Michigan Department of Treasury
496 (02/06)

Auditing Procedures Report

Issued under P.A. 2 of 1968, as amended and P.A. 71 of 1919, as amended.

Local Unit of Government Type	Local Unit Name	County
☐County ☒City ☐Twp ☐Village ☐Other	City of Wixom	Oakland

Fiscal Year End	Opinion Date	Date Audit Report Submitted to State
June 30, 2006	October 11, 2006	December 15, 2006

We affirm that:

We are certified public accountants licensed to practice in Michigan.

We further affirm the following material, "no" responses have been disclosed in the financial statements, including the notes, or in the Management Letter (report of comments and recommendations).

	YES	NO	**Check each applicable box below**. (See instructions for further detail.)
1.	☒	☐	All required component units/funds/agencies of the local unit are included in the financial statements and/or disclosed in the reporting entity notes to the financial statements as necessary.
2.	☒	☐	There are no accumulated deficits in one or more of this unit's unreserved fund balances/unrestricted net assets (P.A. 275 of 1980) or the local unit has not exceeded its budget for expenditures.
3.	☒	☐	The local unit is in compliance with the Uniform Chart of Accounts issued by the Department of Treasury.
4.	☒	☐	The local unit has adopted a budget for all required funds.
5.	☒	☐	A public hearing on the budget was held in accordance with State statute.
6.	☐	☐	The local unit has not violated the Municipal Finance Act, an order issued under the Emergency Municipal Loan Act, or other guidance as issued by the Local Audit and Finance Division.
7.	☒	☐	The local unit has not been delinquent in distributing tax revenues that were collected for another taxing unit.
8.	☒	☐	The local unit only holds deposits/investments that comply with statutory requirements.
9.	☒	☐	The local unit has no illegal or unauthorized expenditures that came to our attention as defined in the *Bulletin for Audits of Local Units of Government in Michigan,* as revised (see Appendix H of Bulletin).
10.	☒	☐	There are no indications of defalcation, fraud or embezzlement, which came to our attention during the course of our audit that have not been previously communicated to the Local Audit and Finance Division (LAFD). If there is such activity that has not been communicated, please submit a separate report under separate cover.
11.	☒	☐	The local unit is free of repeated comments from previous years.
12.	☒	☐	The audit opinion is UNQUALIFIED.
13.	☒	☐	The local unit has complied with GASB 34 or GASB 34 as modified by MCGAA Statement #7 and other generally accepted accounting principles (GAAP).
14.	☒	☐	The board or council approves all invoices prior to payment as required by charter or statute.
15.	☒	☐	To our knowledge, bank reconciliations that were reviewed were performed timely.

If a local unit of government (authorities and commissions included) is operating within the boundaries of the audited entity and is not included in this or any other audit report, nor do they obtain a stand-alone audit, please enclose the name(s), address(es), and a description(s) of the authority and/or commission.

I, the undersigned, certify that this statement is complete and accurate in all respects.

We have enclosed the following:	Enclosed	Not Required (enter a brief justification)
Financial Statements	☒	
The letter of Comments and Recommendations	☒	
Other (Describe)	☐	

Certified Public Accountant (Firm Name)	Telephone Number
Plante & Moran, PLLC	810-767-5350

Street Address	City	State	Zip
111 E. Court St, Suite 1A	Flint	MI	48502

Authorizing CPA Signature	Printed Name	License Number
Joseph C. Heffernan	Joseph C. Heffernan	1101012480

City of WIXOM

A CROSSROADS COMMUNITY WITH CHARACTER

FOUNDED 1871

State of Michigan
Comprehensive Annual Financial Report
For
Fiscal Year June 30, 2006

Comprehensive Annual Financial Report of the City of Wixom, Michigan

for the fiscal year ending June 30, 2006

City of Wixom Officials

City Council

Mayor
Michael McDonald

James Cutright
Nancy Dingeldey

Ronald Nordstrom, Jr.
Kevin Hinkley

Lori Rich
Richard Ziegler

City Administration

City Manager
J. Michael Dornan

City Clerk
Linda Kirby

Finance Director/Treasurer
Kevin Brady

City Attorney
Thomas Connelly, Esq.

City of Wixom
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Wixom, Michigan 48393-2567
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City of Wixom, Michigan

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City of Wixom, Michigan

October 31, 2006

To the Honorable Mayor and City Council
City of Wixom
Wixom, Michigan 48393

With this letter, we transmit the City of Wixom's Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2006. This report has been prepared pursuant to, and in compliance with State statutes, which require the City to publish within six months of the close of each fiscal year a complete set of financial statements in compliance with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards.

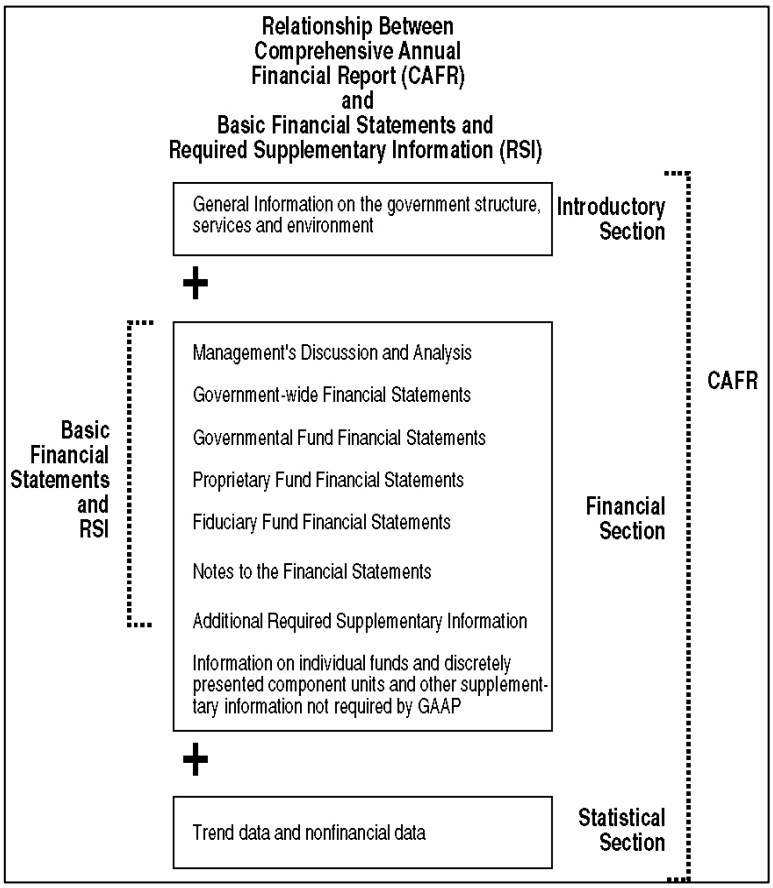
The financial statements have been prepared by the City's Finance Department for the purpose of disclosing the City's financial condition to its residents, elected officials, and other interested parties. Management assumes full responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures. To the best of our knowledge and belief, the financial information is accurate in all material respects and is presented in a manner designed to present fairly the financial position of the City.

The Comprehensive Annual Financial Report is presented in three sections:

Introductory Section - The introductory section includes this letter of transmittal, the City's organizational chart, a list of principal officials, and a fund organizational chart.

Financial Section - The financial section includes the independent auditor's report on the basic financial statements, management's discussion and analysis, basic financial statements, and combining and individual fund statements and schedules for the City's nonmajor and fiduciary funds.

Statistical Section - The statistical section includes selected financial and demographic data depicting the City's historical trends and other significant information.



The City of Wixom's financial statements have been audited by Plante & Moran, PLLC. The purpose of an independent audit is

to provide reasonable assurance that the financial statements are free of material misstatement. The independent audit involves examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The audit concluded that there was a reasonable basis for rendering an unqualified opinion that the City of Wixom's financial statements for the year ended June 30, 2006 are fairly presented in conformity with GAAP. Plante & Moran's report is presented as the first component of the financial section of this report.

All local units of government within the state of Michigan must comply with the Uniform Budgeting and Accounting Act, PA 2 of 1968, as amended, which requires an annual audit of the financial records and transactions of the City by independent certified public accountants. The primary purpose of the auditing requirements of this act is to maintain the confidence of all interested parties in the integrity of the recordkeeping and financial reporting of local units of government. The independent audit of the City's financial statements did not require a "single audit" due to not meeting the $500,000 grant threshold as federally mandated. The single audit is designed to meet specific requirements of federal grantor agencies. These requirements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the City's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards.

This letter is designed to introduce the financial report and provide information that would be useful in assessing the City's financial condition (particularly information about future resources and obligations). In addition, the financial statements include a narrative introduction, overview, and analysis in the form of a management's discussion and analysis (MD&A), which should be read in conjunction with this letter.

City Location and Character

The City of Wixom, incorporated in 1958, is strategically located in the southwestern portion of vibrant Oakland County, encompasses an area of approximately 9 square miles, and is approximately 30 miles northwest of downtown Detroit. Wixom is considered an excellent community in which to live and work. A dynamic, growing community, the City provides residents with a quality lifestyle including beautiful residential neighborhoods, excellent schools, and all the social and cultural opportunities that come with a thriving community. Wixom is well-connected to highway, rail, and air transportation routes offering outstanding accessibility.

The City operates under the City Council-Manager form of government. Policy-making and legislative authority are vested in City Council, which is presided over by the Mayor, who is elected for a two-year term. The six other Council members are elected for four-year overlapping terms. The City Council is responsible, among other things, for passing ordinances, adopting the budget, and appointing advisory board and Council members. The City Manager is responsible for carrying out the policies and ordinances of the City Council and for overseeing the day-to-day operations of the City. The City Council appoints the City Manager and City Clerk, who reports, as do all other department heads, to the City Manager.

Throughout its history, Wixom has enjoyed a high level of citizen involvement, which has contributed to the high quality of life in the community. Residents are elected or appointed to serve on a variety of Councils, committees, and boards. Residents and officials alike volunteer their time and talent to support various projects to benefit the community.

The City provides a wide range of municipal services, including police and fire protection; the construction and maintenance of roads and other infrastructure; recreational activities and cultural events; community planning, zoning, and code enforcement; refuse collection, water receiving, and sewer disposal services. In addition to general government activities, the activities of the Library, the Downtown Development Authority, and the Local Development Finance Authority are reported as a separate component unit of the City. Component units are legally separate entities for which the primary government is financially accountable.

Factors Affecting Financial Condition

The information presented in the financial statements is best understood when it is considered from the broader perspective of the environment in which the City operates

Local Economy - The largest single revenue source is property taxes. A single taxpayer, the Ford Motor Company, officially announced on January 23, 2006 the closing of its plant. The plant is reported to begin closure during the second quarter of 2006, with operations wrapping up by 2008. The company's revenue represents approximately 10% of the City's property tax base (Tax Year 2006), and 17% of the City's water revenue and 26% of the City's sewer disposal revenue production. Despite this development, the City's local economy remains strong as a result of sustained residential, industrial and commercial development experienced over the past 10 years. Historically this revenue source has grown and is expected to remain stable into the foreseeable future. The diverse tax mix of residential, manufacturing, office, service, technology and retail-recreational centers reduces Wixom's impact of adverse economic cycles and provides a stable environment for new investment. The City also continues to have a strong, diversified tax base. A total of 42% of the tax roll is residential (37%) and apartments (5%). The remaining 58% is nonresidential, composed of 7% commercial, 31% industrial and 20% personal property. The City is approximately 80 percent developed.

The region, which includes the City of Wixom and the surrounding area of Oakland County, has 14.3% of all people employed in Michigan (2003). More than 784,000 people work in Oakland County's 44,512 business establishments and government agencies with 35% of Global Fortune 500 companies having business locations in Oakland County. The City continues to attract businesses of national and international importance. With the Village Center Area construction beginning in June 2004, it is estimated that the taxable value for new construction will be approximately $153,000,000 over a five year period and $330,900,000 over a 25 year period.

The City Charter allows a property tax rate of up to 8 mills, which is then reduced by the Headlee Amendment to 7.5429 mills. During the 2005-2006 fiscal year, the City levied 6.8469 of its authorized mills. Under applicable state statutes, the City is also authorized to levy up to one additional mill for libraries. The City levied .865 of this authorized mill for operations of the library during the 2005-2006 fiscal year.

Accounting and Budgetary Control - The City's comprehensive internal controls framework has been designed to protect the City's assets from loss, theft, or misuse, and to compile sufficient reliable information for the preparation of financial statements in conformity with GAAP. Internal accounting controls are designed to provide reasonable, but not absolute, assurance that the financial statements will be free from material misstatement.

The annual budget serves as the primary financial management tool for the City. From November to March, the City Manager and department heads develop and review departmental and activity budgets. At the budget review sessions in April and May, the City Council gives feedback and communicates its priorities and the direction in which it wishes to proceed. The City Manager, also in a public forum in May, presents the proposed budget in line-item detail to the City Council for review and approval. The Council is required to hold public hearings on the proposed budget and to adopt a final budget, by charter, on the fourth Tuesday in May.

The City of Wixom's budget is a plan that represents the City Council's commitment to provide cost-effective, efficient, and quality services to its residents. The annual budget is adopted in accordance with legal requirements governed by the City's Charter and the Uniform Budgeting Act, State of Michigan, P.A. 621 of 1978. Activities of the General Fund and Special Revenue Funds are included in the annual appropriated budget. The General Fund and Special Revenue Funds are under formal budgetary control. Financial plans for the Debt Service Funds, Enterprise Funds, Capital Project Funds and Component Units are submitted to City Council for review and approval. The City adopts its budget by function and category, which is the level of classification detail at which, by law, expenditures cannot exceed appropriations. Budget transfers between budgetary categories, functions or from fund balance are periodically approved by the City Council. Department heads with City Manager approval may make transfers of appropriations annually within a department up to an aggregate of $20,000.Unexpended appropriations lapse at year end, while open purchase orders and contract encumbrances are immediately reappropriated to the subsequent fiscal year. Overall for the year, the total General Fund revenue exceeded total expenditures by $ 570,009.

Long-term Financial Planning – Over the past several years, the State has experienced economic difficulties. Approximately 11.57% of the City's total revenues come from sales tax that is collected by the State and shared with local units of government. Because of reductions in statewide collections of income tax and single business tax, the State government has retained a higher portion of the sales tax in order to balance its own budget. This has resulted in a decrease in state-shared revenue in the current year, and further reductions are expected for the near future. Over the last six years the City's State Shared revenue has decreased from $1,372,133 (10/31/2001) to $1,115,069 (10/31/2006) or 19% reduction. While the constitutional portion of State Shared revenue has increased slightly over the last 6 years ($75,195 or 5.08%), the statutory portion of State Shared revenue has decreased significantly over the same time period (-$307,063 or -60%). Currently, the State projects revenue sharing total for the City will be $1,115,069 for 10/31/2007 with the statutory portion at $179,210 and the constitutional portion at $935,859.

Along with efforts to ensure a future growth in tax revenue, the City has developed a five year Financial Forecast/Action Plan for the City's General Fund and Capital Improvements Program to identify its long-term financial and capital needs and ability to fund programs and services.

The Action Plan highlights include the following goals for the next five years.

1. Fund Balance will remain at 15%.
2. The City will try to keep the overall City millage rate the same over the next five year period.
3. The Headlee buffer will not be used unless it is absolutely necessary. The Headlee buffer can generate approximately $626,000 in property taxes.
4. Each year any excess of actual over budget which causes the fund balance to exceed 15% at the close of the audit will be transferred to the Budget Stabilization Fund. At the close of Fiscal Year 6/30/2006, it is estimated that $731,000 will be transferred to the Budget Stabilization Fund.
5. Changes in revenue will be implemented as soon as possible. These areas include examination of user charges and fees for building permits and fees, rental charges for the cultural center, Parks & Recreation fees and charges, and user fees and charges for other services.
6. Reduction in capital improvements will be instituted before operational reductions where appropriate.
7. Budget amendments will be limited except if revenues are available to support increase in budget.
8. As of July 1, 2006, new hires for non-union will be provided Defined Contribution Retirement Plan (ICMA), rather than the MERS Defined Benefit Plan.
9. As of July 1, 2006, new hires for non-union will be provided an annual Defined Contribution Health Savings amount of $1,300, rather than the 90%/10% Defined Benefit Health Plan for Retirees.
10. The City has instituted a Health Arrangement Plan to lower health insurance premiums.
11. As of July 1, 2006, new hires for non-union employees will be provided HMO rather than PPO health insurance plans unless the employees pays for the additional cost for the PPO plan.
12. The City is examining with other communities privatizing or sharing services with different departmental functions such as Public Safety.
13. The City has reduced its workforce from 65-59 since FY2004 when it was necessary and available.
14. Over the next five years from FY2007 though FY2011, the City has identified over $5.1 million in capital needs with funding sources in place to meet those needs.

From an operational perspective, while the City enjoys a diverse, growing economy, as well as a growing property tax base, factors exist that may constrain the City's fiscal health. The increase in property tax revenue continues to be constrained by the Headlee Amendment (which reduces the maximum authorized millage rate when property is transferred and increases in value) and the provisions of Proposal A (which limits increases in taxable values to 5 percent or the rate of inflation, whichever is less). Taken together, these fiscal factors create a trend of ever-tightening budgets under which the City must operate.

Finally, along with constrained resources, the City faces increasing financial challenges with escalating costs of employee benefits, especially for medical, prescription drug insurance and postemployment benefits. The City has made significant changes in the fringe benefit costs as

indicated in its action plan. Greater revenue growth and/or cost containment measures have been implemented to help mitigate future stress on City finances.

Cash Management Policies and Practices - Temporarily idle cash from the City's various funds is invested in pooled cash and investment accounts. Tax collections and water and sewer utility collections are automatically sent to a lockbox which sweeps the collections into investment accounts to provide better internal control and return on investments. The City complies with Public Act 20 of 1943 and Public Act 367 of the State of Michigan in its cash management procedures. Investment maturities are timed to meet the City's general liquidity needs. Investment instruments generally consisted of U.S. Treasury bills and notes, certificates of deposit, and state-approved pooled investment funds. Utilizing banking research information provided by the City's Financial Adviser, the City reviews each banking institution's financial status to assess the level of risk of each institution.

Risk Management - The City is a member of the Michigan Municipal Risk Management Authority (MMRMA), which is a risk sharing management insurance program for general and auto liability, auto physical damage, and property loss claims. The City is a member of the Michigan Municipal League Worker's Compensation Fund, which is a self-insured program for local governments and provides workers' disability compensation benefits to injured employees. This fund was authorized and approved under PA 317 of 1969, Section 611(2) of the Workers' Disability Compensation Act which allowed municipalities to pool their liabilities. Additional information on the City of Wixom's risk-management activity can be found in Note 9 of the notes to the financial statements.

Pension and Other Postemployment Benefits - - The City participates in the Michigan Municipal Employees' Retirement System (MMERS), an agent multiple-employer defined benefit pension plan that covers substantially all full-time employees of the City. The MMERS provides retirement, disability, and death benefits to plan members and their beneficiaries. Required contributions are determined as a part of an annual actuarial valuation. As of December 31, 2005, the ratio of present assets to actuarial accrued liabilities was 64%. As of July 1, 2007 new non-union employees will be offered a Defined Contribution Plan using IMCA-RC. The City of Wixom also provides postretirement health care benefits for certain retirees and their dependents. As of the end of the current fiscal year, there were 5 retired employees receiving these benefits. Additional information pertaining to the City's pension and postemployment benefits can be found in Notes 10 and 12 of the notes to the financial statements.

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting for the City of Wixom for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2005. This was the second year that the City has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized CAFR, which satisfies both GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We hope that this current CAFR continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine our eligibility for another certificate.

City of Wixom, Michigan

The preparation of this report was made possible by the dedicated service of the entire staff of the Finance Department. Special thanks to the Plante & Moran, PLLC, the City's auditors, which made substantial contributions to the review of this document. Each of these individuals has our sincere appreciation for the contributions made in the preparation of this report, as well as all additional individuals who assisted in this effort. Appreciation is also expressed to the City Council for their consistent leadership and support throughout the year in matters pertaining to the financial affairs of the City.

Respectfully submitted,

J. Michael Dornan
City Manager

Kevin Brady
Finance Director

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Wixom
Michigan

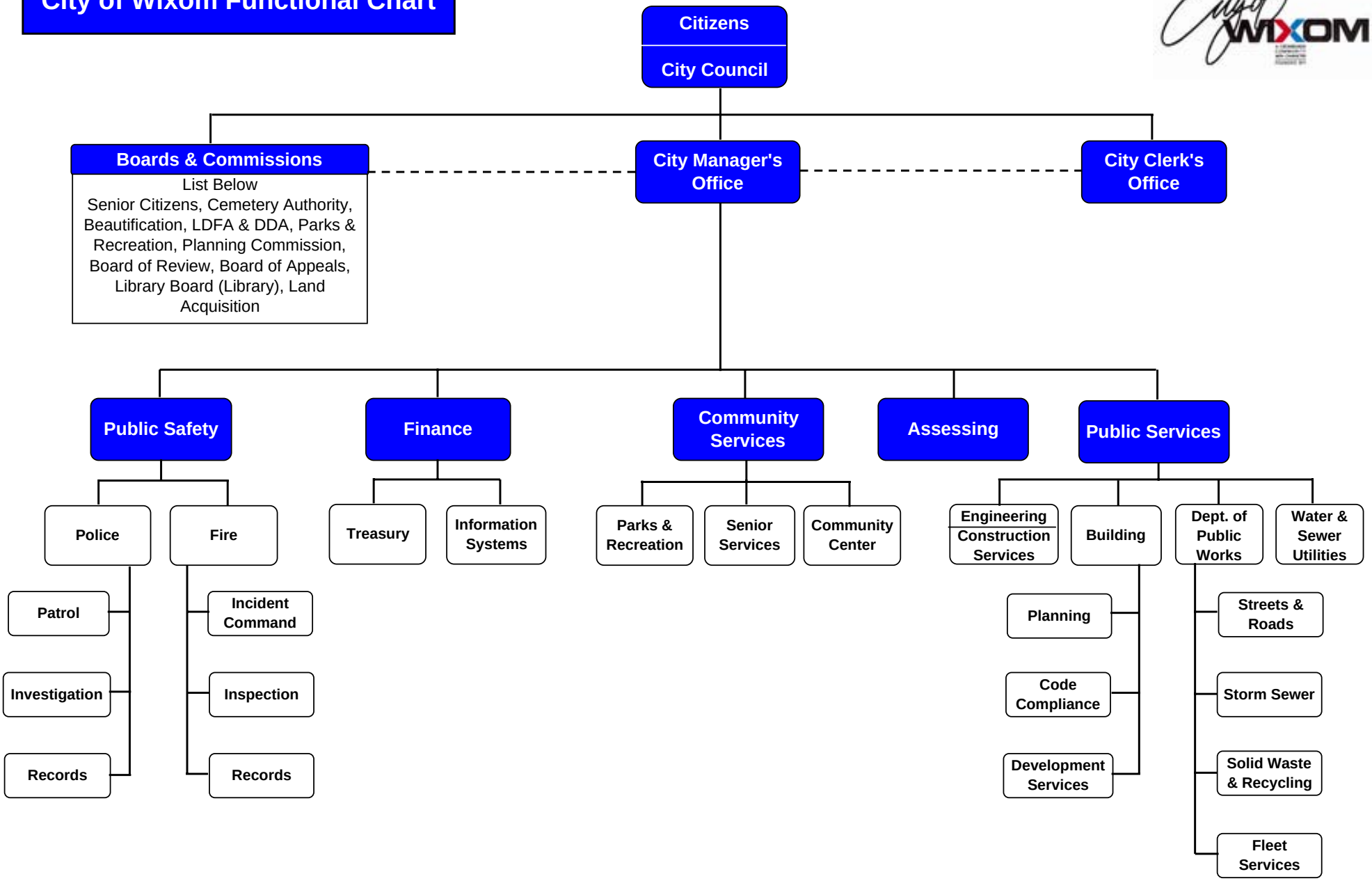
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2005

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

President

Executive Director

City of Wixom Functional Chart



List of Principal Officials
June 30, 2006

Title	Name
City Manager	J. Michael Dornan
Assistant City Manager	Tony Nowicki
Assessor	John Sailer
City Clerk	Linda Kirby
Deputy City Clerk	Anna Rottermond
Director of Public Works	Michael Howell
Building Official	John Lipchik
Finance Director/Treasurer	Kevin Brady
Deputy Treasurer	Marilyn Stamper
Community Services Director	Deanna MaGee
Public Safety Director	Clarence Goodlein
Fire Captain	Jeffrey Roberts
Library Director	Lisa Hoenig

Fund Organizational Chart
June 30, 2006

City of Wixom, Michigan
Fund Organization Chart

Governmental Funds	
General Fund	**Special Revenue Funds:**
Debt Service Funds:	Community Development Block Grant Fund
Civic Center Debt	Capital Improvement Fund
Major Road Debt	Capital Planning Fund
Special Assessment	Major Road Act 51 Fund
DPW & Fire Construction Debt	Local Road Act 51 Fund
DDA/VCA Development Debt	Land Acquisition Fund
Capital Projects:	Local Road Capital Fund
Major Road Capital Program Fund	Safety Bike Path Fund
DPW & Fire Building Fund	Forfeiture Fund
DDA/VCA Development Project	Retiree Insurance Fund
	Solid Waste Collection Fund
	Cemetery Fund
	Special Agency
Proprietary Funds - Enterprise Funds	
Water Enterprise Fund	Sewer Enterprise Fund
Fiduciary Funds	
Trust & Agency	
Component Units	
Library	Downtown Development Authority
Local Development Finance Authority	

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Independent Auditor's Report

To the City Council
City of Wixom, Michigan

We have audited the accompanying financial statements of the governmental activities, the business type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Wixom as of and for the year ended June 30, 2006, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City of Wixom's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Wixom as of June 30, 2006 and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

A member of
mri
A worldwide association of independent accounting firms

To the City Council
City of Wixom, Michigan

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Wixom's basic financial statements. The management's discussion and analysis and the budgetary comparison schedules, as identified in the table of contents, are not a required part of the basic financial statements but are supplemental information required by the Governmental Accounting Standards Board. The introductory section, other supplemental information, statistical section, community profile, city maps, and annual disclosure document, as identified in the table of contents, are presented for the purpose of additional analysis and are not a required part of the basic financial statements. The budgetary comparison schedules, combining balance sheets, and combining statements of revenue, expenditures, and changes in fund balance have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. We have applied certain limited procedures to the management's discussion and analysis, which consisted principally of inquiries of management, regarding the methods of measurement and presentation of the required supplemental information. However, we did not audit the information and express no opinion on it. The introductory section, statistical section, community profile, city maps, and annual disclosure document have not been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, accordingly, we express no opinion on them.

As discussed in Note 17, during the year ended June 30, 2006, the City changed its method of accounting for special agency activities (primarily site plan and engineering reviews, inspections, and temporary certificates of occupancy). In prior years, these activities were accounted for in an Agency Fund type, and, therefore, not included as revenues and expenses in the statement of activities.

Plante & Moran, PLLC

October 11, 2006

Management's Discussion and Analysis

As management of the City of Wixom, Michigan, we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2006. We encourage readers to consider the information presented here in conjunction with the City's financial statements.

Financial Highlights

As discussed in further detail in this discussion and analysis, the following represents the most significant financial highlights for the year June 30, 2006:

- For governmental activities (General Fund and other funds), the current assets of the City exceed its current liabilities at the close of June 30, 2006 by $11,957,448, which may be used to meet the governmental ongoing obligations to citizens and creditors.
- For business-type activities (Water and Sewer Utility Systems), the current assets of the City exceed its current liabilities at the close of June 30, 2006 by $9,914,370, which may be used to meet the governmental ongoing obligations to citizens and creditors.
- Including the change in accounting of $1,458,427, total net assets related to the City's governmental activities increased by $3,808,870, while the net assets related to the City's business-type activities increased by $1,363,979.
- At the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of $10,462,857, an increase of $261,257 which includes the change in accounting of $1,458,427. The increase in fund balance is primarily due to the transfer of a Special Agency fund balance from a Trust and Agency Fund to a Special Revenue Fund, receipt of bond proceeds to be used to develop the Village Center Area, the excess of revenues over expenditures in various funds, offset by major capital projects especially in the Village Center Area.
- The City's total debt during the fiscal year increased from $31,932,973 to $32,244,297, an increase of $311,324, which represents the difference between new issues of $2,830,000, and payments of outstanding debt of $2,518,676.

Using this Annual Report

This annual report consists of a series of financial statements: (1) management's discussion and analysis (this section), (2) government-wide financial statements, (3) fund financial statements, (4) notes to the financial statements, (5) required supplemental information, and (6) other supplemental information. The government-wide financial statements include the statement of net assets and the statement of activities, which provide information about the activities of the City of Wixom as a whole and present a longer-term view of the City of Wixom finances. This longer-term view uses the accrual basis of accounting so that it can measure the cost of providing services during the current year, and whether the taxpayers have funded the full cost of providing government services. Both statements are used to indicate and monitor the overall financial health of the City.

Management's Discussion and Analysis (Continued)

The fund financial statements present a short-term view; they tell us how the taxpayers' resources were spent during the year, as well as how much is available for future spending. Fund financial statements also report the City of Wixom's operations in more detail than the government-wide financial statements, by providing information about the City of Wixom's most significant funds. Some of these funds are mandated by federal and State law and bond covenants. The City Council establishes other funds to control and manage funds for particular purposes or to show it complies with legal requirements.

The fiduciary fund statements provide financial information about activities for which the City of Wixom acts solely as a trustee or agent for the benefit of those outside of the government. These assets are restricted in purpose and do not represent discretionary assets of the City, and so these assets are not included in the governmental-wide financial statements.

The notes to the financial statements are provided to give the reader additional information that is important to a full understanding and disclosure of the financial data provided for the government-wide and fund financial statements.

The additional required and other supplementary information follows the basic financial statements that further explains and supports the information in the financial statements including budgetary comparison schedules and information for the General Fund and other major funds and schedules of non-major funds in fund financial statement format.

The City of Wixom as a Whole

As noted before, the City's combined net assets increased by approximately 5.94 percent from a year ago, increasing from $87,056,783 to $92,229,632. A review of the governmental activities, separately from the business-type activities, shows an increase of $3,808,870 in net assets which included a change in accounting for $1,458,427 and current year change in net assets of $2,350,443. This increase was a result of reasons shown below along with diligence in the area of expenditure control, disciplined budgeting practices, and continued growth/additions in property values within the City.

Category	Net Change
Increase in net investment in capital assets	4,701,627
Increase in reserves for street and highway programs	431,896
Capital Projects expenditures for Village Center Area/other Projects	(3,357,058)
Increase in reserves for retiree benefits	425,443
Decrease in special agency reserves	(123,157)
Other purpose	3,423
Change in debt service funds and deferred revenue for SAD	(77,988)
Change in unrestricted net assets	346,257
Net Change to Net Assets-Statement of Activities	**2,350,443**
Change in accounting - Special agency	1,458,427
Net Change to Net Assets	**3,808,870**

Management's Discussion and Analysis (Continued)

The business-type activities experienced a $1,363,979 increase in net assets as well. This was primarily due to an overall increase in investment returns, contributions of water and sewer lines by developers of $1,144,229, and an increase in the overall combined water and sewer rate of the City while overall operating expenses increased especially in the wholesale cost of water from Detroit. The following table shows, in a condensed format, the net assets as of the current date and compared to the prior year:

	Governmental Activities		Business-type Activities		Total	
	2006	2005	2006	2005	2006	2005
Assets:						
Current assets	$ 16,173,978	$ 13,014,345	$ 12,088,785	$ 11,583,403	$ 28,262,763	$ 24,597,748
Capital Assets	43,150,651	40,334,536	56,203,550	56,456,224	99,354,201	96,790,760
Noncurrent assets	-	-	1,143,419	1,196,187	1,143,419	1,196,187
Total assets	59,324,629	53,348,881	69,435,754	69,235,814	128,760,383	122,584,695
Liabilities:						
Current liabilities	4,216,529	3,622,848	2,174,415	2,098,003	6,390,944	$ 5,720,851
Long-term liabilities	16,039,899	14,466,702	14,099,908	15,340,359	30,139,807	29,807,061
Total liabilities	20,256,428	18,089,550	16,274,323	17,438,362	36,530,751	35,527,912
Net assets:						
Invested in capital assets - Net of related debt	29,466,163	24,764,536	41,189,253	40,213,251	70,655,416	64,977,787
Restricted	5,653,914	6,892,928	1,143,419	1,196,187	6,797,333	8,089,115
Unrestricted (deficit)	3,948,124	3,601,867	10,828,759	10,388,014	14,776,883	13,989,881
Total net assets	**$ 39,068,201**	**$ 35,259,331**	**$ 53,161,431**	**$ 51,797,452**	**$ 92,229,632**	**$ 87,056,783**

The largest portion of the City's net assets (77 percent) represents its investment in capital assets (i.e., land, buildings, vehicles, equipment, water and sewer utility systems, and road infrastructure); less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; therefore, these assets are not available for future spending. Although the City's investments in its capital assets are reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Net assets of $6,797,333 represent resources that are subject to external restriction on how they may be used due to bond covenants or other legal restrictions. The remaining unrestricted assets of $14,776,883 may be used to meet the government's ongoing obligations to citizens and creditors.

Management's Discussion and Analysis (Continued)

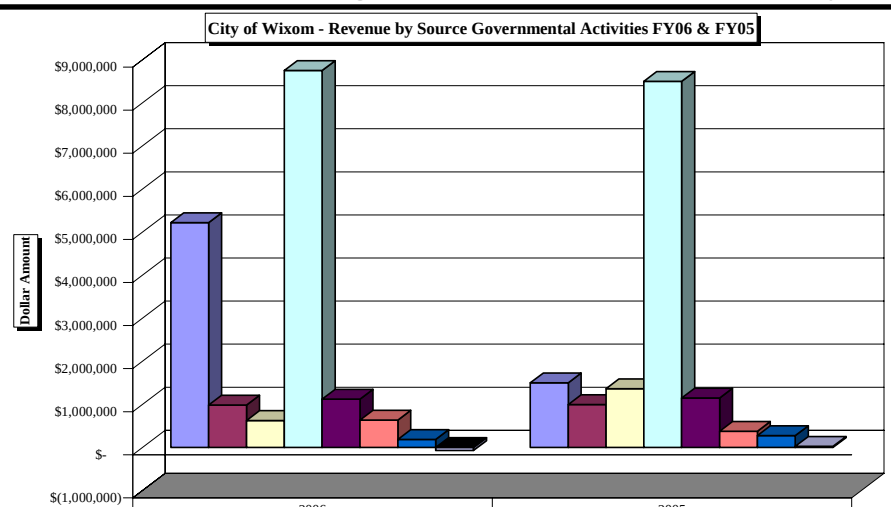
At the end of the current fiscal year, the City can report positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate governmental and business-type activities.

	Governmental Activities		Business-type Activities		Total	
	2006	2005	2006	2005	2006	2005
Revenue						
Program revenue:						
Charges for services	$ 5,216,300	$ 1,500,391	$ 3,655,813	$ 3,000,156	$ 8,872,113	$ 4,500,547
Operating grants and contributions	981,848	995,400	-	180,201	981,848	1,175,601
Capital grants and contributions	624,660	1,363,243	1,144,229	1,096,784	1,768,889	2,460,027
General revenue:					-	-
Property taxes	8,747,222	8,499,148	1,211,827	1,234,376	9,959,049	9,733,524
State-shared revenue	1,121,576	1,143,954	-	-	1,121,576	1,143,954
Unrestricted investment earnings	631,714	375,349	443,895	242,192	1,075,609	617,541
Miscellaneous	181,879	272,228	-	-	181,879	272,228
Sale of fixed assets	(70,895)	21,706	-	-	(70,895)	21,706
Total revenue	17,434,304	14,171,419	6,455,764	5,753,709	23,890,068	19,925,128
Program Expenses						
General government	2,538,344	2,921,913	-	-	2,538,344	2,921,913
Public safety	3,777,247	3,814,070	-	-	3,777,247	3,814,070
Public works	6,880,440	3,583,028	-	-	6,880,440	3,583,028
Health and welfare	452,484	434,511	-	-	452,484	434,511
Community and economic development	-	-	-	-	-	-
Recreation and culture	689,549	686,579	-	-	689,549	686,579
Interest on long-term debt	745,797	557,732	490,040	536,574	1,235,837	1,094,306
Water and sewer	-	-	4,601,745	4,234,849	4,601,745	4,234,849
Total program expenses	15,083,861	11,997,833	5,091,785	4,771,423	20,175,646	16,769,256
Change in Net Assets	**$ 2,350,443**	**$ 2,173,586**	**$ 1,363,979**	**$ 982,286**	**$ 3,714,422**	**$ 3,155,872**

Governmental Activities

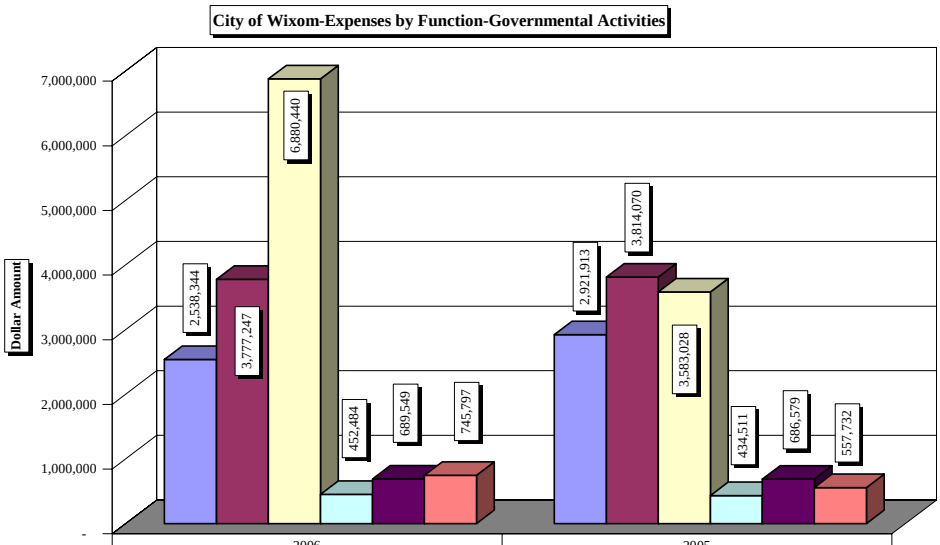
The City of Wixom's total governmental revenues increased by $3,262,886 (23 percent increase), which was primarily due to an increase in recognition of deferred revenue on special assessment, an increase in investment income, an increase in charges for services, and an increase in property taxes. The effects of a slow down in the state and national economies could still be felt along with the State of Michigan budget problems. The City bonded for improvements to the Tribute Drain for $2,830,000 during the current year which improves the Village Center area. The Tribute Drain will be owned and maintained by Oakland County. Capital grants and contributions decreased since project costs were lower for the Wixom Bypass project in the current year. This project is being funded by the Local Development Finance Authority (LDFA). The contribution needed from the LDFA in FY2006 was $407,632 lower than in FY2005.

Management's Discussion and Analysis (Continued)



	2006	2005
Charges	$5,216,300	$1,500,391
Operating Grants/Contrib	981,848	995,400
Capital Grants/Contrib	624,660	1,363,243
Property Taxes	8,747,222	8,499,148
State-Shared Revenue	1,121,576	1,143,954
Investment Earnings	631,714	375,349
Miscellaneous	181,879	272,228
Sale of Fixed Assets	(70,895)	21,706

Charges, Operating Grants/Contrib, Capital Grants/Contrib, Property Taxes, State-Shared Revenue, Investment Earnings, Miscellaneous, Sale of Fixed Assets



	2006	2005
General Gov	2,538,344	2,921,913
Public Safety	3,777,247	3,814,070
Public Works	6,880,440	3,583,028
Health and welfare	452,484	434,511
Recreation and Culture	689,549	686,579
Interest on long-term debt	745,797	557,732

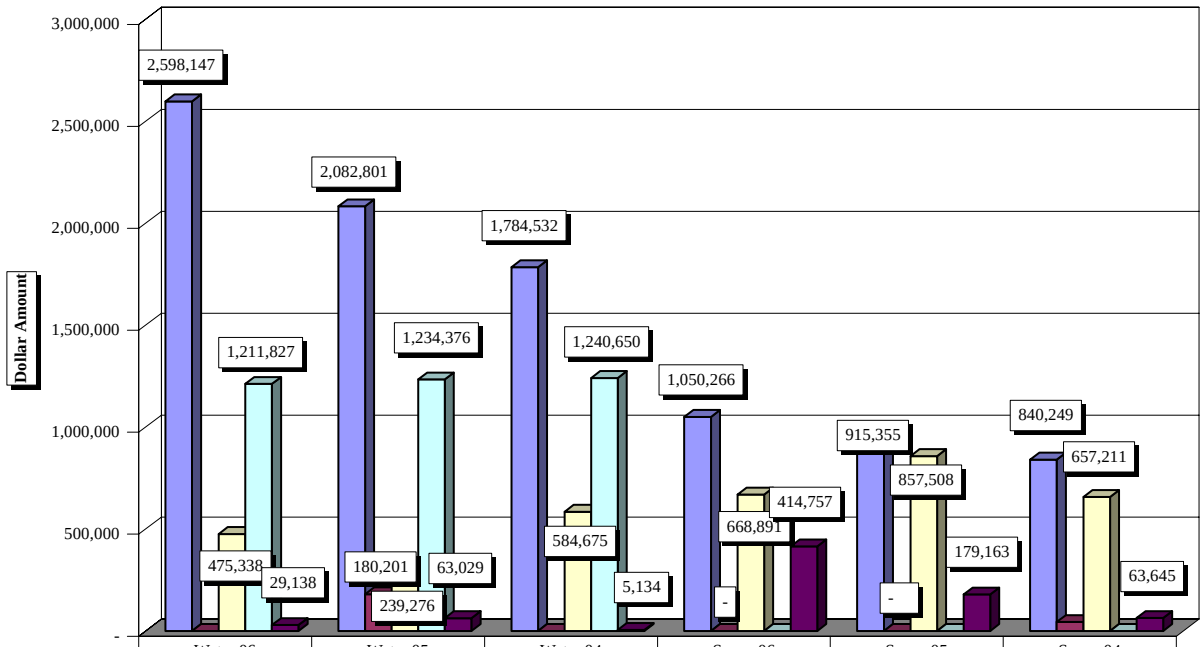
General Gov, Public Safety, Public Works, Health and welfare, Recreation and Culture, Interest on long-term debt

Management's Discussion and Analysis (Continued)

Business-type Activities

The City of Wixom's business-type activities consist of the Water and Sewer Fund. The City provides its residents water, which it purchases from the City of Detroit Water System. Approximately 66% of the City's water rate is related to the City of Detroit's wholesale charge for water service. The capital contribution for lines from developers increased by $653,905 during fiscal year 2006. The City provides sewage treatment through a City owned and operated sewage treatment plant. The increase in service revenue was due primarily to an increase in business usage of the sewer utility.

