

Village of Hanover Park, Illinois



Comprehensive Annual Financial Report

For the Fiscal Year Ended
April 30, 2011

VILLAGE OF HANOVER PARK, ILLINOIS

COMPREHENSIVE ANNUAL
FINANCIAL REPORT

For the Year Ended
April 30, 2011

Prepared by Department of Finance

Rebekah Young
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, 2011

LEGISLATIVE

VILLAGE BOARD OF TRUSTEES

Rodney S. Craig, President

William Cannon

Jon Kunkel

James Kemper

Rick Roberts

Jenni Konstanzer

Edward J. Zimel, Jr.

Eira Corral, Clerk

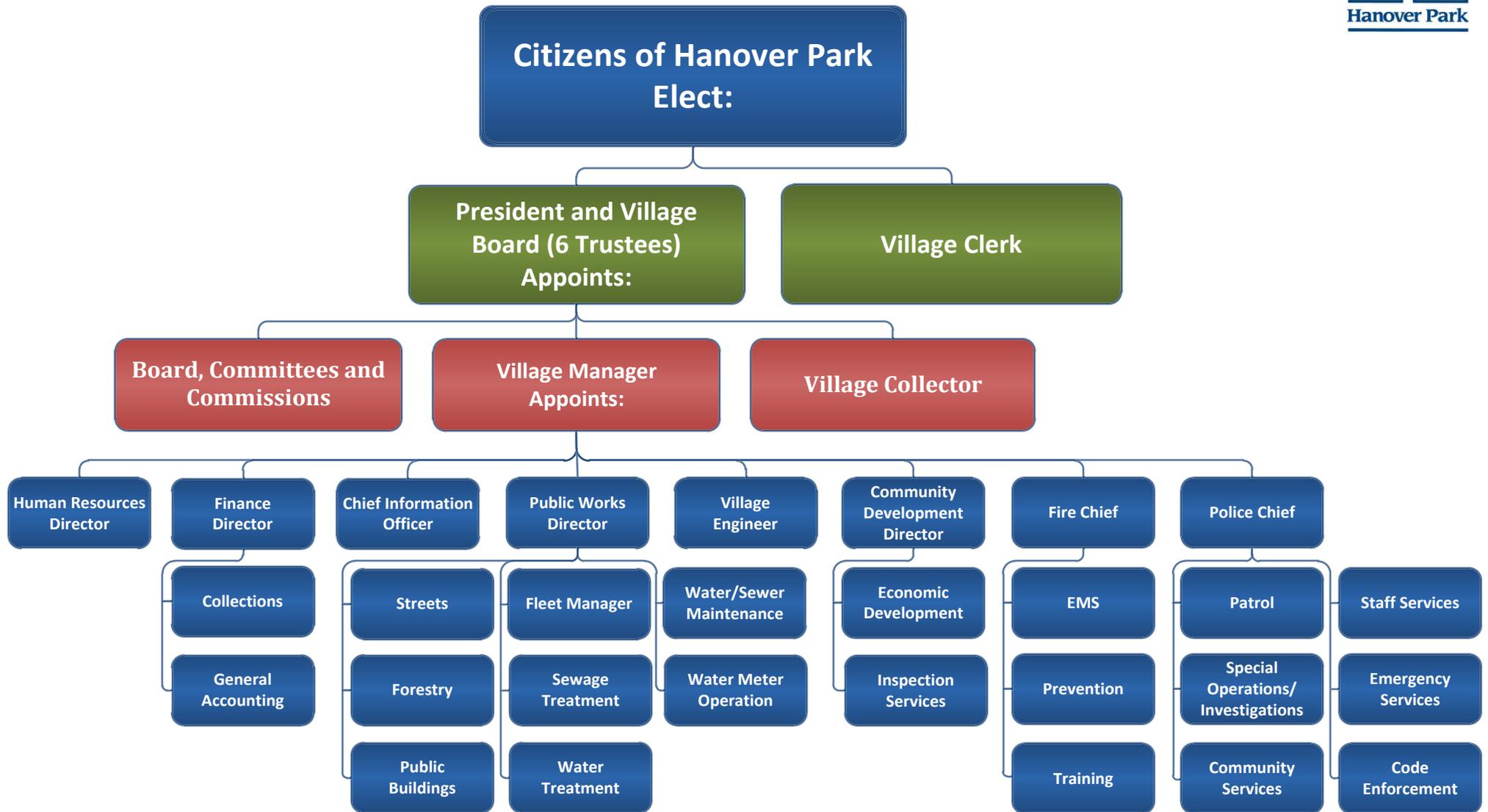
ADMINISTRATIVE

Ronald Moser, Manager

FINANCE DEPARTMENT

Rebekah Young
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, 2010

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.



A handwritten signature in black ink, appearing to read "Jeffrey R. Emmer".

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emmer".

Executive Director

Village of Hanover Park

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

Rodney S. Craig
Village President

Eira L. Corral
Village Clerk

October 10, 2011

630-372-4200
Fax 630-372-4215

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, 2011 is hereby submitted. State law requires an annual audit for local governments. The audit must be conducted in accordance with generally-accepted auditing standards (GAAS), include all of the accounts and funds of the Village, and be completed within six months after the end 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, 2011.

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 Sikich, 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, 2011. 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 2010 census, is 37,973.

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. Other governmental fund comparisons are presented in the Non-major Governmental Funds subsection of this report.

There were 193 full-time positions and 43 part-time positions, excluding seasonal workers, in the Fiscal Year 2011 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 4,000,000 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 continues in a new mixed-use development, Church Street Station. In fiscal year 2010, Church Street Station acquired a new developer who resumed building in 2010 after Construction was halted during fiscal year 2009 due to the prior developer filing for bankruptcy. This development is located across the street from the municipal train station. In addition, Construction of the new Police Station has been ongoing throughout the fiscal year and is expected to be completed in the winter of 2011-2012.

The impact of the nationwide recession on the Villages tax revenues appears to be winding down in some areas and turning upward in others.

- Municipal sales tax revenues totaled \$4,905,059 which was an increase from the prior year of \$1,844,443. \$1,344,139 of this significant increase was due to an adjustment made to change the accounting for sales tax incentive agreement revenues and expenditures.
- Home rule sales tax revenues totaled \$2,101,878 which represents an increase of \$874,314. \$675,382 of this significant increase was due to an adjustment made to change for the accounting for sales tax incentive agreement revenues and expenditures.
- Food and Beverage Tax revenues increased from \$1,047,406 in Fiscal Year 2010 to \$1,072,674 in Fiscal Year 2011. This was \$6,779 under the budget amount.
- Simplified telecommunications tax revenues decreased from \$1,220,183 in Fiscal Year 2010 to \$1,104,014 in 2011. This was a decrease of \$116,169 or 9.5%.

The Village equalized assessed valuation increased \$21 million, or 2.73%, from \$789 million in the 2008 levy year to \$810 million in the 2009 levy year. This increase is due to increases in assessments and new construction. Property values were reassessed in both Cook and DuPage Counties in 2008.

<u>Levy Year</u>	<u>Equalized Assessed Valuation</u>	<u>Increase in Equalized Assessed Valuation</u>	<u>% Increase</u>
2004	\$617,180,365	\$55,730,989	9.93%
2005	\$656,485,204	\$39,304,839	6.37%
2006	\$687,946,444	\$31,461,240	4.79%
2007	\$746,188,021	\$58,241,577	8.47%
2008	\$789,204,793	\$43,016,774	5.76%
2009	\$810,756,275	\$21,551,482	2.73%

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, 2006	\$8,205,924	\$21,434,564	38.28%
April 30, 2007	\$9,045,003	\$23,638,981	38.26%
April 30, 2008	\$7,849,607	\$24,336,641	32.25%
April 30, 2009	\$7,920,285	\$24,275,288	32.63%
April 30, 2010	\$7,492,166	\$23,554,950	31.80%
April 30, 2011	\$7,831,351	\$25,498,295	30.71%

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 Village prepares a five-year Capital Improvement Program (CIP) that is incorporated into the annual budget each year. The CIP is a multi-year 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 2011. The Village, with its budgeted full-time staffing of 193, serves its citizens with 5.0 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 president and Board of Trustees approved a revised/reduced pay plan which helped the Village realize a significant cost savings with new personnel.
- The Village installed 40 new streetlights on Irving Park Road and Barrington Road as part of the IDOT Project to modernize the traffic signals on Irving Park Road.
- The Village continues construction of a new police station facility. The cost of this new building is estimated to be \$19 million. At the conclusion of field work,

progress on this new project included securing a \$10 million dollar bond issue and the preparation of the site. The new police station facility is scheduled to be completed in the winter of 2011.

- The Village also developed a non-emergency (non-911) ambulance transport program. The Fire Department has transported several patients to and from medical facilities with this new program.

Awards and Acknowledgements

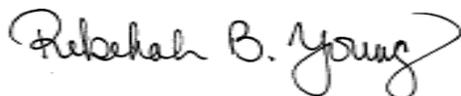
The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of Hanover Park for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended April 30, 2010. This was the 20th consecutive fiscal year that the 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 2011 budget document. This was the 20th 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.

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,



Rebekah B. Young, CPA
Director of Finance

FINANCIAL SECTION

This section includes:

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

INDEPENDENT AUDITOR'S REPORT



998 Corporate Boulevard • Aurora, IL 60502

INDEPENDENT AUDITOR'S REPORT

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Village of Hanover Park, Illinois, as of and for the year ended April 30, 2011, which collectively comprise the Village of Hanover Park, Illinois' basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Village of Hanover Park, Illinois' management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 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 opinions.

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, 2011, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The Management's Discussion and Analysis and the other required supplementary information listed in the table of contents are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally 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 on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Hanover Park, Illinois' basic financial statements as a whole. The combining and individual fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

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

A handwritten signature in black ink, appearing to read "Sibich LLP". The signature is written in a cursive, flowing style.

Aurora, Illinois
September 17, 2011

MANAGEMENT'S DISCUSSION AND ANALYSIS

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, 2011 by \$100,906,485 (net assets). Of this amount, \$19,298,748 (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 \$1,580,245 during the fiscal year.
- The governmental activities net assets increased by \$1,837,814 to \$71,113,055. The governmental activities unrestricted net assets decreased \$5,536,410 to \$13,059,714.
- The business-type activities net assets decreased by \$257,569 to \$29,793,430.
- The Village's combined governmental funds ending fund balance decreased by \$357,029 to \$30,195,639 as of April 30, 2011.
- At the end of the current fiscal year, unreserved fund balance of the General Fund was \$7,831,351 or 33.49% of General Fund Fiscal Year 2011 budgeted expenditures and other financing uses. This represents an increase of \$339,185.
- The Village's total long-term debt increased by \$3,865,547 to \$27,745,425 during the current fiscal year.

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 are comprised of 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 3-5 of the report.

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 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 18 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, Motor Fuel Tax and Municipal Building Funds, 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 non-major 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 6-9 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, compensated absences and post-employment benefits. Each Internal Service Fund predominantly serves governmental rather than business-type functions and has been included with governmental activities in the Government-Wide Financial Statements.

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 non-major enterprise fund. The 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 10-13 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 14-15 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 16-57 of this report.

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 \$100,906,485 as of April 30, 2011. The largest

Village of Hanover Park, Illinois
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portion of the Village's net assets reflects its investment in capital assets (\$67,943,665 or 67.3%), including land, buildings, infrastructure, and equipment, less any related debt used to acquire those assets that are still outstanding. The Village uses these capital assets to provide 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 (\$13,664,072 or 13.6%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets (\$19,298,748 or 19.1%) 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 \$1,580,245 as a result of the governmental activities increasing \$1,837,814 and business-type activities decreasing \$257,569. The Village's net assets from governmental activities were \$71,113,055, an increase of \$1,837,814.

The following table reflects the condensed Statement of Net Assets:

Village of Hanover Park						
Statement of Net Assets as of April 30, 2011						
	Governmental Activities		Business-Type Activities		Total Primary Government	
	2010	2011	2010	2011	2010	2011
Assets						
Current and Other Assets	\$ 49,308,994	\$ 50,977,919	\$ 8,159,463	\$ 7,417,104	\$ 57,468,457	\$ 58,395,023
Capital Assets	52,270,879	59,177,719	25,584,781	25,779,425	77,855,660	84,957,144
Total Assets	101,579,873	110,155,638	33,744,244	33,196,529	135,324,117	143,352,167
Liabilities						
Current Liabilities	10,298,911	13,699,412	998,550	1,000,845	11,297,461	14,700,257
Long-Term Liabilities	21,185,183	25,343,171	2,694,695	2,402,254	23,879,878	27,745,425
Total Liabilities	31,484,094	39,042,583	3,693,245	3,403,099	35,177,339	42,445,682
Net Assets						
Invested in Capital Assets, Net of Related Debt	44,420,879	44,389,269	23,062,850	23,554,396	67,483,729	67,943,665
Restricted	7,078,776	13,664,072	-	-	7,078,776	13,664,072
Unrestricted	18,596,124	13,059,714	6,988,149	6,239,034	25,584,273	19,298,748
Total Net Assets	\$ 70,095,779	\$ 71,113,055	\$ 30,050,999	\$ 29,793,430	\$ 100,146,778	\$ 100,906,485

The net assets of business-type activities were \$29,793,430 a decrease of \$257,569 from Fiscal Year 2010 mostly due to higher than expected snow removal expenses and lower than budgeted permit sales in the Commuter Parking Lot Fund.

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The Village can use the unrestricted net assets of \$6,239,034 to finance the continuing operation of its water and sewer utility as well as its commuter parking programs. For more detailed information see the Statement of Net Assets on page 3.

Changes in Net Assets

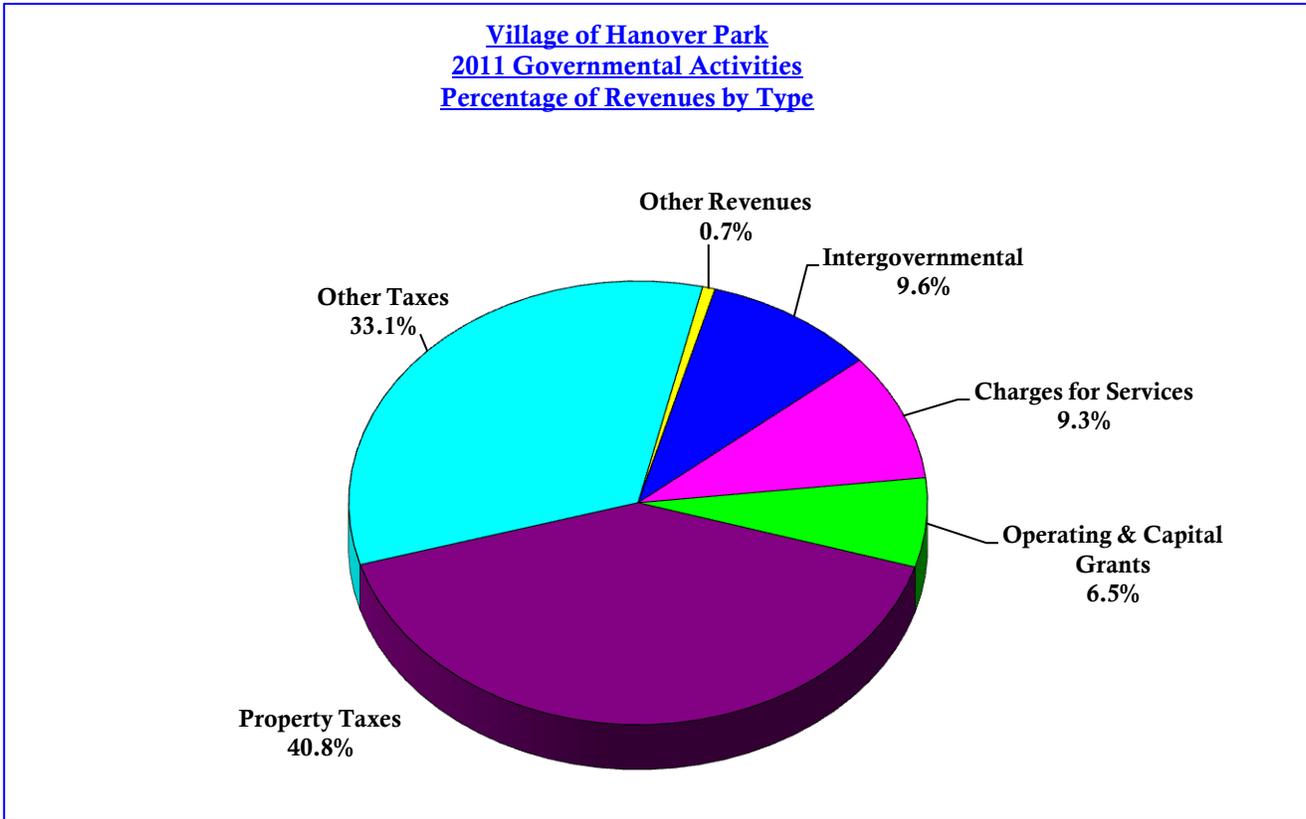
Village of Hanover Park						
Changes in Net Assets for the Fiscal Year Ended April 30, 2010						
	Governmental Activities		Business-Type Activities		Total Primary Government	
	2010	2011	2010	2011	2010	2011
Revenues and Net Transfers						
Program Revenues						
Charges for Services	\$ 2,848,963	\$ 3,005,180	\$ 7,860,844	\$ 8,257,357	\$ 10,709,807	\$ 11,262,537
Operating Grants	1,032,614	1,546,945	-	-	1,032,614	1,546,945
Capital Grants	-	543,452	-	-	-	543,452
General Revenues						
Property Taxes	13,068,529	13,130,988	-	-	13,068,529	13,130,988
Other Taxes	7,814,917	10,640,501	-	-	7,814,917	10,640,501
Intergovernmental	3,123,520	3,077,195	-	-	3,123,520	3,077,195
Other Revenue	1,880,049	229,335	66,352	29,442	1,946,401	258,777
Total Revenues	29,768,592	32,173,596	7,927,196	8,286,799	37,695,788	40,460,395
Expenses						
General Government	3,208,066	4,618,393	-	-	3,208,066	4,618,393
Public Works	4,718,013	5,160,147	-	-	4,718,013	5,160,147
Public Safety	15,805,836	17,146,057	-	-	15,805,836	17,146,057
Community Development	1,608,453	1,085,698	-	-	1,608,453	1,085,698
Highways and Streets	2,019,122	1,582,651	-	-	2,019,122	1,582,651
Interest	517,780	906,055	-	-	517,780	906,055
Water and Sewer	-	-	7,847,111	8,044,254	7,847,111	8,044,254
Commuter Parking Lot	-	-	329,761	336,895	329,761	336,895
Total Expenses	27,877,270	30,499,001	8,176,872	8,381,149	36,054,142	38,880,150
Change in Net Assets before Transfers	1,891,322	1,674,595	(249,676)	(94,350)	1,641,646	1,580,245
Net Transfers	11,274	163,219	(11,274)	(163,219)	-	-
Change in Net Assets	1,902,596	1,837,814	(260,950)	(257,569)	1,641,646	1,580,245
Net Assets, May 1	68,193,183	69,275,241	30,311,949	30,050,999	98,505,132	99,326,240
Net Assets, April 30	\$ 70,095,779	\$ 71,113,055	\$ 30,050,999	\$ 29,793,430	\$ 100,146,778	\$ 100,906,485

Governmental Activities

Governmental activities increased the Village's net assets by \$1,837,814 to \$71,113,055. Key elements contributing to this net change are as follows:

Revenues

For the fiscal year ended April 30, 2011 revenues from governmental activities totaled \$32,173,596, an increase of \$2,405,004. This represents a change of 8%. Property taxes continue to be the Village's largest revenue source totaling \$13,130,988 and representing 41% of total governmental activity revenue. Other Taxes, including sales tax, utility tax, food and beverage tax, hotel tax, and real estate transfer tax total \$10,640,501 or 33.1% of the total governmental activities revenues. Intergovernmental revenues, including State Income Tax and Replacement Tax, represent 9.6%.



Property tax revenues increased by \$62,459 to \$13,130,988 in Fiscal Year 2011, compared to \$13,068,529 received in Fiscal Year 2010. This increase resulted from a budgeted increase in property taxes in the General Fund and higher TIF increment generated in TIF #2.

Sales and use tax revenues have increased from the prior fiscal year by \$2,816,339. \$2,019,521 of this increase was due to a change in how the Village accounted for sales tax incentive agreements. The remaining \$796,818 increase was due to higher consumer spending as the Village has started to experience a slight upturn from the economic recession. The real estate transfer tax revenues have also increased showing home sales are starting to become more frequent. State income tax and utility taxes decreased from the prior fiscal year due to the remaining effects of the softened economy.

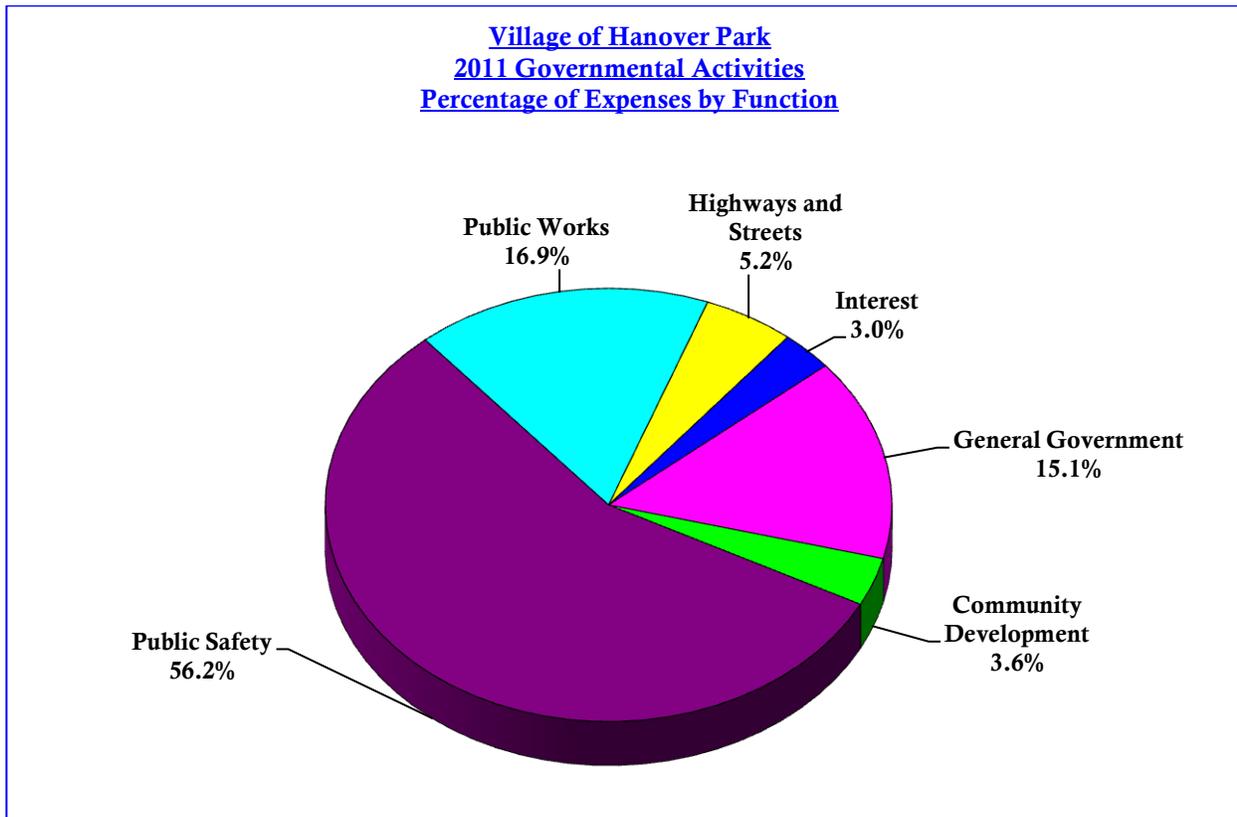
Village of Hanover Park
Changes in Select Governmental Activities Revenues

	Fiscal Year		Increase (Decrease)	% Increase (Decrease)
	2010	2011		
Sales and Use Tax	\$ 4,744,662	\$ 7,561,001	\$ 2,816,339	59.4%
State Income Tax	3,040,184	2,984,408	(55,776)	-1.8%
Utility Taxes	1,821,364	1,750,085	(71,279)	-3.9%
Real Estate Transfer Tax	167,871	223,762	55,891	33.3%

Expenses

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For the fiscal year ended April 30, 2011, expenses from governmental activities totaled \$30,499,001 an increase of \$2,621,731 from Fiscal Year 2010. \$2,019,521 of this increase was included with general government and was due to a change in how the Village accounted for sales tax incentive agreements. The remaining increase was due to higher operating costs in public works and public safety, including an increase in police and firefighters' pension costs of approximately \$380,000. These higher operating costs were somewhat offset by an increase in revenues.



Business-Type Activities

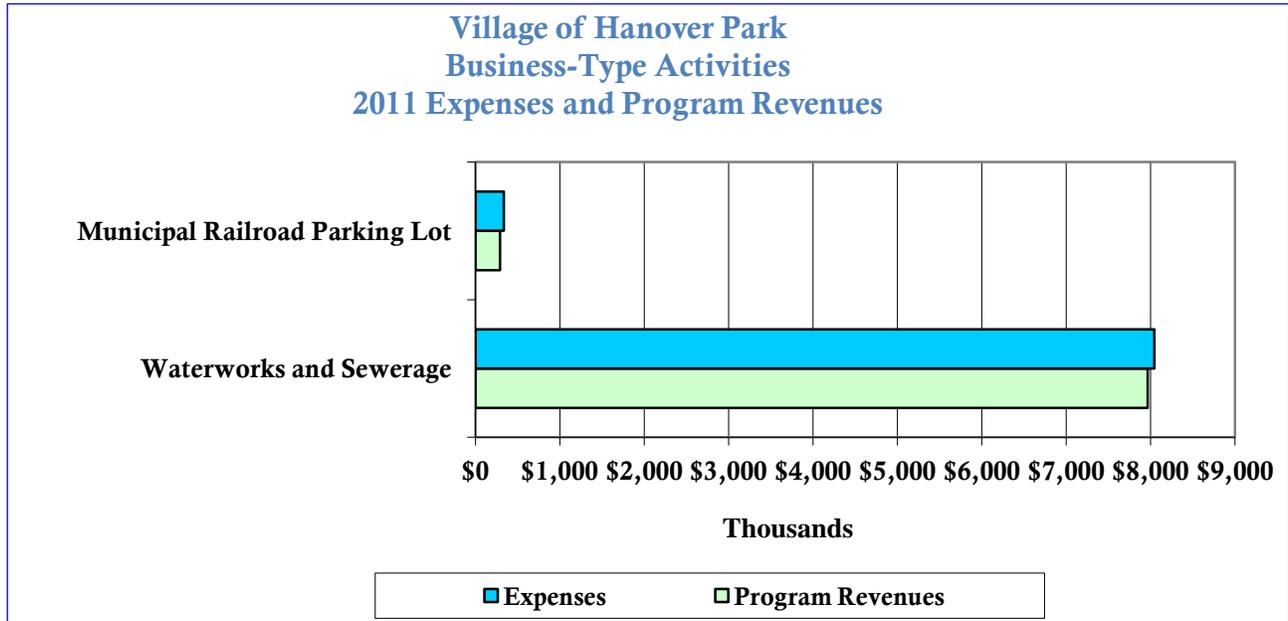
Business-type activities net assets decreased \$257,569 to \$29,793,430. Key elements of this net change are as follows:

Revenues

Water sales increased \$319,467 or 7.1%, from \$4,477,459 in fiscal year 2010 to \$4,796,926 in fiscal year 2011. The Village continued the treatment of leachate from an IEPA regulated landfill that closed in 1999. The landfill is adjacent to our wastewater treatment plant. Fiscal year 2010 revenues decreased from \$332,967 to \$320,853 due to a decrease in the volume of leachate being treated. Interest revenues continue to decline with declining interest rates. Sewer Service revenues increased from \$2,452,517 in fiscal year 2010 to \$2,547,045 due to an anticipated water and sewer rate increase. Operating revenues for the Municipal Railroad Parking Lot Fund increased \$19,488 or 7% from \$272,798 to \$292,286. This increase is primarily due to an increase in parking fee revenues. Though the parking fee revenues were under the budgeted amount, they still showed significant increase over the Fiscal Year 2010, which has shown signs of more people pursuing alternate methods of travel with the higher gas prices.

Expenses

Expenses from all business-type activities increased \$204,277 or 2% to \$8,381,149. This increase is due to increases in salaries, benefits, and other accounts. Expenses in the Waterworks and Sewerage Fund and Municipal Railroad Parking Lot Fund currently exceed program revenues.



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 \$30,195,639, a decrease of \$1,177,567 from the prior year. Of the total fund balance, \$7,227,711 is unreserved indicating availability for continuing Village services. The 2011 unreserved fund balance for Village's Governmental Funds increased by \$339,185. This increase is primarily sales tax revenues higher than anticipated and a reduction in overall costs. 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 \$22,967,928 includes \$3,506,216 for highways and streets, \$284,558 for debt service, \$7,211,800 for community development, \$10,821,008 for capital outlay and \$1,144,346 reserved for prepaid/inventory/advances. The amount Due from Other Governments in the General Fund increased by \$506,164 from Fiscal Year 2010 due to a reclassification of the miscellaneous intergovernmental receivable to Due from Other Governments in the current fiscal year.

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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 \$106,925 from Fiscal Year 2010 to \$8,671,426. This increase is due primarily to higher than anticipated sales tax revenues and a reduction in overall costs. Village Board policy requires that the General Fund unreserved fund balance be maintained at a minimum of 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>Unreserved Fund Balance Fiscal Years 2008 - 2011</u>			
	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Revenues	\$ 22,073,157	\$ 23,095,317	\$ 23,079,135	\$ 25,555,351
Expenditures and Transfers	23,191,783	23,067,891	23,266,651	24,627,888
Results of Operations	(1,118,626)	27,426	(187,516)	927,463
Fund Balance - Beginning	9,843,217	8,724,591	8,752,017	7,743,963
Fund Balance - Ending	<u>\$8,724,591</u>	<u>\$8,752,017</u>	<u>\$8,564,501</u>	<u>\$8,671,426</u>
Reserved	\$874,984	\$831,732	\$1,072,335	\$840,075
Unreserved	<u>7,849,607</u>	<u>7,920,285</u>	<u>7,492,166</u>	<u>7,831,351</u>
Total Fund Balance	<u>\$8,724,591</u>	<u>\$8,752,017</u>	<u>\$8,564,501</u>	<u>\$8,671,426</u>
Unreserved Fund Balance as a				
Percentage of Budgeted Expenditures	32.25%	32.63%	31.81%	30.71%

The Motor Fuel Tax Fund experienced a \$99,757, or 4% increase in fund balance. This increase was due to overall increases in fuel revenues over the previous fiscal year and over the budgeted amount.

The fund balance of the Municipal Building Fund decreased by \$546,769 or 5% to \$10,750,043. This is due to the issuance of bonds in the amounts of \$5,000,000, transfers in in the amount of \$900,000 and construction costs for the new Police Department building in the amount of \$6,429,777. The remaining fund balance will continue to be spent on the construction of the Police Department in Fiscal Year 2012.

Proprietary Funds

At April 30, 2011 the Enterprise Funds total net assets decreased by \$257,569 or 1.0% to \$29,793,430. Water and Sewer Sales remained fairly level, other revenues were higher than anticipated, and interest revenues were down.

Village of Hanover Park
Waterworks and Sewerage Fund Revenues

	Fiscal Year		Increase (Decrease)	% Increase Decrease
	2010	2011		
Water Sales	\$ 4,477,459	\$ 4,796,926	\$ 319,467	7.1%
Sewer Sales	2,452,517	2,547,045	94,528	3.9%
Leachate Treatment	332,967	320,853	(12,115)	-3.6%
Interest	41,321	19,653	(21,668)	-52.4%
Other Revenues	347,296	309,972	(37,324)	-10.7%
Total	<u>\$ 7,651,560</u>	<u>\$ 7,994,449</u>	<u>\$ 342,889</u>	<u>4.5%</u>

The non-major enterprise fund experienced a loss. Parking fee revenue increased slightly from the prior fiscal year due to an increase in parking lot revenues, showing an increase in the usage of the parking lot. The increase in revenues was offset by expenses continuing to exceed revenues. The net assets of the internal service funds decreased because revenue plus non-operating revenue and interest in the Central Equipment Fund did not exceed expenses in the current year. The operating expenses in the Capital Equipment Fund increased \$178,084. This fund also includes the Village's Other Post-Employment Benefit (OPEB) liability for the General Fund which increased \$237,091 over the prior fiscal year.

