(65,616)
Amortization of debt issuance expense	-	-	-	(7,697)	-	(7,697)
General property taxes	-	93,205	87,138	-	520,354	700,697
Loss on sale of property	-	-	-	-	(10,997)	(10,997)
Total Nonoperating Revenues (Expenses)	(3,761)	176,651	96,372	(20,356)	1,583,640	1,832,546
Income (loss) before contributions and transfers	(68,784)	59,886	121,914	54,012	(303,918)	(136,890)
Capital contributions	-	-	-	40,286	757,405	797,691
Transfer in	-	-	-	2,200,168	-	2,200,168
Change in Net Assets	(68,784)	59,886	121,914	2,294,466	453,487	2,860,969
TOTAL NET ASSETS - Beginning (as restated)	587,346	368,752	294,758	3,760,958	3,555,332	8,567,146
TOTAL NET ASSETS - Ending	$ 518,562	$ 428,638	$ 416,672	$ 6,055,424	$ 4,008,819	$ 11,428,115

CITY OF BELOIT

STATEMENT OF CASH FLOWS
NONMAJOR PROPRIETARY FUNDS
For the Year Ended December 31, 2007

	Enterprise Funds					
	Golf Course	Cemeteries	Ambulance	Storm Sewer	Transit System	Totals
CASH FLOWS FROM OPERATING ACTIVITIES						
Received from customers	$ 430,167	$ 162,750	$ 796,179	$ 504,000	$ 226,747	$ 2,119,843
Paid to suppliers for goods and services	(253,624)	(168,602)	(186,394)	(229,921)	(1,042,118)	(1,880,659)
Payments to employees for services	(211,724)	(108,183)	(649,228)	(191,933)	(773,901)	(1,934,969)
Net Cash Provided by Operating Activities	(35,181)	(114,035)	(39,443)	82,146	(1,589,272)	(1,695,785)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Operating grants received	-	-	-	-	848,735	848,735
Property taxes received	-	93,205	87,138	-	520,354	700,697
Non-capital advance (and repayment)	51,967	-	-	-	-	51,967
Net Cash Used by Noncapital Financing Activities	51,967	93,205	87,138	-	1,369,089	1,601,399
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Debt retired	(12,439)	(5,492)	-	-	(86,764)	(104,695)
Interest paid	(2,668)	(1,355)	-	(9,831)	(41,693)	(55,547)
Proceeds from issuance of new debt	-	-	-	469,945	109,679	579,624
Debt issuance costs	-	-	-	(7,697)	-	(7,697)
Acquisition and construction of capital assets	-	-	-	(462,247)	(1,089,784)	(1,552,031)
Construction grants received	-	-	-	-	848,847	848,847
Net Cash Provided (Used) by Capital and Related Financing Activities	(15,107)	(6,847)	-	(9,830)	(259,715)	(291,499)
CASH FLOWS FROM INVESTING ACTIVITIES						
Investment income (loss)	(1,093)	84,801	9,234	449	15,199	108,590
Net Cash Provided (Used) by Investing Activities	(1,093)	84,801	9,234	449	15,199	108,590
Net Increase (Decrease) in Cash and Cash Equivalents	586	57,124	56,929	72,765	(464,699)	(277,295)
CASH AND CASH EQUIVALENTS - Beginning	-	4,667	195,318	-	892,595	1,092,580
CASH AND CASH EQUIVALENTS - Ending	$ 586	$ 61,791	$ 252,247	$ 72,765	$ 427,896	$ 815,285
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES						
Operating income (Loss)	$ (65,023)	$ (116,765)	$ 25,542	$ 74,368	$ (1,887,558)	$ (1,969,436)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Flows From Operating Activities						
Depreciation expense	28,366	3,022	-	92,438	252,320	376,146
Change in non-cash Components of Working Capital						
Accounts receivable	2,253	-	(68,189)	(115,303)	(986)	(182,225)
Inventories	-	-	-	-	(337)	(337)
Accounts payable	(533)	(545)	(2,270)	12,629	23,464	32,745
Accrued compensated absences	-	-	-	18,014	-	18,014
Other current liabilities	(244)	253	5,474	-	23,825	29,308
NET CASH FLOWS FROM OPERATING ACTIVITIES	$ (35,181)	$ (114,035)	$ (39,443)	$ 82,146	$ (1,589,272)	$ (1,695,785)

NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITY

During 2007, $40,286 of storm capital assets were contributed to the City.

CITY OF BELOIT

ENTERPRISE FUND - BELOIT MASS TRANSIT
DETAILED SCHEDULE OF REVENUES AND EXPENSES - REGULATORY BASIS
For the Year Ended December 31, 2007

	2007	
REVENUE		
401 - Passenger fares for transit service	$ -	
407 - Non-transportation revenue		
Advertising		
Investment Income		
Charter and miscellaneous		*
409 - Local operating assistance - city levy		
409 - Local operating assistance - inter-government		
411 - State operating assistance	(12,634)	
413 - Federal operating assistance		
Capital contributions	-	
Total Revenue	(12,634)	
EXPENSES - BY OBJECT CLASS TOTAL		
501 - Labor	-	
502 - Fringe benefits	-	
503 - Services	-	
504 - Materials and supplies	-	
505 - Utilities	-	
506 - Casualty and liability costs	-	
508 - Purchased transportation services	-	
509 - Miscellaneous	-	
509 - Interest expense	-	
513 - Depreciation	-	
Total Expenses	-	
EXCESS EXPENSES OVER REVENUES FOR THE YEAR	$ (12,634)	

* Contra expense for state subsidy purposes.

CITY OF BELOIT

RECONCILIATION OF REVENUES AND EXPENSES TO WISDOT AND FEDERAL
RECOGNIZED REVENUES AND EXPENSES
For the Year Ended December 31, 2007

		Per WisDOT Guidelines	Per Federal Guidelines
Beloit Revenues		$ (12,634)	$ (12,634)
Less Unrecognized Revenues			
Advertising Revenue		-	-
Charter Revenue			
Investment income			
Local Operating Assistance			
State Operating Assistance		(12,634)	(12,634)
Federal Operating Assistance			
Capital Contributions	1	-	-
ADJUSTED REVENUES		$ -	$ -
Total Expenses		$ -	$ -
Less Non-Recognized Expenses			
Interest		-	-
Depreciation		-	
Less Contra Expenses			
Charter Revenue		-	-
Capital Contributions for Operating Expenses	2	12,634	12,634
RECOGNIZED EXPENSES		$ (12,634)	$ (12,634)
RECOGNIZED EARNINGS (DEFICITS)		$ 12,634	$ 12,634

1 - Capital contributions - assets capitalized	$ 594,616
Capital contributions - expensed	10,107
Total capital contributions	$ 604,723
2 - Capital contributions - expensed	$ 10,107
Federal share	80%
Federal and local share of expenses	$ 12,634

CITY OF BELOIT

COMPUTATION OF THE DEFICIT DISTRIBUTION AMONG THE SUBSIDY GRANTORS
For the Year Ended December 31, 2007

STATE FUNDS			
WisDOT Recognized Deficit		$ (12,634)	
WisDOT Recognized Expenses	$ (12,634)		
32.3% of WisDOT Recognized Expenses		$ (4,081)	
WisDOT Contract Amount		$	
Local Operating Subsidy	$		
5 Times Operating Subsidy		$	
State Share – Least of the Four			$ (12,634)
FEDERAL SECTION 9 FUNDS			
Federally Recognized Deficit	$ (12,634)		
50% of Federal Deficit		$ (6,317)	
Federal Recognized Deficit	$ (12,634)		
Less: State share	(12,634)		
Local Share		$	
Maximum Federal Share Per Grant Award		$	
Federal Section 9 Share – Least of the Three			$ (6,317)

CITY OF BELOIT

COMBINING STATEMENT OF NET ASSETS - INTERNAL SERVICE FUNDS
December 31, 2007

	Equipment Operations	General Liability Insurance	Health Insurance	Totals
ASSETS				
Current Assets				
Cash and investments	$ 186,132	$ 513,350	$ 4,605,297	$ 5,304,779
Accounts receivable	30,481	450	47,290	78,221
Total Current Assets	216,613	513,800	4,652,587	5,383,000
Non-Current Assets				
Restricted Assets				
Deposit with risk pool	-	1,575,475	-	1,575,475
Total Restricted Assets	-	1,575,475	-	1,575,475
Capital Assets				
Machinery, equipment, and vehicles	67,165	-	-	67,165
Less: Accumulated depreciation	(37,436)	-	-	(37,436)
Net Capital Assets	29,729	-	-	29,729
Total Non-Current Assets	29,729	1,575,475	-	1,605,204
Total Assets	246,342	2,089,275	4,652,587	6,988,204
LIABILITIES				
Current Liabilities				
Accounts payable	19,593	20,532	18,166	58,291
Claims payable	-	216,343	1,732,416	1,948,759
Total Liabilities	19,593	236,875	1,750,582	2,007,050
NET ASSETS				
Invested in capital assets	29,729	-	-	29,729
Unrestricted	197,020	1,852,400	2,902,005	4,951,425
TOTAL NET ASSETS	$ 226,749	$ 1,852,400	$ 2,902,005	$ 4,981,154

CITY OF BELOIT

COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET ASSETS -
INTERNAL SERVICE FUNDS
For the Year Ended December 31, 2007

	Equipment Operations	General Liability Insurance	Health Insurance	Totals
OPERATING REVENUES				
Charges for services	$ 1,265,398	$ 1,181,378	$ 7,748,277	$ 10,195,053
Total Operating Revenue	1,265,398	1,181,378	7,748,277	10,195,053
OPERATING EXPENSES				
Operation and maintenance	1,163,952	608,588	-	1,772,540
Contractual services	22,752	275,860	7,767,165	8,065,777
Depreciation	3,026	-	-	3,026
Total Operating Expenses	1,189,730	884,448	7,767,165	9,841,343
Operating Income	75,668	296,930	(18,888)	353,710
NONOPERATING REVENUES (EXPENSES)				
Interest expense	-	(7,405)	-	(7,405)
Loss on investment in CVMIC	-	(69,270)	-	(69,270)
Total Nonoperating Revenues (Expenses)	-	(76,675)	-	(76,675)
Change in Net Assets	75,668	220,255	(18,888)	277,035
TOTAL NET ASSETS - Beginning	151,081	1,632,145	2,920,893	4,704,119
TOTAL NET ASSETS - ENDING	$ 226,749	$ 1,852,400	$ 2,902,005	$ 4,981,154

