

Village of Hanover Park, Illinois



Comprehensive Annual Financial Report

For the Fiscal Year Ended
April 30, 2007

**VILLAGE OF HANOVER PARK,
ILLINOIS**

**COMPREHENSIVE
ANNUAL FINANCIAL REPORT**

YEAR ENDED APRIL 30, 2007

Prepared by Department of Finance

Joan Rock
Director of Finance

Thomas Dahl
Assistant Director of Finance

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INTRODUCTORY SECTION

This section includes miscellaneous data regarding the Village of Hanover Park including:

- List of Principal Officials
- Organizational Chart
- GFOA Certificate of Achievement for Excellence in Financial Reporting
- Letter of Transmittal

VILLAGE OF HANOVER PARK, ILLINOIS

Principal Officials

April 30, 2007

LEGISLATIVE

VILLAGE BOARD OF TRUSTEES

Robert D. Packham, Acting President

Rodney S. Craig

Joseph J. Nicolosi

Wesley E. Eby

Vacant

William J. Manton

Lori A. Kaiser

Sherry L. Craig, Village Clerk

ADMINISTRATIVE

Marc G. Hummel, Manager

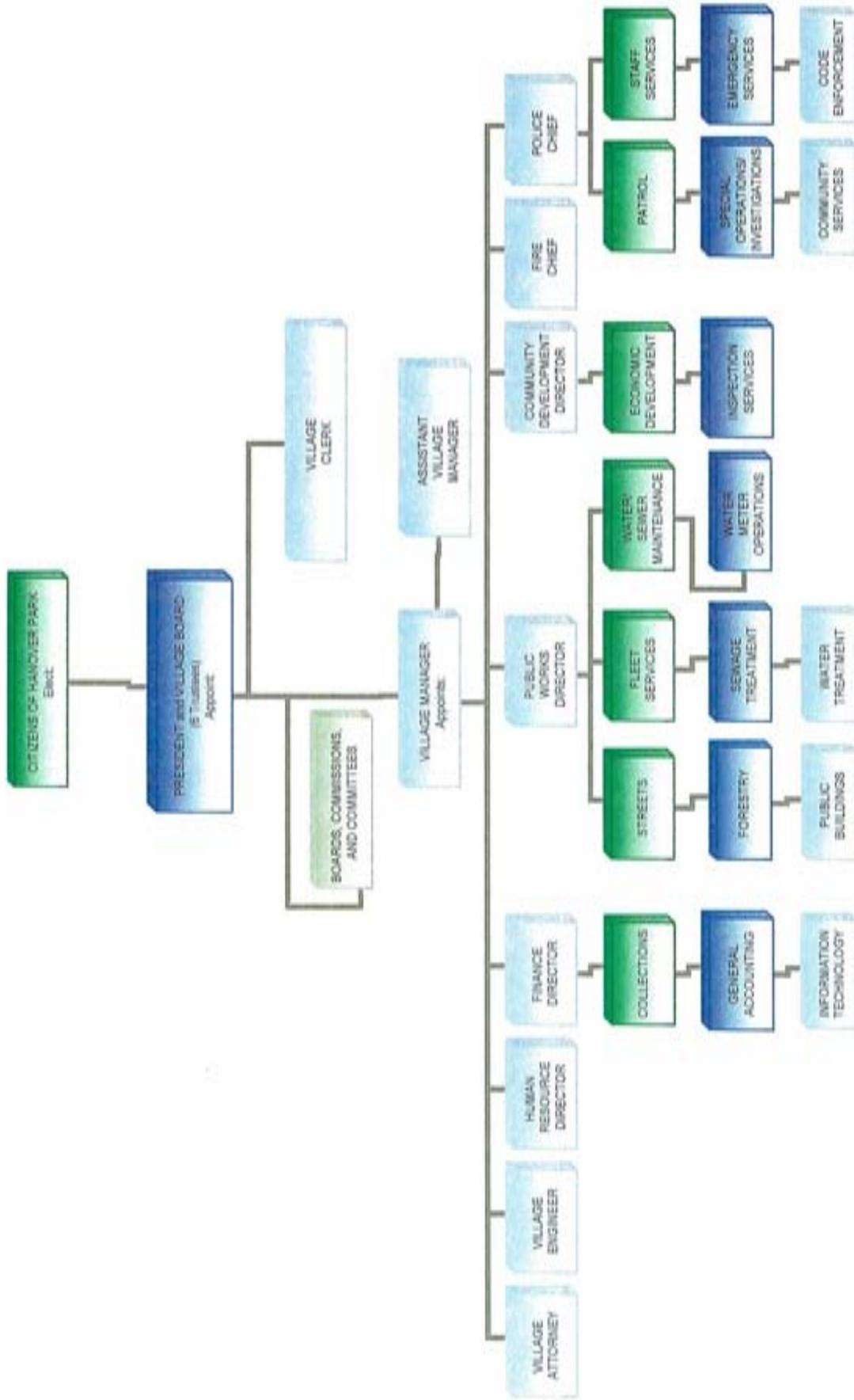
FINANCE DEPARTMENT

Joan Rock
Director of Finance

Thomas Dahl
Assistant Director of Finance

VILLAGE OF HANOVER PARK

TABLE OF ORGANIZATION



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Village of Hanover Park
Illinois

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
April 30, 2006

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

Village of Hanover Park

Municipal Building
2121 West Lake Street
Hanover Park, Illinois
60133-4398

Rodney S. Craig
Village President

Sherry L. Craig
Village Clerk

630-372-4200
Fax 630-372-4215

Marc G. Hummel
Village Manager

August 20, 2007

The Honorable Village President
Village Board of Trustees and Village Manager
Village of Hanover Park, Illinois



The Comprehensive Annual Financial Report (CAFR) of the Village of Hanover Park for the fiscal year ended April 30, 2007 is hereby submitted. State law requires an annual audit for local governments. The audit must be conducted in accordance with generally-accepted auditing standards, include all of the accounts and funds of the Village, and be completed within six months after the close of the fiscal year. The Village is required to issue a report on its financial position and activity presented in conformance with generally-accepted accounting principles (GAAP). This report presents a comprehensive picture of the Village's financial activities and has been published to fulfill the requirement for the fiscal year ended April 30, 2007.

The financial report consists of management's representations concerning the finances of the Village of Hanover Park. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including disclosures, rests with the Village. To the best of our knowledge and belief, the enclosed data is accurate in all material aspects and is presented in a manner designed to fairly set forth the financial position and results of operations of the various funds of the Village. All disclosures necessary to enable the reader to gain an understanding of the Village's financial activities have been included. To provide a reasonable basis for making these representations, management has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse, and to compile sufficient reliable information for the preparation of the Village of Hanover Park's financial statements in accordance with GAAP. Because the cost of internal controls should not exceed anticipated benefits, the Village's internal controls have been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement.

The Village's financial statements have been audited by Lauterbach and Amen, LLP, a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the Village of Hanover Park are free from material misstatement. The independent auditor issued an unqualified ("clean") opinion on the Village's financial statements for the year ended April 30, 2007. The independent auditor's report is located in the beginning of the financial section of this report. The Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the Village of Hanover Park

The Village of Hanover Park was incorporated in 1958 and operates under the Board-Manager form of government. The Village is a home-rule community as defined by the Illinois Constitution. The Village is a residential community, with 99.36 miles of streets, located approximately 30 miles northwest of downtown Chicago and encompasses an area of approximately 7 square miles, with 2.75 square miles within Cook County and 4.25 miles within DuPage County. The Village's population, per the 2000 census, is 38,278.

Policy making and legislative authority are vested with the Village Board, which consists of the Village President and six Trustees. This governing body is responsible for, among other things, passing ordinances and resolutions, adopting the annual budget, appointing committees, and appointing the Village Manager. The Village Manager is responsible for implementing the policies and ordinances of the Village Board, for overseeing the day-to-day operations of the Village, and for appointing the heads of the Village's departments. The Village Board is elected on a nonpartisan, at-large basis. Village Trustees are elected to four-year staggered terms. The Village President is also elected to a four-year term.

The Village of Hanover Park provides a full range of services, including police and fire protection, construction and maintenance of highways, streets, and other infrastructure, Village planning and zoning, and general administrative services. The Village also operates a water and sewer utility and a municipal commuter parking lot.

The annual budget serves as the foundation for the Village's financial planning and control. All departments annually submit their budget requests for the upcoming fiscal year to the Budget Team. The Village Manager and staff review these budget requests and develop a budget to match anticipated revenues. The Village Manager's proposed budget is presented to the Village Board in a series of workshops. The Village Board is required to hold a public hearing on the proposed budget, and a final budget must be adopted by the Village Board by April 30th of each fiscal year. The legal level of budgetary control is at the fund level. The Village Manager is authorized to make budget transfers within any fund. Additions and transfers between funds require Village Board approval. Original and final amended budget-to-actual comparisons are provided for each individual governmental fund for which an annual budget has been adopted. The general and major special revenue fund comparisons are included in the required supplementary information, while the major debt service and capital projects fund comparisons are included in the Combining and Individual Fund Statements and Schedules section. Other governmental fund comparisons are also presented in the Nonmajor Governmental Funds subsection of this report.

There were 187 full-time positions and 61 part-time positions, excluding seasonal workers, in the Fiscal Year 2007 annual budget. There are four different labor unions that represent sworn police officers, firefighters, paid on-call firefighters, and Public Works employees.

Local Economy

Nearly 500 businesses are located in the Village of Hanover Park. There is more than four million square feet of business park development located in three industrial areas within the Village and 17 shopping centers ranging in size from 6,000 to 200,000 square feet. Numerous food establishments are located within the Village including family friendly, ethnic, and fast food restaurants.

Construction continued in Fiscal Year 2007 in the new mixed-use commercial and residential development, Church Street Station. Several new businesses located in this new area opened during the fiscal year. This development is located across the street from the municipal train station. This station provides Metra commuter service to Chicago and includes nearly 1,500 parking spaces. The condition of the Village economy has improved since Fiscal Year 2006 which has resulted in increases in local tax revenues.

- Municipal sales tax revenues totaled \$2,458,696 which was an increase of \$24,815 or 1.02%
- Home rule sales tax revenues totaled \$908,132 which was an increase of \$32,248 or 3.68%.
- Simplified telecommunications tax revenues increased significantly from \$1,102,424 in Fiscal Year 2006 to \$1,242,356 in 2007. This was an increase of \$139,932 or 12.69%. Fiscal year 2007 was the first full year of an increase in the Simplified Telecommunications Tax rate from 3.25% to 6.00% effective July 1, 2005.
- Food and Beverage Tax revenues increased from \$1,057,701 in Fiscal Year 2006 to \$1,083,297 in Fiscal Year 2007 due to new commercial development in the Village.

The Village equalized assessed valuation increased \$39 million, or 6.37%, from \$617 million in the 2004 levy year to \$656 million in the 2005 levy year. This increase is due to reassessments (\$34 million) and new construction (\$5 million).

| <u>Levy Year</u> | <u>Equalized Assessed Valuation</u> | <u>Increase in Equalized Assessed Valuation</u> | <u>% Increase</u> |
|------------------|-------------------------------------|---|-------------------|
| 2001 | \$492,404,740 | \$60,708,924 | 14.06% |
| 2002 | \$539,114,771 | \$46,710,031 | 9.49% |
| 2003 | \$561,449,376 | \$22,334,605 | 4.14% |
| 2004 | \$617,180,365 | \$55,730,989 | 9.93% |
| 2005 | \$656,485,204 | \$39,304,839 | 6.37% |

Long-Term Financial Planning and Relevant Financial Policies

The unreserved, undesignated fund balance of the General Fund continues to exceed 25.0% of the subsequent year's budgeted expenditures which is the policy established

by the Village Board to provide financing for unanticipated expenditures and accommodate shortfalls in revenues.

| <u>Fiscal Year Ended</u> | <u>Unreserved Fund Balance</u> | <u>Budgeted Expenditures and Other Financing Uses</u> | <u>Percent</u> |
|--------------------------|--------------------------------|---|----------------|
| April 30, 2005 | \$6,859,146 | \$19,709,077 | 34.80% |
| April 30, 2006 | \$8,205,921 | \$21,434,564 | 38.28% |
| April 30, 2007 | \$9,045,003 | \$23,638,981 | 38.26% |

The Village has a “pay-as-you-go” philosophy in financing capital projects. The use of the General Capital Projects Fund and Central Equipment Fund has assisted the Village in the planned replacement of capital assets. Monies are set aside in these funds annually to cover the cost of planned capital purchases and improvements. The replacement of a 36-year-old Headquarters Fire Station, however, was a capital project which required a departure from this “pay-as-you-go” philosophy. This capital project required the issuance of general obligation debt to provide the necessary financing for the project. In Fiscal Year 2008, an \$800,000 transfer has been budgeted from the General Fund to the new Municipal Building Fund. This fund will provide for the expansion of the municipal facility in the future.

The Village prepares a five-year Capital Improvement Program (CIP) that is incorporated into the annual budget each year. The CIP is a multiyear planning instrument used to identify needed capital projects for improvements to Village buildings, equipment and infrastructure and capital equipment purchases, and to coordinate the financing and timing of these improvements. Each year the CIP is updated to incorporate new capital projects, changing goals and priorities, and additional funding sources.

Major Initiatives

The Village of Hanover Park continues to manage its fiscal operations well and operate cost effectively in Fiscal Year 2007. The Village, with its budgeted full-time staffing of 187, serves its citizens with 4.9 full-time employees per 1,000 in population. New and continuing projects during the fiscal year reflect the Village's continued commitment to its citizens that the Village is an enviable place to live, work, and transact business and include:

- The Village of Hanover Park issued \$7.0 million of general obligation bonds in Fiscal Year 2005 to finance the construction of a new headquarters fire station. The fire station construction was completed during the first quarter of Fiscal Year 2007.
- Special Service Area #5 was created during the Fiscal Year 2006 to provide for scavenger services and the reconstruction of private streets in the Tanglewood Subdivision.

- Tax Increment Financing District #4 was created during the prior fiscal year for the redevelopment of the area along Irving Park Road east of Barrington Road. The redevelopment plans include the demolition of the old Tradewinds Shopping Center and the construction of a new retail home improvement center. The majority of the demolition was completed during Fiscal Year 2007.
- The Village received \$344,669 during the fiscal year from the treatment of leachate. The Village's wastewater treatment plant abuts a large IEPA-regulated landfill site that closed in March of 1999. The landfill operator pays a fee to the Village for the treatment of the leachate from the landfill.
- Economic development continued in an effort to pursue and establish the commercial and industrial businesses that blend with the Village. New retail construction was completed in the new mixed-use Church Street Station development located across the street from the commuter station.
- Three additional firefighters and two additional police officers were hired during the fiscal year to support the Village's goal to enhance public safety. The expenditures associated with the new firefighters were partially funded by a Federal SAFER (Staffing for Adequate Fire and Emergency Response) Grant.

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of Hanover Park for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended April 30, 2006. This was the 16th consecutive fiscal year that the Village has received this prestigious award. In order to be awarded a Certificate of Achievement for Excellence in Financial Reporting, the Village must publish an easily-readable and efficiently-organized CAFR. This report satisfies both generally-accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

In addition, the Village also received the GFOA's Award for Distinguished Budget Presentation for its Fiscal Year 2007 budget document. This was the 16th consecutive year the Village received this award. In order to qualify for the Distinguished Budget Presentation Award, the Village's document was judged to be proficient in several categories, including a policy document, a financial plan, an operational guide, and a communication device.

The preparation of this CAFR on a timely basis was made possible by the efficient and dedicated service of the entire staff of the Finance Department. I express my sincere appreciation to each member of the Finance Department for their contributions made in the timely preparation of this document. I would especially like to thank Assistant Finance Director Thomas Dahl and Accountant Marciana Bunce for their dedicated work in coordinating the audit this year.

Finally, appreciation is expressed to the Village President, Village Board of Trustees, and the Village Manager for their assistance in planning and conducting the fiscal affairs of the Village in a responsible manner.

Respectfully submitted,

A handwritten signature in cursive script that reads "Joan Rock". The signature is written in black ink and is positioned above the printed name.

Joan Rock
Finance Director

FINANCIAL SECTION

This section includes:

- Independent Auditors' Report
- Management's Discussion and Analysis
- Basic Financial Statements
- Required Supplementary Information
- Combining and Individual Fund Statements and Schedules

INDEPENDENT AUDITORS' REPORT

INDEPENDENT AUDITORS' REPORT

August 20, 2007

The Honorable Acting Village President
Members of the Board of Trustees and Village Manager
Village of Hanover Park, Illinois

We have audited the accompanying basic financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Hanover Park, Illinois as of and for the year ended April 30, 2007, which collectively comprise the Village's basic financial statements as listed in the table of contents. We have also audited the basic financial statements of each of the Village of Hanover Park, Illinois' nonmajor governmental funds, nonmajor enterprise funds, and internal service funds presented in the accompanying combining and individual fund financial statements and schedules as of and for the year ended April 30, 2007, as listed in the table of contents. These basic financial statements are the responsibility of the Village of Hanover, Illinois management. Our responsibility is to express opinions on these basic financial statements based on our audit.

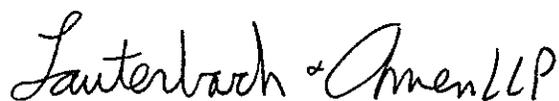
We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes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

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Hanover Park, Illinois as of April 30, 2007 and the respective changes in financial position and cash flows, where applicable, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

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

The Management's Discussion and Analysis and the other required supplementary information listed in the accompanying table of contents are not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted primarily of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion thereon.

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



LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

VILLAGE OF HANOVER PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
APRIL 30, 2007

The Village of Hanover Park (the Village) Management's Discussion and Analysis (MD&A) is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the Village's financial activity, (3) identify changes in the Village's financial position (its ability to address the subsequent years' challenges), (4) identify any material deviations from the financial plan (the approved budget), and (5) identify individual fund issues or concerns.

Since the MD&A is designed to focus on the current year's activities, resulting changes, and currently known facts, please read it in conjunction with the Transmittal Letter and the Village's financial statements.

FINANCIAL HIGHLIGHTS

- ⇒ The assets of the Village exceeded its liabilities at April 30, 2007 by \$90,831,558 (net assets). Of this amount, \$16,165,448 (unrestricted net assets) may be used to meet the Village's ongoing obligations to citizens and creditors.
- ⇒ The Village's total net assets increased by \$5,404,368 during the fiscal year primarily due to the reduction of debt with current year revenues and the decrease in the net pension obligation.
- ⇒ The governmental activities net assets increased by \$5,006,453 to \$61,262,697. The governmental activities unrestricted net assets increased \$5,925,560 to \$8,575,116. This increase is attributable to TIF and other non-capital debt service principal payments made during the fiscal year with current year revenues and the decrease in the net pension obligation.
- ⇒ The business-type activities net assets increased by \$397,915 to \$29,568,861. This increase is attributable to the Waterworks and Sewerage Fund and is the result of higher interest revenues, leachate revenues from the treatment of discharge from a landfill, and tap-on fee revenue from new residential and commercial development in the Village.
- ⇒ The Village's combined governmental funds ending fund balance decreased \$118,623 to \$21,971,912 as of April 30, 2007. This decrease, for the most part, was a result of the payments for the construction of the new Headquarters Fire Station from the proceeds of the \$7,000,000 General Obligation Bonds, Series 2004. Expenditures in the amount of \$1,291,989 were paid from the 2004 Capital Projects Fund during the fiscal year. This substantial decrease was offset by increases in revenues from state and local tax and interest in the General Fund during the fiscal year.
- ⇒ At the end of the current fiscal year, unreserved fund balance of the General Fund was \$9,045,003, or 38.3% of General Fund Fiscal Year 2008 budgeted expenditures and other financing uses.
- ⇒ The Village's total debt decreased by \$3,933,917 to \$21,671,262 during the current fiscal year. The decrease was a result of the principal payments made on existing debt and a decrease in the net pension obligation during the fiscal year.

(See independent auditor's report)

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Village of Hanover Park's basic financial statements. The Village's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

The Government-Wide Financial Statements are designed to emulate the corporate sector in that all governmental and business-type activities are consolidated into columns that add to a total for the Primary Government.

The Statement of Net Assets presents information on all of the Village's assets and liabilities, with the difference between the two reported as net assets. The focus of the Statement of Net Assets (the "Unrestricted Net Assets") is designed to be similar to bottom line results for the Village and its governmental and business-type activities. This statement combines and consolidates governmental funds' current financial resources (short-term spendable resources) with capital assets and long-term obligations using the accrual basis of accounting and economic resources measurement focus. Over time, increases or decreases in net assets may serve as a useful indicator of whether or not the financial position of the Village is improving.

The Statement of Activities presents information showing how the Village's net assets changed during the most recent fiscal year and is focused on both the gross and net cost of various activities (including governmental and business-type), which are supported by the Village's general taxes and other resources. This is intended to summarize and simplify the user's analysis of the cost of various government services and/or subsidy to various business-type activities. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods.

Both of the government-wide financial statements distinguish functions of the Village that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities reflect the Village's basic services, including police, fire, public works, highways and streets, community development, and general government. Property taxes, shared state sales taxes, local utility taxes, shared state income taxes, home rule sales taxes, and food and beverage taxes finance the majority of these activities. The business-type activities reflect private sector-type operations (Waterworks and Sewerage Fund and the Municipal Railroad Parking Lot Fund), where the fee for service typically covers all or most of the cost of operation, including depreciation.

The government-wide financial statements can be found on pages 21-24 of the report.

**VILLAGE OF HANOVER PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

Fund Financial Statements

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

Governmental Funds

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

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

The Village maintains 15 individual governmental funds. Information is presented separately in the Governmental Fund Balance Sheet and in the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances for the General Fund, Motor Fuel Tax Fund, Tax Increment Financing #2 Bond Fund and the 2004 Capital Projects Fund which are considered major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report. The Village adopts an annual budget for each governmental fund. A budgetary comparison statement has been provided for each fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 25-30 of this report.

Proprietary Funds

The Village maintains two different types of proprietary funds. Enterprise Funds are used to report the same functions presented in business-type activities in the Government-Wide Financial Statements. The Village uses enterprise funds to account for its Waterworks and Sewerage and Municipal Railroad Parking Lot activities. Internal Service Funds are an accounting device used to accumulate and allocate costs internally among the Village's various functions. The Village uses internal service funds to account for its vehicle replacement program and compensated absences. Both Internal Service Funds predominantly serve governmental rather than business-type functions and have been included with governmental activities in the Government-Wide Financial Statements.

**VILLAGE OF HANOVER PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

Proprietary Fund Financial Statements provide the same type of information as the Government-Wide Financial Statements, only in more detail. The Waterworks and Sewerage Fund is considered a major fund of the Village and is presented in a separate column in the Fund Financial Statements. The Municipal Railroad Parking Lot Fund is the Village's only nonmajor enterprise fund. Both Internal Service Funds are combined in a single, aggregate presentation in the Proprietary Fund Financial Statements. Individual fund data for the Municipal Railroad Parking Lot Fund and the Internal Service Funds is presented elsewhere in the report.

The basic proprietary fund financial statements can be found on pages 31-34 of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the Village's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 35-36 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the Government-Wide and Fund Financial Statements. The Notes to the Financial Statements can be found on pages 37-79 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information including the major governmental fund budgetary schedules and data concerning the Village's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found on pages 80-89 of this report. The combining and individual fund statements and schedules for major and nonmajor governmental, enterprise, and internal service funds are presented on pages 91-162 of this report, immediately following the required supplementary information. The Supplemental Schedules, on pages 163-171, includes detailed long-term debt payment information. The Statistical Section, on pages 172-193, includes information on government-wide revenues and expenditures, property taxes, and additional information in compliance with Governmental Accounting Standards Board Statement No. 44, Economic Condition Reporting. The Village implemented this standard in Fiscal Year 2006.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Statement of Net Assets

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. The Village's assets exceeded its liabilities by \$90,831,558 as of April 30, 2007. The largest portion of the Village's net assets reflects its investment in capital assets (\$65,261,049 or 71.8%), including land, buildings, infrastructure, and equipment, less any related debt used to acquire those assets that is still outstanding. The Village uses these capital assets to provide

**VILLAGE OF HANOVER PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

services to citizens; consequently, these assets are not available for future spending. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the Village's net assets (\$9,405,061 or 10.4%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets (\$16,165,448 or 17.8%) may be used to meet the government's ongoing obligations to citizens and creditors. At the end of the current fiscal year, the Village is able to 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.

The Village's combined net assets increased by \$5,404,368 as a result of the governmental activities increasing \$5,006,453 and business-type activities increasing \$397,915. Net assets of the Village's governmental activities were \$61,262,697. The Village's unrestricted net assets from governmental activities were \$8,575,116, an increase of \$5,925,560. This increase is primarily due to the scheduled payment of the Tax Increment Financing debt and other non-capital long-term debt utilizing current year revenues, the excess of revenues over expenditures in the General Fund and the decrease in the net pension obligation. The decrease in the net pension obligation was due to a change in the actuary used by the Village that resulted in a change in the method used to calculate the liability.

The following table reflects the condensed Statement of Net Assets:

| Village of Hanover Park | | | | | | |
|---|----------------------------|----------------------|-----------------------------|----------------------|-----------------------------|-----------------------|
| Statement of Net Assets as of April 30, 2007 | | | | | | |
| | Governmental Activities | | Business-Type Activities | | Total Primary Government | |
| | 2006 | 2007 | 2006 | 2007 | 2006 | 2007 |
| Assets | | | | | | |
| Current and Other Assets | \$ 37,024,508 | \$ 36,378,597 | \$ 8,033,735 | \$ 8,670,071 | \$ 45,058,243 | \$ 45,048,668 |
| Capital Assets | 51,638,172 | 52,519,537 | 25,826,785 | 25,343,934 | 77,464,957 | 77,863,471 |
| Total Assets | \$ 88,662,680 | \$ 88,898,134 | \$ 33,860,520 | \$ 34,014,005 | \$ 122,523,200 | \$ 122,912,139 |
| Liabilities | | | | | | |
| Current Liabilities | \$ 13,027,683 | \$ 12,190,910 | \$ 1,248,538 | \$ 1,285,125 | \$ 14,276,221 | \$ 13,476,035 |
| Long-Term Liabilities | 19,378,753 | 15,444,527 | 3,441,036 | 3,160,019 | 22,819,789 | 18,604,546 |
| Total Liabilities | \$ 32,406,436 | \$ 27,635,437 | \$ 4,689,574 | \$ 4,445,144 | \$ 37,096,010 | \$ 32,080,581 |
| Net Assets | | | | | | |
| Invested in Capital Assets, Net of Related Debt | \$ 43,981,453 | \$ 43,282,520 | \$ 22,195,261 | \$ 21,978,529 | \$ 66,176,714 | \$ 65,261,049 |
| Restricted | 9,625,235 | 9,405,061 | | | 9,625,235 | 9,405,061 |
| Unrestricted | 2,649,556 | 8,575,116 | 6,975,685 | 7,590,332 | 9,625,241 | 16,165,448 |
| Total Net Assets | \$ 56,256,244 | \$ 61,262,697 | \$ 29,170,946 | \$ 29,568,861 | \$ 85,427,190 | \$ 90,831,558 |

(See independent auditor's report)

**VILLAGE OF HANOVER PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

The net assets of business-type activities were \$29,568,861. The business-type activities unrestricted net assets increased by \$614,647 from Fiscal Year 2006 due to a temporary increase in tap-on fee revenues as a result of new residential and commercial development and increased leachate treatment revenue from the processing of discharge from a landfill at the Village's sewage treatment plant. The Village can use the unrestricted net assets of \$7,590,332 to finance the continuing operation of its water and wastewater utility as well as its commuter parking programs.

For more detailed information see the Statement of Net Assets on pages 21-22.

Changes in Net Assets

| Village of Hanover Park Changes in Net Assets for the Fiscal Year Ended April 30, 2007 | | | | | | |
|---|----------------------------|----------------------|-----------------------------|----------------------|-----------------------------|----------------------|
| | Governmental Activities | | Business-Type Activities | | Total Primary Government | |
| | 2006 | 2007 | 2006 | 2007 | 2006 | 2007 |
| Revenues and Net Transfers | | | | | | |
| Program Revenues | | | | | | |
| Charges for Services | \$ 2,784,618 | \$ 2,880,105 | \$ 7,708,944 | \$ 7,827,572 | \$ 10,493,562 | \$ 10,707,677 |
| Operating Grants | 1,274,947 | 1,228,520 | | | 1,274,947 | 1,228,520 |
| Capital Grants | 129,987 | 76,798 | | | 129,987 | 76,798 |
| General Revenues | | | | | | |
| Property Taxes | 10,556,379 | 10,313,391 | | | 10,556,379 | 10,313,391 |
| Other Taxes | 7,459,230 | 7,459,991 | | | 7,459,230 | 7,459,991 |
| Intergovernmental | 3,007,637 | 3,316,071 | | | 3,007,637 | 3,316,071 |
| Other Revenue | 1,918,424 | 2,362,821 | 147,262 | 227,847 | 2,065,686 | 2,590,668 |
| Total Revenues | <u>\$ 27,131,222</u> | <u>\$ 27,637,697</u> | <u>\$ 7,856,206</u> | <u>\$ 8,055,419</u> | <u>\$ 34,987,428</u> | <u>\$ 35,693,116</u> |
| Expenses | | | | | | |
| General Government | \$ 3,151,719 | \$ 2,995,293 | | | \$ 3,151,719 | \$ 2,995,293 |
| Public Works | 2,967,923 | 3,123,131 | | | \$ 2,967,923 | \$ 3,123,131 |
| Public Safety | 12,732,089 | 12,112,702 | | | \$ 12,732,089 | \$ 12,112,702 |
| Community Development | 1,250,312 | 1,745,000 | | | \$ 1,250,312 | \$ 1,745,000 |
| Highways and Streets | 1,904,303 | 1,899,180 | | | \$ 1,904,303 | \$ 1,899,180 |
| Interest | 870,101 | 791,433 | | | \$ 870,101 | \$ 791,433 |
| Water and Sewer | | | 7,167,282 | 7,292,161 | \$ 7,167,282 | \$ 7,292,161 |
| Commuter Parking Lot | | | 349,930 | 329,848 | 349,930 | 329,848 |
| Total Expenses | <u>\$ 22,876,447</u> | <u>\$ 22,666,739</u> | <u>\$ 7,517,212</u> | <u>\$ 7,622,009</u> | <u>\$ 30,393,659</u> | <u>\$ 30,288,748</u> |
| Increase in Net Assets before Transfers | \$ 4,254,775 | \$ 4,970,958 | \$ 338,994 | \$ 433,410 | \$ 4,593,769 | \$ 5,404,368 |
| Net Transfers | 71,488 | 35,495 | (71,488) | (35,495) | - | - |
| Change in Net Assets | <u>\$ 4,326,263</u> | <u>\$ 5,006,453</u> | <u>\$ 267,506</u> | <u>\$ 397,915</u> | <u>\$ 4,593,769</u> | <u>\$ 5,404,368</u> |
| Net Assets, May 1 | 51,929,981 | 56,256,244 | 28,903,440 | 29,170,946 | 80,833,421 | 85,427,190 |
| Net Assets, April 30 | <u>\$ 56,256,244</u> | <u>\$ 61,262,697</u> | <u>\$ 29,170,946</u> | <u>\$ 29,568,861</u> | <u>\$ 85,427,190</u> | <u>\$ 90,831,558</u> |

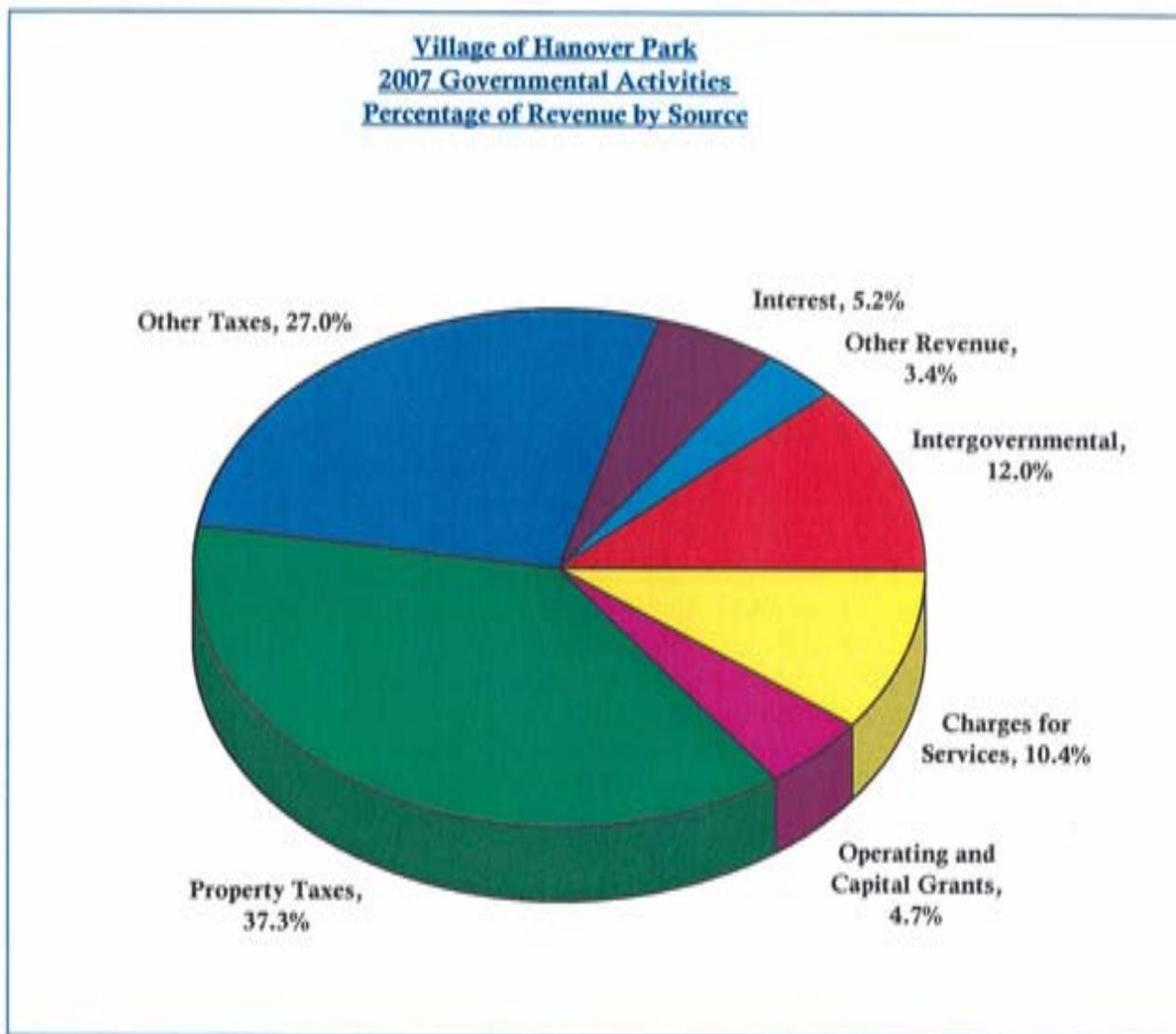
Governmental Activities

Governmental activities increased the Village's net assets by \$5,006,453 to \$61,262,697. Key elements contributing to this net change are as follows:

**VILLAGE OF HANOVER PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

Revenues

For the fiscal year ended April 30, 2007, revenues from governmental activities totaled \$27,637,697 an increase of \$506,475. Property taxes continue to be the Village's largest revenue source totaling \$10,313,391 and representing 37.3% of total governmental activity revenue. Other Taxes, including sales tax, utility tax, food and beverage tax, hotel tax, and real estate transfer tax total \$7,459,991 or 27.0% of the total governmental activities revenues. Intergovernmental revenues, including State Income Tax and Replacement Tax, represent 12.0%.



Property tax revenues decreased by \$242,988 to \$10,313,391 in Fiscal Year 2007 from \$10,556,379 in Fiscal Year 2006. This decrease resulted from lower General, Debt Service, and Tax Increment Financing (TIF) property tax revenues due to the timing of property tax payments and a decrease in the equalized assessed value of a parcel of property in a TIF district. This was offset by the initiation of the Special Service Area (SSA) #5 property tax levy. Revenue in the amount of \$336,794 were received for the SSA which were used to

**VILLAGE OF HANOVER PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

finance public improvements and scavenger services in a multifamily housing development. The 2005 extended property tax levy for General and Debt Service Funds was only \$12,564 higher than the 2004 extended levy. The "blended" 2005 property tax rate for Cook and DuPage Counties decreased from the 2004 tax year from 1.382 to 1.303. This is due to a 6.37% increase in its equalized assessed valuation (EAV) from \$617,180,365 for the 2004 property tax year to \$656,485,204 for the 2005 property tax year, an increase of \$39,305,006. Approximately three-quarters of the 2005 tax levy revenues are received and recognized in Fiscal Year 2007.

| Levy Year | Property in Cook County | Property in DuPage County | Total | Percentage Increase (Decrease) |
|-----------|----------------------------|------------------------------|----------------|--------------------------------------|
| 2003 | \$ 215,996,987 | \$ 345,452,389 | \$ 561,449,376 | |
| 2004 | \$ 246,010,825 | \$ 371,169,373 | \$ 617,180,198 | 9.93% |
| 2005 | \$ 258,749,737 | \$ 397,735,467 | \$ 656,485,204 | 6.37% |

Construction of the Church Street Station multi-family residential and commercial development continued in Fiscal Year 2007. This new development has caused temporary increases in building permit and tap-on fee revenues in the General and Waterworks and Sewerage Funds. Sales also continued in the Cambridge Multi-family residential development. Interest revenues increased substantially in 2007 due to the rise in interest rates during the fiscal year. Three additional firefighters were added during the fiscal year which were partially funded by a Federal Staffing for Adequate Fire and Emergency Response (SAFER) grant; \$75,538 in SAFER grant revenues were recognized in the fiscal year. Real Estate Transfer Tax revenues decreased significantly from \$861,355 in Fiscal 2006 to \$596,318 in 2007 due to a drop in new and existing home sales. These factors contributed to an overall increase in the unrestricted net assets of the Village's business-type and governmental activities.

| | Fiscal Year | | Increase (Decrease) | % Increase (Decrease) |
|--------------------------------------|---------------------|---------------------|------------------------|--------------------------|
| | 2006 | 2007 | | |
| Sales and Use Tax | \$ 3,764,767 | \$ 3,867,302 | \$ 102,535 | 2.7% |
| State Income Tax | 2,924,903 | 3,226,202 | 301,299 | 10.3% |
| Simplified Telecommunications Tax | 1,102,424 | 1,242,356 | 139,932 | 12.7% |
| Total | <u>\$ 7,792,094</u> | <u>\$ 8,335,860</u> | <u>\$ 543,766</u> | <u>7.0%</u> |

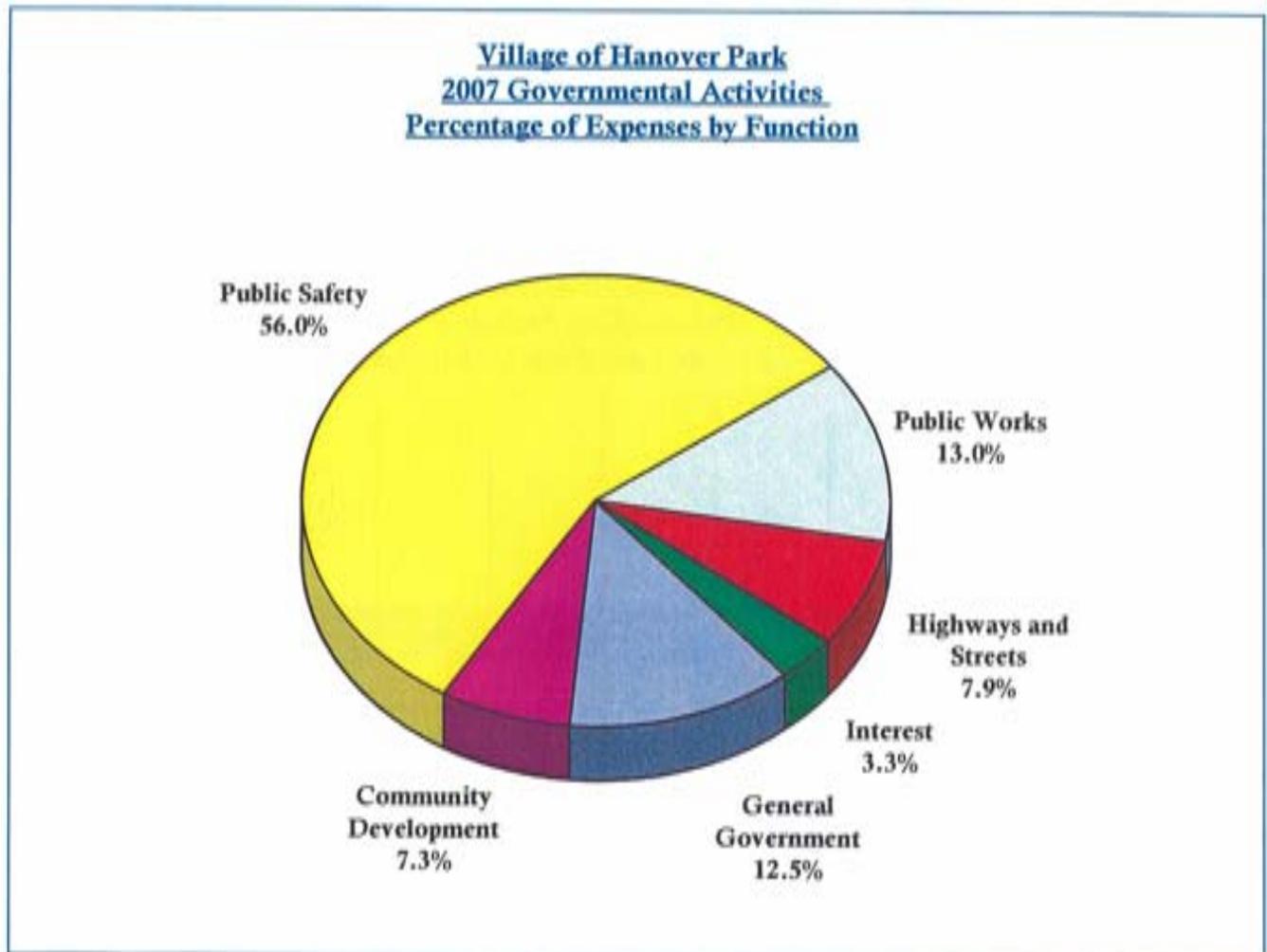
(See independent auditor's report)

**VILLAGE OF HANOVER PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

Sales, use and state income tax revenues increased from the prior fiscal year due to an improvement in the state and local economies. Fiscal year 2007 is the first full year of an increase to the Simplified Telecommunications Tax from 3.25% to 6.0% effective July 1, 2005. Revenues increased \$139,932 to \$1,242,356. The performance of other tax and intergovernmental revenues also increased marginally. The following chart shows the revenues and expenses for all Village activities:

Expenses

For the fiscal year ended April 30, 2007, expenses from governmental activities totaled \$22,666,739, a decrease of \$209,708 from Fiscal Year 2006. This was due to a significant decrease in Public Safety expenses resulting from a \$1,270,184 drop in the net pension obligation. This was offset by increases due to the addition of two new police officers and three full-time firefighters. Expenses in Community Development increased due to a higher level of activity in the Tax Increment Financing District #4 Capital Projects Fund. General Government expenses decreased due to a one time payment in Fiscal Year 2006 due to the settlement of a case regarding Infrastructure Maintenance Fees. Other functions increased due to inflationary adjustments in salaries, benefits, and other costs.



(See independent auditor's report)

**VILLAGE OF HANOVER PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

Business-Type Activities

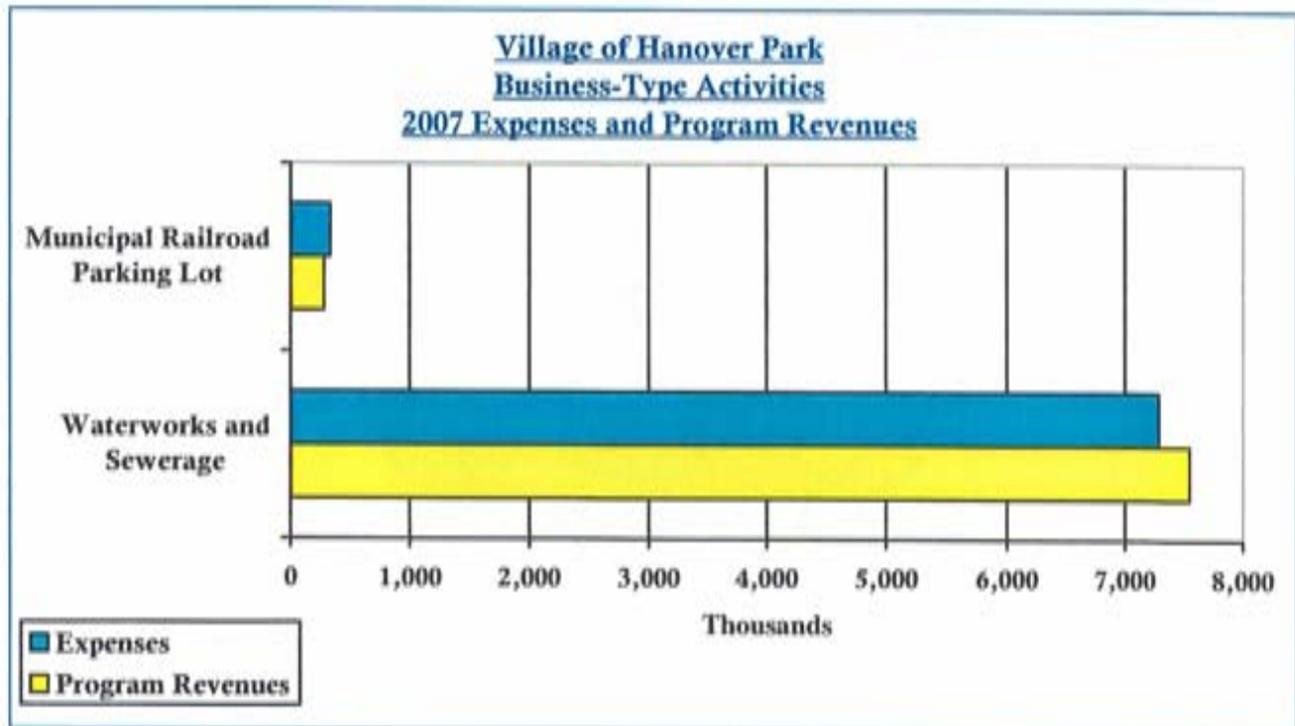
Business-type activities increased the Village's net assets by \$397,915 to \$29,568,861. Key elements of this net change are as follows:

Revenues

Water sales decreased due to lower billed consumption during the fiscal year as a result of a slightly wetter summer and water conservation. No rate increase was approved during the fiscal year. Water sales decreased to \$4,338,419 from \$4,451,988 in 2006. Sewer sales are based on water meter readings and also decreased; revenues dropped \$33,775 to \$2,385,775. The Village began the treatment of leachate from an IEPA regulated landfill that closed in 1999. The landfill is adjacent to our wastewater treatment plant. Fiscal year 2007 is the first full year for this revenue source and revenues increased dramatically from \$24,304 in Fiscal Year 2006 to \$344,669 in Fiscal Year 2007. Tap-on fee revenue remained high due to the continued construction of new multi-family residential and commercial developments in the Village. Operating revenues for the Municipal Railroad Parking Lot Fund increased \$21,260 to \$277,673 due to increased utilization of the lot.

Expenses

Expenses from all business-type activities increased \$104,797 or 1.4% to \$7,622,009. This increase is due to increases in salaries, benefits and other inflationary increases offset by a reduction in salary costs in the Municipal Railroad Parking Lot Fund due to a position vacancy during a portion of the year. Expenses in the Municipal Railroad Parking Lot Fund currently exceed program revenues.



(See independent auditor's report)

FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS

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

Governmental Funds

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

As of the end of the current fiscal year, the governmental funds reflect a combined fund balance of \$21,971,912 (as presented on pages 25-30), a decrease of \$118,623 from the prior year. The decrease is primarily due to the \$1,211,623 reduction in fund balance in the 2004 Capital Projects Fund which was the result of the spend down of bond proceeds from the 2004 General Obligation Bonds used to finance the construction of the new Headquarters Fire Station. This decrease was offset by an increase in the General Fund, of \$907,261 due to improved revenue performance.