GENERAL FUND BUDGETARY HIGHLIGHTS

General Fund actual revenues were \$2,749,663 greater than the final budgeted amounts. Overall, tax revenues, including property, sales, and utility taxes, were over the original budget by a total of \$2,477,533. Property tax revenues were under budget due to the timing of property tax receipts. The entire 2009 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 2008 tax levy. Municipal and Home Rule Sales Tax revenues exceeded the budget amount by \$2,773,415, partially due to an accounting adjustment of \$2,019,521. In addition, actual State Income Tax revenues were \$171,695 under the budgeted amount and Charges for Services was \$204,543 higher due primary to a increase in vehicle impoundment fees and ambulance services. Expenditures were higher than budgeted partially due to an accounting adjustment. The increase was reduced by a revised/reduced salary plan and overall decreased spending. Other Financing Uses were lower than budgeted due to lower than expected expenditures in the General Capital Projects. The General Fund reimburses the General Capital Projects Fund for budgeted purchases.

Village of Hanover Park, Illinois
Management's Discussion And Analysis
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<u>Village of Hanover Park</u> <u>General Fund Budgetary Highlights</u>				
	2011	2011	Actual	
	Original Budget	Final Budget	2011	2010
Revenues	\$ 22,805,688	\$ 22,805,688	\$ 25,555,351	\$ 23,079,135
Expenditures	22,730,469	22,730,469	24,460,050	22,864,356
Excess of Revenues over Expenditures	\$ 75,219	\$ 75,219	\$ 1,095,301	\$ 214,779
Other Financing Sources (Uses)	(184,508)	(184,508)	(167,838)	(402,295)
Net Change in Fund Balance	\$ (109,289)	\$ (109,289)	\$ 927,463	\$ (187,516)

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, 2011, amounts to \$84,957,144.

The investment in capital assets includes land, buildings, equipment, improvements other than buildings, underground systems, and infrastructure. This amount represents a net increase (including additions and deductions) of \$7,101,484.

<u>Village of Hanover Park</u> <u>Capital Assets (Net of Depreciation)</u>						
	Governmental Activities		Business-Type Activities		Total	
	2010	2011	2010	2011	2010	2011
Land	\$ 28,507,162	\$ 28,773,961	\$ 2,254,633	\$ 2,254,633	\$ 30,761,795	\$ 31,028,594
Construction in progress	189,994	6,611,367	-	-	189,994	6,611,367
Buildings	7,780,633	7,522,440	7,643,336	7,390,372	15,423,969	14,912,812
Improvements other than Buildings	1,086,161	1,427,067	14,629,324	15,057,534	15,715,485	16,484,601
Machinery and Equipment	3,597,236	3,943,741	1,057,488	1,076,886	4,654,724	5,020,627
Infrastructure	11,109,693	10,899,143	-	-	11,109,693	10,899,143
Total	\$ 52,270,879	\$ 59,177,719	\$ 25,584,781	\$ 25,779,425	\$ 77,855,660	\$ 84,957,144

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

- New police vehicles were purchased.
- Construction began on the property adjacent to the Village Hall Complex on the land for the new Police Station.
- New salt dome was built behind the Village Hall Complex.

Village of Hanover Park, Illinois
Management's Discussion And Analysis
April 30, 2011

The governmental activities net capital assets increased from last year by \$6,906,840 primarily due to the construction starting for the new Police Station. The net increase in the business-type activities of \$194,644 is due primarily to an increase in improvements. The increase in accumulated depreciation reduced the overall impact on net capital assets. 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 31-32.

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>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>
General Obligation Bonds	\$ 19,140,000	\$ 23,095,000	\$ -	\$ -	\$ 19,140,000	\$ 23,095,000
IEPA Loan	-	-	2,521,931	2,225,029	2,521,931	2,225,029
Total	\$ 19,140,000	\$ 23,095,000	\$ 2,521,931	\$ 2,225,029	\$ 21,661,931	\$ 25,320,029

The Village currently has five general obligation bond series and two Illinois EPA loan series outstanding. The Village's total outstanding debt, excluding the net pension obligation and compensated absences liability, increased by \$3,658,098 or 17% during the fiscal year. The key factor in this increase was the addition of general obligation bond series 2010 and 2010A, issued to fund the construction of the new police facility.

The Village, under its home rule authority, does not have a legal debt limit. During Fiscal Year 2010, the Village obtained a bond rating of AA from Standard & Poor's which was an upgrade from their 2007 rating of AA-. Additional information of the Village's long-term debt can be found in the Notes to the Financial Statements on pages 34-37.

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 is expected to increase due to a new industrial business and the relatively recession-proof nature of our sales tax businesses. State income tax revenue, state-shared revenue, is expected to remain relatively constant. The commercial component of the Village includes building material sales, discount grocery stores, restaurants, and other retail businesses.

Real estate transfer tax revenues are expected to slightly increase but still remain low during Fiscal Year 2011 due to the continued reduction in real estate sales and residential property values.

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. As a result of this study, an adjustment to water and sewer rates has been included in the Fiscal Year 2011 budget which includes an 8.0% increase in water rates and a 4.5% increase in sewer rates. Revenue is expected to increase due to the change in rates. Commuter parking lot fee changes were approved during the budget process and will go into effect October 1, 2010 and will continue into Fiscal Year 2012.

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. Contractual Services expenditures are expected to remain fairly flat.

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 Rebekah Young, Finance Director, 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 GASB. The sets of statements include:

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

In addition, the notes to 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, 2011

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 36,629,062	\$ 3,925,033	\$ 40,554,095
Receivables (net of allowances for uncollectibles)			
Property taxes	9,209,170	-	9,209,170
Accounts	306,283	1,474,497	1,780,780
Accrued interest	73,386	4,531	77,917
Other	1,528,619	447,198	1,975,817
Prepaid expenses	364,039	177,811	541,850
Inventory	51,036	-	51,036
Due from other governments	3,916,161	-	3,916,161
Advances to/from other funds	(1,388,034)	1,388,034	-
Net pension asset	288,197	-	288,197
Capital assets			
Nondepreciable	35,385,328	2,254,633	37,639,961
Depreciable, net of accumulated depreciation	23,792,391	23,524,792	47,317,183
Total assets	110,155,638	33,196,529	143,352,167
LIABILITIES			
Accounts payable	1,645,745	682,722	2,328,467
Accrued payroll	374,172	52,305	426,477
Contractors' payable	531,341	32,536	563,877
Accrued interest	447,243	9,859	457,102
Deposits	-	6,625	6,625
Unearned revenue	9,394,519	62,971	9,457,490
Due to other governments	81,825	-	81,825
Other payables	1,224,567	153,827	1,378,394
Long-term liabilities			
Due within one year	1,150,461	309,442	1,459,903
Due in more than one year	24,192,710	2,092,812	26,285,522
Total liabilities	39,042,583	3,403,099	42,445,682
NET ASSETS			
Invested in capital assets, net of related debt	44,389,269	23,554,396	67,943,665
Restricted for			
Capital outlay	2,661,498	-	2,661,498
Community development	7,211,800	-	7,211,800
Debt service	284,558	-	284,558
Highways and streets	3,506,216	-	3,506,216
Unrestricted	13,059,714	6,239,034	19,298,748
TOTAL NET ASSETS	\$ 71,113,055	\$ 29,793,430	\$ 100,906,485

See accompanying notes to financial statements.

VILLAGE OF HANOVER PARK, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2011

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		
		Charges for Services	Operating Grants	Capital Grants
PRIMARY GOVERNMENT				
Governmental Activities				
General government	\$ 4,618,393	\$ 1,085,427	\$ -	\$ -
Community development	1,085,698	15,800	-	-
Public safety	17,146,057	1,732,022	68,158	8,135
Public works	5,160,147	171,931	122,550	106,170
Highways and streets	1,582,651	-	1,356,237	429,147
Interest	906,055	-	-	-
Total governmental activities	30,499,001	3,005,180	1,546,945	543,452
Business-Type Activities				
Water and sewer	8,044,254	7,965,071	-	-
Parking	336,895	292,286	-	-
Total business-type activities	8,381,149	8,257,357	-	-
TOTAL PRIMARY GOVERNMENT	\$ 38,880,150	\$ 11,262,537	\$ 1,546,945	\$ 543,452

	Net (Expense) Revenue and Change in Net Assets		
	Primary Government		
	Governmental Activities	Business-Type Activities	Total
	\$ (3,532,966)	\$ -	\$ (3,532,966)
	(1,069,898)	-	(1,069,898)
	(15,337,742)	-	(15,337,742)
	(4,759,496)	-	(4,759,496)
	202,733	-	202,733
	(906,055)	-	(906,055)
	(25,403,424)	-	(25,403,424)
	-	(79,183)	(79,183)
	-	(44,609)	(44,609)
	-	(123,792)	(123,792)
	(25,403,424)	(123,792)	(25,527,216)
General Revenues			
Taxes			
Property	13,130,988	-	13,130,988
Replacement	92,787	-	92,787
Sales and local use	7,561,001	-	7,561,001
Utility	1,750,085	-	1,750,085
Hotel/motel	32,979	-	32,979
Food and beverage	1,072,674	-	1,072,674
Income	2,984,408	-	2,984,408
Real estate transfer	223,762	-	223,762
Investment income	150,716	19,723	170,439
Miscellaneous	78,619	9,719	88,338
Transfers in (out)	163,219	(163,219)	-
Total	27,241,238	(133,777)	27,107,461
CHANGE IN NET ASSETS	1,837,814	(257,569)	1,580,245
NET ASSETS, MAY 1	70,095,779	30,050,999	100,146,778
Prior period adjustment	(820,538)	-	(820,538)
NET ASSETS, MAY 1, RESTATED	69,275,241	30,050,999	99,326,240
NET ASSETS, APRIL 30	\$ 71,113,055	\$ 29,793,430	\$ 100,906,485

See accompanying notes to financial statements.

VILLAGE OF HANOVER PARK, ILLINOIS

GOVERNMENTAL FUNDS

BALANCE SHEET

April 30, 2011

	General	Motor Fuel Tax	Municipal Building	Nonmajor Governmental	Total Governmental
ASSETS					
Cash and investments	\$ 6,042,786	\$ 2,733,626	\$ 11,797,440	\$ 9,202,077	\$ 29,775,929
Receivables (net, where applicable, of allowances for uncollectibles)					
Property taxes	7,525,443	-	-	1,683,727	9,209,170
Accounts	50,660	263	-	255,360	306,283
Accrued interest	31,372	2,967	711	6,515	41,565
Prepaid items	364,039	-	-	-	364,039
Inventory	51,036	-	-	-	51,036
Due from other funds	525,641	-	-	-	525,641
Due from other governments	3,623,986	79,003	-	213,172	3,916,161
Advances to other funds	425,000	-	304,271	-	729,271
TOTAL ASSETS	\$ 18,639,963	\$ 2,815,859	\$ 12,102,422	\$ 11,360,851	\$ 44,919,095
LIABILITIES					
Accounts payable	\$ 370,482	\$ 43,299	\$ 841,571	\$ 240,689	\$ 1,496,041
Accrued payroll	363,898	6,380	-	3,894	374,172
Contractors' payable	-	-	510,808	20,533	531,341
Deferred revenue	7,943,871	-	-	1,816,727	9,760,598
Due to other governments	81,825	-	-	-	81,825
Other payables	1,208,461	-	-	16,106	1,224,567
Due to other funds	-	-	-	525,641	525,641
Advances from other funds	-	-	-	729,271	729,271
Total liabilities	9,968,537	49,679	1,352,379	3,352,861	14,723,456
FUND BALANCES					
Reserved for inventory	51,036	-	-	-	51,036
Reserved for prepaid items	364,039	-	-	-	364,039
Reserved for advance to other funds	425,000	-	304,271	-	729,271
Reserved for capital outlay	-	-	10,445,772	375,236	10,821,008
Reserved for community development	-	-	-	7,211,800	7,211,800
Reserved for debt service	-	-	-	284,558	284,558
Reserved for highways and streets	-	2,766,180	-	740,036	3,506,216
Unreserved					
Undesignated - General Fund	7,831,351	-	-	-	7,831,351
Undesignated - Debt Service Funds	-	-	-	(508,011)	(508,011)
Undesignated - Capital Projects Funds	-	-	-	(95,629)	(95,629)
Total fund balances	8,671,426	2,766,180	10,750,043	8,007,990	30,195,639
TOTAL LIABILITIES AND FUND BALANCES	\$ 18,639,963	\$ 2,815,859	\$ 12,102,422	\$ 11,360,851	\$ 44,919,095

See accompanying notes to financial statements.

VILLAGE OF HANOVER PARK, ILLINOIS

RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET ASSETS

April 30, 2011

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 30,195,639
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 governmental funds	59,177,719
Less amount reported in internal service funds below	(2,902,914)
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds	(23,095,000)
Unamortized premiums/discounts on bonds are reported as liabilities on the statement of net assets	147,040
Accrued interest on long-term liabilities is shown as a liability on the statement of net assets	(447,243)
Net pension asset for the Police Pension Fund is shown as an asset on the statement of net assets	288,197
Net pension obligation for the Firefighters' Pension Fund and the Illinois Municipal Retirement Fund is shown as a liability on the statement of net assets	(265,206)
Certain revenues are deferred at the fund level on the modified accrual basis of accounting but not at the entity-wide level	366,079
The net assets of the internal service fund are included in the governmental activities in the statement of net assets	<u>7,648,744</u>
NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u>\$ 71,113,055</u>

See accompanying notes to financial statements.

VILLAGE OF HANOVER PARK, ILLINOIS

GOVERNMENTAL FUNDS

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES

For the Year Ended April 30, 2011

	General	Motor Fuel Tax	Municipal Building	Nonmajor Governmental	Total Governmental
REVENUES					
Taxes	\$ 22,264,815	\$ -	\$ -	\$ 4,583,868	\$ 26,848,683
Licenses and permits	968,506	-	-	-	968,506
Intergovernmental	-	1,585,925	-	277,302	1,863,227
Charges for services	1,238,743	-	-	-	1,238,743
Fines and forfeits	512,934	-	-	-	512,934
Investment income	56,477	14,752	23,008	56,479	150,716
Miscellaneous	513,876	928	-	75,983	590,787
Total revenues	25,555,351	1,601,605	23,008	4,993,632	32,173,596
EXPENDITURES					
Current					
General government	4,808,312	-	-	-	4,808,312
Community development	664,622	-	2,030	392,299	1,058,951
Public safety	16,085,156	-	-	-	16,085,156
Public works	2,901,960	-	-	-	2,901,960
Highways and streets	-	659,839	-	51,991	711,830
Capital outlay	-	842,009	6,427,747	3,059,606	10,329,362
Debt service					
Principal retirement	-	-	-	1,045,000	1,045,000
Interest	-	-	-	660,667	660,667
Fiscal charges	-	-	-	52,606	52,606
Total expenditures	24,460,050	1,501,848	6,429,777	5,262,169	37,653,844
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	1,095,301	99,757	(6,406,769)	(268,537)	(5,480,248)
OTHER FINANCING SOURCES (USES)					
Transfers in	469,316	-	900,000	2,110,742	3,480,058
Transfers (out)	(637,154)	-	-	(2,679,685)	(3,316,839)
Bonds issued at par	-	-	5,000,000	-	5,000,000
Discount on bonds issued	-	-	(40,000)	-	(40,000)
Total other financing sources (uses)	(167,838)	-	5,860,000	(568,943)	5,123,219
NET CHANGE IN FUND BALANCES	927,463	99,757	(546,769)	(837,480)	(357,029)
FUND BALANCES, MAY 1	8,564,501	2,666,423	11,296,812	8,845,470	31,373,206
Prior period adjustment	(820,538)	-	-	-	(820,538)
FUND BALANCES, MAY 1, RESTATED	7,743,963	2,666,423	11,296,812	8,845,470	30,552,668
FUND BALANCES, APRIL 30	\$ 8,671,426	\$ 2,766,180	\$ 10,750,043	\$ 8,007,990	\$ 30,195,639

See accompanying notes to financial statements.

VILLAGE OF HANOVER PARK, ILLINOIS

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2011

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ (357,029)
Amounts reported for governmental activities in the statement activities are different because:	
Governmental funds report capital outlay as expenditures; however, they are capitalized and depreciated in the statement of activities	8,014,288
Certain revenues are deferred in governmental funds but not in governmental activities	349,475
The issuance of long-term debt is reported as an other financing source in governmental funds but as an increase of principal outstanding in the statement of activities	(5,000,000)
The discount on issuance of long-term debt is reported as an other financing use in governmental funds but as an increase of principal outstanding in the statement of activities	147,040
The repayment of the principal portion long-term debt is reported as an expenditure when due in governmental funds but as a reduction of principal outstanding in the statement of activities	1,045,000
The decrease in accrued interest payable is shown as an addition to expense on the statement of activities	(299,822)
Some expenses in the statement of activities (e.g., depreciation and amortization) do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds	
Depreciation	(1,562,648)
Amortization	(1,527)
Less amount reported in internal service funds below	396,401
Gains (losses) on the disposal of capital assets is reported in the governmental activities.	(211,899)
The decrease in net pension asset is reported as an increase in expense on the statement of activities	4,283
The increase in net pension obligation is reported as an increase in expense on the statement of activities	(116,350)
The change in net assets of certain activities of internal service funds is in governmental funds	<u>(569,398)</u>
CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u>\$ 1,837,814</u>

See accompanying notes to financial statements.

VILLAGE OF HANOVER PARK, ILLINOIS

PROPRIETARY FUNDS

STATEMENT OF NET ASSETS

April 30, 2011

	Business-Type Activities			Governmental
	Waterworks and Sewerage	Nonmajor Enterprise	Total	Internal Service
CURRENT ASSETS				
Cash and investments	\$ 3,871,253	\$ 53,780	\$ 3,925,033	\$ 6,853,133
Receivables				
Accounts	1,474,497	-	1,474,497	-
Accrued interest	4,531	-	4,531	31,821
Other	420,249	26,949	447,198	1,528,619
Prepaid expenses	167,037	10,774	177,811	-
Total current assets	5,937,567	91,503	6,029,070	8,413,573
NONCURRENT ASSETS				
Capital assets				
Nondepreciable	937,116	1,317,517	2,254,633	-
Depreciable, net of accumulated depreciation	22,434,229	1,090,563	23,524,792	2,902,914
Net capital assets	23,371,345	2,408,080	25,779,425	2,902,914
Advances to other funds	1,388,034	-	1,388,034	-
Total noncurrent assets	24,759,379	2,408,080	27,167,459	2,902,914
Total assets	30,696,946	2,499,583	33,196,529	11,316,487
CURRENT LIABILITIES				
Accounts payable	676,801	5,921	682,722	149,704
Accrued payroll	49,742	2,563	52,305	-
Contractors' payable	32,536	-	32,536	-
Accrued interest	9,859	-	9,859	-
Deposits	6,625	-	6,625	-
Unearned revenue	-	62,971	62,971	-
Notes payable - EPA	305,140	-	305,140	-
Other payables	152,827	1,000	153,827	-
Compensated absences payable	4,302	-	4,302	55,461
Total current liabilities	1,237,832	72,455	1,310,287	205,165
LONG-TERM LIABILITIES				
Compensated absences	81,741	-	81,741	1,053,752
Advances from other funds	-	-	-	1,388,034
Notes payable - EPA	1,919,889	-	1,919,889	-
Net other postemployment benefit obligation	91,182	-	91,182	1,020,792
Total long-term liabilities	2,092,812	-	2,092,812	3,462,578
Total liabilities	3,330,644	72,455	3,403,099	3,667,743
NET ASSETS				
Invested in capital assets, net of related debt	21,146,316	2,408,080	23,554,396	2,902,914
Unrestricted	6,219,986	19,048	6,239,034	4,745,830
TOTAL NET ASSETS	\$ 27,366,302	\$ 2,427,128	\$ 29,793,430	\$ 7,648,744

See accompanying notes to financial statements.

VILLAGE OF HANOVER PARK, ILLINOIS

PROPRIETARY FUNDS

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS

For the Year Ended April 30, 2011

	Business-Type Activities			Governmental
	Waterworks and Sewerage	Nonmajor Enterprise	Total	Internal Service
OPERATING REVENUES				
Charges for services	\$ 7,965,071	\$ 292,286	\$ 8,257,357	\$ 197,232
Total operating revenues	7,965,071	292,286	8,257,357	197,232
OPERATING EXPENSES				
Administration	1,660,976	-	1,660,976	-
Operations	5,465,529	290,826	5,756,355	434,150
Depreciation and amortization	929,227	43,188	972,415	396,401
Total operating expenses	8,055,732	334,014	8,389,746	830,551
OPERATING INCOME (LOSS)	(90,661)	(41,728)	(132,389)	(633,319)
NONOPERATING REVENUES (EXPENSES)				
Interest expense	(65,979)	-	(65,979)	-
Investment income	19,659	64	19,723	49,609
Other income	9,719	-	9,719	-
Gain (loss) on disposal of capital assets	96,488	(19,031)	77,457	14,312
Miscellaneous expense	-	(2,881)	(2,881)	-
Total nonoperating revenues (expenses)	59,887	(21,848)	38,039	63,921
NET INCOME (LOSS) BEFORE TRANSFERS	(30,774)	(63,576)	(94,350)	(569,398)
TRANSFERS IN (OUT)				
Transfer (out)	(163,219)	-	(163,219)	-
Total transfers in (out)	(163,219)	-	(163,219)	-
CHANGE IN NET ASSETS	(193,993)	(63,576)	(257,569)	(569,398)
NET ASSETS, MAY 1	27,560,295	2,490,704	30,050,999	8,218,142
NET ASSETS, APRIL 30	\$ 27,366,302	\$ 2,427,128	\$ 29,793,430	\$ 7,648,744

See accompanying notes to financial statements.

VILLAGE OF HANOVER PARK, ILLINOIS

PROPRIETARY FUNDS

STATEMENT OF CASH FLOWS

For the Year Ended April 30, 2011

	Business-Type Activities			Governmental
	Waterworks and Sewerage	Nonmajor Enterprise	Total	Internal Service
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers and users	\$ 7,971,746	\$ 306,535	\$ 8,278,281	\$ -
Receipts from interfund services	-	-	-	197,232
Payments to suppliers	(4,466,775)	(108,307)	(4,575,082)	(185,033)
Payments to employees	(2,542,338)	(172,375)	(2,714,713)	(3,413)
Net cash from operating activities	962,633	25,853	988,486	8,786
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers (out)	(163,219)	-	(163,219)	-
Net cash from noncapital financing activities	(163,219)	-	(163,219)	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Capital assets purchased	(1,068,913)	(88,268)	(1,157,181)	(513,173)
Proceeds from sale of capital assets	96,488	3,627	100,115	8,563
Principal paid on EPA loans	(296,902)	-	(296,902)	-
Interest paid on EPA loans	(67,125)	-	(67,125)	-
Net cash from capital and related financing activities	(1,336,452)	(84,641)	(1,421,093)	(504,610)
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of investment securities	(604,992)	-	(604,992)	(418,888)
Interest received	19,848	64	19,912	45,500
Net cash from investing activities	(585,144)	64	(585,080)	(373,388)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(1,122,182)	(58,724)	(1,180,906)	(869,212)
CASH AND CASH EQUIVALENTS, MAY 1	3,822,528	112,504	3,935,032	5,303,930
CASH AND CASH EQUIVALENTS, APRIL 30	\$ 2,700,346	\$ 53,780	\$ 2,754,126	\$ 4,434,718

(This statement is continued on the following page.)

VILLAGE OF HANOVER PARK, ILLINOIS

PROPRIETARY FUNDS

STATEMENT OF CASH FLOWS (Continued)

For the Year Ended April 30, 2011

	Business-Type Activities			Governmental
	Waterworks and Sewerage	Nonmajor Enterprise	Total	Internal Service
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES				
Operating income (loss)	\$ (90,661)	\$ (41,728)	\$ (132,389)	\$ (633,319)
Adjustments to reconcile operating income (loss) to net cash from operating activities				
Depreciation and amortization	929,227	43,188	972,415	396,401
Other nonoperating revenues	9,719	-	9,719	-
Other nonoperating expenses	-	(2,881)	(2,881)	-
Changes in assets and liabilities				
Receivables	(409,703)	(25,949)	(435,652)	12,026
Prepaid expenses	563,411	38,497	601,908	-
Accounts payable	(196,296)	1,140	(195,156)	-
Accrued payroll	13,238	337	13,575	-
Contractors deposits	(13,590)	(1,000)	(14,590)	-
Deferred revenue	-	13,249	13,249	-
Compensated absences	(31,908)	-	(31,908)	(3,413)
Other payables	152,827	1,000	153,827	-
Net other postemployment benefit obligation	36,369	-	36,369	237,091
NET CASH FROM OPERATING ACTIVITIES	\$ 962,633	\$ 25,853	\$ 988,486	\$ 8,786
CASH AND INVESTMENTS				
Cash and cash equivalents	\$ 2,700,346	\$ 53,780	\$ 2,754,126	\$ 4,434,718
Investments	1,170,907	-	1,170,907	2,418,415
TOTAL CASH AND INVESTMENTS	\$ 3,871,253	\$ 53,780	\$ 3,925,033	\$ 6,853,133

See accompanying notes to financial statements.

VILLAGE OF HANOVER PARK, ILLINOIS

FIDUCIARY FUNDS

STATEMENT OF FIDUCIARY NET ASSETS

April 30, 2011

	Pension Trust	Agency
ASSETS		
Cash and cash equivalents	\$ 1,832,936	\$ -
Investments		
U.S. government and agency obligations	14,942,368	-
Municipal bonds	194,004	-
Corporate bonds	400,830	-
Mutual funds	14,343,716	-
Receivables		
Accrued interest	109,694	-
	<u>31,823,548</u>	<u>\$ -</u>
Total assets		
LIABILITIES		
Accounts payable	6,919	\$ -
	<u>6,919</u>	<u>\$ -</u>
Total liabilities		
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS	<u>\$ 31,816,629</u>	

See accompanying notes to financial statements.

VILLAGE OF HANOVER PARK, ILLINOIS

PENSION TRUST FUNDS

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS

For the Year Ended April 30, 2011

ADDITIONS	
Contributions	
Employer contributions	\$ 2,001,243
Employee contributions	721,419
Other contributions	<u>18</u>
Total contributions	<u>2,722,680</u>
Investment income	
Net appreciation in fair value of investments	2,271,209
Interest	<u>750,391</u>
Total investment income	3,021,600
Less investment expense	<u>(42,698)</u>
Net investment income	<u>2,978,902</u>
Total additions	<u>5,701,582</u>
DEDUCTIONS	
Benefits and refunds	1,834,871
Administrative expenses	<u>67,695</u>
Total deductions	<u>1,902,566</u>
NET INCREASE	3,799,016
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS	
May 1	<u>28,017,613</u>
April 30	<u>\$ 31,816,629</u>

See accompanying notes to financial statements.

VILLAGE OF HANOVER PARK, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

April 30, 2011

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Village of Hanover Park, Illinois (the Village) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Village's accounting policies are described below.

a. Reporting Entity

The Village was incorporated in 1958. The Village is a municipal corporation governed by an elected seven-member Board. The Village operates under a Council-Manager form of government and provides the following services as authorized by its charter: public safety, highways and streets, health, social and cultural services, water and sanitation, public improvements, planning and zoning and general administrative services. As required by GAAP, these financial statements present the Village (the primary government) and its component units.

The Village's financial statements include two pension trust funds:

Police Pension Employees Retirement System

The Village's 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 pension beneficiary elected by the membership, and two police employees elected by the membership constitute the pension board. The Village and PPERS participants are obligated to fund all 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 contribution levels. Although it possesses many of the characteristics of a legally separate government, PPERS is reported as if it were part of the primary government because its sole purpose is to finance and administer the pensions of the Village's police employees and because of the fiduciary nature of such activities. PPERS is reported as a pension trust fund.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

a. Reporting Entity (Continued)

Firefighters' Pension Employees Retirement System

The Village's 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. Two members appointed by the Village's Mayor, one pension beneficiary elected by the membership and two firefighter employees elected by the membership constitute the pension board. The Village and FPERS participants are obligated to fund all 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 contribution levels. Although it possesses many of the characteristics of a legally separate government, FPERS is reported as if it were part of the primary government because its sole purpose is to finance and administer the pensions of the Village's firefighters and because of the fiduciary nature of such activities. FPERS is reported as a pension trust fund.

b. Fund Accounting

The Village uses funds to report on its financial position, changes in its financial position and cash flows. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts.

Funds are classified into the following categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate "fund types."

Governmental funds are used to account for all or most of a Village's general activities, including the collection and disbursement of earmarked monies (special revenue funds), the acquisition or construction of capital assets (capital projects funds), and the servicing of general long-term debt (debt service funds). The general fund is used to account for all activities of the general government not accounted for in some other fund.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Fund Accounting (Continued)

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities are provided to outside parties (enterprise funds) or to other departments or agencies primarily within the Village (internal service funds). The Village has elected, under the provisions of GASB Statement 20 entitled, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*, to apply all applicable GASB pronouncements and all FASB Statements and Interpretations, Accounting Principles Board (APB) Opinions and Accounting Research Bulletins (ARB) issued on or before November 30, 1989, unless they conflict with or contradict GASB pronouncements.

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the Village. The Village utilizes pension trust funds and agency funds which are generally used to account for assets that the Village holds in a fiduciary capacity or on behalf of others as their agent.

c. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the Village. The effect of material interfund activity has been eliminated from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Government-Wide and Fund Financial Statements (Continued)

The Village reports the following major governmental funds:

The General Fund accounts for the 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.

The Motor Fuel Tax Fund accounts for the revenues and expenditures for the operation and maintenance of street and storm sewer programs and capital projects authorized by the Illinois Department of Transportation. Financing is provided by the Village's share of state gasoline taxes.

The Municipal Building Fund is used to accumulate resources for the municipal building construction project. Initial funding is provided by a transfer from the General Fund.

The Village reports the following major proprietary fund:

The Waterworks and Sewerage Fund 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.

Additionally, the Village reports the following internal service fund:

Internal service funds account for the Village's equipment replacement program, the program for funding compensated absences related to governmental activities and the program for funding other postemployment benefit liabilities related to governmental activities.

The Village reports the following fiduciary funds:

The Village reports pension trust funds as fiduciary funds to account for the Police Pension Fund and Firefighter's Pension Fund. The Village reports the Special Service Area #2 Agency Fund as a fiduciary fund.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

d. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred. Property taxes are recognized as revenues in the year they are received. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Operating revenues and expenses are directly attributable to the operation of the proprietary funds. Nonoperating revenue/expenses are incidental to the operations of these funds.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The Village recognizes property taxes when they become both measurable and available in the year intended to finance. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as expenditures when due.

Sales taxes owed to the state at year end, franchise taxes, licenses, charges for services and interest associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. Income and motor fuel taxes and fines collected and held by the state or county at year end on behalf of the Village also are recognized as revenue. Fines and permits revenues are not susceptible to accrual because generally they are not measurable until received in cash.

In applying the susceptible-to-accrual concept to intergovernmental revenues, the legal and contractual requirements of the numerous individual programs are used as guidelines. Monies that are virtually unrestricted as to purpose of expenditure, which are usually revocable only for failure to comply with prescribed compliance requirements, are reflected as revenues at the time of receipt or earlier if the susceptible-to-accrual criteria are met.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

d. Measurement Focus, Basis of Accounting, and Financial Statement Presentation
(Continued)

The Village reports deferred revenue on its financial statements. Deferred/unearned revenues arise when a potential revenue does not meet both the measurable and available or earned criteria for recognition in the current period. Deferred/unearned revenues also arise when resources are received by the government before it has a legal claim to them as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the government has a legal claim to the resources, the liability for deferred/unearned revenue is removed from the financial statements and revenue is recognized.

e. Cash and Investments

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Village's proprietary funds consider all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

Investments

Investments with a maturity of less than one year when purchased and nonnegotiable certificates of deposit are stated at cost or amortized cost. All other investments, including all investments of the pension trust funds, are reported at fair value at April 30. Investments in Illinois Funds, a money market pool created by the Illinois State Legislature under the control of the Illinois State Treasurer, is reported at \$1 per share value, which equals the Village's fair value of the pool.

f. Interfund Receivables/Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other fund" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds fund financial statements to indicate that they are not available for appropriation and are not expendable available financial resources.

VILLAGE OF HANOVER PARK, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

g. Inventories

Inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. Inventory in governmental funds are accounted for using the consumption method.

h. Prepaid Items/Expenses

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

i. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, storm water), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Infrastructure has been reported retroactively. Capital assets are defined by the Village as assets with an initial, individual cost of more than \$10,000 and an estimated useful life in excess of one-year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. Property, plant and equipment is depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Land improvements	10 - 20
Buildings	20 - 50
Equipment	3 - 20
Infrastructure	25 - 75

j. Compensated Absences

The liability for governmental activities is reported in the Employee Compensated Absences Fund (an internal service fund).

Accumulated unpaid vacation, sick pay and other employee benefit amounts for proprietary funds are recorded on the accrual basis in those funds.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j. Compensated Absences (Continued)

Vested or accumulated vacation leave of proprietary funds is recorded as an expense and liability of those funds as the benefits accrue to employees.