City of Wixom-Water and Sewer Revenue Comparison FY04, FY05, & FY06

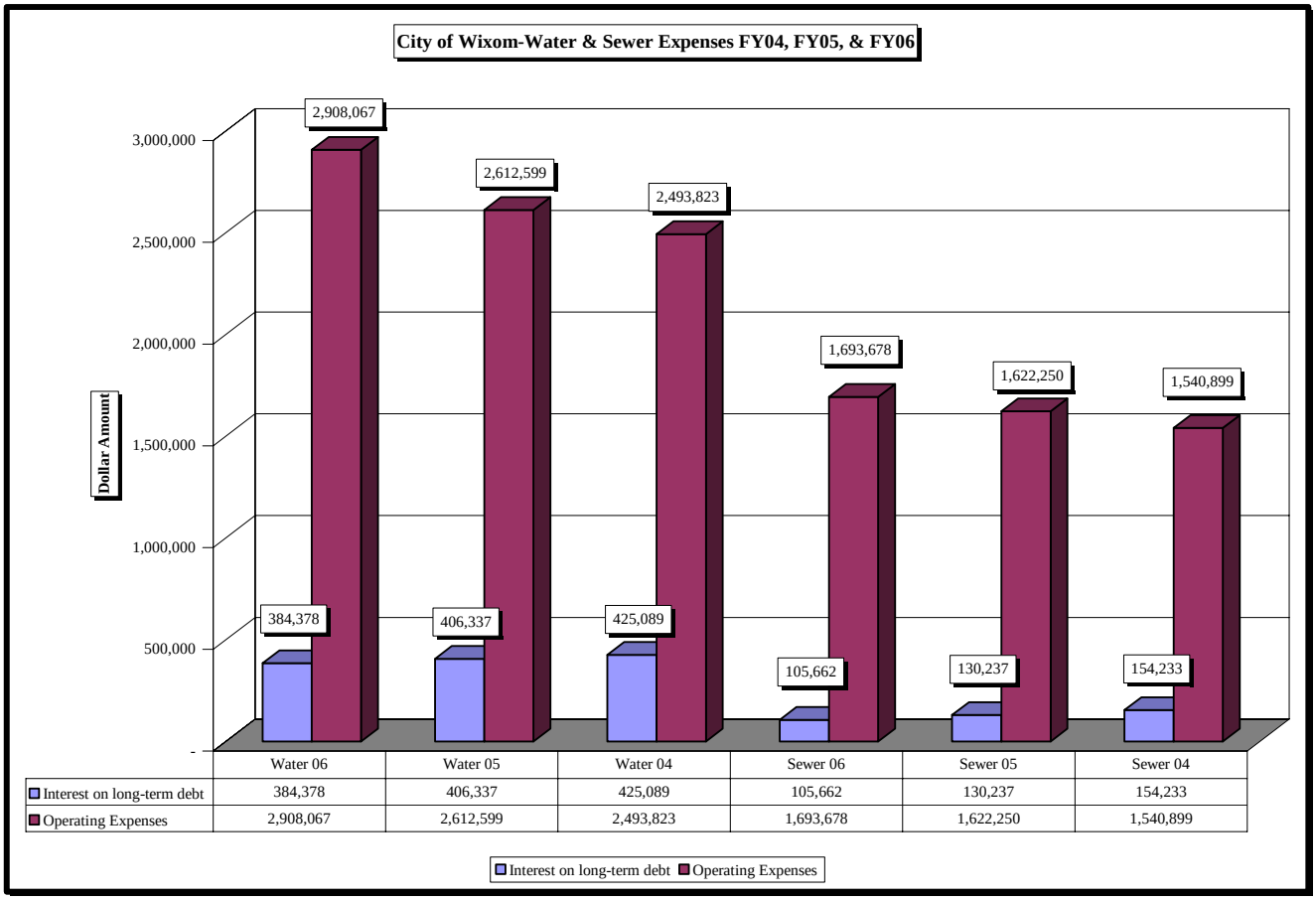


	Water 06	Water 05	Water 04	Sewer 06	Sewer 05	Sewer 04
Charges For Service	2,598,147	2,082,801	1,784,532	1,050,266	915,355	840,249
Operating Grants/Contib	-	180,201	-	-	-	43,757
Capital Grants/Contrib	475,338	239,276	584,675	668,891	857,508	657,211
Property Taxes	1,211,827	1,234,376	1,240,650	-	-	-
Investment Earnings	29,138	63,029	5,134	414,757	179,163	63,645

Charges For Service ■ Operating Grants/Contib ■ Capital Grants/Contrib ■ Property Taxes ■ Investment Earnings

Management's Discussion and Analysis (Continued)

The City of Wixom's Water Fund operating expenses increased by $295,468 from fiscal year 2005 due to a rate increase in the Detroit water wholesale charges and increases in general and administrative expenses. The Wixom Sewer Fund operating expenses increased by $71,428 from fiscal year 2005 which was due to additional televising and cleaning costs and administrative expenses.



	Water 06	Water 05	Water 04	Sewer 06	Sewer 05	Sewer 04
Interest on long-term debt	384,378	406,337	425,089	105,662	130,237	154,233
Operating Expenses	2,908,067	2,612,599	2,493,823	1,693,678	1,622,250	1,540,899

The City of Wixom's Funds

Our analysis of the City of Wixom's major funds begins on page 16, following the government-wide financial statements. The fund financial statements provide detail information about the most significant funds, not the City as a whole. The City Council creates funds to help manage money for specific purposes as well as to show accountability for certain activities, such as State of Michigan Act 51 major and local road revenue sharing, accounting for drug forfeiture revenue and expenditures, capital projects, and voted debt retirement funds. The City of Wixom's major funds for 2005 include the General Fund, the Major Road Act 51 Fund, the Local Road Act 51 Fund, the Major Road Capital Program Fund, the Local Road Capital Program Fund, the Special Assessment Fund, and the DDA/VCA Development Project Fund.

The General Fund pays for most of the City of Wixom's governmental services. The most significant expenditures are public safety (police and fire), which incurred costs of $3,777,247, or 25 percent of total governmental funds, and for public works, which incurred expenses of $6,880,440, or 46 percent of total governmental funds in fiscal year 2006. A major part of the public works expenditures related to the development of the Village Center Area and the Tribute Drain Improvements in the VCA. The public works services are supported by the Major Street Capital Program Fund, the Local Road Capital Fund, the Safety Bike Path Fund, and the General Fund. The general operating millage levied by the City supports not only these functions, but other major operating costs such as funding general government administration, recreation and cultural programs, and other activities. The general operating millage does not support other costs such as water and sewer, and General Obligation Bond issues supported by millage or fees.

General Fund Budgetary Highlights

Over the course of the year, the City of Wixom amended the budget to take into account unanticipated events during the year. The most significant of these events during fiscal year 2006, related to a capital project fund increase for the DDA/VCA development project including the Tribute Drain project, to adjust the major and local road programs and major and local Act 51 budgets at year end to estimated actual costs, and to adjust interest income to the revised estimate of revenue for the year end. The differences between the original budget and the final amended budget for revenues and expenditures were a 1% percent increase in revenues of $79,515, and 1.5% percent increase in expenditures of $150,201. The most significant of these events during fiscal year 2006 related to expenditures were the increases in funding needed for public works and building inspection costs while expenditures in general operating declined.

The differences between the final amended budget and the actual amounts were significant in the expenditure area. Revenues received were 3.5 percent higher than budgeted ($393,224), while expenditures were 6.1 percent less than budgeted ($607,888). Consequently, the General Fund continues to maintain a fund balance of $2,193,825, which will help the City to maintain its current level of services. According to the Financial Action Plan approximately $713,000 will be transferred to the Budget Stabilization Fund in FY 2007.

Capital Assets and Debt Administration

Capital Assets

The City's investment in capital assets for its governmental and business-type activities as of June 30, 2006 amounts to $99,354,201; net of accumulated depreciation. Investment in Capital assets net of related debt in governmental activities show net capital assets at $29,466,163 and business-type activities show net capital assets at $41,189,253. This investment includes a wide range of capital assets, including local and major streets, bike paths, and sidewalk infrastructure. This is the fourth year the City is reporting its infrastructure assets in accordance with GASB Statement No. 34. The City changed the useful life of its road infrastructure as shown in the table below in FY2004 to agree with the State of Michigan guidelines. This reduced the depreciation computation of these assets by $1,334,198 in FY2004.

Road Infrastructure - Changes in Useful Life of Assets		
Category	Previous Useful Life	New Useful Life
Local Roads	Asphalt 15 Yrs, Concrete 20 Yrs	Asphalt 20 Yrs, Concrete 30 Yrs
Major Roads	Asphalt 15 Yrs, Concrete 20 Yrs	Asphalt 20 Yrs, Concrete 30 Yrs
Sidewalks	25 Years	30 Years
Bikepaths	25 Years	30 Years

This year's major capital improvements included the following:

- Continued construction of the City's DDA/VCA development project costing $3,357,727 and improvements to the Tribute Drain costing $2,403,209.

- Vehicle purchases included (1) a dump truck replacement that was acquired for the Wixom DPW department, which cost $98,931, (2) the purchase of new police vehicles for $132,315, (3) replacement of DPW utility vehicles and tractor equipment for $69,389, and (4) replacement and improvements to fire gear and equipment for $114,520.

- Road improvements included (1) major road capital improvements of $780,192 for South Wixom (2) other various major road projects of $177,607, and (3) local road maintenance capital improvements of $176,448.

- Parks and recreation improvements amounted to $50,558, which included improvements to one of the City's historical properties, the Gibson House, and improvements to various City parks.

For more detail on Capital Assets please see Note 5 of the Notes to the Financial Statements.

Long-term Debt

At the end of the fiscal year, the City had total long-term bonds outstanding of $32,154,297. Of this amount, $17,140,000 comprises debt for governmental activities while $15,014,297 comprises debt for business-type activities. This debt is reported as a liability in the governmental activities and business-type activities in the statement of net assets.

State statutes limit the amount of the general obligation debt a governmental entity may issue to 10 percent of its total assessed valuation. The current debt limitation for the City is $103,113,434, which is significantly in excess of the City's outstanding general obligation debt. The City has an A+ rating for general obligation unlimited and limited tax bonds from Standards & Poor's. Moody's rated the City's general obligation unlimited tax bonds at A1 and the general obligation limited tax bonds at A2. For more detail on Capital Assets please see Note 7 of the Notes to the Financial Statements.

Economic Factors and Next Year's Budgets and Rates

The largest single revenue source is property taxes. A single taxpayer, the Ford Motor Company, officially announced on January 23, 2006 the closing of its plant. The plant is reported to begin closure during the second quarter of 2006, with operations wrapping up by 2008. The company's revenue represents approximately 10% of the City's property tax base (Tax Year 2006), and 17% of the City's water revenue and 26% of the City's sewer disposal revenue production. Despite this development, the City's local economy remains strong as a result of sustained residential, industrial and commercial development experienced over the past 10 years.

The General Fund fiscal year 2007 budget for next year calls for a decrease in overall expenditures to $9,751,202 compared to the amended budget for fiscal year 2006 of overall expenditures of $9,889,409. This is an approximate 1 percent decrease or $138,207 in total General Fund budgeted expenditures over the previous year. This decrease is principally due to a decrease in departmental budgets of the Building, Legal Assistance, General Operating and Police for $266,270 and an increase in interfund transfers of $62,880 and DPW $50,817. Accordingly, the revenues exceeded expenditures by $8,022 which provides for a balanced budget for fiscal year 2007. During the 2006-2007 fiscal year, administration will continue to monitor revenues and expenditures and attempt to expend less than authorized by the budget.

Description	Amended Budget 2005-06	Proposed 2006-07	Difference	Percent Change
Legislative	20,596	20,596	-	0.00%
City Manager	444,516	440,131	(4,385)	-0.99%
Assessor	202,977	200,433	(2,544)	-1.25%
Building	627,776	575,130	(52,646)	-8.39%
Legal Counsel and Assistance	164,000	128,800	(35,200)	-21.46%
Clerks	240,139	238,895	(1,244)	-0.52%
Information Systems	138,141	140,800	2,659	1.92%
Financial Administration	413,176	410,916	(2,260)	-0.55%
General Operating	527,740	392,932	(134,808)	-25.54%
Building Maintenance	63,960	64,442	482	0.75%
Cultural Center	293,778	305,872	12,094	4.12%
Emergency Management	1,000	1,000	-	0.00%
Fire	767,393	766,167	(1,226)	-0.16%
Police	3,067,951	3,024,335	(43,616)	-1.42%
DPW	1,483,572	1,534,389	50,817	3.43%
Board of Appeals	6,520	6,520	-	0.00%
Board of Review	1,303	1,200	(103)	-7.90%
Planning Committee	69,500	62,600	(6,900)	-9.93%
Senior Citizen Committee	37,800	37,800	-	0.00%
Community Service	394,570	412,363	17,793	4.51%
Beautification Committee	17,275	17,275	-	0.00%
Interfund Transfers	905,726	968,606	62,880	6.94%
EXPENDITURE TOTAL	**9,889,409**	**9,751,202**	**(138,207)**	**-1.40%**

Contacting the City of Wixom Management

This financial report is intended to provide our citizens, taxpayers, customers, and investors with a general overview of the City of Wixom's finances and to show the City of Wixom's accountability for the money it receives. If you have questions about this report or need additional information, we welcome you to contact the Clerk's office or the Finance Office, City of Wixom, 49045 Pontiac Trail, Wixom, Michigan 48393.

City of Wixom, Michigan

Statement of Net Assets
June 30, 2006

	Governmental Activities	Business-type Activities	Total	Component Units
Assets				
Cash and investments (Note 3)	10,756,130	$ 10,812,314	$ 21,568,444	$ 3,875,581
Receivables - Net (Note 4)	4,829,479	1,186,479	6,015,958	16,703
Internal balances	19,516	(19,516)	-	-
Other assets	568,853	-	568,853	-
Inventories	-	109,508	109,508	-
Restricted assets (Note 8)	-	1,143,419	1,143,419	-
Capital assets not being depreciated-Land (Note 5)	4,848,235	-	4,848,235	154,296
Capital assets - Net of accumulated depreciation (Note 5)	38,302,416	56,203,550	94,505,966	698,515
Total assets	**$ 59,324,629**	**$ 69,435,754**	**128,760,383**	**$ 4,745,095**
Liabilities				
Accounts payable	1,841,586	785,219	2,626,805	176,718
Accrued and other liabilities	134,955	105,520	240,475	9,138
Current liabilities payable with restricted assets	132,233	-	132,233	-
Deferred Revenue	486,549	-	486,549	-
Customer deposits	-	369,287	369,287	-
Compensated absences:				
Due within one year	301,206	-	301,206	13,031
Due in more than one year	219,899	-	219,899	5,796
Long-term debt (Note 7):				
Due within one year	1,320,000	1,283,676	2,603,676	150,000
Due in more than one year	15,820,000	13,730,621	29,550,621	44,000
Total liabilities	20,256,428	16,274,323	36,530,751	398,683
Net Assets				
Invested in capital assets - Net of related debt	29,466,163	41,189,253	70,655,416	808,811
Restricted (Note 13)				
Streets and highways	2,521,135		2,521,135	797,871
Capital projects	832,890		832,890	
Retiree benefits	425,443		425,443	
Special agency-development	1,335,270		1,335,270	
Police Forfeiture	3,423	369,572	372,995	
Debt service funds	535,753	773,847	1,309,600	195,548
Unrestricted	3,948,124	10,828,759	14,776,883	2,544,182
Total net assets	39,068,201	53,161,431	92,229,632	4,346,412
Total liabilities and fund balances	**$ 59,324,629**	**$ 69,435,754**	**$ 128,760,383**	**$ 4,745,095**

The Notes to Financial Statements are an Integral Part of This Statement

City of Wixom, Michigan

Statement of Activities
Year Ended June 30, 2006

		Program Revenues		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Functions/Programs				
Primary government:				
Governmental activities:				
General government	$ 2,538,344	$ 203,170	$ 212,522	$ 21,394
Public safety	3,777,247	97,045	50,486	108,794
Public works	6,880,440	4,246,625	718,840	494,472
Health and welfare	452,484	459,615	-	-
Recreation and culture	689,549	209,845	-	-
Interest on long term-debt	745,797	-	-	-
Total governmental activities	15,083,861	5,216,300	981,848	624,660
Business-type activities:				
Water	3,292,445	2,598,147	-	475,338
Sewer	1,799,340	1,057,666	-	668,891
Total business-type activities	5,091,785	3,655,813	-	1,144,229
Total primary government	$ 20,175,646	$ 8,872,113	$ 981,848	$ 1,768,889
Component units:				
Downtown Development Authority	$ 26,514	$ -	$ -	$ -
Local Development Finance Authority	388,980	-	-	-
Library	754,769	30,892	14,938	-
Total component units	$ 1,170,263	$ 30,892	$ 14,938	$ -

General revenues:
- Property taxes
- State-shared revenues (Unrestricted)
- Unrestricted investment earnings
- Miscellaneous

Gain/Loss on Sale of Capital Assets

Total general revenue and special item

Change in Net Assets

Net Assets - Beginning of year, as amended (Note 17)

Net Assets - End of year

The Notes to Financial Statements are an Integral Part of This Statement

Net (Expense) Revenue and Changes in Net Assets			
Primary Government			
Governmental Activities	Business-type Activities	Total	Component Units
$ (2,101,258)	$ -	$ (2,101,258)	$ -
(3,520,922)	-	(3,520,922)	-
(1,420,503)	-	(1,420,503)	-
7,131	-	7,131	-
(479,704)	-	(479,704)	-
(745,797)	-	(745,797)	-
(8,261,053)	-	(8,261,053)	-
-	(218,960)	(218,960)	-
-	(72,783)	(72,783)	-
-	(291,743)	(291,743)	-
$ (8,261,053)	$ (291,743)	$ (8,552,796)	$ -
$ -	$ -	$ -	$ (26,514)
-	-	-	(388,980)
-	-	-	(708,939)
$ -	$ -	$ -	$ (1,124,433)
8,747,222	1,211,827	9,959,049	1,502,090
1,121,576	-	1,121,576	-
631,714	443,895	1,075,609	142,019
181,879	-	181,879	4,709
(70,895)	-	(70,895)	-
10,611,496	1,655,722	12,267,218	1,648,818
2,350,443	1,363,979	3,714,422	524,385
36,717,758	51,797,452	88,515,210	3,822,027
$ 39,068,201	$ 53,161,431	$ 92,229,632	$ 4,346,412

City of Wixom, Michigan

Governmental Funds
Balance Sheet
June 30, 2006

	General	Major Road Act 51	Local Road Act 51	Local Road Capital Program
Assets				
Cash and investments	$ 3,827,341	$ -	$ -	$ 1,687,501
Receivables - Net	335,605	83,661	35,164	21,748
Due from governmental units	153,385	-	-	-
Other assets	142,062	-	-	-
Due from other funds	567,548	-	-	-
Total assets	**$ 5,025,941**	**$ 83,661**	**$ 35,164**	**$ 1,709,249**
Liabilities				
Accounts payable	$ 910,064	$ -	$ -	$ 167,765
Accrued and other liabilities	124,255	-	-	-
Deferred Revenue	-	-	-	-
Due to other funds	1,797,797	83,661	35,164	20,726
Total liabilities	2,832,116	83,661	35,164	188,491
Fund balances - Unreserved, reported in				
General Fund	2,193,825	-	-	-
Special Revenue Funds	-	-	-	1,520,758
Debt Service Funds	-	-	-	-
Capital Projects Funds	-	-	-	-
Total fund balances	2,193,825	-	-	1,520,758
Total liabilities and fund balances	**$ 5,025,941**	**$ 83,661**	**$ 35,164**	**$ 1,709,249**

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

Capital assets used in governmental activities are not financial resources and are not reported in the funds

Revenue reported in the statement of activities that does not provide current financial resources and is not reported as revenue in the governmental funds (GASB #33)

Accrued liabilities and other liabilities reported in the statement of activities and are not reported as expenditures in the governmental funds

Deferred Revenue not reported as revenue in the governmental funds

Long-term liabilities are not due and payable in the current period and are not reported in the funds

Net assets of governmental activities

The Notes to Financial Statements are an Integral Part of This Statement

Major Road Capital Program	Special Assessment	DDA/VCA Development Project	Other Nonmajor Governmental Funds	Total Governmental Funds
$ 912,759	$ 191,719	$ 543,285	$ 3,593,526	$ 10,756,131
-	3,228,850	370,417	81,619	4,157,064
-	-	-	-	153,385
-	-	426,790	-	568,852
130,098	-	-	1,408,236	2,105,882
$ 1,042,857	**$ 3,420,569**	**$ 1,340,492**	**$ 5,083,381**	**$ 17,741,314**
$ 44,208	$ -	$ 536,143	$ 183,407	$ 1,841,587
-	-	-	-	124,255
-	3,226,250	-	-	3,226,250
-	-	-	149,017	2,086,365
44,208	3,226,250	536,143	332,424	7,278,457
-	-	-	-	2,193,825
-	-	-	4,383,524	5,904,282
-	194,319	-	367,433	561,752
998,649	-	804,349	-	1,802,998
998,649	194,319	804,349	4,750,957	10,462,857
$ 1,042,857	**$ 3,420,569**	**$ 1,340,492**	**$ 5,083,381**	

43,150,651
519,030
(142,933)
2,739,701
(17,661,105)
$ 39,068,201

City of Wixom, Michigan

Governmental Funds

Statement of Revenue, Expenditures, and changes in Fund Balances

Year Ended June 30, 2006

	General	Major Road Act 51	Local Road Act 51	Local Road Capital
Revenues				
Property taxes	$ 6,360,463	-	-	$ 974,896
Solid waste collection	-	-	-	-
Federal grants	-	-	-	-
State revenue	1,121,392	505,808	213,032	-
County grants	-	-	-	-
LDFA contributions	-	-	-	-
Charges for services	467,177	-	-	-
Fines and forfeits	56,622	-	-	-
Licenses and Permits	537,887	-	-	-
Rental income	92,768	-	-	-
Donations	500	-	-	-
Interest	290,870	-	-	58,381
Other revenue	205,012	-	-	-
	9,132,691	505,808	213,032	1,033,277
Expenditures				
Current:				
Legislative	17,774	-	-	-
City Manager	423,459	-	-	-
Assessor	198,297	-	-	-
Legal assistance	119,342	-	-	-
Clerk	211,653	-	-	-
Information systems	132,918	-	-	-
Financial administration	390,741	-	-	-
General operating	497,824	-	-	-
City building maintenance	49,218	-	-	-
Boards and commissions	118,762	-	-	-
Cultural center	270,102	-	-	-
Community services/recreation	364,476	-	-	-
Department of Public Service	-	-	-	-
Fire Department	762,574	-	-	-
Police department	2,798,165	-	-	-
Building department	598,136	-	-	-
Solid waste	-	-	-	-
Public works	703,196	390,760	328,398	-
Educational	-	-	-	-
Other capital improvements	-	957,800	176,448	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
	7,656,637	1,348,560	504,846	-
Excess of Revenues Over (Under) Expenditures	1,476,054	(842,752)	(291,814)	1,033,277
Other Financing Sources (Uses)				
Transfers in	-	957,800	291,814	-
Transfers out	(906,045)	(115,048)	-	(339,907)
Issuance of debt	-	-	-	-
Total Other Financing Sources (Uses)	(906,045)	842,752	291,814	(339,907)
Net Change in Fund Balances	570,009	-	-	693,370
Fund Balances - Beginning of Year, as amended (Note 17)	1,623,816	-	-	827,388
Fund Balances - End of Year	**$ 2,193,825**	**-**	**-**	**$ 1,520,758**

The Notes to Financial Statements are an Integral Part of This Statement

Major Road Capital Program	Special Assessment	DDA/VCA Development Project	Other Nonmajor Governemental Funds	Total Governmental Funds
-	-	-	$ 1,394,296	$ 8,729,655
-	-	-	456,753	456,753
-	-	-	22,279	22,279
399,946	-	-	108,794	2,348,972
-	-	-	-	-
380,246	-	-	-	380,246
-	319,012	-	-	786,189
-	-	-	-	56,622
-	-	-	540,208	1,078,095
-	-	-	-	92,768
50,000	-	-	239,047	289,547
36,666	4,452	72,675	168,671	631,715
-	-	-	64,983	269,995
866,858	323,464	72,675	2,995,031	15,142,836
-	-	-	-	17,774
-	-	-	-	423,459
-	-	-	-	198,297
-	-	-	-	119,342
-	-	-	4,636	216,289
-	-	-	-	132,918
-	-	-	5,000	395,741
-	-	-	101,200	599,024
-	-	-	-	49,218
-	-	-	-	118,762
-	-	-	17,786	287,888
-	-	-	50,558	415,034
-	-	-	-	-
-	-	-	177,882	940,456
-	-	-	216,503	3,014,668
-	-	-	657,312	1,255,448
-	-	-	452,484	452,484
-	-	5,760,936	192,919	7,376,209
-	-	-	21,394	21,394
-	-	-	-	1,134,248
			-	
-	75,000	-	1,185,000	1,260,000
-	54,145	-	687,208	741,353
-	129,145	5,760,936	3,769,882	19,170,006
866,858	194,319	(5,688,261)	(774,851)	(4,027,170)
-	-	-	1,396,517	2,646,131
(794,340)	-	-	(490,791)	(2,646,131)
-	-	2,830,000	-	2,830,000
(794,340)	-	2,830,000	905,726	2,830,000
72,518	194,319	(2,858,261)	130,875	(1,197,170)
926,131	-	3,662,610	4,620,082	11,660,027
$ 998,649	**$ 194,319**	**$ 804,349**	**$ 4,750,957**	**$ 10,462,857**

City of Wixom, Michigan

Governmental Funds
Reconciliation of the Statement of Revenue, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities
Year Ended June 30, 2006

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

Net Change in Fund Balances - Total Governmental Funds	**$ (1,197,170)**
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures; in the statement of activities, these costs are allocated over their estimated useful lives as depreciation. This is the amount by which capital outlays exceeded depreciation in the current period.	2,908,250
Revenue reported in the statement of activities that does not provide current financial resources and is not reported as revenue in the governmental funds (GASB No. 33)	2,383,601
Accrued interest payable is recorded when due in governmental funds	(4,444)
Repayment of bond principal is an expenditure in the governmental funds, but not in the statement of activities (where it reduces long-term debt)	1,260,000
Gain/Loss on Capital Assets	(92,134)
Issuance of Debt	(2,830,000)
Increase in accumulated employee sick and vacation pay, as well as estimated general liability claims, are recorded when earned in the statement of activities	(77,660)
Change in Net Assets of Governmental Activities	**$ 2,350,443**

The Notes to Financial Statements are an Integral Part of This Statement

City of Wixom, Michigan

Proprietary Funds
Statement of Net Assets
June 30, 2006

	Enterprise Fund		
	Water	Sewer	Total
Assets			
Current assets:			
Cash and cash equivalents	$ 485,903	$ 10,326,411	$ 10,812,314
Receivable - Net	852,916	333,563	1,186,479
Due from other funds	259,463	-	259,463
Inventories	18,499	91,009	109,508
Total current assets	1,616,781	10,750,983	12,367,764
Noncurrent assets:			
Restricted assets	358,115	785,304	1,143,419
Capital assets	35,977,479	20,226,071	56,203,550
Total noncurrent assets	36,335,594	21,011,375	57,346,969
Total assets	37,952,375	31,762,358	69,714,733
Liabilities			
Current liabilities:			
Accounts payable	477,897	307,322	785,219
Accrued interest payable	94,288	11,232	105,520
Due to other funds	-	278,979	278,979
Current portion of long-term debt	848,676	435,000	1,283,676
Total current liabilities	1,420,861	1,032,533	2,453,394
Noncurrent liabilities:			
Customer's deposit	-	369,287	369,287
Long-term debt - Net of current portion	13,110,621	620,000	13,730,621
Total noncurrent liabilities	13,110,621	989,287	14,099,908
Total liabilities	14,531,482	2,021,820	16,553,302
Net Assets			
Investment in capital assets - Net of related debt	22,018,182	19,171,071	41,189,253
Restricted	358,115	785,304	1,143,419
Unrestricted	1,044,596	9,784,163	10,828,759
Total net assets	**$ 23,420,893**	**$ 29,740,538**	**$ 53,161,431**
		-	

The Notes to Financial Statements are an Integral Part of This Statement

City of Wixom, Michigan

Proprietary Funds
Statement of Revenues, Expenses and Changes in Net Assets
Year Ended June 30, 2006

	Enterprise Fund		
	Water	Sewer	Total
Operating Revenues			
Water sales	$ 2,598,147	$ -	$ 2,598,147
Sewage disposal	-	1,050,266	1,050,266
Other miscellaneous charges	-	7,400	7,400
Total operating revenues	2,598,147	1,057,666	3,655,813
Operating Expenses			
Cost of water	2,092,075	-	2,092,075
Cost of sewage disposal	-	804,442	804,442
General and administrative	205,224	216,277	421,501
Televising and cleaning	-	39,047	39,047
Depreciation	610,768	633,912	1,244,680
Total operating expenses	2,908,067	1,693,678	4,601,745
Operating Loss	(309,920)	(636,012)	(945,932)
Nonoperating Revenue (Expense)			
Property taxes	1,211,827	-	1,211,827
County and other grants	-	-	-
Interest income	29,138	414,757	443,895
Interest expense	(384,378)	(105,662)	(490,040)
Total nonoperating revenue (expense)	856,587	309,095	1,165,682
Income (Loss) - Before contributions	546,667	(326,917)	219,750
Capital Contribution	(44,247)	534,571	490,324
Lines Donated by Developers	519,585	134,320	653,905
Total capital contributions	475,338	668,891	1,144,229
Change in Net Assets	1,022,005	341,974	1,363,979
Net Assets - Beginning of year	22,398,888	29,398,564	51,797,452
Net Assets - End of year	**$ 23,420,893**	**$ 29,740,538**	**$ 53,161,431**

The Notes to Financial Statements are an Integral Part of This Statement

City of Wixom, Michigan

Proprietary Funds
Statement of Cash Flows
Year Ended June 30, 2006

	Water	Sewer	Total
Cash Flows from Operating Activities			
Receipts from customers	$ 2,451,736	$ 1,033,538	$ 3,485,274
Payments to other suppliers	(1,825,884)	(280,689)	(2,106,573)
Payments to Earth Tech Operating System	(390,499)	(798,942)	(1,189,441)
Payments for inventory	9,273	11,470	20,743
Net cash provided by (used in) operating activities	244,626	(34,623)	210,003
Cash Flows from Noncapital Financing Activities- Internal activities			
Property taxes	1,211,827	-	1,211,827
Payments to other funds	178,473	3,009	181,482
Net cash used in noncapital financing activities	1,390,300	3,009	1,393,309
Cash Flows from Capital and Related Financing Activities			
Purchase of capital assets	(192,335)	(145,765)	(338,100)
Other deposits-Escrow holdings	-	13,225	13,225
Connection fees	(44,247)	534,571	490,324
Interest paid on long-term debt	(389,887)	(109,793)	(499,680)
Principal paid on long-term debt	(823,676)	(405,000)	(1,228,676)
Net cash used in capital and related financing activities	(1,450,145)	(112,762)	(1,562,907)
Cash Flows from Investing Activities - Interest received on investments	29,138	414,757	443,895
Net Decrease in Cash and Cash Equivalents	213,919	270,381	484,300
Cash and Cash Equivalents - Beginning of year	630,099	10,841,334	11,471,433
Cash and Cash Equivalents - End of year	**$ 844,018**	**$ 11,111,715**	**$ 11,955,733**
Balance Sheet Classification of Cash and Cash Equivalents			
Cash and investments	$ 485,903	$ 10,326,411	$ 10,812,314
Restricted investments (Note 3)	358,115	785,304	1,143,419
Total cash and cash equivalents	**$ 844,018**	**$ 11,111,715**	**$ 11,955,733**
Reconciliation of Operating Loss to Net Cash from Operating Activities			
Operating loss	$ (309,920)	$ (636,012)	$ (945,932)
Adjustments to reconcile operating loss to net cash from operating activities:			
Depreciation and amortization	610,768	633,912	1,244,680
Changes in assets and liabilities:			
Receivables	(146,411)	(24,128)	(170,539)
Accounts payable	80,916	(19,865)	61,051
Inventories	9,273	11,470	20,743
Net cash provided by (used in) operating activities	**$ 244,626**	**$ (34,623)**	**$ 210,003**

Noncash capital, financing and investing activities – During the year, developers donated $519,585 of water lines and $134,320 of sewer lines to the City.

The Notes to Financial Statements are an Integral Part of This Statement

City of Wixom, Michigan

Fiduciary Fund
Statement of Net Assets
June 30, 2006

		Agency Fund-Trust and Agency
Assets		
Cash and cash equivalents	$	901,500
Accounts Receivable		4,541
Due from other governmental units		5,414
Total Assets		911,455
Liabilities		
Deposits and other liabilities	$	907,041
Due to other governmental units		4,414
Total liabilites	**$**	**911,455**

The Notes to Financial Statements are an Integral Part of This Statement

City of Wixom, Michigan

Component Units
Statement of Net Assets
June 30, 2006

	Downtown Development Authority	Local Development Finance Authority	Library	Totals
Assets				
Cash and investments	$ 113,600	$ 3,605,752	$ 156,229	$ 3,875,581
Accounts receivable	76	-	16,627	16,703
Capital assets not being depreciated-Land (Note 5)	154,296			154,296
Capital assets - Net of accumulated depreciation (Note 5)	344,222	-	354,293	698,515
Total assets	612,194	3,605,752	527,149	4,745,095
Liabilities				
Accounts payable	22	137,233	39,463	176,718
Accrued and other liabilities	-	1,546	7,592	9,138
Compensated absences:				
Due within one year	-	-	13,031	13,031
Due in more than one year	-	-	5,796	5,796
Long-term debt				
Current portion of long-term debt	-	150,000	-	150,000
Long-term debt	44,000	-	-	44,000
Total liabilities	44,022	288,779	65,882	398,683
Net Assets				
Investment in capital assets - Net of related debt	454,518	-	354,293	808,811
Restricted				
Streets and Highways	-	797,871	-	797,871
Debt Service	44,000	151,548	-	195,548
Unrestricted	69,654	2,367,554	106,974	2,544,182
Total net assets	**$ 568,172**	**$ 3,316,973**	**$ 461,267**	**$ 4,346,412**

The Notes to Financial Statements are an Integral Part of This Statement

City of Wixom, Michigan

Component Units
Statement of Activities
Year Ended June 30, 2006

		Program Revenues		
	Expenses	Charges for Services	Operating Grants/ Contributions	Capital Grants and Contributions
Downtown Development Authority -				
Public works	$ 26,514	$ -	$ -	$ -
Local Development Finance Authority				
Public works	380,246	-	-	-
Debt service	8,734	-	-	-
Library - Educational, recreation, and culture	754,769	30,892	14,938	-
Total governmental activities	**$ 1,170,263**	**$ 30,892**	**$ 14,938**	**$ -**

General revenues:
Property taxes
Interest
Miscellaneous

Total general revenues

Change in Net Assets

Net Assets - Beginning of year

Net Assets - End of year

The Notes to Financial Statements are an Integral Part of This Statement

Net (Expense) Revenue and Changes in Net Assets

Downtown Development Authority	Local Development Finance Authority	Library	Total
$ (26,514)	$ -	$ -	$ (26,514)
-	(380,246)	-	(380,246)
-	(8,734)	-	(8,734)
-	-	(708,939)	(708,939)
(26,514)	(388,980)	(708,939)	(1,124,433)
11,766	745,019	745,305	1,502,090
4,228	123,852	13,939	142,019
-	-	4,709	4,709
15,994	868,871	763,953	1,648,818
(10,520)	479,891	55,014	524,385
578,692	2,837,082	406,253	3,822,027
$ 568,172	**$ 3,316,973**	**$ 461,267**	**$ 4,346,412**

Note 1 - Summary of Significant Accounting Policies

The accounting policies of the City of Wixom (the "City") conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The following is a summary of the significant accounting policies used by the City:

Reporting Entity

The City is governed by an elected seven-member council. The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Although blended component units are legal separate entities, in substance, they are part of the government's operations. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government (see discussion below for description).

Blended Component Units - The Building Authority is governed by a board that is appointed by the City Council. Although it is legally separate from the City, it is reported as if it were part of the primary government because its sole purpose is to finance and construct the City's public buildings.

Discretely Presented Component Units - The component unit columns in the government-wide financial statements include the financial data of the City's other component units. They are reported in separate columns to emphasize that they are legally separate from the City. The following component units are included in the reporting entity because the primary government is financially accountable and is able to impose its will on the organization. Financial statements are not issued separately for the component units for the DDA, Library or LDFA.

a. The Downtown Development Authority (DDA) was created to correct and prevent deterioration in the downtown district, encourage historical preservation, and to promote economic growth within the downtown district. The DDA's governing body, which consists of 11 individuals, is selected by the City Council. In addition, the DDA's budget is subject to approval by the City Council. The City Council approves the development plans and must approve all modifications to the plan. The City maintains all accounting records for the DDA, whose primary source of funding is from tax increment financing revenues.

Note 1 - Summary of Significant Accounting Policies (Continued)

b. The Local Development Finance Authority (LDFA) was created to provide financing for and administer the construction of improvements to roads and infrastructure within the City. The LDFA's governing body, which consists of 22 individuals, is selected by the City Council or appointed by other governmental agencies. In addition, the LDFA's budget is subject to approval by the City Council. The City maintains all accounting records for the LDFA, whose primary source of funding is from tax increment financing revenues.

c. The Library Board was created to oversee the operations of the City Library. The Library's governing body, which consists of five individuals, is selected by the City Council. In addition, the Library's budget is subject to approval by the City Council and the City maintains all accounting records for the Library. The Library is financed in part by contributions from the City's General Fund.

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the non-fiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

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

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

Note 1 - Summary of Significant Accounting Policies (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenue is recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Agency funds have no measurement focus on the government wide financial statements.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenue is recognized as soon as it is both measurable and available. Revenue is considered to be available if it is collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, expenditures relating to compensated absences, and claims and judgments are recorded only when payment is due.

Revenues are recognized in the accounting period in which they become susceptible to accrual - that is, when they become both measurable and available to finance expenditures of the fiscal period. Measurable means the amount of the transaction can be determined and available means collectible within the 60-day period.

On the governmental funds statements, major sources of revenue considered susceptible to accrual are State-shared revenues, community development block grants, federal and State grants, Act 51 revenues, and interest associated with the current fiscal period, and all are considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be available only when cash is received by the government.

The government reports the following major governmental funds:

General Fund - The General Fund is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Note 1 - Summary of Significant Accounting Policies (Continued)

Major Road Act 51 Fund - The Major Road Fund accounts for the repairs, maintenance, and construction of all the City's major streets. The revenues consist of State-shared gasoline and weight tax collections under provisions of Act 51 of 1951 as amended and contributions from the Major Road Capital Program Fund and Local Road Capital Fund.

Local Road Act 51 Fund - The Local Road Fund accounts for the repairs, maintenance, and construction of all the City's major streets. The revenues consist of State-shared gasoline and weight tax collections under provisions of Act 51 of 1951 as amended and contributions from the Local Road Capital Fund and the Safety Bike Path Fund.

Major Road Capital Fund - The Major Road Capital Fund accounts for the repairs and construction of the City's major streets and assists in the funding of the Major Road Fund. The revenues consist of Federal, State and County Grants, State-shared gasoline and weight tax collections, bond proceeds from bonds issued in 1996 and 1997, and investment earnings.

Local Road Capital Fund - The Local Road Capital Fund accounts for the repairs, maintenance, and construction of the City's local and major streets and assists in the funding of the Local Road Fund and Major Road Fund. The revenues consist of a special 15-year tax levy, federal, State and county grants, State-shared gasoline and weight tax collections, and investment earnings.

DDA/VCA Development Project Fund - The Village Center Area District is intended to allow for the development of a fully integrated, mixed use, pedestrian oriented Village Center Area (VCA). The intent of the VCA District is to minimize traffic congestion, infrastructure costs and environmental degradation. Provisions for the VCA District support traditional neighborhood design principles, which are historically based on urban development from the early colonial times to the 1940's. The DDA/VCA (Downtown Development Authority/Village Center Area) Development Project Fund was created to record the capital outlays in developing the VCA. The revenues consist of bond proceeds from bonds issued in 2005, and investment earnings.

Special Assessment Bond Fund -This fund was established to account for the payment of annual principal and interest on $2,830,000 of bonds for the construction and improvements for the Tribute Drain which is part of the DDA/VCA Development Project Fund. The Village Center Area District is intended to allow for the development of a fully integrated, mixed use, pedestrian oriented Village Center Area (VCA). These annual requirements are met from annual special assessments to specific property owners.

Note 1 - Summary of Significant Accounting Policies (Continued)

The government reports the following major proprietary funds:

Water Fund - The Water Fund accounts for the operation and maintenance of the water supply system, capital additions, and retirement of revenue bonds. Financing is provided by user charges and contributions by other funds.

Sewer Fund - The Sewer Fund accounts for the operation and maintenance of the sewage disposal system, capital additions and improvements, and retirement of revenue bonds. Financing is provided by user charges and contributions by other funds and municipalities.

Additionally, the government reports the following fund types:

Agency Fund - The Agency Fund, a fiduciary fund, accounts for the collection and payment to Oakland County, various school districts, and other taxing authorities of property taxes collected by the City on their behalf. This fund also accounts for assets held by the City as an agent for individuals, private organizations, or other governments. Fiduciary Funds are by nature custodial; therefore, operation results are not measured. Fiduciary funds are excluded from the government wide statements.

Private-sector standards of accounting issued prior to December 1, 1989 are generally followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with the standards of the Governmental Accounting Standards Board. The government has elected not to follow private-sector standards issued after November 30, 1989 for its business-type activities.

These financial statements which compile the individual component units can be obtained from the City's office at the following address:

City of Wixom
City Clerk
49045 Pontiac Trail
Wixom, Michigan 48393

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

Note 1 - Summary of Significant Accounting Policies (Continued)

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

Proprietary funds distinguish operating revenue and expenses from non-operating items. Operating revenue and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenue of our proprietary funds relate to charges to customers for sales and services. The Water and Sewer Fund also recognizes the portion of tap fees intended to recover current costs (e.g., labor and materials to hook up new customers) as operating revenue. The portion intended to recover the cost of the infrastructure is recognized as non-operating revenue. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenue and expenses not meeting this definition are reported as non-operating revenue and expenses.

Assets, Liabilities, and Net Assets or Equity

Bank Deposits and Investments - Cash and cash equivalents include cash on hand, demand deposits, and short-term investments with a maturity of three months or less when acquired. Investments are stated at fair value. Pooled investment income from the Agency Fund is generally allocated to the General Fund.

Receivables and Payables - In general, outstanding balances between funds are reported as "due to/from other funds." Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as "advances to/from other funds." Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as "internal balances."

All trade and property tax receivables are shown as net of allowance for uncollectible amounts. Property taxes are levied on each July 1 on the taxable valuation of property as of the preceding December 31. Taxes are considered delinquent on March 1 of the following year, at which time additional penalties and interest are assessed.

Note 1 - Summary of Significant Accounting Policies (Continued)

Property Taxes – Property taxes are levied on each July 1 on the taxable valuation of property as of the preceding December 31. Taxes are due on August 31 for summer taxes and February 14 for winter taxes, with the final collection date of February 28 before they are added to the delinquent county tax rolls.

The 2005 taxable valuation of the City total $890,948,010 Ad Valorem and $38,245,680 Industrial Facilities Tax. The table below shows the breakdown of millage and taxes collected for the different funds.

Description	Type	Mills	Taxes Collected
General Fund	Operating	6.8469	$5,936,859
Library	Operating	0.8650	750,030
Local Road Program	Operating	1.1314	981,022
Major Road Program	Debt Service	0.8200	746,257
Civic Center	Debt Service	0.3600	327,625
Water Debt	Debt Service	1.3332	1,213,305
DPW & Fire Capital Fund	Debt Service	0.2798	254,637
Total		**11.6363**	**$10,209,736**

These amounts are recognized in the respective General Fund, Special Revenue Fund, and Debt Service Fund financial statements as taxes receivable or as tax revenue.

Inventories and Prepaid Items - Inventories are valued at cost, on a first-in, first-out basis. Inventories of governmental funds are recorded as expenditures when purchased rather than when consumed due to their immaterial amount. Inventories of proprietary funds are recorded as expenditures when consumed rather than when purchased. Certain payments to vendors reflect costs applicable to future fiscal years and are recorded as prepaid items in both government-wide and fund financial statements.

Restricted Assets - The revenue bonds of the Enterprise Funds require amounts to be set aside for construction, debt service principal and interest, operations and maintenance, and a bond reserve. These amounts have been classified as restricted assets according to bond covenants.

Note 1 - Summary of Significant Accounting Policies (Continued)

Capital Assets - Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements. In general, capital assets are defined by the government as assets with an initial individual cost of more than $500 and an estimated useful life in excess of one year. Exceptions due to the nature of the fixed asset may require that the fixed asset be recorded for City purposes. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. In the case of infrastructure and assets purchased or constructed prior to June 30, 2003, estimated historical cost was used where actual cost information was not available. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially affect the asset life are not capitalized. Major outlays for capital assets are capitalized as projects are constructed. Interest incurred during the construction of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. During the current year, no such interest expense was capitalized as part of the cost of assets under construction.

Depreciation of fixed assets used by the City is charged as an expense against its various functions. Depreciation is computed using the straight-line method over the following useful lives:

Roads, sidewalks, and bike paths	20 to 30 years
Water and sewer distribution systems	50 to 75 years
Water and sewer treatment facilities	40 to 50 years
Buildings and building improvements	40 to 50 years
Vehicles	3 to 5 years
Office furnishings	5 to 7 years
Other tools and equipment	3 to 7 years
Books and Periodicals	10 years
Stormwater Improvements	30 years

Compensated Absences (Vacation, Compensatory Time Off, and Sick Leave) - It is the government's policy to permit employees to accumulate earned but unused sick, vacation pay benefits, and compensatory time. Vacation pay is fully vested when earned, and sick pay is conditionally vested upon completion of certain number of years of service. Upon retirement, employees are paid accumulated vacation and 35% of unused sick days at their hourly rate as of their retirement date. A liability for the entire amount, current and long-term, is accrued in the government-wide

Note 1 - Summary of Significant Accounting Policies (Continued)

and proprietary financial statements. A liability for these amounts is reported in governmental funds only for employee terminations as of year end.

Fund Equity - In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

Long-term Obligations - In the government-wide financial statements and the proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund-type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt. In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts are reported as other financing uses. Issuance costs are reported as debt service expenditures.

Use of Estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make significant estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Economic Dependency – A single taxpayer, the Ford Motor Company, represents approximately 13.1% of the City's property tax base and 16.7% of the City's water revenue and 26% of the City's sewer disposal revenue. Production at the Ford Motor Company facility is not currently scheduled to continue past September 30, 2007.

Note 2 - Stewardship, Compliance, and Accountability

Excess of Expenditures Over Appropriations in Budgeted Funds - During the year, the City incurred expenditures that were in excess of the amounts budgeted, as follows:

Budget Item	Budget	Actual
Major Road Act 51 Fund		
Traffic Service	$ 45,526	$ 65,515

Fund Deficits - At June 30, 2006, the City had no deficits in any of the funds of the City.

Compliance with the Single Audit Act Amendments of 1996 - After examination by the City's independent auditors, a compliance audit in accordance with the Single Audit Act was not necessary since the City did not meet the threshold requirement.