CITY OF BELOIT

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
For the Year Ended December 31, 2007

	Equipment Operations	General Liability Insurance	Health Insurance	Totals
CASH FLOWS FROM OPERATING ACTIVITIES				
Received from customers	$ 1,236,898	$ 1,252,371	$ 7,851,405	$ 10,340,674
Paid to suppliers for goods and services	(752,573)	(856,811)	(7,637,902)	(9,247,286)
Payments to employees for services	(463,206)	(147,901)	-	(611,107)
Net Cash Provided (Used) by Operating Activities	21,119	247,659	213,503	482,281
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Debt retired	-	(170,225)	-	(170,225)
Interest paid	-	(7,405)	-	(7,405)
Net Cash Provided (Used) by Capital and Related Financing Activities	-	(177,630)	-	(177,630)
Net Increase (Decrease) in Cash and Cash Equivalents	21,119	70,029	213,503	304,651
CASH AND CASH EQUIVALENTS - Beginning	165,013	443,321	4,391,794	5,000,128
CASH AND CASH EQUIVALENTS - Ending	$ 186,132	$ 513,350	$ 4,605,297	$ 5,304,779
RECONCILIATION OF OPERATING INCOME TO NET CASH FROM OPERATING ACTIVITIES				
Operating income	$ 75,668	$ 296,930	$ (18,888)	$ 353,710
Adjustments to Reconcile Operating Income to Net Cash Flows From Operating Activities				
Depreciation expense	3,026	-	-	3,026
Change in non-cash Components of Working Capital				
Accounts receivable	(28,500)	1,723	103,128	76,351
Accounts payable	(29,075)	4,263	17,861	(6,951)
Claims payable	-	(55,257)	111,402	56,145
NET CASH FLOWS FROM OPERATING ACTIVITIES	$ 21,119	$ 247,659	$ 213,503	$ 482,281

NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITY

During 2007, there was a decrease of $69,270 in what CVMIC owes the city which resulted in a loss on the investment.

CITY OF BELOIT

COMBINING STATEMENT OF CHANGES IN ASSETS
AND LIABILITIES - TAX COLLECTIONS
For the Year Ended December 31, 2007

	Balance January 1, 2007	Additions	Deductions	Balance December 31, 2007
TAX COLLECTIONS				
Assets				
Cash and investments	$ 5,794,597	$ 6,977,474	$ 5,794,597	$ 6,977,474
Property taxes receivable	18,155,881	16,482,762	18,155,881	16,482,762
TOTAL ASSETS	$ 23,950,478	$ 23,460,236	$ 23,950,478	$ 23,460,236
Liabilities				
Due to other taxing units	$ 23,950,478	$ 23,460,236	$ 23,950,478	$ 23,460,236
TOTAL LIABILITIES	$ 23,950,478	$ 23,460,236	$ 23,950,478	$ 23,460,236

CITY OF BELOIT

COMBINING STATEMENT OF NET ASSETS - COMMUNITY DEVELOPMENT AUTHORITY
December 31, 2007

	Major Section 8 Rental Voucher Program	Major Low Rent Public Housing	Major Leases Receivable	Totals
ASSETS				
Current Assets				
Cash and investments	$ 985,298	$ 447,353	$ -	$ 1,432,651
Receivables				
Accounts	35,718	3,052	-	38,770
Due from other funds	-	38,738	-	38,738
Due from other governmental units	-	1,803	-	1,803
Prepaid items	-	673	-	673
Total Current Assets	1,021,016	491,619	-	1,512,635
Non-Current Assets				
Restricted Assets				
Cash and investments	-	-	1,994,565	1,994,565
Capital Assets				
Land	-	414,539	-	414,539
Construction in progress	-	130,460	-	130,460
Buildings	-	3,640,214	-	3,640,214
Machinery, equipment, and vehicles	11,455	4,437,206	-	4,448,661
Less: Accumulated depreciation	(8,089)	(5,538,677)	-	(5,546,766)
Net Capital Assets	3,366	3,083,742	-	3,087,108
Other Assets				
Lease receivable from primary government	-	-	16,260,689	16,260,689
Total Non-Current Assets	3,366	3,083,742	18,255,254	21,342,362
Total Assets	1,024,382	3,575,361	18,255,254	22,854,997
LIABILITIES				
Current Liabilities				
Accounts payable	2,946	13,876	-	16,822
Accrued liabilities	13,964	25,487	-	39,451
Due to other funds	38,738	-	-	38,738
Due to primary government	26,673	36,994	-	63,667
Deferred revenues	-	2,574	-	2,574
Deposits	25,115	39,790	-	64,905
Total Current Liabilities	107,436	118,721	-	226,157
Non-Current Liabilities				
Compensated absences	2,125	12,793	-	14,918
Lease revenue bonds payable	-	-	18,255,254	18,255,254
Total Noncurrent Liabilities	2,125	12,793	18,255,254	18,270,172
Total Liabilities	109,561	131,514	18,255,254	18,496,329
NET ASSETS				
Invested in capital assets	3,366	3,083,742	-	3,087,108
Restricted for grant programs	909,930	360,105	-	1,270,035
Unrestricted	1,525	-	-	1,525
TOTAL NET ASSETS	$ 914,821	$ 3,443,847	$ -	$ 4,358,668

CITY OF BELOIT

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN
FUND NET ASSETS - COMMUNITY DEVELOPMENT AUTHORITY
Year Ended December 31, 2007

	Major Section 8 Rental Voucher Program	Major Low Rent Public Housing	Major Lease Receivable	Totals
EXPENSES				
Community development	$ 2,987,611	$ 1,016,387	$ 707,473	$ 4,711,471
PROGRAM REVENUES				
Charges for services	-	237,382	-	237,382
Operating grants and contributions	3,581,067	517,793	-	4,098,860
Total Program Revenues	3,581,067	755,175	-	4,336,242
Operating Income (Loss)	593,456	(261,212)	(707,473)	(375,229)
GENERAL REVENUES				
Investment income	27,463	19,091	510,589	557,143
Miscellaneous	44,288	41,276	64,829	150,393
Total Nonoperating Revenues (Expenses)	71,751	60,367	575,418	707,536
Change in Net Assets	665,207	(200,845)	(132,055)	332,307
NET ASSETS - BEGINNING	249,614	3,644,692	132,055	4,026,361
NET ASSETS - ENDING	$ 914,821	$ 3,443,847	$ -	$ 4,358,668

CITY OF BELOIT

COMBINING STATEMENT OF CASH FLOWS - COMMUNITY DEVELOPMENT AUTHORITY
For the Year Ended December 31, 2007

	Major Section 8 Rental Voucher Program	Major Low Rent Public Housing	Major Leases Receivable	Totals
CASH FLOWS FROM OPERATING ACTIVITIES				
Received from customers	$ 21,887	$ 284,731	$ -	$ 306,618
Paid to suppliers for goods and services	(2,772,006)	(539,930)	-	(3,311,936)
Payments to employees for services	(194,389)	(110,352)	-	(304,741)
Payments to city for tax equivalent	-	(5,931)	-	(5,931)
Net Cash Flows From Operating Activities	(2,944,508)	(371,482)	-	(3,315,990)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES				
Operating grants received	3,581,067	438,024	-	4,019,091
Collections on leases receivable	-	-	301,344	301,344
Non-capital (advance) and repayment	-	-	(10,073,365)	(10,073,365)
Net Cash Flows From Non-Capital Financing Activities	3,581,067	438,024	(9,772,021)	(5,752,930)
CASH FLOWS FROM CAPITAL AND FINANCING ACTIVITIES				
Proceeds from issuance of new debt	-	-	10,930,000	10,930,000
Debt retired	-	-	(720,753)	(720,753)
Interest paid	-	-	(598,482)	(598,482)
Capital grants received	-	79,769	-	79,769
Acquisition and construction of capital assets	-	(21,576)	-	(21,576)
Cost of removal of property retired	-	354	-	354
Net Cash Flows From Capital and Related Financing Activities	-	58,547	9,610,765	9,669,312
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	27,463	19,091	510,589	557,143
Net Cash Flows From Investing Activities	27,463	19,091	510,589	557,143
Net Change in Cash and Cash Equivalents	664,022	144,180	349,333	1,157,535
CASH AND CASH EQUIVALENTS - Beginning of Year	321,276	303,173	1,645,232	2,269,681
CASH AND CASH EQUIVALENTS - END OF YEAR	$ 985,298	$ 447,353	$ 1,994,565	$ 3,427,216
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES				
Operating income (loss)	$ (2,949,622)	$ (737,729)	$ -	$ (3,687,351)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities				
Non-operating income	6,299	-	-	6,299
Depreciation	753	348,011	-	348,764
Change in Assets and Liabilities				
Accounts receivable	19,370	29,486	-	48,856
Prepaid items	1,420	1,621	-	3,041
Due from other funds	-	(18,971)		(18,971)
Accounts payable and accrued liabilities	14,493	5,130	-	19,623
Due to other funds	4,143	(5,871)	-	(1,728)
Other current liabilities	407	10,083		10,490
Unearned revenues	(41,771)	(3,242)	-	(45,013)
NET CASH PROVIDED BY OPERATING ACTIVITIES	$ (2,944,508)	$ (371,482)	$ -	$ (3,315,990)

NONCASH CAPITAL AND FINANCING ACTIVITIES

Accretion of interest on the Taxable Capital Appreciation Lease Revenue Bonds was $334,866.
During 2007, $1,830,000 of the 2001 and $6,480,000 of the 2002A Lease Revenue Bonds were refunded.