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).

k. Long-Term Obligations

In the government-wide financial statements and proprietary funds 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 financial statements. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Material bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received 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 expenditures.

l. Fund Equity/Net Assets

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. In the government-wide financial statements, restricted net assets are legally restricted by outside parties for a specific purpose. Invested in capital assets, net of related debt, represents the book value of capital assets less any long-term debt principal outstanding issued to construct capital assets. None of the reserved fund balance resulted from enabling legislation adopted by the Village.

m. Interfund Transactions

Interfund services are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

m. Interfund Transactions (Continued)

All other interfund transactions, except interfund services and reimbursements, are reported as transfers.

2. LEGAL COMPLIANCE AND ACCOUNTABILITY

Deficit Fund Balances

The General Obligation Bond Series of 2004, General Obligation Bond Series of 2010 and Special Service Area #6 Funds reported deficit fund balances of \$320,516, \$187,495 and \$421,806, respectively. These deficits are expected to be funded by future operations.

3. DEPOSITS AND INVESTMENTS

The Village maintains a cash and investment pool that is available for use by all funds, except the pension trust funds. Each fund'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. The investments are governed by three separate investment policies; one policy for the Village adopted by the Village Board and one policy each for the Police and Firefighters' Pension Funds approved by their respective boards.

The Village's investment policy authorizes the Village to make deposits/invest in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreements to repurchase these same obligations, short-term commercial paper rated within the three highest classifications by at least two standard rating services, Illinois Funds and IMET.

Illinois Funds is an investment pool which was created by the Illinois State Legislature under the control of the State Comptroller that maintains a \$1 per share value which is equal to the participants fair value and the Illinois Metropolitan Investment Fund (IMET), a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and 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 IMET's share price, the price for which the investment could be sold.

The Police and Firefighters' Pension Funds can invest in the same securities as the Village, plus the following: certain non-U.S. obligations (corporate debt securities), Illinois municipal corporations tax anticipation warrants, veteran's loans, obligations of the State of Illinois and its political divisions, Illinois insurance company general and separate accounts, mutual funds and equity securities.

VILLAGE OF HANOVER PARK, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

3. DEPOSITS AND INVESTMENTS (Continued)

It is the policy of the Village to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Village and conforming to all state and local statues governing the investment of public funds, using the “prudent person” standard for managing the overall portfolio. The primary objective of the policy is safety (preservation of capital and protection of investment principal), liquidity and yield.

a. Village Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank’s failure, the Village’s deposits may not be returned to it. The Village’s investment policy requires pledging of collateral with a fair value of 110% of all bank balances in excess of federal depository insurance.

b. Village Investments

The following table presents the investments and maturities of the Village’s debt securities as of April 30, 2011:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1 - 5	6 - 10	More than 10
Federal Farm Credit Bureau	\$ 549,942	\$ -	\$ 549,942	\$ -	\$ -
Federal Home Loan Bank	2,257,147	-	2,257,147	-	-
Federal National Mortgage Association	1,991,901	-	1,991,901	-	-
Federal Home Loan Mortgage Corporation	553,512	-	553,512	-	-
Money market mutual funds	12,970,870	12,970,870	-	-	-
Illinois Metropolitan Investment Fund	7,619,639	4,370,950	3,248,689	-	-
Illinois Funds	5,333,834	5,333,834	-	-	-
TOTAL	\$ 31,276,845	\$ 22,675,654	\$ 8,601,191	\$ -	\$ -

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Village’s investment states 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 FINANCIAL STATEMENTS (Continued)

3. DEPOSITS AND INVESTMENTS (Continued)

b. Village Investments (Continued)

The Village limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly or implicitly guaranteed by the United States Government and the other securities noted above. IMET and Illinois Funds are rated AAA by Standard and Poor's.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Village will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the Village's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third party acting as the Village's agent separate from where the investment was purchased or by the trust department of the bank where purchased, in the Village's name. Illinois Funds and the money market mutual fund are not subject to custodial credit risk.

Concentration of credit risk - The Village's investment policy limits investments to the amount of the portfolio that can be invested in any one investment vehicle as follows. The Village's investment of \$2,257,147 in the Federal Home Loan Bank exceeds 5% of the Village's investments.

Diversification by Instrument	Percent of Portfolio
U.S. Treasury obligations (bills, notes and bonds)	100%
U.S. government agency securities and instrumentalities of government sponsored corporations	50%
Bankers acceptances (BAs)	25%
Repurchase agreements (REPOs) (monies in the public funds or other money market funds are not to be included in this limitation)	25%
Certificates of deposit (CDs) commercial banks/savings and loans	100%
Certificates of deposit (CDs) credit unions	100%
Illinois Public Funds (or similar types of investments/money market pools)	50%
Commercial paper (CP)	10%

Diversification by Financial Institution

Bankers Acceptances (BAs) - no more than 25% of the total portfolio with any one institution.

Repurchase Agreements (REPOs) - no more than 25% of the total portfolio with any one institution.

VILLAGE OF HANOVER PARK, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

3. DEPOSITS AND INVESTMENTS (Continued)

b. Village Investments (Continued)

Diversification by Financial Institution (Continued)

Certificates of Deposit (CDs) - Commercial banks, savings and loan association, credit unions - no more than 50% of the total portfolio with any one institution.

Local Government Investment Pool - The Illinois Public Funds or similar type of investment/money market pools - no more than 50%.

c. Police and Firefighters' Pension Funds Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the Police and Firefighters' Pension Funds' deposits may not be returned to them. The Police and Firefighters' Pension Funds' investment policies do not require pledging of collateral for all bank balances in excess of federal depository insurance, since flow-through FDIC insurance is available for the Police and Firefighters' Pension Funds' deposits with financial institutions.

d. Police Pension Fund Investments

The following table presents the investments and maturities of the Police Pension Fund's debt securities as of April 30, 2011:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1 - 5	6 - 10	More than 10
U.S. Treasury notes	\$ 6,155,931	\$ 1,211,945	\$ 3,301,296	\$ 1,642,690	\$ -
Federal Farm Credit Bureau	591,685	-	347,627	244,058	-
Federal Home Loan Bank	1,562,242	284,351	345,909	931,982	-
Federal National Mortgage Association	1,475,561	-	643,160	172,923	659,478
Federal Home Loan Mortgage Corporation	40,451	40,451	-	-	-
Government National Mortgage Association	45,954	-	-	29,580	16,374
Corporate Bonds	354,701	-	354,701	-	-
Municipal Bonds	194,004	-	147,965	46,039	-
Illinois Funds	316,375	316,375	-	-	-
TOTAL	\$ 10,736,904	\$ 1,853,122	\$ 5,140,658	\$ 3,067,272	\$ 675,852

Interest rate risk in the Police Pension Fund's investment policy states that the investment portfolio will remain sufficiently liquid to enable the Police Pension Fund to meet all operating requirement which might be reasonably anticipated. The investment policy further states that as appropriate, up to 5% of plan assets may be invested in nonliquid, long-term investments.

3. DEPOSITS AND INVESTMENTS (Continued)

d. Police Pension Fund Investments (Continued)

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

Custodial credit risk in the Police Pension 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 Police Pension Fund. At year end, the entire carrying amount of the bank balance of deposits is covered by federal depository or equivalent insurance. Furthermore, the Police Pension Fund’s investment in U.S. Treasury and agency securities as well as municipal bonds are categorized as insured, registered or held by the Police Pension Fund or its agent in the Police Pension Fund’s name. The Police Pension Fund’s investments in Illinois Funds is noncategorizable.

Concentration risk in the Police Pension 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 investment. Investment management of the Police Pension Fund’s assets shall be in accordance with the following asset allocation guidelines:

Asset Class	Target	Range
Equities	40%	10% to 45%
Fixed income	57%	50% to 80%
Cash and equivalents	3%	2% to 10%

At year end, the Police Pension Fund is in compliance with the guideline outlined above. In addition to the securities and fair values listed above, the Police Pension Fund also has \$9,213,720 invested in mutual funds. At year end, the Police Pension Fund has over 5% of net plan assets available for retirement benefits (other than U.S. Government guaranteed obligations) invested in DFA Emerging Markets Mutual Funds of \$1,365,799, Simension US Small Cap Mutual Funds of \$1,388,561, Dimensional US Large Cap Mutual Funds of \$1,043,129, Dimensional US Small Cap Mutual Funds of \$1,041,352 and Spartan Index Advantage Mutual Funds of \$1,228,586.

VILLAGE OF HANOVER PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

3. DEPOSITS AND INVESTMENTS (Continued)

e. Firefighters' Pension Fund Investments

The following table presents the investments and maturities of the Firefighters' Pension Fund's debt securities as of April 30, 2011:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1 - 5	6 - 10	More than 10
U.S. Treasury notes	\$ 5,070,544	\$ 505,624	\$ 2,730,660	\$ 1,126,193	\$ 708,067
Corporate Bonds	46,129	-	46,129	-	-
Illinois Funds	881,323	881,323	-	-	-
TOTAL	\$ 5,997,996	\$ 1,386,947	\$ 2,776,789	\$ 1,126,193	\$ 708,067

Interest rate risk in the Firefighters' Pension Fund's investment policy states that the investment portfolio will remain sufficiently liquid to enable the Firefighters' Pension Fund to meet all operating requirement which might be reasonably anticipated. The investment policy further states that as appropriate, up to 5% of plan assets may be invested in nonliquid, long-term investments.

Credit risk in the Firefighters' Pension Fund's investment policy helps limit its exposure to credit risk by primarily investing in securities issued by the U.S. Government and/or its agencies that are implicitly guaranteed by the U.S. Government. At year end, the Firefighters' Pension Fund's investments in U.S. Government and agency securities, municipal bonds and corporate bonds were all rated AAA by Standard and Poor's. The Firefighters' Pension Fund's investment in Illinois Funds were also AAAM rated by Standard and Poor's.

Custodial credit risk in the Firefighters' Pension 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 Firefighters' Pension Fund. At year end, the entire carrying amount of the bank balance of deposits is covered by federal depository or equivalent insurance. Furthermore, the Firefighters' Pension Fund's investment in U.S. Treasury and agency securities as well as municipal bonds are categorized as insured, registered or held by the Firefighters' Pension Fund or its agent in the Firefighters' Pension Fund's name. The Firefighters' Pension Fund's investments in Illinois Funds is noncategorizable.

3. DEPOSITS AND INVESTMENTS (Continued)

e. Firefighters' Pension Fund Investments (Continued)

Concentration risk in the Firefighters' Pension 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 investment. Investment management of the Firefighters' Pension Fund's assets shall be in accordance with the following asset allocation guidelines:

Asset Class	Target	Range
Equities	40%	10% to 45%
Fixed income	57%	50% to 80%
Cash and equivalents	3%	2% to 10%

At year end, the Firefighters' Pension Fund is in compliance with the guideline outlined above. In addition to the securities and fair values listed above, the Firefighters' Pension Fund also has \$5,129,996 invested in mutual funds. At year end, the Firefighters' Pension Fund has over 5% of net plan assets available for retirement benefits (other than U.S. Government guaranteed obligations) invested in Vanguard Small Cap Mutual Funds of \$1,101,220, Vanguard Mid Cap Mutual Funds of \$1,096,855 and Spartan 500 Mutual Funds of \$2,290,177.

4. RECEIVABLES - TAXES

Property taxes for 2010 attached as an enforceable lien on January 1, 2010, 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 issued on or about April 1, 2011 and are payable in two installments, on or about June 1, 2011 and September 1, 2011. Tax bills are prepared by Cook County and issued on or about February 1, 2011 and July 1, 2011 and are payable March 1, 2011 and September 1, 2011. The counties collect such taxes and remit them periodically. The allowance for uncollectible taxes has been stated at 2% of the tax levy, to reflect actual collection experience. The uncollected portion of the 2009 levy less the allowance has been recorded as a receivable and deferred revenue at April 30, 2011.

The 2011 tax levy, which attached as an enforceable lien on property as of January 1, 2011, has not been recorded as a receivable as of April 30, 2011 as the tax has not yet been levied by the Village and will not be levied until December 2011 and, therefore, the levy is not measurable at April 30, 2011.

VILLAGE OF HANOVER PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2011 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 3,448,471	\$ 266,799	\$ -	\$ 3,715,270
Right of way	25,058,691	-	-	25,058,691
Construction in progress	189,994	6,421,373	-	6,611,367
Total capital assets not being depreciated	28,697,156	6,688,172	-	35,385,328
Capital assets being depreciated				
Buildings	11,328,014	-	-	11,328,014
Machinery, equipment and vehicles	8,361,931	859,732	550,507	8,671,156
Improvements other than buildings	1,375,895	718,255	222,133	1,872,017
Infrastructure	32,150,673	442,640	-	32,593,313
Total capital assets being depreciated	53,216,513	2,020,627	772,640	54,464,500
Less accumulated depreciation for				
Buildings	3,547,381	258,193	-	3,805,574
Machinery, equipment and vehicles	4,671,124	551,364	495,073	4,727,415
Improvements other than buildings	383,305	99,901	38,256	444,950
Infrastructure	21,040,980	653,190	-	21,694,170
Total accumulated depreciation	29,642,790	1,562,648	533,329	30,672,109
Total capital assets being depreciated, net	23,573,723	457,979	239,311	23,792,391
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	\$ 52,270,879	\$ 7,146,151	\$ 239,311	\$ 59,177,719

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

GOVERNMENTAL ACTIVITIES	
General government	\$ 44,298
Community development	8,270
Public safety	483,217
Public works	1,026,863
TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES	\$ 1,562,648

VILLAGE OF HANOVER PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. CAPITAL ASSETS (Continued)

	Beginning Balance	Increases	Decreases	Ending Balance
BUSINESS-TYPE ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 2,254,633	\$ -	\$ -	\$ 2,254,633
Total capital assets not being depreciated	2,254,633	-	-	2,254,633
Capital assets being depreciated				
Buildings and structures	12,568,138	-	-	12,568,138
Underground systems	13,206,921	343,721	-	13,550,642
Machinery, equipment and vehicles	3,004,709	240,189	72,785	3,172,113
Improvements other than buildings	8,875,300	572,837	54,380	9,393,757
Total capital assets being depreciated	37,655,068	1,156,747	127,165	38,684,650
Less accumulated depreciation for				
Building and structures	4,924,802	252,964	-	5,177,766
Machinery and equipment	1,947,221	250,134	102,128	2,095,227
Underground systems	4,494,167	244,280	-	4,738,447
Improvements other than buildings	2,958,730	225,037	35,349	3,148,418
Total accumulated depreciation	14,324,920	972,415	137,477	15,159,858
Total capital assets being depreciated, net	23,330,148	184,332	(10,312)	23,524,792
BUSINESS-TYPE ACTIVITIES				
CAPITAL ASSETS, NET	\$ 25,584,781	\$ 184,332	\$ (10,312)	\$ 25,779,425

Depreciation expense was charged to functions/programs of the business-type activities as follows:

BUSINESS-TYPE ACTIVITIES	
Waterworks and sewerage	\$ 929,227
Municipal parking lot	43,188
TOTAL DEPRECIATION EXPENSE - BUSINESS-TYPE ACTIVITIES	\$ 972,415

6. RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; illnesses of employees; and natural disasters.

a. Intergovernmental Personnel Benefit Cooperative (IPBC)

The Village participates in the Intergovernmental Personnel Benefit Cooperative (IPBC). IPBC is a public entity risk pool established by certain units of local government in Illinois to administer some or all of the personnel benefit programs (primarily medical, dental and life insurance coverage) offered by its members to their officers and employees, and to the officers and employees of certain other governmental, quasi-governmental and non-profit public service entities. The Village's payments to IPBC are displayed on the financial statements as expenses in the appropriate funds.

Management consists of a Board of Directors comprised of one appointed representative from each member. In addition, there are three officers, a Benefit Administrator and a Treasurer. The Village does not exercise any control over activities of IPBC beyond its representation on the Board of Directors.

b. Intergovernmental Risk Management Agency (IRMA)

The Village participates in the Intergovernmental Risk Management Agency (IRMA). IRMA is a public entity risk pool whose members are Illinois municipalities. IRMA manages and funds first party property losses, third party liability claims, workers' compensation claims and public officials liability claims of its member municipalities. The Village's payments to IRMA are displayed on the financial statements as expenses in the appropriate funds.

Risk of loss is transferred, except that each member assumes the first \$1,000 of each occurrence, and IRMA has self-insurance retentions at various amounts above that level.

Management consists of a Board of Directors comprised of one appointed representative from each member. In addition, there are two officers, a Risk Manager and a Treasurer. The Village does not exercise any control over the activities of IRMA beyond its representation on the Board of Directors.

VILLAGE OF HANOVER PARK, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

6. RISK MANAGEMENT (Continued)

b. Intergovernmental Risk Management Agency (IRMA) (Continued)

Initial contributions are determined in advance of each membership year based on the individual member's eligible revenue as defined in the by-laws of IRMA, and assessment factors based on past member experience and the funding need for the membership year. The Board of Directors may require that supplemental contributions be made by members to ensure adequate funds are available to meet the obligations applicable to the membership year. Members have a contractual obligation to fund any deficit of IRMA attributable to a membership year during which they were a member. The Village had no liabilities to IRMA as of April 30, 2011.

7. LONG-TERM DEBT

a. General Obligation Bonds

The Village issues general obligation bonds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both general government and proprietary activities. These bonds, therefore, are reported in the proprietary funds if they are expected to be repaid from proprietary revenues.

General obligation bonds are direct obligations and pledge the full faith and credit of the Village. General obligation bonds currently outstanding are as follows:

	Fund Debt Retired by	Balances May 1	Additions	Reductions and Defeasance	Balances April 30	Current Portion
\$3,600,000 General Obligation Bond Series of 2001 dated July 1, 2001, due in annual installments of \$250,000 to \$435,000 on December 1, 2002 through 2011, interest at 4.00% to 4.15%. Purpose: Infrastructure	Debt Service	\$ 850,000	\$ -	\$ 415,000	\$ 435,000	\$ 435,000
\$5,210,000 General Obligation Refunding Bond Series of 2002 dated December 15, 2002, due in annual installments of \$530,000 to \$660,000 on December 1, 2003 through 2011, interest ranging from 2.00% to 3.50%. Purpose: Refunding	Debt Service	1,290,000	-	630,000	660,000	660,000
\$7,000,000 General Obligation Bond Series of 2004, due in annual installments of \$420,000 to \$690,000 plus interest at 3.50% to 4.40% through December 1, 2024.	Debt Service	7,000,000	-	-	7,000,000	-

VILLAGE OF HANOVER PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. LONG-TERM DEBT (Continued)

a. General Obligation Bonds (Continued)

	Fund Debt Retired by	Balances May 1	Additions	Reductions and Defeasance	Balances April 30	Current Portion
\$10,000,000 General Obligation Bond Series of 2010, due in annual installments of \$280,000 to \$1,255,000 plus interest ranging from 1.78% to 6.00% through December 1, 2029.	Debt Service	\$ 10,000,000	\$ -	\$ -	\$ 10,000,000	\$ -
\$5,000,000 General Obligation Bond Series of 2010A, due in annual installments of \$50,000 to \$1,500,000 plus interest ranging from 2.15% to 5.50% through December 1, 2030.	Debt Service	-	5,000,000	-	5,000,000	-
TOTAL		\$ 19,140,000	\$ 5,000,000	\$ 1,045,000	\$ 23,095,000	\$ 1,095,000

b. Illinois Environmental Protection Agency (EPA) Loans

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

	Fund Debt Retired by	Balances May 1	Additions	Reductions	Balances April 30	Current Portion
1997 EPA Loan I	Waterworks and Sewerage	\$ 1,556,187	\$ -	\$ 204,110	\$ 1,352,077	\$ 209,897
2000 EPA Loan II	Waterworks and Sewerage	965,744	-	92,792	872,952	95,243
TOTAL		\$ 2,521,931	\$ -	\$ 296,902	\$ 2,225,029	\$ 305,140

VILLAGE OF HANOVER PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. LONG-TERM DEBT (Continued)

c. 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		Business-Type Activities	
	General Obligation Bonds		EPA Loans	
	Principal	Interest	Principal	Interest
2012	\$ 1,095,000	\$ 1,133,874	\$ 305,140	\$ 58,888
2013	750,000	1,092,722	313,606	50,421
2014	820,000	1,072,047	322,308	41,719
2015	890,000	1,047,475	331,252	32,776
2016	940,000	1,018,959	340,444	23,584
2017	990,000	985,534	349,893	14,136
2018	1,015,000	947,752	111,376	6,162
2019	1,045,000	906,386	114,319	3,219
2020	1,075,000	861,685	36,691	482
2021	1,105,000	814,010	-	-
2022	1,140,000	761,470	-	-
2023	1,175,000	705,911	-	-
2024	1,240,000	648,490	-	-
2025	1,305,000	586,383	-	-
2026	1,370,000	520,688	-	-
2027	1,405,000	442,039	-	-
2028	1,470,000	359,755	-	-
2029	1,510,000	271,480	-	-
2030	2,755,000	180,300	-	-
TOTAL	\$ 23,095,000	\$ 14,356,960	\$ 2,225,029	\$ 231,387

d. Changes in Long-Term Liabilities

During the fiscal year, the following changes occurred in liabilities reported:

	Balances May 1	Additions	Reductions	Balances April 30	Current Portion
GOVERNMENTAL ACTIVITIES					
General obligation bonds payable	\$ 19,140,000	\$ 5,000,000	\$ 1,045,000	\$ 23,095,000	\$ 1,095,000
Less unamortized bond discount	-	(147,040)	-	(147,040)	-
Compensated absences	1,112,626	32,093	35,506	1,109,213	55,461
Net pension obligation	148,856	116,350	-	265,206	-
Net other postemployment benefit obligation	783,701	237,091	-	1,020,792	-
TOTAL	\$ 21,185,183	\$ 5,238,494	\$ 1,080,506	\$ 25,343,171	\$ 1,150,461

VILLAGE OF HANOVER PARK, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

7. LONG-TERM DEBT (Continued)

d. Changes in Long-Term Liabilities (Continued)

	Balances May 1	Additions	Reductions	Balances April 30	Current Portion
BUSINESS-TYPE ACTIVITIES					
IEPA loans	\$ 2,521,931	\$ -	\$ 296,902	\$ 2,225,029	\$ 305,140
Compensated absences	117,951	-	31,908	86,043	4,302
Net other postemployment benefit obligation	54,813	36,369	-	91,182	-
TOTAL	\$ 2,694,695	\$ 36,369	\$ 328,810	\$ 2,402,254	\$ 309,442

e. Legal Debt Margin

The Village is a home rule municipality.

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

“The General Assembly may limit by law the amount and require referendum approval of debt to be 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 General Assembly has set no limits for home rule municipalities.

f. Conduit Debt

The Village has issued Industrial Development Revenue Bonds (IDRBs) to provide financial assistance to private organizations for the construction and acquisition of industrial and commercial facilities deemed to be in the public interest and to provide financing for low interest mortgages to qualified applicants. The bonds are secured solely by the property or mortgages financed and are payable solely from the payments received on the underlying mortgage loans on the property. The Village is not obligated in any manner for the repayment of the bonds. Accordingly, the bonds outstanding are not reported as a liability in these financial statements. As of April 30, 2011, there were two IDRBs outstanding, with outstanding principal of \$1,005,000.

VILLAGE OF HANOVER PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. INDIVIDUAL FUND DISCLOSURES

Individual fund interfund receivables/payables are as follows:

Receivable Fund	Payable Fund	Amount
General	Nonmajor governmental	\$ 205,125
General	Nonmajor governmental	<u>320,516</u>
TOTAL		<u><u>\$ 525,641</u></u>

The purposes of the due to/due from other funds are as follows:

- \$205,125 and \$320,516 due from Nonmajor Governmental Funds to the General Fund in anticipation of future receipts. Repayment is expected within one year.

Individual fund advances are as follows:

Receivable Fund	Payable Fund	Amount
General	Nonmajor governmental	\$ 425,000
Municipal Building	Nonmajor governmental	304,271
Waterworks and Sewerage	Internal service	<u>1,388,034</u>
TOTAL		<u><u>\$ 2,117,305</u></u>

The purposes of the advances from/to other funds are as follows:

- \$425,000 advance from the General Fund to a nonmajor governmental fund, Special Service Area #6, to cover eligible nonbuilding improvements such as road and lot paving.
- \$304,271 advance from the Municipal and Building Fund to a nonmajor governmental fund, 2010 General Obligation Debt Service Fund, to cover debt service obligations.
- \$1,388,034 advance from the Waterworks and Sewerage Fund to an Internal Service Fund represents funds transferred for future purchase of vehicles and equipment for the Waterworks and Sewerage Fund.

VILLAGE OF HANOVER PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. INDIVIDUAL FUND DISCLOSURES (Continued)

Individual fund transfers are as follows:

Transfers In	Transfers Out	Amount
General	Nonmajor governmental	\$ 269,316
General	Nonmajor governmental	200,000
Municipal Building	Nonmajor governmental	900,000
Nonmajor governmental	General	637,154
Nonmajor governmental	Waterworks and Sewerage	163,219
Nonmajor governmental	Nonmajor governmental	<u>1,310,369</u>
TOTAL		<u>\$ 3,480,058</u>

Interfund transfers during the year ended April 30, 2011 consisted of the following:

- \$269,316 transferred from a nonmajor governmental fund, Capital Projects Fund, to the General Fund to cover expenses.
- \$200,000 transferred from a nonmajor governmental fund, TIF #4 Fund, to the General Fund to cover expenses.
- \$900,000 transferred from a nonmajor governmental fund, TIF #3 Fund, to the Municipal Building Fund to cover a portion of the Capital Improvements for the Police Building.
- \$627,154 transferred from the General Fund to a nonmajor governmental fund, Capital Project Fund, to cover project expenses.
- \$163,219 transferred from the Water and Sewer Fund to a nonmajor governmental fund, Capital Project Fund, to cover project expenses.
- \$1,310,369 transferred from a nonmajor governmental fund, TIF Debt Service, to a nonmajor governmental fund, TIF #2 Fund, to close out remaining fund balance in the TIF Debt Service Fund into a new account.

VILLAGE OF HANOVER PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. COMMITMENTS

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:

<u>Fiscal Year Ending April 30,</u>	<u>Amount</u>
2012	\$ 399,229
2013	416,932
2014	1,560,402
2015	1,841,735
2016	1,203,903
2017	699,987
2018	699,610
2019	699,924
2020	698,185
2021	697,641
	<u>\$ 8,917,548</u>

This amount has been estimated based upon the Village's current water consumption figures and current water costs. In future years, the annual cost will be subject to change.

10. CONTINGENT LIABILITIES

a. 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.

b. 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 costs which may be disallowed by the grantor cannot be determined at this time although the Village expects such amounts, if any, to be immaterial.

10. CONTINGENT LIABILITIES (Continued)

c. Northwest Suburban Municipal Joint Action Water Agency (JAWA)

The Village's water purchase contract with JAWA provides that each member is liable for its proportionate share of any costs arising from defaults in payment obligations by other members.

d. Economic Incentive Agreements

The Village has entered into economic development agreements with companies to provide sales tax rebates. As of April 30, 2011, four agreements have been executed for businesses that have opened. The agreements require the Village to rebate to the companies different amounts of additional sales tax generated by the facilities. For one agreement, there is no maximum remaining amount of rebates specified in the agreement, although the term of the agreement is through fiscal year 2019. For the second agreement, a maximum of \$2,500,000 is to be paid or until twenty years elapses, whichever occurs first. For the third agreement, a maximum of \$1,565,729 is to be paid or until fifteen years elapses, whichever occurs first. For the fourth agreement, a maximum of \$750,000 is to be paid or until twenty years elapses, whichever occurs first. The amount paid/accrued for the fiscal year ended April 30, 2011 was \$1,898,125. The total expenditures incurred to date in rebates as of April 30, 2011 is \$4,184,909.

11. JOINT VENTURES

Northwest Suburban Municipal Joint Action Water Agency (JAWA)

Description of Joint Venture

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, 2010 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

VILLAGE OF HANOVER PARK, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

11. JOINT VENTURES (Continued)

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

Description of Joint Venture (Continued)

	Percent Share
City of Rolling Meadows	8.20%
Village of Schaumburg	28.80
Village of Streamwood	8.00
TOTAL	100.00%

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 by-laws, rules and regulations, and exercises such powers and performs such duties as may be prescribed in the Agency Agreement or the by-laws.

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.

11. JOINT VENTURES (Continued)

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

Description of Joint Venture (Continued)

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 \$2,203,917 to JAWA for the year ended April 30, 2011. All payments were paid from the Waterworks and Sewerage Fund. The Village's share of net assets of JAWA was \$0 at April 30, 2011.

Equity Method of Accounting for Investment in Joint Venture

In previous years, the Village, in accordance with GASB Statement No. 14, employed the equity method of accounting for this joint venture. At April 30, 2011, JAWA had a negative balance in net assets; therefore, the Village's investment in the 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.

12. EMPLOYEE RETIREMENT SYSTEMS

The Village contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system; the Police Pension Plan which is a single-employer pension plan and the Firefighters' Pension Plan which is also a single-employer pension plan. The benefits, benefit levels, employee contributions and employer contributions for all three plans are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly. None of the pension plans issue separate reports on the pension plans. However, IMRF does issue a publicly available report that includes financial statements and supplementary information for IMRF as a whole, but not for individual employers. That report can be obtained from IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

a. Plan Descriptions

Illinois Municipal Retirement Fund

All employees (other than those covered by the Police or Firefighters' Pension Plans or SLEP) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

Participating members are required to contribute 4.50% of their annual salary to IMRF. The Village is required to contribute the remaining amounts necessary to fund the IMRF as specified by statute. The employer contribution rate for calendar year ended 2010 was 10.37% of covered payroll. The employer required contribution rate for calendar year 2010 was 12.17%.

12. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions (Continued)

Sheriff's Law Enforcement Personnel (SLEP)

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 earnings rate for the next ten 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. These benefit provisions and all other requirements are established by state statutes. SLEP members are required to contribute 6.50% of their annual salary to SLEP. The Village is required to contribute the remaining amounts necessary to fund the SLEP as specified by statute. There was no required employer contribution for calendar year ended 2010 or 2011.

Police Pension Plan

Police sworn personnel are covered by the Police Pension Plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. The Village accounts for the Police Pension Plan as a pension trust fund. At April 30, 2010, the Police Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits	28
Terminated employees entitled to benefits but not yet receiving them	2
Current employees	
Vested	30
Nonvested	27
	<hr/>
TOTAL	<u>87</u>

12. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

The Police Pension Plan provides retirement benefits as well as death and disability benefits. Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to 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 annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.00% of such salary. Employees with at least eight 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 3.00% of the original pension and 3.00% compounded annually thereafter.

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officers' salary for pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3.00% compounded. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.00% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e., ½% for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3.00% or ½ of the change in the Consumer Price Index for the proceeding calendar year.

Employees are required by ILCS 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. The Village is required to contribute the remaining amounts necessary to finance the Police Pension Plan as actuarially determined by an enrolled actuary. Effective July 1, 1993, the Village has until the year 2033 to fully fund the past service costs for the Police Pension Plan. For the year ended April 30, 2010, the Village's contribution was 26.70% of covered payroll.

12. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions (Continued)

Firefighters' Pension Plan

Fire sworn personnel are covered by the Firefighters' Pension Plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/4-1) and may be amended only by the Illinois legislature. The Village accounts for the Firefighters' Pension Plan as a pension trust fund. At April 30, 2010, the Firefighters' Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits	12
Terminated employees entitled to benefits but not yet receiving them	2
Current employees	
Vested	12
Nonvested	23
	<hr/>
TOTAL	<u>49</u>

The Firefighters' Pension Plan provides retirement benefits as well as death and disability benefits. Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half of the salary attached to the rank held at the date of retirement. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.00% of such salary. Employees with at least ten 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 covered employee 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 3.00% of the original pension and 3.00% compounded annually thereafter.

12. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions (Continued)

Firefighters' Pension Plan (Continued)

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the firefighter during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Firefighters' salary for pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3.00% compounded. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.00% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e., ½% for each month under 55). The monthly benefit of a Tier 2 firefighter shall be increased annually at age 60 on the January 1st after the firefighter retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3.00% or ½ of the change in the Consumer Price Index for the proceeding calendar year.

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. The Village is required to finance the Firefighters' Pension Plan as actuarially determined by an enrolled actuary. Effective July 1, 1993, the Village has until the year 2033 to fully fund the past services costs for the Firefighters' Pension Plan. For the year ended April 30, 2010, the Village's contribution was 41.16% of covered payroll.

b. 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 in the period in which the employee services are performed. Benefits and refunds of the plans are recognized when due and payable in accordance with the terms of the plan.

12. EMPLOYEE RETIREMENT SYSTEMS (Continued)

b. Summary of Significant Accounting Policies and Plan Asset Matters (Continued)

Method Used to Value Investments

Investments are reported at fair value. Investment income is recognized as earned. Gains and losses on sales and exchanges of fixed income securities are recognized on the transaction date.

Significant Investments

There are no significant investments (other than U.S. Government guaranteed obligations) in any one organization that represent 5.00% or more of plan net assets for either the Police or Firefighters' Pension Plans, except as follows. Information for the IMRF is not available.

