

**Hanover Township
Financial Statement and
Independent Auditor's Report
For the Year Ended March 31, 2008**

**Hanover Township
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For the Year Ended March 31, 2008**

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INDEPENDENT AUDITORS' REPORT

To The Board of Trustees
Hanover Township
Bartlett, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Hanover Township as of and for the year ended March 31, 2008 which collectively comprise the Township's financial statements, as listed in the table of contents. These financial statements are the responsibility of Hanover Township's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Hanover Township as of March 31, 2008, and the results of operations for the year then ended in conformity with accounting principles accepted in the United States of America.

The management's discussion and analysis is not a required part of the financial statements but is 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 required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was made for the purpose of forming an opinion on the financial statements that collectively comprise Hanover Township's basic financial statements. The combining and individual fund financial schedules for the year ended March 31, 2008 listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic statements. The combining and individual fund financial schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended March 31, 2008 and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Knutte & Associates, P.C.

November 26, 2008

HANOVER TOWNSHIP Management Discussion & Analysis

Introduction

Hanover Township's management and discussion analysis (MD&A) provides an overview of the Township's financial activities for the fiscal year ended March 31, 2008. The MD&A should be read as a narrative introduction to the financial statements that follow. The purpose of this report is to assist the reader in focusing on significant accounting issues, provide an overview of the Township's financial activity, identify changes in the Township's financial position, identify any material deviations from the approved budget and identify individual fund issues or concerns.

The MD&A is an element of the new reporting model accepted by the Governmental Accounting Standards Board (GASB) in its Statement No. 34 Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments issued June 1999. Certain comparative data between the current and prior years is required to be presented in the MD&A.

Financial Highlights

- The Township's total net assets exceeded its total liabilities at the end of the most recent fiscal year by \$16,347,214. The Township's total net assets increased \$1,231,510 or 8.15% over the previous year.
- At March 31, 2008, the Township's governmental funds reported strong combined ending fund balances. During fiscal year 2008, the total fund balance of the township equaled \$7,062,879, an increase of \$1,183,664 from the prior year. This increase is largely due to an increase in property tax revenue.
- Property Taxes levied and collected were \$5,616,804 compared to the prior year of \$4,866,508 for an increase of \$750,296 or 15.4%.
- The Township's only outstanding long-term debt for compensated absences increased by \$6,467 to total \$179,999 as of March 31, 2008.

Overview of the Financial Statements

Management's Discussion and Analysis introduces the Township's basic financial statements. The Basic Financial Statements include three components: government-wide financial statements, fund financial statements and notes to the financials. The Township also includes in this report additional information to supplement the basic financial statements.

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Township's finances. The two new government-wide financial statements, Statement of Net Assets and Statement of Activities represent an overview of the Township as a whole, separating its operations between governmental and business-type activities. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in full accrual accounting and elimination or reclassification of internal activities.

The *Statement of Net Assets* presents information on all of the Township's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases and decreases in *net assets* may serve as a useful indicator of whether the financial position of the Township as a whole is improving or deteriorating.

The *Statement of Activities* presents changes in the Township's net assets during the current fiscal year. All current year revenues and expenses are included regardless of when cash is received or paid.

Both government-wide financial statements distinguish governmental activities of the Township that are principally supported by taxes and intergovernmental revenues, such as grants, from business type activities that are intended to recover all or significant portion of their costs through user fees and charges. Governmental activities include general government, youth services, senior and disability services, mental health services including individual & family counseling, general assistance, and property tax related matters. Business-type activities reflect the Township's private sector operations, where the fees for services typically cover all or most of the cost of operation including depreciation are none. Fiduciary activities such as employee pension plans are not included in the government-wide statements since these assets are not available to fund Township programs.

The government-wide financial statements are presented on pages 12 and 13 of this report.

Fund Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The Township uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the Township's most significant funds rather than the Township as a whole. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for non-major funds is provided in the form of combining statements in a later section of this report.

A Township has two kinds of funds:

Governmental funds are reported in the fund financial statements and encompass essentially the same functions reported as governmental activities in the government-wide financial statements. However, the focus is very different with fund statements providing a distinctive view of the Township's governmental funds. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-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 assist in understanding the differences between these two perspectives.

Budgetary comparison statements are included in the basic financial statements for the general fund and major special revenue funds. Budgetary comparison schedules for other special revenue funds can be found in a later section of this report. These statements and schedules demonstrate compliance with the Township's adopted annual appropriated budget.

The basic governmental fund financial statements are presented on pages 14 through 16 of this report.

Proprietary funds are reported in the fund financial statements and generally report services for which the Township charges customers a fee. There are two types of proprietary funds. These are enterprise funds and internal service funds. Enterprise funds essentially encompass the same functions reported as business-type activities in the governmental-wide statements. Services are provided to customers external to the Township organization. Internal service funds provide services to customers within the Township's organization. The Township does **not** use proprietary or internal service funds at this time.

Notes to the Financial Statements

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements begin on page 17 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Township's progress in funding its obligation to provide pension benefits to its employees. Other supplementary information includes detail by fund for receivables, payables, transfers and payments within the reporting entity. Supplementary information can be found on pages 30 through 33 of this report.