CITY OF BELOIT

COMBINING STATEMENT OF NET ASSETS - NON-MAJOR COMPONENT UNITS
December 31, 2007

	Non-Major Business Improvement District	Non-Major Beloit Public Library Foundation, Inc.	Totals
ASSETS			
Current Assets			
Cash and investments	$ 113,063	$ 562,000	$ 675,063
Receivables			
Special assessments	135,702	-	135,702
Accrued interest	-	617	617
Total Current Assets	248,765	562,617	811,382
Total Assets	248,765	562,617	811,382
LIABILITIES			
Current Liabilities			
Accounts payable	10,168	-	10,168
Due to primary government	92,114	-	92,114
Unearned revenues	135,702	-	135,702
Total Current Liabilities	237,984	-	237,984
NET ASSETS			
Restricted for grant programs	-	5,407	5,407
Unrestricted	10,781	557,210	567,991
TOTAL NET ASSETS	$ 10,781	$ 562,617	$ 573,398

CITY OF BELOIT

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN
FUND NET ASSETS - NON-MAJOR COMPONENT UNITS
Year Ended December 31, 2007

	Non-major Business Improvement District	Non-major Beloit Public Library Foundation, Inc.	Totals
EXPENSES			
Economic development	$ 188,837	$ -	$ 188,837
Library services	-	11,721	11,721
Total Expenses	188,837	11,721	200,558
PROGRAM REVENUES			
Charges for services	179,515	4,195	183,710
Operating grants and contributions	-	6,675	6,675
Total Program Revenues	179,515	10,870	190,385
Operating Income (Loss)	(9,322)	(851)	(10,173)
GENERAL REVENUES			
Investment income	4,685	38,889	43,574
Total General Revenues	4,685	38,889	43,574
Change in Net Assets	(4,637)	38,038	33,401
TOTAL NET ASSETS - Beginning (as restated)	15,418	524,579	539,997
TOTAL NET ASSETS - ENDING	$ 10,781	$ 562,617	$ 573,398

Statistical Section

This section of the City of Beloit'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 condition through multi-year comparative data.

Contents **Pages**

Financial Trends - Schedules 1 through 5 126-132
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 - Schedules 6 through 10 133-137
These schedules contain information to help the reader assess the city's most significant local revenue source, the property tax.

Debt Capacity - Schedules 11 through 14 138-141
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 - Schedules 15 and 16 142-143
These schedules provide demographic and economic indicators indicators to help the reader understand the environment within which the city's financial activities take place and to help make comparisons over time with other governments.

Operating Information - Schedules 17 through 19 144-146
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 34 in 2003; schedules presenting government-wide information include information beginning in that year.*

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City of Beloit, Wisconsin
Net Assets by Component,
Last Five Fiscal Years
(accrual basis of accounting)

	Fiscal Year				
	2003	2004	2005	2006	2007
Governmental activities					
Invested in capital assets, net of related debt	$ (1,760,281)	$ 32,455,579	$ 34,301,380	$ 39,628,194	$ 41,730,847
Restricted	13,796,880	10,863,873	11,768,879	13,459,223	11,760,200
Unrestricted	13,392,661	17,504,451	14,956,037	8,766,021	4,566,212
Total governmental activities net assets	$ 25,429,260	$ 60,823,903	$ 61,026,296	$ 61,853,438	$ 58,057,259
Business-type activities					
Invested in capital assets, net of related debt	$ 40,795,700	$ 39,876,034	$ 42,866,172	$ 43,679,392	$ 51,141,062

(concluded)

City of Beloit, Wisconsin
Changes in Net Assets,
Last Five Fiscal Years
(accrual basis of accounting)

	Fiscal Year				
	2003	2004	2005	2006	2007
General revenues and other changes in net assets					
Governmental activities:					
Taxes					
Property taxes, levied for general purposes	$ 4,737,886	$ 4,689,377	$ 4,843,078	$ 5,156,577	$ 5,375,871
Property taxes, levied for debt service	2,626,280	3,079,460	2,752,289	2,502,289	2,882,495
Property taxes, levied for other	3,171,118	3,193,143	3,304,771	3,808,617	4,360,329
Other taxes	65,209	114,248	291,301	619,176	508,753
Intergovernmental revenues not restricted to specific programs	19,560,171	18,667,021	20,368,636	21,794,494	20,671,176
Public gifts and/or grants	18,453	-	6,311	760	-
Investment income	705,929	640,920	562,780	1,793,770	2,397,498
Gain (loss) on sale of property	-	-	-	300,835	623,359
Miscellaneous	293,652	347,364	1,137,866	341,679	1,646,145
Transfers	1,742,555	300,000	300,000	775,846	(1,567,885)
Total governmental activities	32,921,253	31,031,533	33,567,032	37,094,043	36,897,741
Business-type activities:					
Taxes	586,230	503,520	618,208	754,260	700,697
Investment income	512,691	561,506	586,234	574,614	669,637
Miscellaneous	36,619	15,483	27,736	-	-
Gain (loss) on sale of property					-
Transfers	-	(300,000)	(300,000)	(775,846)	1,567,885
Total business-type activities	1,135,540	780,509	932,178	553,028	2,938,219
Total primary government	$ 34,056,793	$ 31,812,042	$ 34,499,210	$ 37,647,071	$ 39,835,960
Change in net assets					
Governmental activities	$ 3,290,605	$ 1,569,872	$ 202,393	$ 827,142	$ (3,796,179)
Business-type activities	3,577,554	1,338,485	832,366	2,410,252	4,131,026
Total primary government	$ 6,868,159	$ 2,908,357	$ 1,034,759	$ 3,237,394	$ 334,847

Notes: The city began to report accrual information when it implemented GASB Statement 34 in 2003.

In November 2003 the city acquired the water utility from Alliant Energy (Wisconsin Power and Light).

In 2006 the city consolidated its Health Department with the Rock County Health Department. The county now provides these services to city residents.

City of Beloit, Wisconsin
Program Revenues by Function/Program,
Last Five Fiscal Years
(accrual basis of accounting)

	Program Revenues				
	2003	2004	2005	2006	2007
Function/Program					
Governmental activities:					
General government	$ 50,016	$ 20,388	$ 26,742	$ 22,074	$ 21,402
Finance and administrative services	3,106,579	1,922,133	1,036,048	2,183,782	1,455,401
Community development	1,247,347	1,791,483	781,256	970,331	588,969
Economic development	231,744	68,227	40,357	396,608	166,421
Public safety:					
Police services	545,017	1,490,977	1,170,936	1,146,735	1,476,936
Fire services	86,559	114,971	115,011	79,169	68,752
Health	1,502,466	1,233,420	809,326	759	-
Public works	5,387,848	4,680,410	3,614,713	4,065,701	2,901,070
Library	334,054	353,606	385,149	420,163	403,530
Total governmental activities	12,491,630	11,675,615	7,979,538	9,285,322	7,082,481
Business-type activities:					
Water	2,462,326	5,469,747	5,665,145	5,287,437	4,886,450
Sewer	8,822,605	7,521,152	7,616,106	7,792,114	7,573,835
Other non-major enterprise funds	2,189,130	2,287,111	2,733,024	3,315,837	4,207,328
Total business-type activities	13,474,061	15,278,010	16,014,275	16,395,388	16,667,613
Total primary government	$ 25,965,691	$ 26,953,625	$ 23,993,813	$ 25,680,710	$ 23,750,094

Notes: The city began to report accrual information when it implemented GASB Statement 34 in 2003.

In November 2003 the city acquired the water utility from Alliant Energy (Wisconsin Power and Light).

In 2006 the city consolidated its Health Department with the Rock County Health Department. The county now provides these services for city residents.

City of Beloit, Wisconsin
Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
General fund										
Reserved	$ 1,947,142	$ 2,304,258	$ 1,816,632	$ 2,671,669	$ 3,045,541	$ 2,291,884	$ 2,301,074	$ 2,441,506	$ 2,272,741	$ 2,031,796
Unreserved	4,592,190	6,069,222	7,558,520	8,105,121	8,903,048	9,156,158	8,025,173	7,312,676	8,165,444	8,547,741
Total general fund	$ 6,539,332	$ 8,373,480	$ 9,375,152	$ 10,776,790	$ 11,948,589	$ 11,448,042	$ 10,326,247	$ 9,754,182	$ 10,438,185	$ 10,579,537
All other governmental funds										
Reserved	$ 10,555,507	$ 10,602,139	$ 9,894,093	$ 10,622,595	$ 13,928,934	$ 8,985,078	$ 11,494,064	$ 12,554,918	$ 11,856,614	$ 10,935,007
Unreserved, reported in:										
Special revenue funds	(6,135,277)	(2,606,757)	(3,393,409)	(1,589,402)	2,243,709	6,645,230	5,733,357	5,483,717	3,082,789	3,423,288
Capital projects funds	6,909,665	6,621,232	10,701,522	11,591,808	12,443,822	15,211,988	7,880,186	5,863,503	11,299,595	22,179,563
Debt service funds	-	(2,725,464)	(2,494,700)	(6,650,085)	(8,566,563)	(8,349,672)	(2,721,092)	(2,227,682)	(6,489,022)	(5,136,143)
Total all other governmental funds	$ 11,329,895	$ 11,891,150	$ 14,707,506	$ 13,974,916	$ 20,049,902	$ 22,492,624	$ 22,386,515	$ 21,674,456	$ 19,749,976	$ 31,401,715
Total governmental funds	$ 17,869,227	$ 20,264,630	$ 24,082,658	$ 24,751,706	$ 31,998,491	$ 33,940,666	$ 32,712,762	$ 31,428,638	$ 30,188,161	$ 41,981,252

Note: It is the city's policy to maintain an unreserved, undesignated general fund balance of not less than 15% of operating revenues or three months of general fund expenditures, whichever is greater. The projected target for 2007 was $7,264,660 which represents three months of budgeted operating expenditures. The city exceeded this limit by $486,624.