Plan	Organization	Amount
Police Pension	DFA Emerging Markets	\$ 1,365,799
	Simension US Small Cap	1,388,561
	Dimensional US Large Cap	1,043,129
	Dimensional US Small Cap	1,041,352
	Spartan Index Advantage	1,228,586
		<u>\$ 6,067,427</u>

Plan	Organization	Amount
Firefighters' Pension	Vanguard Small Cap	\$ 1,101,220
	Vanguard Mid Cap	1,096,855
	Spartan 500	2,290,177
		<u>\$ 4,488,252</u>

Administrative Costs

Administrative costs for both the Police and Firefighters' Pension Plans are financed primarily through investment earnings.

VILLAGE OF HANOVER PARK, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

12. EMPLOYEE RETIREMENT SYSTEMS (Continued)

c. Annual Pension Costs

The annual pension costs (APC) and the net pension obligation (asset) (NPO) as of April 30, 2011 were derived from the actuarial valuations performed as of the dates and using the assumptions noted below:

	Illinois Municipal Retirement	Sheriff's Law Enforcement Personnel	Police Pension	Firefighters' Pension
Actuarial valuation date	December 31, 2008	December 31, 2008	May 1, 2009	May 1, 2009
Actuarial cost method	Entry-age Normal	Entry-age Normal	Entry-age Normal	Entry-age Normal
Asset valuation method	5 Year Smoothed Market	5 Year Smoothed Market	Market Value	Market Value
Amortization method	Level Percentage of Payroll, Closed	Level Percentage of Payroll, Closed	Level Percentage of Payroll, Closed	Level Percentage of Payroll, Closed
Amortization period	30 Years, Open	30 Years, Open	23 Years, Closed	23 Years, Closed
Significant actuarial assumptions				
a) Rate of return on present and future assets	7.50% Compounded Annually	7.50% Compounded Annually	7.50% Compounded Annually	7.50% Compounded Annually
b) Projected salary increase - attributable to inflation	4.00% Compounded Annually	4.00% Compounded Annually	3.00% Compounded Annually	3.00% Compounded Annually
c) Additional projected Salary increases - seniority/merit	.40% to 10%	.40% to 10%	5.50%	5.50%
d) Postretirement benefit increases	3.00%	3.00%	3.00%	3.00%

VILLAGE OF HANOVER PARK, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

12. EMPLOYEE RETIREMENT SYSTEMS (Continued)

c. Annual Pension Costs (Continued)

Trend Information

Trend information gives an indication of the progress in accumulating sufficient assets to pay benefits when due.

	For Fiscal Year	Illinois Municipal Retirement	Sheriff's Law Enforcement Personnel
Annual pension cost (APC)	2009	\$ 680,073	\$ 25,099
	2010	716,808	17,516
	2011	800,063	-
Actual contributions	2009	\$ 680,073	\$ 16,282
	2010	675,266	16,282
	2011	685,332	-
Percentage of APC contributed	2009	100.00%	100.00%
	2010	94.20%	100.00%
	2011	85.66%	N/A
NPO (asset)	2009	\$ -	\$ -
	2010	41,542	-
	2011	156,274	-
	For Fiscal Year	Police Pension	Firefighters' Pension
Annual pension cost (APC)	2009	\$ 959,725	\$ 474,428
	2010	1,042,572	575,690
	2011	1,298,197	700,382
Actuarial contributions	2009	\$ 987,365	\$ 471,152
	2010	1,047,722	574,010
	2011	1,302,480	698,763
Percentage of APC contributed	2009	102.88%	99.31%
	2010	100.49%	99.71%
	2011	100.33%	99.77%
NPO (asset)	2009	\$ (278,124)	\$ 105,634
	2010	(283,914)	107,314
	2011	(288,197)	108,933

VILLAGE OF HANOVER PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. EMPLOYEE RETIREMENT SYSTEMS (Continued)

c. Annual Pension Costs (Continued)

Net Pension Obligation

The Village's annual pension cost and net pension obligation for the year ended April 30, 2011 were as follows:

	Illinois Municipal Retirement	Police Pension	Firefighters' Pension
Annual required contributions	\$ 799,174	\$ 1,302,480	\$ 698,763
Interest on net pension obligation	3,116	(21,294)	8,049
Adjustment to annual required contribution	(2,227)	17,011	(6,430)
Annual pension cost	800,063	1,298,197	700,382
Contributions made	685,332	1,302,480	698,763
(Increase) decrease in net pension obligation (asset)	114,731	(4,283)	1,619
Net pension obligation (asset), beginning of year	41,542	(283,914)	107,314
NET PENSION OBLIGATION (ASSET), END OF YEAR	\$ 156,273	\$ (288,197)	\$ 108,933

The funded status of the plans as of April 30, 2011, based on actuarial valuations performed as of the same date for the Police and Firefighters' Pension Plans and as of December 31, 2010 for IMRF and SLEP, is as follows. The actuarial assumptions used to determine the funded status of the plans are the same as actuarial assumptions used to determine the employer annual pension costs of the plans as disclosed in Note 12-c.

	Illinois Municipal Retirement	Sheriff's Law Enforcement Personnel	Police Pension	Fire Pension
Actuarial accrued liability (AAL)	\$ 22,377,083	\$ 403,212	\$ 34,487,266	\$ 16,161,310
Actuarial value of plan assets	15,745,042	297,460	18,249,557	9,768,056
Unfunded actuarial accrued liability (UAAL)	6,632,041	105,752	16,237,709	6,393,254
Funded ratio (actuarial value of plan assets/AAL)	70.36%	73.77%	52.92%	60.44%
Covered payroll (active plan members)	\$ 6,474,980	\$ -	\$ 4,351,415	\$ 2,637,743
UAAL as a percentage of covered payroll	102.43%	0.00%	373.16%	242.38%

See the schedules of funding progress in the required supplementary information immediately following the notes to financial statements for additional information related to the funded status of the plans.

VILLAGE OF HANOVER PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. EMPLOYEE RETIREMENT SYSTEMS (Continued)

d. Summary Financial Statements

Schedule of Net Assets as of April 30, 2011.

	Police Pension	Firefighters' Pension	Total
ASSETS			
Cash and cash equivalents	\$ 763,303	\$ 1,069,633	\$ 1,832,936
Investments			
U.S. Government and agency obligations	9,871,824	5,070,544	14,942,368
Municipal bonds	194,004	-	194,004
Corporate bonds	354,701	46,129	400,830
Mutual funds	9,213,720	5,129,996	14,343,716
Receivables			
Accrued interest	79,303	30,391	109,694
	<u>20,476,855</u>	<u>11,346,693</u>	<u>31,823,548</u>
LIABILITIES			
Accounts payable	<u>1,700</u>	<u>5,219</u>	<u>6,919</u>
	<u>1,700</u>	<u>5,219</u>	<u>6,919</u>
NET ASSETS	<u>\$ 20,475,155</u>	<u>\$ 11,341,474</u>	<u>\$ 31,816,629</u>

VILLAGE OF HANOVER PARK, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. EMPLOYEE RETIREMENT SYSTEMS (Continued)

d. Summary Financial Statements (Continued)

Schedule of Changes in Net Assets for the year ended April 30, 2011.

	Police Pension	Firefighters' Pension	Total
ADDITIONS			
Contributions			
Employer	\$ 1,302,480	\$ 698,763	\$ 2,001,243
Employee	460,804	260,615	721,419
Other contributions	18	-	18
Total contributions	1,763,302	959,378	2,722,680
Investment Income			
Net appreciation in fair value of investments	1,410,182	861,027	2,271,209
Interest income	503,192	247,199	750,391
Less investment expense	(29,467)	(13,231)	(42,698)
Net investment income	1,883,907	1,094,995	2,978,902
Total additions	3,647,209	2,054,373	5,701,582
DEDUCTIONS			
Benefits and refunds	1,380,737	454,134	1,834,871
Administrative expenses	40,874	26,821	67,695
Total deductions	1,421,611	480,955	1,902,566
NET INCREASE	2,225,598	1,573,418	3,799,016
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS			
May 1	18,249,557	9,768,056	28,017,613
April 31	\$ 20,475,155	\$ 11,341,474	\$ 31,816,629

13. OTHER POSTEMPLOYMENT BENEFITS

a. Plan Description

In addition to providing the pension benefits described, the Village provides postemployment health care benefits (OPEB) for retired employees through a single-employer defined benefit plan (the Plan). The benefits, benefit levels, employee contributions and employer contributions are governed by the Village and can be amended by the Village through its personnel manual and union contracts. The Plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the Plan. The Plan does not issue a separate report. The activity of the Plan is reported in the Village's governmental and business-type activities.

b. Benefits Provided

The Village provides pre and post-Medicare postretirement health insurance to retirees, their spouses and dependents (enrolled at time of employee's retirement). To be eligible for benefits, the employee must qualify for retirement under one of the Village's three retirement plans. The retirees pay the blended premium. Upon a retiree becoming eligible for Medicare, the amount payable under the Village's health plan will be reduced by the amount payable under Medicare for those expenses that are covered under both.

c. Membership

At April 30, 2011, membership consisted of:

Retirees and beneficiaries currently receiving benefits	23
Terminated employees entitled to benefits but not yet receiving them	-
Active employees - vested	110
Active employees - nonvested	<u>80</u>
 TOTAL	 <u><u>213</u></u>
 Participating employers	 <u><u>1</u></u>

d. Funding Policy

The Village is not required to and currently does not advance fund the cost of benefits that will become due and payable in the future. Active employees do not contribute to the plan until retirement.

VILLAGE OF HANOVER PARK, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

13. OTHER POSTEMPLOYMENT BENEFITS (Continued)

e. Annual OPEB Costs and Net OPEB Obligation

The Village first had an actuarial valuation performed for the Plan as of May 1, 2008 to determine the funded status of the Plan as of that date as well as the employer's annual required contribution (ARC) for the fiscal year ended April 30, 2011. The Village's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation for 2011 and the two preceding years was as follows:

Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
April 30, 2009	\$ 468,900	\$ 184,100	39.26%	\$ 573,100
April 30, 2010	406,584	141,170	34.72%	838,514
April 30, 2011	416,739	143,279	34.38%	1,111,974

The net OPEB obligation as of April 30, 2011 was calculated as follows:

Annual required contribution	\$ 402,763
Interest on net OPEB obligation	41,926
Adjustment to annual required contribution	<u>(27,950)</u>
Annual OPEB cost	416,739
Contributions made	<u>143,279</u>
Increase in net OPEB obligation	273,460
Net OPEB obligation, beginning of year	<u>838,514</u>
NET OPEB OBLIGATION, END OF YEAR	<u>\$ 1,111,974</u>

Funded Status and Funding Progress: The funded status of the Plan as of April 30, 2011 was as follows:

Actuarial accrued liability (AAL)	\$ 3,708,726
Actuarial value of plan assets	-
Unfunded actuarial accrued liability (UAAL)	3,708,726
Funded ratio (actuarial value of plan assets/AAL)	0.0%
Covered payroll (active plan members)	\$ 15,721,793
UAAL as a percentage of covered payroll	23.59%

13. OTHER POSTEMPLOYMENT BENEFITS (Continued)

e. Annual OPEB Costs and Net OPEB Obligation (Continued)

See the schedules of funding progress in the required supplementary information immediately following the notes to financial statements for additional information related to the funded status of the plan.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality and the healthcare cost trend. Amounts determined regarding the funded status of the Plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to financial statements, presents multi-year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

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

In the May 1, 2010 actuarial valuation, the entry-age normal actuarial cost method was used. The actuarial assumptions included an investment rate of return of 5.0%, projected salary increases of 5.0% and an initial healthcare cost trend rate of 8.0% with an ultimate healthcare inflation rate of 6.0%. Both rates include a 3.0% inflation assumption. The actuarial value of assets was not determined as the Village has not advance funded its obligation. The Plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at April 30, 2011 was 30 years.

14. PRIOR PERIOD ADJUSTMENT

Net assets of governmental activities and fund balance of the General Fund have been restated as of May 1, 2010 by \$(820,538) to correct the reporting of the liability for economic incentive agreements and deposits with insurance pools.

REQUIRED SUPPLEMENTARY INFORMATION

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

- Budgetary Comparison Schedule - General Fund
- Budgetary Comparison Schedule - Motor Fuel Tax Fund
- Schedule of Funding Progress
 - Illinois Municipal Retirement Fund
 - Sheriff's Law Enforcement Information
 - Police Pension Fund
 - Firefighters' Pension Fund
 - Other Postemployment Benefits Plan
- Employer Contributions
 - Illinois Municipal Retirement Fund
 - Sheriff's Law Enforcement Fund
 - Police Pension Fund
 - Firefighters' Pension Fund
 - Other Postemployment Benefits Plan

VILLAGE OF HANOVER PARK, ILLINOIS

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
REVENUES			
Taxes	\$ 19,787,282	\$ 19,787,282	\$ 22,264,815
Licenses and permits	752,292	752,292	968,506
Charges for services	1,034,200	1,034,200	1,238,743
Fines and forfeits	704,600	704,600	512,934
Investment income	-	-	56,477
Miscellaneous	527,314	527,314	513,876
Total revenues	22,805,688	22,805,688	25,555,351
EXPENDITURES			
Current			
General government	3,223,022	3,223,022	4,808,312
Community development	783,391	783,391	664,622
Public safety	15,847,894	15,847,894	16,085,156
Public works	2,876,162	2,876,162	2,901,960
Total expenditures	22,730,469	22,730,469	24,460,050
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	75,219	75,219	1,095,301
OTHER FINANCING SOURCES (USES)			
Transfers in	469,316	469,316	469,316
Transfers (out)	(653,824)	(653,824)	(637,154)
Total other financing sources (uses)	(184,508)	(184,508)	(167,838)
NET CHANGE IN FUND BALANCES	\$ (109,289)	\$ (109,289)	927,463
FUND BALANCE, MAY 1			8,564,501
Prior period adjustment			(820,538)
FUND BALANCE, MAY 1, RESTATED			7,743,963
FUND BALANCE, APRIL 30			\$ 8,671,426

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

MOTOR FUEL TAX FUND

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
REVENUES			
Intergovernmental			
Allotments earned	\$ 920,969	\$ 920,969	\$ 1,156,778
Reimbursements	10,550	10,550	429,147
Investment income	36,800	36,800	14,752
Miscellaneous	-	-	928
	<hr/>		
Total revenues	968,319	968,319	1,601,605
	<hr/>		
EXPENDITURES			
Current			
Highways and streets			
Salaries	101,389	101,389	105,166
Overtime wages	-	-	35
State retirement	11,151	11,151	11,118
Social security	7,860	7,860	7,874
Employee insurance	24,314	24,314	28,115
Materials and supplies	210,000	210,000	172,093
Street lighting	75,245	75,245	65,282
Repairs - streets and bridges	243,000	243,000	254,940
Maintenance agreements	31,129	31,129	15,216
Repairs - other equipment	4,000	4,000	-
Capital outlay			
Improvements other than buildings	1,697,658	1,697,658	842,009
	<hr/>		
Total expenditures	2,405,746	2,405,746	1,501,848
	<hr/>		
NET CHANGE IN FUND BALANCE	\$ (1,437,427)	\$ (1,437,427)	99,757
	<hr/>		
FUND BALANCE, MAY 1			2,666,423
	<hr/>		
FUND BALANCE, APRIL 30			\$ 2,766,180
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(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF FUNDING PROGRESS
 ILLINOIS MUNICIPAL RETIREMENT FUND

April 30, 2011

Actuarial Valuation Date December 31,	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded (Overfunded) AAL (UAAL) (OAAL) (2) - (1)	(5) Covered Payroll	UAAL (OAAL) as a Percentage of Covered Payroll (4) / (5)
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%
2007	20,213,615	21,407,596	94.42%	1,193,981	6,342,374	18.83%
2008	18,208,045	22,959,941	79.30%	4,751,896	6,848,668	69.38%
2009	16,837,694	22,691,981	74.20%	5,854,287	6,928,991	84.49%
2010	15,745,042	22,377,083	70.36%	6,632,041	6,474,980	102.43%

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF FUNDING PROGRESS
 SHERIFF'S LAW ENFORCEMENT PERSONNEL

April 30, 2011

Actuarial Valuation Date December 31,	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded (Overfunded) AAL (UAAL) (OAAL) (2) - (1)	(5) Covered Payroll	UAAL (OAAL) as a Percentage of Covered Payroll (4) / (5)
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%
2007	229,258	336,881	68.05%	107,623	124,768	86.26%
2008	257,856	399,981	64.47%	142,125	130,427	108.97%
2009	282,797	279,596	101.14%	(3,201)	104,758	(3.06%)
2010	297,460	403,212	73.77%	105,752	-	0.00%

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF FUNDING PROGRESS
 POLICE PENSION FUND

April 30, 2011

Actuarial Valuation Date April 30,	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	UAAL as a Percentage of Covered Payroll (4) / (5)
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%
2007	16,440,752	26,313,270	62.48%	9,872,518	3,381,577	291.95%
2008	17,040,003	27,774,760	61.35%	10,734,757	3,566,235	301.01%
2009	15,191,183	29,645,059	51.24%	14,453,876	3,782,571	382.12%
2010	18,249,557	34,487,266	52.92%	16,237,709	4,351,415	373.16%

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF FUNDING PROGRESS
 FIREFIGHTERS' PENSION FUND

April 30, 2011

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded (Overfunded) AAL (UAAL) (2) - (1)	(5) Covered Payroll	UAAL (OAAL) as a Percentage of Covered Payroll (4) / (5)
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%
2007	8,230,081	11,633,405	70.75%	3,403,324	2,105,239	161.66%
2008	8,668,883	12,933,184	67.03%	4,264,301	2,254,020	189.19%
2009	7,935,575	13,999,956	56.68%	6,064,381	2,402,710	252.40%
2010	9,768,056	16,161,310	60.44%	6,393,254	2,637,743	242.38%

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF FUNDING PROGRESS
 OTHER POSTEMPLOYMENT BENEFIT PLAN

April 30, 2011

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded (Overfunded) AAL (UAAL) (2) - (1)	(5) Covered Payroll	UAAL (OAAL) as a Percentage of Covered Payroll (4) / (5)
2008	\$ -	\$ 4,856,900	0.00%	\$ 4,856,900	\$ 12,188,800	39.85%
2009	-	5,180,100	0.00%	5,180,100	12,676,400	40.86%
2010	-	5,125,728	0.00%	5,125,728	12,368,624	41.44%
2011	-	3,708,726	0.00%	3,708,726	15,721,793	23.59%

The Village implemented GASB Statement No. 45 for the fiscal year ended April 30, 2008. Information for prior years is not available.

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND

April 30, 2011

<u>Fiscal Year</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>
2006	\$ 593,092	\$ 593,092	100%
2007	640,492	640,492	100%
2008	657,704	657,704	100%
2009	680,073	680,073	100%
2010	675,266	716,808	94%
2011	685,332	799,174	86%

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
SHERIFF'S LAW ENFORCEMENT PERSONNEL

April 30, 2011

<u>Fiscal Year</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>
2006	\$ 15,548	\$ 15,548	100%
2007	17,788	17,788	100%
2008	16,282	16,282	100%
2009	25,099	25,099	100%
2010	17,516	17,516	100%
2011	-	-	0%

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
POLICE PENSION FUND

April 30, 2011

<u>Fiscal Year</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>
2006	\$ 1,124,952	\$ 952,015	118.17%
2007	1,188,133	1,150,862	103.24%
2008	892,877	892,877	100.00%
2009	987,365	959,382	102.92%
2010	1,047,722	1,047,722	100.00%
2011	1,302,480	1,302,480	100.00%

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
FIREFIGHTERS' PENSION FUND

April 30, 2011

<u>Fiscal Year</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>
2006	\$ 367,369	\$ 326,724	112.44%
2007	371,075	371,075	100.00%
2008	374,835	374,835	100.00%
2009	471,152	471,152	100.00%
2010	574,010	574,010	100.00%
2011	698,763	698,763	100.00%

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
OTHER POSTEMPLOYMENT BENEFIT PLAN

April 30, 2011

Fiscal Year	Employer Contributions	Annual Required Contribution (ARC)	Percentage Contributed
2008	\$ 156,600	\$ 444,900	35.20%
2009	184,100	468,900	39.26%
2010	141,170	402,763	35.05%
2011	143,279	402,763	35.57%

The Village implemented GASB Statement No. 45 for the fiscal year ended April 30, 2008. Information for prior years is not available.

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2011

BUDGETS

All departments of the Village submit budget requests 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 budget 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 proposed budgeted amounts. The final budget must be approved by April 30 through passage of an ordinance.

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 the budget at the fund level, the Village's legal level of budgetary control.

The budget is adopted on the modified accrual basis of accounting and the current financial resources measurement focus, consistent with GAAP. Annual budgets are adopted for the General, Special Revenue, Debt Service (except the TIF #2 Bond Series of 1989 Fund), 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.

The following individual funds exceeded the operating budgets in the following amounts:

<u>Fund</u>	<u>Actual Expenditures</u>	<u>Final Operating Budget</u>	<u>Excess</u>
General Fund	\$ 24,460,050	\$ 22,730,469	\$ 1,729,581
Capital Projects			
TIF #4 Fund	337,987	330,000	7,987
Capital Projects Fund	1,542,471	1,503,005	39,466

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.

MAJOR GOVERNMENTAL FUNDS

General Fund

The General Fund: This 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.

Special Revenue Fund

Motor Fuel Tax Fund: This 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.

Capital Projects Fund

Municipal Building Fund: This fund is used to accumulate resources for the municipal building construction project. Initial funding is provided by a transfer from the General Fund.

VILLAGE OF HANOVER PARK, ILLINOIS

GENERAL FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
TAXES			
Property tax	\$ 8,844,268	\$ 8,844,268	\$ 8,773,790
Replacement taxes	83,763	83,763	89,878
State income tax	3,156,103	3,156,103	2,984,408
Municipal sales tax	3,033,665	3,033,665	4,905,059
Home rule sales tax	1,199,857	1,199,857	2,101,878
Use tax	472,030	472,030	554,064
Utility tax - simplified telephone	1,267,400	1,267,400	1,104,014
Utility tax - natural gas	209,100	209,100	204,223
Utility tax - electric	406,322	406,322	441,848
Prepared food tax	1,079,453	1,079,453	1,072,674
Hotel/motel tax	35,321	35,321	32,979
Total taxes	19,787,282	19,787,282	22,264,815
LICENSES AND PERMITS			
Licenses			
Business	87,720	87,720	86,375
Liquor	50,000	50,000	59,570
Contractor	30,000	30,000	40,230
Vendor/solicitor	695	695	1,115
Animal	1,400	1,400	1,186
Penalties on licenses	10,000	10,000	8,331
Multi-family	87,225	87,225	91,500
Single family	37,800	37,800	66,275
Cable franchise fee	252,297	252,297	345,380
Solid waste franchise fee	115,555	115,555	112,972
Permits			
Building - DuPage	50,000	50,000	72,465
Building - Cook	25,600	25,600	80,205
Sign	4,000	4,000	2,902
Total licenses and permits	752,292	752,292	968,506
CHARGES FOR SERVICES			
Printed materials	4,500	4,500	6,456
Ambulance fees	400,000	400,000	562,856
Plan review - community development	15,000	15,000	15,800
Building reinspection fees	2,500	2,500	95
Vehicle impoundment fees	610,000	610,000	642,400
CPR fees	2,200	2,200	1,600
ADT administrative fee	-	-	3,331
Public safety application fee	-	-	4,900
Inspection fee - miscellaneous	-	-	1,305
Total charges for services	1,034,200	1,034,200	1,238,743

(This schedule is continued on the following page.)

VILLAGE OF HANOVER PARK, ILLINOIS

GENERAL FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
FINES AND FORFEITS			
Traffic fines - DuPage	\$ 46,000	\$ 46,000	\$ 30,934
Traffic fines - Cook	190,000	190,000	106,850
Ordinance violations	300,000	300,000	210,525
Warning tickets	750	750	945
Police false alarm fines	5,000	5,000	9,925
Dui fines	7,850	7,850	-
Fire false alarm fines	3,500	3,500	6,090
Red light camera fines	150,000	150,000	145,450
Kennel fees	1,500	1,500	2,215
	<hr/>		
Total fines and forfeits	704,600	704,600	512,934
	<hr/>		
INVESTMENT INCOME	-	-	56,477
	<hr/>		
MISCELLANEOUS			
Reimbursement - ILEOT Boards	4,000	4,000	12,962
Reimbursement - property damage	7,071	7,071	910
Reimbursement - OJP bullet proof vest grant	1,500	1,500	8,135
Reimbursement - police services	600	600	36,685
Reimbursement - fire services	10,000	10,000	13,472
Reimbursement - DuPage County	15,000	15,000	14,959
Reimbursement - ILEAS	-	-	800
Reimbursement - miscellaneous	50,000	50,000	42,156
Hazardous materials	5,000	5,000	-
Printing outreach	4,500	4,500	-
Illinois EMA grant revenue	2,000	2,000	61,797
Federal SAFER grant	10,820	10,820	18,000
Rental income	289,372	289,372	263,822
Drug forfeiture revenue	13,675	13,675	5,647
Fire district transfer	-	-	57
Fire corp	-	-	511
Proceeds on sale of assets	20,000	20,000	-
Miscellaneous income	93,776	93,776	33,963
	<hr/>		
Total miscellaneous	527,314	527,314	513,876
	<hr/>		
TOTAL REVENUES	<u>\$ 22,805,688</u>	<u>\$ 22,805,688</u>	<u>\$ 25,555,351</u>

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

GENERAL FUND

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT			
President and Board of Trustees	\$ 94,594	\$ 94,594	\$ 89,555
Village Clerk	92,887	92,887	93,015
Village Collector	62,588	62,588	69,995
Environmental committee	4,200	4,200	4,014
Cultural inclusion and diversity committee	5,166	5,166	2,917
Sister City committee	4,560	4,560	3,444
Citizens corp council committee	6,544	6,544	200
Development commission	2,223	2,223	84
CONNECT committee	11,075	11,075	7,463
Village Manager	343,422	343,422	304,770
Human resources	365,810	365,810	327,621
Special events	19,200	19,200	7,843
Information technology	559,527	559,527	515,678
Finance department administration	230,424	230,424	210,720
Collections	164,133	164,133	149,748
General accounting	174,299	174,299	174,384
General administrative services	1,082,370	1,082,370	2,846,861
Total general government	3,223,022	3,223,022	4,808,312
PUBLIC WORKS			
Administration	146,178	146,178	147,578
Streets	984,619	984,619	1,067,802
Forestry	501,421	501,421	457,806
Building	369,411	369,411	348,596
Fleet services administration	551,608	551,608	549,584
Department of engineering	322,925	322,925	330,594
Total public works	2,876,162	2,876,162	2,901,960
PUBLIC SAFETY			
Fire department	5,152,556	5,152,556	5,343,562
Police department			
Administration	663,463	663,463	723,122
Patrol division	6,096,772	6,096,772	6,007,101
Investigations	1,526,731	1,526,731	1,617,781
Community services	302,923	302,923	322,245
Staff services	1,528,921	1,528,921	1,468,681
Code enforcement	563,946	563,946	593,914
Total police department	10,682,756	10,682,756	10,732,844
Emergency services	12,582	12,582	8,750
Total public safety	15,847,894	15,847,894	16,085,156

(This schedule is continued on the following page.)

VILLAGE OF HANOVER PARK, ILLINOIS

GENERAL FUND

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
COMMUNITY DEVELOPMENT			
Economic development	\$ 206,314	\$ 206,314	\$ 166,028
Inspection services	577,077	577,077	498,594
Total community development	783,391	783,391	664,622
TOTAL EXPENDITURES	<u>\$ 22,730,469</u>	<u>\$ 22,730,469</u>	<u>\$ 24,460,050</u>

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT			
Boards and Commissions			
President and Board of Trustees			
Salaries - part-time	\$ 20,400	\$ 20,400	\$ 20,267
Social security	1,561	1,561	1,550
Office supplies and expense	1,700	1,700	1,436
Memberships and subscriptions	46,393	46,393	44,556
Materials and supplies	400	400	329
Uniforms	1,050	1,050	686
Miscellaneous	300	300	336
Postage	500	500	422
Consulting services	500	500	-
Schools, conventions and meetings	16,290	16,290	12,865
Transportation	2,900	2,900	4,684
Special events	2,600	2,600	2,424
Total President and Board of Trustees	<u>94,594</u>	<u>94,594</u>	<u>89,555</u>
Village Clerk			
Salaries - regular	49,500	49,500	50,261
Salaries - part-time	3,500	3,500	4,019
State retirement	5,391	5,391	5,272
Social security	4,055	4,055	3,753
Employee insurance	5,526	5,526	11,141
Office supplies and expense	600	600	535
Memberships and subscriptions	515	515	80
Uniforms	150	150	-
Postage	800	800	1,727
Maintenance agreement	900	900	400
Legal service	700	700	-
Legal publications	8,000	8,000	4,639
Binding and printing	10,500	10,500	7,651
Schools, conventions and meeting	2,485	2,485	2,512
Transportation	265	265	1,025
Total Village Clerk	<u>92,887</u>	<u>92,887</u>	<u>93,015</u>
Village Collector			
Salaries - regular	48,009	48,009	49,719
State retirement	5,228	5,228	5,551
Social security	3,673	3,673	3,950
Employee insurance	5,528	5,528	10,775
Office supplies	50	50	-
Postage	100	100	-
Total Village Collector	<u>62,588</u>	<u>62,588</u>	<u>69,995</u>
Environmental Committee			
Office supplies	50	50	-
Memberships/subscriptions	250	250	-
Schools, conventions and meeting	900	900	111
Special events	3,000	3,000	3,903
Total Environmental Committee	<u>4,200</u>	<u>4,200</u>	<u>4,014</u>

(This schedule is continued on the following pages.)

VILLAGE OF HANOVER PARK, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT (Continued)			
Boards and Commissions (Continued)			
Cultural Inclusion and Diversity Committee			
Office supplies	\$ 260	\$ 260	\$ 127
Miscellaneous	500	500	526
Postage	175	175	-
Schools, conventions and meeting	1,300	1,300	876
Transportation	116	116	-
Special events	2,815	2,815	1,388
Total Cultural Inclusion and Diversity Committee	<u>5,166</u>	<u>5,166</u>	<u>2,917</u>
Sister City Committee			
Office supplies	60	60	24
Memberships and subscriptions	700	700	695
Postage	100	100	46
Schools, conventions and meeting	2,000	2,000	979
Special events	1,700	1,700	1,700
Total Sister City Committee	<u>4,560</u>	<u>4,560</u>	<u>3,444</u>
Citizens Corp Council			
Office supplies	200	200	-
Memberships and subscriptions	200	200	-
Books/publications/maps	50	50	-
Communications parts	100	100	200
Materials and supplies	500	500	-
Uniforms	150	150	-
Small tools	100	100	-
Postage	200	200	-
Schools, conventions and meeting	5,044	5,044	-
Total Citizens Corp Council	<u>6,544</u>	<u>6,544</u>	<u>200</u>
Development Commission			
Overtime compensation	750	750	-
State retirement	75	75	-
Social security	58	58	-
Office supplies	150	150	-
Memberships and subscriptions	160	160	-
Books/publications/maps	305	305	-
Miscellaneous expense	50	50	-
Postage	300	300	5
Schools, conventions and meeting	375	375	79
Total Development Commission	<u>2,223</u>	<u>2,223</u>	<u>84</u>
CONNECT Committee			
Office supplies	700	700	109
Memberships and subscriptions	525	525	560
Miscellaneous expense	50	50	-
Postage	1,200	1,200	202

(This schedule is continued on the following pages.)

VILLAGE OF HANOVER PARK, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT (Continued)			
Boards and Commissions (Continued)			
CONECT Committee (Continued)			
Schools, conventions and meeting	\$ -	\$ -	\$ 475
Special events	8,600	8,600	6,117
Total CONECT Committee	11,075	11,075	7,463
Total Boards and Commissions	283,837	283,837	270,687
Administrative Services			
Village Manager			
Salaries - regular	192,070	192,070	194,671
Overtime compensation	5,000	5,000	15,752
State retirement	21,008	21,008	21,975
Social security	13,449	13,449	12,967
Employee insurance	45,930	45,930	23,495
Office supplies and expense	800	800	759
Memberships and subscriptions	1,955	1,955	1,954
Books, publications and maps	50	50	-
Materials and supplies	100	100	134
Miscellaneous	250	250	252
Postage	1,050	1,050	190
Maintenance agreement	-	-	1,089
Equipment rentals	-	-	3,064
Consulting service	50,000	50,000	19,655
Schools, conventions and meetings	4,065	4,065	4,241
Transportation	670	670	684
Special events	7,000	7,000	3,888
Miscellaneous expense	25	25	-
Total Village Manager	343,422	343,422	304,770
Human resources			
Salaries - regular	175,950	175,950	177,624
Salaries - part-time	14,014	14,014	1,928
Overtime compensation	750	750	2,234
State retirement	20,182	20,182	19,360
Social security	15,187	15,187	13,994
Employee insurance	20,860	20,860	21,327
Office supplies and expense	1,800	1,800	1,782
Memberships and subscriptions	1,860	1,860	1,254
Books, publications and maps	650	650	670
Materials and supplies	600	600	263
Employee recognition	33,446	33,446	35,272
Postage	1,000	1,000	1,146
Miscellaneous	-	-	289
Maintenance agreements	8,971	8,971	8,712
Equipment rentals	5,500	5,500	4,173
Repairs - office equipment	450	450	-
Consulting services	24,205	24,205	19,376
Medical examinations	12,133	12,133	6,264
Legal publications	10,000	10,000	2,659

(This schedule is continued on the following pages.)