Major funds are reported in the basic financial statements as discussed. Combining and individual statements and schedules for non-major funds are presented in a subsequent section of this report beginning on page 42.

Government-wide Financial Analysis

This Township implemented the new financial reporting model used in this report beginning with the fiscal year ended March 31, 2005. Over time as year-to-year financial information accumulated on a consistent basis, changes in net assets may be observed and used to discuss changing financial position of the Township as a whole.

Statement of Net Assets

As noted earlier, the Township's total net assets increased \$1,231,510 or 8.15% over the previous year to \$16,347,214.

HANOVER TOWNSHIP
Statement of Net Assets
For the Year Ending March 31, 2008

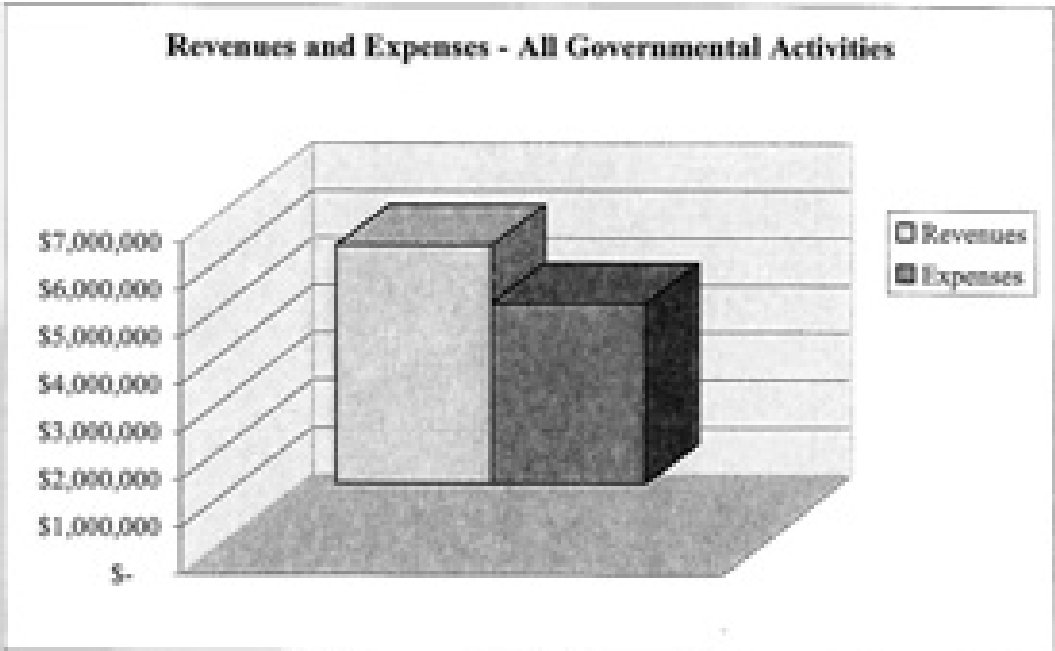
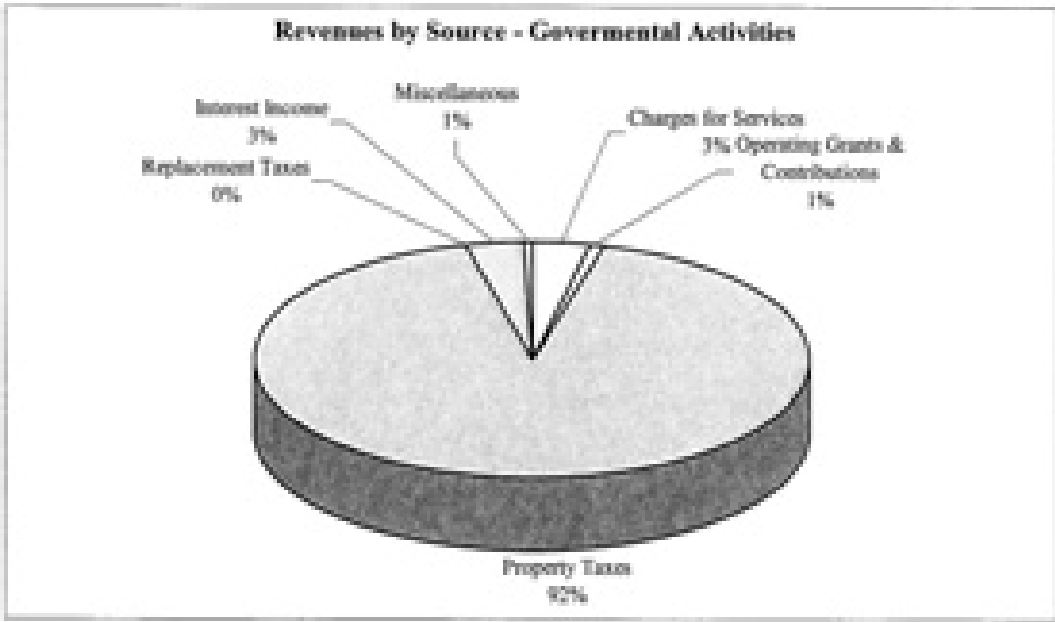
	<u>2008</u>	<u>2007</u>
Current and Other Assets	\$ 10,734,398	\$ 9,457,284
Capital Assets	5,962,236	6,040,260
Total Assets	<u>16,696,634</u>	<u>15,497,544</u>
Current and Other Liabilities	214,421	251,688
Long-Term Liabilities	<u>134,999</u>	<u>130,148</u>
Total Liabilities	349,420	381,836
Net Assets		
Invested in Capital Assets, Net of Related Debt	5,962,236	6,040,260
Unrestricted Net Assets	<u>10,384,978</u>	<u>9,075,448</u>
	<u>\$ 16,347,214</u>	<u>\$ 15,115,708</u>