City of Beloit, Wisconsin
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Revenues										
Taxes (see Schedule 6)	$ 9,273,207	$ 9,105,460	$ 8,735,894	$ 9,208,327	$ 9,764,202	$ 10,600,491	$ 10,843,237	$ 11,265,060	$ 11,572,159	$ 12,615,533
Intergovernmental	20,738,255	21,605,541	23,331,432	24,245,788	25,053,509	26,625,582	23,246,309	22,225,934	23,493,675	21,902,213
Licenses and permits	475,816	507,868	522,705	527,722	593,274	599,810	639,774	776,138	862,170	758,459
Fines, forfeitures and penalties	663,124	772,097	784,800	817,194	907,809	886,032	952,782	993,225	1,128,260	1,212,231
Fees and service charges	1,446,276	1,318,078	1,456,702	1,466,635	1,599,255	722,437	951,737	511,779	662,075	630,560
Rent	17,942	25,660	33,036	73,652	82,679	112,476	58,103	38,988	44,459	43,182
Special assessments	546,343	432,377	272,025	451,184	385,596	216,283	183,671	294,488	388,906	314,066
Investment income	1,294,820	830,690	1,938,804	1,924,602	1,923,913	736,590	726,856	904,864	1,977,154	2,908,368
Public charges for services	-	-	-	-	-	1,586,080	1,757,120	1,682,946	2,031,103	2,256,901
Donations	60,544	64,131	33,370	17,379	38,008	13,876	13,531	17,502	-	-
Other	5,233,184	2,664,474	2,294,674	2,134,144	2,405,551	2,358,834	2,016,416	2,636,405	2,085,813	2,775,930
Total revenues	39,749,511	37,326,376	39,403,442	40,866,627	42,753,796	44,458,491	41,389,536	41,347,329	44,245,774	45,417,443
Expenditures										
Current										
General government	3,254,352	3,580,128	4,283,361	3,504,344	5,008,061	3,712,424	3,678,019	3,807,291	3,771,853	3,895,310
Community development	5,497,605	3,299,022	3,422,790	3,026,257	2,443,943	2,919,207	3,171,269	2,802,778	4,143,333	2,775,921
Public safety	11,817,939	12,546,672	13,197,525	13,655,810	14,270,529	15,400,453	15,982,181	16,369,892	16,961,863	17,960,197
Public health	519,038	1,694,032	1,796,622	1,937,255	2,025,143	2,097,905	1,834,356	1,655,042	334,012	-
Public works	5,863,120	6,000,512	6,159,815	6,646,582	6,648,828	7,228,369	7,441,486	7,633,559	8,095,485	8,797,432
Parks, recreation, and education	1,402,121	1,624,377	1,669,179	1,615,103	1,604,472	1,767,192	1,779,022	1,811,607	1,907,205	1,938,463
Capital outlay	6,415,756	7,324,044	8,339,487	9,467,586	10,816,717	9,278,605	8,663,952	12,142,447	14,193,984	10,443,691
Debt service:										
Principal retirement	6,598,100	2,352,258	3,459,751	4,237,255	3,296,793	8,198,136	4,129,286	3,612,222	3,570,886	11,760,034
Interest and fiscal charges	1,943,321	1,394,830	1,524,463	2,073,925	2,321,430	2,867,062	2,612,794	2,756,201	2,862,355	3,876,435
Total expenditures	43,311,352	39,815,875	43,852,993	46,164,117	48,435,916	53,469,353	49,292,365	52,591,039	55,840,976	61,447,483
Excess of revenues over (under) expenditures	(3,561,841)	(2,489,499)	(4,449,551)	(5,297,490)	(5,682,120)	(9,010,862)	(7,902,829)	(11,243,710)	(11,595,202)	(16,030,040)

(continued)

(concluded)

City of Beloit, Wisconsin
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Other financing sources (uses)										
Bonds issued	932,000	4,499,715	5,190,800	6,619,780	3,905,077	12,088,452	8,172,166	8,174,118	8,227,299	15,196,994
Capital lease issued	194,099	171,886	2,856,050	1,877,558	8,049,570	941,204	934,549	662,726	616,592	11,213,109
Premium on bonds	-	-	-	-	-	-	52,776	-	-	-
Payments to escrow agent	-	-	-	(2,612,379)	-	-	(2,904,746)	-	-	-
Sale of city property	2,194,999	304,379	227,982	81,579	218,165	254,536	163,416	822,742	734,988	780,745
Transfers in	6,498,454	2,196,347	1,648,637	1,913,852	2,168,654	1,350,951	2,313,628	1,204,367	1,984,009	1,017,571
Transfers out	(6,532,093)	(2,204,565)	(1,655,890)	(1,913,852)	(2,626,561)	(1,350,951)	(2,056,864)	(904,367)	(1,208,163)	(385,288)
Total other financing sources (uses)	3,287,459	4,967,762	8,267,579	5,966,538	11,714,905	13,284,192	6,674,925	9,959,586	10,354,725	27,823,131
Special item										
Retirement prior service	-	-	-	-	-	(2,323,452)	-	-	-	-
Total special items	-	-	-	-	-	(2,323,452)	-	-	-	-
Net change in fund balances	$ (274,382)	$ 2,478,263	$ 3,818,028	$ 669,048	$ 6,032,785	$ 1,949,878	$ (1,227,904)	$ (1,284,124)	$ (1,240,477)	$ 11,793,091
Debt service as a percentage of non-capital expenditures	30.12%	13.04%	16.33%	20.77%	17.56%	29.46%	17.62%	17.22%	15.32%	39.68%

City of Beloit, Wisconsin
Tax Revenues by Source, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

Fiscal Year	Property	Mobile Home	Payments In Lieu of	Prior Year Collections/ (Rescinded)	Motel	Total
1998	$ 9,141,968	$ 23,236	$ 18,854	$ 104,287	$ (15,138)	$ 9,273,207
1999	9,023,412	22,030	16,010	15,697	28,311	9,105,460
2000	8,578,031	27,292	15,129	80,135	35,307	8,735,894
2001	9,063,576	22,927	15,850	73,586	32,388	9,208,327
2002	9,678,621	27,583	16,342	-	41,656	9,764,202
2003	10,540,598	28,464	9,181	(18,960)	41,208	10,600,491
2004	10,963,221	23,515	8,489	(195,931)	43,943	10,843,237
2005	11,093,961	22,468	8,008	96,072	44,551	11,265,060
2006	11,430,534	18,786	9,097	63,981	49,761	11,572,159
2007	12,621,107	22,868	-	(82,301)	53,859	12,615,533

Note: In 2005, the Wisconsin Legislature approved a bill that limits for two years the amount that local property taxes may be increased. Under this legislation, the property tax levy can only increase by 2% or the percentage that the previous year's net new construction represents of total equalized value, whichever value is higher.

City of Beloit, Wisconsin
Assessed Value and Equalized Value of Taxable Property,
Last Ten Fiscal Years

Fiscal Year	Residential Property	Commercial Property	Manufacturing Property	Agricultural Property	Personal Property	Total Taxable Assessed Value	City Direct Tax Rate	Total Equalized Value	Taxable Assessed Value as a Percentage of Equalized Value
1998	$ 624,870,900	$ 220,154,205	$ 64,641,400	$ 2,219,500	$ 61,666,570	$ 973,552,575	$ 9.02	$ 974,085,000	99.95%
1999	660,952,800	233,804,600	71,082,700	2,303,900	54,842,370	1,022,986,370	8.27	1,014,290,700	100.86%
2000	694,931,800	239,573,100	74,131,000	1,337,200	60,413,330	1,070,386,430	8.32	1,052,181,500	101.73%
2001	722,442,100	256,490,400	73,562,300	1,459,800	62,849,010	1,116,803,610	8.41	1,113,497,300	100.30%
2002	755,404,400	269,094,100	77,090,000	837,200	59,898,100	1,162,323,800	8.56	1,165,552,800	99.72%
2003	804,335,800	276,412,100	85,489,000	592,100	54,811,020	1,221,640,020	8.41	1,224,010,800	99.81%
2004	865,566,200	296,065,500	93,956,800	588,200	54,701,730	1,310,878,430	7.89	1,289,346,100	101.67%
2005	909,742,900	325,246,300	88,058,400	664,000	54,982,590	1,378,694,190	7.68	1,387,616,400	99.36%
2006	971,475,800	365,904,900	96,725,400	693,400	55,914,090	1,490,713,590	7.58	1,470,055,900	101.41%
2007	1,046,740,100	423,735,800	114,075,400	710,400	79,446,830	1,664,708,530	7.87	1,630,887,400	102.07%

Note: Property in the city is assessed each year as of January 1. Property is assessed at actual value; however, the Wisconsin Department of Revenue each year estimates the market value of all taxable property for the purpose of apportioning tax levies among the various taxing jurisdictions.
This value is referred to as the equalized value. Taxable assessed value does not include tax exempt properties. Tax rates are per $1,000 of assessed value.
Taxes are levied in December based on the assessed value as of January 1 and collected the following year.

Source: City of Beloit annual budget.

City of Beloit, Wisconsin
Direct and Overlapping Property Tax Rates,
Last Ten Fiscal Years

(rate per $1,000 of assessed value)

Levy Year	Collection Year	City Direct Tax Rate	Overlapping Rates (a)						
			Rock County	State of Wisconsin	Technical College	Beloit School District	Beloit Turner School District	Clinton School District	School Tax Credit
1998	1999	$ 9.02	$ 5.77	$ 0.20	$ 1.48	$ 12.81	$ 14.00	$ 11.09	$ (2.09)
1999	2000	8.27	6.04	0.20	1.56	12.01	13.25	13.95	(2.00)
2000	2001	8.32	6.31	0.20	1.62	11.23	13.28	13.67	(1.90)
2001	2002	8.41	5.81	0.20	1.69	11.29	13.21	12.71	(1.76)
2002	2003	8.56	5.89	0.20	1.72	10.68	11.70	12.50	(1.63)
2003	2004	8.41	5.98	0.20	1.82	10.67	11.27	12.31	(1.47)
2004	2005	7.89	5.82	0.20	1.72	10.27	11.51	9.09	(1.34)
2005	2006	7.68	5.88	0.19	1.73	10.44	9.93	10.47	(1.23)
2006	2007	7.58	5.40	0.17	1.65	10.22	9.20	10.17	(1.45)
2007	2008	7.87	5.25	0.17	1.66	9.08	8.94	9.87	(1.47)

Note: The city's property tax rate is approved each year by the City Council and is based on the city's tax levy and the taxable assessed value of property in the city. Property taxes are levied in December based on the assessed value as of January 1 of the tax year and collected the following year.