Construction Code Fees - The City oversees building construction in accordance with the State's Construction Code Act, including inspection of building construction and renovation to ensure compliance with the building codes. The City charges fees for these services. The law requires that collection of these fees be used only for construction code costs, including an allocation of estimated overhead costs. Since direct costs exceed building permit revenue, it was not necessary to calculate and allocate indirect costs. A summary of the current year and the cumulative shortfall generated since January 1, 2000 is as follows:

Shortfall at July 1, 2005		$ (759,278)
Building permit revenue		488,467
Related expenses:		
Direct costs	$ 598,136	
Estimated indirect costs	-	
Total construction code expenses		598,136
Cumulative shortfall at June 30, 2006		$ (868,947)

Note 3 - Deposits and Investments

Michigan Compiled Laws Section 129.91 (Public Act 20 of 1943, as amended) authorizes local governmental units to make deposits and invest in the accounts of federally insured banks, credit unions, and savings and loan associations that have offices in Michigan. The local unit is allowed to invest in bonds, securities, and other direct obligations of the United States or any agency or instrumentality of the United States; repurchase agreements; bankers' acceptances of United States banks; commercial paper rated within the two highest classifications, which matures not more than 270 days after the date of purchase; obligations of the State of Michigan or its political subdivisions, which are rated as investment grade; and mutual funds composed of investment vehicles that are legal for direct investment by local units of government in Michigan.

The City has designated four banks for the deposit of its funds. The investment policy adopted by the Board in accordance with Public Act 196 of 1997 has authorized investment in all of the items described above.

The City of Wixom's deposits and investment policies are in accordance with statutory authority.

The City's cash and investments are subject to several types of risk, which are examined in more detail below:

Custodial Credit Risk of Bank Deposits - Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City does not have a deposit policy for custodial credit risk. At year end, the City had $333,072 of bank deposits (certificates of deposit, checking and savings accounts) that were uninsured and uncollateralized. The City believes that due to the dollar amounts of cash deposits and the limits of FDIC insurance, it is impractical to insure all deposits. As a result, the City evaluates each financial institution with which it deposits funds and assesses the level of risk of each institution; only those institutions with an acceptable estimated risk level are used as depositories. The component units do not have bank deposits.

Interest Rate Risk - Interest rate risk is the risk that the value of investments will decrease as a result of a rise in interest rates. The City's investment policy does not restrict investment maturities, other than commercial paper which can be purchased with a 270 day maturity. The City does not currently own any investments subject to interest rate risk.

Note 3 - Deposits and Investments (Continued)

Custodial Credit Risk of Investments - Custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City does not have a policy for custodial credit risk. At year end, the City had no investment securities which were uninsured and unregistered, with securities held by the counterparty or by its trust department or agent but not in the City's name.

Credit Risk - State law limits investments in commercial paper to the top two ratings issued by nationally recognized statistical rating organizations. The City's investment policy states that the City will minimize credit risk by limiting investments to the safest types of securities, pre-qualifying the financial institutions, brokers, intermediaries and advisers with which the City will do business, and diversifying the investment portfolio so that potential losses on individual securities will be minimized. As of year end, the credit quality ratings of debt securities (other than the U.S. government) are as follows:

Investment	Fair Value	Rating	Rating Organization
Comerica–Governmental Pooled Investment Fund, (Pool is not rated separately, individual investment ratings)	6,390,160	Gov Securities AAA, Aaa Commercial Paper P1, A1 or higher	S&P, Moody's
Chase/Bank One Governmental Fund	7,240,150	Aaa	Moody's
LaSalle Bank Midwest-Mutual Fund, Fidelity	9,285,662	AAA, Aaa	S&P, Moody's
Investment (Component Units)	**Fair Value**	**Rating**	**Rating Organization**
Comerica–Governmental Pooled Investment Fund, (Pool is not rated separately, individual investment ratings)	3,849,990	Gov Securities AAA, Aaa Commercial Paper P1, A1 or higher	S&P, Moody's
LaSalle Bank Midwest-Mutual Fund, Fidelity	25,491	AAA, Aaa	S&P, Moody's

Concentration of Credit Risk - The City places no limit on the amount they may invest in any one issuer. More than 5 percent of the City's investments are in Comerica, Chase/Bank One and LaSalle Bank. These investments are 97 percent of the City's total investments.

Note 4 - Receivables

Receivables as of year end for the City's individual major funds and the non-major, Debt Service, and fiduciary funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	General Fund	Major Road Fund	Local Road Fund	Local Roads Capital Project Fund	Special Assessment	DDA/VCA Development Project	Nonmajor and Other Funds	Total
Receivables:								
Taxes	$ 509,734	$ -	$ -	$ 21,748	$ -	$ -	$ 64,483	$ 595,965
Accounts	391,434	-	-	-	-	370,417	-	761,851
Intergovernmental	153,385	83,661	35,164	-	-	-	-	272,210
Grants and other	-	-	-	-	-	-	47,999	47,999
Special Assessment	-	-	-	-	3,228,850	-	-	3,228,850
Less allowance for uncollectibles	(71,224)	-	-	-	-	-	(6,172)	(77,396)
Net receivables	$ 983,329	$ 83,661	$ 35,164	$ 21,748	$ 3,228,850	$ 370,417	$ 106,310	$ 4,829,479

Governmental funds report deferred revenue in connection with receivables for revenue that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received but not yet earned. At the end of the current fiscal year, the various components of deferred revenue are as follows:

	Unavailable	Unearned
Special Assessment - Deferred	2,739,701	486,549
Total	$ 2,739,701	$ 486,549

Note 5 - Capital Assets

Capital asset activity of the primary government's governmental and business-type activities was as follows:

	Balance July 1, 2005	Reclassifications	Additions	Disposals and Adjustments	Balance June 30, 2006
Governmental Activities					
Capital assets not being depreciated:					
Land	$ 4,940,370		$ -	$ 92,135	$ 4,848,235
Construction in progress	1,716,035	(1,716,035)	-	-	-
Subtotal	6,656,405	(1,716,035)	-	92,135	4,848,235
Capital assets being depreciated:					
Roads and sidewalks	50,735,753	-	1,141,885	-	51,877,638
Buildings and improvements	11,911,497	-	119,845	-	12,031,342
Community Development	-	1,716,035	3,357,727		5,073,762
Vehicles	3,218,289	-	309,889	343,796	3,184,382
Office furnishings	746,201	-	10,710	-	756,911
Stormwater	324,942	-	-	-	324,942
Other tools and equipment	3,011,589	-	310,210	-	3,321,799
Subtotal	69,948,271	1,716,035	5,250,266	343,796	76,570,776
Accumulated depreciation:					
Roads, sidewalks, and bike paths	28,033,739	-	1,496,116	-	29,529,855
Buildings and improvements	3,372,750	-	323,186	-	3,695,936
Community Development	-	-	68,293		68,293
Vehicles	2,271,087	-	247,485	343,796	2,174,776
Office furnishings	603,687	-	29,032	-	632,719
Stormwater	11,421	-	5,976	-	17,397
Other tools and equipment	1,977,456	-	171,928	-	2,149,384
Subtotal	36,270,140	-	2,342,016	343,796	38,268,360
Net capital assets being depreciated	33,678,131	-	2,908,250	-	38,302,416
Net capital assets	$ 40,334,536	$ -	$ 2,908,250	$ 92,135	$ 43,150,651

Note 5 - Capital Assets (Continued)

	Balance July 1, 2005	Reclassifications	Additions	Disposals and Adjustments	Balance June 30, 2006
Component Units					
Capital assets not being depreciated:					
Land - DDA	$ 154,296	$ -	$ -	$ -	$ 154,296
Construction in progress-DDA	181,693	(181,693)	-	-	-
Subtotal	335,989	(181,693)	-	-	154,296
Capital assets being depreciated:					
Books and periodicals - Library	523,147	-	73,325	-	596,472
Office furnishings - Library	31,894	-	6,258	-	38,152
Other tools and equipment - Library	65,079	-	18,691	-	83,770
Subtotal Library	620,120	-	98,274	-	718,394
Buildings and improvements - DDA	318,199	181,693	-	-	499,892
Other tools and equipment - DDA	60,913	-	-	-	60,913
Subtotal DDA	379,112	181,693	-	-	560,805
Subtotal	999,232	181,693	98,274	-	1,279,199
Accumulated depreciation:					
Books and periodicals - Library	247,027	-	49,639	-	296,666
Office furnishings - Library	6,886	-	3,469	-	10,355
Other tools and equipment - Library	53,315	-	3,766	-	57,081
Subtotal Library	307,228	-	56,874	-	364,102
Buildings and improvements - DDA	140,645	-	15,823	-	156,468
Other tools and equipment - DDA	50,717	-	9,397	-	60,114
Subtotal DDA	191,362	-	25,220	-	216,582
Subtotal	498,590	-	82,094	-	580,684
Net capital assets being depreciated	500,642	181,693	16,180	-	698,515
Net capital assets	$ 836,631	$ -	$ 16,180	$ -	$ 852,811

Note 5 - Capital Assets (Continued)

	Balance July 1, 2005	Reclassifications	Additions	Disposals and Adjustments	Balance June 30, 2006
Business-type Activities					
Capital assets being depreciated:					
Water and sewer distribution systems	$ 48,375,513	$ -	$ 865,959	$ -	$ 49,241,472
Buildings and building improvements	19,726,804	-	89,696	-	19,816,500
Office furnishings	67,444	-	-	-	67,444
Other tools and equipment	1,519,604	-	36,351	-	1,555,955
Subtotal	69,689,365	-	992,006	-	70,681,371
Accumulated depreciation:					
Water and sewer distribution systems	6,586,096	-	784,240	-	7,370,336
Buildings and building improvements	5,346,691		417,901	-	5,764,592
Office furnishings	67,444	-	-	-	67,444
Other tools and equipment	1,232,910	-	42,539	-	1,275,449
Subtotal	13,233,141	-	1,244,680	-	14,477,821
Net capital assets being depreciated	56,456,224	-	(252,674)	-	56,203,550
Net capital assets	$ 56,456,224	$ -	$ (252,674)	$ -	$ 56,203,550

Note 5 - Capital Assets (Continued)

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

Governmental activities:		
General government	$	234,740
Community Development		68,293
Public safety		237,742
Public works		232,275
Public works (Roads, sidewalks, and bike paths)		1,501,906
Recreation, culture, and educational		67,060
Total governmental activities	$	2,342,016
Business-type activities:		
Water	$	610,768
Sewer		633,912
Total business-type activities	$	1,244,680
Component units activities:		
DDA	$	25,219
Library		56,874
Total component units activities	$	82,094

Note 5 - Capital Assets (Continued)

Construction Commitments - The City has active construction projects at year end. The projects include the improvements to the Maple North pump station for the sewer utility system and major road projects. At year end, the City of Wixom's commitments with contractors are as follows:

	Spent to Date	Remaining Commitment
Street project	$ 879,992	$ 2,591,267
Sewer Projects	202,893	-
DDA/VCA Development	2,971,515	-
Total	$ 4,054,400	$ 2,591,267

Note 6 - Interfund Receivables, Payables, and Transfers

The composition of interfund balances is as follows:

Receivable Fund	Payable Fund	Amount
Due to/from other funds:		
General Fund	Sewer Fund	$ 278,979
	Capital Planning Fund	104,356
	Major Act 51 Fund	83,661
	Local Act 51 Fund	35,164
	Local Street Capital Program Fund	20,726
	Other governmental funds	44,662
Major Street Capital Program Fund	General Fund	130,098
Capital Improvement Fund	General Fund	71,228
Special Agency	General Fund	1,335,270
Other funds	General Fund	1,738
Total governmental activities		2,105,882
Water Fund	General Fund	259,463
Total		$2,365,345

These balances result from the time lag between the dates that goods and services are provided or reimbursable expenditures occur, transactions are recorded in the accounting system, and payments between funds are made. A cash clearing account is utilized to process biweekly check cutting, and expenditures are charged to the appropriate accounts, which also records and balances automatically the Due To/Due From transactions.

Note 6 - Interfund Receivables, Payables, and Transfers (Continued)

Interfund Transfers:

Fund Transferred From	Fund Transferred To	Amount
General Fund	Capital Planning Fund	$ 650,000
	Local Road Act 51	319
	Retirees	250,000
	Capital Improvement Fund	5,726
Major Road Fund	Local Road Fund	115,048
Local Road Capital Fund	Major Road Fund	163,460
	Local Road Fund	176,447
Major Road Capital Program Fund	Major Road Fund	794,340
Capital Planning Fund	Capital Improvement Fund	490,791
Total		$ 2,646,131

Transfers between the various funds represent payment from one fund to another without an equivalent return of goods or services to fund operations and projects accounted for in the respective funds. Certain transfers, such as the transfers related to Major Road Act 51 and Local Road Act 51, are transfers stipulated by State of Michigan law. Transfers from the Capital Planning Fund to the Capital Improvement Fund provide for capital improvements in various areas as stipulated in the City's five-year capital improvement plan.

Note 7 - Long-term Debt

The government issues bonds to provide for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the government. Revenue bonds involve a pledge of specific income derived from the acquired or constructed assets to pay debt service. The Special Assessment Tribute Drain Bonds are issued by Oakland County.

Long-term obligation activity can be summarized as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities - General obligation bonds:					
Civic Center bonds	$ 1,780,000	$ -	$ 455,000	$ 1,325,000	$ 440,000
Major Road Series I bonds	2,860,000	-	160,000	2,700,000	170,000
Major Road Series II bonds	2,950,000	-	425,000	2,525,000	450,000
DPW & Fire Construction bonds	2,230,000	-	145,000	2,085,000	160,000
DDA/VCA Development bonds	5,750,000	-	-	5,750,000	-
Total governmental activities	15,570,000	-	1,185,000	14,385,000	1,220,000
Contractual Obligation with Oakland County					
Special Assessment-Tribute Drain	-	2,830,000	75,000	2,755,000	100,000
Total governmental activities	$ 15,570,000	$ 2,830,000	$ 1,260,000	$ 17,140,000	$ 1,320,000
Business-type activities:					
General obligation bonds:					
Water SRF Series 1 bonds	$ 2,909,642	$ -	$ 168,676	$ 2,740,966	$ 168,676
Water SRF Series 2 bonds	4,915,000	-	275,000	4,640,000	280,000
Water SRF Series 3 bonds	5,758,331	-	320,000	5,438,331	330,000
Water Series 4 bonds	1,200,000	-	60,000	1,140,000	70,000
Subtotal	14,782,973	-	823,676	13,959,297	848,676
Revenue bond - Wastewater bonds	1,580,000	-	435,000	1,145,000	435,000
Less unamortized bond discount and deferral on loss on advanced refunding	(120,000)	30,000	-	(90,000)	-
Total business-type activities	$ 16,242,973	$ 30,000	$ 1,258,676	$ 15,014,297	$ 1,283,676
Component unit activities - General obligation bonds:					
LDFA bonds	$ 300,000	$ -	$ 150,000	$ 150,000	$ 150,000
DDA obligation	44,000	-	-	44,000	-
Total component unit activities	$ 344,000	$ -	$ 150,000	$ 194,000	$ 150,000

Note 7 - Long-term Debt (Continued)

Total compensated absence balances increased from $453,253 to $539,931 with a net change of $86,678 for the fiscal year. The Library Fund portion increased from $9,809 to $18,827 for the fiscal year. Typically, the General Fund's resources are used to liquidate the liability for compensated absences. It is estimated that approximately the same compensated absences will be used in Fiscal Year 2006-2007 as shown below in the taken row.

Description	Vacation	Sick Time	Comp Time	Total
Beginning Bal	84,148	344,737	24,368	453,253
Earned	102,327	135,529	69,753	307,608
Taken	(93,427)	(77,361)	(60,341)	(231,128)
Adjustment	(6,752)	(18,774)	(237)	(25,763)
Available	35,961	-	-	35,961
Ending Balance	**122,257**	**384,131**	**33,543**	**539,931**

Library	Vacation	Sick Time	Comp Time	Total
Beginning Bal	1,956	7,853	-	9,809
Earned	6,784	14,545	-	21,329
Taken	(5,894)	(8,027)	-	(13,920)
Adjustment	1,044	-	-	1,044
Available	565	-	-	565
Ending Balance	**4,455**	**14,371**	**-**	**18,827**

Governmental	Vacation	Sick Time	Comp Time	Total
Beginning Bal	82,192	336,884	24,368	443,444
Earned	95,543	120,984	69,753	286,279
Taken	(87,533)	(69,334)	(60,341)	(217,208)
Adjustment	(7,796)	(18,774)	(237)	(26,807)
Available	35,396	-	-	35,396
Ending Balance	**117,802**	**369,760**	**33,543**	**521,104**

Note 7 - Long-term Debt (Continued)

General obligation bonds - The government issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both governmental and business-type activities. General obligation bonds are direct obligations and pledge the full faith and credit of the government.

Revenue bonds - The City and its discretely presented component units also issue bonds where the income derived from the acquired or constructed assets is pledged to pay debt service. Some additional detail for each issue such as original amount of the debt issue, ranges of interest rates, ranges of principal maturities and other information are shown below.

	Original Amount of Debt Issue	Year Issue	Maturing Through Date	Interest Rate Range	Principal Maturity Ranges	Range of Installments	Refinanced Bonds Y/N
Governmental activities - General obligation bonds:							
Civic Center bonds	5,400,000	November-90	May-09	4.60% to 9.00%	$25,000 to $455,000	$166,979 to $659,676	Y-2001
Major Road Series I bonds	2,420,000	February-96	May-11	4.00% to 6.00%	$155,000 to $625,000	$375,556 to $654,688	Y-2004
Major Road Series II bonds	3,650,000	December-97	May-14	4.75% to 4.85%	$100,000 to $550,000	$72,950 to $629,476	Y-2004
DPW & Fire Construction bonds	2,615,000	January-00	November-14	5.00% to 5.10%	$70,000 to $275,000	$187,701 to $308,705	N
Major Road Refunding 2004 bonds	2,950,000	September-04	May-11	3.00% to 3.50%	$425,000 to $565,000	$54,568 to $574,888	N
DDA/VCA Development Bonds (Limited)	5,750,000	March-05	May-27	2.60% to 4.15%	$90,000 to $450,000	$230,010 to $509,699	N
Contractual Obligation with Oakland County							
Special Assessment-Tribute Drain	2,830,000	September-05	April-25	3.00% to 4.40%	$75,000 to $200,000	$128,895 to $221,853	N
Business-type activities:							
General obligation bonds:							
Water SRF Series 1 bonds	3,895,000	September-98	October-19	2.50%	$150,000 to $245,000	$30,129 to $250,188	N
Water SRF Series 2 bonds	6,180,000	April-99	October-19	2.50%	$240,000 to $390,000	$122,135 to $397,375	N
Water SRF Series 3 bonds	7,290,000	March-00	October-19	2.50%	$305,000 to $475,000	$41,.393 to $484,313	N
Water Series 4 bonds	1,335,000	December-01	April-20	4.90% to 5.15%	$20,000 to $85,000	$89,378 to $129,808	N
Revenue bond - Wastewater bonds	5,920,000	July-94	November-08	4.00% to 6.00%	$275,000 to $470,000	$251,817 to $713,385	Defeased
Component unit activities - General obligation bonds:							
LDFA bonds	1,325,000	October-92	October-06	4.125% to 7.125%	$50,000 to $150,000	$99,764 to $166,649	N

Note 7 - Long-term Debt (Continued)

Annual debt service requirements to maturity for the above governmental bond and note obligations are as follows:

Years Ending June 30	Governmental Activities			Business-type Activities			Component Units		
	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total
2007	1,320,000	706,859	2,026,859	1,283,676	432,825	1,716,501	150,000	3,094	153,094
2008	1,395,000	654,449	2,049,449	1,308,495	383,634	1,692,129	-	-	-
2009	1,565,000	598,183	2,163,183	1,168,314	338,371	1,506,685			
2010	1,205,000	535,023	1,740,023	913,134	305,013	1,218,147			
2011	1,315,000	488,045	1,803,045	937,953	279,281	1,217,234			
2012-2016	4,530,000	1,674,285	6,204,285	5,052,054	988,322	6,040,376	-	-	-
2017-2021	2,440,000	1,001,527	3,441,527	4,440,671	261,024	4,701,695	-	-	-
2022-2026	2,920,000	447,786	3,367,786	-	-	-	-	-	-
2027-2028	450,000	18,675	468,675	-	-	-	-	-	-
Total	$ 17,140,000	$ 6,124,832	$ 23,264,832	$ 15,104,297	$ 2,988,470	$ 18,092,767	$ 150,000	$ 3,094	$ 153,094

Defeased Debt - During 2001, the City defeased certain Civic Center Improvement Bonds by placing surplus cash in an irrevocable trust to provide for all future debt service payments on the old bond. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the general purpose financial statements. At June 30, 2006, $1,450,000 of Civic Center Improvement Bonds outstanding are considered defeased.

During 2005, the City defeased certain Major Road general obligation bonds by placing the proceeds of new refunding bonds in an irrevocable trust to provide for all future debt service payments on the old bond. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the basic financial statements. At June 30, 2006, $2,625,000 of Major Road Bonds - Series II outstanding are considered defeased.

Revenue Bonds - The revenue bonds include covenants to set rates at an appropriate amount to meet a 1.25 debt coverage ratio and to set aside amounts in a bond reserve account. As of June 30, 2006, the City is in compliance with these requirements.

No Commitment Debt - Excluded from the General Long-term Debt are bonds issued under the Industrial Development Revenue Bond Act of 1963, as amended, which authorizes municipalities to acquire and lease industrial sites, buildings, and equipment. Also excluded are revenue bonds issued by the Economic Development Corporation to acquire and lease property to third parties. The revenue bonds issued are payable solely from the net revenue derived from the respective leases and are not a general obligation of the City. After these bonds are issued, all financial

Note 7 - Long-term Debt (Continued)

activity is taken over by the paying agent. The bonds and related lease contracts are not reflected in the City's financial statements.

Note 8 - Restricted Assets

The balances of the restricted asset accounts are as follows:

	Governmental Activities	Business-type Activities
Customer and other deposits	$ -	$ 369,572
Revenue bond restrictions - Bond reserve and redemption	-	773,847
Total restricted assets	$ -	$ 1,143,419

Note 9 - Risk Management

The City is exposed to various risks of loss related to property loss, torts, errors and omissions, and employee injuries (workers' compensation), as well as medical benefits provided to employees. The City has purchased commercial insurance for employee health benefits claims, participates in the Michigan Municipal Risk Management Authority risk pool for claims relating to property loss, torts, and errors and omissions, and participates in the Michigan Municipal League (risk pool) for claims relating to workers' compensation. Settled claims relating to the commercial insurance have not exceeded the amount of insurance coverage in any of the past three fiscal years.

The Michigan Municipal League risk pool program operates as a common risk-sharing management program for local units of government in Michigan; member premiums are used to purchase commercial excess insurance coverage and to pay member claims in excess of deductible amounts.

The Michigan Municipal Risk Management Authority's State Pool program operates as a common risk-sharing management program for local units of government in Michigan; member premiums are used to purchase excess insurance coverage and to pay member claims in excess of deductible amounts. A portion of the excess insurance coverage is underwritten by the Authority itself.

Note 10 - Defined Benefit Pension Plan and Postretirement Benefits

Plan Description - The City participates in the Municipal Employees' Retirement System of Michigan (MERS), an agent multiple-employer defined benefit pension plan that covers substantially all full-time employees of the City. The MERS provides retirement, disability, and death benefits to plan members and their beneficiaries. The MERS issues a publicly available financial report that includes financial statements and required supplementary information for the MERS. The report may be obtained by writing to the MERS at 1134 Municipal Way, Lansing, MI 48917.

Funding Policy - The obligation to contribute to and maintain the MERS for these employees was established by negotiation with the City's collective bargaining units and requires a contribution from the employees ranging from 0 percent to 3.7 percent.

Annual Pension Costs - For the year ended June 30, 2006, the City's annual pension cost of $618,939 for the plan was equal to the required and actual contribution. The annual required contribution was determined as part of an actuarial valuation at December 31, 2004, using the entry actual age cost method. Significant actuarial assumptions used include: (i) an 8 percent investment rate of return; (ii) projected salary increases of 4.50 percent per year; and (iii) 2.50 percent per year cost of living adjustments. Both (i) and (ii) are determined using techniques that smooth the effects of short-term volatility over a four-year period. The unfunded actuarial liability is being amortized as a level percent of payroll on a closed basis. The remaining amortization period is 30 years.

Three-year trend information is as follows:

	Fiscal Year Ended June 30		
	2004	2005	2006
General Employees' Retirement System:			
Annual pension costs (APC)	$ 534,220	$ 599,352	$ 618,939
Percentage of APC contributed	100%	100%	100%
Net pension obligation	$ -	$ -	$ -

	Actuarial Valuation as of December 31		
	2003	2004	2005
Actuarial value of assets	$ 8,492,255	$ 9,336,883	$ 10,437,968
Actuarial accrued liability (AAL) (entry actual age)	$ 12,011,466	$ 13,862,724	$ 16,236,119
Unfunded AAL (UAAL)	$ 3,519,211	$ 4,525,841	$ 5,798,151
Funded ratio	71%	67%	64%
Covered payroll	$ 3,193,845	$ 3,307,720	$ 3,414,203
UAAL as a percentage of covered payroll	110%	137%	170%

Note 10 - Defined Benefit Pension Plan and Postretirement Benefits (Continued)

Deferred Compensation Plan

The City offers an employee-only contributing deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all permanent City employees, permits each employee to defer a portion of their salary until future years. The deferred compensation is not available for distribution to employees until termination, retirement, death, or unforeseeable emergency.

All amounts of compensation deferred under the plan with VALIC, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights, are held in trust, for the exclusive benefit of the plan participants and their beneficiaries. The assets shall not be diverted for any other purpose. All provisions of the plan and trust are in conformance with Internal Revenue Code Section 457.

The plan's funds are excluded from the financial statements in conformance with the reporting and disclosure requirements in GASB Statement Number 32, *Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*.

Note 11 - Contingent Liabilities

The City is currently named in several lawsuits and several property tax appeals. As of the date of this report, it is too early in the litigation process for legal counsel to determine the outcomes of the lawsuits. Accordingly, the City has not accrued any settlement reserves except for those lawsuits related to the property taxes.

The disputed property taxes are the result of new personal property tax tables issued by the State and other property tax disputes. While the specific outcome of these disputes cannot be determined as of the date of this report, the City has accrued settlement reserves of approximately $440,000.

Note 12 - Other Postemployment Benefits

The government has elected to provide postemployment health benefits to certain retirees and their beneficiaries. The City pays the cost of 90% coverage for these benefits if the retiree meets the service requirements of the City's retirement plan. Currently, four retirees are eligible for postemployment health benefits, two of these retirees are covered under the old retiree health insurance plan which was $300 or $400 per month. For the fiscal year ended June 30, 2006, the City made payments for postemployment health benefit premiums of $45,000. The government obtains health care coverage through private insurers.

Note 13 – Restricted Net Assets

Net assets have been restricted for the following purposes:

Restricted for	Total Governmental Activities	Total Business-Type Activities	Total Component Units
Maintenance/improvements for major and local roads	$ 1,520,758	$ -	$ -
Public improvements for major roads	998,649	-	797,871
Public improvements for Bike Paths	1,728		
Restricted for Special Agency Funds	1,335,270		
Restricted for Debt Service	535,753	773,848	195,548
Restricted for escrow holdings	-	369,571	-
Police Forfeiture Fund	3,423	-	-
Retiree Health Insurance Fund	425,443	-	-
DPW & Fire Building Construction	28,541	-	-
DDA/VCA Development Project	804,349	-	-
Total	$ 5,653,914	$ 1,143,419	$ 993,419

Note 14 - Regional Authority Cooperative Ventures

The City is a member of the Western Oakland County Cable Communication Authority (the "Authority"), a cooperative venture of western Oakland County communities. The City appoints one member to the Authority's governing board, which then approves the annual budget. The Authority receives a management fee from the cable television company and currently does not receive a subsidy from the City. Complete financial statements for the Authority can be obtained from the administrative offices at 3978 Chanda Court, Highland, Michigan 48031.

The City is also a member of the Resource Recovery and Recycling Authority of Southwest Oakland County (the "Recycling Authority"). The Recycling Authority is incorporated by the cities of Farmington, Farmington Hills, Novi, South Lyon, Southfield, Walled Lake, Wixom, and the Charter Township of Lyon. The City appoints one member to the Recycling Authority's governing board, which then approves the annual budget. The Recycling Authority receives its operating revenue from member contributions and miscellaneous income. During the year, the City contributed approximately $36,784 for its operations. Complete financial statements for the Recycling Authority can be obtained from the administrative offices at 2000 West Eight Mile, Southfield, Michigan 48375.

For both the Western Oakland County Cable Communication Authority and the Resource Recovery and Recycling Authority of Southwest Oakland County, the City is unaware of any circumstances that would cause an additional benefit or burden to the participating governments in the near future.

Note 15 - Brownfield Redevelopment Authority

The Brownfield Redevelopment Authority was established pursuant to Public Act 381 of 1996 and is governed by the Oakland County Brownfield Redevelopment Authority. Upon completion of its purpose, the Authority may be dissolved by resolution of the City Council. The City only collects property tax revenue and remits them to Oakland County. The Oakland County Brownfield Redevelopment Authority is responsible for the disbursement and accounting for all monies received. The City collected $4,414 for the Brownfield Redevelopment Authority for fiscal year 2006.

Note 16 – Accounting and Reporting Change

GASB Statement No. 44

GASB No. 44 *Economic Condition Reporting: The Statistical Section*—an amendment of NCGA Statement 1 (Issued May 2004). This statement revises and updates guidance for the Statistical Section of the Comprehensive Annual Financial Report (CAFR). The statement specifies the inclusion of information about demographic and economic environment, financial trends, revenue capacity, debt capacity and other aspects of operations and capital assets. This Statement was adopted by the City in the current year.

GASB Statement No. 45

Statement No. 45, *Accounting and Reporting by Employers for Postemployment Benefits Other Than Pensions* was released by the Governmental Accounting Standards Board. This pronouncement provides guidance in computing and recognizing the cost of retiree health benefits or other retiree benefits. The effective date of this pronouncement will be June 30, 2009, when the City will need to recognize on its government-wide financial statements the cost of providing retiree health care.

GASB Statement No. 47

Statement No. 47, *Accounting for Termination Benefits* was released by the Governmental Accounting Standards Board. This pronouncement provides guidance on how employers should account for benefits associated with either voluntary or involuntary terminations. This Statement was adopted by the City in the current year. This provision does not involve other postemployment benefits, which are covered under GASB Statement No. 45, *Accounting and Reporting by Employers for Postemployment Benefits Other Than Pensions,* and take effect on June 30, 2009 for the City.

Note 17 – Change in Accounting

During the year, activity previously recorded in the Agency Fund was moved to the new special revenue fund Special Agency Fund. The beginning fund balance in this new fund is the net revenue over expenditures resulting from activity previously recorded in the Agency Fund as of June 30, 2005.

Beginning Fund Balance – July 1, 2005	$ -
Transfer from Agency Fund	1,458,427
Beginning Fund Balance, as amended July 1, 2005	$1,458,427

Governmental net assets are amended as follows:

Beginning Net Assets - July 1, 2005	$35,259,331
Transfer from Agency Fund	1,458,427
Beginning Net Assets, as amended - July 1, 2005	$36,717,758

Note 18 – Subsequent Events

On November 7th, 2006, the City of Wixom voters approved a Library millage proposal, which re-established the library under Michigan Public Act 164 section 10a. The Library was formerly a P.A. 164 section 1 library, with 5 appointed board members. Under section 10a, the library will have a six-member board, which will be elected in November, 2007. Until that time, the Library will be governed by a 6-member Provisional board, soon to be appointed by the City Council.

Required Supplemental Information

June 30, 2006

Budgetary Information

Budgetary Information - Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the General Fund and all Special Revenue Funds. Subsequent amendments are approved by the City Council. Amendments may be made by the City Council up until the last day of the fiscal year. All annual appropriations lapse at fiscal year end. Financial plans are submitted for all other funds, including Debt Service Funds, Capital Project Funds, and Enterprise Funds.

The City follows these procedures in establishing the budgetary data reflected in the supplementary information:

At the first City Council meeting in April, the City Manager submits to the City Council a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them. Financial plans for all other funds are also submitted at this time.

Budget sessions and public hearings are conducted by the City Council to review the proposed City Manager's budget/financial plans and to obtain taxpayer comments. If required, a Truth-In-Taxation Public Hearing is held at the second City Council meeting in May.

The budget must be formally adopted no later than the second City Council meeting in May when the budget is legally enacted through passage of a Council resolution.

The budget document presents information by fund, function, department, and line items. Budgets are adopted on a modified accrual basis consistent with generally accepted accounting principles. The legal level of budgetary control adopted by the governing body for the General Fund is the department level. All other funds' budgets have been adopted on an aggregate basis by function or department.

Formal budgetary integration is employed as a management control device during the year for all funds at a line-item level. Administrative control is maintained through the establishment of more detailed line-item budgets. Budget transfers between budgetary categories, functions or from fund balance are periodically approved by the City Council. Supplemental appropriations for additional expenditures, which require an appropriation of available fund balance, must be approved by the City Council. Appropriations for operations lapse at year end. Appropriations for continuing projects are incorporated in the budget of the ensuing year. The City reserves fund balances for these items.

Budgetary Information (Continued)

Department Heads with City Manager approval may make transfers of appropriations annually within a department up to an aggregate of $20,000. The City closely monitors spending by reviewing monthly budget reports and, if necessary, will perform periodic budget amendments to reflect significant changes in the budget. In addition, the City Manager informs the City Council of any changes in the financial plan for the Capital Project Funds, Debt Service Funds and Enterprise Funds.

Significant budget amendments during the year are described briefly below.

General Fund	Original Budget	Amended Budget	Changes to Budget
Revenues			
Interest Income	125,000	273,183	148,183
Expenditures			
Property Tax Refund	-	99,669	99,669

Major Road Act 51 Program	Original Budget	Amended Budget	Changes to Budget
Revenues			
Contrb-Maj/Loc Road Maint Prog	-	560,750	560,750
Expenditures			
Major Road Program	-	560,750	560,750

Local Road Act 51 Program	Original Budget	Amended Budget	Changes to Budget
Revenues			
Contribution - Local Road Prog	1,512,750	952,000	(560,750)
Expenditures			
Local Road Program Improvement	1,512,750	952,000	(560,750)

Capital Improvement Fund	Original Budget	Amended Budget	Changes to Budget
Revenues			
Federal Grants	-	108,794	108,794
Contribution - General Fund	-	5,726	5,726
Expenditures			
Fire Gear/Equipment	-	114,520	114,520

Budgetary Information (Continued)

Local Road Capital Project Fund	Original Budget	Amended Budget	Changes to Budget
Revenues			
County Revenue	449,977	-	(449,977)

DDA/VCA Development Fund	Original Budget	Amended Budget	Changes to Budget
Revenues			
Bond Proceeds	-	2,830,000	2,830,000
Appropriation from Fund Balance	2,824,220	3,662,579	838,359
Expenditures			
Construction Expenditures	2,875,475	3,713,834	838,359
Tribute Drain Expenditures	-	2,830,000	2,830,000

The budget amendments were requested and approved to recognize additional interest income, federal grant funds for fire gear and equipment, reduction in County revenues for local road projects, and to adjust expenditures in the Major and Local Act 51 Road Program, and to recognize the receipt of bond proceeds and to record expenditures for the drain improvements and additional construction in the DDA/VCA development project

Amounts encumbered for purchase orders, contracts, etc., are not tracked during the year. Budget appropriations are considered to be spent once the goods are delivered or the services rendered.

Budget amounts of the of the revenues and expenditures presented for the Governmental Funds are a summarization of the budgeted amounts as originally adopted or as amended by City Council. During the current year, the budget was amended in a legally permissible manner. Budgets have been prepared on a basis consistent with generally accepted accounting principles (GAAP), except that transfers have been included as revenues and expenditures.

City of Wixom, Michigan

Required Supplemental Information
Budgetary Comparision Schedule - General Fund
Year Ended June 30, 2006

General Fund	Original Budget	Amended Budget	Actual	Variance With Amended Budget
Fund Balance - Beginning of year	$ 1,271,170	$ 1,271,170	$ 1,623,816	$ 352,646
Resources (inflows):				
Property taxes	6,412,427	6,362,711	6,360,463	(2,248)
State sources	1,140,229	1,121,084	1,121,392	308
Fees and Permits	522,797	478,851	488,467	9,616
Miscellaneous revenues	582,755	810,292	862,368	52,076
Transfer from other funds	1,073,229	1,038,014	1,018,840	(19,174)
Amounts available for appropriation	11,002,607	11,082,122	11,475,346	393,224
Charges to appropriations (outflows)				
General government:				
Legislative	20,596	20,596	17,774	2,822
City Manager	433,514	444,516	423,459	21,057
Assessor	201,484	202,977	198,297	4,680
Legal Counsel	164,000	164,000	119,342	44,658
Clerk's office	234,106	240,139	211,653	28,486
Information systems	138,141	138,141	132,918	5,223
Financial administration	401,293	413,176	390,741	22,435
General Operating	542,260	527,740	497,824	29,916
General Maintenance	63,960	63,960	49,218	14,742
Boards and commissions	1,200	1,303	1,302	1
Cultural and recreational:				
Community services	290,560	293,778	270,102	23,676
Parks and recreation	390,143	394,570	364,476	30,094
Seniors	37,800	37,800	29,795	8,005
Beautification	17,275	17,275	13,632	3,643
Public safety:				
Fire	765,528	767,393	762,574	4,819
Police	3,048,515	3,067,951	2,798,165	269,786
Emergency management	1,000	1,000	-	1,000
Public works and enginnering services				
Planning	69,500	69,500	68,457	1,043
Public works	1,431,237	1,483,572	1,422,355	61,217
Building	580,576	627,776	598,136	29,640
Board of Appeals	6,520	6,520	5,575	945
Transfers to other funds:				
Capital improvement	-	5,726	5,726	-
Capital planning	650,000	650,000	650,000	-
Local road projects	250,000	250,000	250,000	-
Total charges to appropriations	9,739,208	9,889,409	9,281,521	607,888
Fund Balance - End of year	**$ 1,263,399**	**$ 1,192,713**	**$ 2,193,825**	**$ 1,001,112**

City of Wixom, Michigan

Required Supplemental Information

Budgetary Comparision Schedule - Major Special Revenue Funds

Year Ended June 30, 2006

	Original Budget	Amended Budget	Actual	Variance With Amended Budget
Major Road Act 51 Fund				
Fund Balance - Beginning of year	$ -	$ -	$ -	$ -
Resources (inflows):				
State revenue	531,602	526,147	505,808	(20,339)
Transfer from other funds	1,455,000	2,021,205	957,800	(1,063,405)
Amounts available for appropriation	1,986,602	2,547,352	1,463,608	(1,083,744)
Charges to appropriations (outflows)				
Public Works				
Interfund transfers	135,453	135,453	115,048	20,405
Administrative	53,160	53,160	50,581	2,579
Construction	1,455,000	2,015,750	957,800	1,057,950
Routine maintenance	204,251	247,084	224,530	22,554
Traffic service	50,825	45,526	65,515	(19,989)
Snow and ice removal	87,913	50,379	50,134	245
Total charges to appropriations	1,986,602	2,547,352	1,463,608	1,083,744
Fund Balance - End of year	$ -	$ -	$ -	$ -

City of Wixom, Michigan

Required Supplemental Information
Budgetary Comparision Schedule - Major Special Revenue Funds
Year Ended June 30, 2006

	Original Budget	Amended Budget	Actual	Variance With Amended Budget
Local Road Act 51 Fund				
Fund Balance - Beginning of year	$ -	$ -	$ -	$ -
Resources (inflows):				
State revenue	241,627	211,867	213,032	1,165
Transfer from other funds	1,648,203	1,117,213	291,814	(825,399)
Amounts available for appropriation	1,889,830	1,329,080	504,846	(824,234)
Charges to appropriations (outflows)				
Public Works				
Administrative	24,163	24,163	21,303	2,860
Construction	1,512,750	952,000	176,448	775,552
Routine maintenance	232,874	244,883	200,781	44,102
Traffic service	34,500	48,000	46,642	1,358
Snow and ice removal	85,543	60,034	59,672	362
Total charges to appropriations	1,889,830	1,329,080	504,846	824,234
Fund Balance - End of year	$ -	$ -	$ -	$ -

City of Wixom, Michigan

Required Supplemental Information

Budgetary Comparision Schedule - Major Special Revenue Funds

Year Ended June 30, 2006

	Original Budget	Amended Budget	Actual	Variance With Amended Budget
Local Road Capital Fund				
Fund Balance - Beginning of year	$ 605,442	$ 605,442	$ 827,388	$ 221,946
Resources (inflows):				
Property Taxes	948,977	948,977	974,896	25,919
Interest Income	9,600	9,600	58,381	48,781
County Grants	449,977	-	-	-
Contribution - Developer	-	-	-	-
Amounts available for appropriation	2,013,996	1,564,019	1,860,665	296,646
Charges to appropriations (outflows) - Local road programs	1,512,750	1,512,750	339,907	1,172,843
Fund Balance - End of year	$ 501,246	$ 51,269	$ 1,520,758	$ 1,469,489

City of Wixom, Michigan

Other Supplemental Information

Financial Plan Comparision Schedule - Major Capital Project Fund

Year Ended June 30, 2006

	Original Budget	Amended Budget	Actual	Variance With Amended Budget
Major Road Capital Fund				
Fund Balance - Beginning of year	$ 1,205,143	$ 1,205,143	$ 926,131	$ (279,012)
Resources (inflows):				
Federal/State revenue	-	-	399,946	399,946
Contribution from Developers	-	-	50,000	50,000
Interest Income	10,000	10,000	36,666	26,666
Contribution - LDFA Project	1,241,000	1,241,000	380,246	(860,754)
Amounts available for appropriation	2,456,143	2,456,143	1,792,989	(663,154)
Charges to appropriations (outflows) - Major road programs	1,455,000	1,455,000	794,340	660,660
Fund Balance - End of year	$ 1,001,143	$ 1,001,143	$ 998,649	$ (2,494)

City of Wixom, Michigan

Other Supplemental Information

Financial Plan Comparision Schedule - Major Debt Service Fund

Year Ended June 30, 2006

	Original Budget	Amended Budget	Actual	Variance With Amended Budget
Special Assessment Fund				
Fund Balance - Beginning of year	$ -	$ -	$ -	$ -
Resources (inflows):				
Special Assessment Revenue	185,813	185,813	319,012	133,199
Interest Income	-	-	4,452	4,452
Amounts available for appropriation	185,813	185,813	323,464	137,651
Charges to appropriations (outflows) - Debt				
Interest expense	30,561	30,561	53,895	(23,334)
Principal payment	155,252	155,252	75,000	80,252
Miscellaneous expense	-	-	250	(250)
Total charges to appropriations	185,813	185,813	129,145	56,668
Fund Balance - End of year	$ -	$ -	$ 194,319	$ 194,319

City of Wixom, Michigan

Other Supplemental Information

Financial Plan Comparision Schedule - Major Capital Project Fund

Year Ended June 30, 2006

	Original Budget	Amended Budget	Actual	Variance With Amended Budget
Development - DDA/VCA Capital Project Fund				
Fund Balance - Beginning of year	$ 2,824,220	$ 2,824,220	$ 3,662,610	$ 838,390
Resources (inflows):				
Issuance of Debt	-	2,830,000	2,830,000	-
Interest Income	51,255	51,255	72,675	21,420
Amounts available for appropriation	2,875,475	5,705,475	6,565,285	859,810
Charges to appropriations (outflows) - Development				
DDA/VCA Capital Project	2,875,475	3,713,834	3,357,726	356,108
Tribute Drain Expenditures	-	2,830,000	2,403,210	426,790
Total charges to appropriations	2,875,475	6,543,834	5,760,936	782,898
Fund Balance - End of year	$ -	$ (838,359)	$ 804,349	$ 1,642,708

Other Supplemental Information

June 30, 2006

Notes to Other Supplemental Information Nonmajor Governmental Funds

Year Ended June 30, 2006

Special Revenue Funds

Special Revenue Funds are classified as such because some authority other than the City requires special/legal restrictions and accounting procedures. The Special Revenue Funds (Nonmajor) of the City are shown below:

Community Development Block Grant (CDBG) Fund -Community Development Block Grant (CDBG) Fund contains monies allocated annually to the City for reimbursement from the Federal Community Block Grant programs, which is administrated by Oakland County. These funds are used for development and completion of projects that serve the needs of persons of low to moderate income within the City.

Land Acquisition Fund - The Land Acquisition Fund contains the proceeds of the millage levied for the purpose of acquiring land. The land acquisition activities are designed to preserve the natural resources of the City and to facilitate controlled growth and quality economic development. The program was funded through property taxes over a 10 year period ending FY 1998-99.

Capital Improvement Fund – The Capital Improvement Fund includes expenditures for building, 1and, major equipment, and other commodities which are of significant value and have a useful life of severa1 years. Capital improvement programming and budgeting involves the development of a long-term plan for capital expenditures of the City.

The capital improvement program lists each proposed capital item to be undertaken, the year in which it will be started, the amount expected to be expended in each year and the proposed method of financing these expenditures. Based on these details, summaries of capita1 activity in each year can be prepared as well as summaries of financia1 requirements, such as amounts of general obligations bonds to be issued, amounts from general operating funds required, etc.