Statement of Activities

The Township's total governmental activity net assets increased \$1,231,510 or 8.15% over the previous year to \$16,347,214.

HANOVER TOWNSHIP
Statement of Activities
For the Year Ending March 31, 2008

Revenues	2008	2007
Program Revenues		
Charges for Services	\$ 210,059	\$ 202,380
Operating Grants & Contributions	52,667	128,886
 General Revenues		
Property Taxes	5,749,140	5,190,932
Replacement Taxes	73,473	61,481
Interest Income	205,982	219,861
Miscellaneous	36,838	54,665
Total Revenue	\$ 6,328,199	\$ 5,858,205
 Expenses		
Governmental Activities		
Township Services	5,096,649	4,664,542
Interest on Long-Term Debt	-	-
Total Expense	5,096,649	4,664,542
 Special Item		
Loss on Disposal of Capital Assets	-	-
 Increase in Net Assets	\$ 1,231,510	\$ 1,193,663
 Net Assets - Beginning of Year	15,115,704	13,922,041
 Net Assets - End of the Year	\$ 16,347,214	\$ 15,115,704



Governmental Activities

As stated previously, Governmental Activities increased the Township's net assets by \$1,231,510. Key elements of the entity-wide performance are as follows:

- The total revenues increased by \$662,042 or 11.96% from \$5,533,781 in fiscal year 2007 to \$6,195,823 in fiscal year 2008.
- Property tax revenue and replacement taxes increased 15.4% and 19.51% respectively from the prior fiscal year provided by an increase in collections from new growth in the Township.
- The total expenditures increased by \$301,145 or 6.39% from \$4,711,014 in fiscal year 2007 to \$5,012,159 in fiscal year 2008. This increase is mostly attributed to economic factors such as the rise in insurance, utility and gas prices as well as an increase in personnel.

Governmental Funds

As discussed, governmental funds are reported in the fund statements with a short-term inflow and outflow of spendable resources focus. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements. Governmental funds reported ending fund balances of \$7,062,879. All of these funds are unreserved and undesignated, indicating the availability for continuing the Township's operations.

The total ending fund balance of governmental funds shows an increase of \$1,183,664 from the prior fiscal year. This increase is primarily the result of financial information described in the analysis of the Township's governmental activities.

Major Governmental Funds

The General, Senior Services, Road & Bridge and Mental Health funds are the primary funds of the Township.

The General Fund's fund balance as of March 31, 2008 was \$1,834,622, a net change of \$625,181 from the prior year. This increase was due to an increase in property tax revenue.

The Senior Services Fund net change in fund balance was \$136,459. This was the second full year of operations for the newly constructed Senior Center.

The Road & Bridge Fund net change in fund balance was \$356,850. This increase was reduced from the prior year mainly due to an increase in property tax revenues along with an increase in current road project expenditures.

The Mental Health Fund ending fund balance was \$845,109, an increase of \$71,187 over the prior fiscal year. This increase was mainly due to an increase in property tax revenues.

General Fund Budgetary Highlights

During the 2008 Budget year, the Township did not revise the annual operating budget.

The Town fund is reported as a major fund, and accounts for Township service operations as outlined on page 34 thru 37.

Revenues in the Town fund were \$2,952,080, which were under budget by \$303,894 or 9.33%. This budget variance was mainly due a grant that was never realized.

Expenditures were \$2,197,387, which were \$917,502 or 29.46% under budget due to savings in insurance and grant capital expenditures. The overall net budget variance in the General Fund was a favorable \$613,608.

The Town fund's net change in fund balance was \$625,181. The fund balance increased to \$1,834,622 at the end of the fiscal year from \$1,209,441 the prior year.

Capital Asset

The Township's investment in capital assets, net of accumulated depreciation, for governmental-type activities as of March 31, 2008 was \$5,962,236. Capital additions were noted for the following categories: building improvements, office furniture and equipment, trucks, buses and infrastructure.

Debt Administration

As of March 31, 2008, the Township had no general obligation bond issues outstanding.

Initiatives

The Township continues to have the ability to devote resources toward maintaining, improving and expanding its facilities, roads and infrastructure. In fiscal 2008, \$234,363 was spent on capital outlay for the Township.

Factors Bearing on the Township's Future

At the time these financial statements were prepared and audited, the Township was not aware of any existing circumstances that would adversely affect its financial health in the near future.