(a) Overlapping rates are those of other local governments and taxing authorities that apply to property owners within the City of Beloit. Not all overlapping rates apply to all Beloit property owners. For example, the school district rates apply only to those properties located within the various school districts whereas the city, county, state, and technical college rates would apply to all properties in the city.

City of Beloit, Wisconsin
Principal Property Tax Payers,
Current Year and Nine Years Ago

Taxpayer	Type of Business/Property	2007 Taxable Assessed Valuation	2007 Percentage of Total Taxable Assessed Valuation	2007 Rank	1998 Taxable Assessed Valuation	1998 Percentage of Total Taxable Assessed Valuation	1998 Rank
ABC Supply/Hendricks Development	Wholesale Distribution/Property Developer	$ 55,278,560	3.32%	1	$ 10,402,630	1.07%	5
Staples Contract & Commercial LLC	Order Fulfillment Center	36,317,110	2.18%	2			
Frito Lay Inc	Food Processor	25,045,500	1.50%	3	15,002,300	1.54%	1
Menards	Retail Home Improvements	18,149,200	1.09%	4			
Woodman's	Retail Grocer	15,282,270	0.92%	5	7,465,740	0.77%	10
Wal-Mart	Retailer	14,763,120	0.89%	6	11,186,180	1.15%	3
Beloit Clinic	Health Services	14,286,530	0.86%	7			
Reynolds Aluminum	Manufacturer of Auto Wheels	11,939,800	0.72%	8	11,033,500	1.13%	4
McGuire/Morgan Square	Developer of Commercial Prop.	10,199,800	0.61%	9			
Genencor International Wisconsin Inc	Mfg of Food & Bev Additives	9,781,600	0.59%	10	7,710,000	0.79%	9
Beloit Corporation	Manufacturer				11,219,700	1.15%	2
Kerry Ingredients	Food Processor				8,813,100	0.91%	6
Coltec Industries, Inc.	Manufacturer				8,432,300	0.87%	7
George Hormel & Co.	Food Processor				7,913,200	0.81%	8
Totals		$ 211,043,490	12.68%		$ 99,178,650	10.19%	

Source: City of Beloit Assessor's Office.

City of Beloit, Wisconsin
Property Tax Levies and Collections,
Last Ten Fiscal Years

Levy Year	Collection Year	Total City Tax Levy (1)	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
1998	1999	$ 8,785,172	$ 1,499,769	17.07%	$ 7,283,025	$ 8,782,794	99.97%
1999	2000	8,457,234	754,918	8.93%	7,695,213	8,450,131	99.92%
2000	2001	8,909,377	518,499	5.82%	8,389,546	8,908,045	99.99%
2001	2002	9,391,862	1,185,525	12.62%	8,204,519	9,390,044	99.98%
2002	2003	9,944,939	1,779,328	17.89%	8,163,729	9,943,057	99.98%
2003	2004	10,278,170	2,342,404	22.79%	7,932,213	10,274,617	99.97%
2004	2005	10,339,882	2,158,553	20.88%	8,180,264	10,338,817	99.99%
2005	2006	10,589,015	2,710,639	25.60%	7,877,778	10,588,417	99.99%
2006	2007	11,296,602	1,719,444	15.22%	9,576,012	11,295,456	99.99%
2007	2008	13,108,729	2,198,715	16.77%	-	2,198,715	16.77%

Note: In addition to city property taxes, the city also collects and remits property taxes to the State of Wisconsin, Rock County, Beloit School District, Beloit Turner School District, Clinton School District and Blackhawk Technical College. Taxes are levied in December of each year based on the assessed value as of the preceding January 1. Real estate taxes can be paid in four installments on January 31, March 31, May 31 and July 31. Personal property taxes are due January 31. Tax settlements to the other taxing authorities are made in January, February, April, June and the final settlement is in August. The city contracts with the Rock County Treasurer to collect all real estate taxes. The city collects all personal property taxes unpaid after January 31.

City of Beloit, Wisconsin
Ratios of Outstanding Debt by Type,
Last Ten Fiscal Years

Fiscal Year	Governmental Activities			Business-Type Activities				Total Primary Government	Percentage of Estimated Personal Income (a)	Per Capita (a)
	General Obligation Bonds (b)	Other Debt	Capital Leases	General Obligation Bonds (b)	Other Debt	Sewer Revenue Bonds	Water Revenue Bonds			
1998	$21,745,374	$ -	$ 471,023	$2,208,176	$ -	$ 31,519,353	$ -	$ 55,943,926	6.24%	$ 1,545
1999	23,892,931	-	367,834	1,816,544	-	29,516,360	-	55,593,669	6.07%	1,535
2000	25,588,180	33,017	2,961,697	1,387,795	233,126	27,384,326	-	57,588,141	6.15%	1,610
2001	26,008,509	66,349	4,031,527	1,465,064	465,584	24,872,894	-	56,909,927	6.06%	1,584
2002	26,590,422	282,720	11,843,174	1,240,493	363,112	22,231,690	-	62,551,611	6.40%	1,742
2003	31,122,651	244,931	12,539,030	302,400	260,474	19,460,330	25,210,000	89,139,816	8.76%	2,488
2004	32,128,176	317,987	13,473,579	360,974	154,714	16,538,407	24,645,000	87,618,837	8.72%	2,430
2005	36,414,248	609,211	14,136,305	1,861,902	54,402	12,190,504	24,065,000	89,331,572	8.69%	2,474
2006	41,318,203	527,882	14,430,759	2,747,023	-	9,586,186	23,470,000	92,080,053	8.30%	2,519
2007	53,255,304	306,532	17,136,868	4,169,402	-	6,890,000	23,700,000	105,458,106	N/A	2,842

Note: Details regarding the city's outstanding debt can be found in the notes to the financial statements.
(a) See Schedule 15 for personal income and population data.

City of Beloit, Wisconsin
Ratios of General Bonded Debt Outstanding and Legal Debt Margin,
Last Ten Fiscal Years

Fiscal Year	General Obligation Bonds	Percentage of Estimated Actual Market Value of Property (a)	Per Capita (b)	Total Debt Applicable to Debt Limit	Legal Debt Limit (c)	Legal Debt Margin (d)	Legal Debt Margin as a Percentage of the Debt Limit
1998	$ 23,953,550	2.46%	$ 661.63	$ 23,953,550	$ 48,704,250	$ 24,750,700	50.82%
1999	25,709,475	2.53%	709.70	25,709,475	50,714,535	25,005,060	49.31%
2000	26,975,975	2.56%	754.05	26,975,975	52,609,075	25,633,100	48.72%
2001	27,473,573	2.47%	764.62	27,473,573	55,674,865	28,201,292	50.65%
2002	27,830,915	2.39%	774.85	27,830,915	58,277,640	30,446,725	52.24%
2003	31,425,051	2.57%	877.16	31,425,051	61,200,540	29,775,489	48.65%
2004	32,489,150	2.52%	901.02	32,489,150	64,467,305	31,978,155	49.60%
2005	38,276,150	2.76%	1,060.10	38,276,150	69,380,820	31,104,670	44.83%
2006	44,065,226	3.00%	1,205.29	44,065,226	73,502,795	29,437,569	40.05%
2007	57,424,705	3.52%	1,547.42	57,424,705	81,544,370	24,119,665	29.58%

Note: Details regarding the city's outstanding debt can be found in the notes to the financial statements.
(a) Property value data can be found in Schedule 6: Total Equalized Value is used as estimated market value. Under city's Debt Policy this ratio is targeted at 3%-3.5%
(b) Population data can be found in Schedule 14: Demographic and Economic Indicators. Under city's Debt Policy target is $950-$1,050.
(c) Wisconsin State Statutes limit the city's general obligation indebtedness to 5% of the equalized value of taxable property within the city's boundaries.
(d) The legal debt margin is the city's available borrowing authority under State Statutes and is calculated by subtracting the debt applicable to the legal debt limit from the legal debt limit.

In 2007 the city issued $16.05 million in new general obligation debt.

City of Beloit, Wisconsin
Direct and Overlapping Governmental Activities Debt
as of December 31, 2007

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable (a)	Estimated Share of Overlapping Debt
Debt repaid with property taxes			
Rock County	$ 23,115,000	16.0438%	$ 3,708,524
Beloit School District	11,650,079	94.3322%	10,989,776
Blackhawk Technical College	20,610,000	13.5441%	2,791,439
Beloit Turner School District	5,302,723	10.0409%	532,441
Clinton School District	14,870,000	10.2399%	1,522,673
Subtotal, overlapping debt			19,544,853
City direct debt			57,424,705
Total direct and overlapping debt			$ 76,969,559

Sources: Equalized value data provided by the Wisconsin Department of Revenue was used to determine the estimated percentage of overlapping debt applicable. Debt outstanding data was provided by each jurisdiction.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the city. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of Beloit. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be considered. However, this does not imply that every taxpayer is a resident and is responsible for repaying the debt of each overlapping government.

(a) The percentage of overlapping debt applicable is estimated using estimated market value (equalized value) of property as provided by the Wisconsin Department of Revenue. Applicable percentages were calculated by using the portion of the taxing jurisdiction's estimated market value that is within the city's boundaries and dividing it by the jurisdiction's total estimated market value.

City of Beloit, Wisconsin
Pledged Revenue Coverage,
Last Ten Fiscal Years

	Sewer Utility Revenue Bonds						Water Utility Revenue Bonds (a)					
				Debt Service						Debt Service		
Fiscal Year	Utility Charges and Other	Less: Operating Expenses	Net Available Revenue	Principal	Interest	Coverage (b)	Utility Charges and Other	Less: Operating Expenses	Net Available Revenue	Principal	Interest	Coverage (b)
1998	$ 10,016,565	$ 4,221,312	$ 5,795,253	$ 1,250,000	$ 1,880,338	1.85	$ -	$ -	$ -	$ -	$ -	-
1999	8,934,831	4,132,916	4,801,915	1,375,000	1,797,212	1.51	-	-	-	-	-	-
2000	10,459,356	4,226,982	6,232,374	1,510,000	1,705,088	1.94	-	-	-	-	-	-
2001	9,432,034	4,156,001	5,276,033	1,900,000	1,603,162	1.51	-	-	-	-	-	-
2002	9,600,571	4,026,390	5,574,181	2,050,000	1,474,913	1.58	-	-	-	-	-	-
2003	8,109,063	3,667,383	4,441,680	2,771,360	1,089,480	1.15	357,578	337,108	20,470	-	-	-
2004	7,865,348	4,138,694	3,726,654	2,921,923	954,384	0.96	4,658,328	1,967,294	2,691,034	565,000	1,092,770	1.62
2005	7,950,886	4,153,179	3,797,707	3,072,903	995,992	0.93	4,609,360	1,698,314	2,911,046	580,000	1,077,770	1.76
2006	7,894,227	4,122,852	3,771,375	2,604,318	446,585	1.24	4,791,033	1,757,711	3,033,322	595,000	1,066,170	1.83
2007	7,854,276	4,341,516	3,512,760	2,696,186	352,407	1.15	4,791,676	1,771,273	3,020,403	780,000	865,315	1.84

Note: Details regarding the city's outstanding debt can be found in the notes to the financial statements. Sewer and water charges and other includes non-operating revenues. Operating expenses does not include interest, amortization expenses or depreciation.