Of the total fund balance, \$11,499,306 is unreserved indicating availability for continuing Village services. The 2007 unreserved fund balance for Village's Governmental Funds increased by \$1,097,237, or 10.5%. As stated previously, this increase is primarily due to improved revenue performance in the General Fund including state and local taxes including the Simplified Telecommunications Tax, and a temporary rise in permit revenues as the result of the Church Street Station commercial and residential development located



across the street from the Village's commuter train station and the Cambridge residential development. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed. The reserved fund balance of \$10,472,606 includes \$3,801,236 for highways and streets, \$4,960,762 for debt service, \$912,394 for community development and \$668,772 and \$129,442 reserved for prepaids/inventory and advances to other funds, respectively.

The General Fund is the Village's primary operating fund and the largest source of day-to-day service delivery. The total fund balance of the General Fund increased by \$907,261 from Fiscal Year 2006 to \$9,843,217. The unreserved portion increased \$839,082 to \$9,045,003. Village Board policy requires that the General Fund unreserved fund balance be maintained at a minimum of

**VILLAGE OF HANOVER PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

25% of the General Fund total budgeted annual expenditures to provide financing for unanticipated expenditures and revenue shortfalls. Following is a chart showing a history of the General Fund unreserved fund balance:

| <u>General Fund</u> | | | | |
|---|---------------|---------------|---------------|---------------|
| <u>Comparison of the Results of Operations and the</u> | | | | |
| <u>Unreserved Fund Balance Fiscal Years 2004 - 2007</u> | | | | |
| | <u>2004</u> | <u>2005</u> | <u>2006</u> | <u>2007</u> |
| Revenues | \$ 17,005,203 | \$ 18,065,221 | \$ 20,571,558 | \$ 21,405,837 |
| Expenditures and Transfers | 17,008,821 | 17,981,976 | 19,249,988 | 20,498,576 |
| Results of Operations | (\$3,618) | \$83,245 | \$1,321,570 | \$907,261 |
| Fund Balance - Beginning | \$7,534,759 | \$7,531,141 | \$7,614,386 | \$8,935,956 |
| Fund Balance - Ending | \$7,531,141 | \$7,614,386 | \$8,935,956 | \$9,843,217 |
| Reserved | \$858,837 | \$755,240 | \$730,035 | \$798,214 |
| Unreserved | \$6,672,304 | \$6,859,146 | \$8,205,921 | \$9,045,003 |
| Total Fund Balance | \$7,531,141 | \$7,614,386 | \$8,935,956 | \$9,843,217 |
| Unreserved Fund Balance as a Percentage of Budgeted Expenditures | 35.84% | 34.80% | 38.28% | 38.26% |

The Fiscal Year 2007 increase in the General Fund fund balance is due to higher revenues from the Simplified Telecommunications Tax, sales tax, state income tax, building permits and vehicle impoundment fees, coupled with a continued effort to control increases in expenditures. Three new firefighters were hired during the fiscal year which are partially funded by a Federal SAFER (Staffing for Adequate Fire and Emergency Response) grant. In Fiscal Year, 2007, \$75,538 in SAFER grant revenue was recognized. Two new police officers were hired and assigned to the traffic unit.

In Fiscal Year 2006 the Vehicle Impoundment fee was expanded to include additional offenses. Also, during Fiscal Year 2007, enforcement increased due to the hiring of the two new police officers. Both of these factors resulted in an increase in the Vehicle Impoundment Fee revenues. These improvements were offset by required changes to the ordinance later in the year that restricted enforcement. The changes resulted from a court decision regarding the fee in another community.

The Rate for the Simplified Telecommunications Tax was increased to 6.0% from 3.25% effective July 1, 2005. Fiscal year 2007 was the first full year of the increase. Improvement in state and local economies resulted in increases in sales and income tax revenues. Overall revenues increased by \$834,279 or 4.1% to \$21,405,837, while expenditures increased \$932,835 or 5.0% to \$19,765,917 from the prior year.

The Motor Fuel Tax Fund experienced a \$202,527, or 5.8% decrease in fund balance. This decrease was expected due to the planned roadway improvements. The reserved fund balance in the TIF #2 Bond Series of 1987 and 1989 Fund decreased by \$35,301 to \$4,079,554. This was caused by an increase in property tax revenues in the TIF project area. The 2004 Capital Projects

**VILLAGE OF HANOVER PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

Fund fund balance was \$0, a reduction of \$1,211,623, at the end of the fiscal year due to the spend down of bond proceeds from the 2004 General Obligation Bonds used for the construction of the new Headquarters Fire Station.

Proprietary Funds

At April 30, 2007 the Proprietary Funds (as presented on pages 31-34) total net assets increased by \$397,915 or 1.4% to \$29,568,861. This increase is due to higher leachate treatment and interest revenues in the Waterworks and Sewerage Fund. Water and Sewer Sales decreased from the prior fiscal year due to reduced consumption.

| <u>Village of Hanover Park</u> | | | | |
|--------------------------------------|---------------------|---------------------|------------------------|------------------------|
| <u>Water and Sewer Fund Revenues</u> | | | | |
| | Fiscal Year | | Increase (Decrease) | % Increase Decrease |
| | 2006 | 2007 | | |
| Water Sales | \$ 4,451,988 | \$ 4,338,419 | \$ (113,569) | -2.6% |
| Sewer Sales | 2,419,122 | 2,385,347 | (33,775) | -1.4% |
| Leachate Treatment | 24,304 | 344,669 | 320,365 | 1318.2% |
| Interest | 136,374 | 260,920 | 124,546 | 91.3% |
| Total | <u>\$ 7,031,788</u> | <u>\$ 7,329,355</u> | <u>\$ 297,567</u> | <u>4.2%</u> |

The nonmajor proprietary fund experienced a loss. Although parking fee revenue has increased slightly from the prior fiscal year due to increased lot utilization, expenses continue to exceed revenues. The net assets of the nonmajor internal service funds increased because revenue in the Central Equipment Fund exceeded expenses in the current year. This was primarily the result of contributions to the fund for future vehicle purchases and improved interest revenues.

GENERAL FUND BUDGETARY HIGHLIGHTS

The total General Fund expenditure budget, including transfers, was increased during the fiscal year to budget a transfer from the General Fund to a nonmajor Capital Projects Fund. In addition, transfers were made between departments as a result of employee contract settlements. General Fund actual revenues were \$1,023,315 more than the original and final budgeted amounts. Overall, tax revenues, including property, sales and utility taxes, were over the original budget by a total of \$36,668. Property tax revenues were under budget due to the timing of property tax receipts. The entire 2006 levy is included in the budget although only approximately one quarter is recognized as revenue in the fiscal year. The remainder of the property tax revenue is collections from the 2005 tax levy. Interest revenues totaled \$505,926 and were \$307,934 more than budgeted due to a higher than expected rise in interest rates during the year. Actual building permit revenue exceeded the budgeted amount due to greater than anticipated commercial and residential development.

**VILLAGE OF HANOVER PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

| Village of Hanover Park General Fund Budgetary Highlights | | | | |
|--|--------------------|-----------------|---------------|---------------|
| | 2007 | 2007 | Actual | |
| | Original Budget | Final Budget | 2007 | 2006 |
| Revenues | \$ 20,382,522 | \$ 20,382,522 | \$ 21,405,837 | \$ 20,571,558 |
| Expenditures | 20,087,210 | 20,087,210 | 19,765,917 | 18,833,082 |
| Excess of Revenues over Expenditures | \$ 295,312 | \$ 295,312 | \$ 1,639,920 | \$ 1,738,476 |
| Other Financing Sources (Uses) | (1,280,851) | (1,380,851) | (732,659) | (416,906) |
| Net Change in Fund Balance | \$ (985,539) | \$ (1,085,539) | \$ 907,261 | \$ 1,321,570 |

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The Village's investment in capital assets for its governmental and business-type activities as of April 30, 2007, amounts to \$77,863,471.

| Village of Hanover Park Capital Assets (Net of Depreciation) | | | | | | |
|---|-------------------------|---------------|--------------------------|---------------|---------------|---------------|
| | Governmental Activities | | Business-Type Activities | | Total | |
| | 2007 | 2006 | 2007 | 2006 | 2007 | 2006 |
| Land | \$ 27,321,319 | \$ 27,321,319 | \$ 2,254,633 | \$ 2,254,633 | \$ 29,575,952 | \$ 29,575,952 |
| Buildings | 8,400,399 | 2,511,283 | 8,410,659 | 8,720,080 | 16,811,058 | 11,231,363 |
| Improvements other than Buildings | 1,116,458 | 1,001,901 | 13,819,990 | 14,162,006 | 14,936,448 | 15,163,907 |
| Machinery and Equipment | 3,817,322 | 3,513,536 | 858,652 | 690,066 | 4,675,974 | 4,203,602 |
| Infrastructure | 11,864,039 | 12,204,392 | - | - | 11,864,039 | 12,204,392 |
| Construction In Progress | - | 5,085,741 | - | - | - | 5,085,741 |
| Total | \$ 52,519,537 | \$ 51,638,172 | \$ 25,343,934 | \$ 25,826,785 | \$ 77,863,471 | \$ 77,464,957 |

The investment in capital assets includes land, buildings, equipment, improvements other than buildings, underground systems, infrastructure, and construction in progress. This amount represents a net increase (including additions and deductions) of \$398,514. Major capital asset events during the current fiscal year included the following:

- ⇒ The reconstruction of East Avenue from Hollywood Avenue to Briarwood was completed during the fiscal year at a cost of \$348,341. The water main on the street was replaced in conjunction with this project.

**VILLAGE OF HANOVER PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

⇒ The construction of a new Headquarters Fire Station, to replace a 36 year old Fire Protection District headquarters fire station, continued. The financing was provided by the issuance of a \$7.0 million General Obligation Bonds, Series 2004. In Fiscal Year 2007, \$6,149,058 was capitalized for the construction. Land in the amount of \$567,792 was capitalized in a prior fiscal year for the new fire station location.



Detailed information regarding the change in capital assets for governmental and business-type activities is included in the Notes to the Financial Statements on pages 55-57.

The governmental activities net capital assets increased from last year by \$881,365 primarily due to the construction of the new Headquarters Fire Station. The decrease in the business-type activities net capital assets by \$482,851 is attributable to the fact that the amount of additions was less than the amount of deletions and depreciation expensed this year.

Infrastructure Assets

The Village's infrastructure, including roads, bridges, and storm sewers are reported within the Governmental column of the Government-Wide Statements. The Village has elected to depreciate these assets over their estimated useful life. If a road project is considered a recurring cost that does not extend the road's original useful life or expand its capacity, the cost of the project will be expensed. An "overlay" of a road will be considered maintenance whereas a "rebuild" of a road will be capitalized.

Long-Term Debt

| <u>Village of Hanover Park</u> | | | | | | |
|---|--------------------------------|----------------------|---------------------------------|---------------------|----------------------|----------------------|
| <u>Outstanding Debt</u> | | | | | | |
| <u>General Obligation Bonds, Revenue Bonds, Loans and Notes</u> | | | | | | |
| | <u>Governmental Activities</u> | | <u>Business-Type Activities</u> | | <u>Total</u> | |
| | <u>2007</u> | <u>2006</u> | <u>2007</u> | <u>2006</u> | <u>2007</u> | <u>2006</u> |
| General Obligation Bonds | \$ 12,060,000 | \$ 12,970,000 | | | \$ 12,060,000 | \$ 12,970,000 |
| TIF Revenue Bonds | 4,900,000 | 6,325,000 | | | 4,900,000 | 6,325,000 |
| Notes Payable | 232,017 | 369,264 | | | 232,017 | 369,264 |
| IEPA Loan | | | \$ 3,365,405 | \$ 3,631,524 | 3,365,405 | 3,631,524 |
| Total | \$ 17,192,017 | \$ 19,664,264 | \$ 3,365,405 | \$ 3,631,524 | \$ 20,557,422 | \$ 23,295,788 |

The Village currently has three general obligation bond series, two tax increment bond series, one fire truck note, one computer note, and two Illinois EPA loan series outstanding. The Village's total outstanding debt, excluding the net pension obligation and compensated absences liability,

**VILLAGE OF HANOVER PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

decreased by \$2,783,366 or 11.9% during the fiscal year. The key factor in this increase was the pay down of principal on existing debt during the fiscal year. No new debt was issued in Fiscal Year 2007.

The tax increment financing bonds were issued for improvements in the TIF Redevelopment District located at Barrington and Irving Park Roads. The issuance of these bonds did not produce a capital asset for the Village; therefore, the unrestricted net assets for governmental activities have been reduced by the amount of these bonds. The tax increment bonds are a limited liability of the Village and are secured by the incremental property tax revenues and general sales taxes generated in the project area.

The \$7,000,000 General Obligation Bonds Series of 2004 was issued in Fiscal Year 2005. The proceeds from this bond issue are being used to finance the construction of a new Headquarters Fire Station. The interest rates on these bonds range from 3.5% to 4.4%. The bond payments for this issue have been structured so as to cause minimal impact on the taxpayers of the Village. Therefore, bond principal payments do not begin until tax levy year 2011 when the 2001 and 2002 General Obligation Bonds have been paid off.

The Village issued the 2002 General Obligation Refunding Bonds in Fiscal Year 2003. These bonds were used to refund the 1996 General Obligation Bond issue that were used to pay for a judgment against the Village in connection with a traffic accident. Because these bonds also did not produce a capital asset for the Village, the unrestricted net assets for governmental activities have been reduced by the amount of these bonds. The 2001 General Obligation Bonds were used to finance various capital improvements.

The Village acquired a new IBM AS400 computer in Fiscal Year 2004. A Note from a local banking institution was used to finance this purchase. The amount outstanding on this note as of April 30, 2007 was \$19,878. During fiscal year 2005 the Village financed the purchase of Emergency One fire pumper truck with a 2.75% fixed rate 60 month installment note. This note had an outstanding balance of \$212,139 at April 30, 2007.

The Illinois Environmental Protection Agency (IEPA) notes were used to finance sanitary sewer improvements within the Village. The two 20 year low interest installment loans mature in April 2017 and July 2019.

The Village, under its home rule authority, does not have a legal debt limit. During Fiscal Year 2005, the Village's AA3 bond rating was reaffirmed by Moody's Investors Service citing the Village's well-managed financial operations, moderate direct debt burden, and aggressive retirement of its general obligation bonds. The Village obtained a similar bond rating of AA- from Standard & Poors which was reaffirmed in 2007. The Village has no immediate plans to issue bonds.

Additional information of the Village's long-term debt can be found in the Notes to the Financial Statements on pages 59-66.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Village's composition is primarily residential with a smaller commercial component. The property tax revenue derived from the residential, commercial, and industrial properties is exceedingly stable. Other tax revenues, including municipal and home-rule sales tax and use tax improved during the year as a result of the improvement in the local economy. State income tax revenue, a state-shared revenue, increased significantly due to an improvement in the state economy. The commercial component of the Village includes building material sales, grocery stores, restaurants, and other retail businesses. The average unemployment rate for the Village during the fiscal year was 4.6% which is a slight decrease from an average rate of 5.8% for the prior fiscal year.

The Fiscal Year 2008 budget proposes a property tax rate increase of 4%. This increase is expected to generate an additional \$303,030 in revenue. State and local tax revenues are expected to increase slightly. Building permit revenues are expected to decrease due to reduced residential and commercial development.

An increase in water and sewer rates has not been budgeted however revenue is expected to increase slightly due to increased consumption resulting from the new residential development.



Leachate treatment revenue budgeted in Fiscal Year 2008 in the amount of \$300,000. This new revenue source is generated from the treatment of leachate from a large Illinois Environmental Protection Agency regulated landfill site that abuts the Village. A water rate study was completed during Fiscal Year 2007. This study evaluated our water and sewer rate structure and provided recommended water and sewer rate alternatives which sufficiently fund future operating and capital needs. It is anticipated that these recommendations will be incorporated in the Fiscal Year 2009 budget. Commuter parking lot fees will remain

unchanged; however, an increase in revenue is anticipated due to increased lot utilization. Expenses charged to the fund, including salaries, are reduced in the Fiscal Year 2008 budget.

Three new employees are included in the Fiscal Year 2008 budget including an Information Technology Director, Village Service Representative, and two Police records Clerks offset by the elimination of a Code Enforcement Officer position and two part-time positions in the Finance Department. Budgeted expenditures include increases due to salary adjustments which are part of employee labor agreements. Employee health insurance and pension costs are also expected to increase. Expenditures for commodities have been increased minimally. Contractual Services expenditures are up due to increased costs for electricity and liability insurance. The water main improvements program is expanded in Fiscal Year 2008 to \$250,000 from \$125,000 in the prior fiscal year. An \$800,000 transfer from the General Fund to a new Municipal Building Fund is budgeted. This fund is to be used for the expansion of the existing municipal facility in the future.

CONTACTING THE VILLAGE'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, customers, investors, and creditors with a general overview of the Village's finances and to demonstrate the Village's accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to Joan Rock, Director of Finance, Village of Hanover Park, 2121 West Lake Street, Hanover Park, Illinois 60133.

BASIC FINANCIAL STATEMENTS

The basic financial Statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government-Wide Financial Statements
- Fund Financial Statements
 - Governmental Funds
 - Proprietary Funds
 - Fiduciary Funds

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

VILLAGE OF HANOVER PARK, ILLINOIS

**Statement of Net Assets
April 30, 2007**

| | Governmental Activities | Business- Type Activities | Total |
|---------------------------------|----------------------------|---------------------------------|--------------------|
| ASSETS | | | |
| Current Assets | | | |
| Cash and Cash Equivalents | \$ 27,257,587 | \$ 5,685,116 | \$ 32,942,703 |
| Receivables - Net of Allowances | | | |
| Property Taxes | 7,251,223 | - | 7,251,223 |
| Accounts | 619,455 | 1,291,749 | 1,911,204 |
| Accrued Interest | 235,278 | 39,862 | 275,140 |
| Prepays/Inventories | 668,772 | 312,519 | 981,291 |
| Due from Other Governments | 1,441,076 | - | 1,441,076 |
| Total Current Assets | <u>37,473,391</u> | <u>7,329,246</u> | <u>44,802,637</u> |
| Noncurrent Assets | | | |
| Capital Assets | | | |
| Nondepreciable | 27,321,319 | 2,254,633 | 29,575,952 |
| Depreciable | 50,903,706 | 35,057,387 | 85,961,093 |
| Accumulated Depreciation | (25,705,488) | (11,968,086) | (37,673,574) |
| | <u>52,519,537</u> | <u>25,343,934</u> | <u>77,863,471</u> |
| Other Assets | | | |
| Internal Advances | (1,340,825) | 1,340,825 | - |
| Net Pension Assets | 246,031 | - | 246,031 |
| | <u>(1,094,794)</u> | <u>1,340,825</u> | <u>246,031</u> |
| Total Noncurrent Assets | <u>51,424,743</u> | <u>26,684,759</u> | <u>78,109,502</u> |
| Total Assets | <u>88,898,134</u> | <u>34,014,005</u> | <u>122,912,139</u> |

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

| | Governmental Activities | Business- Type Activities | Total |
|--|----------------------------|---------------------------------|----------------------|
| LIABILITIES | | | |
| Current Liabilities | | | |
| Accounts Payable | 1,107,687 | 825,784 | 1,933,471 |
| Other Payables | 177,670 | - | 177,670 |
| Accrued Payroll | 574,363 | 109,364 | 683,727 |
| Interest Payable | 269,623 | 14,179 | 283,802 |
| Deposits Payable | - | 4,250 | 4,250 |
| Unearned/Deferred Revenues | 7,285,380 | 41,019 | 7,326,399 |
| Current Portion of Long-Term Liabilities | 2,776,187 | 290,529 | 3,066,716 |
| Total Current Liabilities | 12,190,910 | 1,285,125 | 13,476,035 |
| Noncurrent Liabilities | | | |
| Net Pension Obligation | 98,676 | - | 98,676 |
| Compensated Absences Payable | 744,017 | 68,114 | 812,131 |
| Notes/Loans Payable | 131,834 | 3,091,905 | 3,223,739 |
| Tax Increment Financing Bonds Payable | 3,350,000 | - | 3,350,000 |
| General Obligation Bonds Payable | 11,120,000 | - | 11,120,000 |
| Total Noncurrent Liabilities | 15,444,527 | 3,160,019 | 18,604,546 |
| Total Liabilities | 27,635,437 | 4,445,144 | 32,080,581 |
| NET ASSETS | | | |
| Invested in Capital Assets - Net of Related Debt | 43,282,520 | 21,978,529 | 65,261,049 |
| Restricted - Community Development | 912,394 | - | 912,394 |
| Restricted - Debt Service | 4,691,431 | - | 4,691,431 |
| Restricted - Highways and Streets | 3,801,236 | - | 3,801,236 |
| Unrestricted | 8,575,116 | 7,590,332 | 16,165,448 |
| Total Net Assets | \$ 61,262,697 | \$ 29,568,861 | \$ 90,831,558 |

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

VILLAGE OF HANOVER PARK, ILLINOIS

Statement of Activities
Year Ended April 30, 2007

| | Expenses | Program Revenues | | |
|---------------------------------|----------------------|----------------------------|---------------------------------------|-------------------------------------|
| | | Charges for Services | Operating Grants/ Contributions | Capital Grants/ Contributions |
| Governmental Activities | | | | |
| General Government | \$ 2,995,293 | \$ 855,148 | \$ - | \$ - |
| Public Works | 3,123,131 | - | - | - |
| Public Safety | 12,112,702 | 1,732,822 | 93,333 | 76,798 |
| Community Development | 1,745,000 | 292,135 | - | - |
| Highways and Streets | 1,899,180 | - | 1,135,187 | - |
| Interest on Long-Term Debt | 791,433 | - | - | - |
| | <u>22,666,739</u> | <u>2,880,105</u> | <u>1,228,520</u> | <u>76,798</u> |
| Business-Type Activities | | | | |
| Waterworks and Sewerage | 7,292,161 | 7,549,899 | - | - |
| Municipal Parking Lot | 329,848 | 277,673 | - | - |
| | <u>7,622,009</u> | <u>7,827,572</u> | <u>-</u> | <u>-</u> |
| | <u>\$ 30,288,748</u> | <u>\$ 10,707,677</u> | <u>\$ 1,228,520</u> | <u>\$ 76,798</u> |

General Revenues
 Taxes
 Property
 Sales and Local Use
 Utility
 Hotel/Motel
 Food and Beverage
 Real Estate Transfer
 Intergovernmental - Unrestricted
 Replacement Taxes
 Income Taxes
 Interest
 Miscellaneous
 Transfers - Internal Activity

Change in Net Assets

Net Assets - Beginning

Net Assets - Ending

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

| Net Expense/Revenue | | |
|----------------------------|-----------------------------|------------------------|
| Governmental Activities | Business-Type Activities | Total |
| \$ (2,140,145) | \$ - | \$ (2,140,145) |
| (3,123,131) | - | (3,123,131) |
| (10,209,749) | - | (10,209,749) |
| (1,452,865) | - | (1,452,865) |
| (763,993) | - | (763,993) |
| (791,433) | - | (791,433) |
| <u>(18,481,316)</u> | <u>-</u> | <u>(18,481,316)</u> |
| - | 257,738 | 257,738 |
| - | (52,175) | (52,175) |
| - | 205,563 | 205,563 |
| <u>\$ (18,481,316)</u> | <u>\$ 205,563</u> | <u>\$ (18,275,753)</u> |
| \$ 10,313,391 | \$ - | \$ 10,313,391 |
| 3,867,302 | - | 3,867,302 |
| 1,872,699 | - | 1,872,699 |
| 40,376 | - | 40,376 |
| 1,083,296 | - | 1,083,296 |
| 596,318 | - | 596,318 |
| 89,869 | - | 89,869 |
| 3,226,202 | - | 3,226,202 |
| 1,450,517 | 275,851 | 1,726,368 |
| 912,304 | (48,004) | 864,300 |
| 35,495 | (35,495) | - |
| <u>23,487,769</u> | <u>192,352</u> | <u>23,680,121</u> |
| 5,006,453 | 397,915 | 5,404,368 |
| <u>56,256,244</u> | <u>29,170,946</u> | <u>85,427,190</u> |
| <u>\$ 61,262,697</u> | <u>\$ 29,568,861</u> | <u>\$ 90,831,558</u> |

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

VILLAGE OF HANOVER PARK, ILLINOIS

Balance Sheet - Governmental Funds
April 30, 2007

| | <u>General</u> |
|--------------------------------------|-----------------------------|
| ASSETS | |
| Cash and Investments | \$ 8,222,791 |
| Receivables - Net of Allowances | |
| Property Taxes | 6,040,610 |
| Accounts | 619,455 |
| Accrued Interest | 102,211 |
| Due from Other Governments | 1,350,123 |
| Prepays/Inventories | 668,772 |
| Due from Other Funds | 43,000 |
| Advances to Other Funds | 129,442 |
| | <u> </u> |
| Total Assets | <u>\$ 17,176,404</u> |
| LIABILITIES AND FUND BALANCES | |
| Liabilities | |
| Accounts Payable | \$ 530,358 |
| Other Payables | 177,670 |
| Accrued Payroll | 569,348 |
| Due to Other Funds | - |
| Advances from Other Funds | - |
| Unearned/Deferred Revenues | 6,055,811 |
| Total Liabilities | <u>7,333,187</u> |
| Fund Balances | |
| Reserved - Prepays/Inventory | 668,772 |
| Reserved - Advance to Other Funds | 129,442 |
| Reserved - Community Development | - |
| Reserved - Debt Service | - |
| Reserved - Highways and Streets | - |
| Unreserved - General | 9,045,003 |
| Unreserved - Capital Projects | - |
| Total Fund Balances | <u>9,843,217</u> |
| | <u> </u> |
| Total Liabilities and Fund Balances | <u>\$ 17,176,404</u> |

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

| Motor Fuel Tax | TIF #2 Bond Series of 1987 and 1989 | 2004 Capital Projects | Nonmajor Governmental | Totals |
|---------------------|-------------------------------------|-----------------------|-----------------------|----------------------|
| \$ 3,198,553 | \$ 4,088,600 | \$ 152,067 | \$ 5,272,734 | \$ 20,934,745 |
| - | - | - | 1,210,613 | 7,251,223 |
| - | - | - | - | 619,455 |
| 36,082 | - | - | 44,507 | 182,800 |
| 90,953 | - | - | - | 1,441,076 |
| - | - | - | - | 668,772 |
| - | - | - | - | 43,000 |
| - | - | - | - | 129,442 |
| <u>\$ 3,325,588</u> | <u>\$ 4,088,600</u> | <u>\$ 152,067</u> | <u>\$ 6,527,854</u> | <u>\$ 31,270,513</u> |
| \$ 47,507 | \$ 9,046 | \$ 152,067 | \$ 334,567 | \$ 1,073,545 |
| - | - | - | - | 177,670 |
| 5,015 | - | - | - | 574,363 |
| - | - | - | 43,000 | 43,000 |
| - | - | - | 129,442 | 129,442 |
| - | - | - | 1,244,770 | 7,300,581 |
| <u>52,522</u> | <u>9,046</u> | <u>152,067</u> | <u>1,751,779</u> | <u>9,298,601</u> |
| - | - | - | - | 668,772 |
| - | - | - | - | 129,442 |
| - | - | - | 912,394 | 912,394 |
| - | 4,079,554 | - | 881,208 | 4,960,762 |
| 3,273,066 | - | - | 528,170 | 3,801,236 |
| - | - | - | - | 9,045,003 |
| - | - | - | 2,454,303 | 2,454,303 |
| <u>3,273,066</u> | <u>4,079,554</u> | <u>-</u> | <u>4,776,075</u> | <u>21,971,912</u> |
| <u>\$ 3,325,588</u> | <u>\$ 4,088,600</u> | <u>\$ 152,067</u> | <u>\$ 6,527,854</u> | <u>\$ 31,270,513</u> |

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

VILLAGE OF HANOVER PARK, ILLINOIS

**Reconciliation of Total Governmental Fund Balance to
Net Assets - Governmental Activities**

April 30, 2007

| | |
|--|-----------------------------|
| Total Governmental Fund Balances | \$ 21,971,912 |
| Amounts reported for governmental activities in the Statement of Net Assets are different because: | |
| Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds. | 50,017,944 |
| A net pension asset is not considered to represent a financial resource and therefore, is not reported in the funds. | 246,031 |
| Internal Service Funds are used by the Village to charge the costs of vehicle and equipment management and employee compensated absences to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the Statement of Net Assets. | 6,359,494 |
| Revenues not available to pay for current period expenditures are deferred in the funds | 15,201 |
| Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. | |
| Net Pension Obligation Payable | (98,676) |
| Notes Payable | (19,878) |
| Tax Increment Financing Bonds Payable | (4,900,000) |
| General Obligation Bonds Payable | (12,060,000) |
| Accrued Interest Payable | <u>(269,331)</u> |
| Net Assets of Governmental Activities | <u>\$ 61,262,697</u> |

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

VILLAGE OF HANOVER PARK, ILLINOIS

Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds
Year Ended April 30, 2007

| | <u>General</u> |
|--|---------------------|
| Revenues | |
| Taxes | \$ 13,570,585 |
| Licenses and Permits | 871,302 |
| Intergovernmental | 3,907,484 |
| Charges for Services | 1,385,294 |
| Fines and Forfeits | 608,308 |
| Interest | 505,926 |
| Miscellaneous | 556,938 |
| Total Revenues | <u>21,405,837</u> |
| Expenditures | |
| Current | |
| General Government | 2,854,656 |
| Public Works | 2,769,315 |
| Public Safety | 13,202,008 |
| Community Development | 879,782 |
| Highways and Streets | - |
| Capital Outlay | - |
| Debt Service | |
| Principal Retirement | 59,137 |
| Interest and Fiscal Charges | 1,019 |
| Total Expenditures | <u>19,765,917</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>1,639,920</u> |
| Other Financing Sources (Uses) | |
| Transfers In | 10,409 |
| Transfers Out | (743,068) |
| | <u>(732,659)</u> |
| Net Change in Fund Balances | 907,261 |
| Fund Balances - Beginning | <u>8,935,956</u> |
| Fund Balances - Ending | <u>\$ 9,843,217</u> |

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

| Motor Fuel Tax | TIF #2 Bond Series of 1987 and 1989 | 2004 Capital Projects | Nonmajor Governmental | Total Governmental Funds |
|----------------|-------------------------------------|-----------------------|-----------------------|--------------------------|
| \$ - | \$ 1,533,542 | \$ - | \$ 2,171,175 | \$ 17,275,302 |
| - | - | - | - | 871,302 |
| 1,135,187 | - | - | 76,798 | 5,119,469 |
| - | - | - | - | 1,385,294 |
| - | - | - | - | 608,308 |
| 164,228 | 186,008 | 62,586 | 257,289 | 1,176,037 |
| 19,675 | - | 17,780 | 317,911 | 912,304 |
| 1,319,090 | 1,719,550 | 80,366 | 2,823,173 | 27,348,016 |
| - | - | - | - | 2,854,656 |
| - | - | - | - | 2,769,315 |
| - | - | - | - | 13,202,008 |
| - | - | - | 546,048 | 1,425,830 |
| 1,521,617 | - | - | 171,552 | 1,693,169 |
| - | - | 1,291,989 | 1,053,645 | 2,345,634 |
| - | 1,425,000 | - | 910,000 | 2,394,137 |
| - | 329,851 | - | 486,515 | 817,385 |
| 1,521,617 | 1,754,851 | 1,291,989 | 3,167,760 | 27,502,134 |
| (202,527) | (35,301) | (1,211,623) | (344,587) | (154,118) |
| - | - | - | 778,563 | 788,972 |
| - | - | - | (10,409) | (753,477) |
| - | - | - | 768,154 | 35,495 |
| (202,527) | (35,301) | (1,211,623) | 423,567 | (118,623) |
| 3,475,593 | 4,114,855 | 1,211,623 | 4,352,508 | 22,090,535 |
| \$ 3,273,066 | \$ 4,079,554 | \$ - | \$ 4,776,075 | \$ 21,971,912 |

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

VILLAGE OF HANOVER PARK, ILLINOIS

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
to the Statement of Activities - Governmental Activities

Year Ended April 30, 2007

| | |
|--|----------------------------|
| Net Change in Fund Balances - Total Governmental Funds | \$ (118,623) |
| Amounts reported for governmental activities in the Statement of Activities are different because: | |
| Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. | |
| Capital Outlays | 1,851,737 |
| Depreciation Expense | (1,126,524) |
| The net effect of various miscellaneous transactions involving capital assets is to decrease net assets. | |
| Disposals - Cost | (153,377) |
| Disposals - Accumulated Depreciation | 126,110 |
| Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds. | 588 |
| The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal on long-term debt consumes the current financial resources of the governmental funds. | |
| Deduction to Net Pension Obligation Payable | 1,270,184 |
| Additions to Net Pension Asset | 246,031 |
| Retirement of Notes Payable | 59,137 |
| Retirement of Tax Increment Financing Bonds Payable | 1,425,000 |
| Retirement of General Obligation Bonds Payable | 910,000 |
| Changes to accrued interest on long-term debt in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds. | 32,947 |
| Internal service funds are used by the Village to charge the costs of vehicle and equipment management and employee compensated absences to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities. | <u>483,243</u> |
| Changes in Net Assets of Governmental Activities | <u>\$ 5,006,453</u> |

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

VILLAGE OF HANOVER PARK, ILLINOIS

Statement of Net Assets - Proprietary Funds
April 30, 2007

| | Business-Type Activities - Enterprise | | | Governmental Activities Internal Service |
|---------------------------------|---------------------------------------|--|--------------|---|
| | Waterworks and Sewerage | Nonmajor Municipal Railroad Parking Lot | Totals | |
| ASSETS | | | | |
| Current Assets | | | | |
| Cash and Investments | \$ 5,413,290 | \$ 271,826 | \$ 5,685,116 | \$ 6,322,842 |
| Receivables - Net of Allowances | | | | |
| Accounts | 1,291,249 | 500 | 1,291,749 | - |
| Accrued Interest | 37,117 | 2,745 | 39,862 | 52,478 |
| Prepays | 293,720 | 18,799 | 312,519 | - |
| Total Current Assets | 7,035,376 | 293,870 | 7,329,246 | 6,375,320 |
| Noncurrent Assets | | | | |
| Capital Assets | | | | |
| Nondepreciable | 937,116 | 1,317,517 | 2,254,633 | - |
| Depreciable | 33,404,917 | 1,652,470 | 35,057,387 | 4,801,765 |
| Accumulated Depreciation | (11,306,297) | (661,789) | (11,968,086) | (2,300,172) |
| | 23,035,736 | 2,308,198 | 25,343,934 | 2,501,593 |
| Other Assets | | | | |
| Advances to Other Funds | 1,272,568 | 68,257 | 1,340,825 | - |
| Total Noncurrent Assets | 24,308,304 | 2,376,455 | 26,684,759 | 2,501,593 |
| Total Assets | 31,343,680 | 2,670,325 | 34,014,005 | 8,876,913 |

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

| | Business-Type Activities - Enterprise | | | Governmental Activities Internal Service |
|------------------------------|---------------------------------------|--------------------------------------|----------------------|---|
| | Waterworks and Sewerage | Nonmajor | | |
| | | Municipal Railroad Parking Lot | Totals | |
| LIABILITIES | | | | |
| Current Liabilities | | | | |
| Accounts Payable | \$ 816,936 | \$ 8,848 | \$ 825,784 | \$ 34,142 |
| Accrued Payroll | 103,163 | 6,201 | 109,364 | - |
| Accrued Interest Payable | 14,179 | - | 14,179 | 292 |
| Deposits Payable | 3,250 | 1,000 | 4,250 | - |
| Unearned/Deferred Revenue | - | 41,019 | 41,019 | - |
| Compensated Absences Payable | 4,257 | - | 17,029 | 186,004 |
| Notes Payable | - | - | - | 80,305 |
| IEPA Loans Payable | 273,500 | - | 273,500 | - |
| Total Current Liabilities | <u>1,215,285</u> | <u>57,068</u> | <u>1,285,125</u> | <u>300,743</u> |
| Noncurrent Liabilities | | | | |
| Compensated Absences Payable | 80,886 | - | 68,114 | 744,017 |
| Advances from Other Funds | - | - | - | 1,340,825 |
| Notes Payable | - | - | - | 131,834 |
| IEPA Loans Payable | 3,091,905 | - | 3,091,905 | - |
| Total Noncurrent Liabilities | <u>3,172,791</u> | <u>-</u> | <u>3,160,019</u> | <u>2,216,676</u> |
| Total Liabilities | <u>4,388,076</u> | <u>57,068</u> | <u>4,445,144</u> | <u>2,517,419</u> |
| NET ASSETS | | | | |
| Invested in Capital Assets - | | | | |
| Net of Related Debt | 19,670,331 | 2,308,198 | 21,978,529 | 2,289,454 |
| Unrestricted | 7,285,273 | 305,059 | 7,590,332 | 4,070,040 |
| Total Net Assets | <u>\$ 26,955,604</u> | <u>\$ 2,613,257</u> | <u>\$ 29,568,861</u> | <u>\$ 6,359,494</u> |

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

VILLAGE OF HANOVER PARK, ILLINOIS

Statement of Revenues, Expenses, and Changes in Net Assets - Proprietary Funds
Year Ended April 30, 2007

| | Business-Type Activities - Enterprise | | | Governmental Activities Internal Service |
|----------------------------------|---------------------------------------|--|----------------------|---|
| | Waterworks and Sewerage | Nonmajor Municipal Railroad Parking Lot | Totals | |
| Operating Revenues | | | | |
| Charges for Services | \$ 7,549,899 | \$ 277,673 | \$ 7,827,572 | \$ - |
| Interfund Charges | - | - | - | 648,206 |
| Total Operating Revenues | <u>7,549,899</u> | <u>277,673</u> | <u>7,827,572</u> | <u>648,206</u> |
| Operating Expenses | | | | |
| Administration | 1,335,184 | - | 1,335,184 | - |
| Operations | 5,022,351 | 285,346 | 5,307,697 | 89,326 |
| Depreciation | 837,740 | 44,502 | 882,242 | 335,841 |
| Total Operating Expenses | <u>7,195,275</u> | <u>329,848</u> | <u>7,525,123</u> | <u>425,167</u> |
| Operating Income (Loss) | <u>354,624</u> | <u>(52,175)</u> | <u>302,449</u> | <u>223,039</u> |
| Nonoperating Revenues (Expenses) | | | | |
| Interest Income | 260,920 | 14,931 | 275,851 | 274,480 |
| Other Income | - | 1,443 | 1,443 | 690 |
| Disposal of Capital Assets | (49,447) | - | (49,447) | (7,971) |
| Interest Expense | (96,886) | - | (96,886) | (6,995) |
| | <u>114,587</u> | <u>16,374</u> | <u>130,961</u> | <u>260,204</u> |
| Income (Loss) Before Transfers | <u>469,211</u> | <u>(35,801)</u> | <u>433,410</u> | <u>483,243</u> |
| Transfers Out | <u>(35,495)</u> | <u>-</u> | <u>(35,495)</u> | <u>-</u> |
| Change in Net Assets | 433,716 | (35,801) | 397,915 | 483,243 |
| Net Assets - Beginning | <u>26,521,888</u> | <u>2,649,058</u> | <u>29,170,946</u> | <u>5,876,251</u> |
| Net Assets - Ending | <u>\$ 26,955,604</u> | <u>\$ 2,613,257</u> | <u>\$ 29,568,861</u> | <u>\$ 6,359,494</u> |

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

VILLAGE OF HANOVER PARK, ILLINOIS

Statement of Cash Flows - Proprietary Funds
Year Ended April 30, 2007

| | Business-Type Activities - Enterprise Funds | | | Governmental Activities Internal Service |
|--|---|--|---------------------|---|
| | Waterworks and Sewerage | Nonmajor Municipal Railroad Parking Lot | Totals | |
| Cash Flows from Operating Activities | | | | |
| Receipts from Customers and Users | \$ 7,468,305 | \$ 275,336 | \$ 7,743,641 | \$ 646,618 |
| Payments to Suppliers | (4,466,359) | (153,554) | (4,619,913) | 1,751 |
| Payments to Employees | (1,870,824) | (130,455) | (2,001,279) | - |
| | <u>1,131,122</u> | <u>(8,673)</u> | <u>1,122,449</u> | <u>648,369</u> |
| Cash Flows from Noncapital Financing Activities | | | | |
| Transfers Out | (35,495) | - | (35,495) | - |
| Advances to/from Other Funds | (146,429) | (11,991) | (158,420) | 158,420 |
| | <u>(181,924)</u> | <u>(11,991)</u> | <u>(193,915)</u> | <u>158,420</u> |
| Cash Flows from Capital and Related Financing Activities | | | | |
| Purchase of Capital Assets | (448,838) | - | (448,838) | (540,731) |
| Proceeds on Disposal of Capital Assets | - | - | - | 13,500 |
| Principal Paid on Debt | (266,119) | - | (266,119) | (78,110) |
| Interest Paid on Debt | (96,886) | - | (96,886) | (6,995) |
| | <u>(811,843)</u> | <u>-</u> | <u>(811,843)</u> | <u>(612,336)</u> |
| Cash Flows from Investing Activities | | | | |
| Interest Received | 260,920 | 14,931 | 275,851 | 274,480 |
| Net Change in Cash and Cash Equivalents | 398,275 | (5,733) | 392,542 | 468,933 |
| Cash and Cash Equivalents - Beginning | 5,015,015 | 277,559 | 5,292,574 | 5,853,909 |
| Cash and Cash Equivalents - Ending | <u>5,413,290</u> | <u>271,826</u> | <u>5,685,116</u> | <u>6,322,842</u> |
| Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities | | | | |
| Operating Income (Loss) | 354,624 | (52,175) | 302,449 | 223,039 |
| Adjustments to Reconcile Operating Income Income to Net Cash Provided by (Used in) Operating Activities: | | | | |
| Depreciation | 837,740 | 44,502 | 882,242 | 335,841 |
| Other Income | - | 1,443 | 1,443 | 690 |
| Increase (Decrease) in Current Assets | (81,594) | (3,780) | (85,374) | (2,278) |
| Increase (Decrease) in Current Liabilities | 20,352 | 1,337 | 21,689 | 91,077 |
| Net Cash Provided by Operating Activities | <u>\$ 1,131,122</u> | <u>\$ (8,673)</u> | <u>\$ 1,122,449</u> | <u>\$ 648,369</u> |

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

VILLAGE OF HANOVER PARK, ILLINOIS

**Statement of Net Assets - Fiduciary Funds
April 30, 2007**

| | Pension Trust | Agency |
|--|----------------------|----------------|
| ASSETS | | |
| Cash and Cash Equivalents | \$ 2,099,133 | \$ 400,797 |
| Investments | | |
| U.S. Government and Agency Obligations | 13,131,010 | - |
| Mutual Funds | 9,299,264 | - |
| Receivables | | |
| Accrued Interest | 156,319 | 5,060 |
| Total Assets | <u>24,685,726</u> | <u>405,857</u> |
| LIABILITIES | | |
| Accounts Payable | 14,894 | - |
| Due to Bondholders | - | 405,857 |
| Total Liabilities | <u>14,894</u> | <u>405,857</u> |
| NET ASSETS | | |
| Held in Trust for Pension Benefits | <u>\$ 24,670,832</u> | <u>\$ -</u> |

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

VILLAGE OF HANOVER PARK, ILLINOIS

Statement of Changes in Net Assets - Fiduciary Funds
Year Ended April 30, 2007

| | <u>Pension Trust</u> |
|------------------------------|--------------------------|
| Additions | |
| Contributions - Employer | \$ 1,559,208 |
| Contributions - Plan Members | <u>526,623</u> |
| Total Contributions | <u>2,085,831</u> |
| Investment Income | |
| Interest Earned | 830,260 |
| Net Change in Fair Value | <u>1,307,879</u> |
| | 2,138,139 |
| Less Investment Expenses | <u>32,142</u> |
| | <u>2,105,997</u> |
| Total Additions | <u>4,191,828</u> |
| Deductions | |
| Administration | 54,069 |
| Benefits and Refunds | <u>1,346,607</u> |
| Total Deductions | <u>1,400,676</u> |
| Change in Net Assets | 2,791,152 |
| Net Assets - Beginning | <u>21,879,680</u> |
| Net Assets - Ending | <u>\$ 24,670,832</u> |

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

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Financial Statements
April 30, 2007

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Hanover Park, Illinois (Village) was incorporated in 1958. The Village is a municipal corporation governed by an elected president and six-member Board of Trustees. The Village's major operations include police and fire protection, highway and street maintenance and reconstruction, building code enforcement, public improvements, economic development, planning and zoning, waterworks and sewerage services, commuter parking facility and general administrative services.

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

REPORTING ENTITY

The Village's financial reporting entity comprises the following:

| | |
|-------------------------|--|
| Primary Government: | Village of Hanover Park |
| Blended Component Unit: | Police Pension Employees Retirement System Firefighters' Pension Employee Retirement System |

In determining the financial reporting entity, the Village complies with the provisions of GASB Statement No. 14, "The Financial Reporting Entity," and includes all component units that have a significant operational or financial relationship with the Village.

Blended Component Units - Blended component units are separate legal entities that meet the component unit criteria described above and whose governing body is the same or substantially the same as the Village Board or the component unit provided services entirely to the Village. These component units' funds are blended into those of the Village's by appropriate activity type to compose the primary government presentation.

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Financial Statements
April 30, 2007

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

REPORTING ENTITY – Continued

Blended Component Units

Police Pension Employees Retirement System

The Village's sworn police employees participate in the Police Pension Employees Retirement System (PPERS). PPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the Village's President, one elected pension beneficiary and two elected police employees constitute the pension board. The participants are required to contribute a percentage of salary as established by state statute and the Village is obligated to fund all remaining PPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of the Village's contribution levels. Although it is legally separate from the Village, the PPERS is reported as if it were part of the primary Village because its sole purpose is to provide retirement benefits for the Village's police employees. The PPERS is reported as a pension trust fund.

Firefighters' Pension Employees Retirement System

The Village's sworn full-time firefighters participate in the Firefighters' Pension Employees Retirement System (FPERS). FPERS functions for the benefit of these employees and is governed by a five-member pension board, with two members appointed by the Village's President, two elected from active participants of the Fund, and one elected from the retired members of the Fund. The participants are required to contribute a percentage of salary as established by state statute and the Village is obligated to fund all remaining FPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of the Village's contribution levels. Although it is legally separate from the Village, the FPERS is reported as if it were part of the primary government because its sole purpose is to provide retirement benefits for the Village's sworn full-time firefighters. The FPERS is reported as a pension trust fund.

BASIS OF PRESENTATION

Government-Wide Statements

The Village's basic financial statements include both government-wide (reporting the Village as a whole) and fund financial statements (reporting the Village's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. The Village's police and fire safety, highway and street maintenance and reconstruction, building code enforcement, public improvements, economic development, planning and zoning, and general administrative services are classified as governmental activities. The Village's waterworks and sewerage and commuter parking activities are classified as business-type activities.

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Financial Statements
April 30, 2007

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION – Continued

Government-Wide Statements – Continued

In the government-wide Statement of Net Assets, both the governmental and business-type activities columns are: (a) presented on a consolidated basis by column, and (b) reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations.

The Village's net assets are reported in three parts: invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets. The Village first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the Village's functions and business-type activities (general government, community development, public safety, public works, etc). The functions are supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges for services, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function (general government, community development, public safety, public works, etc.) or a business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The net costs (by function or business-type activity) are normally covered by general revenue (property, sales and use taxes, certain intergovernmental revenues, permits and charges for services, etc).

This government-wide focus is more on the sustainability of the Village as an entity and the change in the Village's net assets resulting from the current year's activities.

Fund Financial Statements

The financial transactions of the Village are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories.

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Financial Statements

April 30, 2007

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

Nonmajor funds by category are summarized into a single column. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The nonmajor funds are combined in a column in the fund financial statements. A fund is considered major if it is the primary operating fund of the Village or meets the following criteria:

Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and

Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The various funds are reported by generic classification within the financial statements. The following fund types are used by the Village:

Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the Village:

General fund is the general operating fund of the Village. It is used to account for all financial resources except those required to be accounted for in another fund. The General Fund is a major fund.

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The Village maintains one major special revenue fund, the Motor Fuel Tax Fund, which accounts for the revenues and expenditures for the operation and maintenance of street and storm water programs and capital projects authorized by the Illinois Department of Transportation. Financing is provided by the Village's share of State gasoline taxes.

Debt service funds are used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt. The Village maintains one major debt service fund, the TIF #2 Bond Series of 1987 and 1989 Fund, which accounts for the accumulation of monies for the payment of \$4,275,000 Barrington-Irving tax increment revenue bonds, series 1987 until maturity in 2007 and \$8,100,000 Barrington-Irving tax increment revenue bonds, series 1989 until maturity in 2009.