Contacting the Township's Financial Management

This financial report is designed to provide a general overview of the Township's finances, comply with finance related laws and regulations and demonstrate the Township's commitment to public accountability. If you have any questions about this report or would like to request additional information, please contact James Barr, Township Administrator or Lee Howard, Financial Consultant, 250 South Route 59, Bartlett, IL 60103.

Hanover Township
Statement of Net Assets
March 31, 2008

	Total Governmental Activities
ASSETS	
Current Assets	
Cash	\$ 7,211,859
Property Taxes Receivable, (net of allowance for uncollectibles)	3,502,098
Prepaid Expenses	20,441
Total Current Assets	<u>10,734,398</u>
Non-Current Assets	
Capital Assets	
Capital Assets Not Being Depreciated (Land)	633,541
Other Capital Assets, Net of Depreciation	5,328,695
Total Non-Current Assets	<u>5,962,236</u>
TOTAL ASSETS	<u>16,696,634</u>
LIABILITIES	
Current Liabilities	
Accounts Payable	91,694
Accrued Wages	48,371
Accrued Expenses	74,356
Total Current Liabilities	<u>214,421</u>
Non-Current Liabilities	
Accrued Expenses	134,999
Total Non-Current Liabilities	<u>134,999</u>
TOTAL LIABILITIES	<u>349,420</u>
NET ASSETS	
Invested in Capital Assets, Net of Related Debt	5,962,236
Unrestricted Net Assets	10,384,978
TOTAL NET ASSETS	<u>\$ 16,347,214</u>

See Accompanying Notes To The Financial Statements.

Hanover Township
Statement of Activities
For the Year Ended March 31, 2008

FUNCTIONS/PROGRAMS	PROGRAM REVENUES		NET (EXPENSES) REVENUES AND CHANGES IN NET ASSETS
	Expenses	Charges For Services	Operating Grants and Contributions
Governmental Activities			Governmental Activities
Township Services	5,096,649	210,059	52,667
Total Governmental Activities	\$ 5,096,649	\$ 210,059	\$ 52,667
GENERAL REVENUES			
Taxes			
Property taxes levied for general purposes			5,749,140
Replacement taxes for general purposes			73,473
Interest Income			205,982
Other Revenue			36,838
TOTAL GENERAL REVENUES			<u>6,065,433</u>
CHANGE IN NET ASSETS			1,231,510
NET ASSETS			
BEGINNING OF YEAR			<u>15,115,704</u>
END OF YEAR			<u>\$ 16,347,214</u>

See Accompanying Notes To The Financial Statements.

**Hanover Township
Governmental Funds
Balance Sheet
March 31, 2008**

	<u>Town</u>	<u>Senior Services</u>	<u>Road and Bridge</u>	<u>Mental Health</u>	<u>Nonmajor Governmental</u>	<u>Total</u>
ASSETS						
Cash	\$ 1,935,152	\$ 763,166	\$ 2,946,484	\$ 850,407	\$ 716,630	\$ 7,211,839
Property Taxes Receivable	1,726,110	617,379	438,799	499,174	320,636	3,502,098
Prepaid Expenditures	7,662	0	5,109	0	7,650	20,441
TOTAL ASSETS	<u>3,668,944</u>	<u>1,380,565</u>	<u>3,390,392</u>	<u>1,349,581</u>	<u>1,044,916</u>	<u>10,734,386</u>
LIABILITIES						
Accounts Payable	60,640	16,253	10,499	3,405	667	91,464
Accrued Wages	27,016	13,527	2,421	1,893	3,614	48,371
Accrued Expenses	20,656	0	0	0	8,700	29,356
Deferred Property Taxes	1,726,110	617,379	438,799	499,174	320,636	3,502,098
TOTAL LIABILITIES	<u>1,834,422</u>	<u>647,159</u>	<u>451,719</u>	<u>504,472</u>	<u>333,617</u>	<u>3,671,519</u>
FUND BALANCES						
Unreserved, Undesignated	1,834,622	0	0	0	0	1,834,622
Unreserved, Special Revenue Funds	0	733,406	2,938,673	845,109	711,069	6,228,267
TOTAL FUND BALANCES	<u>1,834,622</u>	<u>733,406</u>	<u>2,938,673</u>	<u>845,109</u>	<u>711,069</u>	<u>7,962,879</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 3,668,944</u>	<u>\$ 1,380,565</u>	<u>\$ 3,390,392</u>	<u>\$ 1,349,581</u>	<u>\$ 1,044,916</u>	

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

Capital assets used in governmental funds are not financial resources and therefore are not reported in the funds.	5,962,200
Deferred Property Tax Revenue is not recorded on the Statement of Net Assets.	3,502,098
Compensated Absences are not liabilities for the current period and therefore are reported in the funds.	(179,999)

NET ASSETS OF GOVERNMENTAL FUNDS \$ 16,347,214

See Accompanying Notes To The Financial Statements.