VILLAGE OF HANOVER PARK, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT (Continued)			
Administrative Services (Continued)			
Human resources (Continued)			
Schools, conventions and meetings	\$ 17,152	\$ 17,152	\$ 8,994
Transportation	1,100	1,100	300
Total human resources	365,810	365,810	327,621
Special events			
Postage	200	200	206
Binding and printing	2,000	2,000	368
Special events	17,000	17,000	7,269
Total special events	19,200	19,200	7,843
Information Technology			
Salaries - regular	185,110	185,110	155,271
Overtime compensation	4,000	4,000	4,035
State retirement	20,555	20,555	15,865
Social security	14,467	14,467	11,228
Employee insurance	40,260	40,260	25,872
Office supplies and expense	55,430	55,430	66,152
Memberships and subscriptions	990	990	780
Books, publications and maps	200	200	-
Materials	18,000	18,000	17,806
Small tools	600	600	639
Telephone	89,182	89,182	97,864
Postage	12,195	12,195	10,199
Repairs - office equipment	1,500	1,500	1,446
Maintenance agreements	76,988	76,988	76,996
Consulting services	10,000	10,000	8,454
Binding and printing	28,600	28,600	22,626
Schools, conventions and meetings	-	-	70
Transportation	1,000	1,000	-
Miscellaneous	450	450	375
Total Information Technology	559,527	559,527	515,678
Total Administrative Services	1,287,959	1,287,959	1,155,912
Finance department			
Finance department administration			
Salaries - regular	139,745	139,745	127,530
Overtime compensation	-	-	2
State retirement	15,488	15,488	14,124
Social security	10,940	10,940	9,883
Employee insurance	33,767	33,767	26,328
Office supplies and expense	750	750	761
Memberships and subscriptions	1,885	1,885	1,917
Book, publications and maps	375	375	69
Uniforms	-	-	256
Miscellaneous commodities	-	-	88
Postage	-	-	87
Equipment rentals	15,939	15,939	15,157

(This schedule is continued on the following pages.)

VILLAGE OF HANOVER PARK, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT (Continued)			
Finance department (Continued)			
Finance department administration (Continued)			
Maintenance agreements	\$ 65	\$ 65	\$ -
Consulting services	2,700	2,700	7,811
Schools, conventions and meetings	3,850	3,850	4,622
Transportation	920	920	333
Miscellaneous	4,000	4,000	1,752
	<u>230,424</u>	<u>230,424</u>	<u>210,720</u>
Collections			
Salaries - regular	101,993	101,993	100,093
Overtime compensation	100	100	58
State retirement	11,607	11,607	10,945
Social security	8,165	8,165	7,790
Employee insurance	24,048	24,048	20,082
Office supplies and expense	11,775	11,775	8,474
Postage	5,000	5,000	2,147
Maintenance agreement	665	665	-
Schools, conventions and meetings	700	700	150
Transportation	80	80	9
	<u>164,133</u>	<u>164,133</u>	<u>149,748</u>
General accounting			
Salaries - regular	102,874	102,874	104,004
Overtime compensation	250	250	163
State retirement	11,580	11,580	11,269
Social security	8,156	8,156	8,029
Employee insurance	13,434	13,434	13,975
Office supplies and expense	1,025	1,025	787
Membership	240	240	170
Books, publications and map	100	100	-
Miscellaneous	-	-	1
Postage	3,195	3,195	2,843
Maintenance agreements	915	915	1,146
Equipment rentals	600	600	619
Auditing services	20,200	20,200	19,437
Binding and printing	1,900	1,900	3,018
Schools, conventions and meetings	525	525	350
Transportation	105	105	56
Collection service fee	300	300	-
Miscellaneous	8,900	8,900	8,517
	<u>174,299</u>	<u>174,299</u>	<u>174,384</u>
General administrative services			
Salaries - regular	32,218	32,218	-
Performance bonus	19,220	19,220	18,529
State retirement	4,638	4,638	-
Social security	2,596	2,596	-
Special pension	39,108	39,108	34,800
Unemployment compensation	24,780	24,780	43,266

(This schedule is continued on the following pages.)

VILLAGE OF HANOVER PARK, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT (Continued)			
Finance department (Continued)			
General administrative services (Continued)			
Natural gas	\$ 7,950	\$ 7,950	\$ -
Tax incentive agreements	-	-	1,898,125
Liability insurance	621,210	621,210	571,054
Legal services	272,650	272,650	240,887
Shelter, Inc.	3,000	3,000	-
Miscellaneous programs	15,000	15,000	12,000
PACE bus service	24,000	24,000	22,200
Park District - youth programs	4,000	4,000	4,000
W.A.Y.S.	2,000	2,000	2,000
Contingency	10,000	10,000	-
	<u>1,082,370</u>	<u>1,082,370</u>	<u>2,846,861</u>
Total general administrative services	1,082,370	1,082,370	2,846,861
	<u>1,651,226</u>	<u>1,651,226</u>	<u>3,381,713</u>
Total finance department	1,651,226	1,651,226	3,381,713
	<u>3,223,022</u>	<u>3,223,022</u>	<u>4,808,312</u>
Total general government	3,223,022	3,223,022	4,808,312
PUBLIC WORKS			
Administration			
Salaries - regular	96,146	96,146	100,027
Overtime compensation	100	100	157
State retirement	10,470	10,470	9,987
Social security	7,355	7,355	6,665
Employee insurance	21,664	21,664	23,146
Office supplies and expense	1,370	1,370	831
Membership and subscriptions	2,165	2,165	2,179
Books, publications and maps	50	50	25
Gasoline and lube	625	625	768
Postage	400	400	639
Repairs - office equipment	50	50	-
Maintenance agreements	1,030	1,030	522
Equipment rentals	1,133	1,133	1,007
Schools, conventions and meetings	2,320	2,320	447
Transportation	300	300	178
IEPA discharge fee	1,000	1,000	1,000
	<u>146,178</u>	<u>146,178</u>	<u>147,578</u>
Total administration	146,178	146,178	147,578
Streets			
Salaries - regular	459,939	459,939	477,906
Salaries - part-time	14,688	14,688	11,732
Overtime compensation	30,000	30,000	62,792
On call premium pay	4,224	4,224	1,412
State retirement	52,657	52,657	58,007
Social security	36,389	36,389	41,801
Employee insurance	112,878	112,878	132,217
Office supplies and expense	100	100	117
Membership and subscriptions	245	245	189
Books, publications and maps	50	50	69
Gasoline and lube	39,575	39,575	38,924
Materials and supplies	86,292	86,292	73,396

(This schedule is continued on the following pages.)

VILLAGE OF HANOVER PARK, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
PUBLIC WORKS (Continued)			
Streets (Continued)			
Uniforms	\$ 3,800	\$ 3,800	\$ 1,745
Safety and protective equipment	3,872	3,872	2,108
Small tools	1,800	1,800	1,353
Miscellaneous	100	100	186
Repairs - communication equipment	75	75	-
Repairs - streets and bridges	125,000	125,000	157,445
Repairs - accident claims	10,000	10,000	4,050
Repairs - other equipment	300	300	-
Equipment rental	100	100	-
Schools, conventions and meetings	2,175	2,175	1,834
Transportation	360	360	519
Total streets	984,619	984,619	1,067,802
Forestry			
Salaries - regular	124,159	124,159	120,869
Salaries - part-time	31,485	31,485	24,580
Overtime compensation	6,000	6,000	4,524
On call premium pay	350	350	129
State retirement	14,070	14,070	13,682
Social security	12,439	12,439	11,628
Employee insurance	21,458	21,458	23,128
Office supplies and expense	100	100	-
Memberships and subscriptions	300	300	55
Books, publications and maps	50	50	-
Gasoline and lube	8,670	8,670	5,686
Materials and supplies	3,800	3,800	1,909
Parts and accessories	4,000	4,000	2,046
Uniforms	1,000	1,000	637
Safety and protective equipment	1,500	1,500	1,311
Small tools	1,255	1,255	1,501
Repairs - building	2,500	2,500	2,362
Repairs - communication equipment	50	50	-
Repairs - streets and bridges	170,810	170,810	149,801
Repairs - other equipment	100	100	-
Maintenance - forestry	96,300	96,300	91,961
Equipment rental	100	100	-
Schools, conventions and meetings	925	925	1,997
Total forestry	501,421	501,421	457,806
Building			
Salaries - regular	132,671	132,671	109,381
Salaries - part-time	32,404	32,404	33,081
Overtime compensation	12,000	12,000	10,301
On call premium pay	600	600	1,446
State retirement	15,682	15,682	13,742
Social security	13,598	13,598	12,515
Employee insurance	25,796	25,796	24,247
Office supplies and expense	200	200	450
Memberships and subscriptions	60	60	60
Books, publications and maps	50	50	-

(This schedule is continued on the following pages.)

VILLAGE OF HANOVER PARK, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
PUBLIC WORKS (Continued)			
Building (Continued)			
Gasoline and lube	\$ 3,290	\$ 3,290	\$ 1,994
Materials and supplies	37,000	37,000	35,500
Cleaning supplies	12,750	12,750	15,908
Parts and accessories	11,000	11,000	15,382
Uniforms	2,700	2,700	1,892
Safety and protective equipment	1,985	1,985	1,162
Small tools	1,800	1,800	1,555
Miscellaneous	25	25	-
Repairs - building	26,000	26,000	40,228
Repairs - communication equipment	50	50	-
Repairs - other equipment	200	200	-
Maintenance agreements	38,700	38,700	29,315
Equipment rental	50	50	-
Schools, conventions and meetings	800	800	437
Total building	369,411	369,411	348,596
Fleet services administration			
Salaries - regular	373,846	373,846	377,065
Overtime compensation	7,500	7,500	7,172
State retirement	40,645	40,645	41,398
Social security	28,942	28,942	29,383
Employee insurance	71,812	71,812	75,249
Office supplies and expense	400	400	663
Membership and subscriptions	1,175	1,175	1,354
Books, publications and maps	2,300	2,300	1,500
Gasoline and lube	11,540	11,540	5,556
Auto parts and accessories	79,500	79,500	90,000
Communication parts	1,500	1,500	1,384
Materials and supplies	13,000	13,000	13,891
Parts and accessories	22,500	22,500	17,453
Uniforms	800	800	705
Safety and protective equipment	1,200	1,200	220
Small tools	4,800	4,800	6,781
Photo supplies	25	25	-
Postage	50	50	22
Repairs - auto equipment	33,000	33,000	36,198
Repairs - office equipment	50	50	-
Repairs - communication equipment	400	400	-
Repairs - other equipment	12,000	12,000	2,259
Equipment rental	4,900	4,900	1,875
Medical examinations	250	250	-
Uniform rentals	2,500	2,500	2,703
Testing services	1,300	1,300	309
Schools, conventions and meetings	4,505	4,505	3,989
Transportation	525	525	702
Miscellaneous	1,300	1,300	2,410
Subtotal	722,265	722,265	720,241
Allocation to waterworks and sewerage fund	(170,657)	(170,657)	(170,657)
Total fleet services administration	551,608	551,608	549,584

(This schedule is continued on the following pages.)

VILLAGE OF HANOVER PARK, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
PUBLIC WORKS (Continued)			
Engineering			
Salaries - regular	\$ 210,781	\$ 210,781	\$ 214,154
Overtime compensation	4,514	4,514	9,263
State retirement	23,581	23,581	23,732
Social security	16,565	16,565	16,165
Employee insurance	47,518	47,518	48,450
Office supplies and expense	1,470	1,470	1,311
Memberships and subscriptions	471	471	378
Books, publications and maps	175	175	-
Gasoline and lube	5,560	5,560	4,681
Materials and supplies	700	700	717
Uniforms	200	200	167
Safety and protective equipment	230	230	230
Small tools	200	200	95
Miscellaneous	50	50	-
Postage	475	475	374
Repairs - office equipment	100	100	149
Repairs - communication equipment	25	25	-
Maintenance agreements	2,025	2,025	1,968
Consulting services	3,275	3,275	6,751
Engineering services	2,500	2,500	-
Schools, conventions and meetings	2,260	2,260	1,779
Transportation	250	250	230
	<u>322,925</u>	<u>322,925</u>	<u>330,594</u>
Total engineering			
	<u>322,925</u>	<u>322,925</u>	<u>330,594</u>
Total public works	<u>2,876,162</u>	<u>2,876,162</u>	<u>2,901,960</u>
PUBLIC SAFETY			
Fire department			
Salaries - regular	2,830,329	2,830,329	2,921,492
Salaries - part-time	361,408	361,408	331,786
Overtime compensation	181,266	181,266	215,119
Social security	82,217	82,217	76,976
Fire pension	698,763	698,763	698,763
Employee insurance	499,473	499,473	571,428
Unemployment insurance	10,325	10,325	18,028
State retirement	11,783	11,783	11,809
Office supplies	3,000	3,000	3,525
Memberships and subscriptions	1,628	1,628	4,948
Books, publications and maps	4,906	4,906	5,066
Gasoline and lube	40,800	40,800	39,039
Automotive	12,000	12,000	23,558
Communication parts	500	500	3,826
Materials and supplies	8,065	8,065	20,856
Bulk chemicals	4,400	4,400	5,162
Cleaning supplies	7,100	7,100	6,320
Parts and accessories	1,500	1,500	2,384
Uniforms	6,400	6,400	9,640
Safety and protective clothing	2,068	2,068	2,578
Small tools	1,750	1,750	14,754
Photo supplies	200	200	147
Miscellaneous	100	100	-

(This schedule is continued on the following pages.)

VILLAGE OF HANOVER PARK, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
PUBLIC SAFETY (Continued)			
Fire department (Continued)			
Telephone	\$ 30,827	\$ 30,827	\$ 33,069
Postage	700	700	661
Natural gas	4,350	4,350	-
Liability insurance	122,832	122,832	111,491
Auto equipment maintenance	14,000	14,000	20,725
Office equipment maintenance	4,767	4,767	3,519
Building maintenance	11,550	11,550	17,221
Maintenance agreements	47,598	47,598	44,546
Other equipment maintenance	100	100	-
Equipment rentals	62,197	62,197	61,500
Consulting service	23,495	23,495	16,491
Legal services	5,000	5,000	-
Medical examination	5,529	5,529	5,817
Legal publications	1,000	1,000	-
Schools, conventions and meetings	38,879	38,879	30,139
Transportation	1,710	1,710	706
Fire corp	3,231	3,231	5,448
Special events	4,585	4,585	4,775
Miscellaneous	225	225	250
Total fire department	5,152,556	5,152,556	5,343,562
Police department			
Police department administration			
Salaries - regular	449,427	449,427	481,189
Overtime compensation	6,000	6,000	6,925
State retirement	7,330	7,330	11,997
Social security	33,458	33,458	34,124
Police pension	74,686	74,686	74,688
Employee insurance	53,134	53,134	81,244
Memberships and subscriptions	2,125	2,125	1,907
Books, publications and maps	235	235	193
Gasoline and lube	2,340	2,340	4,873
Materials and supplies	550	550	400
Uniforms	1,400	1,400	1,305
Small tools	50	50	-
Consulting services	1,500	1,500	(358)
Medical examinations	350	350	-
Schools, conventions and meetings	7,349	7,349	11,159
Transportation	1,604	1,604	2,146
Special events	50	50	-
Drug forfeiture expense	13,675	13,675	9,164
DUI expense	7,850	7,850	1,315
Miscellaneous	350	350	851
Total police department administration	663,463	663,463	723,122
Patrol division			
Salaries - regular	3,265,899	3,265,899	3,272,075
Salaries - part-time	-	-	143
Overtime compensation	426,706	426,706	381,818
Court appearances	111,000	111,000	117,931

(This schedule is continued on the following pages.)

VILLAGE OF HANOVER PARK, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
PUBLIC SAFETY (Continued)			
Police department (Continued)			
Patrol division (Continued)			
Holiday pay	\$ 83,240	\$ 83,240	\$ 103,540
State retirement	30,773	30,773	32,881
Social security	309,172	309,172	293,294
Police pension	904,496	904,496	904,496
Employee insurance	709,602	709,602	652,296
Employee incentive	28,055	28,055	30,084
Memberships and subscriptions	4,485	4,485	75
Books, publications and maps	300	300	192
Gasoline and lube	109,200	109,200	120,645
Ammunition	1,500	1,500	6,392
Materials and supplies	4,870	4,870	5,668
Uniforms	37,200	37,200	27,240
Safety and protective equipment	5,000	5,000	5
Small tools	850	850	779
Repairs - other equipment	100	100	133
Medical examinations	3,380	3,380	6,348
Schools, conventions and meetings	44,864	44,864	36,627
Transportation	15,955	15,955	14,439
Miscellaneous	125	125	-
Total patrol division	6,096,772	6,096,772	6,007,101
Investigations			
Salaries - regular	760,907	760,907	833,285
Overtime compensation	137,800	137,800	154,508
Court appearances	20,000	20,000	39,084
Holiday pay	25,783	25,783	25,411
Compensation adjustment	12,000	12,000	9,253
Social security	74,044	74,044	77,253
Police pension	263,819	263,819	263,819
Employee insurance	199,522	199,522	186,694
Memberships and subscriptions	1,245	1,245	3,838
Books, publications and maps	100	100	100
Gasoline and lube	9,100	9,100	9,198
Materials and supplies	150	150	30
Uniforms	5,700	5,700	5,840
Small tools	100	100	57
Repairs - office equipment	100	100	100
Repairs - other equipment	50	50	-
Medical examinations	936	936	541
Schools, conventions and meetings	13,900	13,900	8,002
Transportation	1,250	1,250	768
Miscellaneous	225	225	-
Total investigations	1,526,731	1,526,731	1,617,781
Community services			
Salaries - regular	166,049	166,049	184,543
Salaries - part-time	35,769	35,769	27,955
Overtime compensation	5,000	5,000	17,497
Court appearances	5,000	5,000	138

(This schedule is continued on the following pages.)

VILLAGE OF HANOVER PARK, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
PUBLIC SAFETY (Continued)			
Police department (Continued)			
Community services (Continued)			
Holiday pay	\$ 2,600	\$ 2,600	\$ 3,288
State retirement	9,434	9,434	9,428
Social security	15,592	15,592	15,606
Police pension	26,952	26,952	26,950
Employee insurance	30,852	30,852	32,758
Membership and subscriptions	375	375	255
Books, publications and maps	25	25	-
Materials and supplies	1,450	1,450	1,117
Uniforms	-	-	41
Small tools	50	50	-
Repairs - other equipment	25	25	-
Consulting service	2,500	2,500	1,890
Schools, conventions and meetings	910	910	692
Transportation	100	100	87
Miscellaneous	240	240	-
	<u>302,923</u>	<u>302,923</u>	<u>322,245</u>
Staff services			
Salaries - regular	518,934	518,934	510,141
Salaries - part-time	132,227	132,227	108,936
Overtime compensation	17,466	17,466	12,078
Holiday pay	6,233	6,233	5,870
State retirement	48,904	48,904	45,833
Social security	54,054	54,054	49,221
Police pension	32,527	32,527	32,527
Employee insurance	105,682	105,682	120,726
Office supplies and expense	5,250	5,250	5,940
Membership and subscriptions	620	620	365
Books, publications and maps	25	25	25
Communications parts	2,500	2,500	1,742
Materials and supplies	7,280	7,280	8,109
Uniforms	3,000	3,000	3,428
Small tools	100	100	13
Evidence	5,000	5,000	4,110
Photo supplies	2,000	2,000	1,436
Miscellaneous	75	75	-
Postage	20,000	20,000	22,789
Repairs - office equipment	100	100	-
Repairs - communication equipment	2,500	2,500	1,166
Maintenance agreements	10,050	10,050	8,712
Equipment rentals	538,445	538,445	515,596
Consulting services	9,000	9,000	5,920
Medical examinations	1,584	1,584	866
Binding and printing	1,500	1,500	1,745
Schools, conventions and meetings	3,565	3,565	1,251
Transportation	250	250	136
Miscellaneous	50	50	-
	<u>1,528,921</u>	<u>1,528,921</u>	<u>1,468,681</u>

(This schedule is continued on the following pages.)

VILLAGE OF HANOVER PARK, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
PUBLIC SAFETY (Continued)			
Police department (Continued)			
Emergency services			
Office supplies and expense	\$ 100	\$ 100	\$ -
Memberships and subscriptions	55	55	-
Books, publications and maps	125	125	-
Materials and supplies	2,500	2,500	215
Uniforms	1,000	1,000	183
Small tools	100	100	-
Postage	50	50	-
Repairs - office equipment	100	100	-
Repairs - communication equipment	100	100	-
Repairs - other equipment	3,400	3,400	4,723
Equipment rental	2,110	2,110	1,962
Schools, conventions and meetings	2,842	2,842	1,667
Transportation	100	100	-
Total emergency services	12,582	12,582	8,750
Code enforcement			
Salaries - regular	333,056	333,056	332,726
Salaries - part-time	44,921	44,921	47,026
Overtime compensation	5,000	5,000	4,676
Court appearances	2,139	2,139	-
Holiday pay	6,445	6,445	1,989
State retirement	38,859	38,859	35,915
Social security	31,199	31,199	29,176
Employee insurance	67,558	67,558	119,287
Office supplies and expense	500	500	-
Memberships and subscriptions	210	210	150
Books, publications and maps	100	100	-
Gasoline and lube	12,150	12,150	11,046
Uniforms	2,500	2,500	2,080
Safety and protective equipment	150	150	-
Small tools	50	50	-
Photo supplies	50	50	-
Miscellaneous	400	400	343
Maintenance agreements	16,000	16,000	6,147
Consulting services	375	375	1,569
Binding and printing	500	500	494
Schools, conventions and meetings	1,734	1,734	1,290
Transportation	50	50	-
Total code enforcement	563,946	563,946	593,914
Total police department	10,682,756	10,682,756	10,732,844
Total public safety	15,847,894	15,847,894	16,085,156
COMMUNITY DEVELOPMENT			
Economic development			
Salaries - regular	134,825	134,825	103,531
Salaries - part-time	5,771	5,771	17,371
Overtime compensation	500	500	9
State retirement	15,097	15,097	11,527

(This schedule is continued on the following page.)

VILLAGE OF HANOVER PARK, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
COMMUNITY DEVELOPMENT (Continued)			
Economic development (Continued)			
Social security	\$ 11,043	\$ 11,043	\$ 9,185
Employee insurance	20,168	20,168	10,894
Office supplies and expense	1,900	1,900	1,310
Memberships and subscriptions	2,785	2,785	1,932
Books, publications and maps	125	125	-
Miscellaneous	100	100	33
Postage	850	850	912
Maintenance agreements	801	801	-
Binding and printing	100	100	81
Schools, conventions and meetings	8,254	8,254	6,824
Transportation	2,695	2,695	2,419
Special events	1,300	1,300	-
	<u>206,314</u>	<u>206,314</u>	<u>166,028</u>
Inspection services			
Salaries - regular	389,968	389,968	339,735
Salaries - part-time	13,467	13,467	13,350
Overtime compensation	3,350	3,350	118
State retirement	43,505	43,505	38,222
Social security	31,566	31,566	27,957
Employee insurance	70,561	70,561	61,816
Office supplies and expense	780	780	1,017
Memberships and subscriptions	1,165	1,165	582
Books, publications and maps	1,085	1,085	962
Gasoline and lube	4,300	4,300	3,818
Uniforms	1,500	1,500	1,240
Safety and protective equipment	500	500	-
Miscellaneous	50	50	-
Consulting services	8,750	8,750	6,542
Binding and printing	3,050	3,050	694
Schools, conventions and meetings	2,680	2,680	2,020
Transportation	800	800	521
	<u>577,077</u>	<u>577,077</u>	<u>498,594</u>
Total economic development	<u>783,391</u>	<u>783,391</u>	<u>664,622</u>
TOTAL EXPENDITURES	<u>\$ 22,730,469</u>	<u>\$ 22,730,469</u>	<u>\$ 24,460,050</u>

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

MUNICIPAL BUILDING FUND

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
REVENUES			
Investment income	\$ 25,000	\$ 25,000	\$ 23,008
Total revenues	25,000	25,000	23,008
EXPENDITURES			
Current			
Community development			
Contractual services			
Consulting	-	-	2,030
Capital outlay			
Buildings	14,455,000	14,455,000	6,427,747
Total expenditures	14,455,000	14,455,000	6,429,777
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(14,430,000)	(14,430,000)	(6,406,769)
OTHER FINANCING SOURCES (USES)			
Transfers in	900,000	900,000	900,000
Bonds issued at par	6,000,000	6,000,000	5,000,000
Discount on bonds issued	-	-	(40,000)
Total other financing sources (uses)	6,900,000	6,900,000	5,860,000
NET CHANGE IN FUND BALANCE	\$ (7,530,000)	\$ (7,530,000)	(546,769)
FUND BALANCE, MAY 1			11,296,812
FUND BALANCE, APRIL 30			<u>\$ 10,750,043</u>

(See independent auditor's report.)

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 the Village's roads and bridges. Financing provided by the Township's 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 for 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 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 2024. 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.

General Obligation Bond Series of 2010 Fund: This fund is used to accumulate monies for the payment of the \$10,000,000 General Obligation Bond Series of 2010 until maturity in 2029. These bonds were issued to finance the construction of a new police facility.

General Obligation Bond Series of 2010A Fund: This fund is used to accumulate monies for the payment of the \$5,000,000 General Obligation Bond Series of 2010A until maturity in 2030. These bonds were issued to finance the construction of a new police facility.

NONMAJOR GOVERNMENTAL FUNDS (Continued)

Debt Service Funds (Continued)

TIF #2 Bond Series of 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 \$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 Funds

Tax Increment Financing #2 Fund: This fund accounts for the financing of improvements in the Barrington-Irving Park Road Tax Increment Financing Redevelopment Project Area. Financing is provided by property tax increment within the district.

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.

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 service and snow removal services for multifamily housing units located on Mark Thomas and Leslie Lanes. Funding is provided by taxes to be levied upon property in that area of the Village designated as the "Village of Hanover Park Special Service Area Number Four."

NONMAJOR GOVERNMENTAL FUNDS (Continued)

Capital Projects Funds (Continued)

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.”

Special Service Area #6 Fund: The Special Service Area #6 Fund accounts for the financing of public improvements and eventually scavenger services, for the Hanover Square multifamily housing units. Initial funding was provided by an advance from the General Fund. Resources include special service area property taxes.

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, 2011

	Special Revenue			Total Nonmajor Governmental Funds
	Road and Bridge	Debt Service	Capital Projects	
ASSETS				
Cash and investments	\$ 868,532	\$ 401,365	\$ 7,932,180	\$ 9,202,077
Receivables (net, where applicable, of allowances for uncollectibles)				
Property taxes	-	1,410,157	273,570	1,683,727
Accounts	53,035	-	202,325	255,360
Accrued interest	1,896	-	4,619	6,515
Due from other governments	-	-	213,172	213,172
TOTAL ASSETS	\$ 923,463	\$ 1,811,522	\$ 8,625,866	\$ 11,360,851
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 53,427	\$ 31	\$ 187,231	\$ 240,689
Accrued payroll	-	-	3,894	3,894
Contractors' payable	-	-	20,533	20,533
Other payables	-	-	16,106	16,106
Due to other funds	-	320,516	205,125	525,641
Deferred revenue	130,000	1,410,157	276,570	1,816,727
Advances from other funds	-	304,271	425,000	729,271
Total liabilities	183,427	2,034,975	1,134,459	3,352,861
FUND BALANCES				
Reserved for capital outlay	-	-	375,236	375,236
Reserved for community development	-	-	7,211,800	7,211,800
Reserved for debt service	-	284,558	-	284,558
Reserved for highways and streets	740,036	-	-	740,036
Unreserved (deficit)	-	(508,011)	(95,629)	(603,640)
Total fund balances (deficit)	740,036	(223,453)	7,491,407	8,007,990
TOTAL LIABILITIES AND FUND BALANCES	\$ 923,463	\$ 1,811,522	\$ 8,625,866	\$ 11,360,851

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

NONMAJOR GOVERNMENTAL FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES

For the Year Ended April 30, 2011

	Special Revenue			Total Nonmajor Governmental Funds
	Road and Bridge	Debt Service	Capital Projects	
REVENUES				
Taxes	\$ 109,726	\$ 1,257,654	\$ 3,216,488	\$ 4,583,868
Intergovernmental	142,632	106,170	28,500	277,302
Interest	9,013	1,467	45,999	56,479
Miscellaneous	-	-	75,983	75,983
Total revenues	261,371	1,365,291	3,366,970	4,993,632
EXPENDITURES				
Current				
Community development	-	-	392,299	392,299
Highways and streets	51,991	-	-	51,991
Capital outlay	190,317	-	2,869,289	3,059,606
Debt service				
Principal retirement	-	1,045,000	-	1,045,000
Interest	-	660,667	-	660,667
Fiscal charges	-	52,606	-	52,606
Total expenditures	242,308	1,758,273	3,261,588	5,262,169
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	19,063	(392,982)	105,382	(268,537)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	2,110,742	2,110,742
Transfers (out)	-	(1,310,369)	(1,369,316)	(2,679,685)
Total other financing sources (uses)	-	(1,310,369)	741,426	(568,943)
NET CHANGE IN FUND BALANCES	19,063	(1,703,351)	846,808	(837,480)
FUND BALANCES, MAY 1	720,973	1,479,898	6,644,599	8,845,470
FUND BALANCES (DEFICIT), APRIL 30	\$ 740,036	\$ (223,453)	\$ 7,491,407	\$ 8,007,990

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

ROAD AND BRIDGE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
REVENUES			
Taxes			
Property taxes	\$ 95,000	\$ 95,000	\$ 106,816
Personal property replacement taxes	1,500	1,500	2,910
Reimbursements - intergovernmental	12,103	12,103	142,632
Investment income	13,200	13,200	9,013
Total revenues	<u>121,803</u>	<u>121,803</u>	<u>261,371</u>
EXPENDITURES			
Current			
Highways and streets			
Engineering services	37,000	37,000	51,991
Capital outlay			
Improvements other than buildings	210,000	210,000	190,317
Total expenditures	<u>247,000</u>	<u>247,000</u>	<u>242,308</u>
NET CHANGE IN FUND BALANCE	<u>\$ (125,197)</u>	<u>\$ (125,197)</u>	19,063
FUND BALANCE, MAY 1			<u>720,973</u>
FUND BALANCE, APRIL 30			<u>\$ 740,036</u>

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

NONMAJOR DEBT SERVICE FUNDS

COMBINING BALANCE SHEET

April 30, 2011

	General Obligation Bond Series of 2001	General Obligation Refunding Bond Series of 2002	General Obligation Bond Series of 2004	General Obligation Bond Series of 2010	General Obligation Bond Series of 2010A	TIF #2 Bond Series of 1989	Total
ASSETS							
Cash and investments	\$ 151,914	\$ -	\$ 78,261	\$ 116,807	\$ 54,383	\$ -	\$ 401,365
Receivables							
Property taxes	370,458	145,479	227,705	422,591	243,924	-	1,410,157
TOTAL ASSETS	\$ 522,372	\$ 145,479	\$ 305,966	\$ 539,398	\$ 298,307	\$ -	\$ 1,811,522
LIABILITIES AND FUND BALANCES							
LIABILITIES							
Accounts payable	\$ -	\$ -	\$ -	\$ 31	\$ -	\$ -	\$ 31
Due to other funds	-	320,516	-	-	-	-	320,516
Deferred revenue	370,458	145,479	227,705	422,591	243,924	-	1,410,157
Advances from other funds	-	-	-	304,271	-	-	304,271
Total liabilities	370,458	465,995	227,705	726,893	243,924	-	2,034,975
FUND BALANCES							
Reserved for debt service	151,914	-	78,261	-	54,383	-	284,558
Unreserved (deficit)	-	(320,516)	-	(187,495)	-	-	(508,011)
Total fund balances (deficit)	151,914	(320,516)	78,261	(187,495)	54,383	-	(223,453)
TOTAL LIABILITIES AND FUND BALANCES	\$ 522,372	\$ 145,479	\$ 305,966	\$ 539,398	\$ 298,307	\$ -	\$ 1,811,522