Capital Planning Fund – The Capital Planning Fund is the mechanism to fund and support the Capital Improvement Fund's 5 year capital plan. During the budget process each Department provides a five year projection of capital improvement expenditures. The Capital Planning Fund is used to even out the funding needs for these expenditures over a five year period as planned.

Forfeiture Fund - The Forfeiture Fund contains monies received from the forfeiture of drugs or equipment used in the manufacture, sale, or use of drugs. These funds must be used in the fight against drugs.

Special Revenue Funds (Continued)

Retiree Insurance Fund - The Insurance for Retiree Benefits was established to fund current and future expenditures for the payment of Retiree Health Insurance as stipulated in the City's Union contracts.

Safety Bike Path - The Safety Path Capital Program Fund was created to record the capital outlays of the Bike Path Improvement programs that were approved by the citizens of the City in FY 1995-96. This fund contains the proceeds of a six year millage levied for the purpose of building bike paths.

DPW & Fire Building Construction Fund - The DPW & Fire Building Construction Fund was created to record the capital outlays for the cost of acquiring, constructing, equipping and furnishing a new Department of Public Works building and salt storage facility, and expansions to and renovations of a Fire Station building that was approved by the citizens of the City in FY 1999-2000. The revenues consist of bond proceeds from bonds issued in 2000, and investment earnings.

Solid Waste Collection Fund - This program contains resources to fund solid waste collection services provided to Wixom residents by contractors retained by the City. Services included in this department are for refuse collection. This program includes the Solid Waste program for the City. A Special Revenue Fund was setup to account for this activity in the Fiscal Year 1999-2000.

Special Agency - The Special Agency Fund was established to show building developer accounts and other special agency accounts which were transferred from a Trust and Agency fund to this Special Revenue fund.

Cemetery Fund - The Cemetery Board is responsible for the operations of the Wixom Cemetery. The City Clerk is responsible for recordkeeping of all Cemetery records. The Cemetery Board is made up of 5 members, appointed by the Mayor, with the confirmation of the City Council.

Debt Service Funds

Debt Service Funds are used to account for the accumulation of resources for, and the payment of, long-term debt principal and interest.

Civic Center Debt Fund -This fund was established to account for the payment of annual principal and interest on $5,400,000 of bonds sold for building a new City civic center. These annual requirements are met from a special ad valorem tax. A substantial portion of this debt was refinanced at a lower interest rate by the 2001 Refunding Bond issue.

DDA/VCA Development Debt Fund -This fund was established to account for the payment of annual principal and interest on $5,750,000 of bonds sold for building the DDA/VCA Development Project Fund. The Village Center Area District is intended to allow for the development of a fully integrated, mixed use, pedestrian oriented Village Center Area (VCA). These annual requirements are met from the DDA/VCA ad valorem tax.

Major Road Debt Fund -This fund was established to account for the payment of annual principal and interest on two bond issues sold to improve major roads within the City. These annual requirements are met from a special ad valorem tax. A portion of this debt was refinanced at a lower interest rate by the 2004 Refunding Bond issue.

DPW & Fire Construction Debt Fund - This fund was established to account for the payment of annual principal and interest on $2,615,000 of bonds sold for building a new DPW facility and to renovate a fire station with the City. These annual requirements are met from a special ad valorem tax.

City of Wixom, Michigan
Other Supplemental Information
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2006

	Nonmajor Special Revenue Funds						
	Community Development	Land Acquisition	Capital Improvement	Capital Planning	Forfeiture	Retirees	Safety Path
Assets							
Cash and investments	$ -	$ 1,095,139	$ -	$ 1,170,831	$ 18,416	$ 739,475	$ 1,291
Receivables - Net	16,279	-	31,720	-	-	-	-
Due from other funds	-	-	71,228	-	1,301	-	437
Total assets	$ 16,279	$ 1,095,139	$ 102,948	$ 1,170,831	$ 19,717	$ 739,475	$ 1,728
Liabilities and Fund Balances							
Liabilities							
Accounts payable	$ 3,925	$ -	$ 102,948	$ -	$ 16,294	$ 3,638	$ -
Due to other funds	12,354	-	-	104,356	-	-	-
Total liabilities	16,279	-	102,948	104,356	16,294	3,638	-
Fund Balances - Unreserved							
Special Revenue Funds	-	1,095,139	-	1,066,475	3,423	735,837	1,728
Debt Service Funds	-	-	-	-	-	-	-
Total Fund Balance	-	1,095,139	-	1,066,475	3,423	735,837	1,728
Total liabilities and fund balances	$ 16,279	$ 1,095,139	$ 102,948	$ 1,170,831	$ 19,717	$ 739,475	$ 1,728

				Debt Service Funds				
DPW & Fire Building	Solid Waste	Special Agency	Cemetery	Civic Center	Development Debt	Major Road	DPW & Fire Building	Total Nonmajor Governmental Funds
$ 49,779	$ 85,912	$ -	$ 66,563	$ 49,616	$ 225,585	$ 54,371	$ 36,548	$ 3,593,526
-	5,559	-	-	6,920	-	15,763	5,378	81,619
-	-	1,335,270	-	-	-	-	-	1,408,236
$ 49,779	$ 91,471	$ 1,335,270	$ 66,563	$ 56,536	$ 225,585	$ 70,134	$ 41,926	$ 5,083,381
$ 21,238	$ 35,364	$ -	$ -	$ -	$ -	$ -	$ -	$ 183,407
-	5,559	-	-	6,481	-	15,127	5,140	149,017
21,238	40,923	-	-	6,481	-	15,127	5,140	332,424
28,541	50,548	1,335,270	66,563	-	-	-	-	4,383,524
-	-	-	-	50,055	225,585	55,007	36,786	367,433
28,541	50,548	1,335,270	66,563	50,055	225,585	55,007	36,786	4,750,957
$ 49,779	$ 91,471	$ 1,335,270	$ 66,563	$ 56,536	$ 225,585	$ 70,134	$ 41,926	$ 5,083,381

City of Wixom, Michigan
Other Supplemental Information
Combining Statement of Revenue, Expenditures,
and changes in Fund Balance-Nonmajor Governmental Funds
Year Ended June 30, 2006

	Nonmajor Special Revenue Funds						
	Community Development	Land Acquisition	Capital Improvement	Capital Planning	Forfeiture	Retirees	Safety Path
Revenues							
Property taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ 27
Solid waste collection	-	-	-	-	-	-	-
Federal Revenue	22,279	-	-	-	-	-	-
State Revenue	-	-	108,794	-	-	-	-
Permits & Fees	-	-	-	-	-	-	-
Donations	-	-	21,394	-	-	-	-
Interest	-	41,594	-	42,424	699	32,542	50
Other revenue	-	-	-	-	1,301	54,718	-
Total revenues	22,279	41,594	130,188	42,424	2,000	87,260	77
Expenditures							
Current:							
Financial administration	-	-	5,000	-	-	-	-
Clerk's office	-	-	4,636	-	-	-	-
General operating	22,279	500	31,812	-	-	45,000	-
Cultural center	-	-	17,786	-	-	-	-
Community services/recreation	-	-	50,558	-	-	-	-
Fire department	-	-	149,254	-	-	-	-
Police department	-	-	166,025	-	16,294	-	-
Building	-	-	-	-	-	-	-
Solid waste	-	-	-	-	-	-	-
Public works	-	-	180,240	-	-	-	-
Educational	-	-	21,394	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total expenditures	22,279	500	626,705	-	16,294	45,000	-
Excess of Revenues Over(Under) Expenditures	-	41,094	(496,517)	42,424	(14,294)	42,260	77
Other Financing Sources (Uses)							
Operating transfers in	-	-	496,517	650,000	-	250,000	-
Operating transfers out	-	-	-	(490,791)	-	-	-
Issuance of Debt	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	496,517	159,209	-	250,000	-
Net Change in Fund Balances	-	41,094	-	201,633	(14,294)	292,260	77
Fund Balances - Beginning of year	-	1,054,045	-	864,842	17,717	443,577	1,651
Fund Balances - End of year	$ -	$ 1,095,139	$ -	$ 1,066,475	$ 3,423	735,837	$ 1,728

				Debt Service Funds				
DPW & Fire Building	Solid Waste	Special Agency	Cemetery	Civic Center	Development Debt	Major Road	DPW & Fire Building	Total Nonmajor Governmental Funds
$ -	$ -	$ -	$ -	$ 327,265	$ 67,675	$ 745,073	$ 254,256	$ 1,394,296
-	456,753	-	-	-	-	-	-	456,753
-	-	-	-	-	-	-	-	22,279
-	-	-	-	-	-	-	-	108,794
-	-	540,208	-	-	-	-	-	540,208
-	-	27,410	-	190,243	-	-	-	239,047
3,804	5,389	721	2,335	7,711	10,687	17,805	2,910	168,671
-	-	-	5,189	-	-	3,775	-	64,983
3,804	462,142	568,339	7,524	525,219	78,362	766,653	257,166	2,995,031
-	-	-	-	-	-	-	-	5,000
-	-	-	-	-	-	-	-	4,636
-	-	-	109	500	-	500	500	101,200
-	-	-	-	-	-	-	-	17,786
-	-	-	-	-	-	-	-	50,558
28,628	-	-	-	-	-	-	-	177,882
-	-	34,184	-	-	-	-	-	216,503
-	-	657,312	-	-	-	-	-	657,312
-	452,484	-	-	-	-	-	-	452,484
12,679	-	-	-	-	-	-	-	192,919
-	-	-	-	-	-	-	-	21,394
-	-	-	-	455,000	-	585,000	145,000	1,185,000
-	-	-	-	78,000	268,570	230,743	109,895	687,208
41,307	452,484	691,496	109	533,500	268,570	816,243	255,395	3,769,882
(37,503)	9,658	(123,157)	7,415	(8,281)	(190,208)	(49,590)	1,771	(774,851)
-	-	-	-	-	-	-	-	1,396,517
-	-	-	-	-	-	-	-	(490,791)
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	905,726
(37,503)	9,658	(123,157)	7,415	(8,281)	(190,208)	(49,590)	1,771	130,875
66,044	40,890	1,458,427	59,148	58,336	415,793	104,597	35,015	4,620,082
$ 28,541	$ 50,548	$ 1,335,270	$ 66,563	$ 50,055	$ 225,585	$ 55,007	$ 36,786	$ 4,750,957

City of Wixom, Michigan

Other Supplemental Information

Budgetary Comparison Schedule - Nonmajor Special Revenue Funds

Year Ended June 30, 2006

	Original Budget	Amended Budget	Actual	Variance With Amended Budget
Community Development Block Grant Fund				
Fund Balance - Beginning of year	$ -	$ -	$ -	$ -
Resources (inflows):				
CDBG Revenue	90,683	90,683	22,279	(68,404)
Amounts available for appropriation	90,683	90,683	22,279	(68,404)
Charges to appropriations (outflows) -				
CDBG Expenditures	90,683	90,683	22,279	68,404
Fund Balance - End of year	$ -	$ -	$ -	$ -

City of Wixom, Michigan

Other Supplemental Information

Budgetary Comparison Schedule - Nonmajor Special Revenue Funds

Year Ended June 30, 2006

	Original Budget	Amended Budget	Actual	Variance With Amended Budget
Land Acquisition				
Fund Balance - Beginning of year	$ 1,029,029	$ 1,029,029	$ 1,054,045	$ 25,016
Resources (inflows):				
Interest Income	6,000	6,000	41,594	35,594
Amounts available for appropriation	1,035,029	1,035,029	1,095,639	60,610
Charges to appropriations (outflows) -				
Land Acquisition Expenditures	1,035,029	1,035,029	500	1,034,529
Fund Balance - End of year	$ -	$ -	$ 1,095,139	$ 1,095,139

City of Wixom, Michigan

Other Supplemental Information

Budgetary Comparison Schedule - Nonmajor Special Revenue Funds

Year Ended June 30, 2006

	Original Budget	Amended Budget	Actual	Variance With Amended Budget
Capital Improvement Fund				
Fund Balance - Beginning of year	$ -	$ -	$ -	$ -
Resources (inflows):				
Federal Grants	-	108,794	108,794	-
Capital Planning Fund contribution	588,417	588,417	490,791	(97,626)
Cemetery Fund contribution	1,000	1,000	-	(1,000)
General Fund contribution	-	5,726	5,726	-
Library Fund contribution	37,000	21,394	21,394	-
CDBG Fund contribution	77,183	77,183	-	(77,183)
Public Works contribution	-	-	-	-
Amounts available for appropriation	703,600	802,514	626,705	(175,809)
Charges to appropriations (outflows)				
General government:				
Clerk	15,000	15,000	4,636	10,364
Finance	5,000	5,000	5,000	-
General Operating	55,000	55,000	31,812	23,188
Cultural and recreational:				
Community services	19,400	19,400	17,786	1,614
Parks and recreation	152,500	152,500	50,558	101,942
Public safety:				
Fire	42,000	156,520	149,254	7,266
Police	182,700	182,700	166,025	16,675
Public works - DPW	194,000	194,000	180,240	13,760
Cemetery	1,000	1,000	-	1,000
Library	37,000	21,394	21,394	-
Total charges to appropriations	703,600	802,514	626,705	175,809
Fund Balance - End of year	$ -	$ -	$ -	$ -

City of Wixom, Michigan

Other Supplemental Information

Budgetary Comparison Schedule - Nonmajor Special Revenue Funds

Year Ended June 30, 2006

	Original Budget	Amended Budget	Actual	Variance With Amended Budget
Capital Planning Fund				
Fund Balance - Beginning of year	$ 807,779	$ 807,779	$ 864,842	$ 57,063
Resources (inflows):				
General Fund Contribution	650,000	650,000	650,000	-
Interest Income	20,000	20,000	42,424	22,424
Amounts available for appropriation	1,477,779	1,477,779	1,557,266	79,487
Charges to appropriations (outflows)				
General government:				
Financial administration	5,000	5,000	5,000	-
Clerk	15,000	15,000	4,636	10,364
General Operating	55,000	55,000	31,812	23,188
Cultural and recreational:				
Parks and recreation	75,317	75,317	50,558	24,759
Cultural center	61,400	61,400	52,520	8,880
Public safety:				
Police	182,700	182,700	166,025	16,675
Public works - DPW	194,000	194,000	180,240	13,760
Total charges to appropriations	588,417	588,417	490,791	97,626
Fund Balance - End of year	$ 889,362	$ 889,362	$ 1,066,475	$ 177,113

These expenditures are actually transfers to the Capital Improvement Fund to provide a source of funding for different capital projects. The City uses the Capital Planning Fund in conjunction with their five year capital program.

City of Wixom, Michigan

Other Supplemental Information

Budgetary Comparison Schedule - Nonmajor Special Revenue Funds

Year Ended June 30, 2006

	Original Budget	Amended Budget	Actual	Variance With Amended Budget
Forfeiture Fund				
Fund Balance - Beginning of year	$ 17,593	$ 17,593	$ 17,717	$ 124
Resources (inflows):				
Interest Income	200	200	699	499
Miscellaneous Income	-	-	1,301	1,301
Amounts available for appropriation	17,793	17,793	19,717	1,924
Charges to appropriations (outflows) -				
Forfeiture Expenditures	17,793	17,793	16,294	1,499
Fund Balance - End of year	$ -	$ -	$ 3,423	$ 3,423

City of Wixom, Michigan

Other Supplemental Information
Budgetary Comparison Schedule - Nonmajor Special Revenue Funds
Year Ended June 30, 2006

	Original Budget	Amended Budget	Actual	Variance With Amended Budget
Retiree Fund (Health Insurance)				
Fund Balance - Beginning of year	$ 433,187	$ 433,187	$ 443,577	$ 10,390
Resources (inflows):				
Interest Income	8,000	8,000	32,542	24,542
Retiree Insurance Contribution	18,842	54,000	54,718	718
General Fund Contribution	250,000	250,000	250,000	-
Amounts available for appropriation	710,029	745,187	780,837	35,650
Charges to appropriations (outflows) -				
Insurance Premiums	39,942	45,000	45,000	-
Fund Balance - End of year	$ 670,087	$ 700,187	$ 735,837	$ 35,650

City of Wixom, Michigan

Other Supplemental Information

Budgetary Comparison Schedule - Nonmajor Special Revenue Funds

Year Ended June 30, 2006

	Original Budget	Amended Budget	Actual	Variance With Amended Budget
Safety Bike Path				
Fund Balance - Beginning of year	$ -	$ -	$ 1,651	$ 1,651
Resources (inflows):				
Property Taxes	-	-	27	27
Interest Income	-	-	50	50
Amounts available for appropriation	-	-	1,728	1,728
Charges to appropriations (outflows) -				
Safety Bike Path Expenditures	-	-	-	-
Fund Balance - End of year	$ -	$ -	$ 1,728	$ 1,728

City of Wixom, Michigan

Other Supplemental Information

Financial Plan Comparision Schedule - Nonmajor Capital Project Fund

Year Ended June 30, 2006

	Original Budget	Amended Budget	Actual	Variance With Amended Budget
DPW & Fire Construction Fund				
Fund Balance - Beginning of year	$ 42,076	$ 42,076	$ 66,044	$ 23,968
Resources (inflows):				
Miscellaneous Income	-	-	-	-
Interest Income	-	-	3,804	3,804
Amounts available for appropriation	42,076	42,076	69,848	27,772
Charges to appropriations (outflows) -				
DPW & Fire Construction	42,076	42,076	41,307	769
Fund Balance - End of year	$ -	$ -	$ 28,541	$ 28,541

City of Wixom, Michigan

Other Supplemental Information

Budgetary Comparison Schedule - Nonmajor Special Revenue Funds

Year Ended June 30, 2006

	Original Budget	Amended Budget	Actual	Variance With Amended Budget
Solid Waste Collection				
Fund Balance - Beginning of year	$ 36,437	$ 36,437	$ 40,890	$ 4,453
Resources (inflows):				
Solid Waste Collection	449,140	449,140	456,753	7,613
Interest Income	1,000	1,000	5,389	4,389
Amounts available for appropriation	486,577	486,577	503,032	16,455
Charges to appropriations (outflows) -				
Solid Waste Collection Expenditures	453,196	453,196	452,484	712
	$ 33,381	$ 33,381	$ 50,548	$ 17,167

City of Wixom, Michigan

Other Supplemental Information

Budgetary Comparison Schedule - Nonmajor Special Revenue Funds

Year Ended June 30, 2006

	Original Budget	Amended Budget	Actual	Variance With Amended Budget
Special Agency Fund				
Fund Balance - Beginning of year	$ 2,284,057	$ 2,284,057	$ 1,458,427	$ (825,630)
Resources (inflows):				
Permits & Fees	781,135	781,135	540,208	(240,927)
Interest Income	10,000	10,000	721	(9,279)
Miscellaneous Income	25,700	25,700	27,410	1,710
Amounts available for appropriation	3,100,892	3,100,892	2,026,766	(1,074,126)
Charges to appropriations (outflows)				
General government:				
City Manager	-	-	-	-
Clerks	802	802	-	802
Building	2,063,190	2,063,190	657,312	1,405,878
Police	47,968	47,968	34,184	13,784
DPW	162,097	162,097	-	162,097
Transfer	10,000	10,000	-	10,000
Total charges to appropriations	2,284,057	2,284,057	691,496	1,592,561
Fund Balance - End of year	$ 816,835	$ 816,835	$ 1,335,270	$ 518,435

City of Wixom, Michigan

Other Supplemental Information

Budgetary Comparison Schedule - Nonmajor Special Revenue Funds

Year Ended June 30, 2006

	Original Budget	Amended Budget	Actual	Variance With Amended Budget
Cemetery				
Fund Balance - Beginning of year	$ 55,249	$ 55,249	$ 59,148	$ 3,899
Resources (inflows):				
Sale of Lots	1,500	1,500	5,189	3,689
Interest Income	500	500	2,335	1,835
Amounts available for appropriation	57,249	57,249	66,672	9,423
Charges to appropriations (outflows) -				
Cemetery Expenditures	500	500	109	391
Transfer to Capital Improvements	1,000	1,000	-	1,000
Total charges to appropriations	1,500	1,500	109	1,391
Fund Balance - End of year	$ 55,749	$ 55,749	$ 66,563	$ 10,814

City of Wixom, Michigan

Other Supplemental Information
Fiduciary Fund
Statement of Changes in Assets and Liabilities
for the fiscal year ended June 30, 2006

	Balance July 1, 2005	Additions	Deductions	Balance June 30, 2006
Assets				
Cash and cash equivalents	$ 2,403,523	$ 40,551,435	$ 42,053,458	$ 901,500
Accounts Receivable	-	4,541	-	4,541
Due from other governmental units	-	5,414	-	5,414
Total assets	2,403,523	40,561,390	42,053,458	911,455
Liabilities				
Due to other funds	$ -	$ 284,135	$ 284,135	$ -
Deposits and other liabilities	2,383,507	40,272,841	41,749,307	907,041
Due to other governmental units	20,016	4,414	20,016	4,414
Total liabilites	**$ 2,403,523**	**$ 40,561,390**	**$ 42,053,458**	**$ 911,455**

City of Wixom, Michigan
Downtown Development Authority
Combining Statement of Net Assets
June 30, 2006

	DDA (Modified Accrual Basis)	Accrual adjustments	Full Accrual Basis
Assets			
Cash and investments	$ 113,599	$ -	$ 113,599
Accounts receivable	76	-	76
Capital assets - Net	-	498,518	498,518
Total assets	113,676	498,518	612,194
Liabilities			
Accounts payable	22	-	22
Long term debt	-	44,000	44,000
Total liabilities	22	44,000	44,022
Fund balance/ Net assets			
Fund balance - unreserved	113,653	(113,653)	-
Net assets:		-	
Invested in captial assets, net of related debt	-	454,518	454,518
Restricted	-	44,000	44,000
Unrestricted	-	69,653	69,653
Total fund balance/ net assets	$ 113,653	$ 454,518	$ 568,172

Combining Statement of Activities
Year ended June 30, 2006

Revenues:	DDA (Modified Accrual Basis)	Accrual adjustments	Full Accrual Basis
Property tax capture	$ 11,766	$ -	$ 11,766
Interest income	4,228	-	4,228
Total revenue	15,994	-	15,994
Expenditures:			
Downtown development	545	-	545
Administrative	750	-	750
Depreciation	-	25,220	25,220
Total expenditures	1,295	25,220	26,514
Change in fund balance/ net assets	14,700	(25,220)	(10,520)
Fund balance/ Net assets:			
Beginning of year	98,954	479,738	578,692
End of year	$ 113,653	$ 454,518	$ 568,172

City of Wixom, Michigan
Local Development Finance Authority
Combining Statement of Net Assets
June 30, 2006

	LDFA (Modified Accrual Basis)	Accrual adjustments	Full Accrual Basis
Assets			
Cash and investments	$ 3,605,753	-	$ 3,605,753
Accounts receivable	7,135	-	7,135
Total assets	3,612,888	-	3,605,753
Liabilities			
Accounts payable	144,368	-	144,368
Accrued and other liabilities	-	1,546	1,546
Current portion of long term debt	-	150,000	150,000
Long term debt	-	-	-
Total liabilities	144,368	151,546	295,914
Fund balance/ Net assets			
Fund balance - unreserved	3,468,519	(3,468,519)	-
Net assets:			
Invested in captial assets, net of related debt	-	-	-
Restricted	-	3,316,973	3,316,973
Unrestricted	-	-	-
Total fund balance/ net assets	$ 3,468,519	$ (151,546)	$ 3,316,973

Combining Statement of Activities
Year ended June 30, 2006

Revenues:	LDFA (Modified Accrual Basis)	Accrual adjustments	Full Accrual Basis
Property tax capture	$ 745,019	$ -	$ 745,019
Interest income	123,852	-	123,852
Total revenue	868,871	-	868,871
Expenditures:			
Public Works Expenditures	380,246	-	380,246
Debt service	160,281	(151,547)	8,734
Total expenditures	540,527	(151,547)	388,980
Change in fund balance/ net assets	328,344	151,547	479,891
Fund balance/ Net assets:			
Beginning of year	3,140,175	(303,093)	2,837,082
End of year	$ 3,468,519	$ (151,546)	$ 3,316,973

City of Wixom, Michigan
Library
Combining Statement of Net Assets
June 30, 2006

	Library (Modified Accrual Basis)	Accrual adjustments	Full Accrual Basis
Assets			
Cash and investments	$ 156,229	$ -	$ 156,229
Accounts receivable	16,627	-	16,627
Capital assets - Net	-	354,293	354,293
Total assets	172,856	354,293	527,149
Liabilities			
Accounts payable	39,463	-	39,463
Accrued and other liabilities	7,592	-	7,592
Current portion of long term debt	-	13,031	13,031
Long term debt	-	5,796	5,796
Total liabilities	47,055	18,827	65,882
Fund balance/ Net assets			
Fund balance - unreserved	125,801	(125,801)	-
Net assets:			
Invested in captial assets, net of related debt	-	354,293	354,293
Unrestricted	-	106,974	106,974
Total fund balance/ net assets	$ 125,801	$ 335,466	$ 461,267

Combining Statement of Activities
Year ended June 30, 2006

Revenues:	Library (Modified Accrual Basis)	Accrual adjustments	Full Accrual Basis
Property tax capture	$ 745,305	$ -	$ 745,305
Charges for services	30,892	-	30,892
Other operating grants & donations	14,938	-	14,938
Capital grants and donations	4,369	-	4,369
Interest income	13,939	-	13,939
Other miscellaneous revenue	340	-	340
Total revenue	809,783	-	809,783
Expenditures:			
Personel	344,570	9,018	353,588
Educational, recreational, and cultural	159,665	(5,601)	154,064
Books & Periodicals	71,280	(71,280)	-
Capital Improvements	21,394	(21,394)	-
Rental Expenditure	190,243	-	190,243
Depreciation	-	56,874	56,874
Total expenditures	787,151	(32,381)	754,769
Change in fund balance/ net assets	22,632	32,381	55,014
Fund balance/ Net assets:			
Beginning of year	103,169	303,084	406,253
End of year	$ 125,801	$ 335,466	$ 461,267

Statistical Section

June 30, 2006

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

The statistical section is organized into the following main categories:

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

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

Debt Capacity - These schedules contain debt capacity 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.

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

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

Sources Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year. The City implemented GASB Statement 34 in 2004; schedules presenting government-wide information include information beginning in that year.

City of Wixom, Michigan

Net Assets by Component

Last Four Fiscal Years

	June 30			
	2003	2004	2005	2006
Governmental Activities				
Invested in capital assets - Net of related debt	$27,643,583	$28,805,520	$24,764,536	$29,466,163
Restricted	1,652,285	1,596,127	6,892,928	5,653,914
Unrestricted	2,624,089	2,684,098	3,601,867	3,948,124
Total Net Assets	**31,919,957**	**33,085,745**	**35,259,331**	**39,068,201**
Business-Type Activities				
Invested in capital assets - Net of related debt	38,875,514	39,657,144	40,213,251	41,189,253
Restricted	1,211,036	1,168,284	1,196,187	1,143,419
Unrestricted	10,122,807	9,989,738	10,388,014	10,828,759
Total Net Assets	**50,209,357**	**50,815,166**	**51,797,452**	**53,161,431**
Primary Government in Total				
Invested in capital assets - Net of related debt	66,519,097	68,462,664	64,977,787	70,655,416
Restricted	2,863,321	2,764,411	8,089,115	6,797,333
Unrestricted	12,746,896	12,673,836	13,989,881	14,776,883
Total Net Assets	**$82,129,314**	**$83,900,911**	**$87,056,783**	**$92,229,632**

City of Wixom, Michigan

Changes in Net Assets Governmental Activities

Last Four Fiscal Years

	Year Ended June 30			
	2003	2004	2005	2006
Expenses				
General government	$2,758,567	$2,687,637	$2,921,913	$2,538,344
Public Safety	3,412,961	3,540,770	3,814,070	3,777,247
Public works	4,695,373	3,275,746	3,583,028	6,880,440
Health and welfare	420,897	421,180	434,511	452,484
Recreation and culture	752,899	760,185	686,579	689,549
Interest on long-term debt	601,912	549,301	557,732	745,797
Total expenses	12,642,609	11,234,819	11,997,833	15,083,861
Program Revenues				
Charges for services:				
General government	38,838	128,897	133,607	203,170
Public safety	103,049	101,708	96,849	97,045
Public works	294,042	462,315	621,758	4,246,625
Health and welfare	415,315	443,715	450,891	459,615
Recreation and culture	288,788	251,438	197,286	209,845
Total charges for services	1,140,032	1,388,073	1,500,391	5,216,300
Operating grants and contributions	1,242,209	825,245	995,400	981,848
Capital grants and contributions	996,262	341,116	1,363,243	624,660
Total program revenues	3,378,503	2,554,434	3,859,034	6,822,808
Net Expense	**-9,264,106**	**-8,680,385**	**-8,138,799**	**-8,261,053**
General Revenue				
Taxes	7,447,805	8,266,596	8,499,148	8,747,222
State-shared revenue	1,475,681	1,145,786	1,143,954	1,121,576
Unrestricted interest earnings	176,278	165,605	375,349	631,714
Miscellaneous	250,765	265,435	272,228	181,879
Sale of fixed asset	225	2,751	21,706	-70,895
Total general revenue	9,350,754	9,846,173	10,312,385	10,611,496
Transfers	0	0	0	0
Change in Net Assets	**$86,648**	**$1,165,788**	**$2,173,586**	**$2,350,443**

City of Wixom, Michigan

Changes in Net Assets Business-types Activities

Last Four Fiscal Years

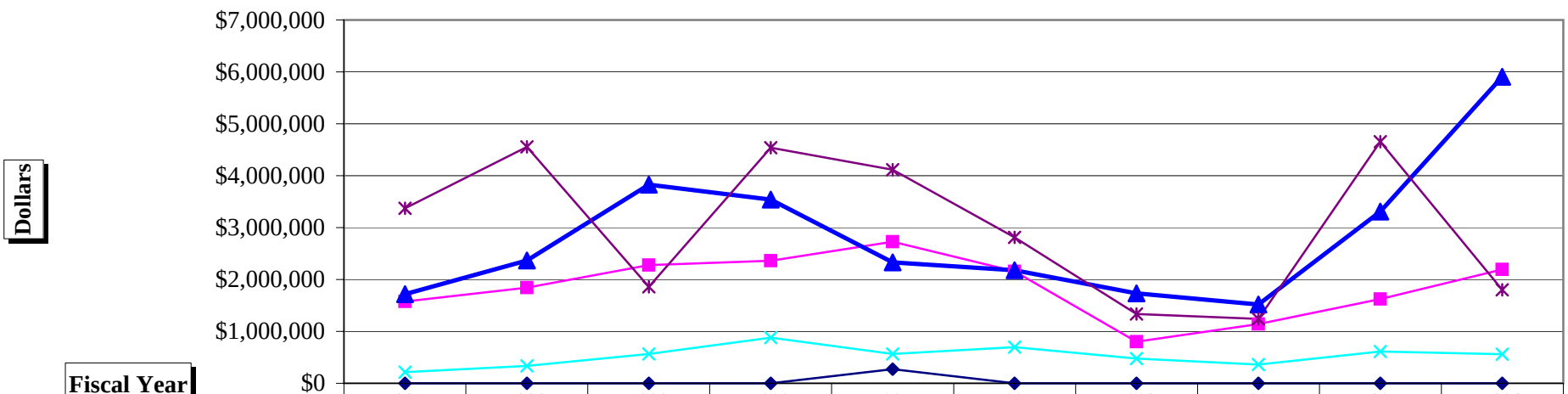
	Year Ended June 30			
	2003	2004	2005	2006
Expenses				
Water	$2,229,937	$2,493,823	$2,612,599	$2,908,067
Sewer	1,552,886	1,540,899	1,622,250	1,693,678
Water-Interest on long-term debt	439,844	425,089	406,337	384,378
Sewer-Interest on long-term debt	177,797	154,233	130,237	105,662
Total expenses	4,400,464	4,614,044	4,771,423	5,091,785
Program Revenues				
Charges for services:				
Water	1,613,525	1,784,532	2,082,801	2,598,147
Sewer	964,633	840,249	917,355	1,057,666
Total charges for services	2,578,158	2,624,781	3,000,156	3,655,813
Operating grants and contributions	0	0	0	0
Capital grants and contributions	1,126,915	1,285,643	1,276,985	1,144,229
Total program revenues	3,705,073	3,910,424	4,277,141	4,800,042
Net Expense	**-695,391**	**-703,620**	**-494,282**	**-291,743**
General Revenue				
Taxes	1,276,019	1,240,650	1,234,376	1,211,827
Unrestricted interest earnings	124,485	68,779	242,192	443,895
Total general revenue	1,400,504	1,309,429	1,476,568	1,655,722
Transfers	0	0	0	0
Change in Net Assets	**$705,113**	**$605,809**	**$982,286**	**$1,363,979**

City of Wixom, Michigan

Fund Balance - Governmental Funds - Last Ten Fiscal Years

Fiscal Year Ended June-30	Reserved General Fund	Reserved Other Funds	Reserved Fund Balance	Unreserved General Fund	Unreserved Special Revenue	Unreserved Debt Service	Unreserved Capital Projects	Unreserved Fund Balance	Total Fund Balance
1997	$0	$0	$0	$1,578,165	$1,717,332	$217,111	$3,371,158	$6,883,766	$6,883,766
1998	0	0	0	1,841,300	2,364,327	333,794	4,557,080	9,096,501	9,096,501
1999	0	0	0	2,277,151	3,828,377	564,290	1,857,227	8,527,045	8,527,045
2000	0	0	0	2,362,602	3,540,700	878,281	4,538,477	11,320,060	11,320,060
2001	0	271,479	271,479	2,726,250	2,329,545	564,680	4,115,896	9,736,371	10,007,850
2002	0	0	0	2,156,126	2,177,683	697,358	2,811,902	7,843,069	7,843,069
2003	0	0	0	799,731	1,735,532	474,544	1,336,701	4,346,508	4,346,508
2004	0	0	0	1,141,558	1,519,368	360,640	1,238,739	4,260,305	4,260,305
2005	0	0	0	1,623,816	3,309,258	613,741	4,654,785	10,201,600	10,201,600
2006	0	0	0	2,193,825	5,904,282	561,752	1,802,998	10,462,857	10,462,857

Fund Balance - Govenmental Funds (Last Ten Fiscal Years)



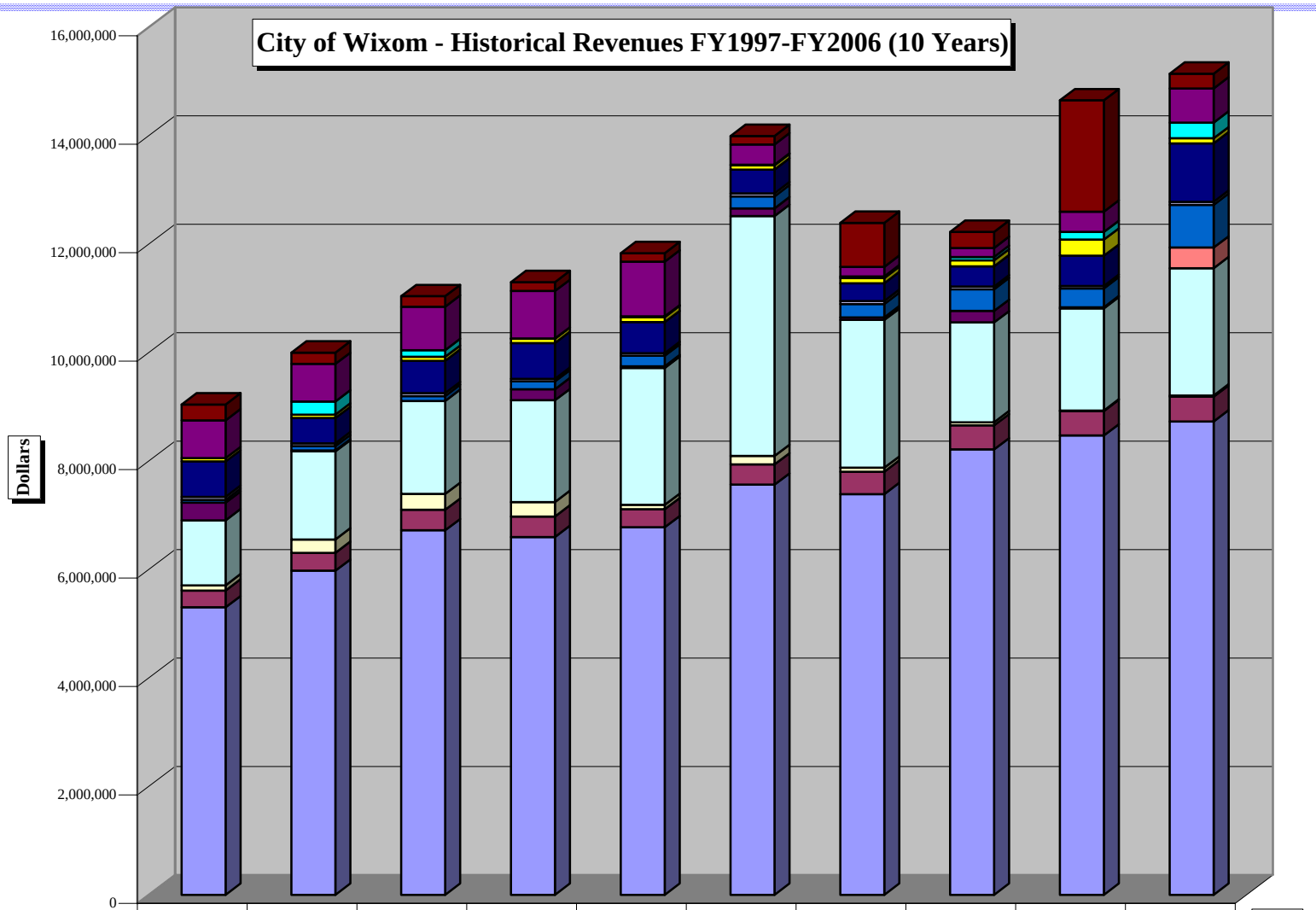
Fiscal Year	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
Reserved Fund Balance	$0	0	0	0	271,479	0	0	0	0	0
Unreserved General Fund	$1,578,165	1,841,300	2,277,151	2,362,602	2,726,250	2,156,126	799,731	1,141,558	1,623,816	2,193,825
Unreserved Spec Rev	$1,717,332	2,364,327	3,828,377	3,540,700	2,329,545	2,177,683	1,735,532	1,519,368	3,309,258	5,904,282
Unreserved Debt Service	$217,111	333,794	564,290	878,281	564,680	697,358	474,544	360,640	613,741	561,752
Unreserved Capital Projects	$3,371,158	4,557,080	1,857,227	4,538,477	4,115,896	2,811,902	1,336,701	1,238,739	4,654,785	1,802,998

City of Wixom, Michigan

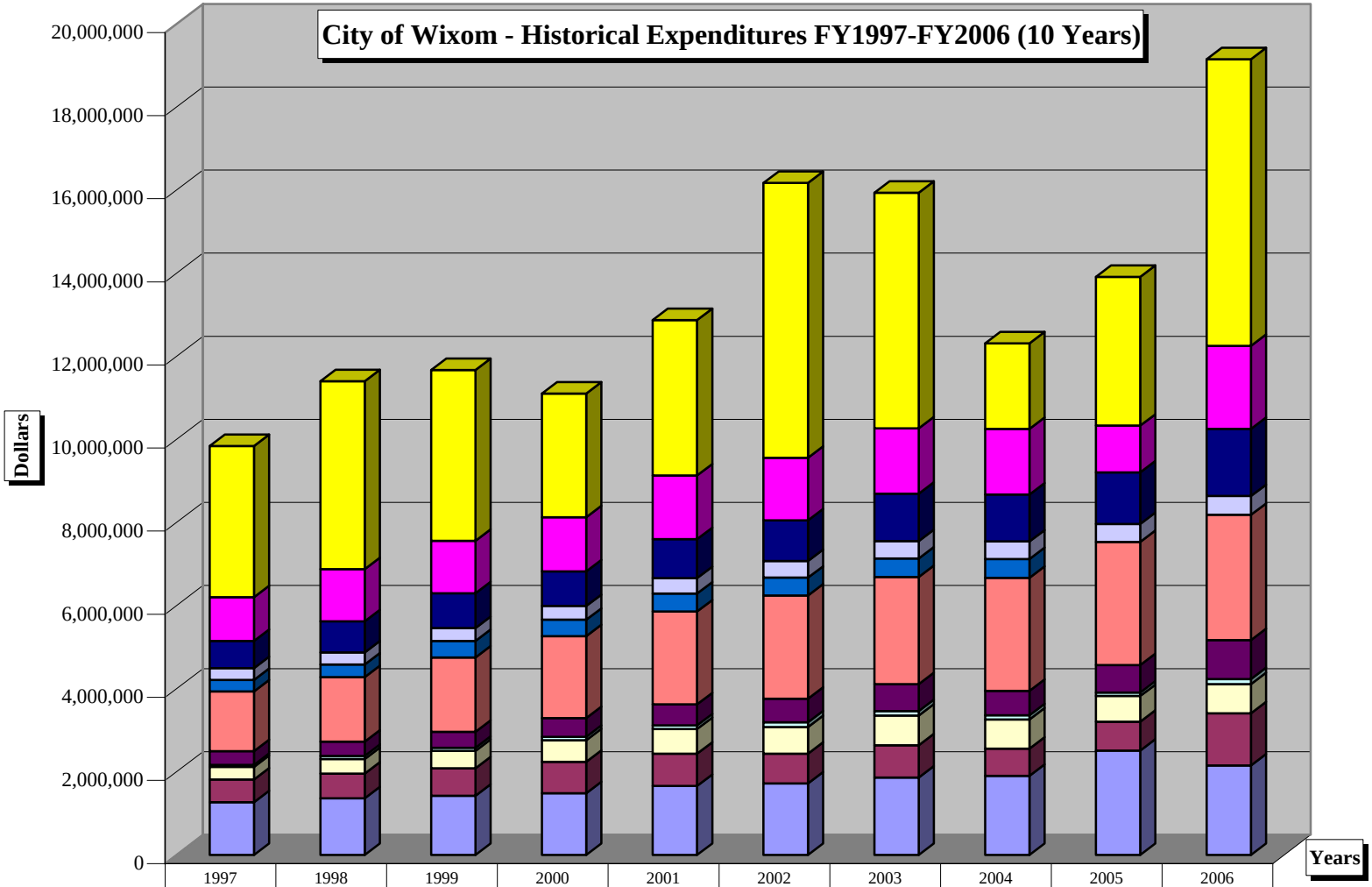
Changes in Fund Balances - Governmental Funds Activities