Hanover Township
Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended March 31, 2008

	Town	Senior Services	Road and Bridge	Mental Health	Nonmajor Governmental	Total
REVENUES						
Property Taxes	\$ 2,776,968	\$ 836,162	\$ 676,322	\$ 806,373	\$ 520,669	\$ 5,616,804
Replacement Taxes	24,345	0	27,345	16,602	4,980	73,473
Therapy Fees	17,032	0	0	0	0	17,032
Bus Fees	0	0	0	0	9,557	9,557
Passport Fees	48,482	0	0	0	0	48,482
Grant Income	0	18,377	0	0	30,713	49,090
Youth Commission	26,507	0	0	0	0	26,507
Permits and Traffic Fines	0	0	1,325	0	0	1,325
Rental Income	10,000	0	0	11,800	0	21,800
Interest	32,373	14,915	118,891	19,397	20,406	205,962
Miscellaneous	16,373	92,104	1,058	13,150	3,086	125,771
TOTAL REVENUES	2,952,060	991,576	824,942	867,522	589,701	6,195,823
EXPENDITURES						
Current:						
Administration	1,497,012	0	0	0	500,503	1,997,515
Youth Commission	572,499	0	0	0	0	572,499
Senior Center	0	882,499	0	0	0	882,499
Road and Bridge	0	0	467,724	0	0	467,724
Mental Health	0	0	0	730,020	0	730,020
Home Relief	0	0	0	0	127,539	127,539
Capital Outlay	127,876	13,769	368	66,315	26,035	234,363
TOTAL EXPENDITURES	2,197,387	896,268	468,092	796,335	654,077	5,012,159
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES						
	754,673	65,310	356,850	71,187	(64,376)	1,183,664
OTHER FINANCING SOURCES (USES)						
Transfers In	0	71,149	0	0	58,363	129,512
Transfers (Out)	(129,512)	0	0	0	0	(129,512)
TOTAL OTHER FINANCING SOURCES (USES)	(129,512)	71,149	0	0	58,363	0
NET CHANGE IN FUND BALANCES	625,161	136,459	356,850	71,187	(6,013)	1,183,664
FUND BALANCES						
BEGINNING OF YEAR	1,209,441	596,947	2,581,823	773,822	717,062	5,879,215
END OF YEAR	\$ 1,834,602	\$ 733,406	\$ 2,938,673	\$ 845,109	\$ 711,069	\$ 7,062,879

See Accompanying Notes To The Financial Statements.

Hanover Township

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund

Balances of Governmental Funds to the Statement of Activities

March 31, 2008

Net Change in Fund Balances - Total Governmental Funds (Combined Statement of Revenues, Expenditures and Changes in Fund Balances)	\$ 1,183,664
Amounts reported for governmental activities in the Statement of Activities are different because:	
Depreciation of capital assets is not considered an expenditure in the fund financial statements.	(372,984)
Loss on disposal of capital assets is not considered an expenditure in the fund financial statements.	(1,706)
Purchases of capital assets are treated as an expenditure in the fund financial statements.	266,666
Property taxes that do not provide current financial resources are not reported as property tax revenue in the fund financial statements.	132,337
Compensated absences payable are not due and payable in the current period and therefore, are not reported on the governmental funds.	<u>(6,467)</u>
Change in Net Assets of Governmental Activities (Statement of Activities)	<u>\$ 1,231,510</u>

See Accompanying Notes To The Financial Statements.

**Hanover Township
Notes To The Financial Statements
For the Year Ended March 31, 2008**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Hanover Township, Bartlett, Illinois (the Township) operates under the Township Act (60 ILCS) and the Revenue Code (35 ILCS) of the Illinois Compiled Statutes (ILCS). The Township provides the following services as authorized by its charter: youth services, senior and disabled services, mental health services including individual and family counseling, general assistance, property tax related matters and general administrative services.

The accounting and reporting policies of the Township included in the accompanying basic financial statements conform to generally accepted accounting principles (GAAP) applicable to state and local governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant policies.

A. Reporting Entity

The Township follows the provisions of Governmental Accounting Standards Board Statement No. 39, "Determining Whether Certain Organizations Are Component Units – an amendment of GASB Statement No. 14". As defined by generally accepted accounting principles established by GASB, the financial reporting entity consists of the primary government, as well as its component units, which are legally separate, tax-exempt entities and meet all of the following criteria:

1. The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents.
2. The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization.
3. The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government.

The Township has concluded that no entities meet the criteria of Statement 39 for inclusion as a component unit. Likewise, the Township is not required to be included as a component unit of any other entity.

B. Changes in Accounting Methods

In June 1999, the Governmental Accounting Standards Board (GASB) issued Statement No. 34, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments (GASB 34). Hanover Township has implemented GASB 34 effective April 1, 2004.

The implementation of GASB 34 adds two "Government-Wide" financial statements as basic financial statements required for all governmental units. They are the Statement of Net Assets, which presents the financial condition of the governmental activities of the Township at fiscal year end, and the Statement of Activities, which presents a comparison between direct expenses and program revenues for each program or function of the Township's governmental activities.

**Hanover Township
Notes To The Financial Statements (Continued)
For the Year Ended March 31, 2008**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Changes in Accounting Methods (Continued)

The reporting model for GASB 34 classifies funds as governmental activities. Further, all non-fiduciary funds are classified as major or non-major funds. In reporting financial condition and results of operations for governmental units, the new standard concentrates on major funds versus non-major funds.