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Financial Statements
April 30, 2007

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Fund Financial Statements – Continued

Governmental Funds – Continued

These bonds were issued to finance improvements in the Barrington-Irving Redevelopment Project Area. Financing is being provided by incremental revenues from real property taxes and sales taxes. The bonds are a limited liability of the Village and are secured by 100% of the incremental property taxes generated in the project area.

Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds). The Village maintains one major capital projects fund, the 2004 Capital Projects Fund, which is used to account for the construction of a new Headquarters Fire Station funded by the General Obligation Bonds, Series 2004.

Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net assets, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the proprietary funds of the Village:

Enterprise funds are required to account for operations for which a fee is charged to external users for goods or services and the activity is (a) financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges, or (c) establishes fees and charges based on a pricing policy designed to recover similar costs. The Village maintains one major proprietary fund, the Waterworks and Sewerage Fund, which accounts for the provision of water and sewer services to the residents of the Village. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing and related debt service, billing and collections.

Internal Service funds are used to account for the financing of goods or services provided by an activity to other departments, funds or component units of the District on a cost-reimbursement basis. The Village maintains two internal service funds, the Central Equipment Fund and the Employee Compensated Absences Fund.

Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or agency capacity by the Village for others and therefore are not available to support Village programs. The reporting focus is on net assets and changes in net assets and is reported using accounting principles similar to proprietary funds.

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Financial Statements
April 30, 2007

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION - Continued

Fund Financial Statements – Continued

Fiduciary Funds – Continued

Pension Trust Funds are used to account for assets held in a trustee capacity by the Village for pension benefit payments. The Police Pension Fund accounts for the accumulation of resources to pay retirement and other related benefits for sworn members of the Village's police force. The Firefighters' Pension Fund accounts for the accumulation of resources to pay retirement and other related benefits for sworn members of the Village's Fire Department.

Agency Funds are used to account for assets held by the Village in a purely custodial capacity. The Village maintains one agency fund, the Special Service Area #2 Fund, which is used to accumulate monies for the payment of \$2,300,000 Special Service Area #2 unlimited tax bonds which are due in annual installments until maturity in 2009. These bonds were issued to finance public improvements until maturity in 2009. These bonds were issued to financing public improvements on Tower, Barrington and Irving Park Roads. Financing is being provided by ad valorem taxes to be levied without limitation as to rate or amount upon the taxable property in the Village designated at the "Village of Hanover Park Special Service Area #2." These bonds are not general obligations of the Village, and neither the full faith and credit nor the taxing power of the Village is pledged to the payment thereof.

The Village's fiduciary funds are presented in the fiduciary fund financial statements by type (agency and pension trust). Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, pension participants, etc.) and cannot be used to address activities or obligations of the Village, these funds are not incorporated into the government-wide statements.

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the government-wide Statement of Net Assets and the Statement of Activities, both governmental and business-like activities are presented using the economic resources measurement focus as defined below.

In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate.

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Financial Statements April 30, 2007

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Measurement Focus – Continued

All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

All proprietary and pension trust funds utilize an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net assets (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary and pension trust fund equity is classified as net assets. Agency funds are not involved in the measurement of results of operations; therefore, measurement focus is not applicable to them.

Basis of Accounting

In the government-wide Statement of Net Assets and Statement of Activities, both governmental and business-like activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year-end. The Village recognizes property taxes when they become both measurable and available in accordance with GASB Codification Section P70. A sixty day availability period is used for revenue recognition for all other governmental fund revenues. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are recognized when due.

In applying the susceptible to accrual concept under the modified accrual basis, those revenues susceptible to accrual are property taxes, sales and use taxes, franchise taxes, licenses, interest revenue, and charges for services. All other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

All proprietary, pension trust and agency funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Financial Statements April 30, 2007

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Basis of Accounting - Continued

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Village's enterprise funds are charges to customers for sales and services. The Village also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY

Cash and Investments

Cash and cash equivalents on the Statement of Net Assets are considered to be cash on hand, demand deposits, and cash with fiscal agent. For the purpose of the proprietary funds "Statement of Cash Flows", cash and cash equivalents are considered to be cash on hand, demand deposits, cash with fiscal agent, and all highly liquid investments with an original maturity of three months or less.

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on national exchanges are valued at the last reported sales price. Investments that do not have any established market, if any, are reported at estimated fair value.

Receivables

In the government-wide financial statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivables balances for governmental activities include property taxes, sales and use taxes, income taxes, utility taxes and grants. Business-type activities report utility charges as their major receivables.

Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Financial Statements April 30, 2007

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY – Continued

Inventories

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

Prepays

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

Capital Assets

Capital assets, other than infrastructure, buildings and improvements, purchased or acquired with an original cost of over \$10,000 and infrastructure, buildings and improvements with an original cost of over \$25,000 are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the Village as a whole. Infrastructure such as streets, stormsewers and bridges are capitalized. The valuation basis for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation bases for proprietary fund capital assets are the same as those used for the general capital assets. Donated capital assets are capitalized at estimated fair market value on the date donated.

Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

| | |
|-----------------------------------|---------------|
| Land Improvements | 10 - 20 Years |
| Buildings | 20 - 50 Years |
| Machinery, Equipment and Vehicles | 3 - 20 Years |
| Infrastructure | 25 - 75 Years |

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Financial Statements April 30, 2007

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY – Continued

Compensated Absences

The Village accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee. In accordance with GASB Statement No. 16, no liability is recorded for nonvesting accumulation rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulated sick leave that is estimated to be taken as “terminal leave” prior to retirement.

All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. The liability for governmental activities is reported in the Employee Compensated Absences Fund (an internal service fund).

Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type 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 on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Unearned/Deferred Revenue

Governmental funds report unearned/deferred revenue in connection with receivables for revenues 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.

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Financial Statements April 30, 2007

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY – Continued

Fund Equity

In the government-wide financial statements, equity is classified as net assets and displayed in three components:

Invested in capital assets, net of related debt—Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted net assets—Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislations.

Unrestricted net assets—All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt”.

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.

BUDGETARY INFORMATION

All departments of the Village submit requests for appropriations to the Village Manager in January of each year so that a budget may be prepared. The budget is prepared by fund, and includes information on the past year, current year estimates and requested appropriations for the next fiscal year, covering a period from May 1st to April 30th.

The proposed budget is presented to the governing body for review. The governing body holds public hearings and may adjust appropriations. The final budget must be approved by April 30.

Management is authorized to transfer budgeted amounts within any fund without the approval of the governing body. The budget may be amended by the governing body. Expenditures may not legally exceed budgeted appropriations at the fund level. During the year, several supplemental appropriations were necessary.

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual appropriated budgets are adopted for the General, Special Revenue, Debt Service, Capital Projects, Enterprise, Internal Service (Central Equipment), and Pension Trust Funds. Budgetary comparisons are reflected in the Village’s financial report for all governmental funds.

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Financial Statements
April 30, 2007

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

DEFICIT FUND EQUITY

The following funds had deficit fund equities at the end of the year:

| <u>Fund</u> | <u>Deficit</u> |
|----------------------------|----------------|
| Tax Increment Financing #4 | \$ 38,255 |
| Special Service Area #4 | 22,299 |

NOTE 3 – DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

The Village maintains a cash and investment pool that is available for use by all funds except the Motor Fuel Tax Fund and the pension trust funds. Each fund type's portion of this pool is displayed on the financial statements as "cash and investments". In addition, investments are separately held by several of the Village's funds. The deposits and investments of the pension trust funds are held separately from those of other funds.

Permitted Deposits and Investments - Statutes authorize the Village to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, Illinois Funds and the Illinois Metropolitan Investment Fund. The deposits and investments of the Pension Funds are held separately from those of other Village funds. Statutes authorize the Pension Funds to make deposits/invest in interest bearing direct obligations of the United States of America; obligations that are fully guaranteed or insured as to the payment of principal and interest by the United States of America; bonds, notes, debentures, or similar obligations of agencies of the United States of America; savings accounts or certificates of deposit issued by banks or savings and loan associations chartered by the United States of America or by the State of Illinois, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; State of Illinois Bonds; pooled accounts managed by the Illinois Public Treasurer, or by banks, their subsidiaries or holding companies, in accordance with the laws of the State of Illinois; bonds or tax anticipation warrants of any county, township, or municipal corporation of the State of Illinois direct obligations of the State of Israel; money market mutual funds managed by investment companies that are registered under the federal Investment Company Act of 1940 and the Illinois Securities Law of 1953 and are diversified, open-ended management investment companies, provided the portfolio is limited to specified restrictions; general accounts of life insurance companies and separate accounts of life insurance companies provided the investment in separate accounts does not exceed ten percent of the pension fund's net assets. Pension funds of at least \$5 million that have appointed an investment advisor may, through that investment advisor, invest up to forty-five percent of the plan's net assets in common and preferred stocks that meet specific restrictions.

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Financial Statements April 30, 2007

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

The Illinois Funds is an investment pool managed by the Illinois Public Treasurer's Office which allows governments within the State to pool their funds for investment purposes. Although not registered with the SEC, Illinois Funds operates in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in Illinois Funds are valued at the share price, the price for which the investment could be sold.

The Illinois Metropolitan Investment Fund (IMET) is a non-for-profit investment trust formed pursuant to the Illinois Municipal Code. IMET is managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an Investment Company. Investments in IMET are valued at the share price, the price for which the investment could be sold.

Village Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk

Deposits. At year-end, the carrying amount of the Village's deposits for governmental, business-type, and agency activities totaled \$8,094,097 and the bank balances totaled \$8,135,384.

Investments. The Village has the following investment fair values and maturities:

| Investment Type | Fair Value | Investment Maturities (in Years) | |
|---------------------------------------|----------------------|----------------------------------|----------------------|
| | | Less Than 1 | 1 to 5 |
| Federal Farm Credit Bureau | \$ 1,237,583 | \$ 741,878 | \$ 495,705 |
| Federal Home Loan Bank | 14,606,935 | 5,157,388 | 9,449,547 |
| Federal Home Loan Mortgage Corp | 1,465,975 | - | 1,465,975 |
| Federal National Mortgage Association | 982,500 | - | 982,500 |
| Illinois Metropolitan Investment Fund | 3,155,969 | 3,155,969 | - |
| Illinois Funds | 3,800,441 | 3,800,441 | - |
| | <u>\$ 25,249,403</u> | <u>\$ 12,855,676</u> | <u>\$ 12,393,727</u> |

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Village's investment policy states that the investment portfolio shall be structured so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity and investing operating funds primarily in shorter-term securities, money market mutual funds, or similar investment pools and limiting the maximum maturity. The Village will not directly invest in securities maturing more than five years from the date of purchase unless matched to a specific cash flow. Because of inherent difficulties in accurately forecasting cash flow requirements, a portion of the portfolio should be continuously invested in readily available funds to ensure that appropriate liquidity is maintained to meet ongoing obligations.

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Financial Statements April 30, 2007

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Village Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk – Continued

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Besides investing in security instruments authorized under State Statute, the Village's investment policy further states that investments shall be limited to the safest types of securities. At year-end, the Village's investments U.S. Government Agencies are all rated AAA by Standard & Poor's, and the Village's investment in the Illinois Funds was rated AAAM by Standard & Poor's. IMET is a 1-3 year government bond fund and receives Standard & Poor's AAA rating for credit quality and Standard & Poor's S1 rating for volatility, or interest rate, risk.

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. The Village's investment policy requires the collateralization of public deposits whenever the amount on deposit exceeds the Federal Deposit Insurance Corporation's (FDIC) balance limitations. The collateral shall be held by an independent third-party institution in the name of the Village. A written collateralization agreement shall be executed by the financial institution, the custodial bank and the Village. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

For an investment, this is the risk that in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Village's investment policy requires that all investments be held by an independent third-party custodian. At year-end, the Village's investments in U.S. Government Agencies are all insured or registered with the Village or its agent in the Village's name and the Village's investment in the Illinois Fund is noncategorizable. The IMET Convenience Fund is a depository vehicle that is 110 percent collateralized with obligations of the United States Treasury and its agencies. All collateral securities are held in the name of IMET at the Federal Reserve Bank of New York.

Concentration Risk. This is the risk of loss attributed to the magnitude of the Village's investment in a single issuer. The Village's investment policy states that the investment portfolio shall be diversified so that the impact of potential losses from any one type of security or from any one individual issuer will be minimized. The Village shall diversify its investments to the best of its ability based on the types of funds invested and the cash flow needs of those funds. At year-end, the Village's investment in the Illinois Fund and the Illinois Metropolitan Investment Trust represents more than 5 percent of the total cash and investment portfolio. At year-end, the Village has over 5 percent of the total cash and investment portfolio (other than U.S. Government guaranteed obligations) invested in the Illinois Funds and the Illinois Metropolitan Investment Fund.

VILLAGE OF HANOVER PARK, ILLINOIS

**Notes to the Financial Statements
April 30, 2007**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Police Pension Fund Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk

Deposits. At year-end, the carrying amount of the Fund’s deposits totaled \$885,593 and the bank balances totaled \$890,305.

Investments. The Fund has the following investment fair values and maturities:

| Investment Type | Fair Value | Investment Maturities (in Years) | | | |
|------------------------------------|---------------------|----------------------------------|---------------------|---------------------|-------------------|
| | | Less Than 1 | 1 to 5 | 6 to 10 | More Than 10 |
| U.S. Treasury Notes | \$ 2,795,841 | \$ - | \$ 1,226,417 | \$ 1,119,908 | \$ 449,516 |
| Federal Farm Credit Bureau | 1,089,859 | - | 441,734 | 648,125 | - |
| Federal Home Loan Bank | 3,112,686 | 392,364 | 1,972,253 | 748,069 | - |
| Federal Home Loan Mortgage | 103,969 | - | 103,969 | - | - |
| Federal Home Loan Mortgage Corp. | 40,251 | - | 40,251 | - | - |
| Federal National Mortgage Assn. | 553,059 | 427,656 | 20,093 | 38,346 | 66,964 |
| Government National Mortgage Assn. | 94,622 | - | - | - | 94,622 |
| Municipal Bonds | 799,713 | - | 529,478 | 220,109 | 50,126 |
| Illinois Funds | 657,610 | 657,610 | - | - | - |
| | <u>\$ 9,247,610</u> | <u>\$ 1,477,630</u> | <u>\$ 4,334,195</u> | <u>\$ 2,774,557</u> | <u>\$ 661,228</u> |

Interest Rate Risk. The Fund’s investment policy states that the investment portfolio will remain sufficiently liquid to enable the Fund to meet all operating requirements which might be reasonably anticipated. The investment policy further states that as appropriate, up to 5% of plan assets may be invested in non-liquid, long-term investments.

Credit Risk. The Fund’s investment policy helps limit its exposure to credit risk by primarily investing in securities issued by the United States Government and/or its agencies that are implicitly guaranteed by the United States Government. At year-end, the Fund’s investments in U.S. Government and Agency securities and as municipal bonds were all rated AAA rated by Standard & Poor’s.

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Financial Statements April 30, 2007

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Police Pension Fund Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk – Continued

Custodial Credit Risk. The Fund's investment policy states that the custodian of the funds accepts possession of securities and/or funds in a manner which insures their safety and ownership. All investments shall be made in the name of and clearly held and accounted for to indicate ownership of the Fund. At year-end, the entire carrying amount of the bank balance of deposits is covered by federal depository or equivalent insurance. Furthermore, the Fund's investment in U.S. Treasury and Agency securities as well as municipal bonds are categorized as insured, registered, or held by the Fund or its agent in the Fund's name.

Concentration Risk. The Fund's investment policy states that the portfolio shall be diversified so as to minimize the risk of large losses, unless under the circumstances it is clearly prudent not to do so. Diversification is to be interpreted to include diversification by asset type, by characteristic and by number of investments. Investment management of the Fund's assets shall be in accordance with the following asset allocation guidelines:

| <u>Asset Class</u> | <u>Target</u> | <u>Range</u> |
|----------------------|---------------|--------------|
| Equities | 40% | 10% to 45% |
| Fixed Income | 57% | 50% to 80% |
| Cash and Equivalents | 3% | 2% to 10% |

At year-end, the Fund is in compliance with the guideline outlined above. In addition to the securities and fair values listed above, the Fund also has \$6,216,643 invested in mutual funds. At year-end, the Fund has over 5 percent of net plan assets available for retirement benefits (other than U.S. Government guaranteed obligations) invested in Vanguard Mutual Funds.

Firefighters' Pension Fund Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk

Deposits. At year-end, the carrying amount of the Fund's deposits totaled \$330,697 and the bank balances totaled \$330,697.

VILLAGE OF HANOVER PARK, ILLINOIS

**Notes to the Financial Statements
April 30, 2007**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Firefighters’ Pension Fund Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk – Continued

Investments. The Fund has the following investment fair values and maturities:

| Investment Type | Fair Value | Investment Maturities (in Years) | | | |
|------------------------------------|---------------------|----------------------------------|---------------------|---------------------|-------------------|
| | | Less Than 1 | 1 to 5 | 6 to 10 | More Than 10 |
| U.S. Treasury Bonds | \$ 103,248 | \$ - | \$ - | \$ - | \$ 103,248 |
| U.S. Treasury Notes | 2,208,089 | 279,311 | 1,302,025 | 626,753 | - |
| Federal Home Loan Bank | 153,403 | - | 153,403 | - | - |
| Federal Home Loan Mortgage Corp. | 730,304 | 298,968 | 431,336 | - | - |
| Federal National Mortgage Assn. | 1,197,984 | - | 642,520 | 555,464 | - |
| Government National Mortgage Assn. | 147,982 | - | 1,231 | - | 146,751 |
| Illinois Funds | 225,233 | 225,233 | - | - | - |
| | <u>\$ 4,766,243</u> | <u>\$ 803,512</u> | <u>\$ 2,530,515</u> | <u>\$ 1,182,217</u> | <u>\$ 249,999</u> |

Interest Rate Risk. The Fund’s investment policy states that the investment portfolio will remain sufficiently liquid to enable the Fund to meet all operating requirements which might be reasonably anticipated. The investment policy further states that as appropriate, up to 5% of plan assets may be invested in non-liquid, long-term investments.

Credit Risk. The Fund’s investment policy helps limit its exposure to credit risk by primarily investing in securities issued by the United States Government and/or its agencies that are implicitly guaranteed by the United States Government. At year-end, the Fund’s investments in U.S. Government and Agency securities and municipal bonds were all rated AAA rated by Standard & Poor’s. The Fund’s investment in the Illinois Funds was also AAAM rated by Standard & Poor’s.

Custodial Credit Risk. The Fund’s investment policy states that the custodian of the funds accepts possession of securities and/or funds in a matter which insures their safety and ownership. All investments shall be made in the name of and clearly held and accounted for to indicate ownership of the Fund. At year-end, the entire carrying amount of the bank balance of deposits is covered by federal depository or equivalent insurance. Furthermore, the Fund’s U.S. Treasury and Agency securities and municipal bonds are categorized as insured, registered, or held by the Fund or its agent in the Fund’s name. The Fund’s investment in the Illinois Funds is noncategorizable.

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Financial Statements
April 30, 2007

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Firefighters' Pension Fund Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk – Continued

Concentration Risk. The Fund's investment policy states that the portfolio shall be diversified so as to minimize the risk of large losses, unless under the circumstances it is clearly prudent not to do so. Diversification is to be interpreted to include diversification by asset type, by characteristic and by number of investments. Investment management of the Fund's assets shall be in accordance with the following asset allocation guidelines:

| <u>Asset Class</u> | <u>Target</u> | <u>Range</u> |
|----------------------|---------------|--------------|
| Equities | 40% | 10% to 45% |
| Fixed Income | 57% | 50% to 80% |
| Cash and Equivalents | 3% | 2% to 10% |

At year-end, the Fund is in compliance with the guideline outlined above. In addition to the securities and fair values listed above, the Fund also has \$3,082,621 invested in mutual funds. At year-end, the Fund has over 5 percent of net plan assets available for retirement benefits (other than U.S. Government guaranteed obligations) invested in Vanguard Mutual Funds.

PROPERTY TAXES

Property taxes for 2006 attach as an enforceable lien on January 1, 2006, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by DuPage County and are payable in two installments, on or about June 1, 2007, and September 1, 2007. Tax bills are also prepared by Cook County and are payable in two installments, on or about March 1, 2007, and September 1, 2007. The Counties collect such taxes and remit them periodically.

VILLAGE OF HANOVER PARK, ILLINOIS

**Notes to the Financial Statements
April 30, 2007**

NOTE 3 – DETAIL NOTES ON ALL FUNDS - Continued

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

| | Beginning Balances | Increases | Decreases | Ending Balances |
|---------------------------------------|-----------------------|---------------------|---------------------|----------------------|
| Capital Assets- Nondepreciable | | | | |
| Land | \$ 3,116,670 | \$ - | \$ - | \$ 3,116,670 |
| Land Right of Way | 24,204,649 | - | - | 24,204,649 |
| Construction in Progress | 5,085,741 | - | 5,085,741 | - |
| | <u>32,407,060</u> | <u>-</u> | <u>5,085,741</u> | <u>27,321,319</u> |
| Other Capital Assets | | | | |
| Buildings | 5,187,167 | 6,146,058 | 153,377 | 11,179,848 |
| Machinery, Equipment and Vehicles | 6,907,741 | 883,644 | 241,950 | 7,549,435 |
| Improvements Other than Buildings | 1,137,015 | 171,914 | - | 1,308,929 |
| Infrastructure | 30,517,153 | 348,341 | - | 30,865,494 |
| | <u>43,749,076</u> | <u>7,549,957</u> | <u>395,327</u> | <u>50,903,706</u> |
| Less Accumulated Depreciation | | | | |
| Buildings | 2,675,884 | 229,675 | 126,110 | 2,779,449 |
| Machinery, Equipment and Vehicles | 3,394,205 | 486,639 | 148,731 | 3,732,113 |
| Improvements Other than Buildings | 135,114 | 57,357 | - | 192,471 |
| Infrastructure | 18,312,761 | 688,694 | - | 19,001,455 |
| | <u>24,517,964</u> | <u>1,462,365</u> | <u>274,841</u> | <u>25,705,488</u> |
| Total Other Capital Assets | <u>19,231,112</u> | <u>6,087,592</u> | <u>120,486</u> | <u>25,198,218</u> |
| Total Capital Assets | <u>\$ 51,638,172</u> | <u>\$ 6,087,592</u> | <u>\$ 5,206,227</u> | <u>\$ 52,519,537</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Financial Statements
April 30, 2007

NOTE 3 – DETAIL NOTES ON ALL FUNDS - Continued

CAPITAL ASSETS - Continued

Governmental Activities – Continued

Depreciation expense was charged to governmental activities as follows:

| | |
|-----------------------|---------------------|
| General Government | \$ 67,907 |
| Community Development | 10,748 |
| Public Safety | 414,502 |
| Public Works | 287,622 |
| Highways and Streets | <u>681,586</u> |
| | <u>\$ 1,462,365</u> |

Business-Type Activities

Business-type capital asset activity for the year was as follows:

| | Beginning Balances | Increases/ Transfers | Decreases/ Transfers | Ending Balances |
|-----------------------------------|-----------------------|-------------------------|-------------------------|----------------------|
| Capital Assets - Nondepreciable | | | | |
| Land | \$ 2,254,633 | \$ - | \$ - | \$ 2,254,633 |
| Other Capital Assets | | | | |
| Buildings and Structures | 12,568,138 | - | - | 12,568,138 |
| Underground Systems | 11,521,778 | 114,722 | - | 11,636,500 |
| Machinery, Equipment and Vehicles | 2,680,976 | 52,184 | 142,495 | 2,590,665 |
| Improvements Other Than Buildings | 8,079,046 | 281,932 | 98,894 | 8,262,084 |
| | <u>34,849,938</u> | <u>448,838</u> | <u>241,389</u> | <u>35,057,387</u> |
| Less Accumulated Depreciation | | | | |
| Buildings and Structures | 3,848,058 | 309,421 | - | 4,157,479 |
| Underground Systems | 3,628,571 | 203,883 | - | 3,832,454 |
| Machinery, Equipment and Vehicles | 1,740,498 | 134,010 | 142,495 | 1,732,013 |
| Improvements Other Than Buildings | 2,060,659 | 234,928 | 49,447 | 2,246,140 |
| | <u>11,277,786</u> | <u>882,242</u> | <u>191,942</u> | <u>11,968,086</u> |
| Total Other Capital Assets | <u>23,572,152</u> | <u>(433,404)</u> | <u>49,447</u> | <u>23,089,301</u> |
| Total Capital Assets | <u>\$ 25,826,785</u> | <u>\$ (433,404)</u> | <u>\$ 49,447</u> | <u>\$ 25,343,934</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Financial Statements
April 30, 2007

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

CAPITAL ASSETS – Continued

Business-Type Activities – Continued

Depreciation expense was charged to business-type activities as follows:

| | |
|-------------------------|-------------------|
| Waterworks and Sewerage | \$ 837,740 |
| Municipal Parking Lot | <u>44,502</u> |
| | <u>\$ 882,242</u> |

CONSTRUCTION COMMITMENT

The Village has entered into the following contract for the construction of facilities as follows:

| | <u>Expended To Date</u> | <u>Remaining Commitment</u> |
|--|-----------------------------|---------------------------------|
| Hanover Park Headquarters Fire Station | \$ 6,752,598 | \$ 125,166 |

Financing for Hanover Park Headquarters Fire Station is provided by the prior issuance of \$7,000,000 of General Obligation Bonds, dated November 1, 2004.

INTERFUND RECEIVABLES, PAYABLES, ADVANCES AND TRANSFERS

Interfund Balances

The composition of interfund balances as of the date of this report, is as follows:

| <u>Receivable Fund</u> | <u>Payable Fund</u> | <u>Amount</u> |
|------------------------|----------------------------|------------------|
| General | Tax Increment Financing #4 | <u>\$ 43,000</u> |

The purpose of the interfund receivables/payables is as follows:

- \$43,000 due from the Tax Increment Financing #4 Fund to the General Fund. The balance represents funds transferred to cover fund expenditures during the fiscal year prior to the receipt of property tax levy revenues.

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Financial Statements
April 30, 2007

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS – Continued

Interfund Advances

Individual fund advances are as follows:

| Receivable Fund | Payable Fund | Amount |
|-------------------------|-------------------------|---------------------|
| General Fund | Special Service Area #3 | \$ 64,666 |
| General Fund | Special Service Area #4 | 64,776 |
| Waterworks and Sewerage | Central Equipment | 1,272,568 |
| Municipal Parking Lot | Central Equipment | <u>68,257</u> |
| | | <u>\$ 1,470,267</u> |

The purposes of the advances receivables/payables are as follows:

- \$64,666 advance from the General Fund to the Special Service Area #3 Fund. The balance represents money advanced to the Special Service Area #3 Fund to be used for expenditures within the area. The advance is to be repaid over a period of ten years via special service area taxes. This advance is scheduled to be repaid in full in January 2009.
- \$64,776 advance from the General Fund to the Special Service Area #4 Fund. The balance represents money advanced to the Special Service Area #4 Fund to be used for expenditures within the area. The advance is to be repaid over a period of ten years via special service area taxes. This advance is scheduled to be repaid in full in November 2009.
- \$1,272,568 advance from the Waterworks and Sewerage Fund to the Central Equipment Fund. The balance represents funds transferred for future purchases of vehicles and equipment for the Waterworks and Sewerage Fund.
- \$68,257 advance from the Municipal Railroad Parking Lot Fund to the Central Equipment Fund. The balance represents funds transferred for future purchases of vehicles and equipment for the Municipal Railroad Parking Lot Fund.

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Financial Statements
April 30, 2007

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS – Continued

Interfund Transfers

Interfund transfers for the year consisted of the following:

| | Transfer In | | Totals |
|-------------------------|------------------|-----------------------|-------------------|
| | General | Nonmajor Governmental | |
| Transfer Out | | | |
| General | \$ - | \$ 743,068 | \$ 743,068 |
| Nonmajor Governmental | 10,409 | - | 10,409 |
| Waterworks and Sewerage | - | 35,495 | 35,495 |
| | <u>\$ 10,409</u> | <u>\$ 778,563</u> | <u>\$ 788,972</u> |

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

LONG-TERM DEBT

General Obligation Bonds

The Village issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for governmental activities. General obligation bonds are direct obligations and pledge the full faith and credit of the Village. General obligation bonds currently outstanding are as follows:

| Issue | Fund Debt Retired By | Beginning Balances | Issuances | Retirements | Ending Balances |
|--|----------------------|--------------------|-----------|-------------|-----------------|
| \$3,600,000 General Obligation Bonds of 2001, due in annual installments of \$250,000 to \$435,000 plus interest at 4.00% to 4.15% through December 1, 2011. | Debt Service | \$ 2,360,000 | \$ - | \$ 355,000 | \$ 2,005,000 |

VILLAGE OF HANOVER PARK, ILLINOIS

**Notes to the Financial Statements
April 30, 2007**

NOTE 3 – DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT – Continued

General Obligation Bonds – Continued

| Issue | Fund Debt Retired By | Beginning Balances | Issuances | Retirements | Ending Balances |
|--|-------------------------|-----------------------|-------------|-------------------|----------------------|
| \$5,210,000 General Obligation Refunding Bonds of 2002, due in annual installments of \$530,000 to \$660,000 plus interest at 2.00% to 3.50% through December 1, 2011. | Debt Service | \$ 3,610,000 | \$ - | \$ 555,000 | \$ 3,055,000 |
| \$7,000,000 General Obligation Bonds of 2004, due in annual installments of \$420,000 to \$690,000 plus interest at 3.50% to 4.40% through December 1, 2023. | Debt Service | 7,000,000 | - | - | 7,000,000 |
| | | <u>\$ 12,970,000</u> | <u>\$ -</u> | <u>\$ 910,000</u> | <u>\$ 12,060,000</u> |

Notes Payable

The Village enters into notes payable to provide funds for acquisition of capital assets. Notes payable have been issued for the governmental activities. Notes payable are direct obligations and pledge the full faith and credit of the Village. Notes payable currently outstanding are as follows:

| Issue | Fund Debt Retired By | Beginning Balances | Issuances | Retirements | Ending Balances |
|--|-------------------------|-----------------------|-----------|-------------|--------------------|
| Note dated August 21, 2003, due in monthly installments of \$5,041, including interest at 2.57% through August 21, 2007. | General | \$ 79,015 | \$ - | \$ 59,137 | \$ 19,878 |

VILLAGE OF HANOVER PARK, ILLINOIS

**Notes to the Financial Statements
April 30, 2007**

NOTE 3 – DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Notes Payable – Continued

| Issue | Fund Debt Retired By | Beginning Balances | Issuances | Retirements | Ending Balances |
|--|-------------------------|-----------------------|-------------|-------------------|--------------------|
| Note dated November 12, 2004, due in monthly installments of \$7,101, including interest at 2.75% through November 12, 2009. | Central Equipment | \$ 290,249 | \$ - | \$ 78,110 | \$ 212,139 |
| | | <u>\$ 369,264</u> | <u>\$ -</u> | <u>\$ 137,247</u> | <u>\$ 232,017</u> |

Tax Increment Financing Bonds

The Village issues bonds where the Village pledges incremental tax income derived from a separately created tax increment financing district. These bonds are not a general obligation of the Village but rather are a limited obligation secured only by the incremental revenues generated by the district. Tax increment financing bonds currently outstanding are as follows:

| Issue | Fund Debt Retired By | Beginning Balances | Issuances | Retirements | Ending Balances |
|--|-------------------------|-----------------------|-------------|---------------------|---------------------|
| Tax Increment Revenue Bonds of 1987 (TIF #2) | Debt Service | \$ 950,000 | \$ - | \$ 950,000 | \$ - |
| Tax Increment Revenue Bonds of 1989 (TIF #2) | Debt Service | 5,375,000 | - | 475,000 | 4,900,000 |
| | | <u>\$ 6,325,000</u> | <u>\$ -</u> | <u>\$ 1,425,000</u> | <u>\$ 4,900,000</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

**Notes to the Financial Statements
April 30, 2007**

NOTE 3 – DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Illinois Environmental Protection Agency Loans (IEPA)

The Village, through the Illinois Environmental Protection Agency, received a low interest loan for the construction of a sewerage treatment facility. The loan is payable in semi-annual installments of principal and interest of \$123,245. In addition, during fiscal year 1999, the Village received an additional low interest loan from the IEPA for additional work on the sewerage treatment facility. This loan is payable in semi-annual installments of principal and interest of \$58,769. IEPA loans currently outstanding are as follows:

| Issue | Fund Debt Retired By | Beginning Balances | Issuances | Retirements | Ending Balances |
|-------------------|----------------------------|-----------------------|-------------|-------------------|---------------------|
| 1997 IEPA Loan I | Waterworks and Sewerage | \$ 2,317,890 | \$ - | \$ 182,517 | \$ 2,135,373 |
| 2000 IEPA Loan II | Waterworks and Sewerage | 1,313,634 | - | 83,602 | 1,230,032 |
| | | <u>\$ 3,631,524</u> | <u>\$ -</u> | <u>\$ 266,119</u> | <u>\$ 3,365,405</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Financial Statements
April 30, 2007

NOTE 3 – DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Long-Term Liability Activity

Changes in long-term liabilities during the fiscal year were as follows:

| Type of Debt | Beginning Balances | Additions | Deductions | Ending Balances | Amounts Due within One Year |
|---------------------------------|----------------------|-------------------|---------------------|----------------------|-----------------------------|
| Governmental Activities | | | | | |
| Compensated Absences | \$ 860,922 | \$ 138,198 | \$ 69,099 | \$ 930,021 | \$ 186,004 |
| Net Pension Obligation | 1,368,860 | - | 1,270,184 | 98,676 | - |
| General Obligation Bonds | 12,970,000 | - | 910,000 | 12,060,000 | 940,000 |
| Notes Payable | 369,264 | - | 137,247 | 232,017 | 100,183 |
| TIF Bonds | 6,325,000 | - | 1,425,000 | 4,900,000 | 1,550,000 |
| | <u>\$ 21,894,046</u> | <u>\$ 138,198</u> | <u>\$ 3,811,530</u> | <u>\$ 18,220,714</u> | <u>\$ 2,776,187</u> |
| Business-Type Activities | | | | | |
| Compensated Absences | \$ 79,609 | \$ 5,534 | \$ - | \$ 85,143 | \$ 17,029 |
| IEPA Loans | 3,631,524 | - | 266,119 | 3,365,405 | 273,500 |
| | <u>\$ 3,711,133</u> | <u>\$ 5,534</u> | <u>\$ 266,119</u> | <u>\$ 3,450,548</u> | <u>\$ 290,529</u> |

Payments on the net pension obligation are made by the General Fund. The Debt Service Fund makes payments on the general obligation bonds. Payments on the notes payable are made by the General Fund and the Central Equipment Fund. The Debt Service Fund makes payments on the tax increment financing bonds. Payments on the IEPA loans are made by the Waterworks and Sewerage Fund. Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. At year end, \$930,021 of internal service funds' compensated absences and \$212,136 of notes payable are included in the above amounts. Also, for the governmental activities, compensated absences are generally liquidated by the Compensated Absences Fund, an internal service fund.

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Financial Statements
April 30, 2007

NOTE 3 – DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Debt Service Requirements to Maturity

The annual debt service requirements to maturity, including principal and interest, are as follows:

| Fiscal Year Ending April 30 | Governmental Activities | | | | | |
|-----------------------------------|-----------------------------|---------------------|-------------------|-----------------|----------------------------------|-------------------|
| | General Obligation Bonds | | Notes Payable | | Tax Increment Financing Bonds | |
| | Principal | Interest | Principal | Interest | Principal | Interest |
| 2008 | \$ 940,000 | \$ 457,254 | \$ 100,183 | \$ 5,015 | \$ 1,550,000 | \$ 236,425 |
| 2009 | 970,000 | 425,168 | 82,584 | 2,629 | 1,700,000 | 161,638 |
| 2010 | 1,010,000 | 392,026 | 49,250 | 460 | 1,650,000 | 79,613 |
| 2011 | 1,045,000 | 357,324 | - | - | - | - |
| 2012 | 1,095,000 | 319,626 | - | - | - | - |
| 2013 | 420,000 | 278,474 | - | - | - | - |
| 2014 | 435,000 | 263,774 | - | - | - | - |
| 2015 | 450,000 | 248,549 | - | - | - | - |
| 2016 | 470,000 | 232,798 | - | - | - | - |
| 2017 | 485,000 | 215,878 | - | - | - | - |
| 2018 | 505,000 | 197,934 | - | - | - | - |
| 2019 | 530,000 | 178,744 | - | - | - | - |
| 2020 | 550,000 | 157,544 | - | - | - | - |
| 2021 | 575,000 | 135,544 | - | - | - | - |
| 2022 | 600,000 | 111,824 | - | - | - | - |
| 2023 | 630,000 | 86,325 | - | - | - | - |
| 2024 | 660,000 | 59,234 | - | - | - | - |
| 2025 | 690,000 | 30,360 | - | - | - | - |
| Total | \$ 12,060,000 | \$ 4,148,380 | \$ 232,017 | \$ 8,104 | \$ 4,900,000 | \$ 477,676 |

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Financial Statements
April 30, 2007

NOTE 3 – DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Debt Service Requirements to Maturity – Continued

| Fiscal Year Ending April 30 | Business-Type Activities | |
|-----------------------------------|-----------------------------|-------------------|
| | IEPA Loans | |
| | Principal | Interest |
| 2008 | \$ 273,500 | \$ 90,528 |
| 2009 | 281,088 | 82,941 |
| 2010 | 288,886 | 75,141 |
| 2011 | 296,902 | 67,126 |
| 2012 | 305,140 | 58,888 |
| 2013 | 313,606 | 50,421 |
| 2014 | 322,308 | 41,719 |
| 2015 | 331,252 | 32,776 |
| 2016 | 340,444 | 23,584 |
| 2017 | 349,893 | 14,136 |
| 2018 | 111,376 | 6,162 |
| 2019 | 114,319 | 3,219 |
| 2020 | 36,691 | 482 |
| Total | <u>\$ 3,365,405</u> | <u>\$ 547,123</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Financial Statements
April 30, 2007

NOTE 3 – DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT – Continued

Legal Debt Margin

Article VII, Section 6(k) of the 1970 Illinois Constitution governs the computation of legal debt margin.

“The General Assembly may limit by law the amount and require referendum approval of debt to the incurred by home rule municipalities, payable from ad valorem property tax receipts, only in excess of the following percentages of the assessed value of its taxable property...(2) if its population is more than 25,000 and less than 500,000 an aggregate of one percent: indebtedness which is outstanding on the effective date (July 1, 1971) of this constitution or which is thereafter approved by referendum...shall not be included in the foregoing percentage amounts.”

To date the Illinois General Assembly has set no limits for home rule municipalities. The Village is a home rule municipality.

Tax Increment Financing Bond Ordinance Disclosures

Barrington-Irving Tax Increment Revenue Bonds Restricted Accounts

The ordinance authorizing the issue of the Barrington-Irving Tax increment Revenue Bond Series of 1989 provided for the creation of separate accounts designated as bond principal and interest, bond principal and interest reserve and general, into which accounts there shall be credited all revenues of the system in accordance with the following priority:

- 1) Bond principal and interest: an amount sufficient to pay any interest and principal due within sixty days
- 2) Bond principal and interest reserve: an amount sufficient to pay any interest and principal due within the succeeding bond year
- 3) General: all remaining monies

A schedule of the breakdown by account is included in the supplemental section of the report.

Noncommitment Debt

Special service area bonds outstanding as of the date of this report totaled \$800,000. These bonds are not an obligation of the Village and are secured by the levy of an annual tax on the real property within the special service area. The Village is in no way liable for repayment but is only acting as agent for the property owners in levying and collecting the tax, and forwarding the collections to bondholders.

VILLAGE OF HANOVER PARK, ILLINOIS

**Notes to the Financial Statements
April 30, 2007**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

Net Assets Classifications

Investment in capital assets – net of related debt, was comprised of the following as of April 30, 2007:

Governmental Activities

Capital Assets - Net of Accumulated Depreciation \$ 52,519,537

Less Capital Related Debt:

General Obligation Bonds of 2001 (2,005,000)

General Obligation Bonds of 2004 (7,000,000)

Notes Payable - General (19,878)

Notes Payable - Internal Service (212,139) (9,237,017)

Investment in Capital Assets - Net of Related Debt \$ 43,282,520

Business-Type Activities

Capital Assets - Net of Accumulated Depreciation \$ 25,343,934

Less Capital Related Debt:

IEPA Loan (3,365,405) (3,365,405)

Investment in Capital Assets - Net of Related Debt \$ 21,978,529

Other restricted net assets include amounts restricted for TIF development, debt service and motor fuel tax projects.

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Financial Statements
April 30, 2007

NOTE 4 – OTHER INFORMATION

RISK MANAGEMENT

Intergovernmental Risk Management Agency (IRMA)

The Village also participates in the Intergovernmental Risk Management Agency (IRMA). IRMA is an organization of municipalities and special districts in Northeastern Illinois which have formed an association under the Illinois Intergovernmental Cooperations Statute to pool its risk management needs. The agency administers a mix of self-insurance and commercial insurance coverages; property/casualty and workers' compensation claim administration/litigation management services; unemployment claim administration; extensive risk management/loss control consulting and training programs; and a risk information system and financial reporting service for its members.

The Village's payments to IRMA are displayed on the financial statements as expenditures/expenses in appropriate funds. Each member assumes the first \$1,000 of each occurrence, and IRMA has a mix of self-insurance and commercial insurance at various amounts about that level. Each member appoints one delegate, along with an alternate delegate, to represent the member on the Board of Directors. The Village does not exercise any control over the activities of the Agency beyond its representation on the Board of Directors. Initial contributions are determined each year based on the individual member's eligible revenue as defined in the by-laws of IRMA and experience modification factors based on past member loss experience. Members have a contractual obligation to fund any deficit of IRMA attributable to a membership year during which they were a member. Supplemental contributions may be required to fund these deficits.

POSTEMPLOYMENT BENEFITS

In addition to providing pension benefits, the Village provides certain health care insurance benefits for retired employees. In accordance with the personnel policy substantially all of the Village's employees may become eligible for those benefits if they reach normal retirement age while working for the Village. The retirees pay an annual premium that is equal to the actuarially determined costs for each plan year. Accordingly, no liability has been recorded for post-retirement health care benefits. The Village also provides COBRA health and dental benefits to all prior employees as required by federal law. The prior employee pays 100 percent of the premium.

DEFERRED COMPENSATION PLAN

The Village offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all Village employees, permits them to defer a portion of their salary until future years. Participation in the plan is optional. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency. In accordance with legal requirements, the plan assets have been placed in trust for the benefit of the employees. Accordingly, the plan assets are not reported in these financial statements.

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Financial Statements
April 30, 2007

NOTE 4 – OTHER INFORMATION – Continued

CONTINGENT LIABILITIES

Litigation

The Village is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the Village's attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the Village.

Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the Village expects such amounts, if any, to be immaterial.

Northwest Suburban Municipal Joint Action Water Agency (JAWA)

The Village has committed to purchase water from the Northwest Suburban Municipal Joint Action Water Agency (JAWA). The Village expects to pay the following minimum amounts (these amounts represent the Village's share of the principal and interest – "fixed costs").

| <u>Fiscal Year Ending April 30</u> | <u>Amount</u> |
|--|----------------------|
| 2008 | \$ 900,794 |
| 2009 | 927,034 |
| 2010 | 1,021,940 |
| 2011 | 1,029,393 |
| 2012 | 1,048,022 |
| 2013 | 1,064,400 |
| 2014 | 1,408,287 |
| 2015 | 1,689,621 |
| 2016 | 1,051,788 |
| | <u>\$ 10,141,279</u> |

These amounts have been calculated using the Village's current allocation percentage of 9.90%. In future years, this allocation on percentage will be subject to change.

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Financial Statements

April 30, 2007

NOTE 4 – OTHER INFORMATION – Continued

JOINT VENTURES

Northwest Suburban Municipal Joint Action Water Agency (JAWA)

The Village is a member of the Northwest Suburban Municipal Joint Action Water Agency (JAWA) which consists of seven municipalities. JAWA is a municipal corporation and public body politic and corporate established pursuant to the Intergovernmental Cooperation Act of the State of Illinois. JAWA is empowered to plan, construct, improve, extend, acquire, finance, operate and maintain a water supply system to serve its members and other potential water purchasers. The seven members of JAWA and their percentage shares as of April 30, 2006 are as follows:

| | <u>Percent Share</u> |
|------------------------------|--------------------------|
| Village of Elk Grove Village | 17.70 % |
| Village of Hanover Park | 9.90 |
| Village of Hoffman Estates | 16.00 |
| Village of Mount Prospect | 11.40 |
| City of Rolling Meadows | 8.20 |
| Village of Schaumburg | 28.80 |
| Village of Streamwood | <u>8.00</u> |
| | <u>100.00 %</u> |

These percentage shares are based upon formulae contained in the water supply agreement and are subject to change in future years based upon consumption by the municipalities.

The members form a contiguous geographic service area which is located 15 to 30 miles northwest of downtown Chicago. Under the Agency Agreement, additional members may join JAWA upon the approval of each member.

JAWA is governed by a Board of Directors which consists of one elected official from each member municipality. Each Director has an equal vote. The officers of JAWA are appointed by the Board of Directors. The Board of Directors determines the general policy of JAWA, makes all appropriations, approves contracts for sale or purchase of water, provides for the issuance of debt, adopts bylaws, rules and regulations, and exercises such powers and performs such duties as may be prescribed in the Agency Agreement or the bylaws.

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Financial Statements
April 30, 2007

NOTE 4 – OTHER INFORMATION – Continued

JOINT VENTURES – Continued

Northwest Suburban Municipal Joint Action Water Agency (JAWA) – Continued

Summary of financial positions as of April 30, 2006:

| | | | |
|-------------------|----------------------|-----------------------|------------------------------|
| Current Assets | \$ 16,960,009 | Current Liabilities | \$ 8,495,024 |
| Noncurrent Assets | | Long-Term Liabilities | <u>83,605,208</u> |
| Capital Assets | 56,101,442 | Total Liabilities | <u>92,100,232</u> |
| Other Assets | <u>10,746,479</u> | Net Assets | <u><u>\$ (8,292,302)</u></u> |
| Total Assets | <u>\$ 83,807,930</u> | | |

Summary of revenues, expenses and changes in net assets for the year ended April 30, 2006:

| | |
|---------------------------------|------------------------------|
| Operating Revenues | \$ 29,525,193 |
| Operating Expenses | <u>22,803,613</u> |
| Operating Income | 6,721,580 |
| Nonoperating Revenue (Expenses) | <u>(3,370,018)</u> |
| Change in Net Assets | 3,351,562 |
| Net Assets - Beginning | <u>(11,643,864)</u> |
| Net Assets - Ending | <u><u>\$ (8,292,302)</u></u> |

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Financial Statements April 30, 2007

NOTE 4 – OTHER INFORMATION – Continued

JOINT VENTURES – Continued

Northwest Suburban Municipal Joint Action Water Agency (JAWA) – Continued

Complete financial statements can be obtained from the Northwest Suburban Municipal Joint Action Water Agency, 903 Brantwood Avenue, Elk Grove Village, Illinois 60007.

Revenues of the system consist of: (a) all receipts derived from Water Supply Agreements or any other contract for the supply of water; (b) all income derived from the investment of monies; and (c) all income, fees, water service charges, and all rates, rents and receipts derived by JAWA from the ownership and operation of the system and the sale of water. JAWA covenants to establish fees and charges sufficient to provide revenues to meet all its requirements.

JAWA has entered into Water Supply Agreements with the seven-member municipalities for a term of 40 years, extending to December 31, 2022. The Agreements are irrevocable and may not be terminated or amended except as provided in the General Resolution. Each member is obligated, on a “take or pay” basis, to purchase or in any event to pay for a minimum annual quantity of water.

JAWA has entered into an agreement with the City of Chicago under which the City has agreed to sell quantities of lake water sufficient to supply the projected water needs of JAWA through the year 2020.

The obligation of the Village to make all payments as required by this agreement is unconditional and irrevocable, without regard to performance or nonperformance by JAWA of its obligations under this Agreement.

The payments required to be made by the Village under this Agreement shall be required to be made solely from revenues to be derived by the Village from the operation of the Waterworks and Sewerage System. Members are not prohibited by the Agreement, however, from using other available funds to make payments under the Agreement. This Agreement shall not constitute an indebtedness of the Village within the meaning of any statutory or constitutional limitation.

The obligation of the Village to make payments required by this Agreement from revenues of the Waterworks and Sewerage System shall be payable from the operation and maintenance account of the Waterworks and Sewerage Fund.

In accordance with the joint venture agreement, the Village remitted \$2,518,199 to JAWA for the year ended April 30, 2007. All payments were paid from the Waterworks and Sewerage Fund. The Village’s share of net assets of JAWA was \$0 at April 30, 2007.