Last Ten Fiscal Years

	Year Ended June 30					Year Ended June 30				
Revenues	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
Property taxes	$5,302,262	$5,977,023	$6,723,485	$6,599,763	6,778,447	$7,565,218	$7,391,143	$8,214,016	$8,470,713	8,729,655
Solid waste collection	309,531	328,926	376,770	377,932	332,706	371,315	413,390	443,809	449,831	456,753
Federal grants	95,675	247,701	292,530	267,353	79,625	156,686	71,415	56,449	10,750	22,279
State revenue	1,200,836	1,624,735	1,715,438	1,875,260	2,526,209	4,425,755	2,725,573	1,842,705	1,884,002	2,348,972
County grants	323,943	16,502	0	203,975	29,798	142,161	49,480	211,902	22,023	0
LDFA contributions	0	0	0	0	0	0	0	0	0	380,246
Charges for services	51,524	79,233	92,395	143,784	196,182	220,691	245,140	399,243	347,453	786,189
Fines and forfeits	55,116	53,379	52,314	48,652	48,695	55,773	55,161	50,943	44,102	56,622
Licenses and Permits	653,693	466,704	594,541	659,486	571,030	437,161	327,717	374,315	558,003	1,078,095
Rental income	61,443	63,730	74,959	81,773	90,912	80,537	96,699	106,417	296,365	92,768
Donations	0	239,500	124,346	1,356	14,916	9,772	31,396	64,745	141,938	289,547
Interest	697,167	693,651	800,776	876,345	1,010,272	373,942	176,279	165,606	375,350	631,715
Other revenue	292,725	210,669	193,050	165,856	156,378	155,154	810,959	295,845	2,051,853	269,995
Total Revenue	9,043,915	10,001,753	11,040,604	11,301,535	11,835,170	13,994,165	12,394,352	12,225,995	14,652,383	15,142,836
Expenditures										
Current:										
Legislative	37,533	18,306	20,038	19,246	20,251	22,183	$17,089	22,015	18,736	17,774
City Manager	202,479	261,671	298,735	338,964	342,932	365,494	377199	379,882	420,517	423,459
Assessor	97,579	107,708	121,891	135,324	144,597	167,160	180468	190,555	199,083	198,297
Legal assistance	237,437	259,721	203,300	131,657	229,620	201,459	211862	199,161	119,351	119,342
Clerk	175,848	161,207	178,902	162,719	175,481	185,204	195994	199,554	223,768	216,289
Information systems	28,758	31,703	49,952	75,531	112,742	124,401	116634	128,592	125,570	132,918
Financial administration	215,103	240,874	265,796	285,571	273,718	317,934	348969	356,424	384,106	395,741
General operating	226,267	230,952	250,627	273,477	314,850	285,751	366428	369,253	955,404	599,024
City building maintenance	45,461	50,359	34,278	63,322	47,826	53,887	51005	54,922	63,049	49,218
Boards and commissions	49,821	69,953	76,713	81,144	89,940	113,320	107620	99,574	82,904	118,762
Cultural center	159,125	170,027	187,424	208,400	234,372	238,427	256982	270,025	273,899	287,888
Community services/recreation	142,263	184,827	228,662	310,203	355,864	402,835	454410	431,553	340,260	415,034
Department of Public Service	138,569	177,364	203,345	191,639	200,802	201,392	223333	145,985	117,155	0
Fire Department	328,443	346,473	386,494	452,902	503,685	571,066	650937	591,218	663,004	940,456
Police department	1,440,906	1,553,039	1,790,180	1,969,379	2,237,381	2,485,142	2576048	2,717,925	2,962,298	3,014,668
Building department	411,493	415,480	457,875	563,430	575,580	510,410	552620	512,454	582,213	1,255,448
Solid waste	278,991	287,959	305,478	331,185	368,698	400,239	420897	421,180	434,511	452,484
Public works	658,812	752,418	836,964	831,799	936,675	978,684	1136383	1,128,077	1,238,868	1,615,273
Educational	0									21,394
Other capital improvements	3,635,673	4,524,162	4,109,404	2,972,126	3,741,462	6,613,083	5672693	2,057,705	3,578,124	6,895,184
Debt service:										
Principal	360,000	580,000	530,000	610,000	690,000	860,000	960000	1,025,000	715,000	1,260,000
Interest	692,159	674,340	736,212	697,412	842,161	648,932	613606	558,144	411,968	741,353
Total Expenditures	9,562,720	11,098,543	11,272,270	10,705,430	12,438,637	15,747,003	15491177	11,859,198	13,909,788	19,170,006
Excess of Revenues Over (Under) Expenditures	-518,805	-1,096,790	-231,666	596,105	-603,467	-1,752,838	-3,096,825	366,797	742,595	-4,027,170
Other Financing Sources (Uses)										
Transfers in	4,416,910	5,534,792	5,015,301	4,127,136	3,310,846	6,431,976	5441395	2,683,223	2,500,121	2,646,131
Transfers out	-4,397,120	-5,542,292	-5,022,801	-4,122,975	-3,318,086	-6,431,976	-5441395	-2,683,223	-2,500,121	-2,646,131
Transfers from component units	7,175	5,053	34,126	0	42,658	7,272	0			
Transfers to component units	-270,207	-297,290	-364,416	-396,101	-390,161	-419,215	-447805	-453,000		
Payment to escrow agent					-3,089,344				-3,512,000	
Issuance of debt	0	3,609,262	0	2,588,850	2,735,344	0	0	0	8,710,700	2,830,000
Total Other Financing Sources (Uses)	-243,242	3,309,525	-337,790	2,196,910	-708,743	-411,943	-447805	-453,000	5,198,700	2,830,000
Transfers in Residual Equity	0									
Net Change in Fund Balances	-762,047	2,212,735	-569,456	2,793,015	-1,312,210	-2,164,781	-3544630	-86,203	5,941,295	-1,197,170
Fund Balances - Beginning of Year	7,645,813	6,883,766	9,096,501	8,527,045	11,320,060	10,007,850	7,843,069	4,346,508	4,260,305	10,201,600
Cemetery Fund -Beginning							48,069			
Special Agency - Beginning										1,458,427
Fund Balances - End of Year	6,883,766	9,096,501	8,527,045	11,320,060	10,007,850	7,843,069	4,346,508	4,260,305	10,201,600	10,462,857
Debt Service as a Percentage of Noncapital Expenditures	18%	19%	18%	17%	18%	17%	16%	16%	11%	16%



	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
Other revenue	292,725	210,669	193,050	165,856	156,378	155,154	810,959	295,845	2,051,853	269,995
Interest	697,167	693,651	800,776	876,345	1,010,272	373,942	176,279	165,606	375,350	631,715
Donations	0	239,500	124,346	1,356	14,916	9,772	31,396	64,745	141,938	289,547
Rental income	61,443	63,730	74,959	81,773	90,912	80,537	96,699	106,417	296,365	92,768
Licenses and Permits	653,693	466,704	594,541	659,486	571,030	437,161	327,717	374,315	558,003	1,078,095
Fines and forfeits	55,116	53,379	52,314	48,652	48,695	55,773	55,161	50,943	44,102	56,622
Charges for services	51,524	79,233	92,395	143,784	196,182	220,691	245,140	399,243	347,453	786,189
LDFA	0	0	0	0	0	0	0	0	0	380,246
County grants	323,943	16,502	0	203,975	29,798	142,161	49,480	211,902	22,023	0
State revenue	1,200,836	1,624,735	1,715,438	1,875,260	2,526,209	4,425,755	2,725,573	1,842,705	1,884,002	2,348,972
Federal grants	95,675	247,701	292,530	267,353	79,625	156,686	71,415	56,449	10,750	22,279
Solid waste	309,531	328,926	376,770	377,932	332,706	371,315	413,390	443,809	449,831	456,753
Property taxes	5,302,262	5,977,023	6,723,485	6,599,763	6,778,447	7,565,218	7,391,143	8,214,016	8,470,713	8,729,655

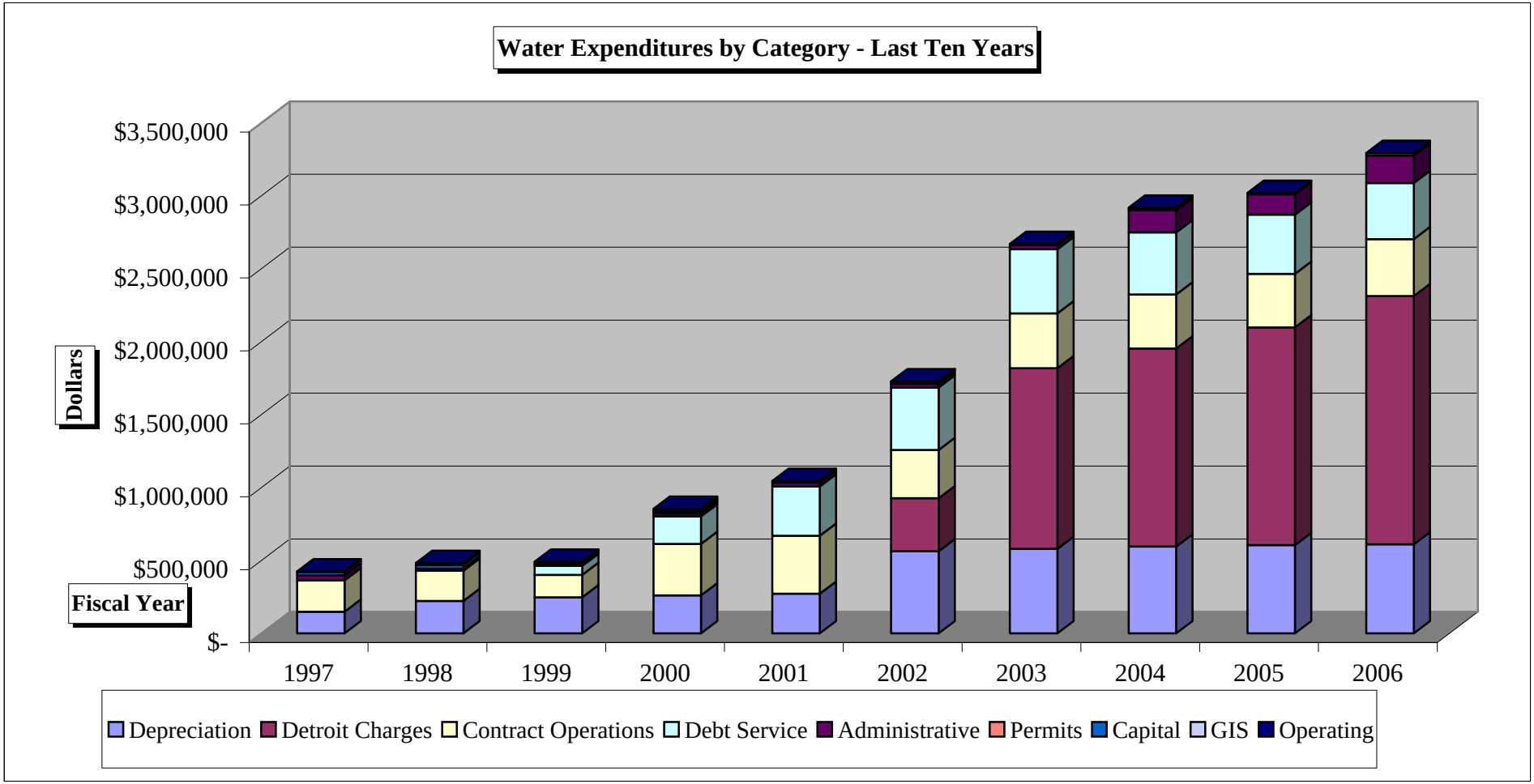


	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
Capital Outlay	3,635,673	4,524,162	4,109,404	2,972,126	3,741,462	6,613,083	5,672,693	2,057,705	3,578,124	6,895,184
Debt Service	1,052,159	1,254,340	1,266,212	1,307,412	1,532,161	1,508,932	1,573,606	1,583,144	1,126,968	2,001,353
Public Works	658,812	752,418	836,964	831,799	936,675	978,684	1,136,383	1,128,077	1,238,868	1,615,273
Solid Waste	278,991	287,959	305,478	331,185	368,698	400,239	420,897	421,180	434,511	452,484
Library	277,382	302,343	398,542	396,101	432,819	426,487	447,805	453,000	0	0
Police	1,440,906	1,553,039	1,790,180	1,969,379	2,237,381	2,485,142	2,576,048	2,717,925	2,962,298	3,014,668
Fire	328,443	346,473	386,494	452,902	503,685	571,066	650,937	591,218	663,004	940,456
Boards & Commissions	49,821	69,953	76,713	81,144	89,940	113,320	107,620	99,574	82,904	118,762
Recreational	301,388	354,854	416,086	518,603	590,236	641,262	711,392	701,578	614,159	702,922
DPS & Building	550,062	592,844	661,220	755,069	776,382	711,802	775,953	658,439	699,368	1,255,448
General	1,266,465	1,362,501	1,423,519	1,485,811	1,662,017	1,723,473	1,865,648	1,900,358	2,509,584	2,152,062

City of Wixom, Michigan

Water-Enterprise Fund - Water Expenditures by Category - Last Ten Years

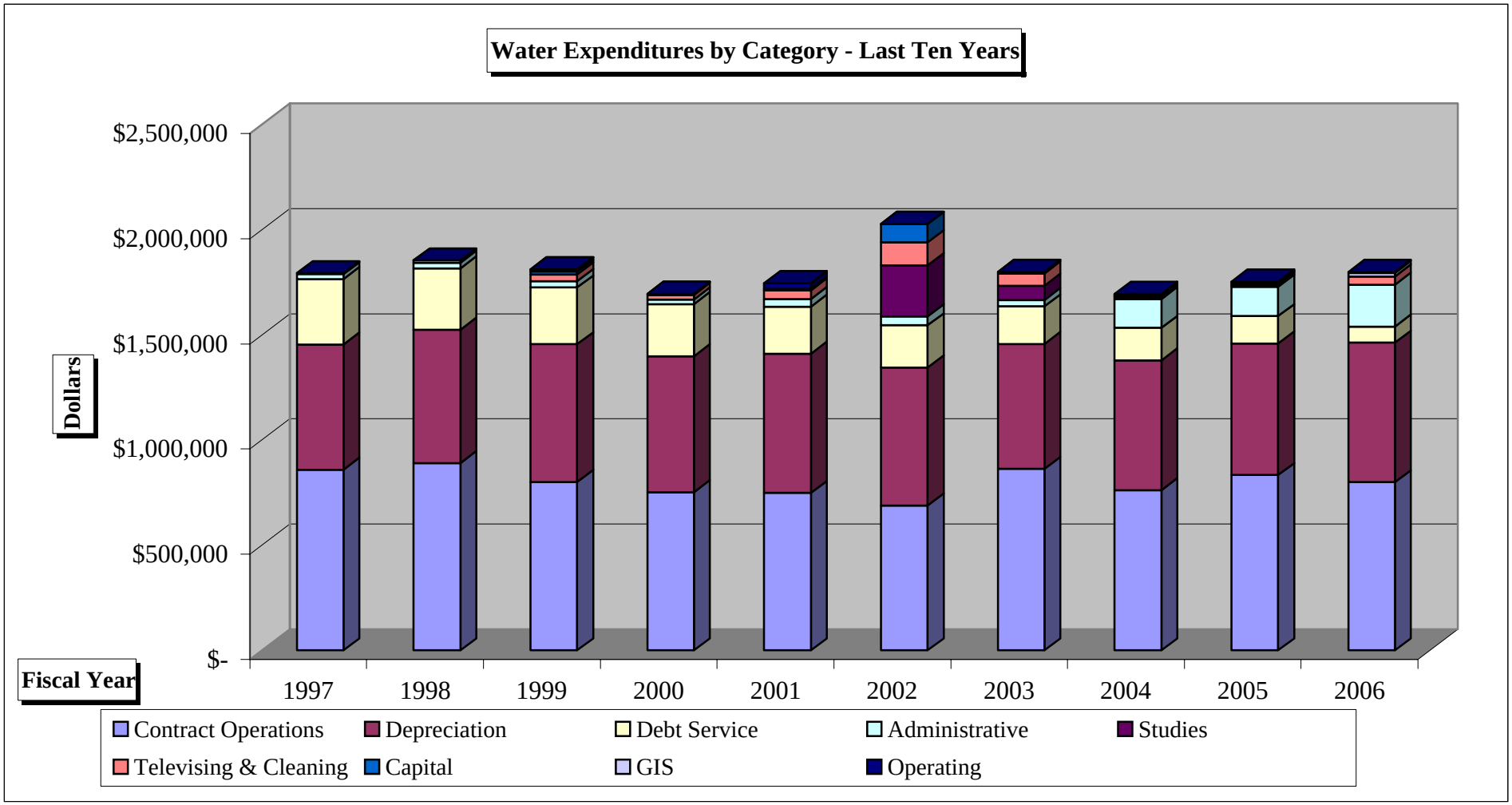
Account Type	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	Total
Depreciation	$ 148,661	$ 222,355	$ 247,692	$ 260,447	$ 271,849	$ 562,697	$ 579,515	$ 595,174	$ 605,276	$ 610,768	$ 3,600,116
DWSD Charges	-	-	-	-	-	363,815	1,238,109	1,358,007	1,492,675	1,701,576	4,452,606
Contract Operations	214,902	207,458	153,787	353,146	397,610	331,189	375,901	370,409	366,492	390,499	2,942,544
Bond Payment and Interest	-	-	61,384	188,657	337,185	428,146	439,844	425,089	406,337	384,378	2,286,642
Administrative Expenses	34,367	14,789	6,454	19,585	25,963	24,308	27,393	150,987	139,111	188,081	463,272
Permits	-	-	-	-	-	-	-	-	-	-	93,050
Capital Outlay	21,525	25,000	5,683	12,232	-	11,754	-	12,145	-	-	120,032
GIS	-	9,812	11,011	3,069	6,837	804	7,619	6,800	9,046	17,144	54,998
Operating Expenses	5,650	3,700	5,750	17,152	5,650	5,500	1,400	300	-	-	45,102
Total	**$425,105**	**$483,114**	**$491,761**	**$854,288**	**$1,045,094**	**$1,728,213**	**$2,669,781**	**$2,918,911**	**$3,018,937**	**$3,292,446**	**$14,058,362**



City of Wixom, Michigan

Wastewater Enterprise Fund - Wastewater Expenditures by Category - Last Ten Years

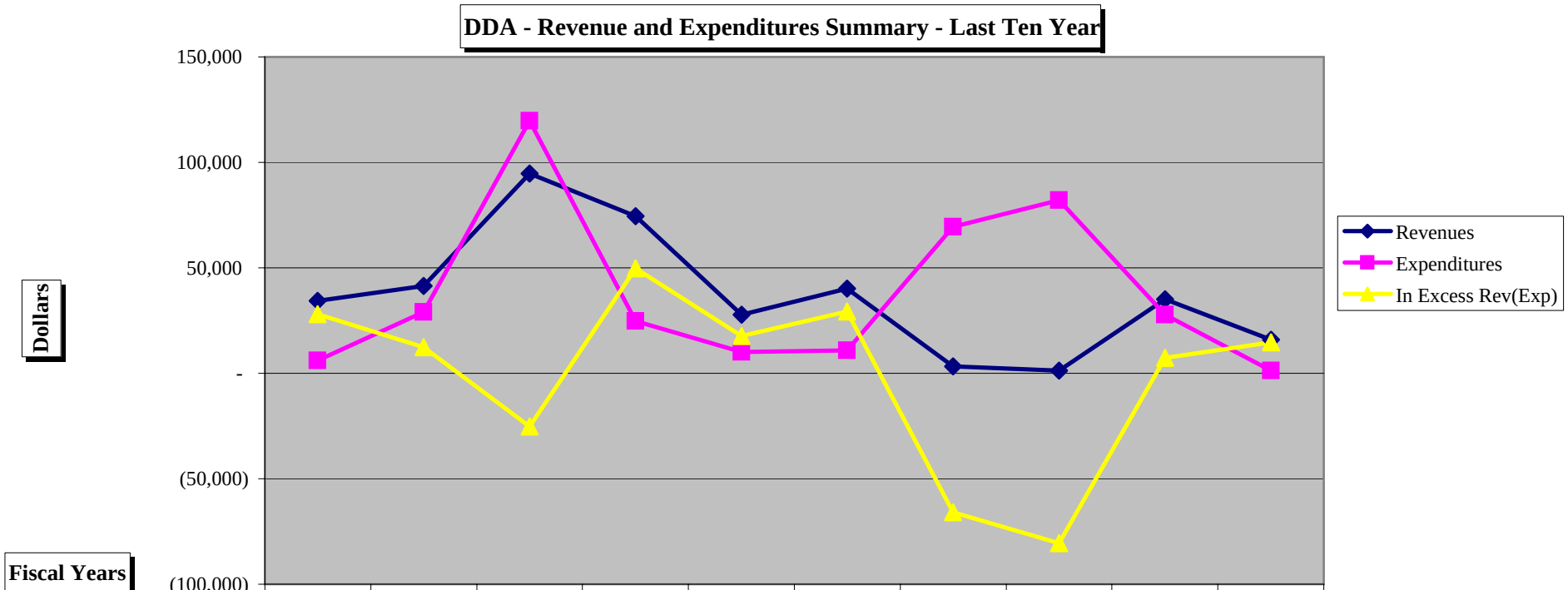
Account Type	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	Total
Contract Operations	$ 858,827	$ 889,996	$ 799,805	$ 751,411	$ 748,376	$ 688,759	$ 862,584	$ 761,880	$ 833,409	$ 798,942	$7,993,989
Depreciation	595,108	634,427	655,801	647,144	661,854	655,252	594,590	616,659	625,193	663,912	$6,349,940
Bond Payment and Interest	311,068	291,642	269,547	247,370	224,140	200,925	177,797	154,233	130,237	75,662	$2,082,621
Administrative Expenses	22,910	26,788	29,901	22,547	36,016	42,865	30,050	136,966	140,547	199,132	$ 687,722
Studies	-	-	-	-	-	243,456	68,875	-	-	-	$ 312,331
Televising and Cleaning	-	-	31,880	20,756	41,027	109,576	58,028	9,119	8,350	39,047	$ 317,783
Capital Outlay	-	-	13,250	5,834	-	85,948	-	3,933	-	-	$ 108,965
GIS	5,560	11,153	11,953	-	6,837	804	7,636	6,800	9,252	17,144	$ 77,139
Operating Expenses	-	-	-	-	27,722	-	-	5,541	5,500	5,500	$ 44,263
Total	**$1,793,473**	**$1,854,006**	**$1,812,137**	**$1,695,062**	**$1,745,972**	**$2,027,585**	**$1,799,560**	**$1,695,131**	**$1,752,488**	**$1,799,339**	**$17,974,753**



City of Wixom, Michigan

DDA Fund - Revenue and Expenditures by Category (Component Unit) - Last Ten Years

Account Category	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	Total	Percent
Revenues												
Property Taxes	27,448	31,824	35,453	42,876	50,393	36,050	639	-	20,393	11,766	305,602	66.42%
Contribution Other Funds	-	2,500	49,587	25,457	(32,494)	-	-	-			85,316	18.54%
Interest & Other	5,304	7,057	8,083	4,678	9,759	4,195	2,656	1,358	14,785	4,228	63,166	13.73%
Private Contributions	1,500	-	1,500	1,500	-	-	-	-			6,000	1.30%
Total Revenues	**34,252**	**41,381**	**94,623**	**74,511**	**27,658**	**40,245**	**3,295**	**1,358**	**35,178**	**15,994**	**460,084**	100.00%
Expenditures												
Salary and Wages	69	281	309	122	148	208	165	152	-	-	1,454	0.33%
Audit Fee	500	500	500	500	500	500	500	750	750	750	5,400	1.24%
Capital Outlay	$ 5,547	$ 28,326	$ 118,943	$ 24,153	$ 9,398	$ 10,266	$ 68,655	$ 81,053	$ 27,131	$ 545	383,657	88.28%
Interfund Transfers	-	-	-	-	-	-	-	-			44,080	10.14%
Total Expenditures	**6,116**	**29,107**	**119,752**	**24,775**	**10,046**	**10,974**	**69,320**	**81,955**	**27,881**	**1,295**	434,591	100.00%
In Excess	**28,136**	**12,274**	**(25,129)**	**49,736**	**17,612**	**29,271**	**(66,025)**	**(80,597)**	**7,297**	**14,699**	**25,493**	



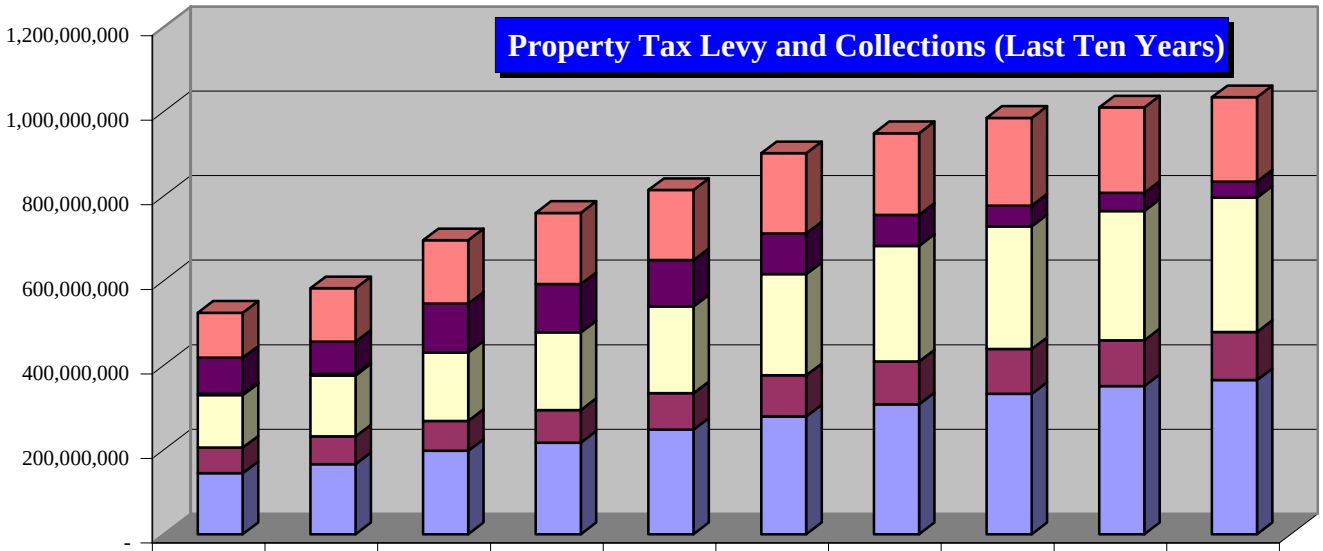
Fiscal Years

	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
Revenues	34,252	41,381	94,623	74,511	27,658	40,245	3,295	1,358	35,178	15,994
Expenditures	6,116	29,107	119,752	24,775	10,046	10,974	69,320	81,955	27,881	1,295
In Excess Rev(Exp)	28,136	12,274	(25,129)	49,736	17,612	29,271	(66,025)	(80,597)	7,297	14,699

City of Wixom, Michigan

Taxable Property Values - Last Ten Fiscal Years

Fiscal Year Ended June-30	Residential	Commerical	Industrial	Development	Agricultural	IFT	Personal Property	Total Value	Tax Rate (Mills)	Estimated Actual Value
1997	144,342,710	60,629,260	123,858,450	3,037,180	-	85,726,110	106,434,600	481,165,255	11.3986	962,330,510
1998	165,870,790	65,588,800	144,106,170	3,489,160	25,910	76,340,750	126,336,300	543,587,505	11.2553	1,087,175,010
1999	197,232,810	70,610,440	161,801,770	-	25,910	115,805,000	150,114,700	637,688,130	11.0815	1,275,376,260
2000	216,505,750	77,185,500	183,836,010	-	44,990	114,345,760	168,331,650	703,076,780	10.5257	1,406,153,560
2001	246,976,550	86,554,940	205,090,300	-	47,560	109,775,630	165,961,400	759,518,565	10.9035	1,519,037,130
2002	278,567,930	97,230,850	239,240,520	-	50,440	96,573,790	189,656,590	853,033,225	11.4564	1,706,066,450
2003	307,185,840	101,316,150	273,495,180	-	50,440	73,732,890	193,004,260	911,918,315	10.6883	1,823,836,630
2004	331,944,570	105,935,460	290,654,370	-	53,320	49,057,130	207,421,690	960,537,975	11.1433	1,921,075,950
2005	350,464,480	108,358,090	305,997,020	-	53,320	42,861,970	201,856,700	988,160,595	11.7923	1,976,321,190
2006	364,697,010	113,699,520	317,625,880	-	53,330	38,341,110	199,486,130	1,014,732,425	11.6363	2,029,464,850



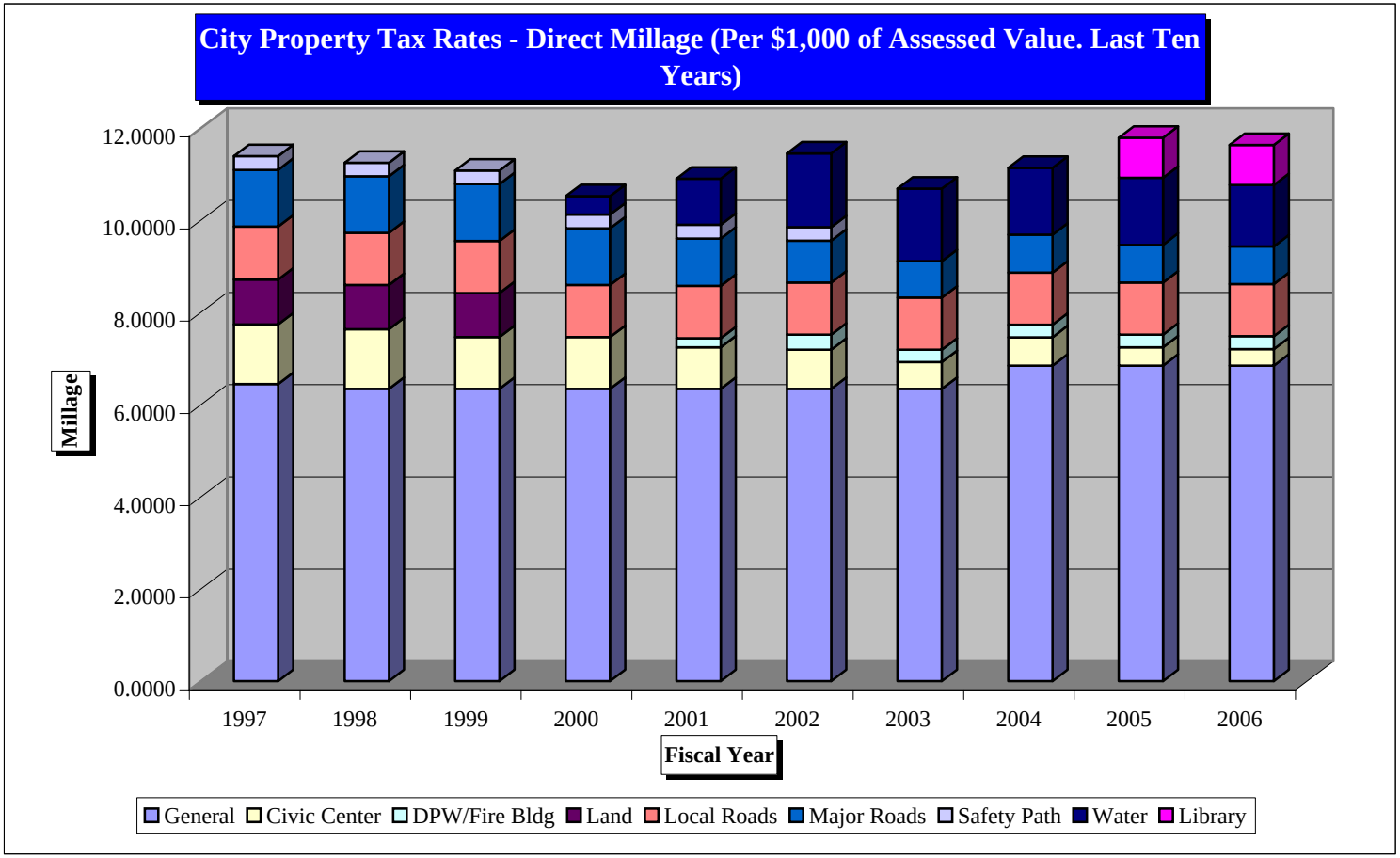
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
Personal	106,434,600	126,336,300	150,114,700	168,331,650	165,961,400	189,656,590	193,004,260	207,421,690	201,856,700	199,486,130
IFT	85,726,110	76,340,750	115,805,000	114,345,760	109,775,630	96,573,790	73,732,890	49,057,130	42,861,970	38,341,110
Development	3,037,180	3,489,160	-	-	-	-	-	-	-	-
Industrial	123,858,450	144,106,170	161,801,770	183,836,010	205,090,300	239,240,520	273,495,180	290,654,370	305,997,020	317,625,880
Commerical	60,629,260	65,588,800	70,610,440	77,185,500	86,554,940	97,230,850	101,316,150	105,935,460	108,358,090	113,699,520
Residential	144,342,710	165,870,790	197,232,810	216,505,750	246,976,550	278,567,930	307,185,840	331,944,570	350,464,480	364,697,010

Fiscal Year

City of Wixom, Michigan

Property Tax Rates - Direct Millage (Per $1,000 of Assessed Value. Last Ten Years)

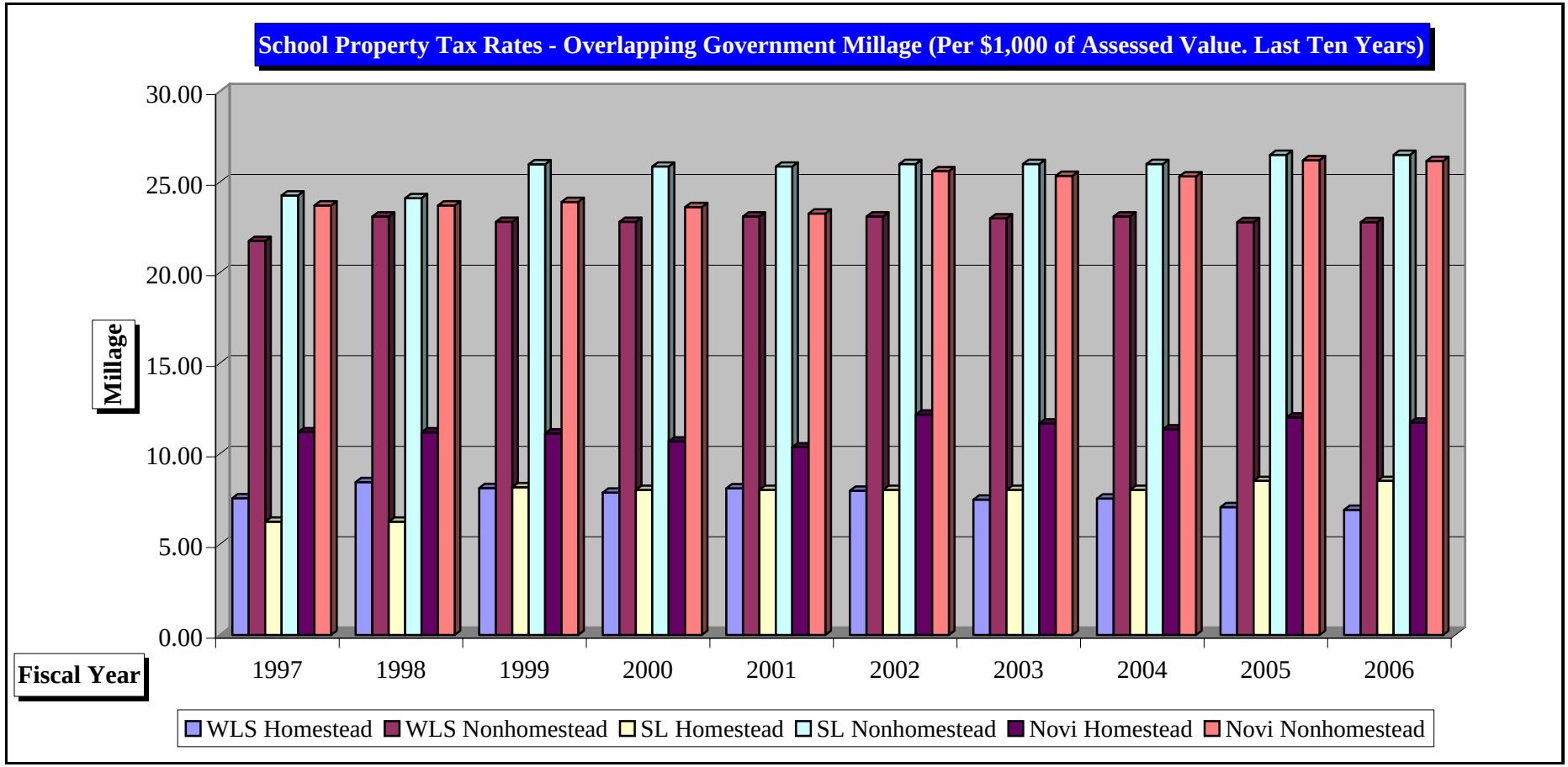
Year Ended June 30	General Operating	Civic Center	DPW / Fire Bldg	Land Acquisition	Local Road	Major Road	Safety Path	Water Utility System	Library	Total	Headlee Limit	Headlee Limit over Millage
1997	6.4511	1.2960		0.9715	1.1500	1.2300	0.3000			11.3986	7.6000	1.1489
1998	6.3469	1.2960		0.9558	1.1314	1.2300	0.2952			11.2553	7.6000	1.2531
1999	6.3469	1.1222		0.9558	1.1314	1.2300	0.2952			11.0815	7.6000	1.2531
2000	6.3469	1.1222			1.1314	1.2300	0.2952	0.4000		10.5257	7.5999	1.2530
2001	6.3469	0.9000	0.2000		1.1314	1.0300	0.2952	1.0000		10.9035	7.5649	1.2180
2002	6.3469	0.8500	0.3255		1.1314	0.9074	0.2952	1.6000		11.4564	7.5649	1.2180
2003	6.3469	0.5800	0.2700		1.1314	0.7900		1.5700		10.6883	7.5452	1.1983
2004	6.8469	0.6200	0.2700		1.1314	0.8200		1.4550		11.1433	7.5429	0.6960
2005	6.8469	0.4040	0.2700		1.1314	0.8200		1.4550	0.8650	11.7923	7.5429	0.6960
2006	6.8469	0.3600	0.2798		1.1314	0.8200		1.3332	0.8650	11.6363	7.5429	0.6960



City of Wixom, Michigan

Property Tax Rates - Overlapping Government (Per $1,000 of Assessed Value. Last Ten Years)

Year Ended June-30	Walled Lake Schools Homestead	Walled Lake Schools Nonhomestead	South Lyon Schools Homestead	South Lyon Schools Nonhomestead	Novi Schools Homestead	Novi Schools Nonhomestead
1997	7.5472	21.7500	6.2500	24.2500	11.1900	23.7000
1998	8.4399	23.1000	6.2500	24.1024	11.1783	23.7000
1999	8.1074	22.8000	8.1500	25.9769	11.1213	23.8950
2000	7.8520	22.8000	8.0000	25.8524	10.6785	23.6208
2001	8.0982	23.1000	8.0000	25.8524	10.3582	23.2663
2002	7.9538	23.1000	8.0000	26.0000	12.1574	25.6000
2003	7.4728	22.9884	8.0000	26.0000	11.6782	25.3453
2004	7.5248	23.1000	8.0000	26.0000	11.3460	25.3049
2005	7.0548	22.7900	8.5000	26.5000	12.0034	26.2034
2006	6.8975	22.7900	8.5000	26.5000	11.7194	26.1532

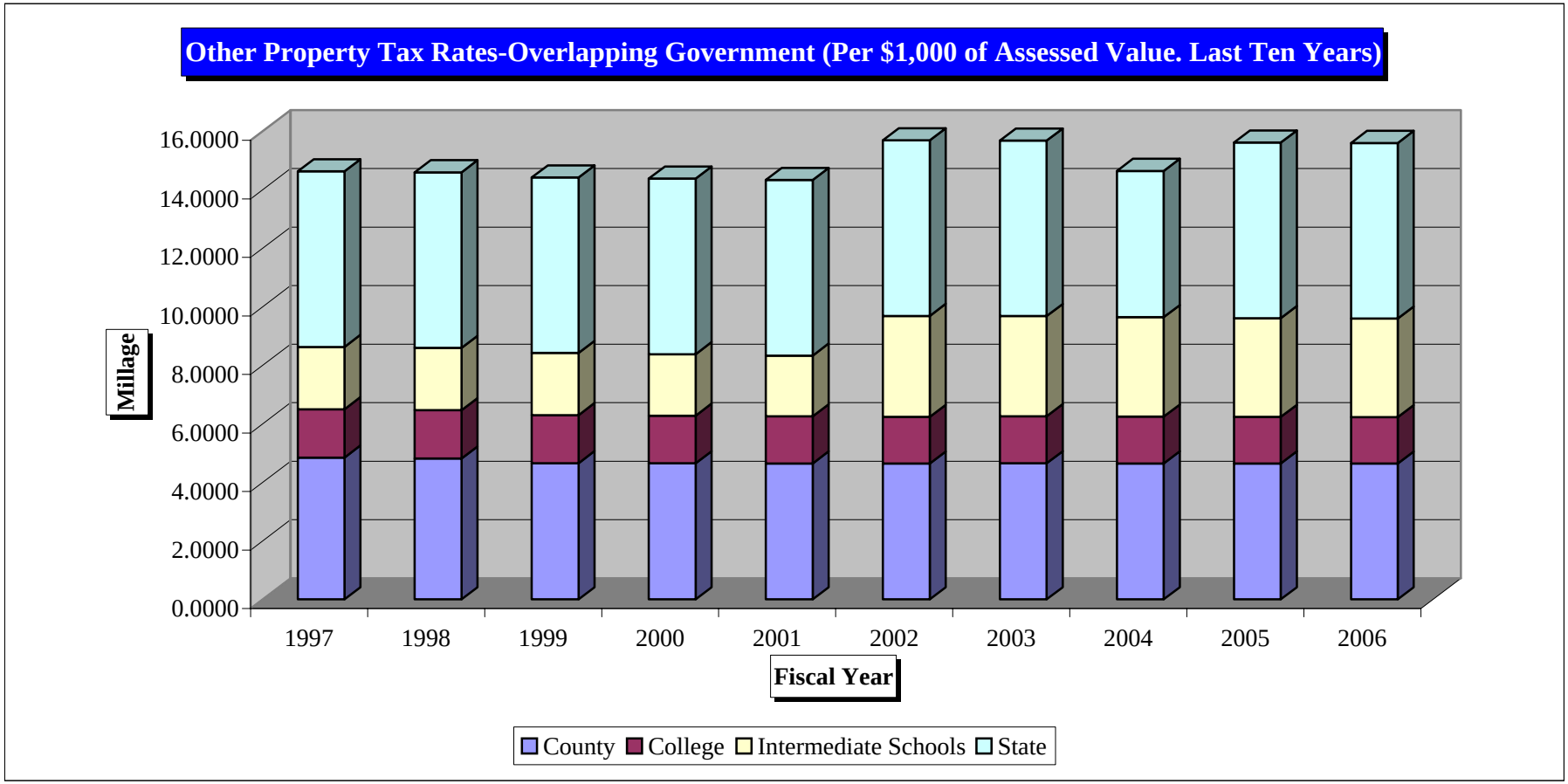


City of Wixom, Michigan

Property Tax Rates - Overlapping Government (Per $1,000 of Assessed Value. Last Ten Fiscal Years - Continued)

Fiscal Year Ended June-30	Oakland County	Oakland Community College	Oakland Intermediate Schools	State Education
1997	4.8480	1.6522	2.1294	6.0000
1998	4.8180	1.6522	2.1294	6.0000
1999	4.6564	1.6456	2.1208	6.0000
2000	4.6522	1.6295	2.0998	6.0000
2001	4.6478	1.6109	2.0752	6.0000
2002	4.6438	1.5952	3.4526	6.0000
2003	4.6523	1.6090	3.4224	6.0000
2004	4.6497	1.5983	3.3991	5.0000
2005	4.6476	1.5889	3.3789	6.0000
2006	4.6461	1.5844	3.3690	6.0000

(I) The State of Michigan passed legislation on April 30, 2002 to require the levying of the State Education Tax (SET) on subsequent summer tax bills only. A one-time reduction from 6 mills to 5 mills was offered during the 2003 tax year to assist taxpayers with the transition to the new collection cycle.



City of Wixom, Michigan

List of Principal Taxpayers - June 30, 2006

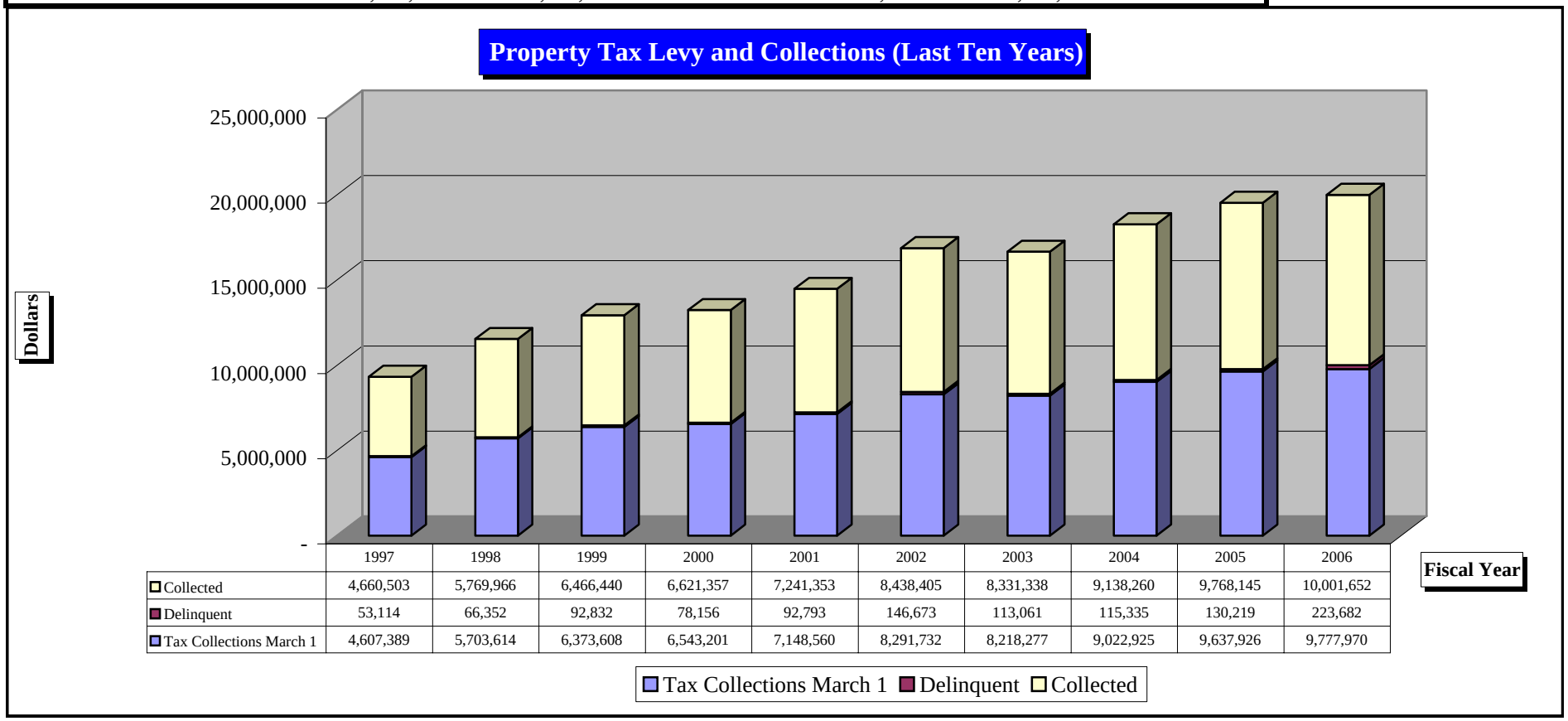
Taxpayer	2005 Taxable Value Ad Valorem	2005 Taxable Value IFT	Taxable Value Percent	Curr Rank	1996 Taxable Value Ad Valorem	1996 Taxable Value IFT	Percentage of Total	1996 Rank
Ford Motor Company	135,766,950	28,079,760	16.15%	1	158,772,130	76,161,210	48.83%	1
Edward Rose & Sons	34,216,980		3.37%	2	27,360,340		5.69%	2
General Motor Corp.	22,244,240		2.19%	3			0.00%	Below Top 20
Harmon Highway	16,383,910		1.61%	4			0.00%	Below Top 20
Dart Container Corp.	12,751,740		1.26%	5	10,190,610		2.12%	3
Exatec, Inc.	11,072,050	9,479,650	2.03%	6			0.00%	Below Top 20
USRHPC, Inc. / New Bright Industries	12,293,950		1.21%	7	9,969,720	3,538,800	2.81%	4
Alpha Drive Development	9,268,270		0.91%	8			0.00%	Below Top 20
Detroit Edison Company	8,447,965		0.83%	9	6,061,650		1.26%	5
Meijer's	7,061,160		0.70%	10	3,882,420		0.81%	9
International Transmission	6,560,760		0.65%	11			0.00%	Below Top 20
Quadrants / WGC / Fifty-Eight LLC	5,883,520		0.58%	12	2,433,720		0.51%	14
Durr Automation	5,846,880		0.58%	13			0.00%	Below Top 20
Meadowood Apts.	5,453,230		0.54%	14	4,479,000		0.93%	8
Beck Business Center	6,167,580		0.61%	15			0.00%	Below Top 20
Mac-Valves Inc. / Great Lakes Rubber	5,122,140	762,530	0.58%	16	5,981,950	2,379,760	1.74%	6
Lakeside-Oakland Development	5,996,060		0.59%	17	3,348,490		0.70%	11
Helfer Leisure Cooperative	4,738,650		0.47%	18	3,712,630		0.77%	10
Korex Corporation	4,500,000		0.44%	19	5,873,620	771,100	1.38%	7
WixKix Properties, LLC	4,600,320		0.45%	20	0		0.00%	Below Top 20
B & V Construction				Below Top 20	2,746,310		0.57%	12
NLB Corporation				Below Top 20	2,447,030		0.51%	13
Consumer Power Company				Below Top 20	2,383,800		0.50%	15
K-Tool Corp				Below Top 20	1,914,420		0.40%	16
Grand Oaks Associates				Below Top 20	1,908,440		0.40%	17
Kuehnl Real Properties				Below Top 20	1,867,500		0.39%	18
Cheasapeake Realty Dev. Co.				Below Top 20	1,862,660		0.39%	19
Moeller Mfg.				Below Top 20	1,773,720	1537650	0.69%	20
Total List of Major Taxpayers	**324,376,355**	**38,321,940**	**35.7%**		**258,970,160**	**84,388,520**	**67.5%**	
Total Taxable Value	**1,014,732,425**				**481,165,255**			
Percent by Tax Category	**33.85%**				**62.59%**			

Top 10 Taxpayers Valuation in 1997 was $253,860,850 or 45.16% of $562,159,370 total valuation. This compares with 34.07% for FY 2005. The decline in this percent is a natural consequence of the growth in industrial construction over the 10 year period. It is estimated that Ford Motor Company's reduction in taxable value percent will change to 12.5% after the current property tax settlement.