Both new statements are prepared on the full accrual basis. Previously, in accordance with accounting standards for governmental units, the Township used the modified accrual basis accounting for certain funds. The modified accrual basis of accounting continues to be the appropriate basis of accounting for governmental activity fund financial statements.

C. Basis of Presentation

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The Statement of Net Assets and the Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. The Township does not allocate indirect expenses to functions in the Statement of Activities. Program revenues include charges to residents who purchase, use or directly benefit from goods, services, or privileges provided by a given function, and grants and contributions that are restricted to meeting the operational and capital requirements of a particular function. Taxes and other income items that are not specifically related to a function are reported as general revenues.

FUND FINANCIAL STATEMENTS

Fund financial statements of the reporting entity are organized into individual funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, liabilities, fund equity, revenues, and expenditures/expenses. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions.

Funds are organized as major funds or non-major funds within the governmental statements. An emphasis is placed on major funds within the governmental category. A fund is considered major if it is the primary operating fund of the entity or meets the following criteria:

- Total assets, liabilities, revenues or expenditures/expenses of the individual governmental fund are at least ten percent of the corresponding total for all funds of that category or type and
- Total assets, liabilities, revenues or expenditures/expenses of the individual governmental fund are at least five percent of the corresponding total for all governmental funds combined.

Hanover Township
Notes To The Financial Statements (Continued)
For the Year Ended March 31, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Presentation (Continued)

FUND FINANCIAL STATEMENTS (CONTINUED)

Governmental Funds (Governmental Activities)

Governmental fund types are those through which most governmental functions of the Township are financed. The Township's expendable financial resources are accounted for through governmental funds. The measurement focus is based upon determination of changes in financial position rather than upon net income determination. A brief explanation of the Township's governmental funds follows:

Town Fund

The Town Fund is the general operating fund of the Township. It is used to account for all financial resources except those required, legally or by sound financial management, to be accounted for in another fund.

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes.

Funds included in this fund category are:

Senior Services Fund	General Assistance Fund
Road and Bridge Fund	Retirement Fund
Mental Health Fund	Vehicle Replacement Fund

MAJOR FUNDS

The Township reports the following major governmental funds:

- The Town Fund accounts for the resources traditionally associated with the Township's operations that are not required legally or by sound financial management to be accounted for in another fund.
- The Senior Services Fund accounts for the revenue and expenditures needed to finance the construction of the senior services center as well as the services and programs in the area of senior services.
- The Road and Bridge Fund accounts for the revenues and expenditures needed to finance the maintenance and construction of the Township's roads and bridges.
- The Mental Health Fund accounts for the revenues and expenditures needed to finance the services and programs in the areas of mental health, developmental disabilities and alcohol and substance abuse.

**Hanover Township
Notes To The Financial Statements (Continued)
For the Year Ended March 31, 2008**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Presentation (Continued)

FUND FINANCIAL STATEMENTS (CONTINUED)

NON-MAJOR FUNDS

The Township reports the following non-major funds:

- General Assistance Fund
- Retirement Fund
- Vehicle Replacement Fund

D. Basis of Accounting

In the government-wide Statement of Net Assets and Statement of Activities, governmental activities are presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or the economic asset is used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The current financial resources measurement focus and the modified accrual basis of accounting is followed by the governmental funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual, i.e., both measurable and available to finance the Township's operations. "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.

Property taxes, investment earnings, and charges for services are the primary revenue sources susceptible to accrual. The Township considers property taxes available if they are due and collected by year end. All other revenues are recognized when cash is received. Expenditures are recorded when the related fund liability is incurred.

The Township reports unearned revenues on its Statement of Net Assets and deferred revenues on its Governmental Funds Balance Sheet. For governmental fund financial statements, deferred revenues occur when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period or when resources are received by the Township before it has a legal claim to them. In subsequent periods, when both revenue recognition criteria are met, or when the Township has a legal claim to the resources, the liability for deferred revenue is removed from the Governmental Funds Balance Sheet and revenue is recognized accordingly.

Hanover Township
Notes To The Financial Statements (Continued)
For the Year Ended March 31, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Measurement Focus

On the government-wide Statement of Net Assets and Statement of Activities, governmental activities are presented using the flow of economic resources measurement focus, which means all assets and liabilities (whether current or non-current) are included on the Statement of Net Assets and the operating statements present increases and decreases in net total assets.

The measurement focus of all governmental funds is the flow of current financial resources concept. Under this concept, sources and uses of financial resources, including capital outlays, debt proceeds and debt retirements are reflected in operations. Resources not available to finance expenditures and commitments of the current period are recognized as deferred revenue or a reservation of fund equity. Liabilities for claims, judgments, compensated absences and pension contributions, which will not be currently liquidated using expendable available financial resources are included as liabilities in the government-wide financial statements, but are excluded from the governmental funds financial statements. The related expenditures are recognized in the governmental fund financial statements when the liabilities are liquidated.

F. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

G. Budget and Budgetary Accounting

Budgetary information for individual funds is prepared on the same basis as the basic financial statements. Annual appropriated budgets are adopted at the fund level for the town and special revenue funds. The Township follows these procedures in establishing the budgetary data reflected in the financial statements.