At April 30, 2005, the Northwest Suburban Municipal Joint Action Water Agency reported a negative net assets balance; therefore, as specified by APB 18, the Village’s investment in joint venture has been reduced to zero and the equity method of accounting has been suspended until such time as the joint venture returns to a positive equity position.

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Financial Statements April 30, 2007

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS

The Village contributes to four defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system, the Sheriff's Law Enforcement Personnel Fund (SLEP), which is administered by the IMRF, the Police Pension Plan which is a single-employer pension plan, and the Firefighters' Pension Plan which is a single-employer pension plan. A separate report is issued for the Police Pension Plan and Firefighters' Pension Plan and may be obtained by writing to the Village at 2121 West Lake Street, Hanover Park, Illinois 60133-4398. IMRF also issue a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523. The benefit, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly.

Plan Descriptions, Provisions and Funding Policies

Illinois Municipal Retirement System

All employees (other than those covered by the Police plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Pension benefits vest after eight years of service. Participating members who retire at or after age 60 with 8 years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3 percent of their final rate (average of the highest 48 consecutive months' earnings during the last 10 years) of earnings, for each year of credited service up to 15 years, and 2 percent for each year thereafter. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute.

Employees participating in the IMRF are required to contribute 4.50 percent of their annual covered salary to IMRF. The employees' contribution rate is established by state statute. The Village is required to contribute the remaining amount necessary to fund the IMRF plan as specified by statute. The employer rate for calendar year 2006 was 10.42 percent for IMRF.

Sheriff's Law Enforcement Personnel

Sheriff's Law Enforcement Personnel (SLEP), having accumulated at least 30 years of SLEP service and terminating IMRF participation on or after January 1, 1988, may elect to retire at or after age 50 with no early retirement discount penalty. SLEP members meeting these two qualifications are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 2.50% of their final rate of earnings, for each year of credited service up to 20 years, 2.00% of their final earning rate for the next 10 years of credited service and 1.00% for each year thereafter. For those SLEP members retiring with less than 20 years of SLEP service, the regular IMRF pension formula applies. SLEP also provides death and disability benefits.

VILLAGE OF HANOVER PARK, ILLINOIS

**Notes to the Financial Statements
April 30, 2007**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Plan Descriptions, Provisions and Funding Policies – Continued

Sheriff's Law Enforcement Personnel – Continued

These benefit provisions and all other requirements are established by State statutes. SLEP members are required to contribute 7.50% of their annual salary to SLEP. The Village is required to contribute the remaining amounts necessary to fund the IMRF as specified by statute. The employer contribution rate for the calendar year 2006 was 14.86 percent.

Police Pension Plan

The Police Pension Plan is a single-employer defined benefit pension plan that covers all sworn police personnel. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois State Statutes and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund.

At April 30, 2006 the Police Pension Plan membership consisted of:

| | |
|--|-----------|
| Retirees and Beneficiaries Currently Receiving Benefits and Terminated Employees Entitled to Benefits but not yet Receiving Them | 24 |
| Current Employees | |
| Vested | 27 |
| Nonvested | <u>22</u> |
| | <u>73</u> |

The following is a summary of the Police Pension Plan as provided for in Illinois State Statutes.

The Police Pension Plan provides retirement benefits as well as death and disability benefits. Covered employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of one-half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The pension shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75% of such salary. Employees with at least 8 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3% of the original pension and 3% compounded annually thereafter.

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Financial Statements
April 30, 2007

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Plan Descriptions, Provisions and Funding Policies – Continued

Police Pension Plan – Continued

Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest, or transferred to a new police pension fund with another municipality. The Village is required to contribute the remaining amounts necessary to finance the plan, including administrative costs, as actuarially determined by an enrolled actuary. By the year 2033 the Village's contributions must accumulate to the point where the past service cost for the Police Pension Plan is fully funded.

Firefighters' Pension Fund

The Firefighters' Pension Plan is a single-employer defined benefit pension plan that covers all sworn police personnel. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois State Statutes and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund.

At April 30, 2006 the Firefighters' Pension Plan membership consisted of:

| | |
|--|-----------|
| Retirees and Beneficiaries Currently Receiving Benefits and Terminated Employees Entitled to Benefits but not yet Receiving Them | 10 |
| Current Employees | |
| Vested | 13 |
| Nonvested | <u>18</u> |
| | <u>41</u> |

The following is a summary of the Firefighters' Pension Plan as provided for in Illinois State Statutes.

The Firefighters' Pension Plan provides retirement benefits as well as death and disability benefits. Covered employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of one-half of the monthly salary attached to the rank at the date of retirement.

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Financial Statements

April 30, 2007

NOTE 4 – OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS - Continued

Plan Descriptions, Provisions and Funding Policies – Continued

Firefighters' Pension Plan – Continued

The pension shall be increased by 1/12 of 2.5% of such monthly salary for each additional month over 20 years of service through 30 years of service, to a maximum of 75% of such monthly salary. Employees with at least 10 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly pension of a firefighter who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3% of the original pension and 3% compounded annually thereafter.

Covered employees are required to contribute 9.455% of their base salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest, or is entitled to receive a pension upon attaining the age of 50 or more with 20 or more years of accumulated credible service. The Village is required to contribute the remaining amounts necessary to finance the plan, including administrative costs, as actuarially determined by an enrolled actuary. By the year 2033 the Village's contributions must accumulate to the point where the past service cost for the Firefighters' Pension Plan is fully funded.

Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as revenues when due, pursuant to formal commitments, as well as statutory or contractual requirements. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on national exchanges are valued at the last reported sales price. Investments that do not have any established market, if any, are reported at estimated fair value.

Significant Investments

There are no investments in any one organization that represent 5 percent or more of net assets available for benefits for the Police Pension Plan. Information for IMRF is not available.

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Financial Statements
April 30, 2007

NOTE 4 – OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS - Continued

Related Party Transactions

There are no securities of the employer or any other related parties included in plan assets.

Annual Pension Cost and Net Pension Obligation

There was no net pension obligation for the IMRF plan. The pension liability for the Police and Firefighters' Pension Plans are as follows:

| | Police Pension | Firefighters' Pension | Total |
|--|-------------------|--------------------------|--------------|
| Annual Required Contribution | \$ 1,150,862 | \$ 371,075 | \$ 1,521,937 |
| Interest on Net Pension Obligation | (13,730) | 6,882 | (6,848) |
| Adjustment to Annual Required Contribution | (1,220,326) | (251,770) | (1,472,096) |
| Annual Pension Cost | (83,194) | 126,187 | 42,993 |
| Actual Contribution | 1,188,133 | 371,075 | 1,559,208 |
| Increase (Decrease) in the NPO | (1,271,327) | (244,888) | (1,516,215) |
| NPO - Beginning of Year | 1,025,296 | 343,564 | 1,368,860 |
| NPO - End of Year | \$ (246,031) | \$ 98,676 | \$ (147,355) |

VILLAGE OF HANOVER PARK, ILLINOIS

**Notes to the Financial Statements
April 30, 2007**

NOTE 4 – OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS - Continued

Annual Pension Cost and Net Pension Obligation – Continued

The Village's annual pension cost for the current year and related information for each plan is as follows:

| | Illinois Municipal Retirement | Sheriff's Law Enforcement Personnel | Police Pension | Firefighters' Pension |
|-------------------------------|--|--|--|--|
| Contribution Rates | | | | |
| Employer | 10.42% | 14.86% | 35.409% | 20.318% |
| Employee | 4.50% | 7.50% | 9.91% | 9.455% |
| Annual Required Contribution | \$640,492 | \$17,788 | \$1,150,862 | \$371,075 |
| Contributions Made | \$640,492 | \$17,788 | \$1,188,133 | \$371,075 |
| Actuarial Valuation Date | 12/31/2006 | 12/31/2006 | 4/30/2006 | 4/30/2006 |
| Actuarial Cost Method | Entry Age Normal | Entry Age Normal | Entry Age Normal | Entry Age Normal |
| Amortization Method | Level % of Projected Payroll Closed Basis |
| Remaining Amortization Period | 10 | 10 | 27 Years | 27 Years |
| Asset Valuation Method | 5-Year Smoothed Market | 5-Year Smoothed Market | Market | Market |
| Actuarial Assumptions | | | | |
| Investment Rate of Return | 7.50% Compounded Annually | 7.50% Compounded Annually | 7.50% Compounded Annually | 7.50% Compounded Annually |
| Projected Salary Increases | .4 to 11.6% | .4 to 11.6% | 5.00% | 5.00% |
| Inflation Rate Included | 4.00% | 4.00% | 3.00% | 3.00% |
| Cost-of-Living Adjustments | 3.00% | 3.00% | 3.00% | 3.00% |

VILLAGE OF HANOVER PARK, ILLINOIS

**Notes to the Financial Statements
April 30, 2007**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS - Continued

Trend Information

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

| | Year | Illinois Municipal Retirement | Sheriff's Law Enforcement Personnel | Police Pension | Firefighters' Pension |
|----------------------------------|------|-------------------------------------|---|-------------------|--------------------------|
| Annual Pension Cost (APC) | 2005 | \$ 511,618 | \$ 13,642 | \$ 673,748 | \$ 240,078 |
| | 2006 | 593,092 | 15,548 | 960,163 | 326,816 |
| | 2007 | 640,492 | 17,788 | (83,194) | 126,187 |
| Actual Contributions | 2005 | 511,618 | 13,642 | 884,932 | 346,769 |
| | 2006 | 593,092 | 15,548 | 1,124,952 | 367,369 |
| | 2007 | 640,492 | 17,788 | 1,188,133 | 371,075 |
| Percentage of APC Contributed | 2005 | 100.00% | 100.00% | 131.34% | 144.44% |
| | 2006 | 100.00% | 100.00% | 117.16% | 112.41% |
| | 2007 | 100.00% | 100.00% | -1428.15% | 294.07% |
| Net Pension Obligation | 2005 | - | - | 950,065 | 360,517 |
| | 2006 | - | - | 1,025,296 | 343,564 |
| | 2007 | - | - | (246,031) | 98,676 |

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Schedule of Funding Progress
 - Illinois Municipal Retirement Fund
 - Sheriff's Law Enforcement Information
 - Police Pension Fund
 - Firefighters' Pension Fund

- Employer Contributions
 - Illinois Municipal Retirement Fund
 - Sheriff's Law Enforcement Fund
 - Police Pension Fund
 - Firefighters' Pension Fund

- Budgetary Comparison Schedule – General Fund

- Budgetary Comparison Schedule – Motor Fuel Tax Fund

VILLAGE OF HANOVER PARK, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information

Schedule of Funding Progress

April 30, 2007

| Actuarial Valuation Date December 31 | (1) Actuarial Value of Plan Assets | (2) Actuarial Accrued Liability (AAL) - Entry Age | (3) Funded Ratio (1) ÷ (2) | (4) Unfunded (Overfunded) Actuarial Accrued Liability (2) - (1) | (5) Annual Covered Payroll | (6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) ÷ (5) |
|---|--|--|-------------------------------------|---|-------------------------------------|---|
| 2001 | \$ 14,940,438 | \$ 13,334,920 | 112.04% | \$ (1,605,518) | \$ 5,204,441 | (30.85)% |
| 2002 | 14,352,417 | 14,342,604 | 100.07% | (9,813) | 5,377,043 | (0.18)% |
| 2003 | 15,043,997 | 16,597,291 | 90.64% | 1,553,294 | 5,807,317 | 26.75% |
| 2004 | 15,330,214 | 17,094,439 | 89.68% | 1,764,225 | 5,690,966 | 31.00% |
| 2005 | 16,813,591 | 18,827,877 | 89.30% | 2,014,286 | 5,854,803 | 34.40% |
| 2006 | 18,236,647 | 19,927,134 | 91.52% | 1,690,487 | 6,146,757 | 27.50% |

VILLAGE OF HANOVER PARK, ILLINOIS

Sheriff's Law Enforcement Personnel

Required Supplementary Information
 Schedule of Funding Progress
 April 30, 2007

| Actuarial Valuation Date December 31 | (1) Actuarial Value of Plan Assets | (2) Actuarial Accrued Liability (AAL) - Entry Age | (3) Funded Ratio (1) ÷ (2) | (4) Unfunded (Overfunded) Actuarial Accrued Liability (2) - (1) | (5) Annual Covered Payroll | (6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) ÷ (5) |
|---|--|--|-------------------------------------|---|-------------------------------------|---|
| 2001 | \$ 59,032 | \$ 34,996 | 168.68% | \$ (24,036) | \$ 90,787 | (26.48)% |
| 2002 | 79,949 | 67,491 | 118.46% | (12,458) | 96,523 | (12.91)% |
| 2003 | 98,293 | 97,028 | 101.30% | (1,265) | 106,805 | (1.18)% |
| 2004 | 121,124 | 122,305 | 99.03% | 1,181 | 107,586 | 1.10% |
| 2005 | 151,419 | 158,021 | 95.82% | 6,602 | 112,419 | 5.87% |
| 2006 | 185,317 | 463,575 | 39.98% | 278,258 | 119,701 | 232.46% |

VILLAGE OF HANOVER PARK, ILLINOIS

Police Pension Fund

**Required Supplementary Information
Schedule of Funding Progress
April 30, 2007**

| Actuarial Valuation Date April 30 | (1) Actuarial Value of Plan Assets | (2) Actuarial Accrued Liability (AAL) - Entry Age | (3) Funded Ratio (1) ÷ (2) | (4) Unfunded (Overfunded) Actuarial Accrued Liability (2) - (1) | (5) Annual Covered Payroll | (6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) ÷ (5) |
|--|--|--|-------------------------------------|---|-------------------------------------|---|
| 2001 | \$ 11,120,968 | \$ 15,542,155 | 71.55% | \$ 4,421,187 | \$ 2,479,364 | 178.32% |
| 2002 | 10,759,150 | 16,048,736 | 67.04% | 5,289,586 | 2,514,966 | 210.32% |
| 2003 | 11,147,739 | 18,644,843 | 59.79% | 7,497,104 | 2,669,442 | 280.85% |
| 2004 | 11,970,812 | 21,294,166 | 56.22% | 9,323,354 | 2,751,780 | 338.81% |
| 2005 | 12,825,986 | 24,600,364 | 52.14% | 11,774,378 | 2,777,082 | 423.98% |
| 2006 | 14,584,155 | 23,843,938 | 61.17% | 9,259,783 | 3,176,997 | 291.46% |

VILLAGE OF HANOVER PARK, ILLINOIS

Firefighters' Pension Fund

**Required Supplementary Information
Schedule of Funding Progress
April 30, 2007**

| Actuarial Valuation Date April 30 | (1) Actuarial Value of Plan Assets | (2) Actuarial Accrued Liability (AAL) - Entry Age | (3) Funded Ratio (1) ÷ (2) | (4) Unfunded (Overfunded) Actuarial Accrued Liability (2) - (1) | (5) Annual Covered Payroll | (6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) ÷ (5) |
|--|--|--|-------------------------------------|---|-------------------------------------|---|
| 2001 | \$ 5,305,561 | \$ 5,850,876 | 90.68% | \$ 545,315 | \$ 1,137,655 | 47.93% |
| 2002 | 5,417,873 | 6,157,023 | 88.00% | 739,150 | 1,144,765 | 64.57% |
| 2003 | 5,542,606 | 7,223,201 | 76.73% | 1,680,595 | 1,251,010 | 134.34% |
| 2004 | 6,038,047 | 8,878,884 | 68.00% | 2,840,837 | 1,421,560 | 199.84% |
| 2005 | 6,504,039 | 9,270,905 | 70.16% | 2,766,866 | 1,667,797 | 165.90% |
| 2006 | 7,295,525 | 10,085,306 | 72.34% | 2,789,781 | 1,808,081 | 154.30% |

VILLAGE OF HANOVER PARK, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information

Employer Contributions

April 30, 2007

| <u>Calendar Year</u> | <u>Employer Contributions</u> | <u>Annual Required Contribution</u> | <u>Percent Contributed</u> |
|--------------------------|-----------------------------------|---|--------------------------------|
| 2001 | \$ 251,895 | \$ 251,895 | 100.00% |
| 2002 | 246,269 | 246,269 | 100.00% |
| 2003 | 315,918 | 315,918 | 100.00% |
| 2004 | 511,618 | 511,618 | 100.00% |
| 2005 | 593,092 | 593,092 | 100.00% |
| 2006 | 640,492 | 640,492 | 100.00% |

VILLAGE OF HANOVER PARK, ILLINOIS

Sheriff's Law Enforcement Personnel

Required Supplementary Information

Employer Contributions

April 30, 2007

| Year Ended April 30 | Employer Contributions | Annual Required Contribution | Percent Contributed |
|------------------------------------|-----------------------------------|---|--------------------------------|
| 2001 | \$ 9,667 | \$ 9,667 | 100.00% |
| 2002 | 10,724 | 10,724 | 100.00% |
| 2003 | 10,317 | 10,317 | 100.00% |
| 2004 | 13,642 | 13,642 | 100.00% |
| 2005 | 15,548 | 15,548 | 100.00% |
| 2006 | 17,788 | 17,788 | 100.00% |

VILLAGE OF HANOVER PARK, ILLINOIS

Police Pension Fund

Required Supplementary Information

Employer Contributions

April 30, 2007

| Year Ended April 30 | Employer Contributions | Annual Required Contribution | Percent Contributed |
|------------------------------------|-----------------------------------|---|--------------------------------|
| 2002 | \$ 426,100 | \$ 426,073 | 100.01% |
| 2003 | 516,701 | 516,612 | 100.02% |
| 2004 | 483,420 | 483,420 | 100.00% |
| 2005 | 884,932 | 664,932 | 133.09% |
| 2006 | 1,124,952 | 952,015 | 118.17% |
| 2007 | 1,188,133 | 1,150,862 | 103.24% |

VILLAGE OF HANOVER PARK, ILLINOIS

Firefighters' Pension Fund

Required Supplementary Information

Employer Contributions

April 30, 2007

| Year Ended April 30 | Employer Contributions | Annual Required Contribution | Percent Contributed |
|------------------------------------|-----------------------------------|---|--------------------------------|
| 2002 | \$ 63,713 | \$ 102,097 | 62.40% |
| 2003 | 149,500 | 149,484 | 100.01% |
| 2004 | 164,761 | 164,761 | 100.00% |
| 2005 | 346,769 | 236,769 | 146.46% |
| 2006 | 367,369 | 326,724 | 112.44% |
| 2007 | 371,075 | 371,075 | 100.00% |

VILLAGE OF HANOVER PARK, ILLINOIS

General Fund

Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2007

| | Budget | | Actual |
|--|---------------------|-----------------------|---------------------|
| | Original | Final | |
| Revenues | | | |
| Taxes | \$ 13,533,917 | \$ 13,533,917 | \$ 13,570,585 |
| Licenses and Permits | 771,210 | 771,210 | 871,302 |
| Intergovernmental | 3,411,725 | 3,411,725 | 3,907,484 |
| Charges for Services | 1,442,073 | 1,442,073 | 1,385,294 |
| Fines and Forfeits | 564,210 | 564,210 | 608,308 |
| Interest | 197,992 | 197,992 | 505,926 |
| Miscellaneous | 461,395 | 461,395 | 556,938 |
| Total Revenues | <u>20,382,522</u> | <u>20,382,522</u> | <u>21,405,837</u> |
| Expenditures | | | |
| General Government | 3,381,453 | 3,203,118 | 2,854,656 |
| Public Works | 2,815,977 | 2,815,977 | 2,769,315 |
| Public Safety | 12,951,324 | 13,129,659 | 13,202,008 |
| Community Development | 893,084 | 893,084 | 879,782 |
| Debt Service | | | |
| Principal Retirement | 45,372 | 45,372 | 59,137 |
| Interest and Fiscal Charges | - | - | 1,019 |
| Total Expenditures | <u>20,087,210</u> | <u>20,087,210</u> | <u>19,765,917</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>295,312</u> | <u>295,312</u> | <u>1,639,920</u> |
| Other Financing Sources (Uses) | | | |
| Transfers In | 66,503 | 66,503 | 10,409 |
| Transfers Out | (1,347,354) | (1,447,354) | (743,068) |
| | <u>(1,280,851)</u> | <u>(1,380,851)</u> | <u>(732,659)</u> |
| Net Change in Fund Balance | <u>\$ (985,539)</u> | <u>\$ (1,085,539)</u> | 907,261 |
| Fund Balance - Beginning | | | <u>8,935,956</u> |
| Fund Balance - Ending | | | <u>\$ 9,843,217</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

Motor Fuel Tax - Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2007

| | Budget | | Actual |
|-----------------------------------|---------------------|---------------------|---------------------|
| | Original | Final | |
| Revenues | | | |
| Intergovernmental Allotments | \$ 1,090,900 | \$ 1,090,900 | \$ 1,135,187 |
| Interest | 100,000 | 100,000 | 164,228 |
| Miscellaneous | 2,040 | 2,040 | 19,675 |
| Total Revenues | <u>1,192,940</u> | <u>1,192,940</u> | <u>1,319,090</u> |
| Expenditures | | | |
| Highways and Streets | | | |
| Salaries | 111,257 | 111,257 | 99,547 |
| State Retirement | 11,593 | 11,593 | 10,286 |
| Social Security | 8,511 | 8,511 | 7,564 |
| Employee Insurance | 25,532 | 25,532 | 23,037 |
| Materials and Supplies | 91,250 | 91,250 | 91,102 |
| Street Lighting | 52,240 | 52,240 | 50,417 |
| Repairs - Streets and Bridges | 202,000 | 202,000 | 232,941 |
| Maintenance Agreements | 24,900 | 24,900 | 26,310 |
| Repairs - Other Equipment | 4,000 | 4,000 | 1,987 |
| Improvements Other Than Buildings | 1,447,435 | 1,447,435 | 978,426 |
| Total Expenditures | <u>1,978,718</u> | <u>1,978,718</u> | <u>1,521,617</u> |
| Net Change in Fund Balance | <u>\$ (785,778)</u> | <u>\$ (785,778)</u> | (202,527) |
| Fund Balance - Beginning | | | <u>3,475,593</u> |
| Fund Balance - Ending | | | <u>\$ 3,273,066</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

Notes to the Required Supplementary Information April 30, 2007

BUDGETARY INFORMATION

All departments of the Village submit requests for appropriations to the Village Manager in January of each year so that a budget may be prepared. The budget is prepared by fund, and includes information on the past year, current year estimates and requested appropriations for the next fiscal year, covering a period from May 1st to April 30th.

The proposed budget is presented to the governing body for review. The governing body holds public hearings and may adjust appropriations. The final budget must be approved by April 30.

Management is authorized to transfer budgeted amounts within any fund without the approval of the governing body. The budget may be amended by the governing body. Expenditures may not legally exceed budgeted appropriations at the fund level. During the year, several supplemental appropriations were necessary.

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual appropriated budgets are adopted for the General, Special Revenue, Debt Service, Capital Projects, Enterprise, Internal Service (Central Equipment), and Pension Trust Funds. Budgetary comparisons are reflected in the Village's financial report for all governmental funds.

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

These financial statements and schedules are not required by the Governmental Accounting Standards Board (GASB), nor a part of the basic financial statements, but are presented for the purpose of additional analysis.

GOVERNMENTAL FUNDS

General Fund

The General Fund is a major governmental fund used to account for resources traditionally associated with the Village's operations that are not required legally or by sound financial management to be accounted for in another fund.

VILLAGE OF HANOVER PARK, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual
Year Ended April 30, 2007

| | Budget | | Actual |
|--|-------------------|-------------------|-------------------|
| | Original | Final | |
| Taxes | | | |
| Property - General | \$ 7,452,117 | \$ 7,452,117 | \$ 7,101,214 |
| Municipal Sales | 2,173,800 | 2,173,800 | 2,363,868 |
| Home Rule Sales Tax | 835,300 | 835,300 | 908,132 |
| Municipal Utility - Simplified Telephone | 1,152,300 | 1,152,300 | 1,242,356 |
| Municipal Utility - Natural Gas | 198,300 | 198,300 | 204,988 |
| Municipal Utility - Electric | 446,000 | 446,000 | 425,355 |
| Prepared Food Tax | 1,035,400 | 1,035,400 | 1,083,296 |
| Hotel/Motel Tax | 39,700 | 39,700 | 40,376 |
| Real Estate Transfer Tax | 201,000 | 201,000 | 201,000 |
| | <u>13,533,917</u> | <u>13,533,917</u> | <u>13,570,585</u> |
| Licenses and Permits | | | |
| Licenses | | | |
| Business | 87,000 | 87,000 | 88,952 |
| Liquor | 48,000 | 48,000 | 46,057 |
| Contractor | 40,000 | 40,000 | 41,690 |
| Vendor/Solicitor | 450 | 450 | 325 |
| Animal | 1,850 | 1,850 | 1,725 |
| Permits | | | |
| Building - DuPage | 103,800 | 103,800 | 197,390 |
| Building - Cook | 94,800 | 94,800 | 89,374 |
| Sign | 4,000 | 4,000 | 5,371 |
| Fees | | | |
| Penalties on Licenses | 11,000 | 11,000 | 10,029 |
| Multi-Family | 45,500 | 45,500 | 44,975 |
| Cable Franchise Fees | 231,720 | 231,720 | 242,312 |
| Solid Waste Franchise Fees | 103,090 | 103,090 | 103,102 |
| | <u>771,210</u> | <u>771,210</u> | <u>871,302</u> |
| Intergovernmental | | | |
| Personal Property Replacement Taxes | 86,310 | 86,310 | 87,475 |
| State Income Taxes | 2,891,610 | 2,891,610 | 3,226,202 |
| Local Use Taxes | 421,680 | 421,680 | 500,474 |
| IDOT Highway Safety Grant | - | - | 4,700 |

VILLAGE OF HANOVER PARK, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual - Continued
Year Ended April 30, 2007

| | Budget | | Actual |
|--------------------------------------|------------------|------------------|------------------|
| | Original | Final | |
| Intergovernmental - Continued | | | |
| Federal Safer Grant | \$ - | \$ - | \$ 75,538 |
| IL EMA Disaster Grant | 5,000 | 5,000 | 4,276 |
| FEMA Grant | - | - | 3,885 |
| OJP Bullet Proof Vest Grant | 7,125 | 7,125 | 4,934 |
| | <u>3,411,725</u> | <u>3,411,725</u> | <u>3,907,484</u> |
| Charges for Services | | | |
| Printed Materials | 8,200 | 8,200 | 7,184 |
| Ambulance Fees | 320,000 | 320,000 | 291,863 |
| Vehicle Maintenance Fees | 166,873 | 166,873 | 166,873 |
| Plan Review - Engineering | 2,000 | 2,000 | - |
| Traffic Study Reimbursements | 1,000 | 1,000 | - |
| Volume Cap Fees | - | - | 17,626 |
| Plan Review - Community Development | 25,000 | 25,000 | 40,251 |
| Building Reinspection Fees | 9,600 | 9,600 | 7,647 |
| Vehicle Impoundment Fees | 800,000 | 800,000 | 816,000 |
| Impact Fees | 107,900 | 107,900 | 36,400 |
| CPR Fees | 1,500 | 1,500 | 1,450 |
| | <u>1,442,073</u> | <u>1,442,073</u> | <u>1,385,294</u> |
| Fines and Forfeitures | | | |
| Traffic Fines - DuPage | 37,000 | 37,000 | 36,616 |
| Traffic Fines - Cook | 185,000 | 185,000 | 204,702 |
| Ordinance Violations | 300,000 | 300,000 | 344,900 |
| Warning Tickets | 2,500 | 2,500 | 3,020 |
| DUI Fines | 17,710 | 17,710 | 5,470 |
| False Alarm Fines | 22,000 | 22,000 | 13,600 |
| | <u>564,210</u> | <u>564,210</u> | <u>608,308</u> |
| Interest | 197,992 | 197,992 | 505,926 |
| Miscellaneous | | | |
| Reimbursement - ILEOT Boards | - | - | 8,956 |
| Reimbursement - Property Damage | 2,000 | 2,000 | 9,341 |
| Reimbursement - Police Programs | 500 | 500 | 1,640 |
| Reimbursement - Fire Services | 10,000 | 10,000 | 10,087 |
| Reimbursement - DuPage County | 15,000 | 15,000 | 14,959 |

VILLAGE OF HANOVER PARK, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual - Continued
Year Ended April 30, 2007

| | Budget | | Actual |
|--------------------------------------|--------------------------|--------------------------|--------------------------|
| | Original | Final | |
| Miscellaneous - Continued | | | |
| Reimbursement - Miscellaneous | \$ 50,000 | \$ 50,000 | \$ 31,971 |
| Rental Income | 180,195 | 180,195 | 210,305 |
| Hazardous Materials | 10,000 | 10,000 | 27,275 |
| Drug Forfeiture Revenue | 10,000 | 10,000 | 12,702 |
| Fire District Transfer | 89,200 | 89,200 | 88,877 |
| Corporate Partnership Program | 14,500 | 14,500 | 13,900 |
| Proceeds from Sale of Capital Assets | 25,000 | 25,000 | 20,710 |
| Miscellaneous | 55,000 | 55,000 | 106,215 |
| | <u>461,395</u> | <u>461,395</u> | <u>556,938</u> |
| Total Revenues | <u>\$ 20,382,522</u> | <u>\$ 20,382,522</u> | <u>\$ 21,405,837</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual
Year Ended April 30, 2007**

| | Budget | | Actual |
|-----------------------------------|------------------|------------------|------------------|
| | Original | Final | |
| General Government | | | |
| President and Board of Trustees | \$ 89,557 | \$ 89,557 | \$ 78,140 |
| Village Clerk | 93,723 | 93,723 | 89,373 |
| Historical Commission | 790 | 790 | - |
| Sister City Committee | 2,180 | 2,180 | 1,337 |
| Citizens Corp Council Committee | 1,400 | 1,400 | 98 |
| Development Commission | 2,033 | 2,033 | 753 |
| Economic Development Committee | 9,700 | 9,700 | 6,168 |
| Village Manager | 686,419 | 686,419 | 478,936 |
| Legal Department | 198,688 | 198,688 | 199,496 |
| Engineering Department | 308,377 | 308,377 | 317,052 |
| Human Resources Department | 347,877 | 347,877 | 358,147 |
| Public Information | 95,108 | 95,108 | 80,279 |
| Special Events | 12,200 | 12,200 | 6,496 |
| Finance Department Administration | 233,427 | 233,427 | 224,945 |
| Collections | 164,004 | 164,004 | 172,257 |
| General Accounting | 154,259 | 154,259 | 150,737 |
| Information Technology | 251,110 | 251,110 | 251,779 |
| General Administrative Services | 730,601 | 552,266 | 438,663 |
| Total General Government | 3,381,453 | 3,203,118 | 2,854,656 |
| Public Works | | | |
| Administration | 150,827 | 150,827 | 150,208 |
| Streets | 1,096,103 | 1,096,103 | 1,016,833 |
| Forestry | 511,686 | 511,686 | 549,862 |
| Public Buildings | 383,812 | 383,812 | 363,618 |
| Fleet Services | 673,549 | 673,549 | 688,794 |
| Total Public Works | 2,815,977 | 2,815,977 | 2,769,315 |
| Public Safety | | | |
| Fire Department | 4,095,959 | 4,122,872 | 4,179,733 |

VILLAGE OF HANOVER PARK, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued
Year Ended April 30, 2007

| | Budget | | Actual |
|-------------------------------------|----------------------|----------------------|----------------------|
| | Original | Final | |
| Public Safety - Continued | | | |
| Police Department | | | |
| Administration | \$ 714,570 | \$ 714,570 | \$ 738,927 |
| Patrol Division | 5,072,843 | 5,190,560 | 5,227,728 |
| Investigations | 1,127,905 | 1,157,381 | 1,158,818 |
| Community Services | 205,129 | 209,358 | 213,714 |
| Staff Services | 1,229,954 | 1,229,954 | 1,214,732 |
| Emergency Services | 35,912 | 35,912 | 23,438 |
| Community Policing/Code Enforcement | 469,052 | 469,052 | 444,918 |
| | <u>8,855,365</u> | <u>9,006,787</u> | <u>9,022,275</u> |
| Total Public Safety | <u>12,951,324</u> | <u>13,129,659</u> | <u>13,202,008</u> |
| Community Development | | | |
| Economic Development | 227,216 | 227,216 | 209,040 |
| Inspection Services | 665,868 | 665,868 | 670,742 |
| | <u>893,084</u> | <u>893,084</u> | <u>879,782</u> |
| Total Community Development | <u>893,084</u> | <u>893,084</u> | <u>879,782</u> |
| Debt Service | | | |
| Principal Retirement | 45,372 | 45,372 | 59,137 |
| Interest and Fiscal Charges | - | - | 1,019 |
| | <u>45,372</u> | <u>45,372</u> | <u>60,156</u> |
| Total Debt Service | <u>45,372</u> | <u>45,372</u> | <u>60,156</u> |
| Total Expenditures | <u>\$ 20,087,210</u> | <u>\$ 20,087,210</u> | <u>\$ 19,765,917</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual
Year Ended April 30, 2007

| | Budget | | Actual |
|--|---------------|---------------|---------------|
| | Original | Final | |
| General Government | | | |
| Boards and Commissions | | | |
| President and Board of Trustees | | | |
| Salaries - Part-Time | \$ 20,400 | \$ 20,400 | \$ 18,000 |
| State Retirement | 625 | 625 | - |
| Social Security | 1,561 | 1,561 | 1,377 |
| Office Supplies | 900 | 900 | 793 |
| Memberships and Subscriptions | 46,220 | 46,220 | 41,093 |
| Materials and Supplies | 200 | 200 | 156 |
| Miscellaneous | 50 | 50 | - |
| Postage | 50 | 50 | 203 |
| Consulting Services | 1,200 | 1,200 | 630 |
| Legal Services | 7,425 | 7,425 | 10,882 |
| Schools, Conventions and Meetings | 7,971 | 7,971 | 4,836 |
| Transportation | 2,855 | 2,855 | 170 |
| Special Events | 100 | 100 | - |
| | <u>89,557</u> | <u>89,557</u> | <u>78,140</u> |
| Village Clerk | | | |
| Salaries - Regular | 59,062 | 59,062 | 59,037 |
| State Retirement | 6,154 | 6,154 | 5,622 |
| Social Security | 4,518 | 4,518 | 4,135 |
| Employee Insurance | 5,124 | 5,124 | 5,024 |
| Office Supplies | 375 | 375 | 347 |
| Memberships and Subscriptions | 315 | 315 | 284 |
| Postage | 800 | 800 | 528 |
| Maintenance Agreements | 875 | 875 | 830 |
| Legal Service | 2,000 | 2,000 | 415 |
| Legal Publications | 7,500 | 7,500 | 7,836 |
| Binding and Printing | 6,000 | 6,000 | 4,730 |
| Schools, Conventions and Meetings | 835 | 835 | 585 |
| Transportation | 165 | 165 | - |
| | <u>93,723</u> | <u>93,723</u> | <u>89,373</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2007

| | Budget | | Actual |
|------------------------------------|--------------|--------------|--------------|
| | Original | Final | |
| General Government - Continued | | | |
| Boards and Commissions - Continued | | | |
| Historical Commission | | | |
| Office Supplies | \$ 500 | \$ 500 | \$ - |
| Memberships and Subscriptions | 70 | 70 | - |
| Postage | 100 | 100 | - |
| Schools, Conventions and Meetings | 100 | 100 | - |
| Transportation | 20 | 20 | - |
| | <u>790</u> | <u>790</u> | <u>-</u> |
| Sister City Committee | | | |
| Office Supplies | 75 | 75 | - |
| Memberships and Subscriptions | 585 | 585 | 515 |
| Postage | 50 | 50 | 46 |
| Schools, Conventions and Meetings | 1,120 | 1,120 | 780 |
| Special Events | 350 | 350 | (4) |
| | <u>2,180</u> | <u>2,180</u> | <u>1,337</u> |
| Citizens Corp Council | | | |
| Office Supplies | 200 | 200 | - |
| Memberships and Subscriptions | 200 | 200 | - |
| Books, Publications, and Maps | 50 | 50 | - |
| Materials and Supplies | 250 | 250 | - |
| Small Tools | 100 | 100 | - |
| Postage | 200 | 200 | - |
| Schools, Conventions and Meetings | 400 | 400 | 98 |
| | <u>1,400</u> | <u>1,400</u> | <u>98</u> |
| Development Commission | | | |
| Overtime Compensation | 750 | 750 | 222 |
| State Retirement | 76 | 76 | 22 |
| Social Security | 47 | 47 | 17 |
| Office Supplies | 150 | 150 | 82 |
| Memberships and Subscriptions | 260 | 260 | 157 |

VILLAGE OF HANOVER PARK, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2007

| | Budget | | Actual |
|------------------------------------|----------------|----------------|----------------|
| | Original | Final | |
| General Government - Continued | | | |
| Boards and Commissions - Continued | | | |
| Development Commission - Continued | | | |
| Books, Publications and Maps | \$ 225 | \$ 225 | \$ - |
| Miscellaneous | 50 | 50 | - |
| Postage | 100 | 100 | 253 |
| Schools, Conventions and Meetings | 375 | 375 | - |
| | <u>2,033</u> | <u>2,033</u> | <u>753</u> |
| Economic Development Committee | | | |
| Office Supplies | 250 | 250 | 60 |
| Miscellaneous | 50 | 50 | - |
| Postage | 1,200 | 1,200 | 625 |
| Schools, Conventions and Meetings | 100 | 100 | - |
| Special Events | 8,100 | 8,100 | 5,483 |
| | <u>9,700</u> | <u>9,700</u> | <u>6,168</u> |
| Total Boards and Commissions | <u>199,383</u> | <u>199,383</u> | <u>175,869</u> |
| Administrative Services | | | |
| Village Manager | | | |
| Salaries - Regular | 297,347 | 297,347 | 294,672 |
| Overtime Compensation | 50 | 50 | - |
| State Retirement | 30,989 | 30,989 | 31,469 |
| Social Security | 21,046 | 21,046 | 18,927 |
| Employee Insurance | 65,934 | 65,934 | 45,447 |
| Office Supplies | 850 | 850 | 1,711 |
| Memberships and Subscriptions | 3,495 | 3,495 | 3,965 |
| Books, Publications and Maps | 50 | 50 | 96 |
| Gasoline and Lube | 700 | 700 | 673 |
| Materials and Supplies | 100 | 100 | 92 |
| Miscellaneous | 100 | 100 | 5 |
| Postage | 350 | 350 | 356 |
| Repairs - Office Equipment | 50 | 50 | - |
| Maintenance Agreements | 275 | 275 | 438 |
| Vehicle Maintenance | 3,493 | 3,493 | 3,493 |

VILLAGE OF HANOVER PARK, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2007

| | Budget | | Actual |
|-------------------------------------|----------------|----------------|----------------|
| | Original | Final | |
| General Government - Continued | | | |
| Administrative Services - Continued | | | |
| Village Manager - Continued | | | |
| Consulting Services | \$ 176,000 | \$ 176,000 | \$ 19,000 |
| Legal Services | 81,000 | 81,000 | 55,582 |
| Schools, Conventions and Meetings | 4,025 | 4,025 | 2,582 |
| Transportation | 540 | 540 | 428 |
| Miscellaneous | 25 | 25 | - |
| | <u>686,419</u> | <u>686,419</u> | <u>478,936</u> |
| Legal Department | | | |
| Salaries - Regular | 131,964 | 131,964 | 143,333 |
| State Retirement | 13,751 | 13,751 | 14,488 |
| Social Security | 9,361 | 9,361 | 8,719 |
| Employee Insurance | 29,730 | 29,730 | 20,557 |
| Office Supplies | 270 | 270 | 126 |
| Memberships and Subscriptions | 1,398 | 1,398 | 1,289 |
| Books, Publications and Maps | 8,154 | 8,154 | 6,830 |
| Miscellaneous | 50 | 50 | 75 |
| Postage | 200 | 200 | 160 |
| Maintenance Agreements | 245 | 245 | 225 |
| Consulting Services | 100 | 100 | - |
| Schools, Conventions and Meetings | 2,900 | 2,900 | 3,001 |
| Transportation | 565 | 565 | 693 |
| | <u>198,688</u> | <u>198,688</u> | <u>199,496</u> |
| Engineering Department | | | |
| Salaries - Regular | 199,015 | 199,015 | 208,110 |
| Overtime Compensation | 3,500 | 3,500 | 5,857 |
| State Retirement | 21,204 | 21,204 | 21,422 |
| Social Security | 15,567 | 15,567 | 15,112 |
| Employee Insurance | 43,212 | 43,212 | 41,765 |
| Office Supplies | 1,500 | 1,500 | 1,596 |
| Membership and Subscriptions | 474 | 474 | 435 |
| Books, Publications and Maps | 175 | 175 | 144 |
| Gasoline and Lube | 4,900 | 4,900 | 5,313 |
| Materials and Supplies | 700 | 700 | 778 |

VILLAGE OF HANOVER PARK, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2007**

| | Budget | | Actual |
|-------------------------------------|----------------|----------------|----------------|
| | Original | Final | |
| General Government - Continued | | | |
| Administrative Services - Continued | | | |
| Engineering Department - Continued | | | |
| Uniforms | \$ 200 | \$ 200 | \$ 194 |
| Safety and Protective Equipment | 230 | 230 | 245 |
| Small Tools | 100 | 100 | 58 |
| Miscellaneous | 50 | 50 | 50 |
| Postage | 250 | 250 | 535 |
| Repairs - Office Equipment | 100 | 100 | - |
| Repairs - Communication Equipment | 25 | 25 | - |
| Maintenance Agreements | 2,247 | 2,247 | 2,441 |
| Vehicle Maintenance | 8,838 | 8,838 | 8,838 |
| Consulting Services | 2,430 | 2,430 | 2,716 |
| Engineering Services | 1,000 | 1,000 | - |
| Schools, Conventions and Meetings | 2,510 | 2,510 | 1,371 |
| Transportation | 150 | 150 | 72 |
| | <u>308,377</u> | <u>308,377</u> | <u>317,052</u> |
| Human Resources Department | | | |
| Salaries - Regular | 168,309 | 168,309 | 177,604 |
| Salaries - Part Time | 4,000 | 4,000 | 5,136 |
| Overtime Compensation | 2,000 | 2,000 | 2,361 |
| State Retirement | 17,747 | 17,747 | 19,039 |
| Social Security | 13,335 | 13,335 | 13,896 |
| Employee Insurance | 23,804 | 23,804 | 21,052 |
| Office Supplies | 1,700 | 1,700 | 2,613 |
| Memberships and Subscriptions | 1,465 | 1,465 | 1,628 |
| Books, Publications and Maps | 300 | 300 | 737 |
| Materials and Supplies | 2,850 | 2,850 | 2,036 |
| Employee Recognition | 32,526 | 32,526 | 28,359 |
| Postage | 1,900 | 1,900 | 1,516 |
| Repairs - Office Equipment | 150 | 150 | 180 |
| Maintenance Agreements | 7,738 | 7,738 | 7,528 |
| Equipment Rentals | 5,760 | 5,760 | 4,714 |
| Consulting Services | 11,758 | 11,758 | 13,288 |
| Legal Services | 15,000 | 15,000 | 20,903 |
| Medical Examinations | 13,125 | 13,125 | 11,290 |

VILLAGE OF HANOVER PARK, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
 Year Ended April 30, 2007

| | Budget | | Actual |
|--|------------------|------------------|------------------|
| | Original | Final | |
| General Government - Continued | | | |
| Administrative Services - Continued | | | |
| Human Resources Department - Continued | | | |
| Legal Publications | \$ 8,500 | \$ 8,500 | \$ 10,534 |
| Binding and Printing | - | - | 37 |
| Schools, Conventions and Meetings | 15,210 | 15,210 | 13,203 |
| Transportation | 700 | 700 | 493 |
| | <u>347,877</u> | <u>347,877</u> | <u>358,147</u> |
| Public Information | | | |
| Salaries - Regular | 22,657 | 22,657 | 23,598 |
| State Retirement | 2,361 | 2,361 | 2,524 |
| Social Security | 1,733 | 1,733 | 1,856 |
| Employee Insurance | 3,078 | 3,078 | 2,629 |
| Office Supplies | 100 | 100 | 59 |
| Memberships and Subscriptions | 275 | 275 | 244 |
| Materials and Supplies | 900 | 900 | 509 |
| Photo Supplies | 1,528 | 1,528 | 1,620 |
| Postage | 11,286 | 11,286 | 10,136 |
| Maintenance Agreements | 6,210 | 6,210 | 5,443 |
| Consulting Services | 11,800 | 11,800 | 8,339 |
| Binding and Printing | 32,900 | 32,900 | 23,316 |
| Schools, Conventions and Meetings | 250 | 250 | - |
| Transportation | 30 | 30 | - |
| Special Events | - | - | 6 |
| | <u>95,108</u> | <u>95,108</u> | <u>80,279</u> |
| Special Events | | | |
| Special Events | 12,200 | 12,200 | 6,496 |
| | <u>1,648,669</u> | <u>1,648,669</u> | <u>1,440,406</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2007

| | Budget | | Actual |
|-----------------------------------|----------------|----------------|----------------|
| | Original | Final | |
| General Government - Continued | | | |
| Finance Department | | | |
| Administration | | | |
| Salaries - Regular | \$ 152,874 | \$ 152,874 | \$ 144,457 |
| Salaries - Part-Time | 360 | 360 | 1,601 |
| Overtime Compensation | 200 | 200 | - |
| State Retirement | 15,988 | 15,988 | 15,768 |
| Social Security | 11,739 | 11,739 | 10,494 |
| Employee Insurance | 18,902 | 18,902 | 16,564 |
| Office Supplies | 475 | 475 | 716 |
| Memberships and Subscriptions | 1,905 | 1,905 | 1,248 |
| Books, Publications and Maps | 150 | 150 | 242 |
| Miscellaneous Commodities | 25 | 25 | - |
| Repairs - Office Equipment | 100 | 100 | - |
| Maintenance Agreements | 65 | 65 | 65 |
| Consulting Services | 21,055 | 21,055 | 24,120 |
| Schools, Conventions and Meetings | 4,314 | 4,314 | 4,302 |
| Transportation | 1,025 | 1,025 | 1,074 |
| Miscellaneous | 4,250 | 4,250 | 4,294 |
| | <u>233,427</u> | <u>233,427</u> | <u>224,945</u> |
| Collections | | | |
| Salaries - Regular | 93,094 | 93,094 | 98,303 |
| Salaries - Part-Time | 20,617 | 20,617 | 20,185 |
| State Retirement | 11,879 | 11,879 | 12,817 |
| Social Security | 8,699 | 8,699 | 9,429 |
| Employee Insurance | 10,440 | 10,440 | 15,017 |
| Office Supplies | 13,250 | 13,250 | 10,951 |
| Postage | 4,995 | 4,995 | 5,179 |
| Maintenance Agreements | 325 | 325 | 306 |
| Schools, Conventions and Meetings | 640 | 640 | 50 |
| Transportation | 65 | 65 | 20 |
| | <u>164,004</u> | <u>164,004</u> | <u>172,257</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2007

| | Budget | | Actual |
|-----------------------------------|----------------|----------------|----------------|
| | Original | Final | |
| General Government - Continued | | | |
| Finance Department - Continued | | | |
| General Accounting | | | |
| Salaries - Regular | \$ 88,664 | \$ 88,664 | \$ 90,124 |
| Overtime Compensation | 1,000 | 1,000 | 150 |
| State Retirement | 9,344 | 9,344 | 9,511 |
| Social Security | 6,860 | 6,860 | 6,995 |
| Employee Insurance | 13,132 | 13,132 | 12,508 |
| Office Supplies | 775 | 775 | 596 |
| Memberships and Subscriptions | 180 | 180 | 180 |
| Books, Publications and Maps | 100 | 100 | 201 |
| Miscellaneous Commodities | 25 | 25 | - |
| Postage | 3,010 | 3,010 | 2,648 |
| Repairs - Office Equipment | 100 | 100 | - |
| Maintenance Agreements | 920 | 920 | 973 |
| Equipment Rentals | 600 | 600 | 600 |
| Consulting Services | 1,400 | 1,400 | - |
| Auditing Services | 18,616 | 18,616 | 17,631 |
| Binding and Printing | 3,483 | 3,483 | 2,043 |
| Schools, Conventions and Meetings | 525 | 525 | 385 |
| Transportation | 105 | 105 | 60 |
| Collection Service Fee | 300 | 300 | - |
| Miscellaneous | 5,120 | 5,120 | 6,132 |
| | <u>154,259</u> | <u>154,259</u> | <u>150,737</u> |
| Information Technology | | | |
| Salaries - Regular | 90,637 | 90,637 | 92,391 |
| Overtime Compensation | 4,000 | 4,000 | 5,599 |
| State Retirement | 9,863 | 9,863 | 10,004 |
| Social Security | 7,240 | 7,240 | 7,252 |
| Employee Insurance | 14,082 | 14,082 | 13,002 |
| Office Supplies | 42,000 | 42,000 | 39,523 |
| Memberships and Subscriptions | 1,145 | 1,145 | 1,093 |
| Books, Publications and Maps | 250 | 250 | - |
| Materials | 7,000 | 7,000 | 5,243 |
| Small Tools | 3,800 | 3,800 | 3,368 |