(a) The city acquired the water utility in November 2003 from Alliant Energy an affiliate of Wisconsin Power and Light.

(b) The city's required coverage ratios are 1.10 times for the sewer utility and 1.25 times for the water utility.

City of Beloit, Wisconsin
Demographic and Economic Statistics,
Last Ten Fiscal Years

Fiscal Year	Population (1)	Estimated Personal Income (2)	Per Capita Personal Income (3)	School Enrollment (4)	Labor Force (5)	Employment (5)	Unemployment (5)	City Unemployment Rate (5)
1998	36,204	$ 896,555,856	$ 24,764	6,748	17,717	16,834	883	5.0%
1999	36,226	916,300,444	25,294	6,748	17,613	16,646	967	5.5%
2000	35,775	936,661,050	26,182	6,765	17,514	16,493	1,021	5.8%
2001	35,931	939,811,236	26,156	6,880	17,747	16,314	1,433	8.1%
2002	35,918	976,754,092	27,194	6,967	17,403	15,830	1,573	9.0%
2003	35,826	1,017,888,312	28,412	6,799	17,403	15,830	1,573	9.0%
2004	36,058	1,004,395,590	27,855	6,941	17,148	15,781	1,367	8.0%
2005	36,106	1,027,829,502	28,467	7,113	17,050	15,677	1,373	8.1%
2006	36,560	1,109,815,360	30,356	7,169	17,215	15,947	1,268	7.4%
2007	37,110	N/A	N/A	7,125	17,374	16,034	1,340	7.7%

Sources: (1) State of Wisconsin Department of Administration or U. S. Census Bureau.
(2) Personal income estimate for the city is based on city population and per capita personal income for the Janesville/Beloit MSA using data obtained from the Regional Economic Information System, Bureau of Economic Analysis, U.S. Department of Commerce.
(3) Regional Economic Information System, Bureau of Economic Analysis, U.S. Department of Commerce, Janesville/Beloit MSA.
(4) State of Wisconsin Department of Public Instruction.
(5) State of Wisconsin Department of Workforce Development - Office of Economic Advisors.

Note: In 2001 a major employer in the city, The Beloit Corp. closed which resulted in the significant increase in the unemployment rate that year.

City of Beloit, Wisconsin
Principal Employers,
Current Year and Nine Years Ago

	2007			1998		
Employer	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
School District of Beloit	871	1	5.46%	1,047	2	5.91%
Beloit Memorial Hospital	845	2	5.30%	900	3	5.08%
Frito-Lay	717	3	4.50%	542	7	3.06%
Beloit College	448	4	2.81%	350	9	1.98%
Alcoa International	440	5	2.76%	550	6	3.10%
ABC Supply	439	6	2.75%	-		-
Beloit Clinic	394	7	2.47%	-		-
City of Beloit	382	8	2.40%	491	8	2.77%
Wal-Mart	336	9	2.11%	330	10	1.86%
Kerry Ingredients	330	10	2.07%	-		-
Fairbanks-Morse	-		-	650	4	3.67%
Regal-Beloit Corporation	-		-	580	5	3.27%
Beloit Corporation	-		-	2,015	1	11.37%
Total	5,202		32.62%	7,455		42.08%

Source: Wisconsin Department of Workforce Development and City Department of Economic Development.

Note: The city suffered the loss of its largest single employer when the Beloit Corporation closed in 2001.

City of Beloit, Wisconsin
Full-time Equivalent City Employees by Function/Program,
Last Ten Fiscal Years

Function	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
General Government	6.00	6.00	6.00	6.00	6.00	6.00	7.00	7.00	7.00	7.00
Finance and Administrative Services	36.13	35.44	36.16	35.55	34.29	31.88	35.50	36.70	36.18	36.55
Community Development	27.36	24.57	34.85	34.77	32.92	34.00	22.40	17.40	17.00	19.00
Economic Development	1.40	1.75	1.25	1.65	1.90	1.58	3.40	3.40	3.40	3.40
Public Safety:										
Police Services	108.66	105.63	103.33	103.60	100.10	97.10	94.59	95.45	95.05	95.75
Fire Services	64.50	63.50	63.50	63.50	64.50	63.50	63.50	63.50	65.10	65.62
Health	69.94	62.69	57.80	57.79	60.60	66.24	37.62	32.74	-	-
Public works	58.55	58.50	58.50	59.70	58.62	57.30	53.18	57.70	60.92	60.83
Parks and Recreation	42.96	41.53	26.57	28.21	25.99	18.75	26.48	26.56	38.97	40.64
Library	27.09	27.36	26.55	26.97	26.60	27.08	27.00	27.00	27.00	27.00
Water and Sewer Utility	33.91	33.11	33.90	34.74	32.41	30.60	33.20	33.60	34.20	34.96
Transit	20.38	20.63	17.50	18.35	18.90	18.77	19.50	19.50	20.50	20.50
Total	496.88	480.71	465.91	470.83	462.83	452.80	423.37	420.55	405.32	411.25

Source: City of Beloit annual budget
Notes: In 2006 the city merged its Health Department with the Rock County Health Department. The County now provides public health services for residents of the city.

A full time employee is scheduled to work 2,088 hours per year (including vacation and sick leave used). Full time equivalent employment is determined by dividing the total hours worked by 2,088.

City of Beloit, Wisconsin
Operating Indicators by Function/Program
Last Ten Years

Function/Program	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
General government										
New Building permits	82	83	91	52	78	76	92	65	83	27
Building permits issued	615	605	668	632	611	671	641	763	656	967
Building inspections conducted	N/A	N/A	4,463	4,549	4,416	4,997	5,185	3,871	5,310	5,585
Site plans reviewed	21	23	19	18	18	20	26	27	30	27
Rental permits issued	5,055	5,407	5,325	5,473	5,455	5,503	5,473	5,793	4,837	5,748
Police										
Physical Arrests	N/A	N/A	7,995	8,734	9,639	9,472	10,218	10,039	9,154	10,467
Traffic Violations	4,808	N/A	2,574	2,736	3,868	3,595	4,510	4,733	5,607	6,639
Parking Violations	6,000	6,740	6,616	10,236	8,067	7,541	10,350	10,579	12,401	12,663
Fire										
Emergency responses	5,866	5,827	6,216	6,645	6,762	6,724	6,972	7,256	7,327	7,565
Fires extinguished	73	82	73	83	72	70	71	76	73	115
Inspections conducted	1,591	1,679	N/A	1,600	1,858	1,921	1,970	1,979	2,420	2,430
Ambulance runs	3,458	3,375	3,570	3,727	3,391	3,152	3,214	3,330	3,388	3,392
Engineering and public works										
Development plans reviewed	21	23	19	18	18	20	26	27	30	27
Infrastructure projects designed	11	12	13	15	15	18	22	23	25	27
Infrastructure projects completed	9	10	11	12	13	15	18	21	20	14
Highways and Streets										
Street resurfacing (miles)	3.00	4.00	2.00	2.00	1.00	1.00	1.00	2.00	2.00	1.00
Potholes repaired	N/A	11,968	14,190	26,367	25,279	22,859	30,432	32,999	31,162	42,972
Sanitation										
Refuse collected (tons/day)	N/A	39	41	47	38	37	39	38	40	38
Recyclables collected (tons/day)	N/A	22	12	11	11	11	11	11	21	21
Culture and Recreation										
Facility use permits issued	201	222	337	292	309	350	357	439	469	453
Number of programs offered	57	60	65	67	65	67	65	65	64	66
Rounds of golf played	23,841	24,746	20,069	22,735	21,852	19,980	17,891	22,353	20,117	22,345
Senior center participants	22,433	22,666	23,200	23,868	23,870	23,880	24,000	24,225	20,571	20,411
Number of cemetery internments	149	171	165	159	160	173	151	165	193	169
Water										
Work orders processed						N/A	N/A	1,422	2,142	1,782
Main breaks						N/A	45	29	30	49
Average daily production (MGD)						4.50	6.10	6.80	6.46	6.60
Peak daily production (MGD)						N/A	8.50	11.10	9.93	9.74
Wastewater										
Average daily treatment (MGD)	N/A	N/A	6.90	7.00	5.00	4.30	5.20	4.40	4.88	5.34
Peak daily treatment (MGD)	N/A	N/A	19.30	12.50	6.70	5.40	10.00	8.00	11.65	12.79
Transit										
Total route miles	255,753	246,022	290,593	312,595	317,916	319,324	317,160	392,041	392,041	392,041
Passengers	251,717	246,005	243,860	262,723	264,930	283,987	287,434	271,261	302,307	311,353

Source: Various city departments.
Note: Some of the information is not available for retroactive reporting and is identified as N/A. The water utility was acquired by the city in November 2003.