1. The budget is prepared by fund, function, and activity, and includes information on the past year, current year estimates, and requested appropriations for the next fiscal year.
2. The proposed budget is presented to governing body for review.
3. The governing body holds public hearings and may add to, subtract from, or change appropriations, but may not change the form of the budget.
4. The budget may be amended by the governing body.
5. Expenditures may not legally exceed budgeted appropriations at the fund level.
6. The annual budget is legally enacted and provides for a legal level of control at the fund level. All appropriations lapse at fiscal year end.

Hanover Township
Notes To The Financial Statements (Continued)
For the Year Ended March 31, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Cash, Cash Equivalents, and Investments

The Township considers all highly liquid investments with an initial maturity date within three months of the date acquired by the Township and investment pools to be cash equivalents.

I. Interfund Receivables/Payables

Amounts due to and due from other funds arise during the course of the Township's operations because of numerous transactions between funds to finance operations, provide services, construct assets and service debt. To the extent that these transactions have not been repaid as of March 31, 2008, an interfund receivable and payable have been recorded.

J. Interfund Transactions

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

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

K. Prepaid Items

Payments made to vendors for services that will benefit periods beyond March 31, 2008 are recorded as prepaid items.

L. Capital Assets

The accounting treatment over property, plant and equipment (capital assets) depends on whether the assets are used in governmental fund operations and whether they are reported in the government-wide or fund financial statements.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

In the government-wide financial statements, the Township has adopted a capitalization threshold of \$1,000 for capital asset additions. All capital assets are valued at historical cost, or estimated historical cost if actual cost is unavailable. Donated capital assets are stated at their fair market value as of the date donated.

Prior to May 1, 2004, capital assets of governmental funds were accounted for in the general fixed assets account group and were not recorded directly as a part of any individual fund's financial statements. Infrastructure of governmental funds was not previously capitalized. Upon implementing GASB 34, governmental units are required to account for all capital assets, including infrastructure, in the government wide financial statements prospectively from the date of implementation. Retroactive reporting of all major general infrastructure assets is currently encouraged, but not required.

**Hanover Township
Notes To The Financial Statements (Continued)
For the Year Ended March 31, 2008**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

L. Capital Assets (continued)

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Assets. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Buildings and improvements	10 to 30 years
Furniture and Equipment	7 to 20 years
Infrastructure	20 years

FUND FINANCIAL STATEMENTS

In the fund financial statements, assets used in governmental fund operations are accounted for as capital outlays in the fund from which the expenditure was made. Public domain (infrastructure) assets consisting of roads, curbs and gutters, sidewalks, drainage systems, and lighting systems are not capitalized in the fund financial statements.

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.

M. Compensated Absences

Vacation time is earned by the employees of the Township based on the length of employment and employment status. Any unused vacation time is paid to the employees upon termination.

The Township allows for carryover of unused sick time, subject to maximum limits. Upon termination employees are paid for sick time at a nominal rate.

N. Long-Term Liabilities

In the government-wide financial statements, debt principal payments of government activities are reported as decreases in the balance of the liability on the Statement of Net Assets. In the fund financial statements, however, debt principal payments of governmental funds are recognized as expenditures when paid.

O. Property Taxes

The Township's property taxes are levied each calendar year on all taxable real property located within the Township and accrued as deferred revenue in the fiscal year of levy. Property taxes due within the current fiscal year and collected by year end are recorded as revenue.

The Cook County Assessor is responsible for assessment of all taxable real property within Cook County.

**Hanover Township
Notes To The Financial Statements (Continued)
For the Year Ended March 31, 2008**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

O. Property Taxes (continued)

The Cook County Clerk computes the annual tax for each parcel of real property and prepares tax books used by the Cook County Collector as the basis for issuing tax bills to Cook County taxpayers.

The Cook County Collector collects all property taxes and submits them to the County Treasurer, who remits them to the Township. Taxes must be levied by the last Tuesday in December and are payable in two installments, on March 1 and August 1 of the following year. Property taxes attach as an enforceable lien on property as of January 1 of the levy year. An allowance for uncollectible taxes has been stated at .5% of the tax levy to reflect actual collection experience. Property tax receivable balances in the financial statements appear net of this allowance.

P. Equity Classifications

GOVERNMENT-WIDE FINANCIAL STATEMENTS

Equity is classified as net assets and displayed in three components:

- Invested in capital assets – consists of capital assets, net of accumulated depreciation, net of related debt.
- Restricted net assets – consists of net assets with constraints placed on the use either by external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or law through constitutional provisions or enabling legislation.
- Unrestricted net assets – consists of all other net assets that do not meet the definition of restricted or invested in capital assets.

FUND FINANCIAL STATEMENTS

Governmental fund equity is classified as fund balance. Fund balance may further be classified as reserved and unreserved.

**Hanover Township
Notes To The Financial Statements (Continued)
For the Year Ended March 31, 2008**

NOTE 2 - DEPOSITS

A. Bank Deposits

The Township maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the financial statements as "cash and investments." In addition, investments are separately held by several of the Township's funds.

Permitted Deposits and Investments – Statutes authorize the Township 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, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, and Illinois Funds.