VILLAGE OF HANOVER PARK, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2007

| | Budget | | Actual |
|------------------------------------|------------------|------------------|------------------|
| | Original | Final | |
| General Government - Continued | | | |
| Finance Department - Continued | | | |
| Information Technology - Continued | | | |
| Repairs - Office Equipment | \$ 400 | \$ 400 | \$ 202 |
| Maintenance Agreements | 53,468 | 53,468 | 58,816 |
| Consulting Services | 12,000 | 12,000 | 12,777 |
| Schools, Conventions and Meetings | 5,000 | 5,000 | 2,209 |
| Miscellaneous | 225 | 225 | 300 |
| | <u>251,110</u> | <u>251,110</u> | <u>251,779</u> |
| General Administrative Services | | | |
| Salaries - Regular | 141,587 | - | - |
| Salaries - Part-Time | 25,000 | - | - |
| Performance Bonus | 28,400 | 28,400 | 17,261 |
| Social Security | 11,748 | - | - |
| Special Pension | 38,104 | 38,104 | 44,345 |
| Unemployment Compensation | 22,915 | 22,915 | 29,822 |
| Telephone | 43,345 | 43,345 | 32,189 |
| Liability Insurance | 378,502 | 378,502 | 291,334 |
| Equipment Rentals | 19,000 | 19,000 | 16,377 |
| Shelter, Inc. | 3,000 | 3,000 | 3,000 |
| Kasper Program | 5,000 | 5,000 | - |
| Park District - Youth Programs | 2,500 | 2,500 | 2,500 |
| W.A.Y.S. | 1,500 | 1,500 | 1,500 |
| Contingency | 10,000 | 10,000 | 335 |
| | <u>730,601</u> | <u>552,266</u> | <u>438,663</u> |
| Total Finance Department | <u>1,533,401</u> | <u>1,355,066</u> | <u>1,238,381</u> |
| Total General Government | <u>3,381,453</u> | <u>3,203,118</u> | <u>2,854,656</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2007

| | Budget | | Actual |
|-----------------------------------|----------------|----------------|----------------|
| | Original | Final | |
| Public Works Department | | | |
| Public Works | | | |
| Administration | | | |
| Salaries - Regular | \$ 99,972 | \$ 99,972 | \$ 103,532 |
| Overtime Compensation | 200 | 200 | - |
| State Retirement | 10,438 | 10,438 | 10,350 |
| Social Security | 7,651 | 7,651 | 7,123 |
| Employee Insurance | 20,052 | 20,052 | 19,330 |
| Office Supplies | 1,555 | 1,555 | 3,057 |
| Memberships and Subscriptions | 401 | 401 | 342 |
| Books, Publications and Maps | 100 | 100 | - |
| Gasoline and Lube | 200 | 200 | (10) |
| Postage | 450 | 450 | 231 |
| Repairs - Office Equipment | 50 | 50 | - |
| Repairs - Communication Equipment | 50 | 50 | - |
| Maintenance Agreements | 2,050 | 2,050 | 972 |
| Equipment Rentals | 2,628 | 2,628 | 2,077 |
| Schools, Conventions and Meetings | 3,580 | 3,580 | 2,066 |
| Transportation | 450 | 450 | 138 |
| IEPA Discharge Fee | 1,000 | 1,000 | 1,000 |
| | <u>150,827</u> | <u>150,827</u> | <u>150,208</u> |
| Streets | | | |
| Salaries - Regular | 409,916 | 409,916 | 409,673 |
| Salaries - Part-Time | 7,488 | 7,488 | 13,933 |
| Overtime Compensation | 28,500 | 28,500 | 46,470 |
| On Call Premium Pay | 2,560 | 2,560 | 2,736 |
| State Retirement | 45,600 | 45,600 | 46,491 |
| Social Security | 34,494 | 34,494 | 35,260 |
| Employee Insurance | 99,458 | 99,458 | 95,151 |
| Office Supplies | 100 | 100 | 70 |
| Memberships and Subscriptions | 101 | 101 | 107 |
| Books, Publications and Maps | 100 | 100 | - |
| Gasoline and Lube | 25,275 | 25,275 | 29,699 |
| Materials and Supplies | 90,920 | 90,920 | 88,881 |
| Uniforms | 4,000 | 4,000 | 2,993 |

VILLAGE OF HANOVER PARK, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
 Year Ended April 30, 2007

| | Budget | | Actual |
|-------------------------------------|------------------|------------------|------------------|
| | Original | Final | |
| Public Works Department - Continued | | | |
| Public Works - Continued | | | |
| Streets - Continued | | | |
| Safety and Protective Equipment | \$ 3,525 | \$ 3,525 | \$ 3,468 |
| Small Tools | 1,675 | 1,675 | 2,347 |
| Miscellaneous | 75 | 75 | 147 |
| Repairs - Communication Equipment | 75 | 75 | - |
| Repairs - Streets and Bridges | 205,300 | 205,300 | 102,765 |
| Repairs - Other Equipment | 400 | 400 | - |
| Equipment Rental | 150 | 150 | - |
| Vehicle Maintenance | 133,451 | 133,451 | 133,451 |
| Schools, Conventions and Meetings | 2,590 | 2,590 | 2,844 |
| Transportation | 350 | 350 | 347 |
| | <u>1,096,103</u> | <u>1,096,103</u> | <u>1,016,833</u> |
| Forestry | | | |
| Salaries - Regular | 164,030 | 164,030 | 166,122 |
| Salaries - Part-Time | 17,223 | 17,223 | 15,602 |
| Overtime Compensation | 4,500 | 4,500 | 5,808 |
| On Call Premium Pay | 350 | 350 | 235 |
| State Retirement | 17,561 | 17,561 | 17,663 |
| Social Security | 14,145 | 14,145 | 14,183 |
| Employee Insurance | 38,890 | 38,890 | 35,478 |
| Office Supplies | 100 | 100 | 186 |
| Memberships and Subscriptions | 150 | 150 | 150 |
| Books, Publications and Maps | 75 | 75 | - |
| Gasoline and Lube | 7,270 | 7,270 | 7,434 |
| Materials and Supplies | 5,160 | 5,160 | 3,563 |
| Parts and Accessories | 4,725 | 4,725 | 2,762 |
| Uniforms | 1,220 | 1,220 | 641 |
| Safety and Protective Equipment | 1,960 | 1,960 | 1,363 |
| Small Tools | 1,175 | 1,175 | 787 |
| Repairs - Communication Equipment | 50 | 50 | - |
| Repairs - Buildings | 4,000 | 4,000 | 1,466 |
| Repairs - Streets and Bridges | 197,000 | 197,000 | 244,468 |

VILLAGE OF HANOVER PARK, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2007

| | Budget | | Actual |
|-------------------------------------|----------------|----------------|----------------|
| | Original | Final | |
| Public Works Department - Continued | | | |
| Public Works - Continued | | | |
| Forestry - Continued | | | |
| Repairs - Other Equipment | \$ 100 | \$ 100 | \$ - |
| Equipment Rental | 150 | 150 | - |
| Vehicle Maintenance | 31,252 | 31,252 | 31,252 |
| Schools, Conventions and Meetings | 600 | 600 | 699 |
| | <u>511,686</u> | <u>511,686</u> | <u>549,862</u> |
| Public Buildings | | | |
| Salaries - Regular | 141,625 | 141,625 | 121,860 |
| Salaries - Part-Time | 28,650 | 28,650 | 31,094 |
| Overtime Compensation | 11,000 | 11,000 | 21,345 |
| On Call Premium Pay | 900 | 900 | 299 |
| State Retirement | 15,903 | 15,903 | 14,829 |
| Social Security | 13,868 | 13,868 | 13,282 |
| Employee Insurance | 38,992 | 38,992 | 31,663 |
| Office Supplies | 300 | 300 | 59 |
| Books, Publications and Maps | 50 | 50 | - |
| Gasoline and Lube | 2,870 | 2,870 | 3,250 |
| Materials and Supplies | 39,000 | 39,000 | 41,109 |
| Cleaning Supplies | 15,000 | 15,000 | 14,172 |
| Parts and Accessories | 8,500 | 8,500 | 9,130 |
| Uniforms | 3,000 | 3,000 | 3,045 |
| Safety and Protective Equipment | 1,900 | 1,900 | 1,303 |
| Small Tools | 2,700 | 2,700 | 2,731 |
| Miscellaneous | 25 | 25 | - |
| Repairs - Communication Equipment | 50 | 50 | - |
| Repairs - Buildings | 21,000 | 21,000 | 19,015 |
| Repairs - Other Equipment | 300 | 300 | - |
| Maintenance Agreements | 23,700 | 23,700 | 21,178 |
| Equipment Rental | 100 | 100 | - |
| Vehicle Maintenance | 13,179 | 13,179 | 13,179 |
| Schools, Conventions and Meetings | 1,200 | 1,200 | 1,075 |
| | <u>383,812</u> | <u>383,812</u> | <u>363,618</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2007

| | Budget | | Actual |
|-------------------------------------|---------------|---------------|---------------|
| | Original | Final | |
| Public Works Department - Continued | | | |
| Public Works - Continued | | | |
| Fleet Services | | | |
| Salaries - Regular | \$ 326,943 | \$ 326,943 | \$ 322,818 |
| Overtime Compensation | 6,600 | 6,600 | 7,076 |
| State Retirement | 34,797 | 34,797 | 34,071 |
| Social Security | 25,546 | 25,546 | 25,024 |
| Employee Insurance | 60,946 | 60,946 | 64,737 |
| Office Supplies | 500 | 500 | 188 |
| Membership and Subscriptions | 1,260 | 1,260 | 1,002 |
| Books, Publications and Maps | 1,470 | 1,470 | 2,019 |
| Gasoline and Lube | 9,655 | 9,655 | 10,904 |
| Auto Parts and Accessories | 72,000 | 72,000 | 98,953 |
| Communication Parts | 1,450 | 1,450 | 640 |
| Materials and Supplies | 13,700 | 13,700 | 13,836 |
| Parts and Accessories | 19,500 | 19,500 | 23,652 |
| Uniforms | 750 | 750 | 943 |
| Safety and Protective Equipment | 1,500 | 1,500 | 929 |
| Small Tools | 7,400 | 7,400 | 3,541 |
| Photo Supplies | 25 | 25 | - |
| Postage | 50 | 50 | - |
| Repairs - Auto Equipment | 48,000 | 48,000 | 24,032 |
| Repairs - Office Equipment | 50 | 50 | - |
| Repairs - Communication Equipment | 500 | 500 | 150 |
| Repairs - Other Equipment | 14,000 | 14,000 | 31,514 |
| Maintenance Agreements | 100 | 100 | - |
| Equipment Rental | 14,200 | 14,200 | 11,953 |
| Vehicle Maintenance | 2,364 | 2,364 | 2,364 |
| Medical Examinations | 250 | 250 | - |
| Uniform Rentals | 2,808 | 2,808 | 2,500 |
| Testing Services | 1,300 | 1,300 | 403 |
| Schools, Conventions and Meetings | 4,315 | 4,315 | 2,965 |
| Transportation | 570 | 570 | 612 |
| Miscellaneous | 1,000 | 1,000 | 1,968 |
| | 673,549 | 673,549 | 688,794 |
| Total Public Works | 2,815,977 | 2,815,977 | 2,769,315 |

VILLAGE OF HANOVER PARK, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2007

| | Budget | | Actual |
|-------------------------------------|--------------|--------------|--------------|
| | Original | Final | |
| Public Safety | | | |
| Fire Department | | | |
| Salaries - Regular | \$ 2,120,156 | \$ 2,120,156 | \$ 2,230,186 |
| Salaries - Part-Time | 254,000 | 279,000 | 193,252 |
| Overtime Compensation | 260,000 | 260,000 | 261,091 |
| State Retirement | 5,378 | 5,378 | 5,234 |
| Social Security | 57,677 | 59,590 | 49,940 |
| Fire Pension | 371,075 | 371,075 | 371,075 |
| Employee Insurance | 391,512 | 391,512 | 409,954 |
| Unemployment Insurance | 9,548 | 9,548 | 12,426 |
| Office Supplies | 4,250 | 4,250 | 6,278 |
| Memberships and Subscriptions | 9,000 | 9,000 | 5,257 |
| Books, Publications and Maps | 5,030 | 5,030 | 5,346 |
| Gasoline and Lube | 25,425 | 25,425 | 29,452 |
| Automotive Parts | 20,000 | 20,000 | 20,876 |
| Communication Parts | 12,460 | 12,460 | 12,416 |
| Bulk Chemicals | 3,250 | 3,250 | 4,010 |
| Materials and Supplies | 9,300 | 9,300 | 11,512 |
| Cleaning Supplies | 8,905 | 8,905 | 8,250 |
| Parts and Accessories | 7,300 | 7,300 | 5,682 |
| Uniforms | 13,500 | 13,500 | 17,901 |
| Safety and Protective Equipment | 6,100 | 6,100 | 7,370 |
| Small Tools | 6,760 | 6,760 | 8,298 |
| Photo Supplies | 400 | 400 | 128 |
| Miscellaneous | 100 | 100 | 828 |
| Telephone | 20,095 | 20,095 | 25,636 |
| Postage | 1,200 | 1,200 | 795 |
| Liability Insurance | 75,607 | 75,607 | 56,892 |
| Auto Equipment Maintenance | 20,000 | 20,000 | 5,422 |
| Office Equipment Maintenance | 1,500 | 1,500 | 1,476 |
| Communication Equipment Maintenance | 100 | 100 | 155 |
| Building Maintenance | 3,800 | 3,800 | 7,554 |
| Maintenance Agreements | 23,310 | 23,310 | 20,806 |
| Other Equipment Maintenance | 500 | 500 | 255 |

VILLAGE OF HANOVER PARK, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2007

| | Budget | | Actual |
|-------------------------------------|-----------|-----------|-----------|
| | Original | Final | |
| Public Safety - Continued | | | |
| Fire Department - Continued | | | |
| Equipment Rentals | \$ 60,684 | \$ 60,684 | \$ 60,684 |
| Vehicle Maintenance and Replacement | 224,581 | 224,581 | 224,581 |
| Consulting Services | 9,396 | 9,396 | 28,716 |
| Legal Services | 5,000 | 5,000 | 21,441 |
| Medical Examinations | 10,840 | 10,840 | 7,514 |
| Schools, Conventions and Meetings | 33,000 | 33,000 | 33,474 |
| Transportation | 1,000 | 1,000 | 2,154 |
| Special Events | 4,000 | 4,000 | 4,963 |
| Miscellaneous | 220 | 220 | 453 |
| Total Fire Department | 4,095,959 | 4,122,872 | 4,179,733 |
| Police Department | | | |
| Administration | | | |
| Salaries - Regular | 418,767 | 418,767 | 443,272 |
| Overtime Compensation | 1,500 | 1,500 | 5,048 |
| Holiday Pay | - | - | 2,451 |
| Sick Leave Buy Back | 2,035 | 2,035 | 2,224 |
| State Retirement | 20,633 | 20,633 | 21,141 |
| Social Security | 31,370 | 31,370 | 31,998 |
| Police Pension | 95,930 | 95,930 | 95,930 |
| Employee Insurance | 70,674 | 70,674 | 71,182 |
| Memberships and Subscriptions | 5,290 | 5,290 | 5,120 |
| Books, Publications and Maps | 159 | 159 | - |
| Gasoline and Lube | 2,520 | 2,520 | 2,210 |
| Materials and Supplies | 350 | 350 | 99 |
| Uniforms | 1,000 | 1,000 | 986 |
| Small Tools | 100 | 100 | - |
| Vehicle Maintenance | 2,720 | 2,720 | 2,720 |
| Consulting Services | 24,100 | 24,100 | 16,786 |
| Schools, Conventions and Meetings | 8,509 | 8,509 | 9,723 |
| Transportation | 1,103 | 1,103 | 1,398 |

VILLAGE OF HANOVER PARK, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2007

| | Budget | | Actual |
|-----------------------------------|------------------|------------------|------------------|
| | Original | Final | |
| Public Safety - Continued | | | |
| Police Department | | | |
| Administration - Continued | | | |
| Special Events | \$ 50 | \$ 50 | \$ - |
| Drug Forfeiture Expenditures | 10,000 | 10,000 | 20,847 |
| DUI Expenditures | 17,710 | 17,710 | 5,470 |
| Miscellaneous | 50 | 50 | 322 |
| | <u>714,570</u> | <u>714,570</u> | <u>738,927</u> |
| Patrol Division | | | |
| Salaries - Regular | 2,549,691 | 2,659,969 | 2,656,679 |
| Salaries - Part Time | 34,000 | 34,000 | 32,282 |
| Overtime Compensation | 272,969 | 272,969 | 342,400 |
| Court Appearances | 79,000 | 79,000 | 110,121 |
| Holiday Pay | 83,133 | 83,133 | 85,225 |
| Employee Incentive | 15,505 | 15,505 | 15,854 |
| Sick Leave Buy Back | 22,092 | 22,092 | 21,306 |
| State Retirement | 30,824 | 30,824 | 30,543 |
| Social Security | 197,990 | 205,429 | 243,205 |
| Police Pension | 841,373 | 841,373 | 841,373 |
| Employee Insurance | 605,730 | 605,730 | 529,753 |
| Memberships and Subscriptions | 4,870 | 4,870 | 4,550 |
| Books, Publications and Maps | 400 | 400 | 320 |
| Gasoline and Lube | 86,100 | 86,100 | 92,311 |
| Ammunition | 8,843 | 8,843 | 7,561 |
| Materials and Supplies | 5,500 | 5,500 | 4,244 |
| Uniforms | 34,000 | 34,000 | 24,793 |
| Safety and Protective Equipment | 6,650 | 6,650 | 5,974 |
| Small Tools | 3,638 | 3,638 | 4,599 |
| Repairs - Other Equipment | 1,200 | 1,200 | 2,930 |
| Vehicle Maintenance | 132,017 | 132,017 | 132,017 |
| Medical Examinations | 525 | 525 | 595 |
| Schools, Conventions and Meetings | 45,335 | 45,335 | 26,111 |
| Transportation | 11,333 | 11,333 | 12,926 |
| Miscellaneous | 125 | 125 | 56 |
| | <u>5,072,843</u> | <u>5,190,560</u> | <u>5,227,728</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2007

| | Budget | | Actual |
|-----------------------------------|------------------|------------------|------------------|
| | Original | Final | |
| Public Safety - Continued | | | |
| Police Department - Continued | | | |
| Investigations | | | |
| Salaries - Regular | \$ 576,679 | \$ 604,060 | \$ 584,601 |
| Overtime Compensation | 85,000 | 85,000 | 115,533 |
| Court Appearances | 10,000 | 10,000 | 10,318 |
| Holiday Pay | 17,120 | 17,120 | 17,238 |
| Compensation Adjustment | 6,000 | 6,000 | 6,885 |
| Sick Leave Buy Back | 8,079 | 8,079 | 3,969 |
| State Retirement | 4,332 | 4,332 | 4,307 |
| Social Security | 51,793 | 53,888 | 53,875 |
| Police Pension | 196,370 | 196,370 | 196,370 |
| Employee Insurance | 136,496 | 136,496 | 129,924 |
| Memberships and Subscriptions | 9,625 | 9,625 | 7,775 |
| Books, Publications and Maps | 150 | 150 | - |
| Gasoline and Lube | 3,780 | 3,780 | 5,586 |
| Uniforms | 4,000 | 4,000 | 4,379 |
| Small Tools | 190 | 190 | 79 |
| Repairs - Office Equipment | 200 | 200 | - |
| Repairs - Other Equipment | 50 | 50 | - |
| Vehicle Maintenance | 9,816 | 9,816 | 9,816 |
| Medical Examinations | 250 | 250 | - |
| Schools, Conventions and Meetings | 6,000 | 6,000 | 5,827 |
| Transportation | 1,950 | 1,950 | 2,209 |
| Miscellaneous | 25 | 25 | 127 |
| | <u>1,127,905</u> | <u>1,157,381</u> | <u>1,158,818</u> |
| Community Services | | | |
| Salaries - Regular | 115,670 | 119,598 | 131,537 |
| Salaries - Part-Time | - | - | 150 |
| Overtime Compensation | 4,000 | 4,000 | 5,487 |
| Court Appearances | - | - | 24 |
| Holiday Pay | 2,367 | 2,367 | 2,401 |
| State Retirement | 5,321 | 5,321 | 5,520 |
| Social Security | 9,232 | 9,533 | 9,301 |
| Police Pension | 23,710 | 23,710 | 23,710 |
| Employee Insurance | 28,856 | 28,856 | 24,843 |
| Memberships and Subscriptions | 345 | 345 | 370 |

VILLAGE OF HANOVER PARK, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2007

| | Budget | | Actual |
|-----------------------------------|----------------|----------------|----------------|
| | Original | Final | |
| Public Safety - Continued | | | |
| Police Department - Continued | | | |
| Community Services - Continued | | | |
| Books, Publications and Maps | \$ 25 | \$ 25 | \$ - |
| Gasoline and Lube | 525 | 525 | 513 |
| Materials and Supplies | 5,200 | 5,200 | 2,955 |
| Uniforms | 529 | 529 | 190 |
| Small Tools | 700 | 700 | - |
| Repairs - Other Equipment | 25 | 25 | - |
| Vehicle Maintenance | 4,333 | 4,333 | 4,333 |
| Consulting Services | 2,400 | 2,400 | 2,115 |
| Schools, Conventions and Meetings | 1,166 | 1,166 | 209 |
| Transportation | 50 | 50 | 56 |
| Miscellaneous | 675 | 675 | - |
| | <u>205,129</u> | <u>209,358</u> | <u>213,714</u> |
| Staff Services | | | |
| Salaries - Regular | 372,430 | 372,430 | 383,544 |
| Salaries - Part-Time | 120,066 | 120,066 | 92,068 |
| Overtime Compensation | 17,000 | 17,000 | 17,130 |
| Holiday Pay | 4,450 | 4,450 | 7,079 |
| Sick Leave Buy Back | 2,900 | 2,900 | - |
| State Retirement | 32,065 | 32,065 | 31,939 |
| Social Security | 39,637 | 39,637 | 38,022 |
| Police Pension | 30,750 | 30,750 | 30,750 |
| Employee Insurance | 71,454 | 71,454 | 75,542 |
| Office Supplies | 5,250 | 5,250 | 6,597 |
| Memberships and Subscriptions | 492 | 492 | 275 |
| Books, Publications and Maps | 25 | 25 | - |
| Communications Parts | 2,163 | 2,163 | 880 |
| Materials and Supplies | 6,200 | 6,200 | 3,944 |
| Uniforms | 2,142 | 2,142 | 1,726 |
| Small Tools | 2,900 | 2,900 | 2,759 |
| Evidence | 2,720 | 2,720 | 3,011 |
| Photo Supplies | 2,400 | 2,400 | 1,441 |
| Miscellaneous | 75 | 75 | - |

VILLAGE OF HANOVER PARK, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2007

| | Budget | | Actual |
|-----------------------------------|------------------|------------------|------------------|
| | Original | Final | |
| Public Safety - Continued | | | |
| Police Department - Continued | | | |
| Staff Services - Continued | | | |
| Telephone | \$ 25,370 | \$ 25,370 | \$ 35,470 |
| Postage | 16,600 | 16,600 | 21,585 |
| Repairs - Office Equipment | 100 | 100 | - |
| Repairs - Communication Equipment | 2,225 | 2,225 | 2,669 |
| Maintenance Agreements | 32,170 | 32,170 | 24,148 |
| Equipment Rentals | 420,012 | 420,012 | 414,193 |
| Vehicle Maintenance | 3,059 | 3,059 | 3,059 |
| Consulting Services | 12,560 | 12,560 | 12,950 |
| Medical Examinations | 100 | 100 | - |
| Binding and Printing | 800 | 800 | 1,516 |
| Schools, Conventions and Meetings | 1,689 | 1,689 | 2,115 |
| Transportation | 100 | 100 | 310 |
| Miscellaneous | 50 | 50 | 10 |
| | <u>1,229,954</u> | <u>1,229,954</u> | <u>1,214,732</u> |
| Emergency Services | | | |
| Salaries - Regular | 11,709 | 11,709 | 12,086 |
| State Retirement | 1,668 | 1,668 | 1,689 |
| Social Security | 896 | 896 | 777 |
| Employee Insurance | 1,498 | 1,498 | 1,483 |
| Office Supplies | 100 | 100 | - |
| Memberships and Subscriptions | 55 | 55 | - |
| Books, Publications and Maps | 125 | 125 | - |
| Materials and Supplies | 7,563 | 7,563 | 177 |
| Uniforms | - | - | 127 |
| Small Tools | 100 | 100 | - |
| Certification Training | 5,000 | 5,000 | 724 |
| Postage | 50 | 50 | - |
| Repairs - Office Equipment | 50 | 50 | - |
| Repairs - Communication Equipment | 100 | 100 | - |
| Repairs - Other Equipment | 2,500 | 2,500 | 3,744 |
| Equipment Rental | 1,788 | 1,788 | 1,428 |
| Schools, Conventions and Meetings | 2,540 | 2,540 | 1,098 |
| Transportation | 170 | 170 | 105 |
| | <u>35,912</u> | <u>35,912</u> | <u>23,438</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2007

| | Budget | | Actual |
|-------------------------------------|-----------------------|-----------------------|-----------------------|
| | Original | Final | |
| Public Safety - Continued | | | |
| Police Department - Continued | | | |
| Community Policing/Code Enforcement | | | |
| Salaries - Regular | \$ 284,074 | \$ 284,074 | \$ 275,525 |
| Salaries - Part-Time | 47,543 | 47,543 | 46,229 |
| Overtime Compensation | 10,000 | 10,000 | 3,991 |
| Court Appearances | 2,018 | 2,018 | 1,087 |
| Holiday Pay | 4,877 | 4,877 | 4,748 |
| State Retirement | 29,805 | 29,805 | 30,372 |
| Social Security | 25,523 | 25,523 | 25,910 |
| Employee Insurance | 40,932 | 40,932 | 37,581 |
| Office Supplies | 1,030 | 1,030 | 306 |
| Memberships and Subscriptions | 150 | 150 | - |
| Books, Publications and Maps | 100 | 100 | - |
| Gasoline and Lube | 10,250 | 10,250 | 11,017 |
| Uniforms | 2,500 | 2,500 | 1,286 |
| Small Tools | 100 | 100 | - |
| Photo Supplies | 100 | 100 | - |
| Miscellaneous | 350 | 350 | 406 |
| Maintenance Agreements | 5,600 | 5,600 | 5,065 |
| Consulting Services | 1,000 | 1,000 | - |
| Binding and Printing | 500 | 500 | 341 |
| Schools, Conventions and Meetings | 2,500 | 2,500 | 1,054 |
| Transportation | 100 | 100 | - |
| | <u>469,052</u> | <u>469,052</u> | <u>444,918</u> |
| Total Police Department | <u>8,855,365</u> | <u>9,006,787</u> | <u>9,022,275</u> |
| Total Public Safety | <u>12,951,324</u> | <u>13,129,659</u> | <u>13,202,008</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2007

| | Budget | | Actual |
|-----------------------------------|----------------|----------------|----------------|
| | Original | Final | |
| Community Development | | | |
| Community Development Department | | | |
| Economic Development | | | |
| Salaries - Regular | \$ 118,598 | \$ 118,598 | \$ 122,115 |
| Salaries - Part-Time | 4,183 | 4,183 | 2,287 |
| Overtime Compensation | 750 | 750 | 297 |
| State Retirement | 12,434 | 12,434 | 12,856 |
| Social Security | 9,451 | 9,451 | 9,138 |
| Employee Insurance | 15,046 | 15,046 | 14,955 |
| Office Supplies | 2,200 | 2,200 | 1,600 |
| Memberships and Subscriptions | 3,106 | 3,106 | 2,590 |
| Books, Publications and Maps | 150 | 150 | 14 |
| Miscellaneous | 100 | 100 | 43 |
| Postage | 1,000 | 1,000 | 627 |
| Maintenance Agreements | 650 | 650 | 550 |
| Consulting Services | 50,000 | 50,000 | 35,135 |
| Binding and Printing | 100 | 100 | - |
| Schools, Conventions and Meetings | 7,273 | 7,273 | 4,433 |
| Transportation | 1,675 | 1,675 | 1,796 |
| Special Events | 500 | 500 | 604 |
| | <u>227,216</u> | <u>227,216</u> | <u>209,040</u> |
| Inspection Services | | | |
| Salaries - Regular | 448,196 | 448,196 | 457,124 |
| Salaries - Part-Time | 10,303 | 10,303 | 5,336 |
| Overtime Compensation | 5,000 | 5,000 | 3,672 |
| State Retirement | 47,209 | 47,209 | 47,455 |
| Social Security | 35,148 | 35,148 | 34,816 |
| Employee Insurance | 84,850 | 84,850 | 92,914 |
| Office Supplies | 1,000 | 1,000 | 1,094 |
| Memberships and Subscriptions | 1,445 | 1,445 | 923 |
| Books, Publications and Maps | 2,975 | 2,975 | 868 |
| Gasoline and Lube | 2,650 | 2,650 | 3,647 |
| Uniforms | 750 | 750 | 1,131 |

VILLAGE OF HANOVER PARK, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2007

| | Budget | | Actual |
|-----------------------------------|----------------------|----------------------|----------------------|
| | Original | Final | |
| Community Development - Continued | | | |
| Community Development - Continued | | | |
| Inspection Services - Continued | | | |
| Safety and Protective Equipment | \$ 500 | \$ 500 | \$ 207 |
| Photo Supplies | 750 | 750 | 507 |
| Miscellaneous | 50 | 50 | 96 |
| Vehicle Maintenance | 10,004 | 10,004 | 10,004 |
| Consulting Services | 7,000 | 7,000 | 3,142 |
| Binding and Printing | 3,483 | 3,483 | 1,683 |
| Schools, Conventions and Meetings | 4,155 | 4,155 | 5,728 |
| Transportation | 400 | 400 | 395 |
| | <u>665,868</u> | <u>665,868</u> | <u>670,742</u> |
| Total Community Development | <u>893,084</u> | <u>893,084</u> | <u>879,782</u> |
| Debt Service | | | |
| Principal Retirement | 45,372 | 45,372 | 59,137 |
| Interest and Fiscal Charges | - | - | 1,019 |
| | <u>45,372</u> | <u>45,372</u> | <u>60,156</u> |
| Total Debt Service | <u>45,372</u> | <u>45,372</u> | <u>60,156</u> |
| Total Expenditures | <u>\$ 20,087,210</u> | <u>\$ 20,087,210</u> | <u>\$ 19,765,917</u> |

OTHER MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUND

Motor Fuel Tax Fund: The Motor Fuel Tax Fund is used to account for the revenues and expenditures for the operation and maintenance of street and storm water programs and capital projects authorized by the Illinois Department of Transportation. Financing is provided by the Village's share of the State gasoline taxes. The Schedule of Revenues, Expenditures and Changes in Fund Balance for this fund is located in the Required Supplementary Information section of this report.

DEBT SERVICE FUND

TIF #2 Bond Series of 1987 and 1989 Fund: The TIF #2 Bond Series of 1987 and 1989 Fund is used to account for the accumulation of monies for the payment of \$4,275,000 Barrington-Irving tax increment revenue bonds, series 1987 until maturity in 2007 and \$8,100,000 Barrington-Irving tax increment revenue bonds, series 1989 until maturity in 2009. These bonds were issued to finance improvements in the Barrington-Irving Redevelopment Project Area. Financing is being provided by incremental revenues from real property taxes and sales taxes. The bonds are a limited liability of the Village and are secured by 100% of the incremental property taxes generated in the project area.

CAPITAL PROJECTS FUND

2004 Capital Projects Fund: The 2004 Capital Projects Fund is used to account for the construction of a new Headquarters Fire Station funded by the proceeds of the General Obligation Bonds, Series 2004.

VILLAGE OF HANOVER PARK, ILLINOIS

Tax Increment Financing #2 Bonds of 1987 and 1989 - Debt Service Fund

Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2007

| | Budget | | Actual |
|-----------------------------|------------------|------------------|---------------------|
| | Original | Final | |
| Revenues | | | |
| Taxes | | | |
| Property Taxes | \$ 1,541,000 | \$ 1,541,000 | \$ 1,438,714 |
| Sales Tax | 125,000 | 125,000 | 94,828 |
| Interest | 100,000 | 100,000 | 186,008 |
| Total Revenues | <u>1,766,000</u> | <u>1,766,000</u> | <u>1,719,550</u> |
| Expenditures | | | |
| Debt Service | | | |
| Principal Retirement | 1,425,000 | 1,425,000 | 1,425,000 |
| Interest and Fiscal Charges | 331,139 | 331,139 | 329,851 |
| Total Expenditures | <u>1,756,139</u> | <u>1,756,139</u> | <u>1,754,851</u> |
| Net Change in Fund Balance | <u>\$ 9,861</u> | <u>\$ 9,861</u> | (35,301) |
| Fund Balance - Beginning | | | <u>4,114,855</u> |
| Fund Balance - Ending | | | <u>\$ 4,079,554</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

2004 Capital Projects - Capital Projects Fund

Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2007

| | Budget | | Actual |
|----------------------------|-----------------------|-----------------------|------------------|
| | Original | Final | |
| Revenues | | | |
| Interest | \$ 11,100 | \$ 11,100 | \$ 62,586 |
| Miscellaneous | 52,705 | 52,705 | 17,780 |
| Total Revenues | <u>63,805</u> | <u>63,805</u> | <u>80,366</u> |
| Expenditures | | | |
| Capital Outlay | | | |
| Building Improvements | <u>1,497,591</u> | <u>1,497,591</u> | <u>1,291,989</u> |
| Net Change in Fund Balance | <u>\$ (1,433,786)</u> | <u>\$ (1,433,786)</u> | (1,211,623) |
| Fund Balance - Beginning | | | <u>1,211,623</u> |
| Fund Balance - Ending | | | <u>\$ -</u> |

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUND

Road and Bridge Fund: The fund is used to account for the revenues and expenditures for the operation and maintenance of Village roads and bridges. Financing provided by the Township annual property tax levy and contributions from other government agencies.

DEBT SERVICE FUNDS

General Obligation Bond Series of 2001 Fund: This fund is used to account for the accumulation of monies or the payment of \$3,600,000 General Obligation Bonds, Series 2001 until maturity in 2011. These bonds were issued to fund the replacement of an elevated water storage tank and the construction and installation of public street improvements. Financing is being provided by an annual property tax levy.

General Obligation Refunding Bond Series of 2002 Fund: This fund is used to account for the accumulation of monies for the payment of \$5,210,000 General Obligation Refunding Bond Series of 2002 until maturity in 2011. These bonds were issued to refund the General Obligation Bond Series of 1996. Financing is provided by an annual property tax levy, real estate transfer tax and Village reserves.

General Obligation Bond Series of 2004 Fund: This fund is used to accumulate monies for the payment of the \$7,000,000 General Obligation Bond Series of 2004 until maturity in 2023. These bonds were issued to finance the construction of a new headquarters fire station. Financing is provided by an annual property tax levy. The debt payments have been structured so that they are lower in the earlier years, while the 2001 and 2002 issues are outstanding.

CAPITAL PROJECTS FUNDS

Tax Increment Financing #3 Fund: This fund is used to account for the financing of improvements in the Village Center Tax Increment Financing Redevelopment Project Area. Financing is being provided by incremental revenues from real property taxes.

NONMAJOR GOVERNMENTAL FUNDS – CONTINUED

CAPITAL PROJECTS FUNDS – CONTINUED

Tax Increment Financing #4 Fund: This fund is used to account for the financing of improvements in the Redevelopment district located at Barrington and Irving Park Roads. Revenues include incremental property taxes from the TIF district.

Special Service Area #3 Fund: The Special Service Area #3 Fund is used to account for the financing of public improvements and scavenger and snow removal services for multifamily housing units located on Astor Avenue. Funding is provided by taxes to be levied upon the taxable property in that area of the Village designated as the “Village of Hanover Park Special Service Area Number Three.”

Special Service Area #4 Fund: The Special Service Area #4 Fund is used to account for the financing of public improvements and scavenger and snow removal services for multifamily housing units located on Mark Thomas and Leslie Lanes. Funding is provided by taxes to be levied to be levied upon property in that area of the Village designated as the “Village of Hanover Park Special Service Area Number Four.”

Special Service Area #5 Fund: The Special Service Area #5 Fund is used to account for the financing of public improvements and scavenger for multifamily housing units located in the Tanglewood development. Funding is provided by taxes to be levied upon taxable property in that area of the Village designated as the “Village of Hanover Park Special Service Area Number Five.”

Capital Projects Fund: The Capital Projects Fund is used to account for capital improvements funded by the General Obligation Bonds, series 2001.

General Capital Projects Fund: The General Capital Projects Fund is used to account for the purchase of land, machinery, office equipment and furniture and for various capital improvements. Resources are provided from transfers from other funds.

VILLAGE OF HANOVER PARK, ILLINOIS

Nonmajor Governmental Funds

Combining Balance Sheet
April 30, 2007

| | Special Revenue | | | |
|--|--------------------|---------------------|---------------------|---------------------|
| | Road and Bridge | Debt Service | Capital Projects | Totals |
| ASSETS | | | | |
| Cash and Investments | \$ 754,330 | \$ 881,208 | \$ 3,637,196 | \$ 5,272,734 |
| Receivables - Net of Allowances | | | | |
| Property Taxes | - | 727,389 | 483,224 | 1,210,613 |
| Accrued Interest | 6,613 | - | 37,894 | 44,507 |
| Total Assets | \$ 760,943 | \$ 1,608,597 | \$ 4,158,314 | \$ 6,527,854 |
| LIABILITIES AND FUND BALANCES | | | | |
| Liabilities | | | | |
| Accounts Payable | \$ 102,773 | \$ - | \$ 231,794 | \$ 334,567 |
| Due to Other Funds | - | - | 43,000 | 43,000 |
| Advances from Other Funds | - | - | 129,442 | 129,442 |
| Unearned/Deferred Revenues | 130,000 | 727,389 | 387,381 | 1,244,770 |
| Total Liabilities | 232,773 | 727,389 | 791,617 | 1,751,779 |
| Fund Balances | | | | |
| Reserved - Community Development | - | - | 912,394 | 912,394 |
| Reserved - Debt Service | - | 881,208 | - | 881,208 |
| Reserved - Highways and Streets | 528,170 | - | - | 528,170 |
| Unreserved | - | - | 2,454,303 | 2,454,303 |
| Total Fund Balances | 528,170 | 881,208 | 3,366,697 | 4,776,075 |
| Total Liabilities and Fund Balances | \$ 760,943 | \$ 1,608,597 | \$ 4,158,314 | \$ 6,527,854 |

VILLAGE OF HANOVER PARK, ILLINOIS

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Year Ended April 30, 2007

| | Special Revenue | | | |
|--|--------------------|-------------------|---------------------|---------------------|
| | Road and Bridge | Debt Service | Capital Projects | Totals |
| Revenues | | | | |
| Taxes | \$ 93,360 | \$ 1,276,815 | \$ 801,000 | \$ 2,171,175 |
| Intergovernmental | - | - | 76,798 | 76,798 |
| Interest | 34,001 | 51,503 | 171,785 | 257,289 |
| Miscellaneous | - | - | 317,911 | 317,911 |
| Total Revenues | <u>127,361</u> | <u>1,328,318</u> | <u>1,367,494</u> | <u>2,823,173</u> |
| Expenditures | | | | |
| Community Development | - | - | 546,048 | 546,048 |
| Highways and Streets | 171,552 | - | - | 171,552 |
| Capital Outlay | - | - | 1,053,645 | 1,053,645 |
| Debt Service | | | | |
| Principal Retirement | - | 910,000 | - | 910,000 |
| Interest and Fiscal Charges | - | 486,515 | - | 486,515 |
| Total Expenditures | <u>171,552</u> | <u>1,396,515</u> | <u>1,599,693</u> | <u>3,167,760</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>(44,191)</u> | <u>(68,197)</u> | <u>(232,199)</u> | <u>(344,587)</u> |
| Other Financing Sources (Uses) | | | | |
| Transfers In | - | - | 778,563 | 778,563 |
| Transfers Out | - | - | (10,409) | (10,409) |
| | - | - | <u>768,154</u> | <u>768,154</u> |
| Net Change in Fund Balances | (44,191) | (68,197) | 535,955 | 423,567 |
| Fund Balances - Beginning | <u>572,361</u> | <u>949,405</u> | <u>2,830,742</u> | <u>4,352,508</u> |
| Fund Balances - Ending | <u>\$ 528,170</u> | <u>\$ 881,208</u> | <u>\$ 3,366,697</u> | <u>\$ 4,776,075</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

Road and Bridge - Special Revenue Fund

**Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2007**

| | Budget | | Actual |
|-------------------------------------|---------------------|---------------------|-------------------|
| | Original | Final | |
| Revenues | | | |
| Taxes | | | |
| Property Taxes | \$ 86,000 | \$ 86,000 | \$ 90,966 |
| Personal Property Replacement Taxes | 1,920 | 1,920 | 2,394 |
| Interest | 14,000 | 14,000 | 34,001 |
| Total Revenues | <u>101,920</u> | <u>101,920</u> | <u>127,361</u> |
| Expenditures | | | |
| Highways and Streets | | | |
| Engineering Services | 57,000 | 57,000 | 41,138 |
| Improvements Other Than Buildings | 196,500 | 196,500 | 130,414 |
| Total Expenditures | <u>253,500</u> | <u>253,500</u> | <u>171,552</u> |
| Net Change in Fund Balance | <u>\$ (151,580)</u> | <u>\$ (151,580)</u> | (44,191) |
| Fund Balance - Beginning | | | <u>572,361</u> |
| Fund Balance - Ending | | | <u>\$ 528,170</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

Nonmajor Governmental - Debt Service Funds

**Combining Balance Sheet
April 30, 2007**

| | General Obligation Bonds of 2001 | General Obligation Refunding Bonds of 2002 | General Obligation Bonds of 2004 | Totals |
|--|---|--|---|---------------------|
| ASSETS | | | | |
| Cash and Investments | \$ 123,378 | \$ 703,737 | \$ 54,093 | \$ 881,208 |
| Receivables - Net of Allowances | | | | |
| Property Taxes | 366,592 | 135,069 | 225,728 | 727,389 |
| Total Assets | \$ 489,970 | \$ 838,806 | \$ 279,821 | \$ 1,608,597 |
| LIABILITIES AND FUND BALANCES | | | | |
| Liabilities | | | | |
| Unearned/Deferred Revenues | \$ 366,592 | \$ 135,069 | \$ 225,728 | \$ 727,389 |
| Fund Balances | | | | |
| Reserved - Debt Service | 123,378 | 703,737 | 54,093 | 881,208 |
| Total Liabilities and Fund Balances | \$ 489,970 | \$ 838,806 | \$ 279,821 | \$ 1,608,597 |

VILLAGE OF HANOVER PARK, ILLINOIS

Nonmajor Governmental - Debt Service Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Year Ended April 30, 2007

| | General Obligation Bonds of 2001 | General Obligation Refunding Bonds of 2002 | General Obligation Bonds of 2004 | Totals |
|-----------------------------|---|--|---|-------------------|
| Revenues | | | | |
| Taxes | \$ 444,028 | \$ 558,927 | \$ 273,860 | \$ 1,276,815 |
| Interest | 10,755 | 37,991 | 2,757 | 51,503 |
| Total Revenues | <u>454,783</u> | <u>596,918</u> | <u>276,617</u> | <u>1,328,318</u> |
| Expenditures | | | | |
| Debt Service | | | | |
| Principal Retirement | 355,000 | 555,000 | - | 910,000 |
| Interest and Fiscal Charges | 97,052 | 110,989 | 278,474 | 486,515 |
| Total Expenditures | <u>452,052</u> | <u>665,989</u> | <u>278,474</u> | <u>1,396,515</u> |
| Net Change in Fund Balances | 2,731 | (69,071) | (1,857) | (68,197) |
| Fund Balances - Beginning | <u>120,647</u> | <u>772,808</u> | <u>55,950</u> | <u>949,405</u> |
| Fund Balances - Ending | <u>\$ 123,378</u> | <u>\$ 703,737</u> | <u>\$ 54,093</u> | <u>\$ 881,208</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

General Obligation Bonds of 2001 - Debt Service Fund

Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2007

| | Budget | | Actual |
|-----------------------------|-----------------|-----------------|-------------------|
| | Original | Final | |
| Revenues | | | |
| Taxes | | | |
| Property Taxes | \$ 452,254 | \$ 452,254 | \$ 444,028 |
| Interest | 5,200 | 5,200 | 10,755 |
| Total Revenues | <u>457,454</u> | <u>457,454</u> | <u>454,783</u> |
| Expenditures | | | |
| Debt Service | | | |
| Principal Retirement | 370,000 | 370,000 | 355,000 |
| Interest and Fiscal Charges | 83,054 | 83,054 | 97,052 |
| Total Expenditures | <u>453,054</u> | <u>453,054</u> | <u>452,052</u> |
| Net Change in Fund Balance | <u>\$ 4,400</u> | <u>\$ 4,400</u> | 2,731 |
| Fund Balance - Beginning | | | <u>120,647</u> |
| Fund Balance - Ending | | | <u>\$ 123,378</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

General Obligation Refunding Bonds of 2002 - Debt Service Fund

**Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2007**

| | Budget | | Actual |
|-----------------------------|-----------------|-----------------|-------------------|
| | Original | Final | |
| Revenues | | | |
| Taxes | | | |
| Property Taxes | \$ 166,631 | \$ 166,631 | \$ 163,609 |
| Real Estate Transfer Tax | 490,000 | 490,000 | 395,318 |
| Interest | 17,900 | 17,900 | 37,991 |
| Total Revenues | <u>674,531</u> | <u>674,531</u> | <u>596,918</u> |
| Expenditures | | | |
| Debt Service | | | |
| Principal Retirement | 570,000 | 570,000 | 555,000 |
| Interest and Fiscal Charges | 97,026 | 97,026 | 110,989 |
| Total Expenditures | <u>667,026</u> | <u>667,026</u> | <u>665,989</u> |
| Net Change in Fund Balance | <u>\$ 7,505</u> | <u>\$ 7,505</u> | (69,071) |
| Fund Balance - Beginning | | | <u>772,808</u> |
| Fund Balance - Ending | | | <u>\$ 703,737</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

General Obligation Bonds of 2004 - Debt Service Fund

Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2007

| | Budget | | Actual |
|-----------------------------|----------------|----------------|------------------|
| | Original | Final | |
| Revenues | | | |
| Taxes | | | |
| Property Taxes | \$ 278,474 | \$ 278,474 | \$ 273,860 |
| Interest | 1,200 | 1,200 | 2,757 |
| Total Revenues | <u>279,674</u> | <u>279,674</u> | <u>276,617</u> |
| Expenditures | | | |
| Debt Service | | | |
| Interest and Fiscal Charges | <u>279,474</u> | <u>279,474</u> | <u>278,474</u> |
| Net Change in Fund Balance | <u>\$ 200</u> | <u>\$ 200</u> | (1,857) |
| Fund Balance - Beginning | | | <u>55,950</u> |
| Fund Balance - Ending | | | <u>\$ 54,093</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