City of Beloit, Wisconsin
Capital Asset Statistics by Function/Program
Last Ten Years

Function/Program	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	43	43	43	43	43	43	42	40	40	40
Fire										
Stations	4	3	3	3	3	3	3	3	3	3
Trucks	11	8	8	8	8	8	9	9	10	10
Ambulances	3	3	3	3	3	3	3	3	3	3
Refuse Collection										
Garbage trucks	12	13	13	14	14	14	14	15	14	14
Other public works										
Streets/highways (miles)	170.31	171.51	173.87	174.2	175.19	179.63	179.5	181.07	181.7	181.92
Streetlights	694	699	705	709	720	750	770	791	855	889
Traffic signals	41	41	42	42	42	42	40	39	40	40
Parks and recreation										
Acreage	830	830	830	833	833	837	837	851	851	851
Parks	30	30	30	31	31	32	32	34	34	34
Tennis courts	11	11	11	11	11	11	11	11	11	11
Golf courses	1	1	1	1	1	1	1	1	1	1
Swimming pools	1	1	1	1	1	1	1	1	1	1
Community centers	1	1	1	1	1	1	1	1	1	1
Water										
Wells						7	7	7	7	7
Water mains (miles)						172	173	170	177	178
Hydrants						1,380	1,590	1,559	1,703	1,714
Storage capacity (MGD)						2.75	2.75	2.75	2.75	2.75
Wastewater										
Treatment plants	1	1	1	1	1	1	1	1	1	1
Sanitary sewer (miles)	162	162	162	162	162	162	163	164	164	168
Storm sewer (miles)	170	170	170	170	170	170	170	171	171	172
Treatment capacity (MGD)	11	11	11	11	11	11	11	11	11	11
Transit										
Buses	12	12	12	12	12	12	12	12	12	12

Source: Various city departments.
Note: The city acquired the water utility in November 2003. Prior to that date the water utility was owned by Alliant Energy a subsidiary of Wisconsin Power and Light Co.

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

To the City Council
City of Beloit
Beloit, Wisconsin

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Beloit, Wisconsin as of and for the year ended December 31, 2007, which collectively comprise the City of Beloit's basic financial statements and have issued our report thereon dated June 25, 2008. Our report was modified to include a reference to other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. The financial statements of the Beloit Public Library Foundation were not audited in accordance with *Government Auditing Standards.*

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City of Beloit's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Beloit's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City of Beloit's internal control over financial reporting.

Our consideration of the internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control that we consider to be significant deficiencies and material weaknesses.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the City of Beloit's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the City of Beloit's financial statements that is more than inconsequential will not be prevented or detected by the City of Beloit's internal control over financial reporting.

To the City Council
City of Beloit

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the City of Beloit's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. We consider items 2007-1 and 2007-2 to be material weaknesses, which are described in the accompanying schedule of findings and questioned costs

Compliance and Other Matters

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

We noted certain matters that we reported to management of the City of Beloit in a separate letter dated June 25, 2008.

The City of Beloit's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit the City of Beloit's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the City of Beloit's management, others within the entity, federal and state awarding agencies and pass-through entities and is not intended to be, and should not be, used by anyone other than these specified parties.

Madison, Wisconsin
June 25, 2008

Virchow Krause + Company, LLP

Virchow Krause & company

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 AND THE STATE SINGLE AUDIT GUIDELINES AND THE SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS

To the City Council
City of Beloit
Beloit, Wisconsin

Compliance

We have audited the compliance of the City of Beloit, Wisconsin, with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* and the *State Single Audit Guidelines* that are applicable to each of its major federal and major state programs for the year ended December 31, 2007. The City of Beloit's major federal and major state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal and major state programs is the responsibility of the City of Beloit's management. Our responsibility is to express an opinion on the City of Beloit's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; and the *State Single Audit Guidelines*. Those standards, OMB Circular A-133 and the *State Single Audit Guidelines* require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or major state program occurred. An audit includes examining, on a test basis, evidence about the City of Beloit's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the City of Beloit's compliance with those requirements.

In our opinion, the City of Beloit complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal and major state programs for the year ended December 31, 2007.

To the City Council
City of Beloit

Internal Control Over Compliance

The management of the City of Beloit is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal and state programs. In planning and performing our audit, we considered the City of Beloit's internal control over compliance with requirements that could have a direct and material effect on a major federal or major state program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of the internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City of Beloit's internal control over compliance.

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal or state program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal or state program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal or state program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented or detected by the entity's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the City of Beloit's management, others within the entity, federal and state awarding agencies and pass-through entities and is not intended to be, and should not be, used by anyone other than these specified parties.

Madison, Wisconsin
June 25, 2008

Virchow Krause & Company, LLP

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CITY OF BELOIT

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2007

Federal Agency/Pass-Through Agency/Program Title	CFDA Number	Revenues Grantor Share (Accrued) Deferred Beginning Balance	Cash Received (Returned)	Accrued (Deferred) Ending Balance	Total Revenues	Expenditures Grantor Share
U.S. Department of Housing and Urban Development						
Community Development Block Grants/Entitlement Grants	14.218	$ (110,795)	$ 483,557	$ 366,893	$ 739,655	$ 739,655
Passed Through City of Janesville						
Home Investment Partnerships Program	14.239	(30,859)	66,938	26,951	63,030	63,030
Community Development Block Grants/Brownfields Economic Development Incentive	14.246					
EDI - Neighborhood Initiative - Westside		(50,069)	50,069	72,421	72,421	72,421
Emergency Shelter Grant	14.231	-	31,383	1,881	33,264	33,264
Public and Indian Housing	14.850	-	419,347	-	419,347	419,347
Section 8 Housing Choice Vouchers	14.871	-	3,626,960	-	3,626,960	3,626,960
Public Housing Capital Fund	14.872					
WI39-PO64-501-04		(3,000)	7,922	-	4,922	4,922
WI39-PO64-501-05		(645)	26,763	703	26,821	26,821
WI39-PO64-501-06		(683)	51,469	645	51,431	51,431
WI39-PO64-501-07		-	10,798	455	11,253	11,253
Total Public Housing Capital Fund		(4,328)	96,952	1,803	94,427	94,427
Total U.S. Department of Housing and Urban Development		(196,051)	4,775,206	469,949	5,049,104	5,049,104
U.S. Department of Justice						
Passed through Rock County						
Bulletproof Vest Partnership Program	16.607	(8,138)	8,138	-	-	-
Project Safe Neighborhood	16.610	-	16,000	-	16,000	16,000
Total U.S. Department of Justice		(8,138)	24,138	-	16,000	16,000
U.S. Department of Transportation						
Passed Through Wisconsin Department of Transportation						
Federal Transit Cluster						
Passed Through Wisconsin Department of Transportation						
Federal Transit Capital Investment Grants 5307/5309	20.500	(108,160)	108,160	16,718	16,718	16,718
Federal Transit Capital Investment Grants 5307/5309		-	732,000	-	732,000	732,000
Federal Transit Capital Investment Grants 5307/5309		-	8,687	-	8,687	8,687
Federal Transit Formula Grants	20.507	-	-	576,587	576,587	576,587
Total Federal Transit Cluster		(108,160)	848,847	593,305	1,333,992	1,333,992
Passed Through Illinois Department of Transportation						
Highway Planning and Construction	20.505	(29,354)	94,535	18,005	83,186	83,186
Passed Through Wisconsin Department of Transportation						
State and Community Highway Safety	20.600					
Speed Enforcement		-	24,998	-	24,998	24,998
Alcohol Enforcement		-	22,376	-	22,376	22,376
Total State and Community Highway Safety		-	47,374	-	47,374	47,374
Total U.S. Department of Transportation		(137,514)	990,756	611,310	1,464,552	1,464,552

See notes to schedules of expenditures of federal and state awards.

CITY OF BELOIT

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2007

Federal Agency/Pass-Through Agency/Program Title	CFDA Number	Revenues: Grantor Share (Accrued) Deferred Beginning Balance	Revenues: Grantor Share Cash Received (Returned)	Revenues: Grantor Share Accrued (Deferred) Ending Balance	Revenues: Grantor Share Total Revenues	Expenditures Grantor Share
U.S. Department of Health and Human Services						
Passed Through Wisconsin Department of Health and Family Services						
Medical Assistance Program - Community Deficit Reduction Program	93.778	$ (44,661)	$ 44,661	$ -	$ -	$ -
Total U.S. Department of Health and Human Services		(44,661)	44,661	-	-	-
U.S. Department of Homeland Security						
Passed Through Wisconsin Department of Administration						
Homeland Security Grant Program - Beloit Fire Department	97.067	-	34,781	-	34,781	34,781
Total U. S. Department of Homeland Security		-	34,781	-	34,781	34,781
TOTAL FEDERAL AWARDS		$ (386,364)	$ 5,869,542	$ 1,081,259	$ 6,564,437	$ 6,564,437

See notes to schedules of expenditures of federal and state awards.

CITY OF BELOIT

SCHEDULE OF EXPENDITURES OF STATE AWARDS
For the Year Ended December 31, 2007

State Agency/Pass-Through Agency/Program Title	State Number	Revenues Grantor Share (Accrued) Deferred Beginning Balance	Cash Received (Returned)	Accrued (Deferred) Ending Balance	Total Revenues	Expenditures Grantor Share
Wisconsin Department of Natural Resources						
Urban Non-Point Source Grant	370.662	$ (110,514)	$ 510,514	$ -	$ 400,000	$ 400,000
Stormwater Utility Development	370.658	(11,651)	11,651	-	-	-
Total Wisconsin Department of Natural Resources		(122,165)	522,165	-	400,000	400,000
Wisconsin Department of Transportation						
Transit Operating Aids	395.104					
2006 Operating Aids		(22,229)	-	-	(22,229)	(22,229)
2007 Operating Aids		-	416,664	46,296	462,960	462,960
Total Transit Operating Aids		(22,229)	416,664	46,296	440,731	440,731
Highway Research, Planning and Construction						
Planning Commission Program	395.202	(54,507)	232,682	78,267	256,442	256,442
Transportation Facilities Economic Assistance and Development Program	395.510					
Colley Road and Kettle Way		-	1,885	-	1,885	1,885
Apex Drive		(239,957)	239,957	6,464	6,464	6,464
Total Transportation Facilities Economic Assistance and Development Program		(239,957)	241,842	6,464	8,349	8,349
Total Wisconsin Department of Transportation		(316,693)	891,188	131,027	705,522	705,522
Wisconsin Department of Health and Family Services						
Ambulance Funding Assistance Grant	435.162	-	9,561	-	9,561	9,561
Total Wisconsin Department of Health and Family Services		-	9,561	-	9,561	9,561
Wisconsin Department of Administration						
Office of Justice Assistance						
Beat Patrol	505.603	-	65,681	-	65,681	65,681
Total Wisconsin Department of Administration - Office of Justice Assistance		-	65,681	-	65,681	65,681
TOTAL STATE AWARDS		$ (438,858)	$ 1,488,595	$ 131,027	$ 1,180,764	$ 1,180,764

See notes to schedules of expenditures of federal and state awards.