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

NONMAJOR DEBT SERVICE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES

For the Year Ended April 30, 2011

	General Obligation Bond Series of 2001	General Obligation Bond Series of 2002	General Obligation Bond Series of 2004	General Obligation Bond Series of 2010	General Obligation Bond Series of 2010A	TIF #2 Bond Series of 1989	Total
REVENUES							
Taxes							
Property taxes	\$ 460,363	\$ 173,709	\$ 284,398	\$ 61,039	\$ 54,383	\$ -	\$ 1,033,892
Real estate transfer tax	-	223,762	-	-	-	-	223,762
Intergovernmental	-	-	-	106,170	-	-	106,170
Investment income	1,162	142	107	56	-	-	1,467
Total revenues	461,525	397,613	284,505	167,265	54,383	-	1,365,291
EXPENDITURES							
Debt service							
Principal retirement	415,000	630,000	-	-	-	-	1,045,000
Interest	35,275	43,575	278,474	303,343	-	-	660,667
Fiscal charges	600	214	375	51,417	-	-	52,606
Total expenditures	450,875	673,789	278,849	354,760	-	-	1,758,273
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	10,650	(276,176)	5,656	(187,495)	54,383	-	(392,982)
OTHER FINANCING SOURCES (USES)							
Transfers (out)							
	-	-	-	-	-	(1,310,369)	(1,310,369)
Total other financing sources (uses)	-	-	-	-	-	(1,310,369)	(1,310,369)
NET CHANGE IN FUND BALANCES	10,650	(276,176)	5,656	(187,495)	54,383	(1,310,369)	(1,703,351)
FUND BALANCES (DEFICIT), MAY 1	141,264	(44,340)	72,605	-	-	1,310,369	1,479,898
FUND BALANCES (DEFICIT), APRIL 30	\$ 151,914	\$ (320,516)	\$ 78,261	\$ (187,495)	\$ 54,383	\$ -	\$ (223,453)

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

GENERAL OBLIGATIONS BOND SERIES OF 2001 FUND

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
REVENUES			
Taxes			
Property taxes	\$ 453,054	\$ 453,054	\$ 460,363
Investment income	2,000	2,000	1,162
Total revenues	<u>455,054</u>	<u>455,054</u>	<u>461,525</u>
EXPENDITURES			
Debt service			
Principal retirement	435,000	435,000	415,000
Interest	18,054	18,054	35,275
Fiscal charge	2,000	2,000	600
Total expenditures	<u>455,054</u>	<u>455,054</u>	<u>450,875</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	10,650
FUND BALANCE, MAY 1			<u>141,264</u>
FUND BALANCE, APRIL 30			<u>\$ 151,914</u>

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

GENERAL OBLIGATIONS BOND SERIES OF 2002 FUND

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
REVENUES			
Taxes			
Property taxes	\$ 170,755	\$ 170,755	\$ 173,709
Real estate transfer tax	192,000	192,000	223,762
Investment income	3,000	3,000	142
Total revenues	<u>365,755</u>	<u>365,755</u>	<u>397,613</u>
EXPENDITURES			
Debt service			
Principal retirement	660,000	660,000	630,000
Interest	23,100	23,100	43,575
Fiscal charge	11,525	11,525	214
Total expenditures	<u>694,625</u>	<u>694,625</u>	<u>673,789</u>
NET CHANGE IN FUND BALANCE	<u>\$ (328,870)</u>	<u>\$ (328,870)</u>	(276,176)
FUND BALANCE (DEFICIT), MAY 1			<u>(44,340)</u>
FUND BALANCE (DEFICIT), APRIL 30			<u>\$ (320,516)</u>

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

GENERAL OBLIGATIONS BOND SERIES OF 2004 FUND

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
REVENUES			
Taxes			
Property taxes	\$ 278,474	\$ 278,474	\$ 284,398
Investment income	250	250	107
	<hr/>		
Total revenues	278,724	278,724	284,505
	<hr/>		
EXPENDITURES			
Debt service			
Interest	278,474	278,474	278,474
Fiscal charge	1,000	1,000	375
	<hr/>		
Total expenditures	279,474	279,474	278,849
	<hr/>		
NET CHANGE IN FUND BALANCE	<u>\$ (750)</u>	<u>\$ (750)</u>	5,656
FUND BALANCE, MAY 1			<u>72,605</u>
FUND BALANCE, APRIL 30			<u>\$ 78,261</u>

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

GENERAL OBLIGATIONS BOND SERIES OF 2010 FUND

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
REVENUES			
Taxes			
Property taxes	\$ 492,959	\$ 492,959	\$ 61,039
Intergovernmental	-	-	106,170
Investment income	-	-	56
	<hr/>		
Total revenues	492,959	492,959	167,265
	<hr/>		
EXPENDITURES			
Debt service			
Interest	492,959	492,959	303,343
Bond issuance costs	-	-	51,417
	<hr/>		
Total expenditures	492,959	492,959	354,760
	<hr/>		
NET CHANGE IN FUND BALANCE	\$ -	\$ -	(187,495)
	<hr/>		
FUND BALANCE, MAY 1			-
	<hr/>		
FUND BALANCE (DEFICIT), APRIL 30			\$ (187,495)
	<hr/>		

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

GENERAL OBLIGATIONS BOND SERIES OF 2010A FUND

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
REVENUES			
Taxes			
Property taxes	\$ -	\$ -	\$ 54,383
Total revenues	-	-	54,383
EXPENDITURES			
None			
Total expenditures	-	-	-
NET CHANGE IN FUND BALANCE	\$ -	\$ -	54,383
FUND BALANCE, MAY 1			-
FUND BALANCE, APRIL 30			<u>\$ 54,383</u>

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

NONMAJOR CAPITAL PROJECTS FUNDS

COMBINING BALANCE SHEET

April 30, 2011

	Tax Increment Financing #2	Tax Increment Financing #3	Tax Increment Financing #4	Special Service Area #3
ASSETS				
Cash and investments	\$ 4,411,005	\$ 2,671,061	\$ 100,830	\$ 79,353
Receivables				
Property taxes	-	-	-	7,693
Accounts	-	-	199,900	-
Accrued interest	-	2,723	-	-
Due from other governments	-	-	132,568	-
TOTAL ASSETS	\$ 4,411,005	\$ 2,673,784	\$ 433,298	\$ 87,046
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 56,717	\$ 4,461	\$ 3,921	\$ -
Accrued payroll	1,702	2,192	-	-
Contractors' payable	16,063	-	-	-
Other payables	-	16,106	-	-
Deferred revenue	-	-	-	7,693
Due to other funds	-	-	205,125	-
Advances from other funds	-	-	-	-
Total liabilities	74,482	22,759	209,046	7,693
FUND BALANCES				
Reserved for capital outlay	-	-	-	79,353
Reserved for community development	4,336,523	2,651,025	224,252	-
Unreserved (deficit)	-	-	-	-
Total fund balances (deficit)	4,336,523	2,651,025	224,252	79,353
TOTAL LIABILITIES AND FUND BALANCES	\$ 4,411,005	\$ 2,673,784	\$ 433,298	\$ 87,046

Special Service Area #4	Special Service Area #5	Special Service Area #6	General Capital Projects	Totals
\$ 54,418	\$ 245,440	\$ 3,194	\$ 366,879	\$ 7,932,180
10,388	175,737	79,752	-	273,570
-	-	-	2,425	202,325
-	-	-	1,896	4,619
-	-	-	80,604	213,172
<u>\$ 64,806</u>	<u>\$ 421,177</u>	<u>\$ 82,946</u>	<u>\$ 451,804</u>	<u>\$ 8,625,866</u>
\$ 3,975	\$ -	\$ -	\$ 118,157	\$ 187,231
-	-	-	-	3,894
-	-	-	4,470	20,533
-	-	-	-	16,106
10,388	175,737	79,752	3,000	276,570
-	-	-	-	205,125
-	-	425,000	-	425,000
<u>14,363</u>	<u>175,737</u>	<u>504,752</u>	<u>125,627</u>	<u>1,134,459</u>
50,443	245,440	-	-	375,236
-	-	-	-	7,211,800
-	-	(421,806)	326,177	(95,629)
<u>50,443</u>	<u>245,440</u>	<u>(421,806)</u>	<u>326,177</u>	<u>7,491,407</u>
<u>\$ 64,806</u>	<u>\$ 421,177</u>	<u>\$ 82,946</u>	<u>\$ 451,804</u>	<u>\$ 8,625,866</u>

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

NONMAJOR CAPITAL PROJECTS FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES

For the Year Ended April 30, 2011

	Tax Increment Financing #2	Tax Increment Financing #3	Tax Increment Financing #4	Special Service Area #3
REVENUES				
Property taxes	\$ 1,859,095	\$ 720,764	\$ 243,159	\$ 45,273
Intergovernmental	-	-	-	-
Investment income	20,529	12,980	881	79
Miscellaneous	12,962	-	-	-
Total revenues	1,892,586	733,744	244,040	45,352
EXPENDITURES				
Current				
Community development				
Personal services				
Overtime compensation	70,559	36,962	-	-
Social security	5,649	3,053	-	-
Contractual services				
Equipment rentals	-	-	-	16,384
Consulting	5,946	11,077	8,506	-
Legal services	-	6,055	5,122	-
TIF redevelopment agreements	-	50,367	61,560	-
Capital outlay				
Office equipment	-	-	-	-
Other equipment	-	-	-	-
Land purchases	4,000	-	262,799	-
Buildings	-	-	-	-
Other improvements	428,504	20,452	-	-
Total expenditures	514,658	127,966	337,987	16,384
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	1,377,928	605,778	(93,947)	28,968
OTHER FINANCING SOURCES (USES)				
Transfers in	1,310,369	-	-	-
Transfers (out)	-	(269,316)	(200,000)	-
Total other financing sources (uses)	1,310,369	(269,316)	(200,000)	-
NET CHANGE IN FUND BALANCES	2,688,297	336,462	(293,947)	28,968
FUND BALANCES, MAY 1	1,648,226	2,314,563	518,199	50,385
FUND BALANCES (DEFICIT), APRIL 30	\$ 4,336,523	\$ 2,651,025	\$ 224,252	\$ 79,353

Special Service Area #4	Special Service Area #5	Special Service Area #6	General Capital Projects	Totals
\$ 19,084	\$ 329,113	\$ -	\$ -	\$ 3,216,488
-	-	-	28,500	28,500
73	382	36	11,039	45,999
-	32,253	-	30,768	75,983
19,157	361,748	36	70,307	3,366,970
-	-	-	-	107,521
-	-	-	-	8,702
26,210	84,749	-	-	127,343
-	-	-	100	25,629
-	-	-	-	11,177
-	-	-	-	111,927
-	-	-	485,650	485,650
-	-	-	128,035	128,035
-	-	-	-	266,799
-	-	-	117,210	117,210
-	189,321	421,842	811,476	1,871,595
26,210	274,070	421,842	1,542,471	3,261,588
(7,053)	87,678	(421,806)	(1,472,164)	105,382
-	-	-	800,373	2,110,742
-	-	-	(900,000)	(1,369,316)
-	-	-	(99,627)	741,426
(7,053)	87,678	(421,806)	(1,571,791)	846,808
57,496	157,762	-	1,897,968	6,644,599
\$ 50,443	\$ 245,440	\$ (421,806)	\$ 326,177	\$ 7,491,407

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

TAX INCREMENT FINANCING #2 FUND

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
REVENUES			
Property taxes	\$ 1,833,640	\$ 1,833,640	\$ 1,859,095
Investment income	4,000	4,000	20,529
Miscellaneous	-	-	12,962
Total revenues	1,837,640	1,837,640	1,892,586
EXPENDITURES			
Current			
Community development			
Personal services			
Overtime compensation	40,000	40,000	70,559
Social security	3,060	3,060	5,649
Contractual services			
Consulting	50,000	50,000	5,946
Legal services	30,000	30,000	-
Capital outlay			
Land purchase	500,000	500,000	4,000
Improvements other than buildings	2,075,000	2,075,000	428,504
Total expenditures	2,698,060	2,698,060	514,658
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(860,420)	(860,420)	1,377,928
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	1,310,369
Total other financing sources (uses)	-	-	1,310,369
NET CHANGE IN FUND BALANCE	\$ -	\$ (860,420)	2,688,297
FUND BALANCE, MAY 1			1,648,226
FUND BALANCE, APRIL 30			\$ 4,336,523

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

TAX INCREMENT FINANCING #3 FUND

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
REVENUES			
Property taxes	\$ 919,172	\$ 919,172	\$ 720,764
Investment income	15,730	15,730	12,980
Total revenues	934,902	934,902	733,744
EXPENDITURES			
Current			
Community development			
Personal services			
Overtime compensation	-	-	36,962
Social security	-	-	3,053
Contractual services			
Consulting	50,000	50,000	11,077
Legal services	30,000	30,000	6,055
TIF redevelopment agreements	104,175	104,175	50,367
Capital outlay			
Improvements other than buildings	600,000	600,000	20,452
Total expenditures	784,175	784,175	127,966
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	150,727	150,727	605,778
OTHER FINANCING SOURCES (USES)			
Transfers (out)	(269,316)	(269,316)	(269,316)
Total other financing sources (uses)	(269,316)	(269,316)	(269,316)
NET CHANGE IN FUND BALANCE	\$ (118,589)	\$ (118,589)	336,462
FUND BALANCE, MAY 1			2,314,563
FUND BALANCE, APRIL 30			\$ 2,651,025

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

TAX INCREMENT FINANCING #4 FUND

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
REVENUES			
Property taxes	\$ 350,000	\$ 350,000	\$ 243,159
Investment income	100	100	881
Total revenues	<u>350,100</u>	<u>350,100</u>	<u>244,040</u>
EXPENDITURES			
Current			
Community development			
Contractual services			
Consulting	50,000	50,000	8,506
Legal services	30,000	30,000	5,122
Redevelopment agreements	250,000	250,000	61,560
Capital outlay			
Land purchase	-	-	262,799
Total expenditures	<u>330,000</u>	<u>330,000</u>	<u>337,987</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>20,100</u>	<u>20,100</u>	<u>(93,947)</u>
OTHER FINANCING SOURCES (USES)			
Transfers (out)	<u>(200,000)</u>	<u>(200,000)</u>	<u>(200,000)</u>
Total other financing sources (uses)	<u>(200,000)</u>	<u>(200,000)</u>	<u>(200,000)</u>
NET CHANGE IN FUND BALANCE	<u><u>\$ (179,900)</u></u>	<u><u>\$ (179,900)</u></u>	<u>(293,947)</u>
FUND BALANCE, MAY 1			<u>518,199</u>
FUND BALANCE, APRIL 30			<u><u>\$ 224,252</u></u>

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

SPECIAL SERVICE AREA #3 FUND

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
REVENUES			
Property taxes	\$ 21,880	\$ 21,880	\$ 45,273
Investment income	45	45	79
Total revenues	<u>21,925</u>	<u>21,925</u>	<u>45,352</u>
EXPENDITURES			
Community development			
Contractual services			
Equipment rentals	21,925	21,925	16,384
Total expenditures	<u>21,925</u>	<u>21,925</u>	<u>16,384</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	28,968
FUND BALANCE, MAY 1			<u>50,385</u>
FUND BALANCE, APRIL 30			<u><u>\$ 79,353</u></u>

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

SPECIAL SERVICE AREA #4 FUND

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
REVENUES			
Property taxes	\$ 30,545	\$ 30,545	\$ 19,084
Investment income	55	55	73
Total revenues	<u>30,600</u>	<u>30,600</u>	<u>19,157</u>
EXPENDITURES			
Community development			
Contractual services			
Equipment rentals	30,600	30,600	26,210
Total expenditures	<u>30,600</u>	<u>30,600</u>	<u>26,210</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	(7,053)
FUND BALANCE, MAY 1			<u>57,496</u>
FUND BALANCE, APRIL 30			<u>\$ 50,443</u>

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

SPECIAL SERVICE AREA #5 FUND

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
REVENUES			
Taxes			
Property taxes	\$ 316,422	\$ 316,422	\$ 329,113
Investment income	-	-	382
Miscellaneous income	38,592	38,592	32,253
	<hr/>		
Total revenues	355,014	355,014	361,748
	<hr/>		
EXPENDITURES			
Current			
Community development			
Contractual services			
Equipment rentals	105,014	105,014	84,749
Capital outlay			
Improvements other than buildings	250,000	250,000	189,321
	<hr/>		
Total expenditures	355,014	355,014	274,070
	<hr/>		
NET CHANGE IN FUND BALANCE	\$ -	\$ -	87,678
	<hr/>		
FUND BALANCE, MAY 1			157,762
	<hr/>		
FUND BALANCE, APRIL 30			\$ 245,440
	<hr/>		

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

SPECIAL SERVICE AREA #6 FUND

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
REVENUES			
Investment income	\$ -	\$ -	\$ 36
Total revenues	-	-	36
EXPENDITURES			
Capital outlay			
Improvements other than buildings	580,000	580,000	421,842
Total expenditures	580,000	580,000	421,842
NET CHANGE IN FUND BALANCE	<u>\$ (580,000)</u>	<u>\$ (580,000)</u>	(421,806)
FUND BALANCE, MAY 1			-
FUND BALANCE (DEFICIT), APRIL 30			<u>\$ (421,806)</u>

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

GENERAL CAPITAL PROJECTS FUND

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
REVENUES			
Intergovernmental	\$ 157,500	\$ 157,500	\$ 28,500
Investment income	17,163	17,163	11,039
Miscellaneous	-	-	30,768
Total revenues	174,663	174,663	70,307
EXPENDITURES			
Current			
Community development			
Contractual services			
Property taxes	55,000	55,000	100
Capital outlay			
Office equipment	158,880	158,880	485,650
Office furniture	20,000	20,000	-
Other equipment	74,125	74,125	128,035
Buildings	190,000	190,000	117,210
Other improvements	1,005,000	1,005,000	811,476
Total expenditures	1,503,005	1,503,005	1,542,471
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,328,342)	(1,328,342)	(1,472,164)
OTHER FINANCING SOURCES (USES)			
Transfers in	728,342	728,342	800,373
Transfers (out)	(900,000)	(900,000)	(900,000)
Total other financing sources (uses)	(171,658)	(171,658)	(99,627)
NET CHANGE IN FUND BALANCE	\$ (1,500,000)	\$ (1,500,000)	(1,571,791)
FUND BALANCE, MAY 1			1,897,968
FUND BALANCE, APRIL 30			<u>\$ 326,177</u>

(See independent auditor's report.)

PROPRIETARY FUNDS

ENTERPRISE FUNDS

Waterworks and Sewerage Fund: The Waterworks and Sewerage Fund 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 used to account for the provision of parking services to the residents of the Village 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 FUND

SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS - BUDGET AND ACTUAL

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
OPERATING REVENUES	\$ 8,075,907	\$ 8,075,907	\$ 7,965,071
OPERATING EXPENSES EXCLUDING DEPRECIATION			
Administration	1,645,107	1,645,107	1,660,976
Operations - water	5,142,436	5,142,436	4,057,264
Operations - sewer	1,411,736	1,411,736	1,408,265
Total operating expenses excluding depreciation	8,199,279	8,199,279	7,126,505
OPERATING INCOME (LOSS) BEFORE DEPRECIATION	(123,372)	(123,372)	838,566
DEPRECIATION	805,552	805,552	929,227
OPERATING INCOME (LOSS)	(928,924)	(928,924)	(90,661)
NONOPERATING REVENUES (EXPENSES)			
Investment income	83,183	83,183	19,659
Other income	13,229	13,229	9,719
Interest expense	(67,125)	(67,125)	(65,979)
Gain (loss) on disposal of capital assets	-	-	96,488
Total nonoperating revenues (expenses)	29,287	29,287	59,887
INCOME (LOSS) BEFORE TRANSFERS	(899,637)	(899,637)	(30,774)
TRANSFERS IN (OUT)			
Transfers (out)	(74,518)	(74,518)	(163,219)
Total transfers in (out)	(74,518)	(74,518)	(163,219)
CHANGE IN NET ASSETS	\$ (974,155)	\$ (974,155)	(193,993)
NET ASSETS, MAY 1			27,560,295
NET ASSETS, APRIL 30			\$ 27,366,302

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

WATERWORKS AND SEWERAGE FUND

SCHEDULE OF OPERATING REVENUES - BUDGET AND ACTUAL

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
OPERATING REVENUES			
Charges for services			
Water sales	\$ 4,927,024	\$ 4,927,024	\$ 4,796,926
Sewer service	2,523,034	2,523,034	2,547,045
NSF check fees	1,000	1,000	1,843
Water penalties	179,136	179,136	181,500
Tap-on fees	84,804	84,804	76,731
Meter sales	5,196	5,196	6,282
Miscellaneous	355,713	355,713	354,744
TOTAL OPERATING REVENUES	\$ 8,075,907	\$ 8,075,907	\$ 7,965,071

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

WATERWORKS AND SEWERAGE FUND

SCHEDULE OF WATERWORKS OPERATING EXPENSES - BUDGET AND ACTUAL

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
ADMINISTRATION			
Salaries - regular	\$ 789,158	\$ 789,158	\$ 732,792
Salaries - part-time	15,818	15,818	8,607
Overtime wages	1,700	1,700	5,956
Performance bonus	1,000	1,000	-
On call premium pay	150	150	266
State retirement	87,351	87,351	78,519
Social security	62,663	62,663	55,008
Employee insurance	158,572	158,572	153,913
Special pension	7,960	7,960	7,879
Unemployment compensation	5,032	5,032	10,817
Other postemployment benefits	14,102	14,102	36,369
Office supplies and expense	2,025	2,025	1,989
Memberships and subscriptions	4,530	4,530	4,744
Books, publications and maps	500	500	415
Telephone and telegraph	20,396	20,396	10,140
Postage	34,620	34,620	30,853
Natural gas	2,700	2,700	-
Insurance - liability	327,145	327,145	415,461
Maintenance agreements	33,331	33,331	32,046
Equipment rental	8,046	8,046	8,661
Consulting services	15,000	15,000	14,811
Auditing services	10,150	10,150	9,996
Printing and binding	21,388	21,388	22,482
Schools, conventions and meetings	1,000	1,000	513
Transportation	70	70	86
Collection fees	500	500	460
Miscellaneous	20,200	20,200	18,193
Total administration	1,645,107	1,645,107	1,660,976
OPERATIONS - WATER			
Water treatment			
Salaries - regular	222,442	222,442	219,741
Overtime wages	10,000	10,000	26,360
On call premium pay	6,462	6,462	6,066
State retirement	25,563	25,563	28,227
Social security	17,981	17,981	20,053
Employee insurance	33,210	33,210	35,166
Other supplies and expense	318	318	206
Memberships and subscriptions	460	460	369
Books, publications and maps	150	150	-
Gasoline and lube	3,540	3,540	3,364
Bulk chemicals	2,984	2,984	2,515
Materials and supplies	10,000	10,000	9,399
Cleaning supplies	265	265	-

(This schedule is continued on the following pages.)

VILLAGE OF HANOVER PARK, ILLINOIS

WATERWORKS AND SEWERAGE FUND

SCHEDULE OF WATERWORKS OPERATING EXPENSES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
OPERATIONS - WATER (Continued)			
Water treatment (Continued)			
Uniforms	\$ 700	\$ 700	\$ 340
Safety and protective equipment	5,470	5,470	2,989
Small tools	150	150	109
Photo supplies	50	50	8
Telephone and telegraph	14,736	14,736	12,213
Postage	490	490	1,926
Light and power	75,469	75,469	80,283
Natural gas	7,509	7,509	11,577
Repairs - office equipment	50	50	-
Repairs - communication equipment	50	50	-
Repairs - buildings	3,150	3,150	1,456
Maintenance agreements	12,920	12,920	12,035
Repairs - other equipment	5,210	5,210	3,970
Maintenance - wells	253,500	253,500	117,517
Maintenance - water storage tanks	342,500	342,500	202,618
Equipment rental	50	50	-
Vehicle maintenance and replacement	14,941	14,941	14,941
Engineering services	35,000	35,000	29,950
Medical examinations	300	300	-
Testing services	10,545	10,545	7,869
Binding and printing	3,200	3,200	1,609
Schools, conventions and meetings	1,450	1,450	210
Transportation	150	150	-
JAWA fixed and operating costs	2,882,893	2,882,893	2,726,788
Other equipment	30,000	30,000	-
Total water treatment	4,033,858	4,033,858	3,579,874
Water maintenance			
Salaries - regular	197,440	197,440	200,032
Salaries - part-time	7,815	7,815	1,790
Overtime wages	30,000	30,000	34,428
On call premium pay	1,200	1,200	3,129
State retirement	25,427	25,427	25,807
Social security	18,034	18,034	18,474
Employee insurance	38,520	38,520	43,082
Membership and subscriptions	60	60	140
Gasoline and lube	11,660	11,660	11,874
Materials and supplies	37,350	37,350	44,690
Uniforms	900	900	289
Safety and protective equipment	950	950	476
Small tools	1,800	1,800	115
Photo supplies	20	20	-
Repairs - communication equipment	150	150	-
Maintenance and repairs - streets and bridges	8,000	8,000	9,997

(This schedule is continued on the following page.)

VILLAGE OF HANOVER PARK, ILLINOIS

WATERWORKS AND SEWERAGE FUND

SCHEDULE OF WATERWORKS OPERATING EXPENSES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
OPERATIONS - WATER (Continued)			
Water maintenance (Continued)			
Repairs - other equipment	\$ 400	\$ 400	\$ 246
Maintenance and repairs - water mains	10,500	10,500	17,355
Equipment rental	200	200	-
Vehicle maintenance and replacement	103,028	103,028	103,028
Testing services	3,500	3,500	4,282
Schools, conventions and meetings	1,100	1,100	125
Water mains	420,000	420,000	343,841
	<u>918,054</u>	<u>918,054</u>	<u>863,200</u>
Total water maintenance			
Water meter			
Salaries - regular	91,996	91,996	86,568
Overtime wages	9,000	9,000	6,225
On call premium pay	7,000	7,000	6,563
State retirement	11,760	11,760	11,480
Social security	8,030	8,030	8,187
Employee insurance	9,206	9,206	9,560
Office supplies and expense	650	650	234
Membership and subscriptions	370	370	65
Gasoline and lube	7,200	7,200	7,030
Materials and supplies	12,600	12,600	16,591
Uniforms	600	600	552
Safety and protective equipment	450	450	230
Small tools	150	150	164
Photo supplies	20	20	-
Resale merchandise	10,000	10,000	7,845
Telephone and telegraph	600	600	456
Postage	200	200	45
Repairs - other equipment	100	100	-
Repairs - water meters	2,000	2,000	-
Vehicle maintenance and replacement	18,292	18,292	18,292
Schools, conventions and meetings	300	300	90
	<u>190,524</u>	<u>190,524</u>	<u>180,177</u>
Total water meter			
Total operations - water			
	<u>5,142,436</u>	<u>5,142,436</u>	<u>4,623,251</u>
ADJUSTMENTS TO GAAP BASIS			
Capital assets capitalized	-	-	(565,987)
Total adjustments to GAAP basis			
	<u>-</u>	<u>-</u>	<u>(565,987)</u>
TOTAL OPERATING EXPENSES - WATER - EXCLUDING DEPRECIATION - GAAP BASIS			
	<u>\$ 5,142,436</u>	<u>\$ 5,142,436</u>	<u>\$ 4,057,264</u>

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

WATERWORKS AND SEWERAGE FUND

SCHEDULE OF SEWERAGE OPERATING EXPENSES - BUDGET AND ACTUAL

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
OPERATIONS - SEWER			
Sewer treatment			
Salaries - regular	\$ 336,299	\$ 336,299	\$ 324,360
Overtime wages	23,256	23,256	30,982
On call premium pay	6,240	6,240	6,262
State retirement	39,681	39,681	38,446
Social security	27,555	27,555	27,288
Employee insurance	94,874	94,874	101,368
Office supplies and expense	400	400	382
Memberships and subscriptions	6,860	6,860	7,012
Books, publications and maps	70	70	-
Gasoline and lube	8,875	8,875	7,582
Bulk chemicals	7,985	7,985	7,826
Materials and supplies	17,000	17,000	13,494
Cleaning supplies	1,998	1,998	1,115
Parts and accessories	100	100	49
Uniforms	3,300	3,300	2,976
Safety and protective equipment	1,083	1,083	764
Small tools	250	250	58
Telephone	14,798	14,798	12,204
Postage	180	180	816
Light and power	190,400	190,400	169,399
Natural gas	3,515	3,515	2,930
Repairs - communication equipment	50	50	-
Repairs - buildings	14,600	14,600	16,545
Maintenance agreements	1,900	1,900	1,210
Repairs - other equipment	150	150	262
Maintenance and repairs - STP	51,000	51,000	69,925
Maintenance and repairs - sewer lines	9,000	9,000	6,783
Equipment rental	140,000	140,000	83,895
Vehicle maintenance and replacement	46,378	46,378	46,378
Engineering services	136,000	136,000	77,106
Testing services	6,500	6,500	14,022
Schools, conventions and meetings	1,900	1,900	461
Transportation	300	300	-
IEPA discharge	17,500	17,500	17,500
Other equipment	-	-	67,538
Sewerage treatment plant	180,000	180,000	185,656
Total sewer treatment	1,389,997	1,389,997	1,342,594
Sewer maintenance			
Salaries - regular	197,440	197,440	204,746
Salaries - part-time	19,584	19,584	16,754
Overtime wages	5,000	5,000	5,454
On call premium pay	2,200	2,200	571

(This schedule is continued on the following page.)

VILLAGE OF HANOVER PARK, ILLINOIS

WATERWORKS AND SEWERAGE FUND

SCHEDULE OF SEWERAGE OPERATING EXPENSES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
OPERATIONS - SEWER (Continued)			
Sewer maintenance (Continued)			
State retirement	\$ 22,813	\$ 22,813	\$ 22,381
Social security	17,446	17,446	17,221
Employee insurance	38,380	38,380	43,084
Gasoline and lube	12,500	12,500	12,512
Materials and supplies	11,500	11,500	4,513
Parts and accessories	7,000	7,000	-
Uniforms	1,000	1,000	1,134
Safety and protective equipment	1,805	1,805	1,196
Small tools	100	100	7
Photo supplies	20	20	-
Repairs - communication equipment	60	60	-
Maintenance and repairs - streets and bridges	3,000	3,000	-
Repairs - other equipment	400	400	1,029
Maintenance and repairs - sewer lines	3,000	3,000	5,483
Vehicle maintenance and replacement	185,250	185,250	185,250
Schools, conventions and meetings	1,400	1,400	423
Transportation	40	40	25
Improvements other than buildings	-	-	159,987
Sewer lines	155,000	155,000	50,400
	<u>460,714</u>	<u>460,714</u>	<u>504,645</u>
Total sewer maintenance			
	<u>1,850,711</u>	<u>1,850,711</u>	<u>1,847,239</u>
Total operations - sewer			
Debt service			
Principal	296,901	296,901	296,902
Interest and fiscal charges	67,125	67,125	65,979
	<u>364,026</u>	<u>364,026</u>	<u>362,881</u>
Total debt service			
ADJUSTMENTS TO GAAP BASIS			
Capital assets capitalized	(438,974)	(438,974)	(438,974)
Debt service			
Principal	(296,902)	(296,902)	(296,902)
Interest	(67,125)	(67,125)	(65,979)
	<u>(803,001)</u>	<u>(803,001)</u>	<u>(801,855)</u>
Total adjustments to GAAP basis			
TOTAL OPERATING EXPENSES - SEWER - EXCLUDING DEPRECIATION - GAAP BASIS	<u>\$ 1,411,736</u>	<u>\$ 1,411,736</u>	<u>\$ 1,408,265</u>

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

MUNICIPAL RAILROAD PARKING LOT FUND

SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS - BUDGET AND ACTUAL

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
OPERATING REVENUES			
Charges for services			
Parking fees	\$ 329,250	\$ 329,250	\$ 292,266
License penalties	-	-	20
Total operating revenues	<u>329,250</u>	<u>329,250</u>	<u>292,286</u>
OPERATING EXPENSES			
Operations	357,037	357,037	290,826
Depreciation	32,304	32,304	43,188
Total operating expenses	<u>389,341</u>	<u>389,341</u>	<u>334,014</u>
OPERATING INCOME (LOSS)	<u>(60,091)</u>	<u>(60,091)</u>	<u>(41,728)</u>
NONOPERATING REVENUES (EXPENSES)			
Gain (loss) on sale of capital assets	-	-	(19,031)
Investment income	4,478	4,478	64
Miscellaneous expense	-	-	(2,881)
Total nonoperating revenues (expenses)	<u>4,478</u>	<u>4,478</u>	<u>(21,848)</u>
CHANGE IN NET ASSETS	<u>\$ (55,613)</u>	<u>\$ (55,613)</u>	<u>(63,576)</u>
NET ASSETS, MAY 1			<u>2,490,704</u>
NET ASSETS, APRIL 30			<u>\$ 2,427,128</u>

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

MUNICIPAL RAILROAD PARKING LOT FUND

SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
OPERATIONS			
Salaries - regular	\$ 111,587	\$ 111,587	\$ 109,712
Salaries - part-time	-	-	497
Overtime salaries	8,000	8,000	15,975
On call premium pay	130	130	89
State retirement	13,149	13,149	13,379
Social security	9,126	9,126	9,456
Employee insurance	23,806	23,806	23,604
Office supplies and expense	1,394	1,394	1,317
Bulk chemicals	7,000	7,000	577
Materials and supplies	5,000	5,000	1,670
Cleaning supplies	900	900	978
Small tools	50	50	-
Miscellaneous	50	50	-
Postage	300	300	237
Light and power	15,153	15,153	14,867
Natural gas	2,891	2,891	2,331
Liability insurance	20,751	20,751	25,829
Maintenance and repairs - buildings	1,500	1,500	834
Maintenance and repairs - street	41,700	41,700	64,336
Maintenance agreements	1,500	1,500	2,041
Real property rental	800	800	775
Miscellaneous	2,250	2,250	2,322
Improvements other than buildings	90,000	90,000	-
TOTAL OPERATING EXPENSES - EXCLUDING DEPRECIATION	\$ 357,037	\$ 357,037	\$ 290,826

(See independent auditor's report.)