Nonmajor Governmental - Capital Projects Funds

Combining Balance Sheet
April 30, 2007

| | <u>Tax Increment Financing #3</u> | <u>Tax Increment Financing #4</u> |
|--|---|---|
| ASSETS | | |
| Cash and Investments | \$ 928,561 | \$ 321 |
| Receivables - Net of Allowances | | |
| Property Taxes | - | 95,842 |
| Accrued Interest | 12,834 | - |
| | <hr/> | <hr/> |
| Total Assets | <u>\$ 941,395</u> | <u>\$ 96,163</u> |
| LIABILITIES AND FUND BALANCES | | |
| Liabilities | | |
| Accounts Payable | \$ 29,001 | \$ 91,418 |
| Due to Other Funds | - | 43,000 |
| Advances from Other Funds | - | - |
| Unearned/Deferred Revenues | - | - |
| Total Liabilities | <hr/> 29,001 | <hr/> 134,418 |
| Fund Balances | | |
| Reserved - Community Development | 912,394 | - |
| Unreserved | - | (38,255) |
| Total Fund Balances | <hr/> 912,394 | <hr/> (38,255) |
| | <hr/> | <hr/> |
| Total Liabilities and Fund Balances | <u>\$ 941,395</u> | <u>\$ 96,163</u> |

| Special Service Area #3 | Special Service Area #4 | Special Service Area #5 | Capital Projects | General Capital Projects | Totals |
|-------------------------|-------------------------|-------------------------|------------------|--------------------------|---------------------|
| \$ 70,607 | \$ 46,224 | \$ 12,219 | \$ - | \$ 2,579,264 | \$ 3,637,196 |
| 29,815 | 23,999 | 333,568 | - | - | 483,224 |
| - | - | - | - | 25,060 | 37,894 |
| <u>\$ 100,422</u> | <u>\$ 70,223</u> | <u>\$ 345,787</u> | <u>\$ -</u> | <u>\$ 2,604,324</u> | <u>\$ 4,158,314</u> |

| | | | | | |
|-------------------|------------------|-------------------|-------------|---------------------|---------------------|
| \$ - | \$ 3,747 | \$ - | \$ - | \$ 107,628 | \$ 231,794 |
| - | - | - | - | - | 43,000 |
| 64,666 | 64,776 | - | - | - | 129,442 |
| 29,815 | 23,999 | 333,567 | - | - | 387,381 |
| 94,481 | 92,522 | 333,567 | - | 107,628 | 791,617 |
| - | - | - | - | - | 912,394 |
| 5,941 | (22,299) | 12,220 | - | 2,496,696 | 2,454,303 |
| 5,941 | (22,299) | 12,220 | - | 2,496,696 | 3,366,697 |
| <u>\$ 100,422</u> | <u>\$ 70,223</u> | <u>\$ 345,787</u> | <u>\$ -</u> | <u>\$ 2,604,324</u> | <u>\$ 4,158,314</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

Nonmajor Governmental - Capital Projects Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Year Ended April 30, 2007

| | Tax Increment Financing #3 | Tax Increment Financing #4 |
|--|----------------------------------|----------------------------------|
| Revenues | | |
| Taxes | \$ 362,351 | \$ - |
| Intergovernmental | - | - |
| Interest | 39,232 | 60 |
| Miscellaneous | 10,000 | 275,232 |
| Total Revenues | <u>411,583</u> | <u>275,292</u> |
| Expenditures | | |
| Community Development | 26,661 | 397,603 |
| Capital Outlay | 107,122 | 31,497 |
| Total Expenditures | <u>133,783</u> | <u>429,100</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>277,800</u> | <u>(153,808)</u> |
| Other Financing Sources (Uses) | | |
| Transfers In | - | 135,000 |
| Transfers Out | - | - |
| | <u>-</u> | <u>135,000</u> |
| Net Change in Fund Balances | 277,800 | (18,808) |
| Fund Balances - Beginning | <u>634,594</u> | <u>(19,447)</u> |
| Fund Balances - Ending | <u>\$ 912,394</u> | <u>\$ (38,255)</u> |

| Special Service Area #3 | Special Service Area #4 | Special Service Area #5 | Capital Projects | General Capital Projects | Totals |
|-------------------------|-------------------------|-------------------------|------------------|--------------------------|--------------|
| \$ 53,128 | \$ 48,727 | \$ 336,794 | \$ - | \$ - | \$ 801,000 |
| - | - | - | - | 76,798 | 76,798 |
| 3,824 | 2,223 | 4,010 | - | 122,436 | 171,785 |
| - | - | 32,679 | - | - | 317,911 |
| 56,952 | 50,950 | 373,483 | - | 199,234 | 1,367,494 |
| 14,357 | 22,769 | 84,658 | - | - | 546,048 |
| - | - | 240,526 | - | 674,500 | 1,053,645 |
| 14,357 | 22,769 | 325,184 | - | 674,500 | 1,599,693 |
| 42,595 | 28,181 | 48,299 | - | (475,266) | (232,199) |
| - | - | - | - | 643,563 | 778,563 |
| (5,405) | (5,004) | - | - | - | (10,409) |
| (5,405) | (5,004) | - | - | 643,563 | 768,154 |
| 37,190 | 23,177 | 48,299 | - | 168,297 | 535,955 |
| (31,249) | (45,476) | (36,079) | - | 2,328,399 | 2,830,742 |
| \$ 5,941 | \$ (22,299) | \$ 12,220 | \$ - | \$ 2,496,696 | \$ 3,366,697 |

VILLAGE OF HANOVER PARK, ILLINOIS

Tax Increment Financing #3 - Capital Projects Fund

Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2007

| | Budget | | Actual |
|-----------------------------------|-------------------|-------------------|-------------------|
| | Original | Final | |
| Revenues | | | |
| Taxes | | | |
| Property Taxes | \$ 450,000 | \$ 450,000 | \$ 362,351 |
| Interest | 14,800 | 14,800 | 39,232 |
| Miscellaneous | - | - | 10,000 |
| Total Revenues | <u>464,800</u> | <u>464,800</u> | <u>411,583</u> |
| Expenditures | | | |
| Community Development | | | |
| Contractual Services | | | |
| Consulting | 25,000 | 25,000 | 25,776 |
| Legal Services | 25,000 | 25,000 | 885 |
| Engineering Services | 25,000 | 25,000 | - |
| Capital Outlay | | | |
| Improvements Other Than Buildings | 138,500 | 138,500 | 105,006 |
| Land Purchases | 30,000 | 30,000 | 2,116 |
| Total Expenditures | <u>243,500</u> | <u>243,500</u> | <u>133,783</u> |
| Net Change in Fund Balance | <u>\$ 221,300</u> | <u>\$ 221,300</u> | 277,800 |
| Fund Balance - Beginning | | | <u>634,594</u> |
| Fund Balance - Ending | | | <u>\$ 912,394</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

Tax Increment Financing #4 - Capital Projects Fund

Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2007

| | Budget | | Actual |
|--|----------------|---------------------|--------------------|
| | Original | Final | |
| Revenues | | | |
| Interest | \$ - | \$ - | \$ 60 |
| Miscellaneous | 200,000 | 200,000 | 275,232 |
| Total Revenues | <u>200,000</u> | <u>200,000</u> | <u>275,292</u> |
| Expenditures | | | |
| Community Development | | | |
| Contractual Services | | | |
| Consulting | 20,000 | 20,000 | 8,602 |
| Legal | 200,000 | 475,000 | 389,001 |
| Capital Outlay | | | |
| Improvements Other Than Buildings | 15,000 | 32,000 | 31,497 |
| Total Expenditures | <u>235,000</u> | <u>527,000</u> | <u>429,100</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (35,000) | (327,000) | (153,808) |
| Other Financing Sources | | | |
| Transfers In | 35,000 | 135,000 | 135,000 |
| Net Change in Fund Balance | <u>\$ -</u> | <u>\$ (192,000)</u> | (18,808) |
| Fund Balance - Beginning | | | <u>(19,447)</u> |
| Fund Balance - Ending | | | <u>\$ (38,255)</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

Special Service Area #3 - Capital Projects Fund

Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2007

| | Budget | | Actual |
|--|-------------------|-------------------|-----------------|
| | Original | Final | |
| Revenues | | | |
| Taxes | | | |
| Property Taxes | \$ 51,435 | \$ 51,435 | \$ 53,128 |
| Interest | 1,370 | 1,370 | 3,824 |
| Total Revenues | <u>52,805</u> | <u>52,805</u> | <u>56,952</u> |
| Expenditures | | | |
| Community Development | | | |
| Contractual Services | | | |
| Equipment Rentals | <u>18,520</u> | <u>18,520</u> | <u>14,357</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 34,285 | 34,285 | 42,595 |
| Other Financing (Uses) | | | |
| Transfers Out | <u>(39,193)</u> | <u>(39,193)</u> | <u>(5,405)</u> |
| Net Change in Fund Balance | <u>\$ (4,908)</u> | <u>\$ (4,908)</u> | 37,190 |
| Fund Balance - Beginning | | | <u>(31,249)</u> |
| Fund Balance - Ending | | | <u>\$ 5,941</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

Special Service Area #4 - Capital Projects Fund

Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2007

| | Budget | | Actual |
|--|-------------------|-------------------|--------------------|
| | Original | Final | |
| Revenues | | | |
| Taxes | | | |
| Property Taxes | \$ 48,010 | \$ 48,010 | \$ 48,727 |
| Interest | 1,470 | 1,470 | 2,223 |
| Total Revenues | <u>49,480</u> | <u>49,480</u> | <u>50,950</u> |
| Expenditures | | | |
| Community Development | | | |
| Contractual Services | | | |
| Equipment Rentals | 27,770 | 27,770 | 22,769 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 21,710 | 21,710 | 28,181 |
| Other Financing (Uses) | | | |
| Transfers Out | (27,310) | (27,310) | (5,004) |
| Net Change in Fund Balance | <u>\$ (5,600)</u> | <u>\$ (5,600)</u> | 23,177 |
| Fund Balance - Beginning | | | <u>(45,476)</u> |
| Fund Balance - Ending | | | <u>\$ (22,299)</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

Special Service Area #5 - Capital Projects Fund

Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2007

| | Budget | | Actual |
|-----------------------------------|--------------------|--------------------|------------------|
| | Original | Final | |
| Revenues | | | |
| Taxes | | | |
| Property Taxes | \$ 333,567 | \$ 333,567 | \$ 336,794 |
| Interest | 2,000 | 2,000 | 4,010 |
| Miscellaneous | 33,000 | 33,000 | 32,679 |
| Total Revenues | <u>368,567</u> | <u>368,567</u> | <u>373,483</u> |
| Expenditures | | | |
| Community Development | | | |
| Contractual Services | | | |
| Equipment Rentals | 85,110 | 85,110 | 84,658 |
| Capital Outlay | | | |
| Improvements Other Than Buildings | 271,000 | 271,000 | 240,526 |
| Total Expenditures | <u>356,110</u> | <u>356,110</u> | <u>325,184</u> |
| Net Change in Fund Balance | <u>\$ (22,543)</u> | <u>\$ (22,543)</u> | 48,299 |
| Fund Balance - Beginning | | | <u>(36,079)</u> |
| Fund Balance - Ending | | | <u>\$ 12,220</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

Capital Projects - Capital Projects Fund

**Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2007**

| | Budget | | Actual |
|----------------------------|---------------------|---------------------|--------------------|
| | Original | Final | |
| Revenues | | | |
| Interest | \$ 3,000 | \$ 3,000 | \$ - |
| Expenditures | | | |
| Capital Outlay | | | |
| Improvements | 150,000 | 150,000 | - |
| Net Change in Fund Balance | <u>\$ (147,000)</u> | <u>\$ (147,000)</u> | - |
| Fund Balance - Beginning | | | <u>-</u> |
| Fund Balance - Ending | | | <u><u>\$ -</u></u> |

VILLAGE OF HANOVER PARK, ILLINOIS

General Capital Projects - Capital Projects Fund

Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2007

| | Budget | | Actual |
|--|------------------|------------------|---------------------|
| | Original | Final | |
| Revenues | | | |
| Intergovernmental | \$ 104,022 | \$ 104,022 | \$ 76,798 |
| Interest | 84,000 | 84,000 | 122,436 |
| Total Revenues | <u>188,022</u> | <u>188,022</u> | <u>199,234</u> |
| Expenditures | | | |
| Capital Outlay | | | |
| Land | 600,000 | 600,000 | 6,111 |
| Buildings | 71,000 | 71,000 | 48,654 |
| Improvements | 237,735 | 237,735 | 182,042 |
| Office Equipment | 202,830 | 202,830 | 154,694 |
| Office Furniture and Fixtures | 150,000 | 150,000 | 108,623 |
| Other Equipment | 219,500 | 219,500 | 174,376 |
| Total Expenditures | <u>1,481,065</u> | <u>1,481,065</u> | <u>674,500</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (1,293,043) | (1,293,043) | (475,266) |
| Other Financing Sources | | | |
| Transfers In | <u>1,388,204</u> | <u>1,388,204</u> | <u>643,563</u> |
| Net Change in Fund Balance | <u>\$ 95,161</u> | <u>\$ 95,161</u> | 168,297 |
| Fund Balance - Beginning | | | <u>2,328,399</u> |
| Fund Balance - Ending | | | <u>\$ 2,496,696</u> |

PROPRIETARY FUNDS

ENTERPRISE FUNDS

Waterworks and Sewerage Fund: The Waterworks and Sewerage Fund is a major fund and is used to account for the provision of water and sewer services to the residents of the Village. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing and related debt service, billing and collections.

Municipal Railroad Parking Lot Fund: The Municipal Railroad Parking Lot Fund is a nonmajor fund and is used to account for the provision of parking services to the residents of the Village of Hanover Park and surrounding communities. All activities necessary to provide such services are accounted for in this fund including, but not limited to, operations, maintenance, financing and collections.

VILLAGE OF HANOVER PARK, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

Schedule of Revenues, Expenses and Changes in
Net Assets - Budget and Actual
Year Ended April 30, 2007

| | Budget | | Actual |
|----------------------------------|---------------------|---------------------|----------------------|
| | Original | Final | |
| Operating Revenues | | | |
| Charges for Services | \$ 7,639,282 | \$ 7,639,282 | \$ 7,549,899 |
| Operating Expenses | | | |
| Administration | 1,412,135 | 1,412,135 | 1,335,184 |
| Operations | | | |
| Waterworks | 4,073,161 | 4,073,161 | 3,657,693 |
| Sewerage | 1,491,339 | 1,491,339 | 1,364,658 |
| Depreciation | 808,920 | 808,920 | 837,740 |
| Total Operating Expenses | <u>7,785,555</u> | <u>7,785,555</u> | <u>7,195,275</u> |
| Operating Income (Loss) | <u>(146,273)</u> | <u>(146,273)</u> | <u>354,624</u> |
| Nonoperating Revenues (Expenses) | | | |
| Interest Income | 176,150 | 176,150 | 260,920 |
| Disposal of Capital Assets | - | - | (49,447) |
| Interest Expense | (97,910) | (97,910) | (96,886) |
| | <u>78,240</u> | <u>78,240</u> | <u>114,587</u> |
| Income (Loss) Before Transfers | (68,033) | (68,033) | 469,211 |
| Transfers Out | <u>(75,850)</u> | <u>(75,850)</u> | <u>(35,495)</u> |
| Change in Net Assets | <u>\$ (143,883)</u> | <u>\$ (143,883)</u> | 433,716 |
| Net Assets - Beginning | | | <u>26,521,888</u> |
| Net Assets - Ending | | | <u>\$ 26,955,604</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

Schedule of Operating Revenues - Budget and Actual
Year Ended April 30, 2007

| | Budget | | Actual |
|----------------------------|---------------------|---------------------|---------------------|
| | Original | Final | |
| Operating Revenues | | | |
| Charges for Services | | | |
| Water Sales | \$ 4,464,800 | \$ 4,464,800 | \$ 4,338,419 |
| Sewer Service | 2,450,280 | 2,450,280 | 2,385,347 |
| Water Penalties | 153,860 | 153,860 | 157,822 |
| Tap-on Fees | 318,677 | 318,677 | 238,904 |
| Meter Sales | 21,365 | 21,365 | 22,864 |
| Leachate Treatment Revenue | 200,000 | 200,000 | 344,669 |
| Miscellaneous | 30,300 | 30,300 | 61,874 |
| Total Operating Revenues | <u>\$ 7,639,282</u> | <u>\$ 7,639,282</u> | <u>\$ 7,549,899</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual
Year Ended April 30, 2007

| | Budget | | Actual |
|-----------------------------------|------------|------------|------------|
| | Original | Final | |
| Operating Expenses | | | |
| Administration | | | |
| Salaries - Regular | \$ 724,580 | \$ 724,580 | \$ 722,267 |
| Salaries - Part-Time | 31,519 | 31,519 | 31,019 |
| Overtime Wages | 2,000 | 2,000 | 3,350 |
| Performance Bonuses | 6,930 | 6,930 | 6,720 |
| On Call Premium Pay | 300 | 300 | 320 |
| State Retirement | 76,756 | 76,756 | 76,248 |
| Social Security | 58,762 | 58,762 | 54,784 |
| Employee Insurance | 126,684 | 126,684 | 120,176 |
| Special Pension | 12,806 | 12,806 | 7,040 |
| Unemployment Compensation | 5,729 | 5,729 | 7,455 |
| Office Supplies and Expense | 5,247 | 5,247 | 3,672 |
| Memberships and Subscriptions | 3,020 | 3,020 | 2,945 |
| Books, Publications and Maps | 425 | 425 | 346 |
| Miscellaneous | 25 | 25 | - |
| Telephone | 19,065 | 19,065 | 14,224 |
| Postage | 22,692 | 22,692 | 21,830 |
| Insurance - Liability | 194,005 | 194,005 | 149,147 |
| Repairs - Office Equipment | 100 | 100 | - |
| Maintenance Agreements | 38,807 | 38,807 | 37,622 |
| Repairs - Other Equipment | 200 | 200 | 147 |
| Equipment Rental | 7,400 | 7,400 | 5,459 |
| ISeries Computer | 15,124 | 15,124 | 15,124 |
| Consulting Services | 32,485 | 32,485 | 28,500 |
| Auditing Services | 9,614 | 9,614 | 9,103 |
| Schools, Conventions and Meetings | 2,500 | 2,500 | 1,305 |
| Transportation | 70 | 70 | 104 |
| Collection Fees | 100 | 100 | - |
| Miscellaneous | 15,190 | 15,190 | 16,277 |
| Total Administration | 1,412,135 | 1,412,135 | 1,335,184 |

VILLAGE OF HANOVER PARK, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual - Continued
Year Ended April 30, 2007

| | Budget | | Actual |
|-------------------------------------|------------|------------|------------|
| | Original | Final | |
| Operations - Waterworks | | | |
| Water Treatment | | | |
| Salaries - Regular | \$ 197,595 | \$ 197,595 | \$ 200,894 |
| Overtime Wages | 14,000 | 14,000 | 8,523 |
| On Call Premium Pay | 5,816 | 5,816 | 5,138 |
| State Retirement | 22,007 | 22,007 | 22,849 |
| Social Security | 15,984 | 15,984 | 16,803 |
| Employee Insurance | 34,606 | 34,606 | 33,047 |
| Office Supplies and Expense | 2,894 | 2,894 | 2,341 |
| Memberships and Subscriptions | 574 | 574 | 317 |
| Books, Publications and Maps | 200 | 200 | 228 |
| Gasoline and Lube | 2,250 | 2,250 | 3,194 |
| Bulk Chemicals | 2,259 | 2,259 | 1,802 |
| Materials and Supplies | 10,515 | 10,515 | 25,988 |
| Cleaning Supplies | 248 | 248 | 407 |
| Uniforms | 700 | 700 | 607 |
| Safety and Protective Equipment | 2,920 | 2,920 | 3,931 |
| Small Tools | 150 | 150 | 164 |
| Photo Supplies | 50 | 50 | - |
| Telephone | 14,890 | 14,890 | 13,133 |
| Postage | 490 | 490 | 316 |
| Light and Power | 23,600 | 23,600 | 39,048 |
| Natural Gas | 8,070 | 8,070 | 6,786 |
| Repairs - Office Equipment | 50 | 50 | - |
| Repairs - Communication Equipment | 50 | 50 | - |
| Repairs - Buildings | 4,300 | 4,300 | 1,253 |
| Maintenance Agreements | 12,490 | 12,490 | 13,357 |
| Maintenance - Other Equipment | 9,440 | 9,440 | 6,656 |
| Maintenance - Wells | 2,000 | 2,000 | 2,143 |
| Maintenance - Water Storage Tanks | 260,000 | 260,000 | - |
| Equipment Rental | 50 | 50 | - |
| Vehicle Maintenance and Replacement | 14,818 | 14,818 | 8,332 |
| Engineering Services | 5,000 | 5,000 | 1,950 |
| Medical Examinations | 300 | 300 | - |
| Testing Services | 14,230 | 14,230 | 10,696 |
| Binding and Printing | 2,600 | 2,600 | 2,485 |
| Schools, Conventions and Meetings | 4,470 | 4,470 | 166 |
| Transportation | 90 | 90 | 128 |

VILLAGE OF HANOVER PARK, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual - Continued
Year Ended April 30, 2007**

| | Budget | | Actual |
|---|------------------|------------------|------------------|
| | Original | Final | |
| Operations - Waterworks - Continued | | | |
| Water Treatment - Continued | | | |
| JAWA Fixed and Operating Costs | \$ 2,623,340 | \$ 2,623,340 | \$ 2,518,199 |
| Improvement Other Than Buildings | 23,000 | 23,000 | 30,371 |
| Other Equipment | 78,500 | 78,500 | 57,810 |
| | <u>3,414,546</u> | <u>3,414,546</u> | <u>3,039,062</u> |
| Less Capital Assets Capitalized | <u>(23,000)</u> | <u>(23,000)</u> | <u>(31,771)</u> |
| | <u>3,391,546</u> | <u>3,391,546</u> | <u>3,007,291</u> |
| Water Maintenance | | | |
| Salaries - Regular | 175,924 | 175,924 | 200,375 |
| Salaries - Part-Time | 7,920 | 7,920 | 4,228 |
| Overtime Wages | 35,000 | 35,000 | 32,528 |
| On Call Premium Pay | 1,200 | 1,200 | 975 |
| State Retirement | 21,877 | 21,877 | 24,017 |
| Social Security | 16,742 | 16,742 | 17,987 |
| Employee Insurance | 28,278 | 28,278 | 31,300 |
| Gasoline and Lube | 8,775 | 8,775 | 9,006 |
| Materials and Supplies | 40,000 | 40,000 | 39,747 |
| Uniforms | 950 | 950 | 456 |
| Safety and Protective Equipment | 890 | 890 | 786 |
| Small Tools | 1,540 | 1,540 | 1,217 |
| Photo Supplies | 50 | 50 | - |
| Repairs - Communication Equipment | 100 | 100 | - |
| Maintenance and Repairs - Streets and Bridges | 8,000 | 8,000 | 6,929 |
| Repairs - Other Equipment | 400 | 400 | 170 |
| Maintenance and Repairs - Water Mains | 12,000 | 12,000 | 18,691 |
| Equipment Rental | 100 | 100 | - |
| Vehicle Maintenance and Replacement | 99,301 | 99,301 | 51,951 |
| Testing Services | 3,000 | 3,000 | 2,029 |
| Schools, Conventions and Meetings | 1,600 | 1,600 | 1,931 |

VILLAGE OF HANOVER PARK, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual - Continued
Year Ended April 30, 2007

| | Budget | | Actual |
|-------------------------------------|-----------|-----------|-----------|
| | Original | Final | |
| Operations - Waterworks - Continued | | | |
| Water Maintenance - Continued | | | |
| Other Equipment | \$ 28,624 | \$ 28,624 | \$ 28,624 |
| Water Mains | 170,000 | 170,000 | 147,448 |
| | 662,271 | 662,271 | 620,395 |
| Less Capital Assets Capitalized | (178,624) | (178,624) | (143,346) |
| | 483,647 | 483,647 | 477,049 |
| Water Meter | | | |
| Salaries - Regular | 79,847 | 79,847 | 84,136 |
| Overtime Wages | 11,000 | 11,000 | 9,370 |
| On Call Premium Pay | 8,000 | 8,000 | 6,685 |
| State Retirement | 9,510 | 9,510 | 10,254 |
| Social Security | 7,007 | 7,007 | 7,542 |
| Employee Insurance | 8,096 | 8,096 | 7,850 |
| Office Supplies and Expense | 700 | 700 | 819 |
| Membership and Subscriptions | 341 | 341 | 75 |
| Gasoline and Lube | 4,950 | 4,950 | 5,280 |
| Materials and Supplies | 10,000 | 10,000 | 3,763 |
| Uniforms | 800 | 800 | 267 |
| Safety and Protective Equipment | 500 | 500 | 386 |
| Small Tools | 95 | 95 | - |
| Photo Supplies | 50 | 50 | - |
| Resale Merchandise | 28,000 | 28,000 | 22,837 |
| Postage | 250 | 250 | 44 |
| Repairs - Maintenance Agreements | - | - | 150 |
| Repairs - Other Equipment | 100 | 100 | - |
| Repairs - Water Meters | 11,490 | 11,490 | 6,267 |
| Vehicle Maintenance and Replacement | 16,732 | 16,732 | 7,598 |
| Schools, Conventions and Meetings | 500 | 500 | 30 |
| | 197,968 | 197,968 | 173,353 |
| Total Operations - Waterworks | 4,073,161 | 4,073,161 | 3,657,693 |

VILLAGE OF HANOVER PARK, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual - Continued
Year Ended April 30, 2007

| | Budget | | Actual |
|--------------------------------------|------------|------------|------------|
| | Original | Final | |
| Operations - Sewerage | | | |
| Sewer Treatment | | | |
| Salaries - Regular | \$ 292,231 | \$ 292,231 | \$ 302,344 |
| Salaries - Part-Time | 5,242 | 5,242 | 3,455 |
| Overtime Wages | 20,700 | 20,700 | 23,261 |
| On Call Premium Pay | 5,616 | 5,616 | 5,144 |
| State Retirement | 32,546 | 32,546 | 33,059 |
| Social Security | 24,040 | 24,040 | 24,576 |
| Employee Insurance | 92,678 | 92,678 | 88,078 |
| Office Supplies and Expense | 1,150 | 1,150 | 2,026 |
| Membership and Subscriptions | 5,460 | 5,460 | 5,421 |
| Books, Publications and Maps | 70 | 70 | 45 |
| Gasoline and Lube | 6,330 | 6,330 | 7,425 |
| Bulk Chemicals | 6,790 | 6,790 | 10,943 |
| Materials and Supplies | 12,240 | 12,240 | 18,591 |
| Cleaning Supplies | 598 | 598 | 194 |
| Parts and Accessories | 100 | 100 | 48 |
| Uniforms | 700 | 700 | 244 |
| Safety and Protective Equipment | 1,075 | 1,075 | 1,114 |
| Small Tools | 250 | 250 | 313 |
| Photo Supplies | 50 | 50 | - |
| Telephone | 14,330 | 14,330 | 13,051 |
| Postage | 180 | 180 | 419 |
| Light and Power | 155,400 | 155,400 | 158,070 |
| Natural Gas | 4,010 | 4,010 | 2,569 |
| Repairs - Communication Equipment | 50 | 50 | - |
| Repairs - Buildings | 17,300 | 17,300 | 14,140 |
| Maintenance Agreements | 1,850 | 1,850 | 1,735 |
| Maintenance - Sewer Lines | 10,000 | 10,000 | 5,322 |
| Maintenance - Other Equipment | 150 | 150 | - |
| Maintenance - Sewage Treatment Plant | 55,800 | 55,800 | 49,865 |
| Equipment Rental | 120,000 | 120,000 | 103,151 |
| Vehicle Maintenance and Replacement | 35,326 | 35,326 | 16,041 |
| Engineering Services | 20,000 | 20,000 | 17,890 |
| Testing Services | 3,500 | 3,500 | 4,113 |
| Schools, Conventions and Meetings | 1,900 | 1,900 | 339 |
| IEPA Discharge | 18,000 | 18,000 | 20,000 |

VILLAGE OF HANOVER PARK, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual - Continued
Year Ended April 30, 2007

| | Budget | | Actual |
|---|------------------|------------------|------------------|
| | Original | Final | |
| Operations - Sewerage - Continued | | | |
| Sewer Treatment - Continued | | | |
| Transportation | \$ 300 | \$ 300 | \$ - |
| Buildings | 10,000 | 10,000 | 9,827 |
| Sewerage Treatment Plant | 44,000 | 44,000 | 32,477 |
| | <u>1,019,962</u> | <u>1,019,962</u> | <u>975,290</u> |
| Sewer Maintenance | | | |
| Salaries - Regular | 175,924 | 175,924 | 196,804 |
| Salaries - Part-Time | 20,228 | 20,228 | 18,746 |
| Overtime Wages | 3,500 | 3,500 | 2,525 |
| On Call Premium Pay | 1,500 | 1,500 | 2,017 |
| State Retirement | 18,686 | 18,686 | 21,011 |
| Social Security | 15,273 | 15,273 | 16,885 |
| Employee Insurance | 27,700 | 27,700 | 31,297 |
| Gasoline and Lube | 8,860 | 8,860 | 11,413 |
| Materials and Supplies | 10,000 | 10,000 | 3,268 |
| Parts and Accessories | 6,200 | 6,200 | 3,623 |
| Uniforms | 1,000 | 1,000 | 917 |
| Safety and Protective Equipment | 1,585 | 1,585 | 1,756 |
| Small Tools | 125 | 125 | - |
| Photo Supplies | 50 | 50 | - |
| Repairs - Communication Equipment | 60 | 60 | - |
| Maintenance and Repairs - Streets and Bridges | 5,500 | 5,500 | 2,201 |
| Repairs - Other Equipment | 500 | 500 | 109 |
| Maintenance and Repairs - Sewer Lines | 2,000 | 2,000 | 2,430 |
| Vehicle Maintenance and Replacement | 160,711 | 160,711 | 72,977 |
| Schools, Conventions and Meetings | 1,975 | 1,975 | 1,356 |
| Transportation | - | - | 33 |
| Sewer Lines | 10,000 | 10,000 | - |
| | <u>471,377</u> | <u>471,377</u> | <u>389,368</u> |
| Total Operations - Sewerage | <u>1,491,339</u> | <u>1,491,339</u> | <u>1,364,658</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual - Continued
Year Ended April 30, 2007

| | Budget | | Actual |
|--------------------------|---------------------|---------------------|---------------------|
| | Original | Final | |
| Debt Service | | | |
| Principal Retirement | \$ 266,116 | \$ 266,116 | \$ - |
| Interest Expense | 97,910 | 97,910 | 96,886 |
| | <u>364,026</u> | <u>364,026</u> | <u>96,886</u> |
| Less Nonoperating Items | | | |
| Debt Service | <u>(364,026)</u> | <u>(364,026)</u> | <u>(96,886)</u> |
| Total Debt Service | <u>-</u> | <u>-</u> | <u>-</u> |
| Total Operating Expenses | <u>\$ 6,976,635</u> | <u>\$ 6,976,635</u> | <u>\$ 6,357,535</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

Schedule of Capital Assets and Depreciation
Year Ended April 30, 2007

| | Capital Assets | | | |
|-----------------------------------|----------------------|----------------------|------------------------|----------------------|
| | Beginning Balances | Additions/ Transfers | Retirements/ Transfers | Ending Balances |
| Land | \$ 937,116 | \$ - | \$ - | \$ 937,116 |
| Buildings | 12,568,138 | - | - | 12,568,138 |
| Machinery and Equipment | 1,419,597 | 28,624 | 50,960 | 1,397,261 |
| Vehicles | 1,188,190 | 23,560 | 91,535 | 1,120,215 |
| Underground Systems | 11,521,778 | 114,722 | - | 11,636,500 |
| Improvements Other Than Buildings | 6,499,765 | 281,932 | 98,894 | 6,682,803 |
| | <u>\$ 34,134,584</u> | <u>\$ 448,838</u> | <u>\$ 241,389</u> | <u>\$ 34,342,033</u> |

| | Accumulated Depreciation | | | |
|-----------------------------------|--------------------------|----------------------|------------------------|----------------------|
| | Beginning Balances | Additions/ Transfers | Retirements/ Transfers | Ending Balances |
| Buildings | \$ 3,848,058 | \$ 309,421 | \$ - | \$ 4,157,479 |
| Machinery and Equipment | 884,949 | 43,179 | 50,960 | 877,168 |
| Vehicles | 800,657 | 78,633 | 91,535 | 787,755 |
| Underground Systems | 3,628,571 | 203,883 | - | 3,832,454 |
| Improvements Other Than Buildings | 1,498,264 | 202,624 | 49,447 | 1,651,441 |
| | <u>\$ 10,660,499</u> | <u>\$ 837,740</u> | <u>\$ 191,942</u> | <u>\$ 11,306,297</u> |
| Net Asset Value | <u>\$ 23,474,085</u> | | | <u>\$ 23,035,736</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

Municipal Railroad Parking Lot - Enterprise Fund

Schedule of Revenues, Expenses, and Changes in
Net Assets - Budget and Actual
Year Ended April 30, 2007

| | Budget | | Actual |
|--------------------------|---------------------|---------------------|---------------------|
| | Original | Final | |
| Operating Revenues | | | |
| Charges for Services | | | |
| Parking Fees | \$ 246,000 | \$ 246,000 | \$ 271,673 |
| Rental Equipment | 6,000 | 6,000 | 6,000 |
| Total Operating Revenues | <u>252,000</u> | <u>252,000</u> | <u>277,673</u> |
| Operating Expenses | | | |
| Operations | 360,279 | 360,279 | 285,346 |
| Depreciation | 43,190 | 43,190 | 44,502 |
| Total Operating Expenses | <u>403,469</u> | <u>403,469</u> | <u>329,848</u> |
| Operating Income (Loss) | <u>(151,469)</u> | <u>(151,469)</u> | <u>(52,175)</u> |
| Nonoperating Revenues | | | |
| Interest Income | 15,000 | 15,000 | 14,931 |
| Other Income | - | - | 1,443 |
| Grants | 16,000 | 16,000 | - |
| | <u>31,000</u> | <u>31,000</u> | <u>16,374</u> |
| Change in Net Assets | <u>\$ (120,469)</u> | <u>\$ (120,469)</u> | <u>(35,801)</u> |
| Net Assets - Beginning | | | <u>2,649,058</u> |
| Net Assets - Ending | | | <u>\$ 2,613,257</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

Municipal Railroad Parking Lot - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual
Year Ended April 30, 2007**

| | Budget | | Actual |
|-------------------------------------|------------|------------|------------|
| | Original | Final | |
| Operations | | | |
| Salaries - Regular | \$ 144,472 | \$ 144,472 | \$ 120,553 |
| Overtime Salaries | 8,000 | 8,000 | 9,902 |
| Performance Bonus | 620 | 620 | 620 |
| On Call Premium Pay | 130 | 130 | - |
| State Retirement | 15,864 | 15,864 | 13,633 |
| Social Security | 11,548 | 11,548 | 9,744 |
| Employee Insurance | 43,926 | 43,926 | 27,492 |
| Special Pension | 1,079 | 1,079 | - |
| Office Supplies and Expense | 1,009 | 1,009 | 884 |
| Gasoline and Lube | 900 | 900 | 991 |
| Bulk Chemicals | 6,800 | 6,800 | 7,596 |
| Materials and Supplies | 7,500 | 7,500 | 1,724 |
| Cleaning Supplies | 800 | 800 | 800 |
| Small Tools | 100 | 100 | 100 |
| Miscellaneous | 100 | 100 | - |
| Postage | 300 | 300 | 229 |
| Light and Power | 8,990 | 8,990 | 11,823 |
| Natural Gas | 3,020 | 3,020 | 2,848 |
| Liability Insurance | 12,176 | 12,176 | 9,311 |
| Maintenance and Repairs - Building | - | - | 210 |
| Maintenance and Repairs - Street | 47,300 | 47,300 | 49,237 |
| Maintenance Agreements | 1,200 | 1,200 | 3,656 |
| Vehicle Maintenance and Replacement | 21,965 | 21,965 | 9,974 |
| Real Property Rental | 800 | 800 | 760 |
| Miscellaneous | 1,680 | 1,680 | 1,904 |
| Improvements Other Than Buildings | 20,000 | 20,000 | 1,355 |
| Total Operating Expenses | \$ 360,279 | \$ 360,279 | \$ 285,346 |

VILLAGE OF HANOVER PARK, ILLINOIS

Municipal Railroad Parking Lot - Enterprise Fund

Schedule of Capital Assets and Depreciation
Year Ended April 30, 2007

| | Capital Assets | | | |
|-----------------------------------|--------------------------|----------------------|------------------------|---------------------|
| | Beginning Balances | Additions/ Transfers | Retirements/ Transfers | Ending Balances |
| Land | \$ 1,317,517 | \$ - | \$ - | \$ 1,317,517 |
| Vehicles | 73,190 | - | - | 73,190 |
| Improvements Other Than Buildings | 1,579,280 | - | - | 1,579,280 |
| | <u>\$ 2,969,987</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 2,969,987</u> |
| | | | | |
| | Accumulated Depreciation | | | |
| | Beginning Balances | Additions/ Transfers | Retirements/ Transfers | Ending Balances |
| Vehicles | \$ 54,891 | \$ 12,198 | \$ - | \$ 67,089 |
| Improvements Other Than Buildings | 562,396 | 32,304 | - | 594,700 |
| | <u>\$ 617,287</u> | <u>\$ 44,502</u> | <u>\$ -</u> | <u>\$ 661,789</u> |
| | | | | |
| Net Asset Value | <u>\$ 2,352,700</u> | | | <u>\$ 2,308,198</u> |

INTERNAL SERVICE FUNDS

Central Equipment Fund: The Central Equipment Fund is used to account for the purchase of vehicles and equipment for various departments throughout the Village. Financing is provided by transfers from the various Village funds. This fund is reported as a governmental activity.

Compensated Absences Fund: The Compensated Absences Fund is used to account for the accumulation of resources to fund the compensated absences liability for the General Fund. Financing is provided by transfers from the General Fund. This fund is reported as a governmental activity.

VILLAGE OF HANOVER PARK, ILLINOIS

Combining Statement of Net Assets

Internal Service Funds

April 30, 2007

| | Central Equipment | Employee Compensated Absences | Totals |
|------------------------------|----------------------|-------------------------------------|---------------------|
| ASSETS | | | |
| Current Assets | | | |
| Cash and Investments | \$ 5,392,835 | \$ 930,007 | \$ 6,322,842 |
| Receivables | | | |
| Accrued Interest | 52,464 | 14 | 52,478 |
| | <u>5,445,299</u> | <u>930,021</u> | <u>6,375,320</u> |
| Capital Assets | | | |
| Depreciable | 4,801,765 | - | 4,801,765 |
| Accumulated Depreciation | (2,300,172) | - | (2,300,172) |
| | <u>2,501,593</u> | <u>-</u> | <u>2,501,593</u> |
| Total Assets | <u>7,946,892</u> | <u>930,021</u> | <u>8,876,913</u> |
| LIABILITIES | | | |
| Current Liabilities | | | |
| Accounts Payable | 34,142 | - | 34,142 |
| Accrued Interest Payable | 292 | - | 292 |
| Compensated Absences Payable | - | 186,004 | 186,004 |
| Notes Payable | 80,305 | - | 80,305 |
| | <u>114,739</u> | <u>186,004</u> | <u>300,743</u> |
| Long-Term Liabilities | | | |
| Compensated Absences Payable | - | 744,017 | 744,017 |
| Advances from Other Funds | 1,340,825 | - | 1,340,825 |
| Notes Payable | 131,834 | - | 131,834 |
| | <u>1,472,659</u> | <u>744,017</u> | <u>2,216,676</u> |
| Total Liabilities | <u>1,587,398</u> | <u>930,021</u> | <u>2,517,419</u> |
| NET ASSETS | | | |
| Invested in Capital Assets - | | | |
| Net of Related Debt | 2,289,454 | - | 2,289,454 |
| Unrestricted | 4,070,040 | - | 4,070,040 |
| | <u>6,359,494</u> | <u>-</u> | <u>6,359,494</u> |
| Total Net Assets | <u>\$ 6,359,494</u> | <u>\$ -</u> | <u>\$ 6,359,494</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

Combining Statement of Revenues, Expenses, and Changes in Net Assets

Internal Service Funds
Year Ended April 30, 2007

| | Central Equipment | Employee Compensated Absences | Totals |
|----------------------------------|----------------------|-------------------------------------|--------------|
| Operating Revenues | | | |
| Interfund Services | \$ 579,107 | \$ 69,099 | \$ 648,206 |
| Operating Expenses | | | |
| Operations | 20,227 | 69,099 | 89,326 |
| Depreciation | 335,841 | - | 335,841 |
| Total Operating Expenses | 356,068 | 69,099 | 425,167 |
| Operating Income | 223,039 | - | 223,039 |
| Nonoperating Revenues (Expenses) | | | |
| Interest | 274,480 | - | 274,480 |
| Other Income | 690 | - | 690 |
| Disposal of Capital Assets | (7,971) | - | (7,971) |
| Interest Expense | (6,995) | - | (6,995) |
| | 260,204 | - | 260,204 |
| Change in Net Assets | 483,243 | - | 483,243 |
| Net Assets - Beginning | 5,876,251 | - | 5,876,251 |
| Net Assets - Ending | \$ 6,359,494 | \$ - | \$ 6,359,494 |

VILLAGE OF HANOVER PARK, ILLINOIS

Combining Statement of Cash Flows

Internal Service Funds

Year Ended April 30, 2007

| | Central Equipment | Employee Compensated Absences | Totals |
|---|----------------------|-------------------------------------|---------------------|
| Cash Flows from Operating Activities | | | |
| Receipts from Customers and Users | \$ 577,533 | \$ 69,085 | \$ 646,618 |
| Payment to Suppliers | 1,751 | - | 1,751 |
| | <u>579,284</u> | <u>69,085</u> | <u>648,369</u> |
| Cash Flows from Noncapital Financing Activities | | | |
| Advances from Other Funds | 158,420 | - | 158,420 |
| Cash Flows from Capital and Related Financing Activities | | | |
| Purchase of Capital Assets | (540,731) | - | (540,731) |
| Proceeds on Disposal of Capital Assets | 13,500 | - | 13,500 |
| Principal Paid on Debt | (78,110) | - | (78,110) |
| Interest Paid on Debt | (6,995) | - | (6,995) |
| | <u>(612,336)</u> | <u>-</u> | <u>(612,336)</u> |
| Cash Flows from Investing Activities | | | |
| Interest Received | 274,480 | - | 274,480 |
| Net Change in Cash and Cash Equivalents | 399,848 | 69,085 | 468,933 |
| Cash and Cash Equivalents - Beginning | 4,992,987 | 860,922 | 5,853,909 |
| Cash and Cash Equivalents - Ending | <u>\$ 5,392,835</u> | <u>\$ 930,007</u> | <u>\$ 6,322,842</u> |
| Reconciliation of Operating Income to Net Cash | | | |
| Provided (Used) by Operating Activities | | | |
| Operating Income (Loss) | \$ 223,039 | \$ - | \$ 223,039 |
| Adjustments to Reconcile Operating Income to Net Cash Provided by (Used in) Operating Activities | | | |
| Depreciation | 335,841 | - | 335,841 |
| Other Income | 690 | - | 690 |
| (Increase) Decrease in Current Assets | (2,264) | (14) | (2,278) |
| Increase (Decrease) in Current Liabilities | 21,978 | 69,099 | 91,077 |
| | <u>21,978</u> | <u>69,099</u> | <u>91,077</u> |
| Net Cash Provided by Operating Activities | <u>\$ 579,284</u> | <u>\$ 69,085</u> | <u>\$ 648,369</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

Central Equipment - Internal Service Fund

Schedule of Revenues, Expenses, and Changes in
Net Assets - Budget and Actual
Year Ended April 30, 2007

| | Budget | | Actual |
|----------------------------------|------------|------------|--------------|
| | Original | Final | |
| Operating Revenues | | | |
| Interfund Services | \$ 761,087 | \$ 761,087 | \$ 579,107 |
| Operating Expenses | | | |
| Operations | 25,000 | 25,000 | 20,227 |
| Depreciation | - | - | 335,841 |
| Total Operating Expenses | 25,000 | 25,000 | 356,068 |
| Operating Income | 736,087 | 736,087 | 223,039 |
| Nonoperating Revenues (Expenses) | | | |
| Interest | 150,000 | 150,000 | 274,480 |
| Other Income | 1,000 | 1,000 | 690 |
| Disposal of Capital Assets | - | - | (7,971) |
| Interest Expense | - | - | (6,995) |
| | 151,000 | 151,000 | 260,204 |
| Change in Net Assets | \$ 887,087 | \$ 887,087 | 483,243 |
| Net Assets - Beginning | | | 5,876,251 |
| Net Assets - Ending | | | \$ 6,359,494 |

VILLAGE OF HANOVER PARK, ILLINOIS

Central Equipment - Internal Service Fund

Schedule of Operating Expenses - Budget and Actual
Year Ended April 30, 2007

| | Budget | | Actual |
|---------------------------------|------------------|------------------|------------------|
| | Original | Final | |
| Operations | | | |
| Fleet Services | | | |
| Capital Outlay | | | |
| Automobiles | \$ 154,400 | \$ 154,400 | \$ 178,377 |
| Trucks | 419,000 | 419,000 | 341,463 |
| Other Equipment | 40,000 | 40,000 | 41,118 |
| | <u>613,400</u> | <u>613,400</u> | <u>560,958</u> |
| Less Capital Assets Capitalized | <u>(588,400)</u> | <u>(588,400)</u> | <u>(540,731)</u> |
| Total Operating Expenses | <u>\$ 25,000</u> | <u>\$ 25,000</u> | <u>\$ 20,227</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

Central Equipment - Internal Service Fund

Schedule of Capital Assets and Depreciation
Year Ended April 30, 2007

| | Capital Assets | | | |
|-----------|-----------------------|-------------------------|---------------------------|--------------------|
| | Beginning Balances | Additions/ Transfers | Retirements/ Transfers | Ending Balances |
| Equipment | \$ 4,431,236 | \$ 540,731 | \$ 170,202 | \$ 4,801,765 |

| | Accumulated Depreciation | | | |
|-----------|--------------------------|-------------------------|---------------------------|--------------------|
| | Beginning Balances | Additions/ Transfers | Retirements/ Transfers | Ending Balances |
| Equipment | \$ 2,113,062 | \$ 335,841 | \$ 148,731 | \$ 2,300,172 |

| | | | | |
|-----------------|--------------|--|--|--------------|
| Net Asset Value | \$ 2,318,174 | | | \$ 2,501,593 |
|-----------------|--------------|--|--|--------------|

FIDUCIARY FUNDS

TRUST AND AGENCY FUNDS

PENSION TRUST FUNDS

Police Pension Fund: The Police Pension Fund is used to account for the accumulation of resources to be used for police pension benefit payments. Resources are provided by investment earnings, employee contributions at a rate fixed by law and by the Village at amounts determined by an actuary.

Firefighters' Pension Fund: The Firefighters' Pension Fund is used to account for the accumulation of resources to be used for firefighters' pension benefit payments. Resources are provided by investment earnings, employee contributions at a rate fixed by law and by the Village at amounts determined by an actuary.

AGENCY FUND

Special Service Area Number Two Unlimited Tax Bond Fund: The Special Service Area Number Two Unlimited Tax Bond Fund is used to account for the accumulation of monies for the payment of \$2,300,000 Special Service Area Number Two Unlimited Tax Bonds which are due in annual installments until maturity in 2009. These bonds were issued to finance public improvements on Tower, Barrington and Irving Park Roads. Financing is being provided by ad valorem taxes to be levied without limitation as to rate or amount upon the taxable property in the Village designated as the "Village of Hanover Park Special Service Area Number Two." These bonds are not general obligations of the Village, and neither the full faith and credit nor the taxing power of the Village is pledged to the payment thereof.