CITY OF BELOIT

NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended December 31, 2007

NOTE 1 – REPORTING ENTITY

This report on Federal and State Awards includes the federal and state awards of the City of Beloit. The reporting entity for the city is based upon criteria established by the Governmental Accounting Standards Board.

The City of Beloit is the primary government according to GASB criteria, while the Beloit Community Development Authority (CDA) is a component unit.

Federal and state awards received directly by the CDA are included in this report.

State programs reported include only those programs required to be included by the *State Single Audit Guidelines.*

NOTE 2 – BASIS OF PRESENTATION

The accounting records for the grant programs are maintained on the modified accrual basis of accounting. Under the modified accrual basis, revenues are recorded when susceptible to accrual, i.e., both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the liability is incurred. The accounting records for other grant programs are maintained on the accrual basis, i.e., when the revenue has been earned and the liability is incurred.

The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations and the State Single Audit Guidelines.*

CITY OF BELOIT

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2007

SECTION I – SUMMARY OF AUDITORS' RESULTS

FINANCIAL STATEMENTS

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

- Material weakness(es) identified? X Yes ____ No
- Significant deficiencies identified that are not considered to be material weaknesses? ____ Yes X None Reported

Noncompliance material to the basic financial statements noted? ____ Yes X No

FEDERAL OR STATE AWARDS

Internal control over major programs:

- Material weakness(es) identified? ____ Yes X No
- Significant deficiencies identified that are not considered to be material weakness(es)? ____ Yes X None Reported

Type of auditor's report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? ____ Yes X No

	Federal Programs	State Programs
Auditee qualified as low-risk auditee?	____ Yes X No	____ Yes X No

Identification of major federal programs:

CFDA Number	Name of Federal Program or Cluster
14.871	Section 8 Housing Choice Vouchers
	Federal Transit Cluster
20.500	Federal Transit - Capital Investment Grants
20.507	Federal Transit - Formula Grants

CITY OF BELOIT

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2007

SECTION I – SUMMARY OF AUDITORS' RESULTS (cont.)

	Federal	State
Dollar threshold used to distinguish between federal type A and type B programs:	$ 300,000	$ 100,000

Identification of major state programs:

State ID Number	Name of State Program
395.104	Transit Operating Aids
395.202	Planning Commission Program

SECTION II – FINANCIAL STATEMENT FINDINGS

2007-1 Material Weakness – Internal Control Over Financial Reporting

We are required to communicate to you about your internal controls. In theory, a properly designed system of internal control staffed with enough people with sufficient training would provide your organization with the ability to not only process and record monthly transactions, but also to prepare a complete set of annual financial statements. Most of our clients do a good job of processing and recording monthly transactions. However, very few have the skills or the time needed to prepare annual financial statements.

The definition of a material weakness in internal control includes consideration of the year end financial reporting process. To avoid the auditor reporting a material weakness in internal control, your system of controls would need to be able to accomplish the following:

1. Present the books and records to the auditor in such a condition that the auditor is not able to identify any material journal entries as a result of our audit procedures. This is very rare for most of our clients.

2. Be capable of preparing a complete set of year end financial statements for the auditor to test. Currently, almost all of our clients have us prepare the financial statement document. This includes drafting the individual fund statements, making conversion entries, drafting the government-wide statements, and preparing footnote disclosures. Your staff would need to be capable of presenting the auditor with a set of complete financial statements in such a condition that the auditor is not able to identify any material changes as a result of the audit.

To accomplish such a high level of internal control over financial reporting is a difficult task for most governments. Many large organizations, such as SEC companies, have been required by law to prepare their own statements for years, and are staffed appropriately to do so. Most governments operate with only enough staff to process monthly transactions and reports, and so rely on us to prepare certain year end audit entries and handle the year end financial reporting. Under the new auditing standards, we must, therefore, inform you that these are material weaknesses in your internal control.

SECTION II – FINANCIAL STATEMENT FINDINGS (cont.)

2007-1 Material Weakness – Internal Control Over Financial Reporting (cont.)

Management's Response: In order to avoid a material weakness in internal control over financial reporting the city must be able to accomplish the following.

1. Present its books and records to the auditor in such a condition that the auditor is not able to identify **any** material journal entries as a result of their audit procedures.

Through their own admission, our auditors indicate that meeting this requirement will be extremely rare for most of their clients. The city will make every effort to comply with this audit requirement given our current staff resources.

2. The city must be capable of preparing a complete set of year-end financial statements for the auditor to test.

Again, through their own admission almost all of the clients the auditors work with have them prepare their annual financial statements. To meet this requirement we would need to present to the auditors a complete set of financial statements in such a condition that the auditor would not be able to detect **any** material changes as a result of the audit. For efficiency, cost effectiveness and convenience the city has always required as part of its audit engagement, that the auditor prepare its annual financial statements. Given our current staffing complement, it will be extremely difficult for the city to comply with this requirement without the addition of staff within the finance department.

2007-2 Material Weakness – Internal Control Improvements

We performed your current year audit following a lot of new requirements. We asked for a large amount of information about your accounting process and controls. We then performed a number of new audit procedures and inquiries including evaluating the effectiveness of those controls over various transaction cycles. As a result of this new additional work we did, we are able to provide to you information about where your controls over transactions either do not exist, or could be improved.

Below is a list of potential controls that should be in place to achieve a higher level of reliability that errors or irregularities in your processes would be discovered by your staff. Our procedures identified that these controls do not currently exist for the City of Beloit. Keep in mind that some of these controls may not be practical due to your staff size or other reasons. However, we are required to communicate these to you. In addition, as you make changes within your organization, and we continue to rotate audit procedures, more controls of this kind will likely be communicated to you.

CONTROLS OVER ACCOUNTS PAYABLE/DISBURSEMENTS

1. There should be an appropriate system for review and approval of vendors.

Management's Response: The City of Beloit will be implementing procedures to address the review and approval of vendors.

SECTION II – FINANCIAL STATEMENT FINDINGS (cont.)

2007-2 Material Weakness – Internal Control Improvements (cont.)

CONTROLS OVER ACCOUNTS PAYABLE/DISBURSEMENTS (cont.)

2. Access to check printing and processing should be limited and monitored.

Management's Response: With limited staff resources, it is difficult to implement any further process that limits access to check printing and still maintain a level of service regarding backup of critical functions.

3. There should be a process to review, record, and approve retainages and encumbrances at year end.

Management's Response: The process will continue to review the contract at year-end with the Engineering Division. Journal entries will be approved by a staff member other than the initiator.

CONTROLS OVER PAYROLL

1. The calculation for year-end accrued payroll should be reviewed and approved by an appropriate supervisor.

Management's Response: A supervisor will approve the allocation created by the payroll system for the appropriate percentage designated for each year. A test sample will be reviewed to ensure that the percentage is calculating correctly.

CONTROLS OVER PROPERTY TAXES

1. There should be adequate review and approval of the journal entries to record batch collections into the general ledger.

Management's Response: The Director of Accounting will approve the journal entries for the batch collections.

CONTROLS OVER INFORMATION TECHNOLOGY

1. System and application passwords should be required to be changed, generally every 60 to 90 days.

Management's Response: The Information Technology Division will review the current policy and recommend changes as needed.

2. There should be a formal process in place for setting up new employees in the system, changing settings for existing employees, and eliminating access for terminated employees.

SECTION II – FINANCIAL STATEMENT FINDINGS (cont.)

2007-2 Material Weakness – Internal Control Improvements (cont.)

CONTROLS OVER INFORMATION TECHNOLOGY (cont.)

Management's Response: The Information Technology Division will work with the City's Human Resources Division to create a formal process for setting up new employees as well as eliminating system access for employees that is part of the termination process.

3. Access rights and application logs should be reviewed periodically and monitored by an appropriate person.

Management's Response: The Information Technology Division will create a process for reviewing end-users access rights and application logs that either meets or exceeds industry's best practice standards.

4. Physical access to the server should be restricted to only employees with a need to access the server.

Management's Response: The Information Technology Division will review the list of employees that have access to the City's Network Operations Center. We will establish a new list that will contain only those employees that need physical access to the City's servers and those employees that are in charge of physical safety of City assets.

CONTROLS OVER FINANCIAL REPORTING

1. Accounts receivable and related allowance accounts should be monitored to identify any growth trends, which may be an indication that a portion of the balance is uncollectible. Uncollectible accounts should be written off periodically.

Management's Response: The City of Beloit will review the receivables and allowances that are currently on the financial records, and implement a procedure to review on a periodic basis.

2. Consider revising the process for recording activity related to land held for resale. This process should ensure that all parcels are accounted for on a timely basis.

Management's Response: The City of Beloit will review the process currently used to record activity related to land sales, and will initiate a process to ensure that all parcels are accounted for.

CITY OF BELOIT

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2007

SECTION III – FEDERAL AND STATE – FINDINGS AND QUESTIONED COSTS

No findings were reported.

SECTION IV – OTHER ISSUES

1.	Does the auditor's report or the notes to the financial statements include disclosure with regard to substantial doubt as to the auditee's ability to continue as a going concern?	____	Yes	X No
2.	Does the audit report show audit issues (i.e., material non-compliance, non-material non-compliance, questioned costs, material weakness, significant deficiencies, management letter comment, excess revenue or excess reserve) related to grants/contracts with funding agencies that require audits to be in accordance with the *State Single Audit Guidelines*:			
	Department of Natural Resources	____	Yes	X No
	Department of Transportation	____	Yes	X No
	Department of Health and Family Services	____	Yes	X No
	Department of Administration	____	Yes	X No
3.	Was a Management Letter or other document conveying audit comments issued as a result of this audit?	X	Yes	____ No
4.	Name and signature of partner	Thomas A. Scheidegger, CPA, Partner		
5.	Date of report	June 25, 2008		