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.

Employee Benefits Fund: The Employee Benefits Fund is used to account for the accumulation of resources to fund the other postemployment benefits liability for the General Fund. Financing is provided by the IPBC Terminal Reserve balance. This fund is reported as a governmental activity.

VILLAGE OF HANOVER PARK, ILLINOIS

INTERNAL SERVICE FUNDS

COMBINING STATEMENT OF NET ASSETS

April 30, 2011

	Central Equipment	Employee Compensated Absences	Employee Benefits	Totals
CURRENT ASSETS				
Cash and investments	\$ 5,743,920	\$ 1,109,213	\$ -	\$ 6,853,133
Receivables				
Accrued interest	31,821	-	-	31,821
Other	-	-	1,528,619	1,528,619
Total current assets	5,775,741	1,109,213	1,528,619	8,413,573
CAPITAL ASSETS				
Depreciable, net of accumulated depreciation	2,902,914	-	-	2,902,914
Net capital assets	2,902,914	-	-	2,902,914
Total assets	8,678,655	1,109,213	1,528,619	11,316,487
CURRENT LIABILITIES				
Accounts payable	149,704	-	-	149,704
Compensated absences	-	55,461	-	55,461
Total current liabilities	149,704	55,461	-	205,165
LONG-TERM LIABILITIES				
Compensated absences	-	1,053,752	-	1,053,752
Advances from other funds	1,388,034	-	-	1,388,034
Net other postemployment benefit obligation payable	-	-	1,020,792	1,020,792
Total long-term liabilities	1,388,034	1,053,752	1,020,792	3,462,578
Total liabilities	1,537,738	1,109,213	1,020,792	3,667,743
NET ASSETS				
Invested in capital assets	2,902,914	-	-	2,902,914
Unrestricted	4,238,003	-	507,827	4,745,830
TOTAL NET ASSETS	\$ 7,140,917	\$ -	\$ 507,827	\$ 7,648,744

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

INTERNAL SERVICE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS

For the Year Ended April 30, 2011

	Central Equipment	Employee Compensated Absences	Employee Benefits	Totals
OPERATING REVENUES				
Charges for services	\$ 197,232	\$ -	\$ -	\$ 197,232
Total operating revenues	197,232	-	-	197,232
OPERATING EXPENSES				
Operations	185,033	-	249,117	434,150
Depreciation	396,401	-	-	396,401
Total operating expenses	581,434	-	249,117	830,551
OPERATING INCOME (LOSS)	(384,202)	-	(249,117)	(633,319)
NONOPERATING REVENUES				
Investment income	49,609	-	-	49,609
Gain on disposal of capital assets	14,312	-	-	14,312
Total nonoperating revenues	63,921	-	-	63,921
CHANGE IN NET ASSETS	(320,281)	-	(249,117)	(569,398)
NET ASSETS, MAY 1	7,461,198	-	756,944	8,218,142
NET ASSETS, APRIL 30	\$ 7,140,917	\$ -	\$ 507,827	\$ 7,648,744

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
For the Year Ended April 30, 2011

	Central Equipment	Employee Compensated Absences	Employee Benefits	Totals
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from interfund services	\$ 197,232	\$ -	\$ -	\$ 197,232
Payments to suppliers	(185,033)	-	-	(185,033)
Payments to employees	-	(3,413)	-	(3,413)
Net cash from operating activities	12,199	(3,413)	-	8,786
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
None	-	-	-	-
Net cash from noncapital financing activities	-	-	-	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Capital assets purchased	(513,173)	-	-	(513,173)
Proceeds from sale of capital assets	8,563	-	-	8,563
Net cash from capital and related financing activities	(504,610)	-	-	(504,610)
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of investments	(418,888)	-	-	(418,888)
Interest received	45,500	-	-	45,500
Net cash from investing activities	(373,388)	-	-	(373,388)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(865,799)	(3,413)	-	(869,212)
CASH AND CASH EQUIVALENTS, MAY 1	4,316,738	987,192	-	5,303,930
CASH AND CASH EQUIVALENTS, APRIL 30	\$ 3,450,939	\$ 983,779	\$ -	\$ 4,434,718

(This statement is continued on the following page.)

VILLAGE OF HANOVER PARK, ILLINOIS

INTERNAL SERVICE FUNDS

COMBINING STATEMENT OF CASH FLOWS (Continued)

For the Year Ended April 30, 2011

	Central Equipment	Employee Compensated Absences	Employee Benefits	Totals
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES				
Operating income (loss)	\$ (384,202)	\$ -	\$ (249,117)	\$ (633,319)
Adjustments to reconcile operating income (loss) to net cash from operating activities				
Depreciation	396,401	-	-	396,401
Changes in assets and liabilities				
Other receivable	-	-	12,026	12,026
Compensated absences payable	-	(3,413)	-	(3,413)
Net other postemployment benefit obligation	-	-	237,091	237,091
NET CASH FROM OPERATING ACTIVITIES	<u>\$ 12,199</u>	<u>\$ (3,413)</u>	<u>\$ -</u>	<u>\$ 8,786</u>
CASH AND INVESTMENTS				
Cash and cash equivalents	\$ 3,450,939	\$ 983,779	\$ -	\$ 4,434,718
Investments	2,292,981	125,434	-	2,418,415
TOTAL CASH AND INVESTMENTS	<u>\$ 5,743,920</u>	<u>\$ 1,109,213</u>	<u>\$ -</u>	<u>\$ 6,853,133</u>

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

CENTRAL EQUIPMENT FUND

SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS - BUDGET AND ACTUAL

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
OPERATING REVENUES			
Interfund services	\$ 197,232	\$ 197,232	\$ 197,232
Total operating revenues	197,232	197,232	197,232
OPERATING EXPENSES			
Operations	286,723	286,723	185,033
Depreciation	-	-	396,401
Total operating expenses	286,723	286,723	581,434
OPERATING INCOME (LOSS)	(89,491)	(89,491)	(384,202)
NONOPERATING REVENUES (EXPENSES)			
Investment income	125,000	125,000	49,609
Gain on disposal of capital assets	-	-	14,312
Total nonoperating revenues (expenses)	125,000	125,000	63,921
CHANGE IN NET ASSETS	\$ 35,509	\$ 35,509	(320,281)
NET ASSETS, MAY 1			7,461,198
NET ASSETS, APRIL 30			\$ 7,140,917

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

CENTRAL EQUIPMENT FUND

SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
OPERATIONS			
Fleet services			
Capital outlays			
Automobiles	\$ 266,600	\$ 266,600	\$ 199,177
Trucks	340,500	340,500	373,230
Other equipment	342,500	342,500	275,503
Total capital outlays	949,600	949,600	847,910
ADJUSTMENTS TO GAAP BASIS			
Capital assets capitalized	(662,877)	(662,877)	(662,877)
Total adjustments to GAAP basis	(662,877)	(662,877)	(662,877)
Total fleet services - excluding depreciation - GAAP basis	286,723	286,723	185,033
TOTAL OPERATING EXPENSES - EXCLUDING DEPRECIATION - GAAP BASIS	\$ 286,723	\$ 286,723	\$ 185,033

(See independent auditor's report.)

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 #2 Fund: The Special Service Area #2 Fund is used to account for the accumulation of 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 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

FIDUCIARY FUNDS

COMBINING STATEMENT OF NET ASSETS

April 30, 2011

	Pension Trust		Total
	Police Pension	Firefighters' Pension	
ASSETS			
Cash and cash equivalents	\$ 763,303	\$ 1,069,633	\$ 1,832,936
Investments			
U.S. government and agency obligations	9,871,824	5,070,544	14,942,368
Municipal bonds	194,004	-	194,004
Corporate bonds	354,701	46,129	400,830
Mutual funds	9,213,720	5,129,996	14,343,716
Receivables			
Accrued interest	79,303	30,391	109,694
Total assets	20,476,855	11,346,693	31,823,548
LIABILITIES			
Accounts payable	1,700	5,219	6,919
Total liabilities	1,700	5,219	6,919
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS	\$ 20,475,155	\$ 11,341,474	\$ 31,816,629

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

PENSION TRUST FUNDS

COMBINING STATEMENT OF CHANGES IN NET ASSETS

For the Year Ended April 30, 2011

	Pension Trust		Total
	Police Pension	Firefighters' Pension	
ADDITIONS			
Contributions			
Employer contributions	\$ 1,302,480	\$ 698,763	\$ 2,001,243
Employee contributions	460,804	260,615	721,419
Other contributions	18	-	18
Total contributions	<u>1,763,302</u>	<u>959,378</u>	<u>2,722,680</u>
Investment income			
Net appreciation in fair value of investments	1,410,182	861,027	2,271,209
Interest	503,192	247,199	750,391
Total investment income	<u>1,913,374</u>	<u>1,108,226</u>	<u>3,021,600</u>
Less investment expense	<u>(29,467)</u>	<u>(13,231)</u>	<u>(42,698)</u>
Net investment income	<u>1,883,907</u>	<u>1,094,995</u>	<u>2,978,902</u>
Total additions	<u>3,647,209</u>	<u>2,054,373</u>	<u>5,701,582</u>
DEDUCTIONS			
Pension benefits	1,380,737	454,134	1,834,871
Administrative expenses	40,874	26,821	67,695
Total deductions	<u>1,421,611</u>	<u>480,955</u>	<u>1,902,566</u>
NET INCREASE	2,225,598	1,573,418	3,799,016
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS			
May 1	<u>18,249,557</u>	<u>9,768,056</u>	<u>28,017,613</u>
April 30	<u>\$ 20,475,155</u>	<u>\$ 11,341,474</u>	<u>\$ 31,816,629</u>

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

POLICE PENSION FUND

SCHEDULE OF CHANGES IN NET ASSETS - BUDGET AND ACTUAL

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
ADDITIONS			
Contributions			
Employer contributions	\$ 1,302,480	\$ 1,302,480	\$ 1,302,480
Employee contributions	415,287	415,287	460,804
Other contributions	-	-	18
Total contributions	1,717,767	1,717,767	1,763,302
Investment income			
Net appreciation in fair value of investments	225,000	225,000	1,410,182
Interest	500,000	500,000	503,192
Total investment income	725,000	725,000	1,913,374
Less investment expense	(30,000)	(30,000)	(29,467)
Net investment income	695,000	695,000	1,883,907
Total additions	2,412,767	2,412,767	3,647,209
DEDUCTIONS			
Benefits and refunds	1,395,848	1,395,848	1,380,737
Administrative expenses	40,700	40,700	40,874
Total deductions	1,436,548	1,436,548	1,421,611
NET INCREASE	\$ 976,219	\$ 976,219	2,225,598
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS			
May 1			<u>18,249,557</u>
April 30			<u>\$ 20,475,155</u>

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

FIREFIGHTERS' PENSION FUND

SCHEDULE OF CHANGES IN NET ASSETS - BUDGET AND ACTUAL

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
ADDITIONS			
Contributions			
Employer contributions	\$ 698,763	\$ 698,763	\$ 698,763
Employee contributions	258,862	258,862	260,615
Total contributions	<u>957,625</u>	<u>957,625</u>	<u>959,378</u>
Investment income			
Net appreciation in fair value of investments	190,000	190,000	861,027
Interest	275,000	275,000	247,199
Total investment income	465,000	465,000	1,108,226
Less investment expense	(13,200)	(13,200)	(13,231)
Net investment income	<u>451,800</u>	<u>451,800</u>	<u>1,094,995</u>
Total additions	<u>1,409,425</u>	<u>1,409,425</u>	<u>2,054,373</u>
DEDUCTIONS			
Benefits and refunds	664,424	664,424	454,134
Administrative expenses	29,850	29,850	26,821
Total deductions	<u>694,274</u>	<u>694,274</u>	<u>480,955</u>
NET INCREASE	<u>\$ 715,151</u>	<u>\$ 715,151</u>	1,573,418
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS			
May 1			<u>9,768,056</u>
April 30			<u>\$ 11,341,474</u>

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

AGENCY FUND
SPECIAL SERVICE AREA #2 FUND

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

For the Year Ended April 30, 2011

	Balances			Balances	
	May 1	Additions	Deductions	April 30	
ASSETS					
Cash and investments	\$ 12,951	\$ 11	\$ 12,962	\$ -	
TOTAL ASSETS	\$ 12,951	\$ 11	\$ 12,962	\$ -	
LIABILITIES					
Due to bondholders	\$ 12,951	\$ 11	\$ 12,962	\$ -	
TOTAL LIABILITIES	\$ 12,951	\$ 11	\$ 12,962	\$ -	

(See independent auditor's report.)

OTHER SUPPLEMENTAL INFORMATION

VILLAGE OF HANOVER PARK, ILLINOIS
LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION BOND SERIES OF 2001

April 30, 2011

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	Bank One

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Bond Numbers	Tax Levy			Interest Due on			
		Principal	Interest	Totals	June 1	Amount	December 1	Amount
2010	634-720	\$ 435,000	\$ 18,054	\$ 453,054	2011	\$ 9,027	2011	\$ 9,027
		<u>\$ 435,000</u>	<u>\$ 18,054</u>	<u>\$ 453,054</u>		<u>\$ 9,027</u>		<u>\$ 9,027</u>

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS
LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION REFUNDING BOND SERIES OF 2002

April 30, 2011

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	BNY Midwest Trust Company

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Bond Numbers	Tax Levy			Interest Due on			
		Principal	Interest	Totals	June 1	Amount	December 1	Amount
2010	916-1048	\$ 660,000	\$ 23,098	\$ 683,098	2011	\$ 11,549	2011	\$ 11,549
		<u>\$ 660,000</u>	<u>\$ 23,098</u>	<u>\$ 683,098</u>		<u>\$ 11,549</u>		<u>\$ 11,549</u>

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS
LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION BOND SERIES OF 2004

April 30, 2011

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	Tax Levy			Interest Due on			
		Principal	Interest	Totals	June 1	Amount	December 1	Amount
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>\$ 2,475,456</u>	<u>\$ 9,475,456</u>			<u>\$ 1,237,727</u>	<u>\$ 1,237,729</u>

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS
LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION BOND SERIES OF 2010

April 30, 2011

Date of Issue	April 18, 2010
Date of Maturity	December 1, 2029
Authorized Issue	\$ 10,000,000
Denomination of Bonds	\$ 5,000
Interest Rates	1.78% - 6.00%
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	Tax Levy			Interest Due on			
	Principal	Interest	Totals	June 1	Amount	December 1	Amount
2010	\$ -	\$ 515,110	\$ 515,110	2011	\$ 257,555	2011	\$ 257,555
2011	280,000	515,110	795,110	2012	257,555	2012	257,555
2012	285,000	510,210	795,210	2013	255,105	2013	255,105
2013	290,000	503,513	793,513	2014	251,756	2014	251,757
2014	295,000	495,248	790,248	2015	247,624	2015	247,624
2015	305,000	485,218	790,218	2016	242,609	2016	242,609
2016	310,000	473,780	783,780	2017	236,890	2017	236,890
2017	315,000	460,604	775,604	2018	230,302	2018	230,302
2018	325,000	446,903	771,903	2019	223,451	2019	223,452
2019	330,000	431,628	761,628	2020	215,814	2020	215,814
2020	340,000	413,808	753,808	2021	206,904	2021	206,904
2021	345,000	395,448	740,448	2022	197,724	2022	197,724
2022	355,000	376,818	731,818	2023	188,409	2023	188,409
2023	365,000	357,648	722,648	2024	178,824	2024	178,824
2024	1,095,000	337,938	1,432,938	2025	168,969	2025	168,969
2025	1,130,000	277,164	1,407,164	2026	138,582	2026	138,582
2026	1,170,000	212,755	1,382,755	2027	106,378	2027	106,377
2027	1,210,000	145,480	1,355,480	2028	72,740	2028	72,740
2028	1,255,000	75,300	1,330,300	2029	37,650	2029	37,650
	<u>\$ 10,000,000</u>	<u>\$ 7,429,683</u>	<u>\$ 17,429,683</u>		<u>\$ 3,714,841</u>		<u>\$ 3,714,842</u>

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS
LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION BOND SERIES OF 2010A

April 30, 2011

Date of Issue	November 18, 2010
Date of Maturity	December 1, 2030
Authorized Issue	\$ 5,000,000
Denomination of Bonds	\$ 5,000
Interest Rates	2.15% - 5.50%
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	Tax Levy			Interest Due on			
	Principal	Interest	Totals	June 1	Amount	December 1	Amount
2010	\$ -	\$ 298,307	\$ 298,307	2011	\$ -	2011	\$ 298,307
2011	-	299,138	299,138	2012	149,569	2012	149,569
2012	50,000	299,138	349,138	2013	149,569	2013	149,569
2013	100,000	298,063	398,063	2014	149,031	2014	149,032
2014	150,000	295,412	445,412	2015	147,706	2015	147,706
2015	175,000	290,912	465,912	2016	145,456	2016	145,456
2016	200,000	284,438	484,438	2017	142,219	2017	142,219
2017	200,000	276,038	476,038	2018	138,019	2018	138,019
2018	200,000	267,038	467,038	2019	133,519	2019	133,519
2019	200,000	257,238	457,238	2020	128,619	2020	128,619
2020	200,000	246,838	446,838	2021	123,419	2021	123,419
2021	200,000	235,838	435,838	2022	117,919	2022	117,919
2022	200,000	224,138	424,138	2023	112,069	2023	112,069
2023	225,000	212,438	437,438	2024	106,219	2024	106,219
2024	250,000	198,375	448,375	2025	99,187	2025	99,188
2025	275,000	182,750	457,750	2026	91,375	2026	91,375
2026	275,000	164,875	439,875	2027	82,437	2027	82,438
2027	300,000	147,000	447,000	2028	73,500	2028	73,500
2028	300,000	126,000	426,000	2029	63,000	2029	63,000
2029	1,500,000	105,000	1,605,000	2030	52,500	2030	52,500
	<u>\$ 5,000,000</u>	<u>\$ 4,708,974</u>	<u>\$ 9,708,974</u>		<u>\$ 2,205,332</u>		<u>\$ 2,503,642</u>

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

LONG-TERM DEBT REQUIREMENTS
1997 ILLINOIS ENVIRONMENTAL PROTECTION AGENCY LOAN

April 30, 2011

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	Tax Levy			Interest Due on			
	Principal	Interest	Totals	October 9	April 9	Amount	
2012	\$ 209,897	\$ 36,593	\$ 246,490	2011	\$ 19,030	2011	\$ 17,563
2013	215,846	30,644	246,490	2012	16,076	2012	14,568
2014	221,965	24,525	246,490	2013	13,038	2013	11,487
2015	228,257	18,233	246,490	2014	9,914	2014	8,319
2016	234,728	11,762	246,490	2015	6,701	2015	5,061
2017	241,384	5,107	246,491	2016	3,397	2016	1,710
	<u>\$ 1,352,077</u>	<u>\$ 126,864</u>	<u>\$ 1,478,941</u>		<u>\$ 68,156</u>		<u>\$ 58,708</u>

(See independent auditor's report.)

VILLAGE OF HANOVER PARK, ILLINOIS

LONG-TERM DEBT REQUIREMENTS
2000 ILLINOIS ENVIRONMENTAL PROTECTION AGENCY LOAN

April 30, 2011

Date of Issue	April 12, 2000
Date of Maturity	July 1, 2019
Authorized Issue	\$ 1,784,916
Interest Rates	2.625%
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	Tax Levy			Interest Due on			
	Principal	Interest	Totals	July 1	January 1	Amount	
2012	\$ 95,243	\$ 22,295	\$ 117,538	2011	\$ 11,458	2011	\$ 10,837
2013	97,760	19,777	117,537	2012	10,207	2012	9,570
2014	100,343	17,194	117,537	2013	8,924	2013	8,270
2015	102,995	14,543	117,538	2014	7,607	2014	6,936
2016	105,716	11,822	117,538	2015	6,256	2015	5,566
2017	108,509	9,029	117,538	2016	4,868	2016	4,161
2018	111,376	6,162	117,538	2017	3,444	2017	2,718
2019	114,319	3,219	117,538	2018	1,982	2018	1,237
2020	36,691	482	37,173	2019	482	2019	-
	<u>\$ 872,952</u>	<u>\$ 104,523</u>	<u>\$ 977,475</u>		<u>\$ 55,228</u>		<u>\$ 49,295</u>

(See independent auditor's report.)

STATISTICAL SECTION (Unaudited)

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

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have been changed over time.	139-146
Revenue Capacity These schedules contain information to help the reader assess the Village's most significant local revenue source, the property tax.	147-156
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.	157-160
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.	161-162
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.	163-166

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The Village implemented GASB Statement No. 34 in 2004; schedules presenting government-wide information include information beginning in that year.

VILLAGE OF HANOVER PARK, ILLINOIS

NET ASSETS BY COMPONENT

Last Eight Fiscal Years

Fiscal Year	2004	2005	2006	2007	2008	2009	2010	2011
GOVERNMENTAL ACTIVITIES								
Invested in capital assets, net of related debt	\$ 43,373,185	\$ 42,683,565	\$ 43,981,453	\$ 43,282,520	\$ 44,085,337	\$ 45,392,922	\$ 44,420,879	\$ 44,389,269
Restricted	7,768,707	9,059,013	9,605,788	9,405,061	9,146,860	8,570,110	7,078,776	13,664,072
Unrestricted	(1,778,238)	187,403	2,669,003	8,575,116	12,336,999	14,230,151	18,596,124	13,059,714
TOTAL GOVERNMENTAL ACTIVITIES	\$ 49,363,654	\$ 51,929,981	\$ 56,256,244	\$ 61,262,697	\$ 65,569,196	\$ 68,193,183	\$ 70,095,779	\$ 71,113,055
BUSINESS-TYPE ACTIVITIES								
Invested in capital assets, net of related debt	\$ 22,334,652	\$ 22,194,042	\$ 22,195,261	\$ 21,978,529	\$ 22,593,334	\$ 23,024,852	\$ 23,062,850	\$ 23,554,396
Unrestricted	6,184,876	6,709,398	6,975,685	7,590,332	8,033,586	7,287,097	6,988,149	6,239,034
TOTAL BUSINESS-TYPE ACTIVITIES	\$ 28,519,528	\$ 28,903,440	\$ 29,170,946	\$ 29,568,861	\$ 30,626,920	\$ 30,311,949	\$ 30,050,999	\$ 29,793,430
PRIMARY GOVERNMENT								
Invested in capital assets, net of related debt	\$ 65,707,837	\$ 64,877,607	\$ 66,176,714	\$ 65,261,049	\$ 66,678,671	\$ 68,417,774	\$ 67,483,729	\$ 67,943,665
Restricted	7,768,707	9,059,013	9,605,788	9,405,061	9,146,860	8,570,110	7,078,776	13,664,072
Unrestricted	4,406,638	6,896,801	9,644,688	16,165,448	20,370,585	21,517,248	25,584,273	19,298,748
TOTAL PRIMARY GOVERNMENT	\$ 77,883,182	\$ 80,833,421	\$ 85,427,190	\$ 90,831,558	\$ 96,196,116	\$ 98,505,132	\$ 100,146,778	\$ 100,906,485

Data Source

Audited Financial Statements

VILLAGE OF HANOVER PARK, ILLINOIS

CHANGE IN NET ASSETS

Last Eight Fiscal Years

Fiscal Year	2004	2005	2006
EXPENSES			
Governmental activities			
General government	\$ 2,290,545	\$ 3,032,901	\$ 3,151,719
Public works	2,584,077	2,691,590	2,967,923
Public safety	10,414,601	11,803,812	12,732,089
Community development	1,059,206	874,275	1,250,312
Highways and streets	4,343,557	1,651,616	1,904,303
Interest	730,086	816,506	870,101
Total governmental activities expenses	<u>21,422,072</u>	<u>20,870,700</u>	<u>22,876,447</u>
Business-type activities			
Water and sewer	6,974,497	6,957,557	7,167,282
Parking	326,108	368,048	349,930
Total business-type activities expenses	<u>7,300,605</u>	<u>7,325,605</u>	<u>7,517,212</u>
TOTAL PRIMARY GOVERNMENT EXPENSES	<u>\$ 28,722,677</u>	<u>\$ 28,196,305</u>	<u>\$ 30,393,659</u>
PROGRAM REVENUES			
Governmental activities			
Charges for services			
General government	\$ 920,597	\$ 806,186	\$ 796,144
Public safety	801,110	1,216,106	1,720,844
Community development	352,484	255,336	267,630
Public works	-	-	-
Highways and streets	50,537	-	-
Operating grants and contributions	1,151,423	1,795,459	1,174,947
Capital grants and contributions	-	-	129,987
Total governmental activities program revenues	<u>3,276,151</u>	<u>4,073,087</u>	<u>4,089,552</u>
Business-type activities			
Charges for services			
Water and sewer	7,048,989	7,285,627	7,452,531
Parking	264,000	243,232	256,413
Operating grants and contributions	-	110,000	-
Capital grants and contributions	-	-	-
Total business-type activities program revenues	<u>7,312,989</u>	<u>7,638,859</u>	<u>7,708,944</u>
TOTAL PRIMARY GOVERNMENT PROGRAM REVENUES	<u>\$ 10,589,140</u>	<u>\$ 11,711,946</u>	<u>\$ 11,798,496</u>

	2007	2008	2009	2010	2011
\$	2,995,293	\$ 3,170,869	\$ 3,673,924	\$ 3,208,066	\$ 4,618,393
	3,123,131	4,053,485	3,644,764	4,718,013	1,085,698
	12,112,702	13,823,930	15,252,239	15,805,836	17,146,057
	1,745,000	3,957,924	1,432,745	1,608,453	5,160,147
	1,899,180	2,200,904	2,412,849	2,019,122	1,582,651
	791,433	690,844	570,923	517,780	906,055
	<u>22,666,739</u>	<u>27,897,956</u>	<u>26,987,444</u>	<u>27,877,270</u>	<u>30,499,001</u>
	7,292,161	7,367,849	7,667,569	7,847,111	8,044,254
	329,848	353,128	348,435	329,761	336,895
	<u>7,622,009</u>	<u>7,720,977</u>	<u>8,016,004</u>	<u>8,176,872</u>	<u>8,381,149</u>
\$	<u>30,288,748</u>	<u>35,618,933</u>	<u>35,003,448</u>	<u>36,054,142</u>	<u>38,880,150</u>
\$	855,148	\$ 836,179	\$ 837,821	\$ 909,723	\$ 1,085,427
	1,732,822	1,386,053	1,661,190	1,607,603	1,732,022
	292,135	243,066	134,915	331,637	15,800
	-	-	-	-	171,931
	-	-	-	-	-
	1,228,520	1,230,772	1,121,001	1,032,614	1,546,945
	76,798	1,438,909	-	-	543,452
	<u>4,185,423</u>	<u>5,134,979</u>	<u>3,754,927</u>	<u>3,881,577</u>	<u>5,095,577</u>
	7,549,899	7,242,681	7,191,418	7,588,046	7,965,071
	277,673	291,960	296,545	272,798	292,286
	-	-	-	-	-
	-	827,377	-	-	-
	<u>7,827,572</u>	<u>8,362,018</u>	<u>7,487,963</u>	<u>7,860,844</u>	<u>8,257,357</u>
\$	<u>12,012,995</u>	<u>13,496,997</u>	<u>11,242,890</u>	<u>11,742,421</u>	<u>13,352,934</u>

VILLAGE OF HANOVER PARK, ILLINOIS

CHANGE IN NET ASSETS (Continued)

Last Eight Fiscal Years

Fiscal Year	2004	2005	2006
NET (EXPENSES) REVENUES			
Governmental activities	\$ (18,145,921)	\$ (16,797,613)	\$ (18,786,895)
Business-type activities	12,384	313,254	191,732
TOTAL PRIMARY GOVERNMENT NET (EXPENSES) REVENUES	\$ (18,133,537)	\$ (16,484,359)	\$ (18,595,163)
GENERAL REVENUES AND OTHER CHANGES IN NET ASSETS			
Governmental activities			
Taxes			
Property	\$ 8,740,200	\$ 9,128,336	\$ 10,556,379
Sales, local use	3,657,567	3,405,265	3,764,767
Utility	1,206,679	1,224,144	1,735,559
Hotel/motel	31,329	35,954	39,848
Food and beverage	1,022,650	1,025,182	1,057,701
Other	533,110	840,757	861,355
Intergovernmental			
Personal property replacement tax	56,091	64,313	82,734
Income	2,313,368	2,591,407	2,924,903
Investment income	223,741	474,107	859,078
Miscellaneous	139,896	551,567	1,059,346
Transfers	(324,873)	22,908	71,488
Total governmental activities	17,599,758	19,363,940	23,013,158
Business-type activities			
Investment income	37,469	85,966	143,937
Miscellaneous	45,504	7,600	3,325
Transfers	324,873	(22,908)	(71,488)
Total business-type activities	407,846	70,658	75,774
TOTAL PRIMARY GOVERNMENT	\$ 18,007,604	\$ 19,434,598	\$ 23,088,932
CHANGE IN NET ASSETS			
Governmental activities	\$ (546,163)	\$ 2,566,327	\$ 4,226,263
Business-type activities	420,230	383,912	267,506
TOTAL PRIMARY GOVERNMENT CHANGE IN NET ASSETS	\$ (125,933)	\$ 2,950,239	\$ 4,493,769

Data Source

Audited Financial Statements

	2007	2008	2009	2010	2011
	\$ (18,481,316)	\$ (22,762,977)	\$ (23,232,517)	\$ (23,995,693)	\$ (25,403,424)
	205,563	641,041	(528,041)	(316,028)	(123,792)
	<u>\$ (18,275,753)</u>	<u>\$ (22,121,936)</u>	<u>\$ (23,760,558)</u>	<u>\$ (24,311,721)</u>	<u>\$ (25,527,216)</u>
	\$ 10,313,391	\$ 10,315,338	\$ 11,819,859	\$ 13,068,529	\$ 13,130,988
	3,867,302	4,025,910	5,051,309	4,744,662	7,561,001
	1,872,699	2,015,759	1,886,260	1,821,364	1,750,085
	40,376	40,591	32,711	33,614	32,979
	1,083,296	1,101,714	1,088,047	1,047,406	1,072,674
	596,318	399,850	196,003	167,871	223,762
	89,869	102,976	94,052	83,336	92,787
	3,226,202	3,524,383	3,487,693	3,040,184	2,984,408
	1,450,517	1,492,471	793,552	331,555	150,716
	912,304	3,975,283	1,359,699	1,548,494	78,619
	35,495	75,201	47,319	11,274	163,219
	<u>23,487,769</u>	<u>27,069,476</u>	<u>25,856,504</u>	<u>25,898,289</u>	<u>27,241,238</u>
	275,851	329,724	181,599	43,133	19,723
	(48,004)	162,495	78,790	23,219	9,719
	(35,495)	(75,201)	(47,319)	(11,274)	(163,219)
	<u>192,352</u>	<u>417,018</u>	<u>213,070</u>	<u>55,078</u>	<u>(133,777)</u>
	<u>\$ 23,680,121</u>	<u>\$ 27,486,494</u>	<u>\$ 26,069,574</u>	<u>\$ 25,953,367</u>	<u>\$ 27,107,461</u>
	\$ 5,006,453	\$ 4,306,499	\$ 2,623,987	\$ 1,902,596	\$ 1,837,814
	397,915	1,058,059	(314,971)	(260,950)	(257,569)
	<u>\$ 5,404,368</u>	<u>\$ 5,364,558</u>	<u>\$ 2,309,016</u>	<u>\$ 1,641,646</u>	<u>\$ 1,580,245</u>

VILLAGE OF HANOVER PARK, ILLINOIS
 FUND BALANCES OF GOVERNMENTAL FUNDS
 Last Ten Fiscal Years

Fiscal Year	2002	2003	2004	2005 ⁽¹⁾	2006	2007	2008	2009	2010 ⁽¹⁾	2011
GENERAL FUND										
Reserved	\$ 889,737	\$ 878,820	\$ 858,837	\$ 755,240	\$ 730,035.00	\$ 798,214	\$ 874,984	\$ 831,732	\$ 1,072,335	\$ 840,075
Unreserved/undesignated	6,836,663	6,655,939	6,672,304	6,859,146	8,205,921	9,045,003	7,849,607	7,920,285	7,492,166	7,831,351
TOTAL GENERAL FUND	\$ 7,726,400	\$ 7,534,759	\$ 7,531,141	\$ 7,614,386	\$ 8,935,956	\$ 9,843,217	\$ 8,724,591	\$ 8,752,017	\$ 8,564,501	\$ 8,671,426
ALL OTHER GOVERNMENTAL FUNDS										
Reserved	\$ 2,317,152	\$ 9,620,148	\$ 7,768,707	\$ 15,343,970	\$ 11,119,689	\$ 9,674,392	\$ 9,378,098	\$ 8,759,345	\$ 7,226,197	\$ 22,127,853
Unreserved, reported in										
Special Revenue Funds	3,278,877	-	-	-	-	-	-	-	-	-
Debt Service Funds	310,544	-	-	-	-	-	-	-	(44,340)	(508,011)
Capital Project Funds	4,722,913	1,911,794	1,863,894	1,780,042	2,034,890	2,454,303	3,864,443	3,500,933	15,626,848	(95,629)
TOTAL ALL OTHER GOVERNMENTAL FUNDS	\$ 10,629,486	\$ 11,531,942	\$ 9,632,601	\$ 17,124,012	\$ 13,154,579	\$ 12,128,695	\$ 13,242,541	\$ 12,260,278	\$ 22,808,705	\$ 21,524,213

(1) The fund balance for all other governmental funds increased significantly in fiscal year 2005 and 2010 due to the issuance of the 2004 General Obligation Bonds and 2010 General Obligation Bonds, respectively.