City of Wixom, Michigan

Property Tax Levy and Collections - Last Ten Fiscal Years

Fiscal Year Ended June-30	Total Tax Levy	Current Collections to March 1	Percent of Levy Collected	Delinquent Collections	Total Tax Collections	Percent of Total Collections to Tax Levy
1997	4,695,656	4,607,389	98.12%	53,114	4,660,503	99.25%
1998	5,809,845	5,703,614	98.17%	66,352	5,769,966	99.31%
1999	6,512,788	6,373,608	97.86%	92,832	6,466,440	99.29%
2000	6,671,721	6,543,201	98.07%	78,156	6,621,357	99.25%
2001	7,301,614	7,148,560	97.90%	92,793	7,241,353	99.17%
2002	8,517,172	8,291,732	97.35%	146,673	8,438,405	99.08%
2003	8,460,467	8,218,277	97.14%	113,061	8,331,338	98.47%
2004	9,271,867	9,022,925	97.32%	115,335	9,138,260	98.56%
2005	9,877,265	9,637,926	97.58%	130,219	9,768,145	98.90%
2006	10,126,397	9,777,970	96.56%	223,682	10,001,652	98.77%



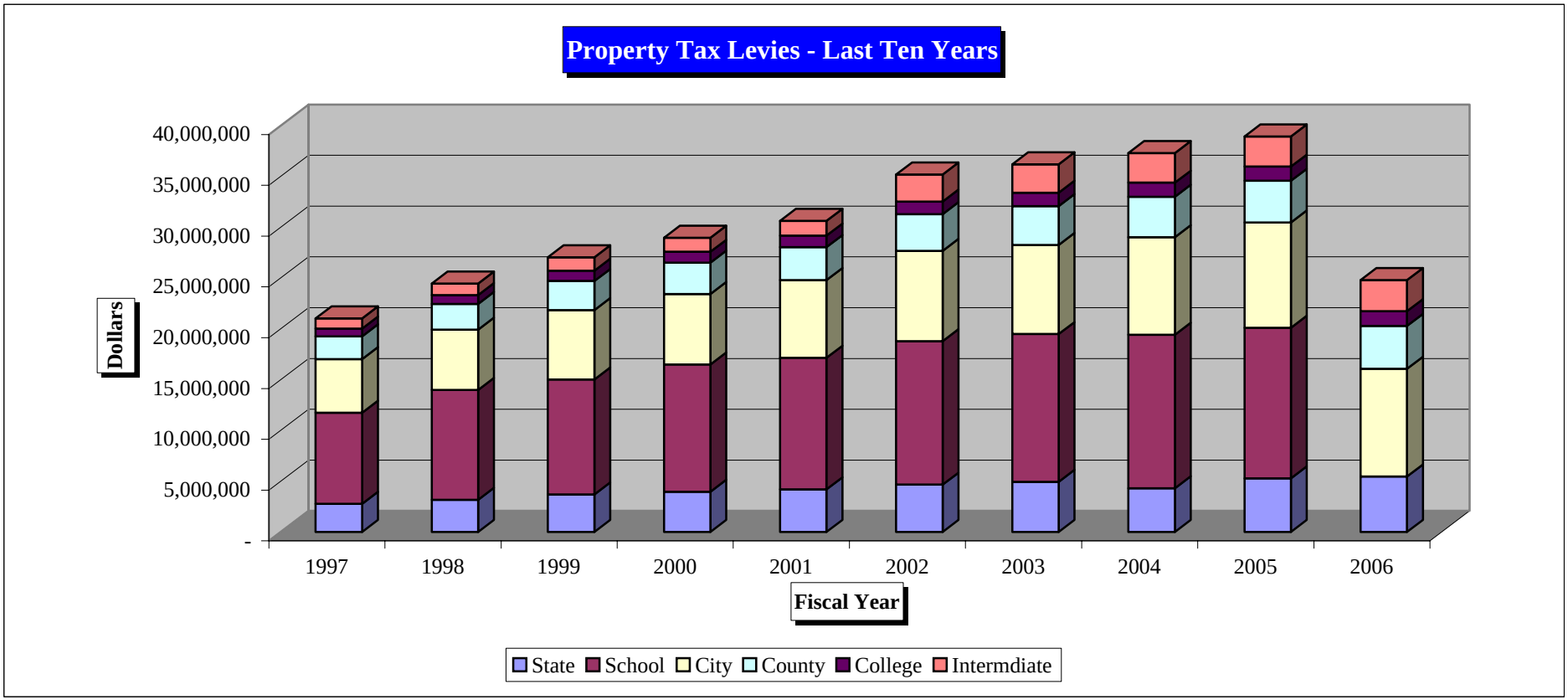
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
Collected	4,660,503	5,769,966	6,466,440	6,621,357	7,241,353	8,438,405	8,331,338	9,138,260	9,768,145	10,001,652
Delinquent	53,114	66,352	92,832	78,156	92,793	146,673	113,061	115,335	130,219	223,682
Tax Collections March 1	4,607,389	5,703,614	6,373,608	6,543,201	7,148,560	8,291,732	8,218,277	9,022,925	9,637,926	9,777,970

City of Wixom, Michigan

Property Tax Levies - Last Ten Years

Fiscal Year Ended June-30	State Education	School Tax (I)	City Tax	County Tax	Community College	Intermediate School District	Total
1997	2,776,296	8,963,409	5,274,314	2,243,247	764,499	985,307	21,007,072
1998	3,160,543	10,822,171	5,928,810	2,537,916	870,308	1,121,677	24,441,426
1999	3,698,434	11,297,226	6,830,700	2,870,231	1,014,357	1,307,273	27,018,222
2000	3,961,414	12,510,465	6,949,442	3,071,548	1,075,854	1,386,363	28,955,086
2001	4,198,275	12,949,596	7,629,315	3,252,123	1,127,167	1,452,043	30,608,519
2002	4,653,605	14,129,065	8,885,594	3,601,735	1,237,238	2,677,839	35,185,077
2003	4,921,608	14,551,499	8,767,271	3,816,133	1,319,811	2,807,285	36,183,609
2004	4,300,155	15,114,912	9,583,583	3,998,886	1,374,587	2,923,331	37,295,454
2005	5,279,829	14,810,063	10,376,888	4,089,756	1,398,187	2,973,336	38,928,058
2006	5,460,425	15,638,425	10,589,857	4,228,280	1,441,916	3,066,029	40,424,933

(I) Includes the Novi, South Lyon, and Walled Lake School Districts



City of Wixom, Michigan

Ratio of Outstanding Debt by Type to Assessed Value and Per Capita - Last Ten Years

	1996-97	1997-98	1998-99	1999-00	2000-01	2001-02	2002-03	2003-04	2004-2005	2005-2006
Governmental activities										
General obligation bonds	$9,900,000	$12,970,000	$12,440,000	$14,445,000	$13,755,000	$12,895,000	$11,935,000	$10,910,000	$9,820,000	$8,635,000
General obligation bonds-Development	0	0	0	0	0	0	0	0	5,750,000	5,750,000
Special assessment bonds	0	0	0	0	0	0	0	0	0	2,755,000
Total	9,900,000	12,970,000	12,440,000	14,445,000	13,755,000	12,895,000	11,935,000	10,910,000	15,570,000	17,140,000
Business-type Activities										
General obligation bonds	$0	$0	$9,871,753	$16,875,084	$16,485,084	$17,115,084	$16,375,866	$15,581,829	$14,782,973	$13,959,297
Revenue Bonds	5,130,000	4,695,000	4,225,000	3,790,000	3,320,000	2,885,000	2,450,000	2,015,000	1,580,000	1,145,000
Total	5,130,000	4,695,000	14,096,753	20,665,084	19,805,084	20,000,084	18,825,866	17,596,829	16,362,973	15,104,297
Total debt of the government	**$15,030,000**	**$17,665,000**	**$26,536,753**	**$35,110,084**	**$33,560,084**	**$32,895,084**	**$30,760,866**	**$28,506,829**	**$31,932,973**	**$32,244,297**
Total taxable value	481,165,255	543,587,505	637,688,130	703,076,780	759,518,565	853,033,225	911,918,315	960,537,975	988,160,595	1,014,732,425
Ratio of total debt to taxable value	3.12%	3.25%	4.16%	4.99%	4.42%	3.86%	3.37%	2.97%	3.23%	3.18%
Total population	10,102	10,878	11,654	12,430	13,207	13,425	13,643	13,861	14,082	14,304
Total debt per capita	$1,488	$1,624	$2,277	$2,825	$2,541	$2,450	$2,255	$2,057	$2,268	$2,254

City of Wixom, Michigan

Ratio of General Obligation Bonded Debt Outstanding to Assessed Value and Debt per Capita - Last Ten Years

Fiscal Year Ended June-30	Other General Obligation Debt Outstanding	General Obligation Debt-Dev Outstanding	Total	Taxable Value	Estimated Population	Ratio Debt to Assessed Value	General Obligation Debt per Capita
1996-97	9,900,000	0	9,900,000	481,165,255	10,102	2.06%	980
1997-98	12,970,000	0	12,970,000	543,587,505	10,878	2.39%	1,192
1998-99	12,440,000	0	12,440,000	637,688,130	11,654	1.95%	1,067
1999-00	14,445,000	0	14,445,000	703,076,780	12,430	2.05%	1,162
2000-01	13,755,000	0	13,755,000	759,518,565	13,207	1.81%	1,041
2001-02	12,895,000	0	12,895,000	853,033,225	13,425	1.51%	961
2002-03	11,935,000	0	11,935,000	911,918,315	13,643	1.31%	875
2003-04	10,910,000	0	10,910,000	960,537,975	13,861	1.14%	787
2005-06	9,820,000	5,750,000	15,570,000	988,160,595	14,082	1.58%	1,106
2006-07	8,635,000	5,750,000	14,385,000	1,014,732,425	14,304	1.42%	1,006

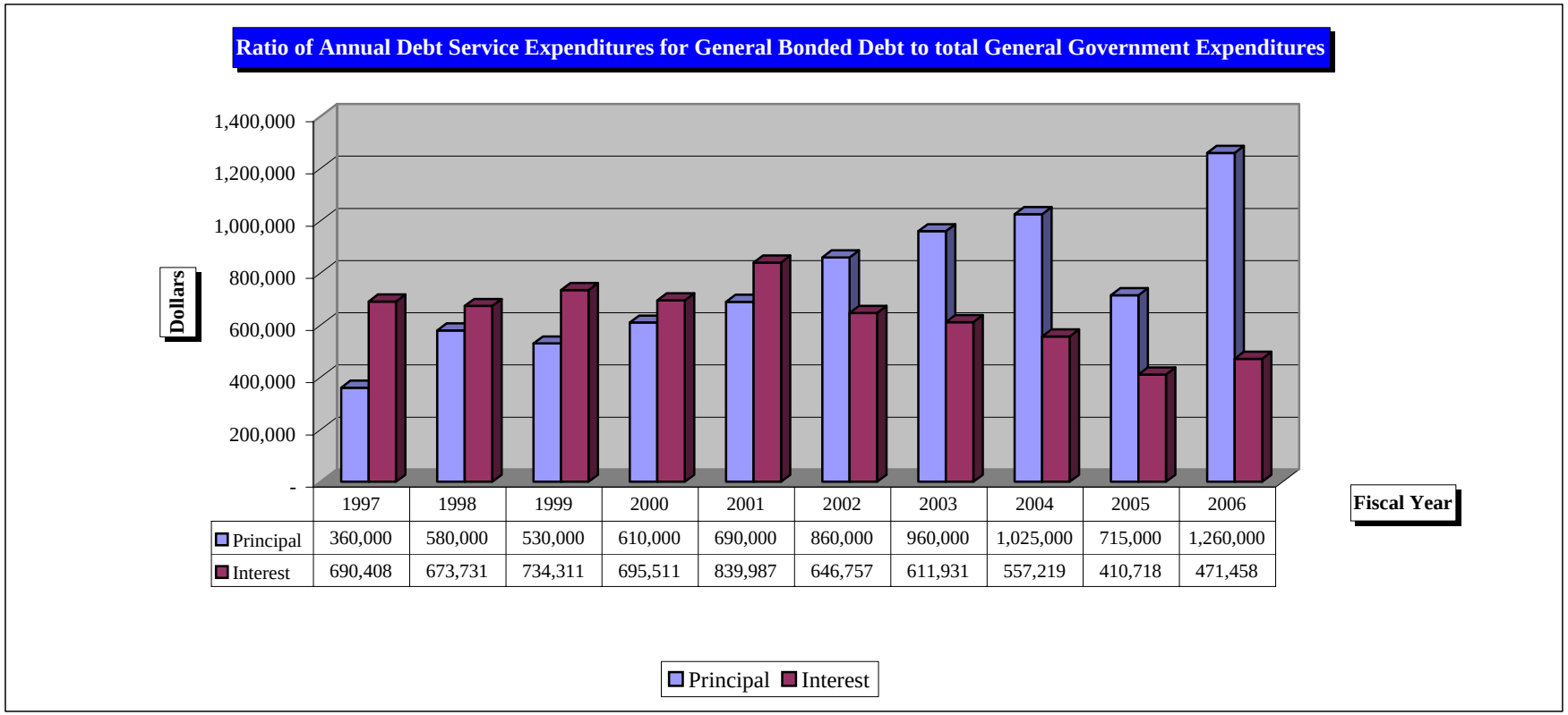
City of Wixom, Michigan

Ratio of Annual Debt Service Expenditures for General Bonded Debt to Total General Governmental Expenditures

Last Ten Fiscal Years

Fiscal Year Ended June 30 (I)	Debt Service Requirements Principal	Interest	Total	Total General Governmental Expenditures	Ratio of Debt Service to General Expenditures (Percent)
1997	360,000	690,408	1,050,408	9,840,102	10.67%
1998	580,000	673,731	1,253,731	11,400,886	11.00%
1999	530,000	734,311	1,264,311	11,670,812	10.83%
2000	610,000	695,511	1,305,511	11,101,531	11.76%
2001	690,000	839,987	1,529,987	12,871,456	11.89%
2002	860,000	646,757	1,506,757	16,173,490	9.32%
2003	960,000	611,931	1,571,931	15,938,982	9.86%
2004	1,025,000	557,219	1,582,219	12,312,198	12.85%
2005	715,000	410,718	1,125,718	13,909,788	8.09%
2006	1,260,000	471,458	1,731,458	19,148,612	9.04%

(I) General obligation bonds reported in the Enterprise Fund and the Component Units with government commitment have been excluded.



	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
Principal	360,000	580,000	530,000	610,000	690,000	860,000	960,000	1,025,000	715,000	1,260,000
Interest	690,408	673,731	734,311	695,511	839,987	646,757	611,931	557,219	410,718	471,458

City of Wixom, Michigan

Computation of Legal Debt Margin Year Ended June 30, 2006

Debt Limit				As of 6/30/2006 Amount	
State Equalized Valuation - 2006				$ 1,012,961,780	
Equivalent IFT Value - 2006				18,172,555	
Total Valuation				$ 1,031,134,335	
Debt limit (10 percent of State Equalized Valuation & Equivalent IFT Value)				103,113,434	
Debt Applicable to Debt Limit					
	Total direct debt		$29,489,297		
	Less:				
	Revenue bonds - Wastewater		1,145,000		
	Total amount of debt applicable to limit			$28,344,297	
	Legal Debt Margin			**74,769,137**	
	Legal Debt Margin-Percent			**72.51%**	
Net Direct Debt				$ 28,344,297	
Indirect Debt	10/01/05 SAD Tribute Drain			$ 2,755,000	
Net Direct and Indirect Debt				$ 31,099,297	31,099,297
Overlapping Debt					-
Percent	**Municipality**	**Outstanding**	**City's Share**		
0.11%	Novi S/D	$125,144,000	$137,658		
3.21%	South Lyon S/D	214,290,000	6,878,709		
17.14%	Walled Lake S/D	201,160,000	34,478,824		
1.51%	Oakland County	108,795,096	1,642,806		
1.52%	Oakland ISD	9,215,000	140,068		
1.52%	Oakland CC	10,050,000	152,760		
Net Overlapping Debt				$ 43,430,825	
Net Direct, Indirect and Overlapping debt				$ 74,530,122	

City of Wixom, Michigan

Legal Debt Margin Information - Last Ten Years

	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
Calculation of Debt Limit										
State equalized valuation	$505,417,130	$579,785,630	$645,903,900	$704,630,750	$804,746,330	$875,051,870	$936,009,410	$936,009,410	$966,729,610	$1,012,961,780
Assessed value equivalent of Act 198 Exemptions	38,170,375	55,775,625	57,150,885	54,822,775	48,259,005	36,695,525	24,345,095	36,695,525	19,906,370	18,172,555
Debt Limit (10% of SEV)	54,358,751	63,556,126	70,305,479	75,945,353	85,300,534	91,174,740	96,035,451	97,270,494	98,663,598	103,113,434
Calculation of Debt Subject to Limit										
Total Debt	$15,030,000	$17,665,000	$26,536,753	$35,110,084	$33,560,084	$32,895,084	$30,760,866	$28,506,829	$31,932,973	$32,244,297
Less:										
Special assessment bonds	0	0	0	0	0	0	0	0	0	2,755,000
Revenue bonds	5,130,000	4,695,000	4,225,000	3,790,000	3,320,000	2,885,000	2,450,000	2,015,000	1,580,000	1,145,000
Net Debt Subject to Limit	**$9,900,000**	**$12,970,000**	**$22,311,753**	**$31,320,084**	**$30,240,084**	**$30,010,084**	**$28,310,866**	**$26,491,829**	**$30,352,973**	**$28,344,297**
Legal Debt Margin	44,458,751	543,587,505	637,688,130	703,076,780	759,518,565	853,033,225	911,918,315	960,537,975	988,160,595	1,014,732,425
Net Debt Subject to Limit as Percent of Debt Limit	18.21%	20.41%	31.74%	41.24%	35.45%	32.91%	29.48%	27.24%	30.76%	27.49%

City of Wixom, Michigan

Principal Employers - June 30, 2006

Employer	Current Employees	Percentage of Total
Ford Wixom Assembly Plant	2,397	20.13%
Mac Valves Inc	700	5.88%
Meijer Store #122	484	4.06%
Waste Management	250	2.10%
Moeller Manufacturing Company	200	1.68%
Korex Company	150	1.26%
Nlb Corporation	145	1.22%
General Motors Creative Svcs Whse	130	1.09%
General Motors Creative Services	130	1.09%
Panther Machine	110	0.92%
Tapco International	105	0.88%
Eagle Industries Inc	105	0.88%
United Parcel Service	105	0.88%
Keykert Usa Inc	101	0.85%
General Rv Center	100	0.84%
Garys Catering Inc	100	0.84%
Afc-Holcroft Llc	90	0.76%
Andersen & Associates Inc	80	0.67%
Gm Powertrain Wixom Facility	80	0.67%
Durr Ecoclean Inc	77	0.65%
Total List of Major Taxpayers	**5,639**	**47%**
Estimated Total Employees	**11,908**	

City of Wixom, Michigan

Demographic Statistics - Last Ten Years

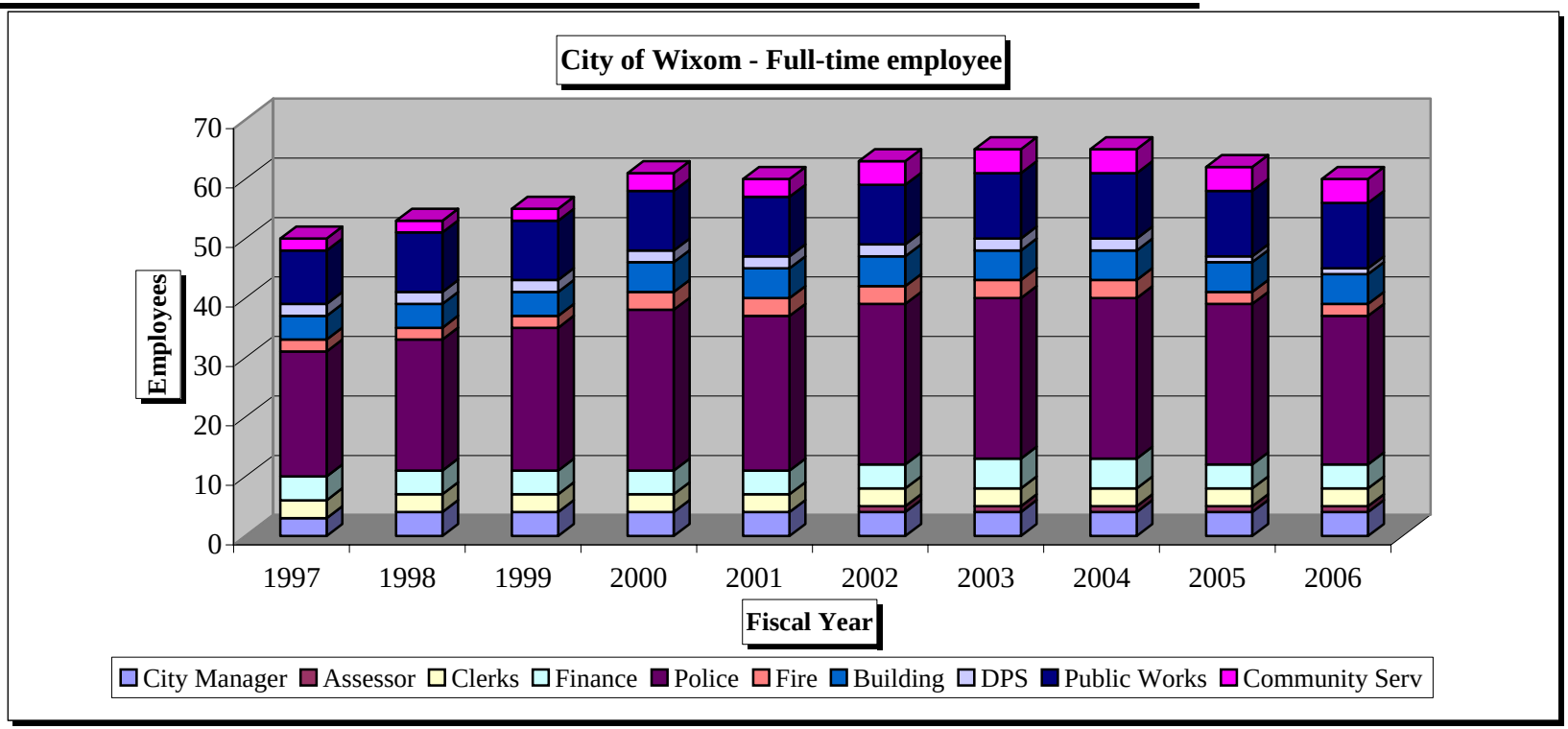
Year Ended December-31	Estimated Population		Number of Households		Median Household Income	State Unemployment Rate
1994	8,550		4,114		*	3.3
1995	9,326	(e)	4,410	(e)	*	2.7
1996	10,102	(e)	4,706	(e)	*	2.4
1997	10,878	(e)	5,002	(e)	*	2.0
1998	11,654	(e)	5,298	(e)	*	1.9
1999	12,430	(e)	5,594	(e)	43,029	2.1
2000	13,207		5,889		44,320	1.8
2001	13,425	(e)	5,950	(e)	45,650	3.2
2002	13,643	(e)	6,011	(e)	47,019	3.9
2003	13,861	(e)	6,072	(e)	48,430	4.3
2004	14,082	(e)	6,100	(e)	49,883	7.2
2005	14,090	(e)	6,123	(e)	51,379	6.1
2006	14,312	(e)	6,197	(e)	52,920	7.1
2030	24,484	(e)	10,856	(e)	N/A	N/A

N/A = Not available
Sources: Southeast Michigan Council of Governments
U.S. Bureau of Labor Statistics

City of Wixom, Michigan

Full-time government employees

Function/ program	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
General government:										
City Manager	3	4	4	4	4	4	4	4	4	4
Assessor						1	1	1	1	1
Clerks	3	3	3	3	3	3	3	3	3	3
Finance	4	4	4	4	4	4	5	5	4	4
Public safety:										
Police	21	22	24	27	26	27	27	27	27	25
Fire	2	2	2	3	3	3	3	3	2	2
Building	4	4	4	5	5	5	5	5	5	5
Public works:										
DPS	2	2	2	2	2	2	2	2	1	1
Public Works	9	10	10	10	10	10	11	11	11	11
Community Serv	2	2	2	3	3	4	4	4	4	4
Total	**50**	**53**	**55**	**61**	**60**	**63**	**65**	**65**	**62**	**60**



City of Wixom, Michigan

Operating Indicators by Function/Program - Last Ten Fiscal Years

Function/Program	1996-97	1997-98	1998-99	1999-00	2000-01	2001-02	2002-03	2003-04	2004-2005	2005-2006
Election data:										
Registered voters	7,249	7,611	7,312	7,469	7,900	7,833	7,772	7,665	8,102	8,549
Voters (at the polls and absentee)	4,229	1,920	3,187	1,018	5,239	1,604	3,688	502	6,114	1,667
Percent voting	58.34%	25.23%	43.59%	13.63%	66.32%	20.48%	47.45%	6.55%	75.46%	19.50%
Building data:										
Permits issued-Residential	382	352	401	359	303	276	205	288	313	$361
Residential Permit Revenue	114,346	116,593	153,820	147,337	108,063	85,458	51,056	68,502	194,189	96,993
Residential Estimated Value	27,691,772	27,972,550	37,719,840	36,840,168	28,520,230	18,855,134	11,852,466	7,063,204	10,533,283	11,268,031
Pemits issued-Comm & Indust	96	76	134	118	134	97	79	106	118	120
Comm & Indust Permit Revenue	279,998	139,274	204,459	266,138	226,947	141,511	114,268	125,795	239,490	193,841
Comm & Indust Estimated Value	46,835,248	22,700,243	33,118,587	42,293,417	34,458,655	19,783,125	17,731,213	19,816,837	32,947,775	20,596,914
Police data:										
Crime Part A	1,176	938	1,079	958	1,166	935	839	817	915	855
Crime Part B	1,141	1,119	951	855	844	679	575	611	748	642
Crime Part C	7,747	8,811	11,011	11,766	12,759	14,586	13,759	13,670	13,315	14,907
Crime Part D	1,054	1,210	1,488	1,987	2,069	2,266	2,324	2,578	2,181	1,823
Other calls for service	275	160	352	335	404	1,245	1,097	792	741	643
Total police runs	**11,393**	**12,238**	**14,881**	**15,901**	**17,242**	**19,711**	**18,594**	**18,468**	**17,900**	**18,870**
Physical arrests	512	655	542	506	607	616	731	739	747	610
Traffic violations	3,111	2,967	2,301	2,102	1,935	1,936	2,507	2,061	2,114	1,545
Investigations: Warrants obtained	Data not available				188	193	204	224	385	425
Fire data:										
Fire runs	75	66	55	73	81	73	60	69	48	59
Emergency medical runs	375	443	433	499	548	644	589	620	621	688
Inspections	905	919	1,074	1,301	1,130	1,194	1,195	1,110	1,175	1,189
Public works data:										
Miles of street resurfaced (Major)	no data	no data	7	7	7	8	10	10	10	10
Miles of street resurfaced (Local)	no data	no data	31	33	36	35	34	34	34	34
Refuse collected (tons)	2,391	2,894	3,097	3,016	3,248	3,323	3,688	3,637	3,499	3,372
Library data:										
Circulation (books borrowed)	67,404	67,900	72,588	80,656	102,299	107,880	124,188	111,358	110,363	113,063
Collection volume	32,423	34,739	33,984	35,437	37,932	39,175	40,158	40,185	41,757	46,587
Water and Sewer data:										
Water purchase from Detroit-MCF	Connected to Detroit water system during FY 2002					35,598	121,144	107,183	110,426	108,037
Water purchase from Detroit-Cost	Connected to Detroit water system during FY 2002					363,815	1,238,109	1,358,007	1,492,675	1,701,576
Rates										
Water	8.24	8.24	8.24	8.24	8.24	10.30	17.56	20.38	23.72	27.57
Sewer	9.76	9.76	9.76	9.76	9.76	9.76	4.85	5.00	7.00	9.00
DWSD Wholesale Rate	Connected to Detroit water system during FY 2002					10.22	10.22	12.67	13.55	15.75

City of Wixom, Michigan

Capital Asset Statistics by Function/Program - Last Ten Fiscal Years

Function/Program	1996-97	1997-98	1998-99	1999-00	2000-01	2001-02	2002-03	2003-04	2004-2005	2005-2006
Police - Stations	1	1	1	1	1	1	1	1	1	1
Fire - Stations	2	2	2	2	2	2	2	2	2	2
Wastewater Treatment Plant	1	1	1	1	1	1	1	1	1	1
Connection to Detroit Water System	Connected to Detroit water system during FY 2002					1	1	1	1	1
Major Roads in Miles	no data	no data	7	7	7	8	10	10	10	10
Local Roads in Miles	no data	no data	31	33	36	35	34	34	34	34
Parks & recreation - Acres	390	390	390	390	390	390	390	390	390	392
Parks & recreation - Locations	5	5	5	5	5	5	5	5	5	6
Library branches	1	1	1	1	1	1	1	1	1	1

Community Profile

June 30, 2006

Wixom

Source: U.S. Census Bureau, 2000; unless otherwise noted

Government Structure

Support Services

Mayor
Michael McDonald (248) 624-4557

Manager
J. Michael Dornan (248) 624-0894

Clerk
Linda Kirby (248) 624-4557

2005 Tax Rates

School District	Homestead	Non Homestead
Novi	$37.14	$51.10
South Lyon	$33.79	$51.79
Walled Lake	$33.32	$48.89

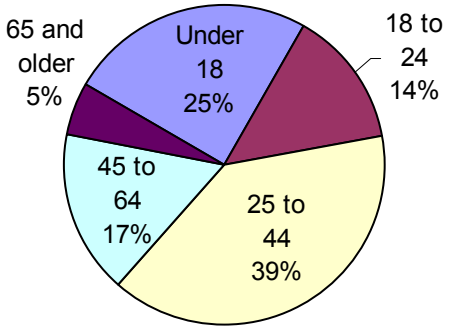
Source: www.oakgov.com /equal; rates per $1000 State Equalized Value and published in December of each tax year

Private Schools / Colleges

Private Schools

Little Hornbook Day School, Wixom Christian School

Population by Age



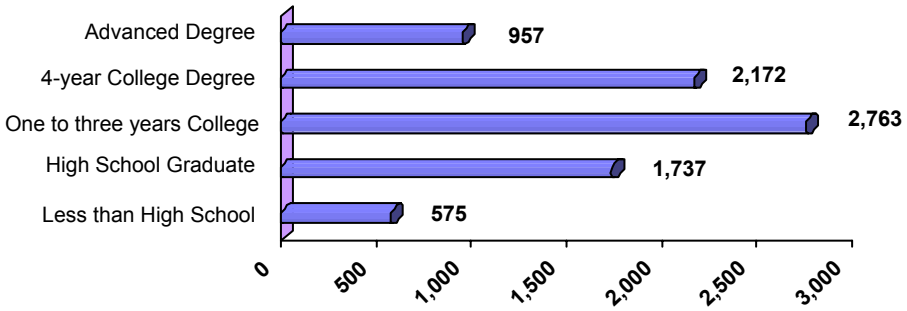
Wixom is presently the third fastest growing city in Oakland County, located in the midst of the rapidly growing I-96 corridor and within easy driving distance of three major internationally known universities. The city is characterized by its balanced approach to land use development and mixing the best of country living with a strong industrial base. All types of residential housing are available with a significant concentration of multiple family. Wixom maintains the best of country living within the urban fringe, having the second lowest tax rate in Oakland County because of its strong industrial base - not to mention one of the finest school districts in the State. The Wixom Historical Society maintains a museum at the Wixom-Wire house of the City's historic past. Wixom Habitat is a 300-acre nature preserve obtained through land acquisition purchases by the City and the donations of developers. It is being developed as a passive park with boardwalks, nature center, and walking paths.

Public School Enrollment

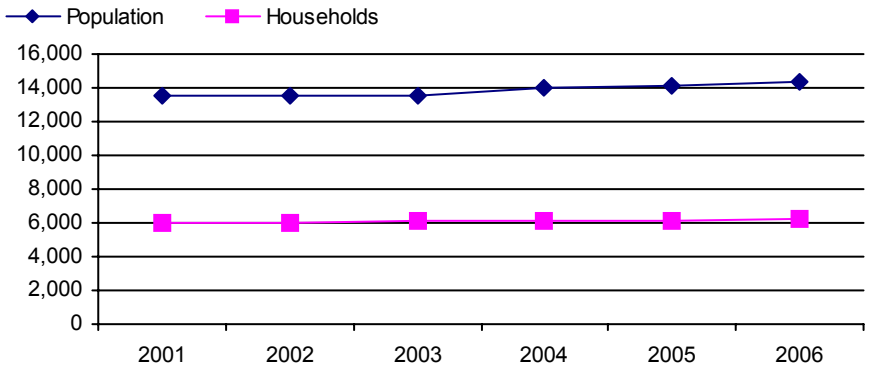
Does not include public school academies

Community	School District	Year	Enrollment
Wixom	Novi	2005	6164
Wixom	South Lyon	2005	9986
Wixom	Walled Lake	2005	15466

Educational Attainment of People Over 25 Years of Age



Population and Household Growth



Source: SEMCOG

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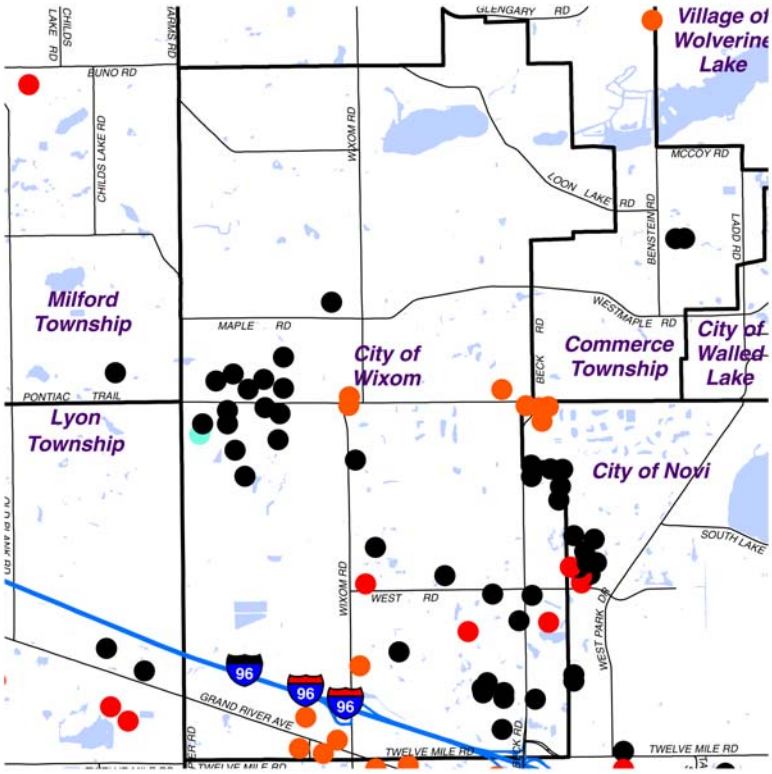
Oakland County Michigan
Planning & Economic Development Services

Local New Development Activity



- Mixed-Use
- Office Bldg.
- Trans./Utility
- Medical Facility
- Institutional Facility
- Retail/Commercial Bldg.
- Residential/Commercial
- Leisure Activity/Accomodations
- Industrial/Warehouse/Hi-Tech

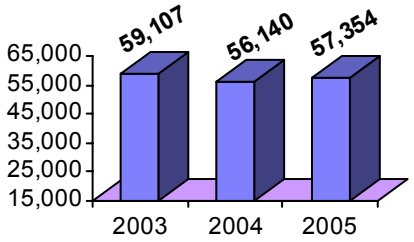
Top Employers

Rank	CompanyName	Industry
1	Great Lakes Rubber Co Inc	Fabricated rubber products
2	Mac Valves Inc	Fluid power valves & hose fittings
3	NGK Spark Plugs USA	Motor vehicle parts and accessories
4	General RV Center	Recreational vehicle dealer
5	Nlb Leasing Llc	Equipment rental & leasing
6	Trijicon Inc	Optical instruments and lenses
7	Walled Lake School District	Primary education
8	Tapco International Corporation	Plastics products, nec
9	Eagle Industries Inc	Plastics foam products
10	Frimo USA Inc	Special dies, tools, jigs & fixtures

OAKLAND COUNTY PLANNING AND ECONOMIC DEVELOPMENT 2006

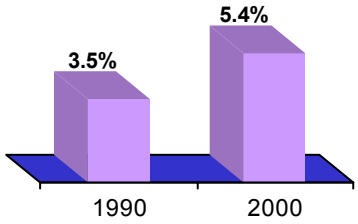
Quality of Life

Median Household Income

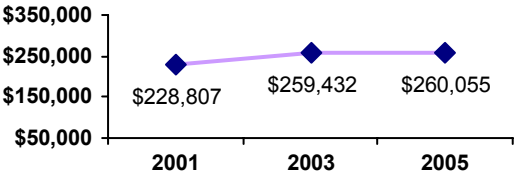


Source: Claritas

Poverty as a percent of Total Population



Average Housing Costs



Values based on number of homes sold
Source: O.C. Equalization

Manufactured Housing

Year	# of Parks	# of Units
2000	0	0
2003	0	0
2005	0	0

Source: SEMCOG

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Community Profile for Wixom

Population and Households Overview

Component	1990 Census	2000 Census	Oct 2006 SEMCOG	2030 Forecast
Household Population	8,511	13,207	14,272	24,428
Group Quarters Population	39	56	56	56
Total Population	**8,550**	**13,263**	**14,328**	**24,484**
Households	4,114	5,889	6,235	10,856
Housing Units	4,475	6,086	6,532	n/a
Household Size	2.07	2.24	2.29	2.25

Population by Age

Age Groups	1990 Census	2000 Census	2030 Forecast
Age 0-4	607 (7%)	1,130 (9%)	2,174 (9%)
Age 5-17	1,176 (14%)	2,170 (16%)	4,005 (16%)
Age 18-34	3,955 (46%)	4,601 (35%)	6,988 (29%)
Age 35-64	2,291 (27%)	4,641 (35%)	9,589 (39%)
Age 65+	521 (6%)	721 (5%)	1,728 (7%)
Total Population	**8,550**	**13,263**	**24,484**

Population by Race and Hispanic Origin

Race	1990 Census	2000 Census	2000 Census Alone or Combined
White	8,384 (98%)	11,990 (90%)	12,247 (90%)
Black	27 (0%)	332 (3%)	381 (3%)
American Indian	37 (0%)	68 (1%)	130 (1%)
Asian	75 (1%)	378 (3%)	440 (3%)
Pacific Islander	1 (0%)	5 (0%)	5 (0%)
Other Race	26 (0%)	206 (2%)	359 (3%)
Multi-Racial	n/a	284 (2%)	n/a
Total Population	**8,550**	**13,263**	**13,562** [1]
Hispanic Origin	103 (1%)	424 (3%)	n/a
Not of Hispanic Origin	8,447 (99%)	12,839 (97%)	n/a

1 - 2000 total here will exceed total population as those persons marking more than one race are counted in each race category they marked.

Population Age 25 or Older by Education

Highest Level of Educational Attainment	1990 Census	2000 Census
Did Not Graduate High School	550 (10%)	575 (7%)
Graduated High School	1,385 (25%)	1,737 (21%)
Some College, No Degree	1,376 (25%)	2,098 (26%)

Associate Degree	580 (11%)	665 (8%)
Bachelor's Degree	1,289 (24%)	2,172 (26%)
Graduate or Professional Degree	291 (5%)	957 (12%)
Total Population Age 25 or Older [2]	**5,471**	**8,101**

2 - The 100% count of total population age 25 or older shown here may not equal the sum of the sample data.

Births by Race of Mother

Race of Mother	Annual Average 1994-1998	Annual Average 1999-2003	2004
White	250 (96%)	238 (89%)	247 (89%)
Black	2 (1%)	8 (3%)	15 (5%)
American Indian	2 (1%)	1 (0%)	0 (0%)
Asian or Pacific Islander	6 (2%)	14 (5%)	14 (5%)
Other or Unknown	1 (0%)	6 (2%)	0 (0%)
Total Births	**261**	**267**	**276**

Deaths by Race

Race	Annual Average 1994-1998	Annual Average 1999-2003	2004
White	66 (100%)	66 (99%)	65 (96%)
Black	0 (0%)	1 (1%)	1 (1%)
American Indian	0 (0%)	0 (0%)	0 (0%)
Asian or Pacific Islander	0 (0%)	0 (0%)	1 (1%)
Other or Unknown	0 (0%)	0 (0%)	1 (1%)
Total Deaths	**66**	**67**	**68**

Households by Type

Households	1990 Forecast	2000 Forecast	2030 Forecast
With Children	957 (23%)	1,896 (32%)	3,797 (35%)
Without Children	3,162 (77%)	3,994 (68%)	7,059 (65%)
Income Quartile 1 - Low [3]	610 (15%)	702 (12%)	1,345 (12%)
Income Quartile 2	1,597 (39%)	1,908 (32%)	1,709 (16%)
Income Quartile 3	1,130 (27%)	1,565 (27%)	2,803 (26%)
Income Quartile 4 - High	782 (19%)	1,715 (29%)	4,999 (46%)
Total Households	**4,119**	**5,890**	**10,856**

3 - Indicates the number of households in the community whose household income is within each household income quartile of Southeast Michigan.

Household Income

Income Categories as Reported in Each Census	1990 Census	2000 Census
Less than $10,000	213 (5%)	194 (3%)
$10,000 to $14,999	217 (5%)	195 (3%)
$15,000 to $24,999	993 (24%)	796 (14%)
$25,000 to $34,999	806 (19%)	1,001 (17%)
$35,000 to $49,999	915 (22%)	985 (17%)
$50,000 to $74,999	686 (17%)	1,155 (20%)
$75,000 to $99,999	234 (6%)	716 (12%)
$100,000 to $149,999	56 (1%)	603 (10%)
$150,000 or more	21 (1%)	247 (4%)
Total Households [4]	**4,114**	**5,889**

Median Household Income (In 1999 Dollars)	$ 42,555	$ 44,320
Households in Poverty	142 (3%)	281 (5%)
Persons in Poverty	299 (3%)	717 (5%)

4 - The 100% count of total households shown here may not equal the sum of the sample data.