VILLAGE OF HANOVER PARK, ILLINOIS

Pension Trust Funds

**Combining Statement of Net Plan Assets
April 30, 2007**

| | Police Pension | Firefighters' Pension | Totals |
|---|-------------------|--------------------------|---------------|
| Assets | | | |
| Cash and Cash Equivalents | \$ 1,543,203 | \$ 555,930 | \$ 2,099,133 |
| Investments | | | |
| U.S. Government and Agency Obligations | 8,590,000 | 4,541,010 | 13,131,010 |
| Mutual Funds | 6,216,643 | 3,082,621 | 9,299,264 |
| Receivables | | | |
| Accrued Interest | 103,774 | 52,545 | 156,319 |
| Total Assets | 16,453,620 | 8,232,106 | 24,685,726 |
| Liabilities | | | |
| Accounts Payable | 12,869 | 2,025 | 14,894 |
| Net Assets | | | |
| Held in Trust for Pension Benefits (A schedule of funding progress is presented following the notes to the financial statements.) | \$ 16,440,751 | \$ 8,230,081 | \$ 24,670,832 |

VILLAGE OF HANOVER PARK, ILLINOIS

Pension Trust Funds

**Combining Statement of Changes in Net Plan Assets
Year Ended April 30, 2007**

| | Police Pension | Firefighters' Pension | Totals |
|-------------------------------|----------------------|--------------------------|----------------------|
| Additions | | | |
| Contributions - Employer | \$ 1,188,133 | \$ 371,075 | \$ 1,559,208 |
| Contributions - Plan Members | 329,861 | 196,762 | 526,623 |
| Total Contributions | 1,517,994 | 567,837 | 2,085,831 |
| Investment Income | | | |
| Interest Earned | 530,322 | 299,938 | 830,260 |
| Net Change in Fair Value | 897,193 | 410,686 | 1,307,879 |
| | 1,427,515 | 710,624 | 2,138,139 |
| Less Investment Expenses | 24,193 | 7,949 | 32,142 |
| Net Investment Income | 1,403,322 | 702,675 | 2,105,997 |
| Total Additions | 2,921,316 | 1,270,512 | 4,191,828 |
| Deductions | | | |
| Administration | 29,943 | 24,126 | 54,069 |
| Benefits and Refunds | 1,034,777 | 311,830 | 1,346,607 |
| Total Deductions | 1,064,720 | 335,956 | 1,400,676 |
| Change in Net Assets | 1,856,596 | 934,556 | 2,791,152 |
| Net Assets - Beginning | 14,584,155 | 7,295,525 | 21,879,680 |
| Net Assets - Ending | \$ 16,440,751 | \$ 8,230,081 | \$ 24,670,832 |

VILLAGE OF HANOVER PARK, ILLINOIS

Police Pension - Pension Trust Fund

Schedule of Changes in Net Plan Assets - Budget and Actual
Year Ended April 30, 2007

| | Budget | | Actual |
|------------------------------|--------------|--------------|---------------|
| | Original | Final | |
| Additions | | | |
| Contributions - Employer | \$ 1,188,133 | \$ 1,188,133 | \$ 1,188,133 |
| Contributions - Plan Members | 300,377 | 300,377 | 329,861 |
| Total Contributions | 1,488,510 | 1,488,510 | 1,517,994 |
| Investment Income | | | |
| Interest Earned | 387,000 | 387,000 | 530,322 |
| Net Change in Fair Value | 401,690 | 401,690 | 897,193 |
| | 788,690 | 788,690 | 1,427,515 |
| Less Investment Expenses | 23,200 | 23,200 | 24,193 |
| Net Investment Income | 765,490 | 765,490 | 1,403,322 |
| Total Additions | 2,254,000 | 2,254,000 | 2,921,316 |
| Deductions | | | |
| Administration | 28,800 | 28,800 | 29,943 |
| Benefits and Refunds | 1,015,123 | 1,040,323 | 1,034,777 |
| Total Deductions | 1,043,923 | 1,069,123 | 1,064,720 |
| Change in Net Assets | \$ 1,210,077 | \$ 1,184,877 | 1,856,596 |
| Net Assets - Beginning | | | 14,584,155 |
| Net Assets - Ending | | | \$ 16,440,751 |

VILLAGE OF HANOVER PARK, ILLINOIS

Firefighters' Pension - Pension Trust Fund

Schedule of Changes in Net Plan Assets - Budget and Actual
Year Ended April 30, 2007

| | Budget | | Actual |
|------------------------------|-------------------|-------------------|---------------------|
| | Original | Final | |
| Additions | | | |
| Contributions - Employer | \$ 371,075 | \$ 371,075 | \$ 371,075 |
| Contributions - Plan Members | 185,500 | 185,500 | 196,762 |
| Total Contributions | <u>556,575</u> | <u>556,575</u> | <u>567,837</u> |
| Investment Income | | | |
| Interest Earned | 200,580 | 200,580 | 299,938 |
| Net Change in Fair Value | 190,890 | 190,890 | 410,686 |
| | <u>391,470</u> | <u>391,470</u> | <u>710,624</u> |
| Less Investment Expenses | 4,500 | 4,500 | 7,949 |
| Net Investment Income | <u>386,970</u> | <u>386,970</u> | <u>702,675</u> |
| Total Additions | <u>943,545</u> | <u>943,545</u> | <u>1,270,512</u> |
| Deductions | | | |
| Administration | 36,650 | 36,650 | 24,126 |
| Benefits and Refunds | 340,879 | 340,879 | 311,830 |
| Total Deductions | <u>377,529</u> | <u>377,529</u> | <u>335,956</u> |
| Change in Net Assets | <u>\$ 566,016</u> | <u>\$ 566,016</u> | 934,556 |
| Net Assets - Beginning | | | <u>7,295,525</u> |
| Net Assets - Ending | | | <u>\$ 8,230,081</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

Special Service Area #2 - Agency Fund

Schedule of Changes in Assets and Liabilities
Year Ended April 30, 2007

| | Beginning Balances | Additions | Deductions | Ending Balances |
|---------------------------------|-----------------------|------------------|-------------------|--------------------|
| ASSETS | | | | |
| Cash and Investments | \$ 387,092 | \$ 72,267 | \$ 58,562 | \$ 400,797 |
| Receivables - Net of Allowances | | | | |
| Property Taxes | 56,000 | - | 56,000 | - |
| Accrued Interest | 2,112 | 2,948 | - | 5,060 |
| | | | | |
| Total Assets | <u>\$ 445,204</u> | <u>\$ 75,215</u> | <u>\$ 114,562</u> | <u>\$ 405,857</u> |
| LIABILITIES | | | | |
| Due to Bondholders | <u>\$ 445,204</u> | <u>\$ 75,215</u> | <u>\$ 114,562</u> | <u>\$ 405,857</u> |

SUPPLEMENTAL SCHEDULES

VILLAGE OF HANOVER PARK, ILLINOIS

Long-Term Debt Requirements

General Obligation Bonds of 2001

April 30, 2007

| | |
|-------------------------|-----------------------|
| Date of Issue | July 1, 2001 |
| Date of Maturity | December 1, 2011 |
| Authorized Issue | \$3,600,000 |
| Denomination of Bonds | \$5,000 |
| Interest Rates | 4.00% - 4.15% |
| Interest Dates | June 1 and December 1 |
| Principal Maturity Date | December 1 |
| Payable at | The Bank of New York |

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

| Tax Levy Year | Bond Numbers | Requirements | | | Interest Due on | | | |
|---------------------|-----------------|---------------------|-------------------|---------------------|-------------------|-----------|-------------------|-----------|
| | | Principal | Interest | Totals | June 1 | Amount | Dec. 1 | Amount |
| 2006 | 320-393 | \$ 370,000 | \$ 82,254 | \$ 452,254 | 2007 | \$ 41,127 | 2007 | \$ 41,127 |
| 2007 | 394-470 | 385,000 | 67,268 | 452,268 | 2008 | 33,634 | 2008 | 33,634 |
| 2008 | 471-550 | 400,000 | 51,676 | 451,676 | 2009 | 25,838 | 2009 | 25,838 |
| 2009 | 551-633 | 415,000 | 35,276 | 450,276 | 2010 | 17,638 | 2010 | 17,638 |
| 2010 | 634-720 | 435,000 | 18,054 | 453,054 | 2011 | 9,027 | 2011 | 9,027 |
| | | <u>\$ 2,005,000</u> | <u>\$ 254,528</u> | <u>\$ 2,259,528</u> | <u>\$ 127,264</u> | | <u>\$ 127,264</u> | |

VILLAGE OF HANOVER PARK, ILLINOIS

Long-Term Debt Requirements

**General Obligation Refunding Bonds of 2002
April 30, 2007**

| | |
|-------------------------|-----------------------|
| Date of Issue | December 15, 2002 |
| Date of Maturity | December 1, 2011 |
| Authorized Issue | \$5,210,000 |
| Denomination of Bonds | \$5,000 |
| Interest Rates | 2.00% - 3.50% |
| Interest Dates | June 1 and December 1 |
| Principal Maturity Date | December 1 |
| Payable at | The Bank of New York |

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

| Tax Levy Year | Bond Numbers | Requirements | | | Interest Due on | | | |
|---------------------|-----------------|---------------------|-------------------|---------------------|-------------------|-----------|-------------------|-----------|
| | | Principal | Interest | Totals | June 1 | Amount | Dec. 1 | Amount |
| 2006 | 433-547 | \$ 570,000 | \$ 96,526 | \$ 666,526 | 2007 | \$ 48,263 | 2007 | \$ 48,263 |
| 2007 | 548-665 | 585,000 | 79,426 | 664,426 | 2008 | 39,713 | 2008 | 39,713 |
| 2008 | 666-788 | 610,000 | 61,876 | 671,876 | 2009 | 30,938 | 2009 | 30,938 |
| 2009 | 789-915 | 630,000 | 43,574 | 673,574 | 2010 | 21,787 | 2010 | 21,787 |
| 2010 | 916-1048 | 660,000 | 23,098 | 683,098 | 2011 | 11,549 | 2011 | 11,549 |
| | | <u>\$ 3,055,000</u> | <u>\$ 304,500</u> | <u>\$ 3,359,500</u> | <u>\$ 152,250</u> | | <u>\$ 152,250</u> | |

VILLAGE OF HANOVER PARK, ILLINOIS

Long-Term Debt Requirements

**General Obligation Bonds of 2004
April 30, 2007**

| | |
|-------------------------|-----------------------|
| Date of Issue | November 1, 2004 |
| Date of Maturity | December 1, 2024 |
| Authorized Issue | \$7,000,000 |
| Denomination of Bonds | \$5,000 |
| Interest Rates | 3.50% - 4.40% |
| Interest Dates | June 1 and December 1 |
| Principal Maturity Date | December 1 |
| Payable at | The Bank of New York |

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

| Tax Levy Year | Bond Numbers | Requirements | | | Interest Due on | | | |
|---------------------|-----------------|---------------------|---------------------|----------------------|---------------------|------------|---------------------|------------|
| | | Principal | Interest | Totals | June 1 | Amount | Dec. 1 | Amount |
| 2006 | | \$ - | \$ 278,474 | \$ 278,474 | 2007 | \$ 139,237 | 2007 | \$ 139,237 |
| 2007 | | - | 278,474 | 278,474 | 2008 | 139,237 | 2008 | 139,237 |
| 2008 | | - | 278,474 | 278,474 | 2009 | 139,237 | 2009 | 139,237 |
| 2009 | | - | 278,474 | 278,474 | 2010 | 139,237 | 2010 | 139,237 |
| 2010 | | - | 278,474 | 278,474 | 2011 | 139,237 | 2011 | 139,237 |
| 2011 | 1-84 | 420,000 | 278,474 | 698,474 | 2012 | 139,237 | 2012 | 139,237 |
| 2012 | 85-171 | 435,000 | 263,774 | 698,774 | 2013 | 131,887 | 2013 | 131,887 |
| 2013 | 172-261 | 450,000 | 248,549 | 698,549 | 2014 | 124,274 | 2014 | 124,275 |
| 2014 | 262-355 | 470,000 | 232,798 | 702,798 | 2015 | 116,399 | 2015 | 116,399 |
| 2015 | 356-452 | 485,000 | 215,878 | 700,878 | 2016 | 107,939 | 2016 | 107,939 |
| 2016 | 453-553 | 505,000 | 197,934 | 702,934 | 2017 | 98,967 | 2017 | 98,967 |
| 2017 | 554-659 | 530,000 | 178,744 | 708,744 | 2018 | 89,372 | 2018 | 89,372 |
| 2018 | 660-769 | 550,000 | 157,544 | 707,544 | 2019 | 78,772 | 2019 | 78,772 |
| 2019 | 770-884 | 575,000 | 135,544 | 710,544 | 2020 | 67,772 | 2020 | 67,772 |
| 2020 | 885-1004 | 600,000 | 111,824 | 711,824 | 2021 | 55,912 | 2021 | 55,912 |
| 2021 | 1005-1130 | 630,000 | 86,325 | 716,325 | 2022 | 43,162 | 2022 | 43,163 |
| 2022 | 1131-1262 | 660,000 | 59,234 | 719,234 | 2023 | 29,617 | 2023 | 29,617 |
| 2023 | 1263-1400 | 690,000 | 30,360 | 720,360 | 2024 | 15,180 | 2024 | 15,180 |
| | | <u>\$ 7,000,000</u> | <u>\$ 3,589,352</u> | <u>\$ 10,589,352</u> | <u>\$ 1,794,675</u> | | <u>\$ 1,794,677</u> | |

VILLAGE OF HANOVER PARK, ILLINOIS

Long-Term Debt Requirements

**Barrington-Irving Tax Increment Revenue Bonds of 1989 (TIF #2)
April 30, 2007**

| | |
|-------------------------|----------------------|
| Date of Issue | December 21, 1989 |
| Date of Maturity | December 1, 2009 |
| Authorized Issue | \$8,100,000 |
| Denomination of Bonds | \$5,000 |
| Interest Rates | 4.825% |
| Interest Dates | January 1 and July 1 |
| Principal Maturity Date | January 1 |
| Payable at | The Bank of New York |

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

| Fiscal Year | Bond Numbers | Requirements | | | Interest Due on | | | |
|----------------|-----------------|---------------------|-------------------|---------------------|-------------------|------------|-------------------|------------|
| | | Principal | Interest | Totals | July 1 | Amount | Jan. 1 | Amount |
| 2008 | 546-640 | \$ 1,550,000 | \$ 236,425 | \$ 1,786,425 | 2007 | \$ 118,212 | 2008 | \$ 118,213 |
| 2009 | 641-950 | 1,700,000 | 161,638 | 1,861,638 | 2008 | 80,819 | 2009 | 80,819 |
| 2010 | * 951-1290 | 1,650,000 | 79,613 | 1,729,613 | 2009 | 39,808 | * | 39,805 |
| | | <u>\$ 4,900,000</u> | <u>\$ 477,676</u> | <u>\$ 5,377,676</u> | <u>\$ 238,839</u> | | <u>\$ 238,837</u> | |

* December 1, 2009

Note: Interest for this issue was fixed at an initial rate of 8.125%, and was adjusted to 6.405% on January 1, 1992, 6.525% on January 1, 1997 and to 4.825% on January 1, 2002 and to 5.055% on January 1, 2007.

VILLAGE OF HANOVER PARK, ILLINOIS

Long-Term Debt Requirements

**Notes Payable of 2003
April 30, 2007**

| | |
|-------------------------|--------------------------------------|
| Date of Issue | August 21, 2003 |
| Date of Maturity | August 21, 2007 |
| Authorized Issue | \$229,543 |
| Interest Rates | 2.57% |
| Interest Dates | Monthly beginning September 21, 2003 |
| Principal Maturity Date | August 21 |
| Payable at | Charter National Bank and Trust |

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

| Fiscal Year | Requirements | | | Interest Due on | |
|----------------|--------------|----------|-----------|-----------------|--------|
| | Principal | Interest | Totals | Sept. 1 | Amount |
| 2008 | \$ 19,878 | \$ 107 | \$ 19,985 | 2007 | \$ 107 |

VILLAGE OF HANOVER PARK, ILLINOIS

Long-Term Debt Requirements

Notes Payable of 2004

April 30, 2007

| | |
|-------------------------|-------------------------------------|
| Date of Issue | November 11, 2004 |
| Date of Maturity | November 11, 2009 |
| Authorized Issue | \$397,277 |
| Interest Rates | 2.75% |
| Interest Dates | Monthly beginning December 12, 2004 |
| Principal Maturity Date | Monthly beginning December 12, 2004 |
| Payable at | Charter National Bank and Trust |

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

| Fiscal Year | Requirements | | | Interest Due on | |
|----------------|-------------------|-----------------|-------------------|-----------------|-----------------|
| | Principal | Interest | Totals | Dec. 1 | Amount |
| 2008 | \$ 80,305 | \$ 4,908 | \$ 85,213 | 2007 | \$ 4,908 |
| 2009 | 82,584 | 2,629 | 85,213 | 2008 | 2,629 |
| 2010 | 49,250 | 460 | 49,710 | 2009 | 460 |
| | <u>\$ 212,139</u> | <u>\$ 7,997</u> | <u>\$ 220,136</u> | | <u>\$ 7,997</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

Long-Term Debt Requirements

**1997 Illinois Environmental Protection Agency Loan
April 30, 2007**

| | |
|-------------------------|--|
| Date of Issue | April 9, 1997 |
| Date of Maturity | April 9, 2017 |
| Authorized Issue | \$3,750,000 |
| Interest Rates | 2.815% |
| Interest Dates | April 9 and October 9 |
| Principal Maturity Date | April 9 and October 9 |
| Payable at | Illinois Environmental Protection Agency |

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

| Fiscal Year | Requirements | | | Interest Due on | | | |
|----------------|---------------------|-------------------|---------------------|-----------------|-------------------|---------|-------------------|
| | Principal | Interest | Totals | Oct. 9 | Amount | April 9 | Amount |
| 2008 | \$ 187,691 | \$ 58,799 | \$ 246,490 | 2007 | \$ 30,055 | 2008 | \$ 28,744 |
| 2009 | 193,012 | 53,479 | 246,491 | 2008 | 27,414 | 2009 | 26,065 |
| 2010 | 198,483 | 48,007 | 246,490 | 2009 | 24,697 | 2010 | 23,310 |
| 2011 | 204,110 | 42,381 | 246,491 | 2010 | 21,904 | 2011 | 20,477 |
| 2012 | 209,897 | 36,593 | 246,490 | 2011 | 19,030 | 2012 | 17,563 |
| 2013 | 215,846 | 30,644 | 246,490 | 2012 | 16,076 | 2013 | 14,568 |
| 2014 | 221,965 | 24,525 | 246,490 | 2013 | 13,038 | 2014 | 11,487 |
| 2015 | 228,257 | 18,233 | 246,490 | 2014 | 9,914 | 2015 | 8,319 |
| 2016 | 234,728 | 11,762 | 246,490 | 2015 | 6,701 | 2016 | 5,061 |
| 2017 | 241,384 | 5,107 | 246,491 | 2016 | 3,397 | 2017 | 1,710 |
| | <u>\$ 2,135,373</u> | <u>\$ 329,530</u> | <u>\$ 2,464,903</u> | | <u>\$ 172,226</u> | | <u>\$ 157,304</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

Long-Term Debt Requirements

**2000 Illinois Environmental Protection Agency Loan
April 30, 2007**

| | |
|-------------------------|--|
| Date of Issue | April 12, 2000 |
| Date of Maturity | July 1, 2019 |
| Authorized Issue | \$1,784,916 |
| Interest Rates | 2.625% |
| Interest Dates | January 1 and July 1 |
| Principal Maturity Date | January 1 and July 1 |
| Payable at | Illinois Environmental Protection Agency |

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

| Fiscal Year | Requirements | | | Interest Due on | | | |
|----------------|---------------------|-------------------|---------------------|-----------------|-------------------|--------|-------------------|
| | Principal | Interest | Totals | July 1 | Amount | Jan. 1 | Amount |
| 2008 | \$ 85,809 | \$ 31,729 | \$ 117,538 | 2007 | \$ 16,144 | 2008 | \$ 15,585 |
| 2009 | 88,076 | 29,462 | 117,538 | 2008 | 15,018 | 2009 | 14,444 |
| 2010 | 90,403 | 27,134 | 117,537 | 2009 | 13,862 | 2010 | 13,272 |
| 2011 | 92,791 | 24,745 | 117,536 | 2010 | 12,675 | 2011 | 12,070 |
| 2012 | 95,243 | 22,295 | 117,538 | 2011 | 11,458 | 2012 | 10,837 |
| 2013 | 97,760 | 19,777 | 117,537 | 2012 | 10,207 | 2013 | 9,570 |
| 2014 | 100,344 | 17,194 | 117,538 | 2013 | 8,924 | 2014 | 8,270 |
| 2015 | 102,995 | 14,543 | 117,538 | 2014 | 7,607 | 2015 | 6,936 |
| 2016 | 105,716 | 11,822 | 117,538 | 2015 | 6,256 | 2016 | 5,566 |
| 2017 | 108,509 | 9,029 | 117,538 | 2016 | 4,868 | 2017 | 4,161 |
| 2018 | 111,376 | 6,162 | 117,538 | 2017 | 3,444 | 2018 | 2,718 |
| 2019 | 114,319 | 3,219 | 117,538 | 2018 | 1,982 | 2019 | 1,237 |
| 2020 | 36,691 | 482 | 37,173 | 2019 | 482 | | - |
| | <u>\$ 1,230,032</u> | <u>\$ 217,593</u> | <u>\$ 1,447,625</u> | | <u>\$ 112,927</u> | | <u>\$ 104,666</u> |

VILLAGE OF HANOVER PARK, ILLINOIS

Bond Compliance

Schedule of Changes in Fund Balance - Reserved - Restricted Accounts
 Tax Increment Financing #2 Fund
 Year Ended April 30, 2007

| | Bond Principal and Interest | Bond Principal and Interest Reserve | General | Total |
|--|--------------------------------------|---|---------------------|---------------------|
| Revenues | | | | |
| Taxes | | | | |
| Property | \$ 1,647,714 | \$ - | \$ - | \$ 1,647,714 |
| Sales | 94,828 | - | - | 94,828 |
| Interest | 186,008 | - | - | 186,008 |
| Total Revenues | <u>1,928,550</u> | <u>-</u> | <u>-</u> | <u>1,928,550</u> |
| Expenditures | | | | |
| Debt Service | | | | |
| Principal Retirement | 1,425,000 | - | - | 1,425,000 |
| Interest | 306,179 | - | - | 306,179 |
| Fiscal Charges | 23,672 | - | - | 23,672 |
| Transfer to SSA #2 | 209,000 | - | - | 209,000 |
| Total Expenditures | <u>1,963,851</u> | <u>-</u> | <u>-</u> | <u>1,963,851</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>(35,301)</u> | <u>-</u> | <u>-</u> | <u>(35,301)</u> |
| Intrafund Transfers | | | | |
| Transfers In | 6,058 | 62,218 | - | 68,276 |
| Transfers Out | - | - | (68,276) | (68,276) |
| | <u>6,058</u> | <u>62,218</u> | <u>(68,276)</u> | <u>-</u> |
| Net Change in Fund Balances | (29,243) | 62,218 | (68,276) | (35,301) |
| Fund Balances Reserved - Beginning | <u>153,089</u> | <u>1,696,302</u> | <u>2,265,464</u> | <u>4,114,855</u> |
| Fund Balances Reserved - Ending | <u>\$ 123,846</u> | <u>\$ 1,758,520</u> | <u>\$ 2,197,188</u> | <u>\$ 4,079,554</u> |

STATISTICAL SECTION

(Unaudited)

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 Village's overall financial health.

Financial Trends

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

Revenue Capacity

These schedules contain information to help the reader assess the Village's most significant local revenue sources.

Debt Capacity

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

Demographic and Economic Information

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

Operating Information

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

VILLAGE OF HANOVER PARK, ILLINOIS

**Net Assets by Component - Last Five Fiscal Years
April 30, 2007**

| | 2003 | 2004 | 2005 | 2006 | 2007 |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|
| Governmental Activities | | | | | |
| Invested in Capital Assets, Net of Related Debt | \$ 43,907,019 | 43,373,185 | 42,683,565 | 43,981,453 | 43,282,520 |
| Restricted | 9,620,148 | 7,768,707 | 9,059,013 | 9,605,788 | 9,405,061 |
| Unrestricted | (3,617,350) | (1,778,238) | 187,403 | 2,669,003 | 8,575,116 |
| Total Governmental Activities Net Assets | 49,909,817 | 49,363,654 | 51,929,981 | 56,256,244 | 61,262,697 |
| Business-Type Activities | | | | | |
| Invested in Capital Assets, Net of Related Debt | 22,369,462 | 22,334,652 | 22,194,042 | 22,195,261 | 21,978,529 |
| Unrestricted | 5,729,836 | 6,184,876 | 6,709,398 | 6,975,685 | 7,590,332 |
| Total Business-Type Activities Net Assets | 28,099,298 | 28,519,528 | 28,903,440 | 29,170,946 | 29,568,861 |
| Primary Government | | | | | |
| Invested in Capital Assets, Net of Related Debt | 66,276,481 | 65,707,837 | 64,877,607 | 66,176,714 | 65,261,049 |
| Restricted | 9,620,148 | 7,768,707 | 9,059,013 | 9,605,788 | 9,405,061 |
| Unrestricted | 2,112,486 | 4,406,638 | 6,896,801 | 9,644,688 | 16,165,448 |
| Total Primary Government Net Assets | 78,009,115 | 77,883,182 | 80,833,421 | 85,427,190 | 90,831,558 |

Data Source: Village Records

The Village implemented GASB 34 in Fiscal Year 2003.

V ILLAGE OF HANOVER PARK, ILLINOIS

Changes in Net Assets - Last Five Fiscal Years
April 30, 2007

| | 2003 | 2004 | 2005 | 2006 | 2007 |
|---|--------------|------------|------------|------------|------------|
| Expenses | | | | | |
| Governmental Activities | | | | | |
| General Government | \$ 3,002,269 | 2,290,545 | 3,032,901 | 3,151,719 | 2,995,293 |
| Public Works | 2,705,116 | 2,584,077 | 2,691,590 | 2,967,923 | 3,123,131 |
| Public Safety | 9,828,535 | 10,414,601 | 11,803,812 | 12,732,089 | 12,112,702 |
| Community Development | 850,610 | 1,059,206 | 874,275 | 1,250,312 | 1,745,000 |
| Highways and Streets | 2,466,733 | 4,343,557 | 1,651,616 | 1,904,303 | 1,899,180 |
| Interest | 1,037,809 | 730,086 | 816,506 | 870,101 | 791,433 |
| Total Governmental Activities Expenses | 19,891,072 | 21,422,072 | 20,870,700 | 22,876,447 | 22,666,739 |
| Business-Type Activities | | | | | |
| Water and Sewer | 6,931,626 | 6,974,497 | 6,957,557 | 7,167,282 | 7,292,161 |
| Commputer Parking | 326,663 | 326,108 | 368,048 | 349,930 | 329,848 |
| Total Business-Type Activities Net Assets | 7,258,289 | 7,300,605 | 7,325,605 | 7,517,212 | 7,622,009 |
| Total Primary Government Expenses | 27,149,361 | 28,722,677 | 28,196,305 | 30,393,659 | 30,288,748 |
| Program Revenues | | | | | |
| Governmental Activities | | | | | |
| Charges for Services | | | | | |
| General Government | 868,313 | 920,597 | 806,186 | 796,144 | 855,148 |
| Public Safety | 661,166 | 801,110 | 1,216,106 | 1,720,844 | 1,732,822 |
| Community Development | 257,149 | 352,484 | 255,336 | 267,630 | 292,135 |
| Highways and Streets | 537 | 50,537 | - | - | - |
| Operating Grants | 1,198,547 | 1,151,423 | 1,795,459 | 1,174,947 | 1,228,520 |
| Capital Grants | 703,539 | - | - | 129,987 | 76,798 |
| Total Governmental Activities Program Revenues | 3,689,251 | 3,276,151 | 4,073,087 | 4,089,552 | 4,185,423 |
| Business-Type Activities | | | | | |
| Charges for Services | | | | | |
| Water and Sewer | 6,873,020 | 7,048,989 | 7,285,627 | 7,452,531 | 7,549,899 |
| Commuter Parking | 273,852 | 264,000 | 243,232 | 256,413 | 277,673 |
| Operating Grants | - | - | 110,000 | - | - |
| Capital Grants | - | - | - | - | - |
| Total Business-Type Activities Program Revenues | 7,146,872 | 7,312,989 | 7,638,859 | 7,708,944 | 7,827,572 |
| Total Primary Government Program Revenues | 10,836,123 | 10,589,140 | 11,711,946 | 11,798,496 | 12,012,995 |

| | 2003 | 2004 | 2005 | 2006 | 2007 |
|--|-----------------|--------------|--------------|--------------|--------------|
| Net (Expense) Revenue | | | | | |
| Governmental Activities | \$ (16,201,821) | (18,145,921) | (16,797,613) | (18,786,895) | (18,481,316) |
| Business-Type Activities | (111,417) | 12,384 | 313,254 | 191,732 | 205,563 |
| Total Primary Government | | | | | |
| Net Revenue (Expense) | (16,313,238) | (18,133,537) | (16,484,359) | (18,595,163) | (18,275,753) |
| General Revenues and Other Changes in Net Assets | | | | | |
| Governmental Activities | | | | | |
| Taxes | | | | | |
| Property | 8,054,147 | 8,740,200 | 9,128,336 | 10,556,379 | 10,313,391 |
| Sales, Local Use | 3,533,870 | 3,657,567 | 3,405,265 | 3,764,767 | 3,867,302 |
| Utility | 854,997 | 1,206,679 | 1,224,144 | 1,735,559 | 1,872,699 |
| Hotel/Motel | 31,685 | 31,329 | 35,954 | 39,848 | 40,376 |
| Food and Beverage | 999,932 | 1,022,650 | 1,025,182 | 1,057,701 | 1,083,296 |
| Other | 512,452 | 533,110 | 840,757 | 861,355 | 596,318 |
| Intergovernmental | | | | | |
| Personal Property Replacement Tax | 50,783 | 56,091 | 64,313 | 82,734 | 89,869 |
| Income | 2,501,086 | 2,313,368 | 2,591,407 | 2,924,903 | 3,226,202 |
| Investment Income | 558,624 | 223,741 | 474,107 | 859,078 | 1,450,517 |
| Miscellaneous | 462,279 | 139,896 | 551,567 | 1,059,346 | 912,304 |
| Transfers | (1,336,549) | (324,873) | 22,908 | 71,488 | 35,495 |
| Total Governmental Activities | 16,223,306 | 17,599,758 | 19,363,940 | 23,013,158 | 23,487,769 |
| Business-Type Activities | | | | | |
| Investment Income | 92,987 | 37,469 | 85,966 | 143,937 | 275,851 |
| Miscellaneous | 282,296 | 45,504 | 7,600 | 3,325 | (48,004) |
| Transfers | 1,336,549 | 324,873 | (22,908) | (71,488) | (35,495) |
| Total Business-Type Activities | 1,711,832 | 407,846 | 70,658 | 75,774 | 192,352 |
| Total Primary Government | 17,935,138 | 18,007,604 | 19,434,598 | 23,088,932 | 23,680,121 |
| Changes in Net Assets | | | | | |
| Governmental Activities | 21,485 | (546,163) | 2,566,327 | 4,226,263 | 5,006,453 |
| Business-Type Activities | 1,600,415 | 420,230 | 383,912 | 267,506 | 397,915 |
| Total Primary Government | 1,621,900 | (125,933) | 2,950,239 | 4,493,769 | 5,404,368 |

Data Source: Village Records

The Village implemented GASB 34 in Fiscal Year 2003.

VILLAGE OF HANOVER PARK, ILLINOIS

**Fund Balances of Governmental Funds - Last Ten Fiscal Years
April 30, 2007**

| | 1998 | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 (1) | 2006 | 2007 |
|---|------------------|------------------|------------------|------------------|-------------------|-------------------|------------------|-------------------|-------------------|-------------------|
| General Fund | | | | | | | | | | |
| Reserved | \$ 5,064 | 421,096 | 503,794 | 965,723 | 889,737 | 878,820 | 858,837 | 755,240 | 730,035 | 798,214 |
| Unreserved | 6,458,403 | 6,140,554 | 5,941,423 | 6,823,958 | 6,836,663 | 6,655,939 | 6,672,304 | 6,859,146 | 8,205,921 | 9,045,003 |
| Total General Fund | 6,463,467 | 6,561,650 | 6,445,217 | 7,789,681 | 7,726,400 | 7,534,759 | 7,531,141 | 7,614,386 | 8,935,956 | 9,843,217 |
| All Other Governmental Funds | | | | | | | | | | |
| Reserved | 2,199,143 | 2,142,082 | 3,068,916 | 2,947,636 | 2,317,152 | 9,620,148 | 7,768,707 | 15,343,970 | 11,119,689 | 9,674,392 |
| Unreserved, Reported in: | | | | | | | | | | |
| Special Revenues Funds | 2,595,195 | 2,625,956 | 2,653,266 | 3,025,270 | 3,278,877 | - | - | - | - | - |
| Debt Service Funds | 976,040 | 1,097,301 | 876,318 | 1,090,438 | 310,544 | - | - | - | - | - |
| Capital Projects Funds | 1,817,854 | 1,658,455 | 1,631,517 | 1,240,764 | 4,722,913 | 1,911,794 | 1,863,894 | 1,780,042 | 2,034,890 | 2,454,303 |
| Total All Other Governmental Funds | 7,588,232 | 7,523,794 | 8,230,017 | 8,304,108 | 10,629,486 | 11,531,942 | 9,632,601 | 17,124,012 | 13,154,579 | 12,128,695 |

Data Source: Village Records

- (1) The fund balance for all other governmental funds increased significantly in Fiscal Year 2005 due to the issuance of the 2004 General Obligation Bonds which are being used to finance the construction of a new Headquarters Fire Station.

VILLAGE OF HANOVER PARK, ILLINOIS

Changes in Fund Balances for Governmental Funds - Last Ten Fiscal Years
April 30, 2007

| | 1998 | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 (1) | 2005 (2) | 2006 (3) | 2007 (3) |
|---|-------------------|---------------------|--------------------|---------------------|---------------------|-------------------|-----------------------|---------------------|-----------------------|---------------------|
| Revenues | | | | | | | | | | |
| Taxes | \$ 10,312,365 | \$ 11,140,596 | \$ 12,685,648 | \$ 14,604,783 | \$ 15,090,955 | \$ 16,377,381 | 17,560,994 | \$ 15,252,100 | \$ 17,562,838 | \$ 17,275,302 |
| Licenses and Permits | 1,058,853 | 1,117,626 | 1,144,212 | 1,155,919 | 1,118,318 | 818,627 | 809,478 | 820,362 | 840,525 | 871,302 |
| Intergovernmental | 846,331 | 862,560 | 1,005,586 | 1,073,056 | 1,093,218 | 1,824,194 | 1,132,424 | 4,858,717 | 4,765,342 | 5,119,469 |
| Charges for Services and Fees | 68,142 | 66,648 | 69,391 | 142,303 | 183,516 | 203,608 | 285,642 | 925,111 | 1,314,082 | 1,385,294 |
| Fines and Forfeits | 400,620 | 311,719 | 288,080 | 300,598 | 380,492 | 428,084 | 494,211 | 518,741 | 615,398 | 608,308 |
| Investment Income | 786,324 | 398,143 | 565,595 | 1,095,518 | 674,612 | 554,134 | 223,741 | 396,188 | 740,859 | 1,176,037 |
| Miscellaneous | 307,479 | 1,146,239 | 413,392 | 1,518,711 | 1,535,063 | 795,648 | 684,292 | 551,567 | 1,159,346 | 912,304 |
| Total Revenues | 13,780,114 | 15,043,531 | 16,171,904 | 19,890,888 | 20,076,174 | 21,001,676 | 21,190,782 | 23,322,786 | 26,998,390 | 27,348,016 |
| Expenditures | | | | | | | | | | |
| General Government | 2,775,629 | 2,857,925 | 2,859,086 | 3,244,065 | 3,515,718 | 2,826,509 | 2,878,432 | 2,728,647 | 3,050,356 | 2,854,656 |
| Public Works | - | - | - | - | - | 2,600,939 | 2,796,481 | 2,471,206 | 2,571,833 | 2,769,315 |
| Public Safety | 4,435,357 | 5,323,418 | 5,882,380 | 7,976,949 | 9,264,687 | 9,934,715 | 10,192,937 | 11,345,508 | 12,289,563 | 13,202,008 |
| Community Development | - | - | - | - | - | 720,713 | 1,051,288 | 879,085 | 1,186,171 | 1,425,830 |
| Highways and Streets | 2,789,891 | 3,384,426 | 3,118,164 | 3,692,045 | 4,410,790 | 1,406,582 | 1,871,204 | 1,093,708 | 1,215,723 | 1,693,169 |
| Intergovernmental | - | - | - | - | 864,211 | - | - | - | - | - |
| Capital Outlay | 33,063 | 192,600 | 191,903 | 78,040 | 314,397 | 1,261,219 | 1,708,830 | 1,500,129 | 6,478,415 | 2,345,634 |
| Debt Service | | | | | | | | | | |
| Principal | 825,000 | 1,180,000 | 1,275,000 | 1,293,700 | 1,345,000 | 1,634,000 | 1,760,200 | 2,053,638 | 2,012,617 | 2,394,137 |
| Interest and Fiscal Charges | 1,389,974 | 1,244,479 | 1,177,896 | 1,127,546 | 1,095,803 | 1,020,437 | 749,039 | 699,117 | 913,063 | 817,385 |
| Total Expenditures | 12,248,914 | 14,182,848 | 14,504,429 | 17,412,345 | 20,810,606 | 21,405,114 | 23,008,411 | 22,771,038 | 29,717,741 | 27,502,134 |
| Excess of Revenues Over (Under) Expenditures | 1,531,200 | 860,683 | 1,667,475 | 2,478,543 | (734,432) | (403,438) | (1,817,629) | 551,748 | (2,719,351) | (154,118) |
| Other Financing Sources (Uses) | | | | | | | | | | |
| Proceeds from Bonds | - | - | - | - | 3,577,783 | 5,210,000 | 229,543 | 7,000,000 | - | - |
| Payments to Escrow Agent | - | - | - | - | - | (5,130,568) | - | - | - | - |
| Transfers In | 699,225 | 901,913 | 895,016 | 681,131 | 777,869 | 4,195,095 | 1,797,387 | 601,923 | 1,246,418 | 788,972 |
| Transfers Out | (1,375,195) | (2,489,376) | (2,146,166) | (2,605,866) | (1,733,294) | (3,531,644) | (2,122,260) | (579,015) | (1,174,930) | (753,477) |
| Sale of Property | - | - | 173,465 | 979,951 | 37,098 | 432,129 | 10,000 | - | - | - |
| Total Other Financing Sources (Uses) | (675,970) | (1,587,463) | (1,077,685) | (944,784) | 2,659,456 | 1,175,012 | (85,330) | 7,022,908 | 71,488 | 35,495 |
| Net Change in Fund Balances | \$ 855,230 | \$ (726,780) | \$ 589,790 | \$ 1,533,759 | \$ 1,925,024 | \$ 771,574 | \$ (1,902,959) | \$ 7,574,656 | \$ (2,647,863) | \$ (118,623) |
| Debt Service as a Percentatge of Noncapital Expenditures | 18.13% | 17.33% | 17.14% | 13.97% | 11.91% | 13.18% | 11.78% | 12.94% | 12.59% | 12.77% |

Data Source: Village Records

- (1) The decrease in fund balance was the result of the spend down of the proceeds from the 2001 General Obligation Bonds.
- (2) The significant increase in the fund balance is due to the issuance of the 2004 General Obligation Bonds.
- (3) The decrease in fund balance is due to the expenditure of bonds proceeds from the 2004 General Obligation Bonds for the construction of a new Headquarters Fire Station.

VILLAGE OF HANOVER PARK, ILLIONS

Equalized Assessed Value and Total Direct Tax Rate - Last Ten Fiscal Years

Cook County

April 30, 2007

| Tax Levy Year | Residential Property | Farm | Commerical Property | Industrial Property | Total | Railroad | Equalized Assessed Value-Cook | Total Direct Tax Rate-Cook |
|---------------|----------------------|-------|---------------------|---------------------|-------------|----------|-------------------------------|----------------------------|
| 1997 | 104,317,293 | 2,948 | 43,314,960 | 4,780,240 | 152,415,441 | 9,700 | 152,425,141 | 0.909 |
| 1998 | 114,475,797 | 2,948 | 46,654,428 | 4,781,190 | 165,914,363 | 0.00 | 165,914,363 | 0.834 |
| 1999 | 119,402,737 | 2,948 | 46,602,447 | 6,012,337 | 172,020,469 | 0.00 | 172,020,469 | 0.893 |
| 2000 | 117,266,254 | 2,948 | 45,103,927 | 5,169,210 | 167,542,339 | 0.00 | 167,542,339 | 1.694 |
| 2001 | 145,830,815 | 2,948 | 54,475,362 | 6,514,216 | 206,823,341 | 0.00 | 206,823,341 | 1.400 |
| 2002 | 159,254,457 | 2,948 | 52,923,571 | 7,103,454 | 219,284,430 | 0.00 | 219,284,430 | 1.370 |
| 2003 | 157,548,124 | 2,948 | 51,851,859 | 6,594,056 | 215,996,987 | 0.00 | 215,996,987 | 1.486 |
| 2004 | 185,522,484 | 0.00 | 54,752,068 | 5,736,273 | 246,010,825 | 0.00 | 246,010,825 | 1.437 |
| 2005 | 196,068,136 | 2,649 | 56,662,400 | 6,009,123 | 258,742,308 | 0.00 | 258,742,308 | 1.343 |
| 2006 | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A |

N/A - Currently Not Available

Data Source: Cook County Clerk's and Treasurer's Offices

VILLAGE OF HANOVER PARK, ILLIONS

Equalized Assessed Value and Total Direct Tax Rate - Last Ten Fiscal Years

DuPage County

April 30, 2007

| Tax Levy Year | Residential Property | Farm | Commerical Property | Industrial Property | Total | Railroad | Equalized Assessed Value-DuPage | (1) Total Direct Tax Rate-DuPage |
|---------------|----------------------|--------|---------------------|---------------------|-------------|----------|---------------------------------|----------------------------------|
| 1997 | 189,173,730 | 43,943 | 11,775,610 | 30,077,490 | 231,070,773 | 8,738 | 231,079,511 | 0.7967 |
| 1998 | 192,640,070 | 45,884 | 12,735,780 | 37,618,940 | 243,040,674 | 10,759 | 243,051,433 | 0.7871 |
| 1999 | 195,837,610 | 51,937 | 13,420,550 | 43,601,150 | 252,911,247 | 11,870 | 252,923,117 | 0.7743 |
| 2000 | 203,491,420 | 42,740 | 14,172,900 | 46,434,240 | 264,141,300 | 12,177 | 264,153,477 | 1.3536 |
| 2001 | 216,511,645 | 31,375 | 15,109,530 | 53,919,040 | 285,571,590 | 9,809 | 285,581,399 | 1.3753 |
| 2002 | 235,046,990 | 29,262 | 16,655,810 | 68,088,290 | 319,820,352 | 9,989 | 319,830,341 | 1.3382 |
| 2003 | 262,039,982 | 26,326 | 16,662,830 | 66,715,460 | 345,444,598 | 7,791 | 345,452,389 | 1.2891 |
| 2004 | 280,454,471 | 23,693 | 19,245,640 | 71,438,140 | 371,161,944 | 7,429 | 371,169,373 | 1.3371 |
| 2005 | 303,027,925 | 21,322 | 20,574,170 | 74,112,050 | 397,735,467 | 7,429 | 397,742,896 | 1.2716 |
| 2006 | 327,307,467 | 20,208 | 20,972,440 | 79,629,190 | 427,929,305 | 11,078 | 427,940,383 | 1.2897 |

Data Source: DuPage County Clerk's and Treasurer's Offices

(1) The significant increase in the tax rate in Tax Levy Year 2000 was the result of the acquisition of the Fire District in July 2000.

VILLAGE OF HANOVER PARK, ILLINOIS

Direct and Overlapping Property Tax Rates-Cook County
April 30, 2007

| | Last Ten Tax Levy Years | | | | | | | | | |
|---|-------------------------|--------|--------|--------|-------|-------|-------|-------|-------|------|
| | 1997 | 1998 | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 |
| Village of Hanover Park | | | | | | | | | | |
| General Corporate rate | 0.622 | 0.667 | 0.732 | 1.523 | 1.260 | 1.241 | 1.355 | 1.269 | 1.191 | N/A |
| Police Pension | 0.076 | | | | | | | | | |
| Debt Service Rate | 0.211 | 0.167 | 0.161 | 0.171 | 0.140 | 0.129 | 0.131 | 0.168 | 0.152 | N/A |
| Total Direct Tax Rate | 0.909 | 0.834 | 0.893 | 1.694 | 1.400 | 1.370 | 1.486 | 1.437 | 1.343 | N/A |
| Overlapping Rates (1) | | | | | | | | | | |
| School District #46 | 6.298 | 6.131 | 6.002 | 6.243 | 5.350 | 5.080 | 5.606 | 4.945 | 4.746 | N/A |
| School District #509 | 0.495 | 0.459 | 0.434 | 0.458 | 0.387 | 0.367 | 0.426 | 0.434 | 0.421 | N/A |
| Hanover Park Park District | 0.610 | 0.571 | 0.581 | 0.600 | 0.492 | 0.476 | 0.534 | 0.469 | 0.441 | N/A |
| Hanover Park Fire Protection | 0.631 | 0.612 | 0.650 | - | - | - | - | - | - | N/A |
| County including Forest Preserve | | | | | | | | | | |
| District and TB Sanitarium | 1.001 | 0.991 | 0.932 | 0.901 | 0.820 | 0.757 | 0.693 | 0.654 | 0.598 | N/A |
| Hanover Township | 0.271 | 0.251 | 0.246 | 0.254 | 0.225 | 0.259 | 0.273 | 0.242 | 0.237 | N/A |
| Metropolitan Water Reclamation District | 0.451 | 0.444 | 0.419 | 0.415 | 0.401 | 0.371 | 0.361 | 0.347 | 0.315 | N/A |
| Northwest Mosquito Abatement District | 0.011 | 0.010 | 0.010 | 0.011 | 0.010 | 0.009 | 0.010 | 0.009 | 0.009 | N/A |
| Poplar Creek Library | 0.386 | 0.397 | 0.388 | 0.406 | 0.351 | 0.340 | 0.355 | 0.318 | 0.304 | N/A |
| Community Mental Health | 0.056 | 0.049 | 0.044 | 0.045 | 0.040 | 0.038 | 0.040 | 0.036 | 0.035 | N/A |
| Consolidated Elections | 0.027 | - | 0.023 | - | 0.032 | - | 0.029 | - | 0.014 | N/A |
| Total Direct and Overlapping Tax Rate | 11.146 | 10.749 | 10.622 | 11.027 | 9.508 | 9.067 | 9.813 | 8.891 | 8.463 | N/A |

N/A - Currently Not Available

Data Source: Cook County Clerk

Note: Overlapping rates are those of local and county governments that apply to property owners within the Village. Not all overlapping rates apply to all Village property owners.

(1) The significant increase in the tax rate in Tax Levy Year 2000 was the result of the acquisition of the Fire District in July 2000.

VILLAGE OF HANOVER PARK, ILLINOIS

**Direct and Overlapping Property Tax Rates-DuPage County
April 30, 2007**

| | Last Ten Levy Years | | | | | | | | | |
|--|---------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| | 1997 | 1998 | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 |
| Village of Hanover Park: | | | | | | | | | | |
| General Corporate rate | 0.5472 | 0.6314 | 0.6366 | 1.2314 | 1.2505 | 1.2248 | 1.1861 | 1.1960 | 1.1419 | 1.1635 |
| Police Pension | 0.0674 | | | | | | | | | |
| Debt Service Rate | 0.1821 | 0.1557 | 0.1377 | 0.1222 | 0.1248 | 0.1134 | 0.1027 | 0.1411 | 0.1297 | 0.1262 |
| Total Direct Tax Rate | 0.7967 | 0.7871 | 0.7743 | 1.3536 | 1.3753 | 1.3382 | 1.2888 | 1.3371 | 1.2716 | 1.2897 |
| Overlapping Rates | | | | | | | | | | |
| School District #93 | 3.9891 | 3.9251 | 3.6960 | 3.6455 | 3.5791 | 3.2923 | 3.0360 | 3.3667 | 3.5070 | 3.6473 |
| School District #87 | 1.9881 | 1.9732 | 1.9402 | 1.9477 | 1.8586 | 1.9144 | 1.8530 | 1.7716 | 1.7200 | 1.7210 |
| Community College #502 | 0.2042 | 0.2027 | 0.2006 | 0.1966 | 0.1930 | 0.2179 | 0.2100 | 0.1968 | 0.1874 | 0.1929 |
| Hanover Park Park District | 0.5170 | 0.5198 | 0.5812 | 0.4761 | 0.4700 | 0.4483 | 0.4340 | 0.4267 | 0.4055 | 0.4059 |
| Hanover Park Fire Protection | 0.6061 | 0.6007 | 0.5995 | 0.0000 | 0.0000 | 0.0000 | 0.0000 | 0.0000 | 0.0000 | 0.0000 |
| County including Forest Preserve District and Airport | 0.5178 | 0.5002 | 0.4786 | 0.4569 | 0.4278 | 0.3936 | 0.3650 | 0.3421 | 0.3266 | 0.3199 |
| Wayne Township | 0.2153 | 0.2067 | 0.1983 | 0.1938 | 0.1876 | 0.1722 | 0.1570 | 0.1450 | 0.1400 | 0.1370 |
| Poplar Creek Library | 0.3688 | 0.3880 | 0.3085 | 0.3614 | 0.3571 | 0.3573 | 0.3040 | 0.3022 | 0.3004 | 0.3131 |
| Total Direct and Overlapping Tax Rate | 9.2031 | 9.1035 | 8.7772 | 8.6316 | 8.4485 | 8.1342 | 7.6478 | 7.8882 | 7.8585 | 8.0268 |

Data Source: DuPage County Clerk

Note: Overlapping rates are those of local and county governments that apply to property owners within the Village. Not all overlapping rates apply to all Village property owners.

(1) The significant increase in the tax rate in Tax Levy Year 2000 was the result of the acquisition of the Fire District in July 2000.