Data Source

Audited Financial Statements

VILLAGE OF HANOVER PARK, ILLINOIS

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	2002	2003	2004 ⁽¹⁾
REVENUES			
Taxes	\$ 15,090,955	\$ 16,377,381	\$ 17,560,994
Licenses and permits	1,118,318	818,627	809,478
Intergovernmental	1,093,218	1,824,194	1,132,424
Charges for services and fees	183,516	203,608	285,642
Fines and forfeits	380,492	428,084	494,211
Investment income	674,612	554,134	223,741
Miscellaneous	1,535,063	795,648	684,292
Total revenues	20,076,174	21,001,676	21,190,782
EXPENDITURES			
General government	3,515,718	2,826,509	2,878,432
Public works	-	2,600,939	2,796,481
Public safety	9,264,687	9,934,715	10,192,937
Community development	-	720,713	1,051,288
Highways and streets	4,410,790	1,406,582	1,871,204
Intergovernmental	864,211	-	-
Capital outlay	314,397	1,261,219	1,708,830
Debt service			
Principal	1,345,000	1,634,000	1,760,200
Interest and fiscal charges	1,095,803	1,020,437	749,039
Total expenditures	20,810,606	21,405,114	23,008,411
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(734,432)	(403,438)	(1,817,629)
OTHER FINANCING SOURCES (USES)			
Proceeds from bonds	3,577,783	5,210,000	229,543
Discounts on debt issuance	-	-	-
Payment to escrow agent	-	(5,130,568)	-
Transfers in	777,869	4,195,095	1,797,387
Transfers (out)	(1,733,294)	(3,531,644)	(2,122,260)
Sale of property	37,098	432,129	10,000
Total other financing sources (uses)	2,659,456	1,175,012	(85,330)
NET CHANGE IN FUND BALANCES	\$ 1,925,024	\$ 771,574	\$ (1,902,959)
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES	11.91%	13.18%	11.78%

- (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.
- (4) The significant increase in the fund balance is due to the issuance of the 2010 General Obligation Bonds.

Data Source

Audited Financial Statements

2005 ⁽²⁾	2006 ⁽³⁾	2007 ⁽³⁾	2008	2009	2010 ⁽⁴⁾	2011
\$ 15,252,100	\$ 17,562,838	\$ 17,275,302	\$ 17,362,673	\$ 19,541,574	\$ 20,429,442	\$ 26,848,683
820,362	840,525	871,302	839,389	774,180	1,021,353	968,506
4,858,717	4,765,342	5,119,469	5,394,620	5,235,361	4,610,138	1,863,227
925,111	1,314,082	1,385,294	1,080,833	1,293,540	1,180,163	1,238,743
518,741	615,398	608,308	528,764	550,398	630,843	512,934
396,188	740,859	1,176,037	1,144,525	572,536	247,200	150,716
551,567	1,159,346	912,304	3,039,352	843,209	1,460,270	590,787
23,322,786	26,998,390	27,348,016	29,390,156	28,810,798	29,579,409	32,173,596
2,728,647	3,050,356	2,854,656	2,972,390	3,501,523	3,092,878	4,808,312
2,471,206	2,571,833	2,769,315	3,331,597	3,263,408	3,321,777	2,901,960
11,345,508	12,289,563	13,202,008	13,589,622	14,559,167	15,643,448	16,085,156
879,085	1,186,171	1,425,830	3,885,488	1,374,261	1,385,981	1,058,951
1,093,708	1,215,723	1,693,169	1,206,230	1,720,920	1,391,323	711,830
-	-	-	-	-	-	-
1,500,129	6,478,415	2,345,634	1,250,792	2,113,267	1,174,993	10,329,362
2,053,638	2,012,617	2,394,137	2,509,878	2,670,000	2,660,000	1,045,000
699,117	913,063	817,385	724,140	610,408	479,372	713,273
22,771,038	29,717,741	27,502,134	29,470,137	29,812,954	29,149,772	37,653,844
551,748	(2,719,351)	(154,118)	(79,981)	(1,002,156)	429,637	(5,480,248)
7,000,000	-	-	-	-	10,000,000	5,000,000
-	-	-	-	-	(80,000)	(40,000)
-	-	-	-	-	-	-
601,923	1,246,418	788,972	2,450,815	824,320	3,814,247	3,480,058
(579,015)	(1,174,930)	(753,477)	(2,375,614)	(777,001)	(3,802,973)	(3,316,839)
-	-	-	-	-	-	-
7,022,908	71,488	35,495	75,201	47,319	9,931,274	5,123,219
\$ 7,574,656	\$ (2,647,863)	\$ (118,623)	\$ (4,780)	\$ (954,837)	\$ 10,360,911	\$ (357,029)
12.94%	12.59%	12.52%	11.66%	11.57%	11.01%	5.93%

VILLAGE OF HANOVER PARK, ILLINOIS

EQUALIZED ASSESSED VALUE AND TOTAL DIRECT TAX RATE
COOK COUNTY

Last Ten Levy Years

Levy Year	Residential Property	Farm	Commercial Property	Industrial Property	Total	Railroad	Equalized Assessed Value	Total Direct Tax Rate
2001	\$ 145,830,815	\$ 2,948	\$ 54,475,362	\$ 6,514,216	\$ 206,823,341	\$ -	\$ 206,823,341	1.400
2002	159,254,457	2,948	52,923,571	7,103,454	219,284,430	-	219,284,430	1.370
2003	157,548,124	2,948	51,851,859	6,594,056	215,996,987	-	215,996,987	1.486
2004	185,522,484	-	54,752,068	5,736,273	246,010,825	-	246,010,825	1.437
2005	196,068,136	2,649	56,662,400	6,009,123	258,742,308	-	258,742,308	1.343
2006	201,194,694	2,649	52,230,877	6,577,841	260,006,061	-	260,006,061	1.402
2007	231,228,718	2,649	56,923,990	5,514,740	293,670,097	-	293,670,097	1.286
2008	250,690,470	2,649	58,979,875	5,454,224	315,127,218	-	315,127,218	1.183
2009	280,452,625	1,656	56,257,117	4,802,915	341,514,313	-	341,514,313	1.167
2010	N/A	N/A	N/A	N/A	N/A	N/A	310,641,759	1.549

N/A - Current not available

Data Source

Office of the County Clerk and Treasurer

VILLAGE OF HANOVER PARK, ILLINOIS

EQUALIZED ASSESSED VALUE AND TOTAL DIRECT TAX RATE
DUPAGE COUNTY

Last Ten Levy Years

Levy Year	Residential Property	Farm	Commercial Property	Industrial Property	Total	Railroad	Equalized Assessed Value	Total Direct Tax Rate
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
2007	351,550,142	17,962	21,677,650	79,256,420	452,502,174	15,750	452,517,924	1.2124
2008	368,655,019	19,489	22,139,080	83,243,390	474,056,978	20,597	474,077,575	1.2199
2009	365,703,065	21,440	22,122,460	81,369,680	469,216,645	25,317	469,241,962	1.3755
2010	336,808,809	23,589	20,901,850	75,250,920	432,985,168	26,401	433,011,569	1.5830

N/A - Current not available

Data Source

Office of the County Clerk and Treasurer

VILLAGE OF HANOVER PARK, ILLINOIS

DIRECT AND OVERLAPPING PROPERTY TAX RATES - COOK COUNTY

Last Ten Levy Years

Tax Levy Year	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
VILLAGE DIRECT RATES										
General corporate rate	1.260	1.241	1.355	1.269	1.191	1.249	1.150	1.063	1.053	1.305
Debt service rate	0.140	0.129	0.131	0.168	0.152	0.153	0.136	0.120	0.114	0.244
Total Direct Rate	1.400	1.370	1.486	1.437	1.343	1.402	1.286	1.183	1.167	1.549
OVERLAPPING RATES										
School District #46	5.350	5.080	5.606	4.945	4.746	4.874	4.565	4.435	4.339	5.026
School District #509	0.387	0.367	0.426	0.434	0.421	0.347	0.348	0.331	0.354	0.434
Hanover Park Park District	0.492	0.476	0.534	0.469	0.441	0.471	0.423	0.386	0.371	0.429
County including Forest Preserve District and TB Sanitarium	0.820	0.757	0.693	0.654	0.598	0.562	0.499	0.466	0.443	0.474
Hanover Township	0.225	0.259	0.273	0.242	0.237	0.250	0.224	0.223	0.239	0.248
Metropolitan Water Reclamation District	0.401	0.371	0.361	0.347	0.315	0.284	0.263	0.252	0.261	0.274
Northwest Mosquito Abatement District	0.010	0.009	0.010	0.009	0.009	0.009	0.008	0.008	0.008	0.009
Poplar Creek Library	0.351	0.340	0.355	0.318	0.304	0.310	0.367	0.357	0.350	0.394
Community Mental Health	0.040	0.038	0.040	0.036	0.035	0.037	0.033	0.033	0.033	0.038
Consolidated Elections	0.032	-	0.029	-	0.014	-	0.012	-	-	-
TOTAL DIRECT AND OVERLAPPING TAX RATE	9.508	9.067	9.813	8.891	8.463	8.546	8.028	7.674	7.565	8.875

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.

Data Source

Cook County Clerk's Office

VILLAGE OF HANOVER PARK, ILLINOIS

DIRECT AND OVERLAPPING PROPERTY TAX RATES - DUPAGE COUNTY

Last Ten Levy Years

Tax Levy Year	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
VILLAGE DIRECT RATES										
General corporate rate	1.2505	1.2248	1.1861	1.1960	1.1419	1.1635	1.0978	1.1095	1.2555	1.3739
Debt service rate	0.1248	0.1134	0.1027	0.1411	0.1297	0.1262	0.1146	0.1104	0.1200	0.2091
Total Direct Rate	1.3753	1.3382	1.2888	1.3371	1.2716	1.2897	1.2124	1.2199	1.3755	1.5830
OVERLAPPING RATES										
School District #93	3.5791	3.2923	3.0360	3.3667	3.5070	3.6473	3.6473	3.6442	3.7112	3.9130
School District #87	1.8586	1.9144	1.8530	1.7716	1.7200	1.7210	1.6612	1.6507	1.6749	1.8378
Community College #502	0.1930	0.2179	0.2100	0.1968	0.1874	0.1929	0.1888	0.1858	0.2127	0.2349
Hanover Park Park District	0.4700	0.4483	0.4340	0.4267	0.4055	0.4059	0.3801	0.3801	0.4091	0.4250
County including Forest Preserve										
District and Airport	0.4278	0.3936	0.3650	0.3421	0.3266	0.3199	0.3008	0.2923	0.2919	0.3138
Wayne Township	0.1876	0.1722	0.1570	0.1450	0.1400	0.1370	0.1289	0.1253	0.1268	0.1378
Poplar Creek Library	0.3571	0.3573	0.3040	0.3022	0.3004	0.3131	0.3696	0.3522	0.4003	0.4158
TOTAL DIRECT AND OVERLAPPING TAX RATE	8.4485	8.1342	7.6478	7.8882	7.8585	8.0268	7.8891	7.8505	8.2024	8.8611

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.

Data Source

DuPage County Clerk's Office

VILLAGE OF HANOVER PARK, ILLINOIS

PRINCIPAL PROPERTY TAXPAYERS

Current Year and Nine Years Ago

Taxpayer	2011			2002		
	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation
IDI Services	\$ 17,595,970	1	2.17%	\$ -		0.00%
Westview Center - Bradley	16,943,950	2	2.09%	6,733,067	2	1.50%
AMB-Turnberry Lakes	15,347,960	3	1.89%	-		0.00%
Wheaton Bank Trust 1238	10,247,106	4	1.26%	2,872,700	8	0.60%
Menards	9,853,728	5	1.22%	3,194,591	6	0.70%
Kmart Corporation	6,915,438	6	0.85%	-		0.00%
Fisher Scientific Company	5,114,500	7	0.63%	3,800,370	7	0.90%
NEQ-EOLA-Turnberry Lakes	4,463,360	8	0.55%	4,039,840	4	0.90%
Buckhead Industrial Properties	4,060,900	9	0.50%	-		0.00%
Cardinal Capital Partners	3,450,620	10	0.43%	-		0.00%
Taxpayer of Record - Tradewinds Center	-		0.00%	7,727,577	1	1.70%
Connecticut General Life Insurance	-		0.00%	5,897,910	3	1.30%
Fellowes Manufacturing	-		0.00%	3,759,710	5	0.90%
Circuit City Stores	-		0.00%	2,960,150	9	0.70%
Individual Taxpayer - Glendale Terrace	-		0.00%	2,627,652	10	0.60%
	<u>\$ 93,993,532</u>		<u>11.59%</u>	<u>\$ 43,613,567</u>		<u>9.80%</u>

Data Source

Office of the Cook and DuPage County Clerk's

VILLAGE OF HANOVER PARK, ILLINOIS
PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Levy Years

Fiscal Year Ended April 30,	Tax Levy Year	Tax Levied	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2002	2001	\$ 6,448,319	\$ 1,316,255	20.41%	\$ 5,144,096	\$ 6,460,351	100.19%
2003	2002	6,698,440	1,337,936	19.97%	5,542,176	6,880,112	102.71%
2004	2003	7,194,040	1,409,463	19.59%	5,876,497	7,285,960	101.28%
2005	2004	7,940,587	1,461,007	18.40%	6,513,435	7,974,442	100.43%
2006	2005	8,113,730	1,597,398	19.69%	6,401,963	7,999,361	98.59%
2007	2006	8,669,475	1,581,476	18.24%	6,985,693	8,567,169	98.82%
2008	2007	8,771,573	1,643,467	18.74%	7,003,039	8,646,506	98.57%
2009	2008	8,997,079	1,689,164	18.77%	7,087,709	8,776,873	97.55%
2010	2009	9,360,557	1,840,527	19.66%	7,062,439	8,902,966	95.11%
2011	2010	11,081,993	1,677,810	15.14%	N/A	1,677,810	15.14%

N/A - Not available

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

Data Source

Village records

VILLAGE OF HANOVER PARK, ILLINOIS

TAXABLE SALES BY CATEGORY

Last Ten Calendar Years

Calendar Year	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General merchandise	\$ 552	\$ -	\$ -	\$ 2,961	\$ 2,926	\$ 4,946	\$ -	\$ -	\$ -	\$ -
Food	653,134	674,244	684,117	592,035	566,784	537,689	560,621	573,464	606,170	585,020
Drinking and eating places	247,703	256,609	251,265	254,085	276,760	284,919	286,025	281,456	256,548	253,927
Apparel	2,542	-	489	2,658	4,351	9,496	-	-	-	-
Furniture & HH & radio	147,441	133,061	125,549	127,962	126,497	102,353	104,591	42,647	24,904	24,015
Lumber, building and hardware	231,496	244,700	246,684	253,769	267,115	267,284	264,845	277,415	416,200	444,876
Automobile and filling stations	266,912	258,624	237,677	244,692	274,502	288,409	318,134	309,685	279,146	329,497
Drugs and miscellaneous retail	401,796	378,726	386,677	412,989	384,557	413,431	428,619	405,162	416,339	470,691
Agriculture and all others	422,152	399,226	356,152	471,654	488,584	498,388	534,035	1,194,051	2,035,368	2,398,052
Manufacturers	22,812	72,686	65,066	20,791	24,667	18,815	38,436	72,542	79,521	57,678
TOTAL	<u>\$ 2,396,540</u>	<u>\$ 2,417,876</u>	<u>\$ 2,353,676</u>	<u>\$ 2,383,596</u>	<u>\$ 2,416,743</u>	<u>\$ 2,425,730</u>	<u>\$ 2,535,306</u>	<u>\$ 3,156,422</u>	<u>\$ 4,114,196</u>	<u>\$ 4,563,756</u>
VILLAGE DIRECT SALES TAX RATE	<u>1.00%</u>									

Note: Information available for calendar year only

Data Source

Illinois Department of Revenues

VILLAGE OF HANOVER PARK, ILLINOIS
HOME RULE TAXABLE SALES BY CATEGORY

Last Ten Calendar Years

Calendar Year	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General merchandise	\$ 254	\$ -	\$ -	\$ 1,393	\$ 1,303	\$ 2,149	\$ -	\$ -	\$ -	\$ -
Food	72,712	75,276	88,061	80,129	83,355	74,013	75,161	64,159	68,648	70,052
Drinking and eating places	120,951	120,519	117,872	118,490	128,593	130,218	131,575	129,871	119,158	118,713
Apparel	1,242	-	244	1,329	2,176	4,748	-	-	-	-
Furniture & HH & radio	72,560	65,277	61,727	62,908	63,233	51,174	52,293	21,323	12,452	12,006
Lumber, building and hardware	115,085	121,596	122,537	125,973	132,419	132,285	130,691	136,980	204,575	219,262
Automobile and filling stations	122,044	119,926	108,244	111,532	129,927	137,456	148,079	147,813	133,108	156,364
Drugs and miscellaneous retail	120,669	107,432	101,727	109,254	91,921	97,012	100,342	88,635	91,278	121,662
Agriculture and all others	202,282	193,092	176,259	175,489	213,335	237,893	261,862	594,900	1,014,659	1,196,027
Manufacturers	11,340	36,253	32,464	10,371	12,207	9,307	19,123	36,144	39,529	28,387
TOTAL	\$ 839,139	\$ 839,371	\$ 809,135	\$ 796,868	\$ 858,469	\$ 876,255	\$ 919,126	\$ 1,219,825	\$ 1,683,407	\$ 1,922,473
VILLAGE HOME RULE SALES TAX RATE	0.50%	0.50%	0.50%							

Note: Information available for calendar year only

Data Source

Illinois Department of Revenues

VILLAGE OF HANOVER PARK, ILLINOIS

DIRECT AND OVERLAPPING SALES TAX RATES - COOK COUNTY

Last Ten Fiscal Years

Fiscal Year	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Village direct rate	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
Village home rule rate	0.50%	0.50%	0.50%	0.50%	0.50%	0.50%	0.50%	0.50%	0.50%	0.50%
Regional Transportation Authority	0.75%	0.75%	0.75%	0.75%	0.75%	0.75%	1.00%	1.00%	1.00%	1.00%
County direct rate	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%
County home rule rate	0.75%	0.75%	0.75%	0.75%	0.75%	0.75%	0.75%	1.75%	1.75%	1.25%
State rate	5.00%	5.00%	5.00%	5.00%	5.00%	5.00%	5.00%	5.00%	5.00%	5.00%
TOTAL	8.25%	8.25%	8.25%	8.25%	8.25%	8.25%	8.50%	9.50%	9.50%	9.00%

Data Source

Illinois Department of Revenues

VILLAGE OF HANOVER PARK, ILLINOIS

DIRECT AND OVERLAPPING SALES TAX RATES - DUPAGE COUNTY

Last Ten Fiscal Years

Fiscal Year	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Village direct rate	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
Village home rule rate	0.50%	0.50%	0.50%	0.50%	0.50%	0.50%	0.50%	0.50%	0.50%	0.50%
Regional Transportation Authority	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%	0.75%	0.75%	0.75%	0.75%
County direct rate	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%
State rate	5.00%	5.00%	5.00%	5.00%	5.00%	5.00%	5.00%	5.00%	5.00%	5.00%
TOTAL	7.00%	7.00%	7.00%	7.00%	7.00%	7.00%	7.50%	7.50%	7.50%	7.50%

Data Source

Illinois Department of Revenues

VILLAGE OF HANOVER PARK, ILLINOIS

RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year Ended	Governmental Activities			Business-Type Activities IEPA Loan	Total Primary Government	Total Equalized Assessed Value (EAV)	Percentage of EAV	Per Capita (1)
	General Obligation Bonds	Notes Payable	Tax Increment Revenue Bonds					
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	687,946,444	2.99%	537.06
2008	11,120,000	131,834	3,350,000	3,091,905	17,693,739	746,188,021	2.37%	462.24
2009	10,150,000	49,250	1,650,000	2,810,817	14,660,067	789,204,793	1.86%	382.99
2010	19,140,000	-	-	2,522,513	21,662,513	810,756,275	2.67%	565.91
2011	23,095,000	-	-	2,225,029	25,320,029	753,653,328	3.36%	666.79

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

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

Data Source

Village records

VILLAGE OF HANOVER PARK, ILLINOIS

RATIOS OF GENERAL BONDED DEBT OUTSTANDING

Last Ten Fiscal Years

Fiscal Year	Gross General Obligation Bonds	Less: Amounts Available In Debt Service Fund	Total	Percentage of Equalized Assessed Value (1)	Per Capita (2)
2002	\$ 9,060,000	\$ 704,171	\$ 8,355,829	1.70%	\$ 218.29
2003	8,560,000	601,513	7,958,487	1.48%	207.91
2004	7,710,000	522,898	7,187,102	1.28%	187.76
2005	13,850,000	742,290	13,107,710	2.12%	342.43
2006	12,970,000	949,405	12,020,595	1.83%	314.03
2007	12,060,000	881,208	11,178,792	1.62%	292.04
2008	11,120,000	790,270	10,329,730	1.38%	269.86
2009	10,150,000	512,014	9,637,986	1.22%	251.79
2010	19,140,000	169,528	18,970,472	2.34%	495.60
2011	23,095,000	-	23,095,000	3.06%	608.20

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

- (1) See the schedule of Ratios of Outstanding Debt by Type for equalized assessed value data (actual taxable value of property).
- (2) See the schedule of Demographic and Economic Statistics for the per capita income data.

Data Source

Village Records

VILLAGE OF HANOVER PARK, ILLINOIS
DIRECT AND OVERLAPPING BONDED DEBT

April 30, 2011

Governmental Unit	Gross Debt	Percentage to Debt Applicable to Village (1)	Village's Share of Debt
Village of Hanover Park	\$ 23,095,000	100.00%	\$ 23,095,000
School District #20	6,875,000	36.91%	2,537,563
School District #54	8,700,000	2.86%	248,820
School District #93	15,985,000	9.38%	1,499,393
High School District #87	33,735,000	2.14%	721,929
High School District #108	48,625,000	7.40%	3,598,250
High School District #211	25,000,000	1.75%	437,500
Community School District #46	299,439,437	4.77%	14,283,261
Community College District #502	203,615,000	0.78%	1,588,197
Community College District #509	174,323,261	2.06%	3,591,059
Community College District #512	188,400,000	0.79%	1,488,360
Total school districts	<u>1,004,697,698</u>		<u>29,994,332</u>
Cook County	3,499,615,000	0.19%	6,649,269
DuPage County	201,175,000	1.09%	2,192,808
Cook County Forest Preserve District	101,935,000	0.19%	193,677
DuPage County Forest Preserve District	211,152,409	1.09%	2,301,561
Metropolitan Water Reclamation District	1,945,659,620	0.20%	3,891,319
Bartlett Park District	34,190,000	3.39%	1,159,041
Hanover Park Park District	6,095,000	94.72%	5,773,184
Schaumburg Park District	30,405,000	1.61%	489,521
Schaumburg Township Library District	2,765,000	3.31%	91,522
Bloomington Fire Protection District	2,695,000	5.31%	143,105
Total other	<u>6,035,687,029</u>		<u>22,885,007</u>
Total overlapping debt	<u>7,040,384,727</u>		<u>52,879,339</u>
TOTAL DIRECT AND OVERLAPPING DEBT	<u><u>\$ 7,063,479,727</u></u>		<u><u>\$ 75,974,339</u></u>

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 2009 tax levy year equalized assessed values for Cook County and the 2009 tax levy year equalized assessed values for DuPage County.

Data Source

Cook and DuPage County Clerk's Office

VILLAGE OF HANOVER PARK, ILLINOIS

LEGAL DEBT MARGIN

April 30, 2011

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 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
 DEMOGRAPHIC AND ECONOMIC STATISTICS

Last Ten Fiscal Years

Fiscal Year	Population (1)	Personal Income (in thousands)	Per Capita Personal Income	Median Age	School Enrollment	Unemployment Rate (2)
2002	38,278	\$ 764,029	\$ 19,960	29.7	5,158	7.10%
2003	38,278	764,029	19,960	29.7	5,158	7.50%
2004	38,278	764,029	19,960	29.7	5,158	6.70%
2005	38,278	764,029	19,960	29.7	5,158	6.30%
2006	38,278	764,029	19,960	29.7	6,432	4.80%
2007	38,278	764,029	19,960	29.7	6,432	5.40%
2008	38,278	764,029	19,960	29.7	6,432	6.80%
2009	38,278	764,029	19,960	29.7	6,432	11.20%
2010	38,278	764,029	19,960	29.7	6,432	11.40%
2011	37,973	859,823	22,643	31.5	7,799	10.40%

Data Sources

(1) U.S. Bureau of Commerce, Bureau of the Census

(2) Illinois Department of Employment Security (using annual averages)

VILLAGE OF HANOVER PARK, ILLINOIS

PRINCIPAL EMPLOYERS

Current Year and Nine Years Ago

Employer	2011 (1)			2002 (2)		
	Number of Employees	Rank	Percentage of Total Village Employment	Number of Employees	Rank	Percentage of Total Village Employment
Maines Paper & Food Service	400	1	8.00%			
Fischer Scientific	300	2	6.00%	300	1	7.44%
Insight Enterprises, Inc.	250	3	5.00%			
Camcraft, Inc.	225	4	4.50%	200	3	4.96%
Everpure, LLC	200	5	4.00%			
Village of Hanover Park	193	6	3.86%	182	4	4.51%
Fuji Film	150	7	3.00%	180	5	4.46%
Wilson Pet Supply	120	8	2.40%	130	8	3.22%
Nypro Packaging	108	9	2.16%			
Round Ground Metals, Inc.	95	10	1.90%			
Comark, Inc.				275	2	6.82%
Marriott Distribution Services				150	6	3.72%
Menards				140	7	3.47%
Canon USA				130	9	3.22%
Fellowes Manufacturing				107	10	2.65%
	<u>2,041</u>		<u>40.82%</u>	<u>1,794</u>		<u>44.47%</u>

Data Sources

Village Community Development Department Records and U.S. Census Bureau

(1) 2010 Illinois Manufacturers Directory, 2010 Illinois Services Directory and a selective telephone survey.

(2) From a telephone canvass of employers conducted in November 2002.

VILLAGE OF HANOVER PARK, ILLINOIS

FULL-TIME EQUIVALENT VILLAGE GOVERNMENT EMPLOYEES BY FUNCTION

Last Ten Fiscal Years

Function/Program	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
GENERAL GOVERNMENT										
Village Clerk	1	1	1	1	1	1	1	1	2	2
Administration	8	8	8	8	8	8	4	4	2	2
Legal	2	2	2	2	2	2	2	2	-	-
Human Resources	4	4	4	3	3	3	3	3	3	3
Information Technology	-	-	-	-	-	-	3	3	3	3
Finance	13	13	13	12	12	12	10	9	9	10
PUBLIC WORKS	37	37	37	35	35	35	39	39	37	38
POLICE	68	69	69	69	71	73	74	78	81	80
FIRE	27	27	27	30	30	33	36	36	36	37
COMMUNITY DEVELOPMENT	10	10	10	9	9	9	9	9	8	6
WATER AND SEWER	11	11	11	11	11	11	12	12	12	12
TOTAL	181	182	182	180	182	187	193	196	193	193

Data Source

Village records

VILLAGE OF HANOVER PARK, ILLINOIS

OPERATING INDICATORS

Last Ten Fiscal Years

Function/Program	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
PUBLIC WORKS										
Forestry										
Number of parkway trees planted	46	42	39	49	33	36	12	38	42	50
Number of parkway trees trimmed	2,149	2,606	1,679	1,880	2,176	2,457	2,443	1,724	1,994	2,094
Brush pickup program (cubic yards collected)	1,649	1,619	2,132	1,983	2,051	2,205	2,314	1,593	1,660	1,765
Fleet services										
Number of vehicles maintained	146	147	147	149	149	150	150	150	150	150
Preventative maintenance services	415	422	405	392	418	403	412	417	419	427
PUBLIC SAFETY										
Fire										
Number of fire calls	1,243	978	697	665	775	787	907	909	830	912
Number of EMS calls	1,508	1,686	1,798	1,745	1,831	1,885	2,022	2,225	2,045	2,255
Number of training hours	17,470	15,133	8,171	7,151	7,109	6,555	11,484	10,960	10,767	10,967
ISO rating	4	4	4	4	4	4	4	4	4	4
Police										
Part I crime	749	768	892	742	793	666	704	656	660	587
Part II crime	3,008	3,156	3,051	3,104	3,758	4,394	4,469	3,799	3,674	4,476
Calls for service	N/A	40,026	44,272	40,669	42,127	43,358	42,583	43,257	40,279	42,226
State tickets issued	5,855	6,383	5,967	7,453	8,812	9,564	8,808	7,069	6,022	6,320
Compliance tickets issued	187	279	109	24	95	118	43	5	14	26
Parking tickets issued	18,094	18,812	17,740	16,000	18,827	17,752	13,710	14,147	10,539	12,161
COMMUNITY DEVELOPMENT										
Number of building permits issued	1,725	1,636	2,421	2,028	1,633	1,442	1,794	1,402	1,233	1,808
Number of building inspections	5,128	4,635	6,000	7,052	5,957	5,694	5,267	5,744	3,246	3,845
Number of food service inspections	320	326	337	354	346	355	336	338	488	509
HIGHWAYS AND STREETS										
Sidewalk replaced (square feet)	27,781	-	35,438	23,400	24,667	22,511	21,148	17,629	18,377	25,100
Annual resurfacing program (\$)	672,965	650,206	660,323	586,848	672,363	630,085	553,835	584,161	563,027	647,921
Crack sealing (pounds installed)	24,460	25,800	24,533	26,120	27,420	24,910	24,900	-	29,400	27,000

Function/Program	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
WATER AND SEWER										
Water main breaks	23	51	85	59	96	37	39	49	37	58
Hydrants flushed	-	929	1,395	1,428	1,438	1,443	1,455	1,463	1,462	1,484
Water meters read	63,720	58,643	66,368	65,978	66,472	66,547	97,025	68,140	66,798	68,186
Water meter service requests	6,272	8,332	8,596	9,080	6,879	6,566	6,050	5,870	6,266	6,301
Water meters replaced	218	2,390	2,452	2,440	240	31	17	29	32	32
Total distribution pumpage (1,000 gallons)	1,087,266	1,056,041	1,011,422	973,198	1,095,611	1,084,912	1,029,079	965,392	974,916	954,763
Average daily pumpage (1,000 gallons)	2,979	2,893	2,771	2,666	3,002	2,972	2,819	2,645	2,671	2,616
Sanitary sewer televising (feet)	60,212	30,917	1,320	505	20,551	25,547	39,422	3,851	41,425	50,743
Sanitary sewer repairs	12	4	3	2	2	7	4	1	3	3

N/A - Not available

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

Data Source

Village records

VILLAGE OF HANOVER PARK, ILLINOIS

CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Function/Program	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
PUBLIC SAFETY										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	20	20	20	20	20	20	20	20	20	20
Fire										
Fire stations	2	2	2	2	2	2	2	2	2	2
PUBLIC WORKS										
Streets (miles)	98.48	98.88	98.88	99.36	99.36	99.36	99.36	99.36	99.36	99.36
Sidewalks (miles)	150.33	152.38	154.04	154.04	154.04	154.66	154.84	155.13	155.13	155.13
Streetlights	925	930	935	1,041	1,041	1,076	1,081	1,086	1,090	1,130
WATER AND SEWER										
Water mains (miles)	109.07	110.49	110.49	111.51	111.51	111.75	111.83	111.78	112.05	112.35
Fire hydrants	1,396	1,427	1,428	1,449	1,449	1,452	1,459	1,464	1,469	1,474
Sanitary sewers (miles)	91.87	93.10	93.10	93.94	93.94	93.86	93.96	93.96	93.76	93.76
Manholes	2,290	2,322	2,322	2,347	2,347	2,347	2,351	2,351	2,342	2,343

Data Source

Village records