Housing Tenure

Tenure	1990 Census	2000 Census
Owner Occupied Units	1,408 (31%)	2,572 (42%)
Median Housing Value (In 2000 dollars)	$ 130,842	$ 195,000
Renter Occupied Units	2,706 (60%)	3,317 (55%)
Median Contract Rent (In 2000 Dollars)	$ 584	$ 480
Vacant Units	361 (8%)	197 (3%)
Total Housing Units	**4,475**	**6,086**

Housing Units by Structure Type

Structure Type	1990 Census	2000 Census
One-Family Detached	1,329 (30%)	2,349 (39%)
One-Family Attached	80 (2%)	313 (5%)
Two-Family / Duplex	10 (0%)	9 (0%)
Multi-Unit Apartments	3,032 (68%)	3,403 (56%)
Mobile Homes	7 (0%)	12 (0%)
Other Units	17 (0%)	0 (0%)
Total Housing Units	**4,475**	**6,086** [5]

5 - The 100% count of 2000 total housing units shown here may not equal the sum of the 2000 sample data.

Residential Building Permits

Structure Type	Annual Average 1995-1999	Annual Average 2000-2004	2005	2006
Single Family / Detached Condo	135	52	27	5
Townhouse / Attached Condo	5	8	118	19
Two-Family / Duplex	3	0	0	0
Multi-Family / Apartments	10	0	0	0
Total New Units	**153**	**60**	**145**	**24**
Total Units Demolished	5	10	4	1
Net Total	**148**	**50**	**141**	**23**

Current Employment Estimates by Industrial Class [6]

Industrial Class	1999	2000	2001	2002
Agriculture, Mining, and Natural Resources	93 (1%)	78 (1%)	83 (1%)	86 (1%)
Manufacturing	n/a	n/a	n/a	n/a
Transportation, Communication, and Utility	331 (4%)	399 (3%)	404 (3%)	358 (3%)
Wholesale Trade	n/a	n/a	n/a	n/a
Retail Trade	1,068 (11%)	1,393 (11%)	1,450 (12%)	1,236 (11%)
Finance, Insurance, and Real Estate	52 (1%)	61 (1%)	40 (0%)	38 (0%)
Services	981 (10%)	1,115 (9%)	1,247 (10%)	1,318 (12%)
Public Administration	n/a	n/a	n/a	n/a

Total Employment	**9,350**	**12,171**	**12,157**	**11,309**

6 - The data represents employment covered by unemployment insurance programs. "n/a" indicates data blocked due to confidentiality concerns of ES-202 files. Click here for a detailed description of the difference between Current Employment Estimates and Forecast Employment.

Employment by Industrial Class [7]

Industrial Class	1990 Forecast	2000 Forecast	2030 Forecast
Agriculture, Mining, and Natural Resources	130 (2%)	232 (2%)	144 (1%)
Manufacturing	4,309 (66%)	7,531 (58%)	6,748 (39%)
Transportation, Communication, and Utility	302 (5%)	629 (5%)	914 (5%)
Wholesale Trade	n/a	n/a	n/a
Retail Trade	326 (5%)	1,280 (10%)	2,835 (16%)
Finance, Insurance, and Real Estate	73 (1%)	98 (1%)	505 (3%)
Services	734 (11%)	1,590 (12%)	3,771 (22%)
Public Administration	n/a	n/a	n/a
Total Employment	**6,562**	**12,924**	**17,380**

7 - The data represents all (covered and non-covered) employment. "n/a" indicates data blocked due to confidentiality concerns of ES-202 files. Click here for a detailed description of the difference between Current Employment Estimates and Forecast Employment.

Vehicles Available Per Household

Number of Vehicles Available	1990 Census	2000 Census
None	115 (3%)	258 (4%)
One	1,783 (43%)	2,673 (45%)
Two	1,791 (44%)	2,187 (37%)
Three or More	425 (10%)	771 (13%)
Total Households [8]	**4,114**	**5,889**

8 - The 100% count of total households shown here may not equal the sum of the sample data.

Commuting to Work

Means of Transportation to Work	1990 Census	2000 Census
Drove Alone	4,863 (92%)	6,799 (88%)
Carpool or Vanpool	338 (6%)	623 (8%)
Public Transportation	16 (0%)	0 (0%)
Walked to Work	23 (0%)	111 (1%)
Other Means	11 (0%)	40 (1%)
Worked at Home	29 (1%)	177 (2%)
Total Workers Age 16 or Older	**5,280**	**7,750**
Mean Travel Time to Work (In Minutes)	26	27

Land Use / Land Cover (View Detailed Land Use Summary)

Land Use Type	1990 Acres	2000 Acres
Single-Family [9]	785 (13%)	1,192 (20%)
Multiple-Family	161 (3%)	335 (6%)
Commercial and Office	54 (1%)	157 (3%)
Institutional	44 (1%)	95 (2%)
Industrial	981 (16%)	1,587 (26%)
Transportation, Communication, and Utility	270 (5%)	261 (4%)
Cultural, Outdoor Recreation, and Cemetery	111 (2%)	135 (2%)
Active Agriculture	430 (7%)	101 (2%)

Grassland and Shrub	1,614 (27%)	600 (10%)
Woodland and Wetland	1,342 (22%)	1,234 (21%)
Extractive and Barren	0 (0%)	0 (0%)
Water	98 (2%)	97 (2%)
Under Development [10]	112 (2%)	208 (3%)
Total Acres [11]	**6,003**	**6,003**

9 - Single-Family land use: areas of single-family houses, and also includes manufactured housing, farmsteads, and portions of developing single-family residential.
10 - Under Development: includes two types of areas, 1. The acreage not built on in areas where new residential construction is partially completed, and 2. Areas where ground breaking has occurred and no land use type could be determined.
11 - 1990 and 2000 total acres may not be the same due to rounding errors and precision differences between 1990 and 2000 GIS layers.

Residential Density (Units per Acre)

Density Type	1990	2000	1990-2000 Increment[12]
Single-Family Land Use	1.73	1.98	2.47
Gross Residential Density	4.73	3.98	2.77

12 - 1990-2000 Increment: The density of housing units built 1990-2000, that is, the number of housing units built divided by the area of residential land added 1990-2000. Increment values are not shown for categories in which acreage and/or units decreased, or in which acreage changed by less than 10 acres.

Summary of Development Changes (in Acres)

Development Status	1990	2000	1990-2000 Change
Undeveloped	3,596	2,241	-1,355 (-37.7%)
Developed	2,407	3,762	1,355 (56.3%)
Residential	946	1,527	581 (61.4%)
Nonresidential	1,461	2,235	774 (53.0%)
Percent Developed	40.0	62.6	22.6 (56.5%)

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Wixom city, Michigan

General Demographic Characteristics, 2000 Census Demographic Profile 1 (DP-1)

	2000 Census		1990 - 2000	1990 Census	
	Number	Percent	Percent Change	Number	Percent
Total population	**13,263**	**100.0**	**55.1**	**8,550**	**100.0**
SEX AND AGE					
Male	6,933	52.3	57.9	4,390	51.3
Female	6,330	47.7	52.2	4,160	48.7
Under 5 years	1,130	8.5	86.2	607	7.1
5 to 9 years	915	6.9	80.8	506	5.9
10 to 14 years	802	6.0	89.2	424	5.0
15 to 19 years	860	6.5	106.2	417	4.9
20 to 24 years	1,455	11.0	29.3	1,125	13.2
25 to 34 years	2,739	20.7	3.0	2,659	31.1
35 to 44 years	2,451	18.5	88.4	1,301	15.2
45 to 54 years	1,518	11.4	159.0	586	6.9
55 to 59 years	400	3.0	83.5	218	2.5
60 to 64 years	272	2.1	46.2	186	2.2
65 to 74 years	390	2.9	29.1	302	3.5
75 to 84 years	258	1.9	50.0	172	2.0
85 years and over	73	0.6	55.3	47	0.5
Median age (years) (see note 5)	30.3	(X)	(N/A)	(N/A)	(X)
18 years and over	9,963	75.1	47.2	6,767	79.1
Male	5,174	39.0	49.3	3,465	40.5
Female	4,789	36.1	45.0	3,302	38.6
21 years and over	9,279	70.0	43.4	6,472	75.7
62 years and over	878	6.6	40.3	626	7.3
65 years and over	721	5.4	38.4	521	6.1
Male	292	2.2	84.8	158	1.8
Female	429	3.2	18.2	363	4.2
RACE (see note 4)					
One race	12,979	97.9	(N/A)	(N/A)	(N/A)
White	11,990	90.4	(N/A)	8,384	98.1
Black or African American	332	2.5	(N/A)	27	0.3
American Indian and Alaska Native	68	0.5	(N/A)	37	0.4
Asian	378	2.9	(N/A)	75	0.9

	2000 Census		1990 - 2000	1990 Census	
Subject	Number	Percent	Percent Change	Number	Percent
HISPANIC OR LATINO AND RACE					
Total population	**13,263**	**100.0**	**55.1**	**8,550**	**100.0**
Hispanic or Latino (of any race)	424	3.2	311.7	103	1.2
Mexican	259	2.0	531.7	41	0.5
Ruerto Rican	43	0.3	152.9	17	0.2
Cuban	2	0.0	100.0	1	0.0
Other Hispanic or Latino	120	0.9	172.7	44	0.5
Not Hispanic or Latino	12,839	96.8	52.0	8,447	98.8
White alone (see note 4)	11,792	88.9	(N/A)	(N/A)	(N/A)
RELATIONSHIP					
Total population	**13,263**	**100.0**	**55.1**	**8,550**	**100.0**
In households	13,207	99.6	55.2	8,511	99.5
Householder	5,889	44.4	43.1	4,114	48.1
Spouse	2,462	18.6	46.5	1,680	19.6
Child	3,754	28.3	110.5	1,783	20.9
Own child under 18 years	3,179	24.0	84.1	1,727	20.2
Other relatives	297	2.2	160.5	114	1.3
Under 18 years	68	0.5	65.9	41	0.5
Nonrelatives	805	6.1	79.7	448	5.2
Unmarried partner (see note 5)	436	3.3	(N/A)	(N/A)	(N/A)
In group quarters	56	0.4	43.6	39	0.5
Institutionalized population	0	0.0	-100.0	39	0.5
Noninstitutionalized population	56	0.4	0.0	0	0.0
HOUSEHOLD BY TYPE					
Total households	**5,889**	**100.0**	**43.1**	**4,114**	**100.0**
Family households (families)	3,153	53.5	57.8	1,998	48.6
With own children under 18 years	1,821	30.9	87.3	972	23.6
Married-couple family	2,462	41.8	46.5	1,680	40.8
With own children under 18 years	1,370	23.3	70.6	803	19.5
Female householder, no husband present	473	8.0	109.3	226	5.5
With own children under 18 years	336	5.7	147.1	136	3.3
Nonfamily households	2,736	46.5	29.3	2,116	51.4
Householder living alone	2,203	37.4	26.0	1,748	42.5
Householder 65 years and over	241	4.1	49.7	161	3.9

Source: U.S. Bureau of the Census, Census 2000. 1990 Census data is from the Michigan STF1A CD (release September 1991) or STF3A CD (release November 1992).

(N/A) is Not Available (X) is Not Applicable

Note 1: For the 2000 Census Other Asian alone, or two or more Asian categories.

Note 2: For the 2000 Census Other Pacific Islander alone, or two or more Native Hawaiian and Other Pacific Islander categories.

Note 3: For the 2000 Census, in combination with one or more of the other races listed. The six numbers may add to more than the total population and the six percentages may add to more than 100 percent because individuals may report more than one race.

Note 4: 2000 Census race data is not comparable to 1990 Census race data because the 2000 Census survey allowed selection of more than one race while the 1990 Census survey did not.

Note 5: 1990 data not available from the 1990 Census STF1A or STF3A CD release .

Note 6: School enrollment data for 1990 and 2000 are not fully comparable due to changes in how data were obtained on level of enrollment.

Note 7: Veteran status data are for the civilian population 16 years and over in 1990 and for the civilian population 18 years and over in 2000.

Note 8: Data for 1990 and 2000 are not comparable due to changes in census questions.

Note 9: Occupation data for 1990 and 2000 are not comparable due to changes in the classification system by occupation.

Note 10: Unless otherwise noted, industry data for 1990 and 2000 are not comparable due to changes in the classification system by industry.

Note 11: The industry categories of Construction, Manufacturing, Wholesale trade, Retail trade, and Public administration are comparable for 1990 and 2000.

Note 12: In the 1990 census STF3A CD release, "Supplemental Security income" was included in the "public assistance income "data.

Note 13: The data represent a combination of two ancestries shown separately in Summary File 3. Czech includes Czechoslovakian. French includes Alsatian. French Canadian includes Acadian/Cajun. Irish includes Celtic.

The Bureau of Labor Statistics' Consumer Price Index (CPI-U-RS) is187.0 for 1989, 196.3 for 1990, 242.7 for 1999, and 250.8 for 2000. Based on these revisions, the factor to adjust to 1999 constant dollars in Table DP-3 would be 242.7/187.0, or 1.297861, and the factor to adjust to 2000 constant dollars in Table DP-4 would be 250.8/196.3, or 1.277636 .

Wixom city, Michigan

General Demographic Characteristics, 2000 Census Demographic Profile 1 (DP-1)

	2000 Census		1990 - 2000	1990 Census	
	Number	Percent	Percent Change	Number	Percent
Asian Indian	138	1.0	(N/A)	13	0.2
Chinese	60	0.5	(N/A)	19	0.2
Filipino	47	0.4	(N/A)	22	0.3
Japanese	39	0.3	(N/A)	5	0.1
Korean	28	0.2	(N/A)	9	0.1
Vietnamese	35	0.3	(N/A)	2	0.0
Other Asian (see note 1)	31	0.2	(N/A)	5	0.1
Native Hawaiian and Other Pacific Islander	5	0.0	(N/A)	1	0.0
Native Hawaiian	0	0.0	(N/A)	1	0.0
Guamanian or Chamorro	4	0.0	(N/A)	0	0.0
Samoan	1	0.0	(N/A)	0	0.0
Other Pacific Islander (see note 2)	0	0.0	(N/A)	0	0.0
Some other race	206	1.6	(N/A)	26	0.3
Two or more races	284	2.1	(N/A)	(N/A)	(N/A)
Race alone or in combination with one or more other races (see notes 3 & 4)					
White	12,247	92.3	(N/A)	(N/A)	(N/A)
Black or African American	381	2.9	(N/A)	(N/A)	(N/A)
American Indian and Alaska Native	130	1.0	(N/A)	(N/A)	(N/A)
Asian	440	3.3	(N/A)	(N/A)	(N/A)
Native Hawaiian and Other Pacific Islander	5	0.0	(N/A)	(N/A)	(N/A)
Some other race	359	2.7	(N/A)	(N/A)	(N/A)

	2000 Census		1990 - 2000	1990 Census	
Subject	Number	Percent	Percent Change	Number	Percent
Households with individuals under 18 years	1,896	32.2	93.1	982	23.9
Households with individuals 65 years and over	522	8.9	44.2	362	8.8
Average household size	2.24	(X)	8.3	2.07	(X)
Average family size	3.07	(X)	3.0	2.98	(X)
HOUSING OCCUPANCY					
Total housing units	**6,086**	**100.0**	**36.0**	**4,475**	**100.0**
Occupied housing units	5,889	96.8	43.1	4,114	91.9
Vacant housing units	197	3.2	-45.4	361	8.1
For seasonal, recreational or occasional use	19	0.3	-38.7	31	0.7
Homeowner vacancy rate (percent)	1.3	(X)	206.4	.4	(X)
Rental vacancy rate (percent)	2.6	(X)	-74.5	10.2	(X)
HOUSING TENURE					
Occupied housing units	**5,889**	**100.0**	**43.1**	**4,114**	**100.0**
Owner-occupied housing units	2,572	43.7	82.7	1,408	34.2
Renter-occupied housing units	3,317	56.3	22.6	2,706	65.8
Average household size of owner-occupied units	2.88	(X)	-4.3	3.01	(X)
Average household size of renter-occupied units	1.75	(X)	10.8	1.58	(X)

Source: U.S. Bureau of the Census, Census 2000. 1990 Census data is from the Michigan STF1A CD (release September 1991) or STF3A CD (release November 1992).

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Note 1: For the 2000 Census Other Asian alone, or two or more Asian categories.

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Wixom city, Michigan

Profile of Selected Social Characteristics, 2000 Census Demographic Profile 2 (DP-2

Subject	2000 Census Number	2000 Census Percent	1990 - 2000 Percent Change	1990 Census Number	1990 Census Percent
SCHOOL ENROLLMENT (see note 6)					
Population 3 years and over enrolled in school	**3,579**	**100.0**	**79.4**	**1,995**	**100.0**
Nursery school, preschool	276	7.7	(NA)	(NA)	(NA)
Kindergarten	170	4.7	(NA)	(NA)	(NA)
Elementary school (grades 1-8)	1,351	37.7	(NA)	(NA)	(NA)
High school (grades 9-12)	595	16.6	(NA)	(NA)	(NA)
College or graduate school	1,187	33.2	69.1	702	35.2
EDUCATIONAL ATTAINMENT					
Population 25 years and over	**8,204**	**100.0**	**50.0**	**5,471**	**100.0**
Less than 9th grade	128	1.6	20.8	106	1.9
9th to 12th grade, no diploma	447	5.4	0.7	444	8.1
High school graduate (includes equivalency)	1,737	21.2	25.4	1,385	25.3
Some college, no degree	2,098	25.6	52.5	1,376	25.2
Associate degree	665	8.1	14.7	580	10.6
Bachelor's degree	2,172	26.5	68.5	1,289	23.6
Graduate or professional degree	957	11.7	228.9	291	5.3
Percent high school graduate or higher	93.0	(X)	3.4	89.9	(X)
Percent bachelor's degree or higher	38.1	(X)	31.9	28.9	(X)
MARITAL STATUS					
Population 15 years and over	**10,439**	**100.0**	**48.9**	**7,013**	**100.0**
Never married	3,580	34.3	51.6	2,362	33.7
Now married, except separated	5,329	51.0	54.5	3,449	49.2
Separated	101	1.0	-20.5	127	1.8
Widowed	372	3.6	24.0	300	4.3
Female	288	2.8	13.8	253	3.6
Divorced	1,057	10.1	36.4	775	11.1
Female	516	4.9	30.3	396	5.6

Subject	2000 Census Number	2000 Census Percent	1990 - 2000 Percent Change	1990 Census Number	1990 Census Percent
NATIVITY AND PLACE OF BIRTH					
Total population	**13,263**	**100.0**	**55.1**	**8,550**	**100.0**
Native	11,916	89.8	44.0	8,273	96.8
Born in United States	11,795	88.9	43.0	8,247	96.5
State of residence	9,382	70.7	38.6	6,769	79.2
Different state	2,413	18.2	63.3	1,478	17.3
Born outside United States	121	0.9	-60.1	303	3.5
Foreign born	1,347	10.2	386.3	277	3.2
Entered 1990 to March 2000 (for '90 data is 1980 to March 1990)	1,027	7.7	1,067.0	88	1.0
Naturalized citizen	320	2.4	106.5	155	1.8
Not a citizen	1,027	7.7	741.8	122	1.4
REGION OF BIRTH OF FOREIGN BORN (see note 5)					
Total (excluding born at sea)	**1,347**	**100.0**	**(NA)**	**(NA)**	**(NA)**
Europe	693	51.4	(NA)	(NA)	(NA)
Asia	393	29.2	(NA)	(NA)	(NA)
Africa	75	5.6	(NA)	(NA)	(NA)
Oceania	0	0.0	(NA)	(NA)	(NA)
Latin America	173	12.8	(NA)	(NA)	(NA)
Northern America	13	1.0	(NA)	(NA)	(NA)
LANGUAGE SPOKEN AT HOME					
Population 5 years and over	**12,189**	**100.0**	**53.5**	**7,943**	**100.0**
English only	10,603	87.0	38.4	7,662	96.5
Language other than English	1,586	13.0	464.4	281	3.5
Speak English less than "very well"	906	7.4	1,252.2	67	0.8
Spanish	307	2.5	241.1	90	1.1
Speak English less than "very well"	163	1.3	552.0	25	0.3
Other Indo-European languages (see note 5)	877	7.2	(NA)	(NA)	(NA)
Speak English less than "very well"	499	4.1	(NA)	(NA)	(NA)
Asian and Pacific Island languages	195	1.6	529.0	31	0.4
Speak English less than "very well"	134	1.1	1,118.2	11	0.1

Source: U.S. Bureau of the Census, Census 2000. 1990 Census data is from the Michigan STF1A CD (release September 1991) or STF3A CD (release November 1992).

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Wixom city, Michigan

Profile of Selected Social Characteristics, 2000 Census Demographic Profile 2 (DP-2

Subject	2000 Census Number	2000 Census Percent	1990 - 2000 Percent Change	1990 Census Number	1990 Census Percent
GRANDPARENTS AS CAREGIVERS (see note 5)					
Grandparent living in household with one or more own grandchildren under 18 years	**55**	**100.0**	**(NA)**	**(NA)**	**(NA)**
Grandparents responsible for grandchildren	24	43.6	(NA)	(NA)	(NA)
VETERAN STATUS (see note 7)					
Civilian population 18 years and over	**10,004**	**100.0**	**(NA)**	**(NA)**	**(NA)**
Civilian veterans	917	9.2	(NA)	(NA)	(NA)
DISABILITY STATUS OF THE CIVILIAN NONINSTITUTIONALIZED POPULATION (see note 8)					
Population 5 to 20 years	**2,903**	**100.0**	**(NA)**	**(NA)**	**(NA)**
With a disability	368	12.7	(NA)	(NA)	(NA)
Population 21 to 64 years	**8,563**	**100.0**	**(NA)**	**(NA)**	**(NA)**
With a disability	1,081	12.6	(NA)	(NA)	(NA)
Percent employed	67.0	(X)	(NA)	(NA)	(NA)
No disability	7,482	87.4	(NA)	(NA)	(NA)
Percent employed	85.0	(X)	(NA)	(NA)	(NA)
Population 65 years and over	**723**	**100.0**	**(NA)**	**(NA)**	**(NA)**
With a disability	331	45.8	(NA)	(NA)	(NA)
RESIDENCE IN 1995 ('90 data is 1985)					
Population 5 years and over	**12,189**	**100.0**	**53.5**	**7,943**	**100.0**
Same house in 1995 ('90 data is 1985)	4,151	34.1	33.8	3,102	39.1
Different house in the U.S. in 1995 ('90 data is 1985)	7,209	59.1	51.7	4,753	59.8
Same county	3,159	25.9	47.6	2,140	26.9
Different county	4,050	33.2	55.0	2,613	32.9
Same state	2,689	22.1	26.4	2,128	26.8
Different state	1,361	11.2	180.6	485	6.1
Elsewhere in 1995 ('90 data is 1985)	829	6.8	842.0	88	1.1

Subject	2000 Census Number	2000 Census Percent	1990 - 2000 Percent Change	1990 Census Number	1990 Census Percent
ANCESTRY (single or multiple)					
Total population	**13,263**	**100.0**	**55.1**	**8,550**	**100.0**
Total ancestries reported	*16,486*	*124.3*	*32.9*	*12,406*	*145.1*
Arab	202	1.5	274.1	54	0.6
Czech (see note 13)	86	0.6	-7.5	93	1.1
Danish	112	0.8	28.7	87	1.0
Dutch	336	2.5	8.7	309	3.6
English	1,397	10.5	-6.6	1,495	17.5
French (except Basque) (see note 13)	783	5.9	-3.3	810	9.5
French Canadian (see note 13)	336	2.5	-27.0	460	5.4
German	3,044	23.0	0.4	3,033	35.5
Greek	90	0.7	104.5	44	0.5
Hungarian	235	1.8	47.8	159	1.9
Irish (see note 13)	2,043	15.4	27.4	1,603	18.7
Italian	941	7.1	59.8	589	6.9
Lithuanian	18	0.1	-30.8	26	0.3
Norwegian	171	1.3	216.7	54	0.6
Polish	1,498	11.3	34.0	1,118	13.1
Portuguese	11	0.1	-42.1	19	0.2
Russian	313	2.4	140.8	130	1.5
Scotch-Irish	243	1.8	33.5	182	2.1
Scottish	374	2.8	4.5	358	4.2
Slovak	43	0.3	4.9	41	0.5
Subsaharan African	118	0.9	0.0	0	0.0
Swedish	167	1.3	-32.7	248	2.9
Swiss	63	0.5	85.3	34	0.4
Ukrainian	81	0.6	42.1	57	0.7
United States or American	537	4.0	406.6	106	1.2
Welsh	163	1.2	75.3	93	1.1
West Indian (exluding Hispanic groups)	0	0.0	0.0	0	0.0
Other ancestries	3,081	23.2	155.9	1,204	14.1

Source: U.S. Bureau of the Census, Census 2000. 1990 Census data is from the Michigan STF1A CD (release September 1991) or STF3A CD (release November 1992).

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Wixom city, Michigan

Profile of Selected Economic Characteristics, 2000 Census Demographic Profile 3 (DP-3)

Subject	2000 Census Number	2000 Census Percent	1990 - 2000 Percent Change	1990 Census Number	1990 Census Percent
EMPLOYMENT STATUS					
Population 16 years and over	**10,313**	**100.0**	**49.0**	**6,920**	**100.0**
In labor force	8,175	79.3	44.6	5,655	81.7
Civilian labor force	8,175	79.3	44.6	5,655	81.7
Employed	7,956	77.1	47.1	5,407	78.1
Unemployed	219	2.1	-11.7	248	3.6
Percent of civilian labor force	2.7	(X)	-38.4	4.4	(X)
Armed Forces	0	0.0	0.0	0	0.0
Not in labor force	2,138	20.7	69.0	1,265	18.3
Females 16 years and over	**5,062**	**100.0**	**49.2**	**3,392**	**100.0**
In labor force	3,662	72.3	47.8	2,477	73.0
Civilian labor force	3,662	72.3	47.8	2,477	73.0
Employed	3,572	70.6	52.6	2,340	69.0
Own children under 6 years	**1,276**	**100.0**	**81.0**	**705**	**100.0**
All parents in family in labor force	717	56.2	103.7	352	49.9
COMMUTING TO WORK					
Workers 16 years and over	**7,750**	**100.0**	**46.8**	**5,280**	**100.0**
Car, truck, or van - - drove alone	6,799	87.7	39.8	4,863	92.1
Car, truck, or van - - carpooled	623	8.0	84.3	338	6.4
Public transportation (including taxicab)	0	0.0	-100.0	16	0.3
Walked	111	1.4	382.6	23	0.4
Other means	40	0.5	263.6	11	0.2
Worked at home	177	2.3	510.3	29	0.5
Mean travel time to work (minutes)	27.1	(X)	1.8	26.6	(X)
Employed civilian population 16 years and older	**7,956**	**100.0**	**47.1**	**5,407**	**100.0**
OCCUPATION (see note 9)					
Management, professional, and related occupations	3,047	38.3	(NA)	(NA)	(NA)
Service occupations	1,004	12.6	(NA)	(NA)	(NA)
Sales and office occupations	2,223	27.9	(NA)	(NA)	(NA)
Farming, fishing, and forestry occupations	0	0.0	(NA)	(NA)	(NA)
Construction, extraction, and maintenance occupations	724	9.1	(NA)	(NA)	(NA)

Subject	2000 Census Number	2000 Census Percent	1990 - 2000 Percent Change	1990 Census Number	1990 Census Percent
INCOME IN 1999 ('90 data is 1989)					
Households	**5,892**	**100.0**	**42.3**	**4,141**	**100.0**
Less than $10,000	194	3.3	-8.9	213	5.1
$10,000 to $14,999	195	3.3	-10.1	217	5.2
$15,000 to $24,999	796	13.5	-19.8	993	24.0
$25,000 to $34,999	1,001	17.0	24.2	806	19.5
$35,000 to $49,999	985	16.7	7.7	915	22.1
$50,000 to $74,999	1,155	19.6	68.4	686	16.6
$75,000 to $99,999	716	12.2	206.0	234	5.7
$100,000 to $149,999	603	10.2	976.8	56	1.4
$150,000 to $199,999 (see note 5)	116	2.0	(NA)	(NA)	(NA)
$200,000 or more (see note 5)	131	2.2	(NA)	(NA)	(NA)
Median household income (dollars)	44,320	(X)	39.6	31,755	(X)
....in 1999 dollars	44,320	(X)	7.5	41,214	(X)
With earnings	5,433	92.2	40.3	3,873	93.5
Mean earnings (dollars)	60,223	(X)	50.6	39,996	(X)
....in 1999 dollars	60,223	(X)	16.0	51,909	(X)
With Social Security income	622	10.6	36.4	456	11.0
Mean Social Security income (dollars)	11,813	(X)	54.5	7,644	(X)
....in 1999 dollars	11,813	(X)	19.1	9,921	(X)
With Supplemental Security income (see note 12)	77	1.3	(NA)	(NA)	(NA)
Mean Supplemental Security income (dollars)	8,604	(X)	(NA)	(NA)	(X)
With public assistance income (see note 12)	90	1.5	(NA)	(NA)	(NA)
Mean public assistance income (dollars)	1,508	(X)	(NA)	(NA)	(X)
With retirement income	536	9.1	48.5	361	8.7
Mean retirement income (dollars)	28,651	(X)	259.4	7,973	(X)
....in 1999 dollars	28,651	(X)	176.9	10,347	(X)

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Wixom city, Michigan

Profile of Selected Economic Characteristics, 2000 Census Demographic Profile 3 (DP-3)

Subject	2000 Census Number	2000 Census Percent	1990 - 2000 Percent Change	1990 Census Number	1990 Census Percent
Production, transportation, and material moving occupations	958	12.0	(NA)	(NA)	(NA)
INDUSTRY (see note 10)					
Agriculture, forestry, fishing and hunting, and mining	13	0.2	(NA)	(NA)	(NA)
Construction (see note 11)	521	6.5	77.8	293	5.4
Manufacturing (see note 11)	1,894	23.8	36.1	1,392	25.7
Wholesale trade (see note 11)	373	4.7	4.5	357	6.6
Retail trade (see note 11)	1,041	13.1	-6.0	1,107	20.5
Transportation and warehousing, and utilities	203	2.6	(NA)	(NA)	(NA)
Information	140	1.8	(NA)	(NA)	(NA)
Finance, insurance, real estate, and rental and leasing	611	7.7	(NA)	(NA)	(NA)
Professional, scientific, management, administrative,and waste management services	905	11.4	(NA)	(NA)	(NA)
Educational, health and social services	1,044	13.1	(NA)	(NA)	(NA)
Arts, entertainment, recreation, accommodation and food services	674	8.5	(NA)	(NA)	(NA)
Other services (except public administration)	387	4.9	(NA)	(NA)	(NA)
Public administration (see note 11)	150	1.9	63.0	92	1.7
CLASS OF WORKER					
Private wage and salary workers	7,169	90.1	44.0	4,979	92.1
Government workers	469	5.9	44.3	325	6.0
Self-employed workers in own not incorporated business	294	3.7	223.1	91	1.7
Unpaid family workers	24	0.3	100.0	12	0.2
INCOME IN 1999 ('90 data is 1989)					
Median family income (dollars)	64,918	(X)	41.2	45,991	(X)
....in 1999 dollars	64,918	(X)	8.8	59,690	(X)
Per capita income (dollars)	27,543	(X)	40.2	19,643	(X)
....in 1999 dollars	27,543	(X)	8.0	25,494	(X)
Median earnings (dollars) (see note 5):					
Male full-time, year-round workers	45,798	(X)	(NA)	(NA)	(X)
Female full-time, year-round workers	30,942	(X)	(NA)	(NA)	(X)

Subject	2000 Census Number	2000 Census Percent	1990 - 2000 Percent Change	1990 Census Number	1990 Census Percent
Families	**3,164**	**100.0**	**56.6**	**2,020**	**100.0**
Less than $10,000	91	2.9	78.4	51	2.5
$10,000 to $14,999	62	2.0	-6.1	66	3.3
$15,000 to $24,999	228	7.2	-4.2	238	11.8
$25,000 to $34,999	386	12.2	27.4	303	15.0
$35,000 to $49,999	375	11.9	-28.3	523	25.9
$50,000 to $74,999	659	20.8	14.2	577	28.6
$75,000 to $99,999	584	18.5	174.2	213	10.5
$100,000 to $149,999	544	17.2	1,260.0	40	2.0
$150,000 to $199,999 (see note 5)	116	3.7	(NA)	(NA)	(NA)
$200,000 or more (see note 5)	119	3.8	(NA)	(NA)	(NA)

Subject	Number below poverty level	Percent below poverty level	1990 - 2000 Percent Change	Number below poverty level	Percent below poverty level
POVERTY STATUS IN 1999 (for 1990 Census, 1989)					
Families	**141**	**4.5**	**370.0**	**30**	**1.5**
With related children under 18 years	93	4.9	342.9	21	2.2
With related children under 5 years	75	8.0	0.0	0	0.0
Families with female householder, no husband present	**81**	**20.0**	**285.7**	**21**	**9.8**
With related children under 18 years	69	23.6	228.6	21	12.6
With related children under 5 years	51	49.5	0.0	0	0.0
Individuals	**717**	**5.4**	**139.8**	**299**	**3.5**
18 years and over	567	5.7	142.3	234	3.5
65 years and over	16	2.2	33.3	12	2.5
Related children under 18 years	125	4.0	127.3	55	3.1
Related children 5 to 17 years	54	2.6	-1.8	55	4.8
Unrelated individuals 15 years and over	355	10.1	74.0	204	7.9

Source: U.S. Bureau of the Census, Census 2000. 1990 Census data is from the Michigan STF1A CD (release September 1991) or STF3A CD (release November 1992).

(N/A) is Not Available (X) is Not Applicable

Note 1: For the 2000 Census Other Asian alone, or two or more Asian categories.

Note 2: For the 2000 Census Other Pacific Islander alone, or two or more Native Hawaiian and Other Pacific Islander categories.

Note 3: For the 2000 Census, in combination with one or more of the other races listed. The six numbers may add to more than the total population and the six percentages may add to more than 100 percent because individuals may report more than one race.

Note 4: 2000 Census race data is not comparable to 1990 Census race data because the 2000 Census survey allowed selection of more than one race while the 1990 Census survey did not.

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Wixom city, Michigan

Profile of Selected Housing Characteristics, 2000 Census Demographic Profile 4 (DP-4)

Subject	2000 Census Number	2000 Census Percent	1990 - 2000 Percent Change	1990 Census Number	1990 Census Percent
Total housing units	**6,086**	**100.0**	**36.0**	**4,475**	**100.0**
UNITS IN STRUCTURE					
1-unit, detached	2,349	38.6	71.7	1,368	30.6
1-unit, attached	313	5.1	367.2	67	1.5
2 units	9	0.1	50.0	6	0.1
3 or 4 units	46	0.8	76.9	26	0.6
5 to 9 units	377	6.2	57.1	240	5.4
10 to 19 units	978	16.1	58.5	617	13.8
20 or more units	2,002	32.9	-5.3	2,113	47.2
Mobile home (see note 8)	12	0.2	(N/A)	(N/A)	(N/A)
Boat, RV, van, etc (see note 8)	0	0.0	(N/A)	(N/A)	(N/A)
YEAR STRUCTURE BUILT					
1999 to March 2000 ('90 data is 1989-March 1990)	256	4.2	-13.5	296	6.6
1995 to 1998 ('90 data is 1985-1988)	885	14.5	32.7	667	14.9
1990 to 1994 ('90 data is 1980-1984)	703	11.6	23.6	569	12.7
1980 to 1989 ('90 data is 1970-1979)	1,221	20.1	-39.4	2,015	45.0
1970 to 1979 ('90 data is 1960-1969)	2,088	34.3	292.5	532	11.9
1960 to 1969 ('90 data is1950-1959)	580	9.5	404.3	115	2.6
1940 to 1959 ('90 data is 1940-1949)	287	4.7	81.6	158	3.5
1939 or earlier	66	1.1	-46.3	123	2.7
ROOMS					
1 room	245	4.0	99.2	123	2.7
2 rooms	715	11.7	27.5	561	12.5
3 rooms	1,277	21.0	5.9	1,206	26.9
4 rooms	942	15.5	-2.0	961	21.5
5 rooms	698	11.5	39.6	500	11.2
6 rooms	660	10.8	38.1	478	10.7
7 rooms	558	9.2	64.1	340	7.6
8 rooms	586	9.6	223.8	181	4.0
9 or more rooms	405	6.7	224.0	125	2.8
Median (rooms) (see note 5)	4.4	(X)	(N/A)	(N/A)	(X)

Subject	2000 Census Number	2000 Census Percent	1990 - 2000 Percent Change	1990 Census Number	1990 Census Percent
OCCUPANTS PER ROOM					
Occupied housing units	**5,889**	**100.0**	**43.1**	**4,114**	**100.0**
1.00 or less	5,661	96.1	39.6	4,054	98.5
1.01 to 1.50	123	2.1	284.4	32	0.8
1.51 or more	105	1.8	275.0	28	0.7
Specified owner-occupied housing units	**2,385**	**100.0**	**97.9**	**1,205**	**100.0**
VALUE					
Less than $50,000	12	0.5	-87.8	98	8.1
$50,000 to $99,999	129	5.4	-75.0	516	42.8
$100,000 to 149,999	367	15.4	-29.8	523	43.4
$150,000 to $199,999	774	32.5	2,050.0	36	3.0
$200,000 to $299,999	873	36.6	2,628.1	32	2.7
$300,000 to $499,999	208	8.7	0.0	0	0.0
$500,000 to $999,999 (see note 5)	22	0.9	(N/A)	(N/A)	(N/A)
$1,000,000 or more (see note 5)	0	0.0	(N/A)	(N/A)	(N/A)
Median (dollars)	195,000	(X)	96.6	99,200	(X)
....in 2000 dollars	195,000	(X)	53.9	126,741	(X)
MORTGAGE STATUS AND SELECTED MONTHLY OWNER COSTS					
With a mortgage	2,009	84.2	118.1	921	76.4
Less than $300	0	0.0	0.0	0	0.0
$300 to $499	9	0.4	-87.0	69	5.7
$500 to $699	75	3.1	-42.7	131	10.9
$700 to $999	235	9.9	-44.0	420	34.9
$1,000 to $1,499	720	30.2	163.7	273	22.7
$1,500 to $1,999	637	26.7	2,933.3	21	1.7
$2,000 or more	333	14.0	4,657.1	7	0.6
Median (dollars)	1,480	(X)	71.7	862	(X)
....in 2000 dollars	1,480	(X)	34.4	1,101	(X)
Not mortgaged	376	15.8	32.4	284	23.6
Median (dollars)	372	(X)	33.8	278	(X)
....in 2000 dollars	372	(X)	4.7	355	(X)

Source: U.S. Bureau of the Census, Census 2000. 1990 Census data is from the Michigan STF1A CD (release September 1991) or STF3A CD (release November 1992).

(N/A) is Not Available (X) is Not Applicable

Note 1: For the 2000 Census Other Asian alone, or two or more Asian categories.

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Note 5: 1990 data not available from the 1990 Census STF1A or STF3A CD release .

Note 6: School enrollment data for 1990 and 2000 are not fully comparable due to changes in how data were obtained on level of enrollment.

Note 7: Veteran status data are for the civilian population 16 years and over in 1990 and for the civilian population 18 years and over in 2000.

Note 8: Data for 1990 and 2000 are not comparable due to changes in census questions.

Note 9: Occupation data for 1990 and 2000 are not comparable due to changes in the classification system by occupation.

Note 10: Unless otherwise noted, industry data for 1990 and 2000 are not comparable due to changes in the classification system by industry.

Note 11: The industry categories of Construction, Manufacturing, Wholesale trade, Retail trade, and Public administration are comparable for 1990 and 2000.

Note 12: In the 1990 census STF3A CD release, "Supplemental Security income" was included in the "public assistance income "data.