VILLAGE OF HANOVER PARK, ILLINOIS

Principal Property Tax Payers - Current Year and Nine Years Ago
April 30, 2007

| Taxpayer | 2006 | | | 1997 | | |
|----------------------------------|------------------------|------|--|------------------------|------|--|
| | Taxable Assessed Value | Rank | Percentage of Total Village Taxable Assessed Value | Taxable Assessed Value | Rank | Percentage of Total Village Taxable Assessed Value |
| AMB-Turnberry Lakes | \$ 11,938,830 | 1 | 1.74% | | | |
| Menards | 9,096,306 | 2 | 1.32% | \$ 3,157,699 | 4 | 0.85% |
| Westview Center-Bradley | 8,744,818 | 3 | 1.27% | 7,994,686 | 2 | 2.14% |
| IDI Services-Turnberry Lakes | 7,727,520 | 4 | 1.13% | | | |
| Fisher Scientific Company | 5,728,240 | 5 | 0.83% | | | |
| IDI Services-Hanover Corp Center | 4,746,350 | 6 | 0.69% | | | |
| Pebblewood Court | 4,337,465 | 7 | 0.63% | | | |
| Northern Builders, Inc. | 4,287,570 | 8 | 0.62% | | | |
| Wheaton Bank Trust 1238 | 4,260,579 | 9 | 0.62% | | | |
| Kmart Corporation | 3,345,072 | 10 | 0.49% | | | |
| Turnberry Lakes Industrial Park | | | | 10,635,412 | 1 | 2.85% |
| Tradewinds Center | | | | 5,231,336 | 3 | 1.40% |
| First National Bank Trust 751 | | | | 2,617,208 | 5 | 0.70% |
| Inland Real Estate | | | | 2,235,920 | 6 | 0.60% |
| Canon USA | | | | 1,766,610 | 7 | 0.47% |
| Camcraft, Inc. | | | | 1,233,960 | 8 | 0.33% |
| Charter Bank | | | | 1,052,227 | 9 | 0.28% |
| Greenbrook Center | | | | 983,707 | 10 | 0.26% |
| | <u>\$ 64,212,750</u> | | <u>9.35%</u> | <u>\$ 36,908,765</u> | | <u>9.88%</u> |

Data Source: Office of the Cook and DuPage County Clerk's

VILLAGE OF HANOVER PARK, ILLINOIS

**Property Tax Levies and Collections
April 30, 2007**

| Fiscal Year Ended April 30 | Tax Levy Year | Taxes Levied for the Fiscal Year | Collected within the Fiscal Year of the Levy | | Collections in Subsequent Years | Total Collections to Date | |
|-------------------------------------|---------------------|---|---|-----------------------|--|---------------------------|-----------------------|
| | | | Amount | Percentage of Levy | | Amount | Percentage of Levy |
| 1998 | 1997 | 3,226,036 | 615,290 | 19.07% | 2,550,952 | 3,166,242 | 98.15% |
| 1999 | 1998 | 3,324,889 | 640,545 | 19.27% | 2,652,855 | 3,293,400 | 99.05% |
| 2000 | 1999 | 3,407,387 | 659,680 | 19.36% | 2,769,515 | 3,429,195 | 100.64% |
| 2001 | 2000 | 6,248,890 | 1,225,076 | 19.60% | 4,887,204 | 6,112,280 | 97.81% |
| 2002 | 2001 | 6,519,430 | 1,316,255 | 20.19% | 5,195,153 | 6,511,408 | 99.88% |
| 2003 | 2002 | 6,698,440 | 1,462,391 | 21.83% | 5,404,731 | 6,872,352 | 102.60% |
| 2004 | 2003 | 7,326,595 | 2,213,005 | 30.21% | 5,022,848 | 7,285,952 | 99.45% |
| 2005 | 2004 | 7,937,587 | 1,293,435 | 16.30% | 6,478,712 | 7,772,147 | 97.92% |
| 2006 | 2005 | 8,113,730 | 1,597,398 | 19.69% | 6,371,011 | 7,968,408 | 98.21% |
| 2007 | 2006 | 8,349,476 | 1,581,476 | 18.94% | N/A | 1,581,476 | 18.94% |

N/A - Currently Not Available

Data Source: Village Records

Note: Levies for all Special Service Areas have been excluded from this table.

VILLAGE OF HANOVER PARK, ILLINOIS

**Ratios of Outstanding Debt By Type - Last Ten Fiscal Years
April 30, 2007**

| Fiscal Year Ended April 30 | Governmental Activities | | | Business-Type Activities | Total Primary Government | Total Equalized Assessed Value (EAV) | Percentage of EAV | Per Capita (1) |
|-------------------------------------|--------------------------------|------------------|--------------------------------------|-----------------------------|--------------------------------|---|----------------------|-------------------|
| | General Obligation Bonds | Notes Payable | Tax Increment Revenue Bonds | IEPA Loan | | | | |
| 1998 | 8,725,000 | - | 11,850,000 | 3,608,080 | 24,183,080 | 383,504,652 | 6.31% | 679.70 |
| 1999 | 7,920,000 | - | 11,475,000 | 4,304,117 | 23,699,117 | 408,965,796 | 5.79% | 666.10 |
| 2000 | 7,070,000 | - | 11,050,000 | 5,096,974 | 23,216,974 | 424,943,586 | 5.46% | 652.55 |
| 2001 | 6,280,000 | 481,300 | 10,575,000 | 4,858,161 | 22,194,461 | 431,695,496 | 5.14% | 579.82 |
| 2002 | 9,060,000 | 418,600 | 10,050,000 | 4,626,072 | 24,154,672 | 492,404,740 | 4.91% | 631.03 |
| 2003 | 8,560,000 | 197,700 | 9,250,000 | 4,387,545 | 22,395,245 | 539,114,771 | 4.15% | 585.07 |
| 2004 | 7,710,000 | 355,269 | 8,375,000 | 4,142,401 | 20,582,670 | 561,449,376 | 3.67% | 537.72 |
| 2005 | 13,850,000 | 502,846 | 7,400,000 | 3,890,457 | 25,643,303 | 617,180,198 | 4.15% | 669.92 |
| 2006 | 12,970,000 | 369,264 | 6,325,000 | 3,631,523 | 23,295,787 | 656,485,204 | 3.55% | 608.59 |
| 2007 | 12,060,000 | 232,021 | 4,900,000 | 3,365,405 | 20,557,426 | N/A | N/A | 537.06 |

N/A - Currently Not Available

Data Source: Village's Records

Note: Details regarding the Village's outstanding debt can be found in the notes to the financial statements.

(1) See the Schedule of Demographic and Economic Statistics for personal income and population data.

VILLAGE OF HANOVER PARK, ILLINOIS

**Ratios of General Bonded Debt Outstanding - Last Ten Fiscal Years
April 30, 2007**

| Fiscal Year Ended April 30 | Gross General Obligation Bonds | Less: Amounts Available in Debt Service Funds | Total | Percentage of Equalized Assessed Value (1) | Per Capita (2) |
|----------------------------|--------------------------------|---|--------------|--|----------------|
| 1998 | \$ 8,725,000 | \$ 1,067,152 | \$ 7,657,848 | 2.00% | \$ 529.22 |
| 1999 | 7,920,000 | 979,399 | 6,940,601 | 1.70% | 479.65 |
| 2000 | 7,070,000 | 813,882 | 6,256,118 | 1.47% | 432.35 |
| 2001 | 6,280,000 | 750,665 | 5,529,335 | 1.28% | 277.02 |
| 2002 | 9,060,000 | 704,171 | 8,355,829 | 1.70% | 418.63 |
| 2003 | 8,560,000 | 601,513 | 7,958,487 | 1.48% | 398.72 |
| 2004 | 7,710,000 | 522,898 | 7,187,102 | 1.28% | 360.08 |
| 2005 | 13,850,000 | 742,290 | 13,107,710 | 2.12% | 656.70 |
| 2006 | 12,970,000 | 949,405 | 12,020,595 | 1.83% | 602.23 |
| 2007 | 12,060,000 | 881,208 | 11,178,792 | N/A | 560.06 |

N/A - Currently Not Available

Data Source: Village Records

Note: Details regarding the Village's outstanding debt can be found in the notes to the financial statements.

- (1) See the Ratios of Outstanding Debt by Type Schedule for Equalized Assessed Value data (Actual Taxable Value of Property).
- (2) See the Demographic and Economic Statistics Schedule for the Per Capita Income data.

VILLAGE OF HANOVER PARK, ILLINOIS

**Schedule of Direct and Overlapping Bonded Debt
April 30, 2007**

| Governmental Unit | Gross Debt | Percentage to Debt Applicable to Village (1) | Village's Share of Debt |
|---|----------------------|--|-------------------------------|
| Village of Hanover Park | \$ 12,060,000 | 100.00% | \$ 12,060,000 |
| School District # 20 | 8,860,000 | 37.74% | 3,343,764 |
| School District # 54 | 42,055,000 | 2.87% | 1,206,979 |
| School District #93 | 15,420,000 | 9.44% | 1,455,648 |
| High School District #87 | 53,530,000 | 2.23% | 1,193,719 |
| High School District #108 | 49,360,000 | 7.53% | 3,716,808 |
| High School District #211 | 57,275,000 | 1.79% | 1,025,223 |
| Community School District #46 | 360,109,308 | 4.87% | 17,537,323 |
| Community College District #502 | 177,865,000 | 0.71% | 1,262,842 |
| Community College District #509 | 51,049,722 | 2.06% | 1,051,624 |
| Community College District #512 | 66,715,000 | 0.72% | 480,348 |
| Total School Districts | <u>882,239,030</u> | | <u>32,274,277</u> |
| Cook County | 3,015,350,000 | 0.19% | 5,729,165 |
| DuPage County | 236,495,000 | 1.14% | 2,696,043 |
| Cook County Forest Preserve District | 108,475,000 | 0.19% | 206,103 |
| DuPage County Forest Preserve District | 243,270,271 | 1.14% | 2,773,281 |
| Metropolitan Water Reclamation District | 1,521,282,085 | 0.20% | 3,042,564 |
| Schaumburg Township | 345,000 | 2.90% | 10,005 |
| Bartlett Park District | 16,925,000 | 3.73% | 631,303 |
| Hanover Park Park District | 874,270 | 94.96% | 830,207 |
| Schaumburg Park District | 35,925,000 | 1.34% | 481,395 |
| Bartlett Public Library District | 1,065,000 | 0.06% | 639 |
| Schaumburg Township Library District | 9,090,000 | 2.95% | 268,155 |
| Bloomington Fire Protection District | 3,455,000 | 5.40% | 186,570 |
| Village of Hanover Park SSA #2 | 800,000 | 100.00% | 800,000 |
| Village of Hanover Park TIF #2 | 4,900,000 | 100.00% | 4,900,000 |
| Total Others | <u>5,198,251,626</u> | | <u>22,555,429</u> |
| Total Overlapping Debt | <u>6,080,490,656</u> | | <u>54,829,706</u> |
| Total Direct and Overlapping Debt | <u>6,092,550,656</u> | | <u>66,889,706</u> |

Data Source: Cook and DuPage County Clerk's

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the Village. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the Village. Every resident is not responsible for paying the debt of each overlapping government.

- (1) Determined by the ratio of assessed value of property in the Village subject to taxation by the Governmental Unit to the total assessed value of property of the Governmental Unit using the 2005 tax levy year equalized assessed values for Cook County and the 2006 tax levy year equalized assessed values for DuPage County.

VILLAGE OF HANOVER PARK, ILLINOIS

Schedule of Legal Debt Margin

April 30, 2007

The Village is a home rule municipality.

Article VII, Section 6(k) of the 1970 Illinois constitution governs computation of legal debt margin.

The General Assembly may limit by law the amount and require referendum approval of debt to be incurred by some home rule municipalities, payable from ad valorem property tax receipts, only in excess of the following percentages of the assessed value of its taxable property...(2) if its population is more than 25,000 and less than 500,000 an aggregate of one percent: indebtedness which is outstanding on the effective date (July 1, 1971) of this constitution or which is thereafter approved by referendum...shall not be included in the foregoing percentage amounts.

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

VILLAGE OF HANOVER PARK, ILLINOIS

Pledged-Revenue Coverage - Last Ten Fiscal Years
 April 30, 2007

| Fiscal Year Ended April 30 | Tax Increment Financing District #2 1987 and 1989 Bonds | | | |
|-------------------------------------|---|--------------|----------|----------|
| | Property and Sales Tax Revenues | Debt Service | | Coverage |
| | | Principal | Interest | |
| 1998 | 703,931 | 175,000 | 788,858 | 0.73 |
| 1999 | 851,243 | 375,000 | 777,334 | 0.74 |
| 2000 | 1,110,221 | 425,000 | 752,707 | 0.94 |
| 2001 | 1,036,868 | 475,000 | 742,767 | 0.85 |
| 2002 | 904,765 | 525,000 | 693,511 | 0.74 |
| 2003 | 1,289,861 | 800,000 | 488,142 | 1.00 |
| 2004 | 1,439,820 | 875,000 | 449,122 | 1.09 |
| 2005 | 1,467,329 | 975,000 | 428,583 | 1.05 |
| 2006 | 1,799,175 | 1,075,000 | 382,395 | 1.23 |
| 2007 | 1,533,542 | 1,425,000 | 329,851 | 0.87 |

Note: Details regarding the Village's outstanding debt can be found in the notes to the financial statements.

Data Source: Village Records

VILLAGE OF HANOVER PARK, ILLINOIS

Demographic and Economic Statistics - Last Ten Fiscal Years April 30, 2007

| Fiscal Year Ended April 30 | Population | Personal Income (in Thousands) | Per Capita Personal Income | Median Age | School Enrollment | Unemployment Rate |
|----------------------------|------------|--------------------------------|----------------------------|------------|-------------------|-------------------|
| 1998 | 35,579 | 514,828 | 14,470 | 28.0 | 4,996 | 4.30% |
| 1999 | 35,579 | 514,828 | 14,470 | 28.0 | 4,896 | 4.10% |
| 2000 | 35,579 | 514,828 | 14,470 | 28.0 | 5,000 | 4.00% |
| 2001 | 38,278 | 764,029 | 19,960 | 29.7 | 5,158 | 4.60% |
| 2002 | 38,278 | 764,029 | 19,960 | 29.7 | 5,158 | 6.40% |
| 2003 | 38,278 | 764,029 | 19,960 | 29.7 | 5,158 | 7.10% |
| 2004 | 38,278 | 764,029 | 19,960 | 29.7 | 5,158 | 7.30% |
| 2005 | 38,278 | 764,029 | 19,960 | 29.7 | 5,158 | 6.60% |
| 2006 | 38,278 | 764,029 | 19,960 | 29.7 | 6,432 | 5.80% |
| 2007 | 38,278 | 764,029 | 19,960 | 29.7 | 6,432 | 4.60% |

Data Sources

- (1) U.S. Department of Commerce, Bureau of the Census
- (2) Illinois Department of Employment Security (using annual averages)

VILLAGE OF HANOVER PARK, ILLINOIS

Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago
April 30, 2007

| Employer | 2007 | | | 1998 | | |
|-------------------------|--------------|------|--|--------------|------|--|
| | Employees | Rank | Percentage of Total Village Employment | Employees | Rank | Percentage of Total Village Employment |
| Fischer Scientific | 307 | 1 | 6.21% | | | |
| Insight | 285 | 2 | 5.76% | | | |
| Maines | 250 | 3 | 5.06% | | | |
| Fuji Film | 230 | 4 | 4.65% | | | |
| Camcraft | 210 | 5 | 4.25% | 175 | 1 | 4.34% |
| Village of Hanover Park | 180 | 6 | 3.64% | 148 | 2 | 3.67% |
| Ultra Foods | 160 | 7 | 3.24% | | | |
| Wilson Pet Supply | 130 | 8 | 2.63% | | | |
| Fellowes Manufacturing | 120 | 9 | 2.43% | 100 | 6 | 2.48% |
| Menards | 106 | 10 | 2.14% | | | |
| School Health Corp | | | | 74 | 8 | 1.83% |
| Jefferson Smurfit | | | | 65 | 9 | 1.61% |
| MS Distributers | | | | 143 | 3 | 3.54% |
| Circuit City | | | | 124 | 4 | 3.07% |
| Marriot | | | | 110 | 5 | 2.73% |
| Canon USA | | | | 75 | 7 | 1.86% |
| GBC | | | | 51 | 10 | 1.26% |
| | <u>1,978</u> | | <u>40.01%</u> | <u>1,065</u> | | <u>26.40%</u> |

Data Sources: Village Community Development Department Records and U.S. Census Bureau.

VILLAGE OF HANOVER PARK, ILLINOIS

**Full-time Equivalent Village Government Employees by Function
April 30, 2007**

| Function | 1998 | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 |
|-----------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|
| General Government | | | | | | | | | | |
| Administration | 12 | 12 | 12 | 12 | 13 | 13 | 12 | 12 | 12 | 12 |
| Finance | 7 | 7 | 7 | 7 | 7 | 7 | 6 | 6 | 6 | 6 |
| Public Works | 40 | 40 | 40 | 40 | 41 | 41 | 41 | 40 | 40 | 40 |
| Police | 66 | 66 | 68 | 68 | 68 | 69 | 69 | 69 | 71 | 73 |
| Fire (1) | | | | 27 | 27 | 27 | 27 | 30 | 30 | 33 |
| Community Development | 10 | 11 | 10 | 10 | 10 | 10 | 10 | 9 | 9 | 9 |
| Water and Sewer | 11 | 11 | 11 | 12 | 12 | 12 | 12 | 11 | 11 | 11 |
| Commuter Parking Lot | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 |
| Total | 149 | 150 | 151 | 179 | 181 | 182 | 180 | 180 | 182 | 187 |

Data Source: Village Records

Note: The Village acquired the fire district in July of 2000.

VILLAGE OF HANOVER PARK, ILLINOIS

Operating Indicators by Function/Program - Last Ten Fiscal Years
April 30, 2007

| Function/Program | 1998 | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 |
|--|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| Public Works | | | | | | | | | | |
| Forestry | | | | | | | | | | |
| Number of Parkway Trees Planted | 54 | 64 | 71 | 52 | 46 | 42 | 39 | 49 | 33 | 36 |
| Number of Parkway Trees Trimmed | 2354 | 2798 | 1700 | 2071 | 2149 | 2606 | 1679 | 1880 | 2176 | 2457 |
| Brush Pickup Program (Cubic Yds collected) | 1706 | 1957 | 1571 | 2210 | 1649 | 1619 | 2132 | 1983 | 2051 | 2205 |
| Fleet Services | | | | | | | | | | |
| Number of Vehicles Maintained | 123 | 123 | 129 | 146 | 146 | 147 | 147 | 149 | 149 | 150 |
| Preventative Maintenance Services | 350 | 372 | 386 | 408 | 415 | 422 | 405 | 392 | 418 | 403 |
| Public Safety | | | | | | | | | | |
| Fire (1) | | | | | | | | | | |
| Number of Fire Calls | | | | 1,180 | 1,243 | 978 | 697 | 665 | 775 | 787 |
| Number of EMS Calls | | | | 1,559 | 1,508 | 1,686 | 1,798 | 1,745 | 1,831 | 1,885 |
| Number of Training Hours | | | | 18,524 | 17,470 | 15,133 | 8,171 | 7,151 | 7,109 | 6,555 |
| ISO Rating | | | | 4 | 4 | 4 | 4 | 4 | 4 | 4 |
| Police | | | | | | | | | | |
| Part I Crime | 1,028 | 1,179 | 863 | 857 | 749 | 768 | 892 | 742 | 793 | 668 |
| Part II Crime | 3,775 | 2,982 | 2,779 | 2,595 | 3,008 | 3,156 | 3,051 | 3,104 | 3,758 | 4,394 |
| Calls for Service | N/A | N/A | N/A | N/A | N/A | 40,026 | 44,272 | 40,669 | 42,127 | 43,358 |
| State Tickets Issued | 5,742 | 4,889 | 5,740 | 5,333 | 5,855 | 6,383 | 5,967 | 7,453 | 8,812 | 9,564 |
| Compliance Tickets Issued | 3,718 | 1,619 | 454 | 397 | 187 | 279 | 109 | 24 | 95 | 118 |
| Parking Tickets Issued | 20,152 | 17,070 | 17,955 | 18,084 | 18,094 | 18,812 | 17,740 | 16,000 | 18,827 | 17,752 |
| Community Development | | | | | | | | | | |
| Number of Building Permits Issued | 1,391 | 1,432 | 1,457 | 1,537 | 1,725 | 1,636 | 2,421 | 2,028 | 1,633 | 1,442 |
| Number of Building Inspections | 5,962 | 5,833 | 4,980 | 5,655 | 5,128 | 4,635 | 6,000 | 7,052 | 5,957 | 5,694 |
| Number of Food Service Inspections | 257 | 259 | 244 | 261 | 243 | 258 | 237 | 253 | 252 | 270 |

VILLAGE OF HANOVER PARK, ILLINOIS

Operating Indicators by Function/Program - Last Ten Fiscal Years
April 30, 2007

| Function/Program | 1998 | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 |
|--|-----------|-----------|-----------|-----------|-----------|-----------|-----------|---------|-----------|-----------|
| Highways and Streets | | | | | | | | | | |
| Sidewalk Replaced (sq. ft.) | 23,368 | 26,000 | 25,040 | 29,600 | 27,781 | - | 35,438 | 23,400 | 24,667 | 21,148 |
| Annual Resurfacing Program (\$) | 308,922 | 265,768 | 638,176 | 705,779 | 672,965 | 650,206 | 660,323 | 586,848 | 672,363 | 557,810 |
| Crack Sealing (lbs. installed) | 23,408 | 23,680 | 28,700 | 24,529 | 24,460 | 25,800 | 24,533 | 26,120 | 27,420 | 24,910 |
| Water and Sewer | | | | | | | | | | |
| Water Main Breaks | 53 | 46 | 59 | 46 | 23 | 51 | 85 | 59 | 96 | 37 |
| Hydrants Flushed | | | | | - | 929 | 1,395 | 1,428 | 1,438 | 1,443 |
| Water Meters Read | 58,202 | 68,012 | 50,924 | 61,855 | 63,720 | 58,643 | 66,368 | 65,978 | 66,472 | 66,547 |
| Water Meter Service Requests | 3,870 | 4,241 | 6,715 | 8,361 | 6,272 | 8,332 | 8,596 | 9,080 | 6,879 | 6,566 |
| Water Meters Replaced | 15 | 17 | 929 | 1,211 | 218 | 2,390 | 2,452 | 2,440 | 240 | 31 |
| Total Distribution Pumpage (1,000 gallons) | 1,056,072 | 1,092,834 | 1,122,511 | 1,089,325 | 1,087,266 | 1,056,041 | 1,011,422 | 973,198 | 1,095,611 | 1,084,912 |
| Average Daily Pumpage (1,000 gallons) | 2,893 | 2,994 | 3,067 | 2,984 | 2,979 | 2,893 | 2,771 | 2,666 | 3,002 | 2,972 |
| Sanitary Sewer Televising (feet) | - | - | 90,825 | 78,637 | 60,212 | 30,917 | 1,320 | 505 | 20,551 | 25,547 |
| Sanitary Sewer Repairs | N/A | N/A | N/A | N/A | 12 | 4 | 3 | 2 | 2 | 7 |

N/A: Not Available

Data Source: Village Records

Note: Indicators are not available for the general government function.

(1) The Village acquired the Fire Protection District in July 2000.

VILLAGE OF HANOVER PARK, ILLINOIS

Capital Asset Statistics by Function/Program
April 30, 2007

| Function/Program | 1998 | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 |
|-------------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| Police | | | | | | | | | | |
| Stations | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Patrol Units | 17 | 17 | 17 | 19 | 20 | 20 | 20 | 20 | 20 | 20 |
| Fire Stations (1) | | | | 2 | 2 | 2 | 2 | 2 | 2 | 2 |
| Public Works | | | | | | | | | | |
| Streets (Miles) | 98.25 | 98.58 | 98.58 | 98.58 | 98.48 | 98.88 | 98.88 | 99.36 | 99.36 | 99.36 |
| Sidewalks (miles) | 147.55 | 149.60 | 150.15 | 150.27 | 150.33 | 152.38 | 154.04 | 154.04 | 154.04 | 154.66 |
| Streetlights | 875 | 912 | 913 | 918 | 925 | 930 | 935 | 1,041 | 1,041 | 1,076 |
| Water and Sewer | | | | | | | | | | |
| Water Mains (Miles) | 106.53 | 108.39 | 108.86 | 109.01 | 109.07 | 110.49 | 110.49 | 111.51 | 111.51 | 111.75 |
| Fire Hydrants | 1336 | 1367 | 1381 | 1395 | 1396 | 1427 | 1428 | 1449 | 1449 | 1452 |
| Sanitary Sewers (miles) | 88.10 | 91.88 | 91.79 | 91.85 | 91.87 | 93.10 | 93.10 | 93.94 | 93.94 | 93.86 |
| Manholes | 2,270 | 2,287 | 2,286 | 2,287 | 2,290 | 2,322 | 2,322 | 2,347 | 2,347 | 2,347 |

Data Source: Village Records

(1) The Village acquired the Fire Protection District in July 2000

**VILLAGE OF HANOVER PARK
DUPAGE AND COOK COUNTIES, ILLINOIS**

ANNUAL FINANCIAL INFORMATION

DEBT INFORMATION

**General Obligation Bonded Debt (1)
(Principal Only)**

| Calendar Year | Series 2001 | Series 2002 | Series 2004 | Total | | |
|---------------|--------------------|--------------------|--------------------|---------------------|-----------------------------|-----------------|
| | | | | Outstanding Debt | Cumulative Principal Amount | Retired Percent |
| 2007 | 370,000 | 570,000 | 0 | 940,000 | 940,000 | 7.79% |
| 2008 | 385,000 | 585,000 | 0 | 970,000 | 1,910,000 | 15.84% |
| 2009 | 400,000 | 610,000 | 0 | 1,010,000 | 2,920,000 | 24.21% |
| 2010 | 415,000 | 630,000 | 0 | 1,045,000 | 3,965,000 | 32.88% |
| 2011 | 435,000 | 660,000 | 0 | 1,095,000 | 5,060,000 | 41.96% |
| 2012 | 0 | 0 | 420,000 | 420,000 | 5,480,000 | 45.44% |
| 2013 | 0 | 0 | 435,000 | 435,000 | 5,915,000 | 49.05% |
| 2014 | 0 | 0 | 450,000 | 450,000 | 6,365,000 | 52.78% |
| 2015 | 0 | 0 | 470,000 | 470,000 | 6,835,000 | 56.67% |
| 2016 | 0 | 0 | 485,000 | 485,000 | 7,320,000 | 60.70% |
| 2017 | 0 | 0 | 505,000 | 505,000 | 7,825,000 | 64.88% |
| 2018 | 0 | 0 | 530,000 | 530,000 | 8,355,000 | 69.28% |
| 2019 | 0 | 0 | 550,000 | 550,000 | 8,905,000 | 73.84% |
| 2020 | 0 | 0 | 575,000 | 575,000 | 9,480,000 | 78.61% |
| 2021 | 0 | 0 | 600,000 | 600,000 | 10,080,000 | 83.58% |
| 2022 | 0 | 0 | 630,000 | 630,000 | 10,710,000 | 88.81% |
| 2023 | 0 | 0 | 660,000 | 660,000 | 11,370,000 | 94.28% |
| 2024 | 0 | 0 | 690,000 | 690,000 | 12,060,000 | 100.00% |
| Total | \$2,005,000 | \$3,055,000 | \$7,000,000 | \$12,060,000 | | |

Note: (1) Source: the Village

Statement of Bonded Indebtedness (1)

| | Amount Applicable | Ratio To | | Per Capita (2000 Pop. 38,278) |
|---|----------------------|--------------------|------------------|-------------------------------------|
| | | Equalized Assessed | Estimated Actual | |
| Village EAV of Taxable Property, 2005 (2) | \$ 656,485,204 | 100.00% | 33.33% | \$ 17,150.46 |
| Estimated Actual Value, 2005 | \$ 1,969,455,612 | 300.00% | 100.00% | \$ 51,451.37 |
| Total Direct Bonded Debt | \$ 12,060,000 | | | \$ 315.06 |
| Overlapping Bonded Debt (1): | | | | |
| Schools | \$ 32,274,277 | | | \$ 843.15 |
| Others | \$ 22,555,429 | | | \$ 589.25 |
| Total Overlapping Bonded Debt | \$ 54,829,706 | | | \$ 1,432.41 |
| Total Direct and Overlapping Bonded Debt | \$ 66,889,706 | | | \$ 1,747.47 |

Note: (1) Overlapping bonded debt as of April 30, 2007.
(2) Village EAV for 2005. Levy year 2006 EAV for Cook County is not available.

Overlapping Bonded Debt (1)

| | Outstanding Debt | Applicable to Village | |
|---|---------------------|-----------------------|----------------------|
| | | Percent (2) | Amount |
| Schools: | | | |
| Grade School District Number 20 | \$ 8,860,000 | 37.74% | \$ 3,343,764 |
| Grade School District Number 54 | 42,055,000 | 2.87% | 1,206,979 |
| Grade School District Number 93 | 15,420,000 | 9.44% | 1,455,648 |
| High School District Number 87 | 53,530,000 | 2.23% | 1,193,719 |
| High School District Number 108 | 49,360,000 | 7.53% | 3,716,808 |
| High School District Number 211 | 57,275,000 | 1.79% | 1,025,223 |
| Unit School District Number 46 | 360,109,308 | 4.87% | 17,537,323 |
| Community College District Number 502 | 177,865,000 | 0.71% | 1,262,842 |
| Community College District Number 509 | 51,049,722 | 2.06% | 1,051,624 |
| Community College District Number 512 | 66,715,000 | 0.72% | 480,348 |
| Total Schools | | | \$ 32,274,277 |
| Others: | | | |
| Cook County | \$ 3,015,350,000 | 0.19% | \$ 5,729,165 |
| DuPage County | 236,495,000 | 1.14% | 2,696,043 |
| Cook County Forest Preserve District | 108,475,000 | 0.19% | 206,103 |
| DuPage County Forest Preserve District | 243,270,271 | 1.14% | 2,773,281 |
| Metropolitan Water Reclamation District of Greater Schaumburg Township | 1,521,282,085 | 0.20% | 3,042,564 |
| Bartlett Park District | 345,000 | 2.90% | 10,005 |
| Hanover Park Park District | 16,925,000 | 3.73% | 631,303 |
| Schaumburg Park District | 874,270 | 94.96% | 830,207 |
| Bartlett Public Library District | 35,925,000 | 1.34% | 481,395 |
| Schaumburg Township Library District | 1,065,000 | 0.06% | 639 |
| Bloomington Fire Protection District | 9,090,000 | 2.95% | 268,155 |
| Village of Hanover Park Special Service Area Numt Village of Hanover Park TIF Number 2 | 3,455,000 | 5.40% | 186,570 |
| | 800,000 | 100.00% | 800,000 |
| | 4,900,000 | 100.00% | 4,900,000 |
| Total Others | | | \$ 22,555,429 |
| Total Schools and Others Overlapping Bonded Debt | | | \$ 54,829,706 |

- Notes: (1) Source: Cook and DuPage County Clerks.
(2) Overlapping debt percentages based on 2005 EAV for Cook County and 2006 EAV for DuPage County, the most current available.

PROPERTY ASSESSMENT AND TAX INFORMATION

Equalized Assessed Valuation (1)

| Property Class | Levy Years | | | | |
|----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| | 2002 | 2003 | 2004 | 2005 | 2006 (2) |
| Residential | \$ 394,301,447 | \$ 419,588,106 | \$ 465,976,955 | \$ 499,096,061 | \$ 327,307,467 |
| Farm | 32,210 | 29,274 | 23,693 | 23,971 | 20,208 |
| Commercial | 69,579,381 | 68,514,689 | 73,997,708 | 77,236,570 | 20,972,440 |
| Industrial | 75,191,744 | 73,309,516 | 77,174,413 | 80,121,173 | 79,629,190 |
| Railroad | 9,989 | 7,791 | 7,429 | 7,429 | 11,078 |
| Total | \$ 539,114,771 | \$ 561,449,376 | \$ 617,180,198 | \$ 656,485,204 | \$ 427,940,383 |
| By County | | | | | |
| Cook | \$ 219,284,430 | \$ 215,996,987 | \$ 246,010,825 | \$ 258,742,308 | \$ - |
| DuPage | 319,830,341 | 345,452,389 | 371,169,373 | 397,742,896 | 427,940,383 |
| Total | \$ 539,114,771 | \$ 561,449,376 | \$ 617,180,198 | \$ 656,485,204 | \$ 427,940,383 |
| Percent Change | 9.49% (3) | 4.14% | 9.93% | 6.37% | -34.81% |

- Notes: (1) Source: Cook and DuPage County Clerks
(2) DuPage County only. Levy year 2006 EAV by property class for Cook County is not available.
(3) The 2002 percentage change based on 2001 EAV of \$492,404,740.

Representative Tax Rates (1)
(Per \$100 EAV)
Cook County

| | Levy Years | | | | |
|---|-----------------|-----------------|-----------------|-----------------|-------------|
| | 2002 | 2003 | 2004 | 2005 | 2006 |
| Village Rates: | | | | | |
| Corporate | \$ 1.241 | \$ 1.355 | \$ 1.269 | \$ 1.191 | N/A |
| Bond & Interest | 0.129 | 0.131 | 0.168 | 0.152 | N/A |
| Total Village Rates | \$ 1.370 | \$ 1.486 | \$ 1.437 | \$ 1.343 | \$ - |
| Cook County | 0.690 | 0.630 | 0.593 | 0.533 | N/A |
| Forest Preserve District of Cook County | 0.061 | 0.059 | 0.060 | 0.060 | N/A |
| Suburban TB Sanitarium | 0.006 | 0.004 | 0.001 | 0.005 | N/A |
| Hanover Township (2) | 0.259 | 0.302 | 0.242 | 0.251 | N/A |
| Metropolitan Water Reclamation District of Greater Chicago | 0.371 | 0.361 | 0.347 | 0.315 | N/A |
| Northwest Mosquito Abatement District | 0.009 | 0.010 | 0.009 | 0.009 | N/A |
| Hanover Park Park District | 0.476 | 0.534 | 0.469 | 0.441 | N/A |
| Poplar Creek Library District | 0.340 | 0.355 | 0.318 | 0.304 | N/A |
| Community Mental Health Facility and Service District | 0.038 | 0.040 | 0.036 | 0.035 | N/A |
| Unit School District Number 46 | 5.080 | 5.606 | 4.945 | 4.746 | N/A |
| Community College District Number 509 | 0.367 | 0.426 | 0.434 | 0.421 | N/A |
| Total Rates (3) | \$ 9.067 | \$ 9.813 | \$ 8.891 | \$ 8.463 | \$ - |

- Notes: (1) Source: Cook County Clerk.
(2) Includes Hanover Township, Road and Bridge, Consolidated Elections and General Assistance.
(3) Representative tax rates for other government units are from Hanover Township tax code 18027, which represents 13.3% of the Village's 2006 EAV.

Representative Tax Rates (1)
(Per \$100 EAV)
DuPage County

| | Levy Years | | | | |
|--|------------------|------------------|------------------|------------------|------------------|
| | 2002 | 2003 | 2004 | 2005 | 2006 |
| Village Rates: | | | | | |
| Corporate | \$ 0.5518 | \$ 0.6119 | \$ 0.5867 | \$ 0.5533 | \$ 0.5332 |
| Bond & Interest | 0.1134 | 0.1027 | 0.1411 | 0.1297 | 0.1262 |
| Total Village Rates | \$ 0.6652 | \$ 0.7146 | \$ 0.7278 | \$ 0.6830 | \$ 0.6594 |
| DuPage County | 0.2154 | 0.1999 | 0.1850 | 0.1797 | 0.1713 |
| DuPage County Forest Preserve District | 0.1534 | 0.1419 | 0.1358 | 0.1271 | 0.1303 |
| DuPage County Airport Authority | 0.0248 | 0.0232 | 0.0213 | 0.0198 | 0.0183 |
| Wayne Township (2) | 0.1722 | 0.1570 | 0.1450 | 0.1400 | 0.1370 |
| Village of Hanover Park Fire | 0.6730 | 0.5742 | 0.6093 | 0.5886 | 0.6303 |
| Hanover Park Park District | 0.4483 | 0.4340 | 0.4256 | 0.4055 | 0.4059 |
| Poplar Creek Library District | 0.3573 | 0.3040 | 0.2969 | 0.3004 | 0.3131 |
| Grade School District Number 93 | 3.2923 | 3.0360 | 3.3667 | 3.5070 | 3.6473 |
| High School District Number 87 | 1.9144 | 1.8530 | 1.7716 | 1.7200 | 1.7210 |
| Community College District Number 502 | 0.2179 | 0.2100 | 0.1972 | 0.1874 | 0.1929 |
| Total Rates (3) | \$ 8.1342 | \$ 7.6478 | \$ 7.8822 | \$ 7.8585 | \$ 8.0268 |

- Notes: (1) Source: DuPage County Clerk.
(2) Includes Wayne Township and Wayne Township Road District.
(3) Representative tax rates for other government units are from Wayne Township tax code 1004, which represents 14.3% of the Village's 2006 EAV.

Tax Extensions and Collections (1)

| Levy Year | Coll. Year | Taxes Extended | Total Collections | |
|------------|------------|----------------|-------------------|---------|
| | | | Amount | Percent |
| 1998 | 1999 | \$ 3,324,889 | \$ 3,293,400 | 99.05% |
| 1999 | 2000 | 3,407,387 | 3,429,195 | 100.64% |
| 2000 | 2001 | 6,168,236 | 6,112,280 | 99.09% |
| 2001 | 2002 | 6,519,430 | 6,511,408 | 99.88% |
| 2002 | 2003 | 6,911,855 | 6,872,352 | 99.43% |
| 2003 | 2004 | 7,326,595 | 7,285,952 | 99.45% |
| 2004 | 2005 | 8,100,505 | 7,772,147 | 95.95% |
| 2005 | 2006 | 8,113,069 | 7,968,408 | 98.22% |
| 2006 | 2007 (2) | 8,349,476 | 1,581,476 | 18.94% |

- Notes: (1) Source: the Village.
(2) In collection, as of April 30, 2007. Actual levy is displayed because extended levy is not available.

Principal Taxpayers (1)

| Taxpayer Name | Business/Service | 2006 EAV (2) |
|--|---|----------------------|
| AMB | Industrial Property-Turnberry Lakes | \$ 11,938,830 |
| Menards | Retail Store | 9,096,306 |
| Bradley Real Estate Co. | Westview Center | 8,744,818 |
| IDI Services Group | Industrial Property-Turnberry Lakes | 7,727,520 |
| Fisher Scientific Company | Scientific Equipment | 5,728,240 |
| IDI Services Group | Hanover Corporate Center | 4,746,350 |
| Individual | Pebblewood Court Apartments | 4,337,465 |
| Wheaton Bank Trust 1238 | Shopping Center | 4,287,570 |
| Northern Builders, Inc. | Industrial Property-Turnberry Lakes | 4,260,579 |
| Kmart Corporation | Retail Store | 3,345,072 |
| Total | | \$ 64,212,750 |
| Ten Largest Taxpayers as a Percent of Village's 2006 EAV (\$686,682,691) | | 9.35% |

- Notes: (1) Source: Cook and DuPage County Clerks
(2) Every effort has been made to seek out and report the largest taxpayers. However, many of the taxpayers listed contain multiple parcels and it is possible that some parcels and their valuations have been overlooked. The total 2006 EAV used is an estimate

Retailer's Occupation, Service Occupation and Use Tax (1)

| State Fiscal Year Ending June 30 | State Sales Tax Distributions (2) | Home Rule Sales Tax Distributions | Total Sales Tax Distribution | Annual Percent Change + (-) |
|----------------------------------|-----------------------------------|-----------------------------------|------------------------------|-----------------------------|
| 1997 | 1,803,206 | 627,648 | 2,430,854 | 3.82% (3) |
| 1998 | 1,949,664 | 683,497 | 2,633,161 | 8.32% |
| 1999 | 2,191,450 | 754,053 | 2,945,503 | 11.86% |
| 2000 | 2,435,105 | 872,632 | 3,307,737 | 12.30% |
| 2001 | 2,472,701 | 876,401 | 3,349,102 | 1.25% |
| 2002 | 2,358,653 | 814,148 | 3,172,801 | (5.26%) |
| 2003 | 2,435,246 | 845,686 | 3,280,932 | 3.41% |
| 2004 | 2,469,069 | 823,610 | 3,292,679 | 0.36% |
| 2005 | 2,212,338 | 784,561 | 2,996,899 | (8.98%) |
| 2006 | 2,520,919 | 900,354 | 3,421,273 | 14.16% |
| Growth from 1997 to 2006 | | | | 40.74% |

- Notes: (1) Source: Illinois Department of Revenue
(2) Tax distributions are based on records of the Illinois Department of Revenue relating to the 1% municipal portion of the Retailers' Occupation, Service Occupation and Use Tax collected on behalf of the Village less a State administration fee. The municipa
(3) The 1997 percentage is based on a 1996 sales tax of \$2,341,407.

FINANCIAL INFORMATION

**General Fund
Balance Sheet**

| | Audited as of April 30 | | | | |
|--|------------------------|----------------------|----------------------|----------------------|----------------------|
| | 2003 | 2004 | 2005 | 2006 | 2007 |
| ASSETS: | | | | | |
| Cash and Investments | \$ 6,156,433 | \$ 6,194,794 | \$ 6,753,448 | \$ 7,323,912 | \$ 8,222,791 |
| Receivables, Net: | | | | | |
| Property Taxes | 4,861,866 | 5,286,820 | 5,733,742 | 6,532,492 | 6,040,610 |
| Accounts | 68,320 | 29,990 | 503,255 | 701,400 | 619,455 |
| Accrued Interest | 50,389 | 56,822 | 61,327 | 85,668 | 102,211 |
| Other | 386,978 | 310,916 | 0 | 0 | 0 |
| Prepaid Items/Expenses/Inventories | 420,796 | 452,285 | 517,129 | 544,498 | 668,772 |
| Due From Other Funds | 3,000 | 0 | 0 | 36,079 | 43,000 |
| Due From Other Governments | 1,327,853 | 1,431,713 | 875,794 | 1,196,565 | 1,350,123 |
| Notes Receivables | 0 | 119,167 | 0 | 0 | 0 |
| Advances to Other Funds | 335,107 | 287,385 | 238,111 | 185,537 | 129,442 |
| Total Assets | \$ 13,610,742 | \$ 14,169,892 | \$ 14,682,806 | \$ 16,606,151 | \$ 17,176,404 |
| LIABILITIES AND FUND EQUITY: | | | | | |
| Liabilities: | | | | | |
| Accounts Payable | \$ 288,798 | \$ 432,258 | \$ 440,106 | \$ 468,768 | \$ 530,358 |
| Accrued Payroll | 464,844 | 416,535 | 417,446 | 526,006 | 569,348 |
| Contractors' Payable | 105,715 | 168,569 | 129,695 | 128,316 | |
| Deferred Revenues | 512,093 | 557,307 | 574,715 | 6,547,105 | 6,055,811 |
| Due to Other Governments | 38,526 | 38,526 | 0 | 0 | 0 |
| Due to Developers | 49,740 | 8,800 | 0 | 0 | 0 |
| Due to Other Funds | 7,428 | 986 | 334,017 | 0 | 0 |
| Other Payables | 0 | 0 | 0 | 0 | 177,670 |
| Total Liabilities | \$ 6,075,983 | \$ 6,638,751 | \$ 7,068,420 | \$ 7,670,195 | \$ 7,333,187 |
| Fund Equity: | | | | | |
| Reserved for Prepaid Items/Inventory | \$ 420,796 | \$ 452,285 | \$ 517,129 | \$ 544,498 | \$ 668,772 |
| Reserved for Advancements to Other Fund: | 335,107 | 287,385 | 238,111 | 185,537 | 129,442 |
| Reserved for Noncurrent Notes Receivable | 122,917 | 119,167 | 0 | 0 | 0 |
| Unreserved | 6,655,939 | 6,672,304 | 6,859,146 | 8,205,921 | 9,045,003 |
| Total Fund Equity | \$ 7,534,759 | \$ 7,531,141 | \$ 7,614,386 | \$ 8,935,956 | \$ 9,843,217 |
| Total Liabilities and Fund Equity | \$ 13,610,742 | \$ 14,169,892 | \$ 14,682,806 | \$ 16,606,151 | \$ 17,176,404 |

**General Fund
Revenues and Expenditures**

| | Audited Fiscal Year Ending April 30 | | | | |
|--|-------------------------------------|----------------------|----------------------|----------------------|----------------------|
| | 2003 | 2004 | 2005 (1) | 2006 | 2007 |
| REVENUES: | | | | | |
| Taxes | \$ 14,264,518 | \$ 14,652,917 | \$ 15,090,543 | \$ 16,943,179 | \$ 17,478,069 |
| Licenses and Permits | 818,627 | 809,478 | 820,362 | 840,525 | 871,302 |
| Charges for Services | 203,608 | 285,642 | 925,111 | 1,314,082 | 1,385,294 |
| Fines and Forfeits | 428,084 | 494,211 | 518,741 | 615,398 | 608,308 |
| Investment Income | 264,472 | 129,200 | 193,458 | 193,425 | 505,926 |
| Miscellaneous | 791,558 | 633,755 | 517,006 | 664,949 | 556,938 |
| Total Revenues | <u>\$ 16,770,867</u> | <u>\$ 17,005,203</u> | <u>\$ 18,065,221</u> | <u>\$ 20,571,558</u> | <u>\$ 21,405,837</u> |
| EXPENDITURES: | | | | | |
| General Government | \$ 2,826,509 | \$ 2,878,432 | \$ 2,728,647 | \$ 3,050,356 | \$ 2,854,656 |
| Community Development | 720,713 | 751,211 | 797,443 | 861,554 | 2,769,315 |
| Public Safety | 9,934,715 | 10,192,937 | 11,345,508 | 12,289,563 | 13,202,008 |
| Public Works | 2,600,939 | 2,796,481 | 2,471,206 | 2,571,833 | 879,782 |
| Debt Service | 0 | 45,952 | 231,955 | 59,776 | 60,156 |
| Total Expenditures | <u>\$ 16,082,876</u> | <u>\$ 16,665,013</u> | <u>\$ 17,574,759</u> | <u>\$ 18,833,082</u> | <u>\$ 19,765,917</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | \$ 687,991 | \$ 340,190 | \$ 490,462 | \$ 1,738,476 | \$ 1,639,920 |
| OTHER FINANCING SOURCES (USES): | | | | | |
| Sale of Capital Assets | \$ 432,129 | \$ 10,000 | \$ 0 | \$ 0 | \$ 0 |
| Transfers In | 19,966 | 18,781 | 17,229 | 379,012 | 10,409 |
| Transfers (Out) | (1,270,968) | (372,589) | (424,446) | (795,918) | (743,068) |
| Total Other Financing Sources (Uses)..... | <u>\$ (818,873)</u> | <u>\$ (343,808)</u> | <u>\$ (407,217)</u> | <u>(416,906)</u> | <u>(732,659)</u> |
| Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses | \$ (130,882) | \$ (3,618) | \$ 83,245 | \$ 1,321,570 | \$ 907,261 |
| Fund Balance, Beginning | \$ 7,726,400 | \$ 7,534,759 | \$ 7,531,141 | \$ 7,614,386 | \$ 8,935,956 |
| Prior Period Adjustment | (60,759) | 0 | 0 | 0 | 0 |
| Fund Balance, Ending | <u>\$ 7,534,759</u> | <u>\$ 7,531,141</u> | <u>\$ 7,614,386</u> | <u>\$ 8,935,956</u> | <u>\$ 9,843,217</u> |

Note: (1) State Income Tax, Local Use Tax and Personal Property Replacement Tax has been classified as Intergovernmental Revenues in the Village's financial statements.

General Fund Budget Financial Information

| | Budget Twelve Months Ending 4/30/08 |
|---------------------------------|--|
| REVENUES: | |
| Taxes | \$ 17,994,277 |
| Licenses and Permits | 373,030 |
| Charges for Services | 1,421,350 |
| Fines and Forfeits | 631,500 |
| Investment Income | 342,500 |
| Miscellaneous | 2,876,324 |
| Total Revenues | <u>\$ 23,638,981</u> |
| EXPENDITURES: | |
| General Government | \$ 5,831,461 |
| Community Development | 964,851 |
| Public Safety | 13,700,420 |
| Public Works | 3,142,249 |
| Total Expenditures | <u>\$ 23,638,981</u> |
| Excess (Deficiency) of Revenues | |