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Wixom city, Michigan

Profile of Selected Housing Characteristics, 2000 Census Demographic Profile 4 (DP-4)

Subject	2000 Census Number	2000 Census Percent	1990 - 2000 Percent Change	1990 Census Number	1990 Census Percent
Occupied housing units	**5,889**	**100.0**	**43.1**	**4,114**	**100.0**
YEAR HOUSEHOLDER MOVED INTO UNIT					
1999 to March 2000 ('90 data is 1989-March 1990)	2,209	37.5	45.1	1,522	37.0
1995 to 1998 ('90 data is 1985-1988)	2,220	37.7	50.1	1,479	36.0
1990 to 1994 ('90 data is 1980-1984)	636	10.8	45.2	438	10.6
1980 to 1989 ('90 data is 1970-1979)	505	8.6	3.3	489	11.9
1970 to 1979 ('90 data is 1960-1969)	255	4.3	155.0	100	2.4
1969 or earlier ('90 data is 1959 or earlier)	64	1.1	-25.6	86	2.1
VEHICLES AVAILABLE					
None	258	4.4	124.3	115	2.8
1	2,673	45.4	49.9	1,783	43.3
2	2,187	37.1	22.1	1,791	43.5
3 or more	771	13.1	81.4	425	10.3
HOUSE HEATING FUEL					
Utility gas	5,340	90.7	38.2	3,863	93.9
Bottled, tank, or LP gas	68	1.2	277.8	18	0.4
Electricity	426	7.2	169.6	158	3.8
Fuel oil, kerosene, etc.	12	0.2	-82.1	67	1.6
Coal or coke	0	0.0	0.0	0	0.0
Wood	0	0.0	0.0	0	0.0
Solar energy	0	0.0	0.0	0	0.0
Other fuel	0	0.0	-100.0	8	0.2
No fuel used	43	0.7	0.0	0	0.0
SELECTED CHARACTERISTICS					
Lacking complete plumbing facilities	36	0.6	0.0	0	0.0
Lacking complete kitchen facilities (see note 5)	26	0.4	(N/A)	(N/A)	(N/A)
No telephone service (see note 8)	118	2.0	(N/A)	(N/A)	(N/A)

Subject	2000 Census Number	2000 Census Percent	1990 - 2000 Percent Change	1990 Census Number	1990 Census Percent
SELECTED MONTHLY OWNER COSTS AS A PERCENTAGE OF HOUSEHOLD INCOME IN 1999 (1990 data is for 1989)					
Less than 15.0 percent (see note 5)	701	29.4	(N/A)	(N/A)	(N/A)
15.0 to 19.9 percent (see note 5)	583	24.4	(N/A)	(N/A)	(N/A)
20.0 to 24.9 percent	400	16.8	127	176	15
25.0 to 29.9 percent	296	12.4	116	137	11
30.0 to 34.9 percent	110	4.6	75	63	5
35.0 percent or more	276	11.6	119	126	10
Not computed	19	0.8	0	0	0
Specified renter-occupied housing units	**3,320**	**100.0**	**22.7**	**2,706**	**100.0**
GROSS RENT					
Less than $200	37	1.1	362.5	8	0.3
$200 to $299	16	0.5	0.0	0	0.0
$300 to $499	1,318	39.7	-38.6	2,147	79.3
$500 to $749	1,601	48.2	208.5	519	19.2
$750 to $999	260	7.8	0.0	0	0.0
$1,000 to $1,499 (see note 5)	42	1.3	(N/A)	(N/A)	(N/A)
$1,500 or more (see note 5)	18	0.5	(N/A)	(N/A)	(N/A)
No cash rent	28	0.8	-12.5	32	1.2
Median (dollars)	523	(X)	18.3	442	(X)
....in 2000 dollars	523	(X)	-7.4	565	(X)
GROSS RENT AS A PERCENTAGE OF HOUSEHOLD INCOME IN 1999 (1990 data is for 1989)					
Less than 15.0 percent (see note 5)	872	26.3	(N/A)	(N/A)	(N/A)
15.0 to 19.9 percent (see note 5)	634	19.1	(N/A)	(N/A)	(N/A)
20.0 to 24.9 percent	626	18.9	25	500	18
25.0 to 29.9 percent	396	11.9	39	285	11
30.0 to 34.9 percent	272	8.2	157	106	4
35.0 percent or more	456	13.7	35	339	13
Not computed	64	1.9	56	41	2

Source: U.S. Bureau of the Census, Census 2000. 1990 Census data is from the Michigan STF1A CD (release September 1991) or STF3A CD (release November 1992).
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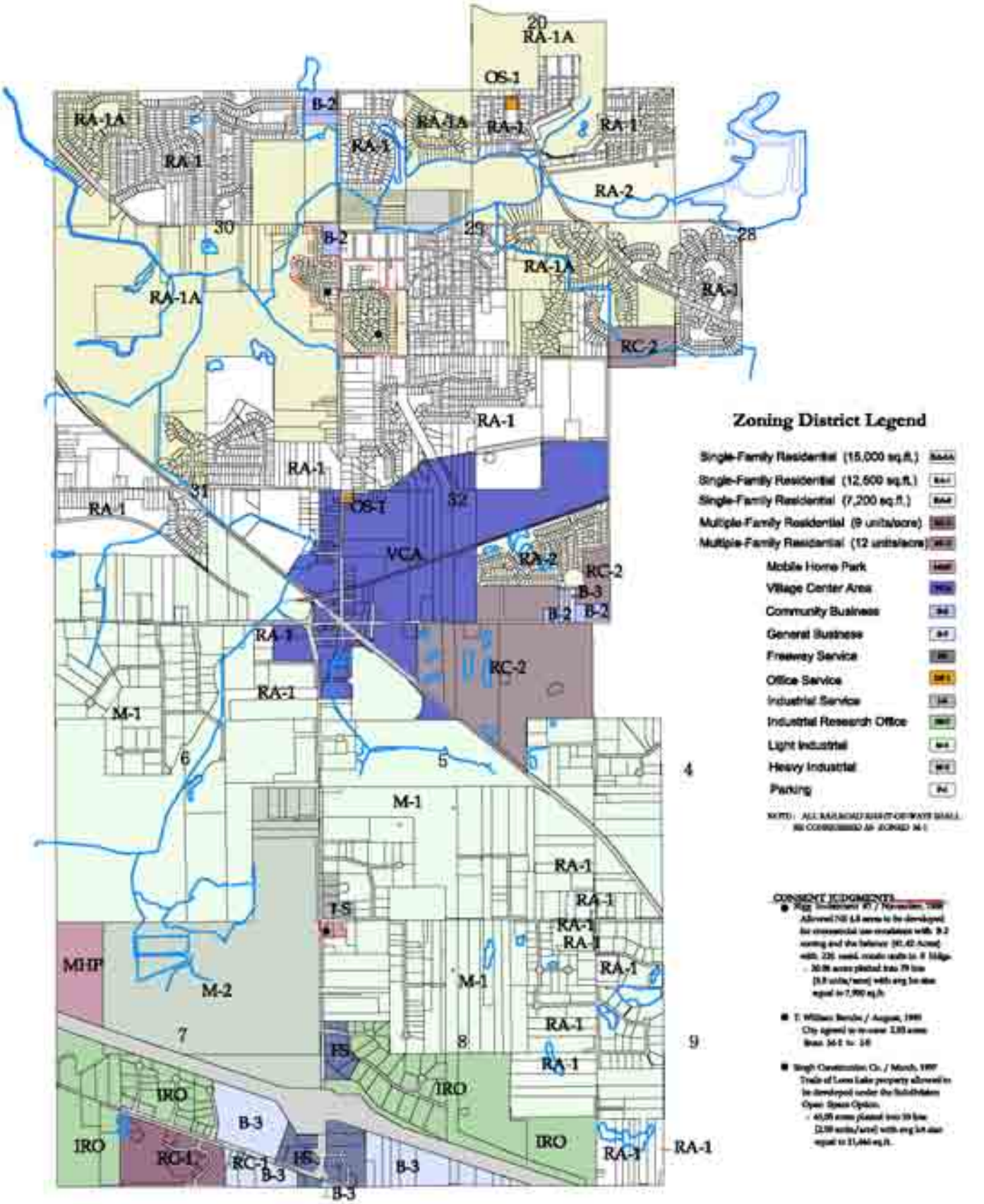
City Maps

June 30, 2006



ZONING MAP

TITLE 18 OF THE ZONING ORDINANCE

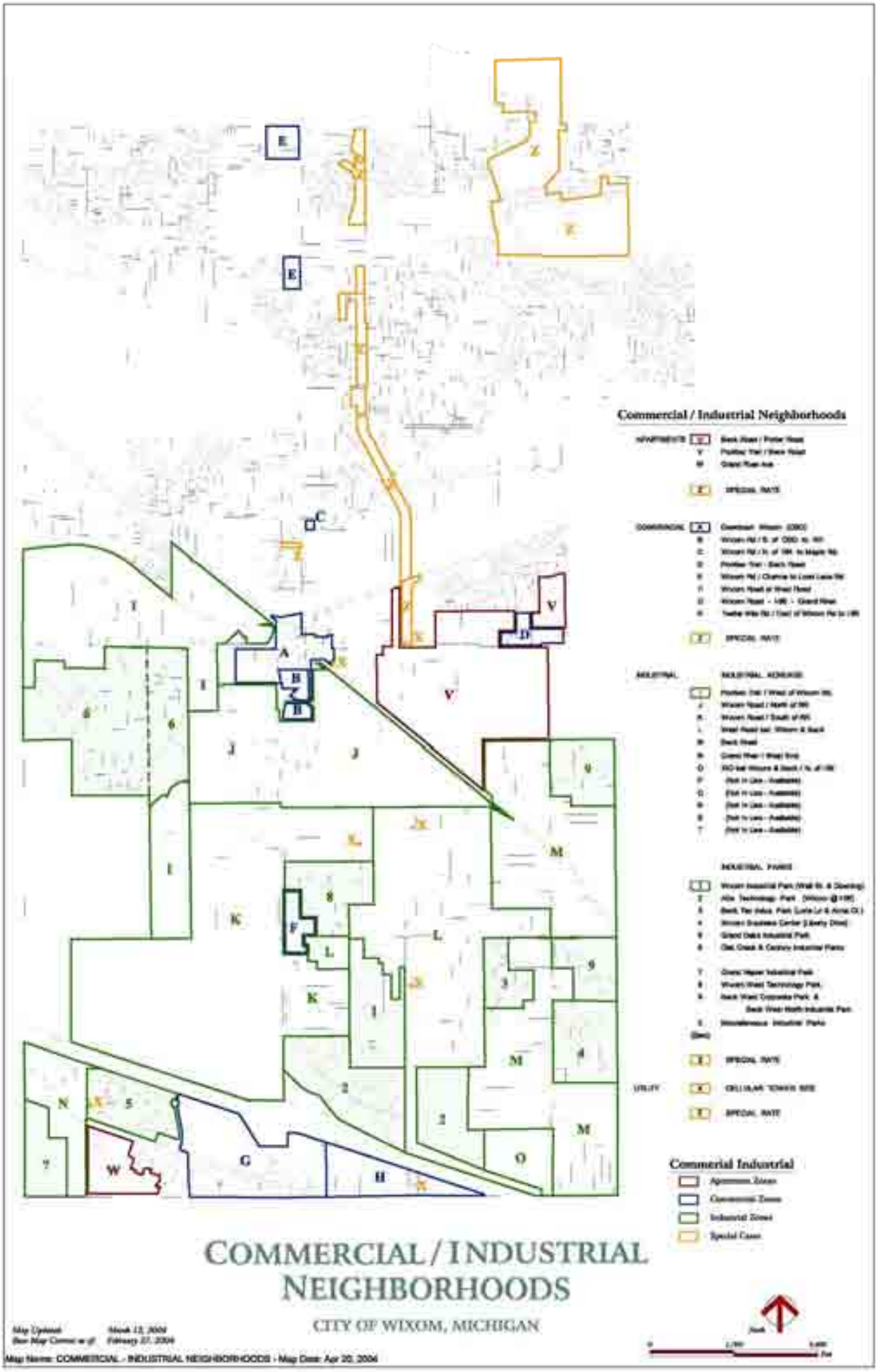
CITY OF WIXOM, MICHIGAN

AS AMENDED THROUGH December 18, 2002

North

Zoning Map Revised: 12/23/2002
Base Map Current as of: 11/15/2002

Map Name: ZONING MAP 8.5 X 11 - Project Path: X:\GIS_WIXM1_PROJECTFILES\ASSESSING2_ARCMAP\ZONING06_8X11.MXD - Map Date: Mar 20, 2003


Commercial / Industrial Neighborhoods
Commercial Industrial
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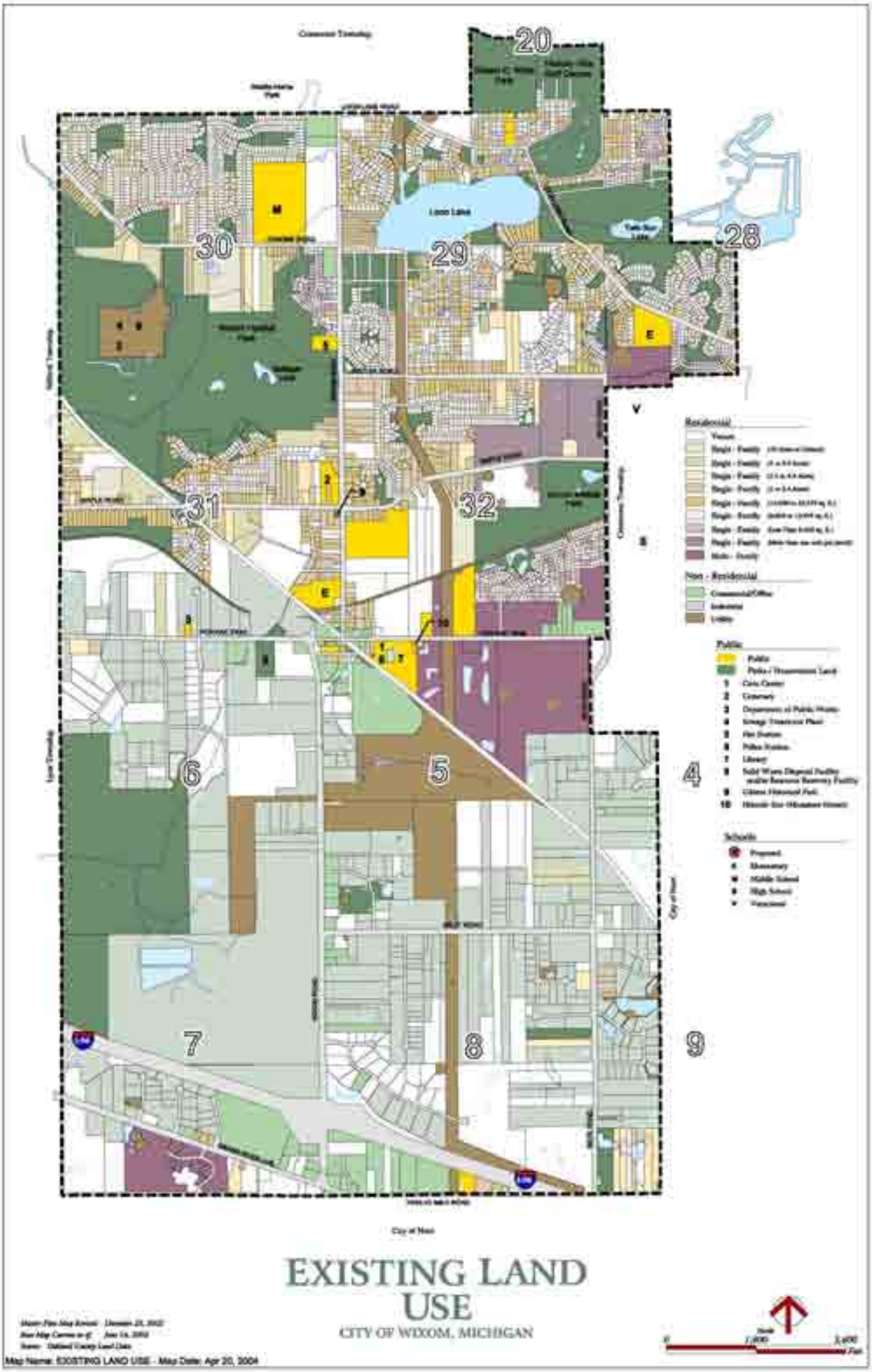
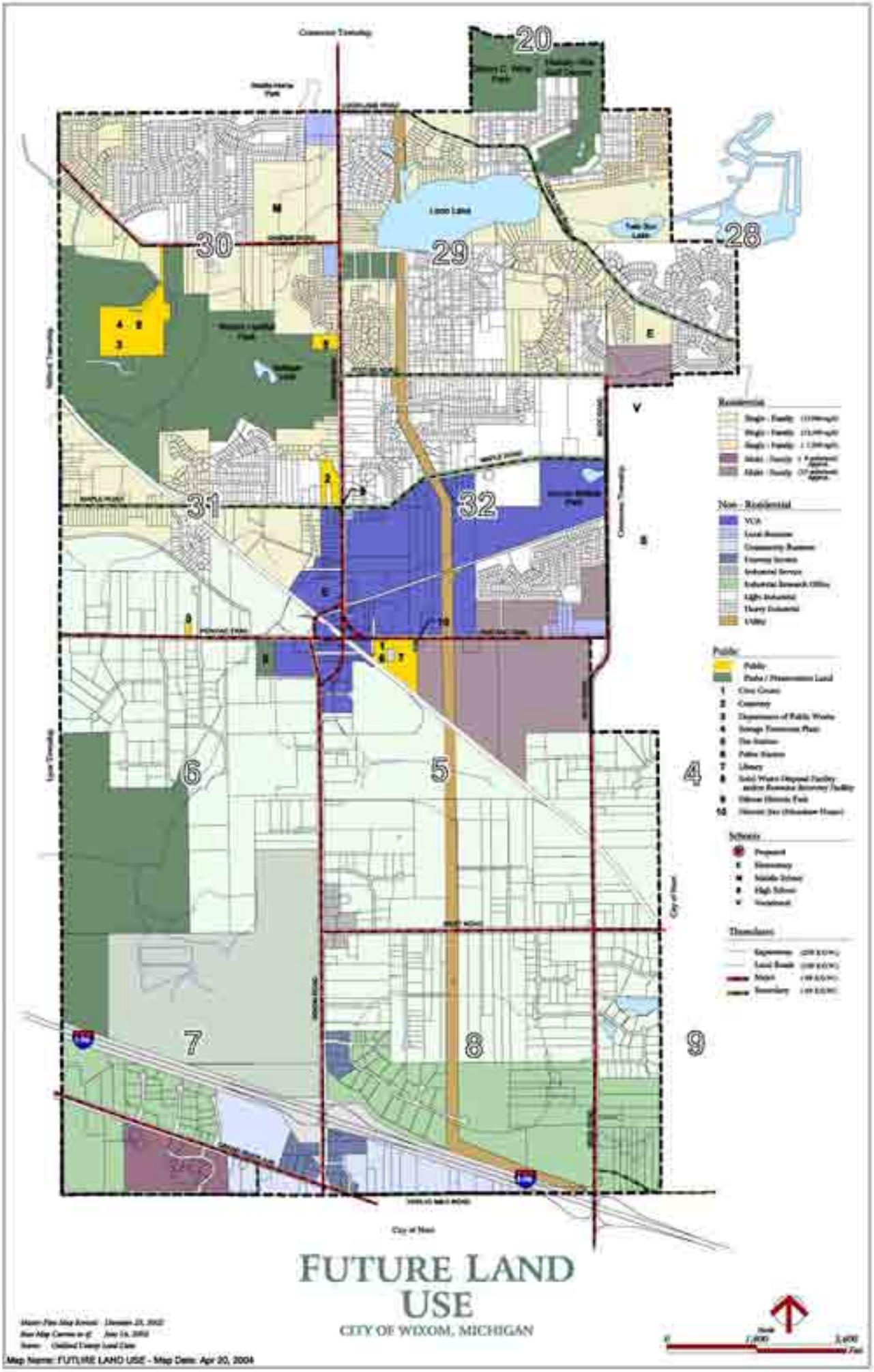
CITY OF WIXOM, MICHIGAN
Map Name: COMMERCIAL - INDUSTRIAL NEIGHBORHOODS - Map Date: Apr 20, 2004


Residential
Non - Residential
Public
Schools
City of Novi
EXISTING LAND USE
CITY OF WIXOM, MICHIGAN
Map Name: EXISTING LAND USE - Map Date: Apr 20, 2004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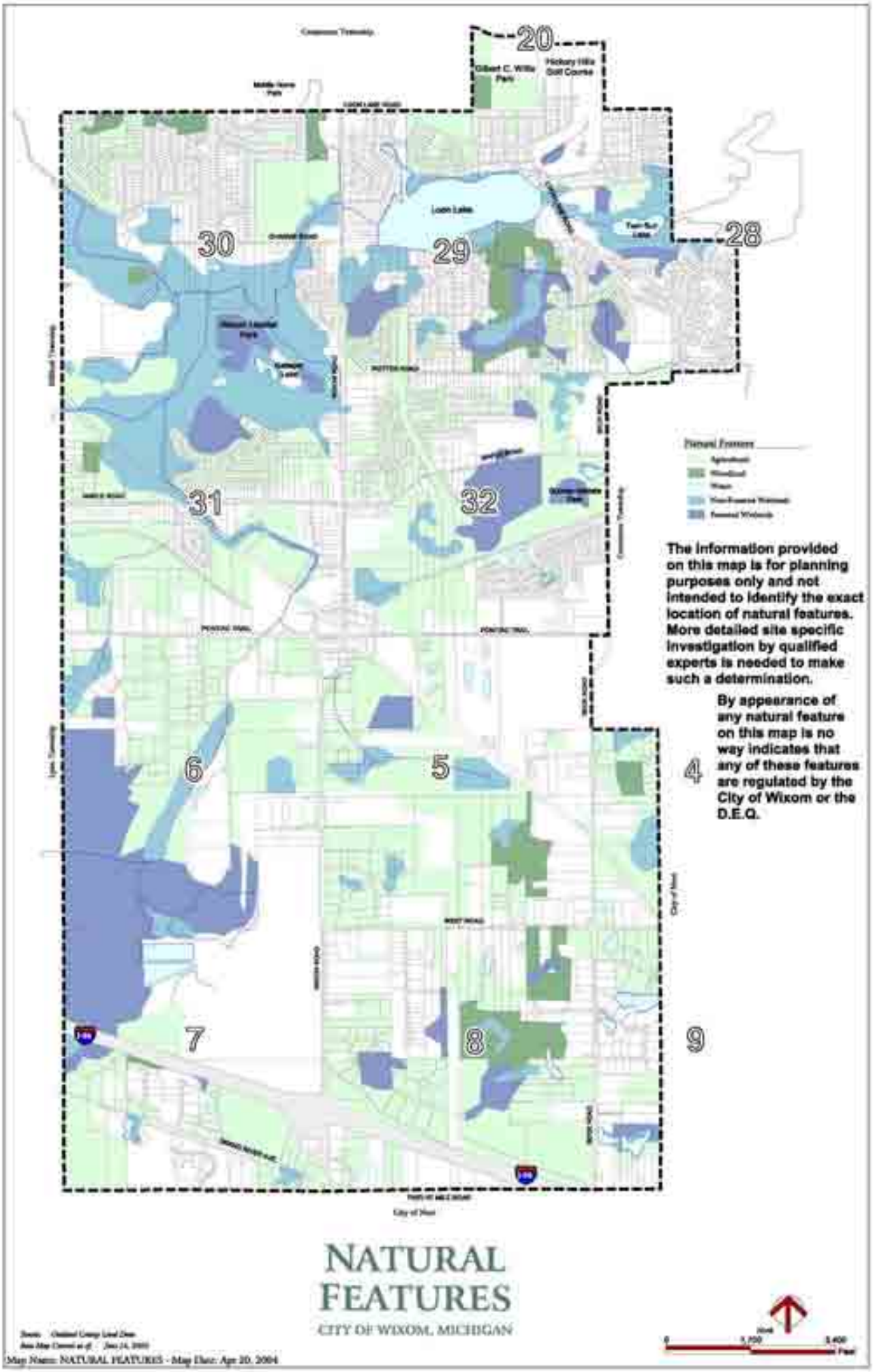
Residential
Non - Residential
Public
Schools
Boundaries
FUTURE LAND USE
CITY OF WIXOM, MICHIGAN
Map Name: FUTURE LAND USE - Map Date: Apr 20, 2004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Gilbert C. Willis Park
Hickory Hills Golf Course
Loon Lake
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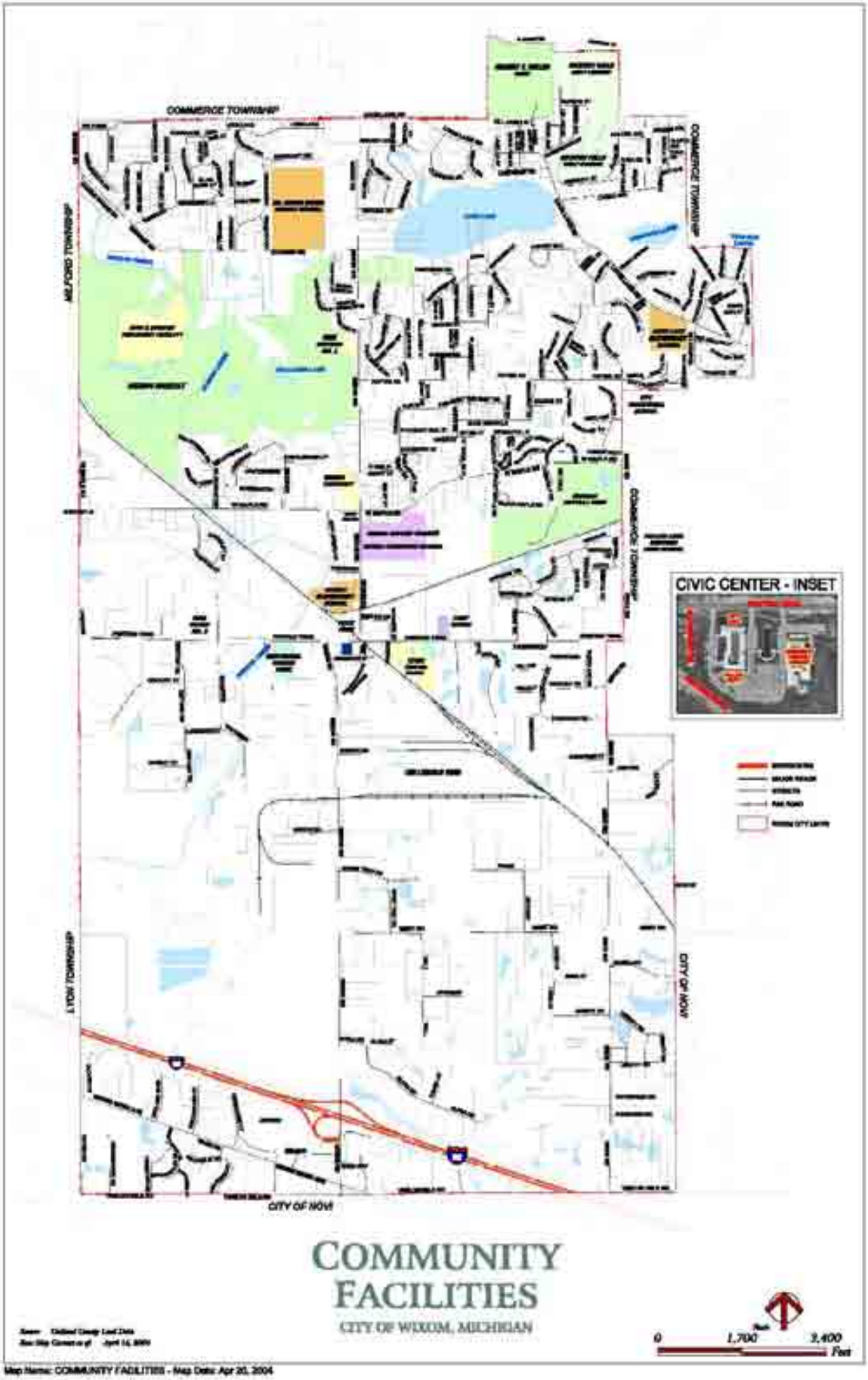
Natural Features
The information provided on this map is for planning purposes only and not intended to identify the exact location of natural features. More detailed site specific investigation by qualified experts is needed to make such a determination.
By appearance of any natural feature on this map is no way indicates that any of these features are regulated by the City of Wixom or the D.E.Q.
NATURAL FEATURES
CITY OF WIXOM, MICHIGAN
Map Name: NATURAL FEATURES - Map Date: Apr 20, 2004



Map Name: COMMUNITY FACILITIES - Map Date: Apr 20, 2004

CITY OF WIXOM

County of Oakland, State of Michigan

Unlimited Tax General Obligation Road Bonds, Series 1997, dated 12/1/97, orig. amt. $3,650,000, CUSIP # BZ7 to CQ6

Unlimited Tax General Obligation Bonds, Series 1999, dated 12/1/99, orig. amt. $2,615,000, CUSIP # CR4 to DE2

General Obligation Unlimited Tax Refunding Bonds, Series 2001, dated 6/1/01, orig. amt. $2,715,000, CUSIP # DF9 to DN2

Unlimited Tax General Obligation Water Bonds, Series 2001, dated 12/1/01, orig. amt. $1,335,000, CUSIP # DP7 to EG6

General Obligation Unlimited Tax Refunding Bonds, Series 2004, dated 9/29/04, orig. amt. $2,950,000, CUSIP # EJ0 to EP6

Limited Tax General Obligation Capital Improvement Bonds, dated 3/1/05, orig. amt. $5,750,000, CUSIP # ET8 to FM2

CUSIP #s: 977493 See above for Issue Numbers

ANNUAL DISCLOSURE DOCUMENT

(Due by December 31 annually)

HISTORY OF TAXABLE VALUE

Year	Total Taxable Value	Industrial Facilities Tax FULL Valuation	Total Valuation	DDA/LDFA Captured Valuation	Net Valuation	Change
2006	$906,153,800	$36,345,110	$942,498,910	$55,572,890	$886,926,020	0.59%
2005	$890,930,630	$38,245,680	$929,176,310	$47,417,480	$881,758,830	3.16%
2004	$859,089,277	$42,438,550	$901,527,827	$46,807,820	$854,720,007	0.58%
2003	$836,404,100	$48,690,190	$885,094,290	$35,274,140	$849,820,150	3.37%
2002	$783,845,270	$73,391,050	$857,236,320	$35,132,620*	$822,103,700	4.22%

Source: Oakland County Equalization Dept., and DDA/LDFA comes from City of Wixom

TAX BASE COMPOSITION

By Class	2006 Taxable Value	Percent of Total	2006 S.E.V.	Percent of Total
Real Property	$721,605,640	79.63%	$828,413,620	81.78%
Personal Property	184,548,160	20.37%	184,548,160	18.22%
TOTAL	$906,153,800	100.00%	$1,012,961,780	100.00%
By Use				
Commercial	$149,716,200	16.52%	$166,940,250	16.48%
Industrial	$403,125,510	44.49%	$447,130,150	44.14%
Residential	$340,404,530	37.57%	$385,983,820	38.10%
Personal	$12,907,560	1.42%	$12,907,560	1.27%
TOTAL	$906,153,800	100.00%	$1,012,961,780	100.00%

Source: Oakland County Equalization Dept

MAJOR TAXPAYERS

Taxpayer	Product/Service	2006 AdValorem T.V.	2006 FULL IFT Value	TV & IFT TOTAL Value
Ford Motor Company *	Motor vehicles	$82,621,150	$23,441,920	$106,063,070
Edward Rose & Sons	Apartments	$34,482,230	$0	$34,482,230
General Motor Corp.	Automotive	$20,852,360	$0	$20,852,360
USRHPC, Inc./New Bright Ind.	Toy manufacturer	$14,868,610	$0	$14,868,610
Dart Container Corp.	Leasing company	$13,179,840	$0	$13,179,840
Exatec, Inc.	Windshields mfr.	$1,444,790	$7,965,970	$9,410,760
Alpha Drive Development	Ind. park development	$9,406,890	$0	$9,406,890
International Transmissions	Transmissions	$7,631,110	$0	$7,631,110
Connell, David Trust/Adept Plastics		$7,628,690	$0	$7,628,690
Korex Corporation		$7,413,400	$0	$7,413,400
TOTAL		$199,529,070	$31,407,890	$230,936,960
2006 Taxable Value		$906,153,800	$36,345,110	$942,498,910
Top 10 Taxpayers as a % of Taxable Value and Total Valuation		22.02%	86.42%	24.50%

** Taxes under appeal according to the State Tax Tribunal.*

Source: City of Wixom Assessor's Office

* According to its Quarterly Report on Form 10-Q filed with the U.S. Securities and Exchange Commission on November 7, 2005, the Ford Motor Company ("Ford") is "planning further actions for our Automotive sector, which likely will include more personnel reduction significant plant closures and other cost-reduction measures." On November 18, 2005, Ford announced plans to reduce the size of i North American white-collar work force by 10% in the first quarter of 2006. According to subsequent published statements of a For spokesperson, Ford also will announce in January 2006 plans intended to address Ford's excess manufacturing capaci

CITY OF WIXOM

County of Oakland, State of Michigan

Unlimited Tax General Obligation Road Bonds, Series 1997, dated 12/1/97, orig. amt. $3,650,000, CUSIP # BZ7 to CQ6

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General Obligation Unlimited Tax Refunding Bonds, Series 2001, dated 6/1/01, orig. amt. $2,715,000, CUSIP # DF9 to DN2

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Limited Tax General Obligation Capital Improvement Bonds, dated 3/1/05, orig. amt. $5,750,000, CUSIP # ET8 to FM2

CUSIP #s: 977493 See above for Issue Numbers

ANNUAL DISCLOSURE DOCUMENT

(Due by December 31 annually)

Ford currently has no plans for production at its Wixom Assembly Plant (the "Plant") subsequent to July 1, 2007. Ford is the City's largest taxpayer, representing **12.5**% of the City's total taxable valuation, with substantially all of the valuation attributable to the Plant. Ford also is the largest customer of the City's Water Enterprise Fund ("Water Fund") and Sewer Enterprise Fund ("Sewer Fund"), representing 21% and 26%, respectively of gross revenues to the Water Fund and the Sewer Fund.

Further information may be obtained from the Ford Motor Company, www.ford.com, and from the U.S. Securities and Exchange Commission, www.sec.gov.

TAX RATES

Year	Operating	Library	Water Debt	Civic Center	Local Roads	Safety Path	Major Roads/ Debt	Fire & DPW Bldg.	Total
2006	6.7320	0.8650	1.2332	0.3600	1.1314	0.0000	0.9200	0.2798	11.5214
2005	6.8469	0.8650	1.3332	0.3600	1.1314	0.0000	0.8200	0.2798	11.6363
2004	6.8469	0.8650	1.4020	0.4040	1.1314	0.0000	0.8200	0.2700	11.7393
2003	6.8469	0.0000	1.4550	0.6200	1.1314	0.0000	0.8200	0.2700	11.1433
2002	6.3469	0.0000	1.5700	0.5800	1.1314	0.0000	0.7900	0.2700	10.6883

TAX RATE LIMITATION

Section 11.5 of the City Charter provides tax rate limitations as follows

Purpose	Rate per $1000 of Taxable Valuation	2006 Amount after Headlee Rollback
General Operating	8.00	7.5429

The City has the authority to levy taxes in excess of the above limitations pursuant to state law for the following purpose

Purpose	Authority	Rate per $1000 of State Equalized Valuation
Refuse Collection and Disposa	Act 298, P.A. of Michigan 1917, as amended	$3.00
Police & Fire Pension Requirement	Act 345, P.A. of Michigan 1937, as amended	$2.00

Source: City of Wixom

TAX LEVIES AND COLLECTIONS

Levy Year	Tax Levy	Collections to March 1st Dollar Amt.	Percentage
2005	$10,243,047	$9,894,619	96.60%
2004	$10,001,679	$9,762,339	97.61%
2003	$9,271,867	$9,022,925	97.32%
2002	$8,460,467	$8,218,277	97.14%
2001	$8,517,172	$8,291,732	97.35%

Source: City of Wixom

REVENUES FROM THE STATE OF MICHIGAN

Fiscal Year Ended 6/30		State Revenue * Sharing Payments
2006	estimated >	1,114,814
2005		1,131,204
2004		1,140,012
2003		2,725,573
2002		2,027,338

** The annual revenue sharing payments and other monies received by the City.*
Source: Web site http://treasury.state.mi.us

CITY OF WIXOM

County of Oakland, State of Michigan

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DEBT STATEMENT

DIRECT DEBT	Bonds Dated	Description		Amount Outstanding 9/30/2006
General Obligation Bonds:				
	12/01/97	1997 Road Bonds, UT	2,700,000	
	09/29/98	MI Bond Bank - Water, UT	2,920,000	
	04/01/99	MI Bond Bank - Water, UT	4,640,000	
	12/01/99	MI Bond Bank - Water, Site Impr.,	2,085,000	
	03/30/00	MI Bond Bank - Water, UT	5,695,000	
	06/01/01	Refunding, UT	1,325,000	
	12/01/01	Water, UT	1,140,000	
	09/29/04	Road Refunding, Series 2004	2,525,000	
	03/01/05	Capital Improvement (developmen	5,750,000	
				$28,780,000
Revenue Bonds:				
	07/07/94	Wastewater		1,145,000
Authority Bonds:				
	08/01/92	LDFA, LT		150,000
TOTAL DIRECT DEBT				$30,075,000
	Less:	Revenue Bonds		1,145,000
NET DIRECT DEBT				$28,930,000
INDIRECT DEBT				
	10/1/2005	Drain, Tribute, LT		2,755,000
NET INDIRECT DEBT				$2,755,000
NET DIRECT AND INDIRECT DEBT				$31,685,000

OVERLAPPING DEBT	Percent	Municipality	Amount Oustanding	City's Share	
	0.11%	Novi S/D	$125,144,000	$137,658	
	3.21%	South Lyon S/D	214,290,000	6,878,709	
	17.14%	Walled Lake S/D	201,160,000	34,478,824	
	1.51%	Oakland County	108,795,096	1,642,806	
	1.52%	Oakland ISD	9,215,000	140,068	
	1.52%	Oakland CC	10,050,000	152,760	
NET OVERLAPPING DEBT					43,430,825
NET DIRECT, INDIRECT AND OVERLAPPING DEBT					$75,115,825

Source: Municipal Advisory Council of Michigan

LEGAL DEBT MARGIN

State Equalized Value -- 2006		$1,012,961,780
Equivalent IFT Value -- 2006		18,172,555
Total Valuation		$1,031,134,335
Debt Limit - 10% of SEV & Equivalent IFT Value		$103,113,434
Amount of Direct Debt	$30,075,000	
Less: Revenue Bonds	1,145,000	
Net Direct Debt		(28,930,000)
LEGAL DEBT MARGIN		$74,183,434

CITY OF WIXOM

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(Due by December 31 annually)

GENERAL FUND BUDGET SUMMARY

	BUDGETED 2006/07
Revenues	$9,759,224
Expenditures	8,782,596
Revenues over (under) Expenditures	$976,628
Less: Capital Contributions or Transfers	968,606
Net Excess Revenues over (under) Expenses	$8,022
Fund Balance -- July 1, 2006	1,945,102
Projected Fund Balance -- June 30, 2007	$1,953,124

Source: City of Wixom

SCHEDULE OF BOND MATURITIES

Year	General Obligation Bonds	Revenue Bonds	Authority Bonds	Total	Percentage Payoff
2006	960,000	435,000	150,000	1,545,000	5.14%
2007	2,135,000	435,000	0	2,570,000	
2008	2,220,000	275,000	0	2,495,000	
2009	2,425,000	0	0	2,425,000	
2010	2,065,000	0	0	2,065,000	36.91%
2011	2,200,000	0	0	2,200,000	
2012	2,020,000	0	0	2,020,000	
2013	2,075,000	0	0	2,075,000	
2014	2,115,000	0	0	2,115,000	
2015	1,335,000	0	0	1,335,000	69.31%
2016	1,380,000	0	0	1,380,000	
2017	1,430,000	0	0	1,430,000	
2018	1,475,000	0	0	1,475,000	
2019	1,520,000	0	0	1,520,000	
2020	435,000	0	0	435,000	90.06%
2021	375,000	0	0	375,000	
2022	400,000	0	0	400,000	
2023	420,000	0	0	420,000	
2024	445,000	0	0	445,000	
2025	450,000	0	0	450,000	
2026	450,000	0	0	450,000	
2027	450,000	0	0	450,000	100.00%
	$28,780,000	$1,145,000	$150,000	$30,075,000	

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October 11, 2006

To the Honorable Mayor and Members
of the City Council
City of Wixom
49045 Pontiac Trail
Wixom, MI 48393

Dear Council Members:

We have recently completed our audit of the financial statements of the City of Wixom for the year ended June 30, 2006. As part of our audit, and in addition to our audit report, we have the following comments and recommendations for your consideration.

FINANCIAL OUTLOOK

The City's current financial health is strong - the General Fund ended June 30, 2006 with a fund balance of $2,193,825 (24 percent of annual expenditures and transfers), an increase of $570,009. On a full accrual basis, the total of all governmental activities had a total increase in net assets of $3,808,870, of which $2,350,443 came from fiscal year 2006 operations. The cause of the positive news is primarily the restrictions in spending by the departments, which saved approximately 6 percent of the budget by spending less than appropriated in every single department.

In the coming years, the City will be dealing with the loss of Ford Motor Company tax revenues, as well as its water and sewer usage. However, the City has instituted a plan to weather that storm. As part of this effort, the City recently initiated measures to contain personnel costs (including personnel reductions, initiating changes to a defined contribution pension system, establishing health arrangement accounts, flexible spending accounts, and utilizing health maintenance organizations for health care). We commend the City for placing a high level of emphasis on its long-term financial health, and we feel confident that following the plan will leave you in continued financial health.

STATE SHARED REVENUE

As you are aware, the ongoing budgetary challenges faced by the State of Michigan continue to negatively impact the City through its revenue-sharing payments. State-shared revenue accounted for approximately 12 percent of the City's General Fund revenue and government-wide revenue for the year ended June 30, 2006. These percentages have declined over the past several years, due to the State's economic troubles. The following chart depicts the City's actual and estimated revenue-sharing payments over a five-year period from the State's fiscal year ended September 30, 2001 through the estimated amounts for the fiscal year ending September 30, 2007.

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Year	Constitutional	Statutory	Total
2001	$860,664	$511,469	$1,372,133
2002	$869,432	$460,228	$1,329,660
2003	$884,153	$384,318	$1,268,471
2004	$874,548	$265,494	$1,140,042
2005	$895,419	$232,197	$1,127,616
2006	$907,156	$207,728	$1,114,884
2007 (est.)	$935,859	$178,955	$1,114,814

As can be seen, total state-shared revenue has decreased by 19 percent during this period (including a 65 percent decrease in the statutory portion). While the declines have slowed in recent years, it is clear that the total amount of money distributed is unlikely to increase without significant changes to the State's revenue structure. This has clearly impacted the City's ability to finance operations and capital spending. As of now, there appears to be no long-term solution to the State's structural deficit in its General Fund, and as long as this condition exists, revenue sharing remains at risk and a return to past funding levels is not likely in the foreseeable future.

It is important to recognize that the authority for the statutory portion of revenue sharing terminates on September 30, 2007. We have not heard any significant discussion in Lansing regarding the plans for renewal at this time, but it would be appropriate to begin discussions with your state representative regarding the importance of the revenue-sharing program. The long-run health of the state-shared revenue may well be dependent on the State's current project to reform its business tax structure. We continue to urge the City to be conservative in its estimation of state-shared revenues as this line item in the State's budget remains vulnerable. We will continue to update the City as developments occur.

CABLE FRANCHISE FEES

The State of Michigan has joined a number of other states considering state-wide cable television franchising. There is a bill (HB 6456) that would create a state video service authorization system that would replace the current system of local franchising of cable television providers, and also would apply to new providers who would provide service through phone lines. Details are still being worked out in regard to public access and local origination channels, franchise fees due to local governments, service boundaries, and other key provisions. The current version appears to retain the 5 percent franchise fee and 1 percent PEG fees where they already exist.

RETIREE HEALTH CARE

As we informed you last year, the Governmental Accounting Standards Board has released Statement Number 45, *Accounting and Reporting by Employers for Postemployment Benefits Other Than Pensions*. The new pronouncement provides guidance for local units of government in recognizing the cost of retiree health care, as well as any "other" postemployment benefits (other than pensions). The intent of the new rules is to recognize the cost of providing retiree health care coverage over the working life of the employee, rather than at the time the health care premiums are paid. These new rules will apply to the government-wide financial statements, rather than the individual fund level. The City has recognized this future liability and established a fund for this purpose already, so as a result, you will not need to change your budgeting practices.

The new pronouncement will require an evaluation of the obligation to provide retiree health care benefits, including an amortization of the past service cost over a period of up to 30 years. The valuation must include an annual recommended contribution (ARC). While the ARC does not need to be funded each year, we certainly recommend making this contribution if at all possible, since the obligation to pay retiree health care is similar to a pension contribution. Further, any underfunding must be reported as a liability on the government-wide statement of net assets. This statement is being phased in over a three-year period, similar to GASB 34. It is effective for the City fiscal year beginning July 1, 2008.

The City has already received a preliminary actuarial valuation as of June 30, 2005; that valuation calls for an annual contribution of approximately $600,000 or approximately 17 percent of payroll. The City has already accumulated approximately $736,000 for these benefits, including a current year employer contribution for the year ended June 30, 2006 of $250,000. Further, the City has budgeted to contribute $460,000 in the year ended June 30, 2007, which will bring the funding up to approximately $1,200,000 or 20 percent of the estimated actuarial accrued liability.

UPDATE ON BUSINESS TAX REFORM (and its impact on local government)

On August 9, 2006, the Michigan Legislature approved a voters' legislative initiative to repeal the Michigan single business tax (SBT) for tax years beginning after December 31, 2007, two years earlier than it was originally slated to end. In addition to the repeal, the law requires the Michigan Department of Treasury to prorate the SBT to result in the equivalent of zero tax on business activity occurring after December 31, 2007. Previously, the SBT was scheduled to be repealed for tax years beginning after December 31, 2009. The impact of this lost revenue is approximately $1.9 million state-wide.

During the debate on a tax replacement, there has been additional discussion of reducing personal property taxes for businesses. The governor's current proposal (as of December 5, 2006) proposes a reduction in school taxes (the 18 mill local school tax and the 6 mill state education tax) on personal property that would amount to approximately $.5 million. The Governor's proposal would replace both the SBT and this personal property tax reduction with approximately $2.4 million in new revenue, making the proposal revenue neutral. The current proposal, then, would make the State whole and should help the State's budget continue to pay state-shared revenue and other sources important to local units of government.

NEW AUDITING STANDARDS THAT WILL IMPACT FUTURE AUDITS

The federal government's new agency for overseeing public corporation accountability has recently worked with the American Institute of CPA's Audit Standards Board to apply some of its Sarbanes-Oxley-related audit requirements to all audits. Previously, these requirements applied only to audits of publicly held corporations; the new rules will apply to all other audits (including governments, but also including nonprofit corporations and closely held businesses).

The new rules are comprehensive; they required nine separate standards to be issued. The rules related to internal control reporting will be effective for periods ending on or after December 31, 2006 and the rules related to assessing internal controls will be effective for audits of periods ending on or after December 31, 2007. In brief, here are their requirements:

Reporting internal control matters (effective with the June 30, 2007 audit)

Audit standards currently require auditors to communicate any significant deficiencies in internal control to the governing body. The new audit standard redefines the term "significant deficiency" to a significantly lower threshold than before.

The new rules require any internal control deficiency to be reported, unless it is clearly inconsequential. These new communications will include areas of possible improvements for internal control. In some instances, the cost of implementing these suggestions may be greater than the benefits derived from the improvements. In those instances, it may not make sense to implement the changes. This may require a change in how we view auditors' comments and recommendations letters. In the future, the reporting of significant deficiencies may be viewed as an opportunity to debate which internal control deficiencies may or may not be worth improving, rather than the current view of reportable conditions as items that must be corrected in order to remain fiscally responsible.

Risk Assessment Standards (effective with the June 30, 2008 audit)

The risk assessment standards will require auditors to spend significant time gaining an understanding and assessing both the design and operation of internal controls. The standards dictate that information technology system controls also be considered in instances where account balances are dependent on IT systems. Prior to these new standards, auditors were required to study and evaluate internal controls sufficient to plan the audit (i.e., determine whether the controls in place would make it more effective to test individual transactions and controls in order to reduce testing of year-end account balances). The new standards expand this requirement to (1) substantiate our understanding of the internal controls; and (2) evaluate the design and operation of internal controls, regardless of whether we plan to use them to test individual transactions and controls in order to reduce testing of year-end account balances.

The ramifications for the audit process are substantial. First, the expanded work in the area of internal controls is likely to allow us to find areas of improvement that we would not have been aware of in the past. Our hope is that this will allow us to bring potential improvements to your attention that will make your organization's internal controls that much stronger. Secondly, the timing of our audit procedures is likely to change somewhat, with more of the audit procedures able to be conducted during the fiscal year, rather than after the close of the accounting records. Lastly, this may well have an impact on the total effort necessary to complete an audit and, therefore, the audit fees. We believe that the risk assessment procedures are likely to add significantly to the current audit effort. As a mitigating factor, though, the new audit standards make it clear that the risk assessment procedures themselves do represent an accumulation of audit evidence. Plante & Moran, PLLC is currently re-engineering our audit process to incorporate the new risk assessment standards, and we are attempting to develop an audit methodology model that can "take credit" for the audit evidence obtained during the new risk assessment procedures in order to reduce the substantive test of detail work that would otherwise be necessary. We currently anticipate that our new methodology will have some success in partially offsetting the increased effort from the risk assessment procedures, but will not totally offset it. As we complete this re-engineering effort and have a better assessment of the impact on the total audit effort, we will communicate those developments with you.

We would like to thank the City and all those involved with the audit process for their assistance, especially Kevin Brady and Marilyn Stamper. If any questions arise on reviewing the financial statements or on the above comments, we would be happy to discuss them with you or assist in the implementation of any of the recommendations. Thank you for the continued opportunity to be of service.

Very truly yours,

Plante & Moran, PLLC

Joseph C. Heffernan

Brian J. Camiller

MJS:bb