At March 31, 2008, the carrying amount of the Township's deposits was \$7,211,659, not including a petty cash fund of \$200 and the bank balance was \$7,274,644. The deposits are categorized in accordance with risk factors created by governmental reporting standards.

The following table categorizes the Township's cash and cash equivalents according to levels of custodial credit risk.

Category:	<u>Carrying Amount</u>	<u>Bank Balances</u>
Deposits covered by depository insurance or collateralized, with securities held by the Township or by its agent in the Township's name.	\$ 400,000	\$ 400,000
Deposits which are collateralized, with securities held by the pledging financial institution's trust department or agent in the Township's name.	6,208,353	6,271,338
Deposits which are uncollateralized. This includes any bank balance that is collateralized with securities held by the pledging financial institution, or by its trust department or agent but not in the entity's name.	<u>603,306</u>	<u>603,306</u>
Total Bank Deposits	<u>\$ 7,211,659</u>	<u>\$ 7,274,644</u>

B. Policies for Investments

It is the policy of the District 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 District and conforming to all state and local statutes 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.

Hanover Township
Notes To The Financial Statements (Continued)
For the Year Ended March 31, 2008

NOTE 2 - DEPOSITS (CONTINUED)

B. Policies for Investments (Continued)

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the District's deposits may not be returned to it. The District's investment policy requires pledging of collateral of all bank balances in excess of federal depository insurance with the collateral held by a third party in the District's name.

The District 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.

NOTE 3 - CAPITAL ASSETS

A summary of the changes in capital assets for the year follows. Total depreciation expense for the year was \$372,984.

	Capital Assets April 1, 2007	Additions	Deletions	Capital Assets March 31, 2008
Governmental Activities				
Capital Assets not Subject to Depreciation				
Land	\$ 633,541	\$ 0	\$ 0	\$ 633,541
Total Capital Assets not Being Depreciated	633,541	0	0	633,541
Capital Assets Subject to Depreciation				
Buildings	4,755,299	0	0	4,755,299
Building Improvements	405,865	87,709	(2,994)	490,580
Office Furniture and Equipment	620,277	51,506	(22,047)	649,736
Trucks and Equipment	424,276	16,835	0	441,111
Buses	416,499	26,035	0	442,534
Infrastructure	147,676	114,581	0	262,257
Total Capital Assets Being Depreciated	6,769,892	296,666	(25,041)	7,041,517
Less Accumulated Depreciation				
Buildings	(503,145)	(158,510)	0	(661,655)
Building Improvements	(88,583)	(44,896)	2,994	(130,485)
Office Furniture and Equipment	(310,690)	(62,146)	20,341	(352,495)
Trucks and Equipment	(246,932)	(40,732)	0	(287,664)
Buses	(195,489)	(49,307)	0	(244,796)
Infrastructure	(18,334)	(17,393)	0	(35,727)
Total Accumulated Depreciation	(1,363,173)	(372,984)	23,335	(1,712,822)
Net Capital Assets - Governmental Activities	\$ 6,040,260	\$ (76,318)	\$ (1,706)	\$ 5,962,236

**Hanover Township
Notes To The Financial Statements (Continued)
For the Year Ended March 31, 2008**

NOTE 4 - LONG-TERM LIABILITIES

A summary of the changes in long-term liabilities is as follows:

	<u>Balance 3/31/2007</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance 3/31/2008</u>	<u>Due Within One Year</u>
Compensated Absences	\$ 173,532	\$ 53,457	\$ 46,990	\$ 179,999	\$ 45,000
Total Long-Term Debt	<u>\$ 173,532</u>	<u>\$ 53,457</u>	<u>\$ 46,990</u>	<u>\$ 179,999</u>	<u>\$ 45,000</u>

NOTE 5 - FUND BALANCES

At March 31, 2008, no funds had a deficit balance.

NOTE 6 - INTERFUND RECEIVABLES AND PAYABLES

At March 31, 2008 the Township no interfund receivables/payables.

NOTE 7 - RISK MANAGEMENT

The Township 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. These risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage.

NOTE 8 - INTERFUND RENT

The Hanover Township Mental Health Board entered into a ten year lease with Hanover Township starting June 1, 2001 and ending May 31, 2011. The terms of the lease call for monthly rent of \$833. This activity is recorded in the fund financial statements and eliminated in the government wide financial statements.

**Hanover Township
Notes To The Financial Statements (Continued)
For the Year Ended March 31, 2008**

**REQUIRED SUPPLEMENTARY INFORMATION
RETIREMENT FUND COMMITMENT**

Plan Description. The employer's defined benefit pension plan for Regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The Township's plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at www.imrf.org.

Funding Policy. As set by statute, the Township's Regular plan members are required to contribute 4.50 percent of their annual covered salary. The statutes require employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rate from calendar year 2007 was 9.90 percent of annual covered payroll. The Township also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost. For 2007, The Township's annual pension cost of \$196,486 for the Regular plan was equal to the District's required and actual contributions.

Three-Year Trend Information for the Regular Plan

<u>Actual Valuation Date</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
12/31/07	\$ 196,486	100%	\$ 0
12/31/06	185,264	100%	0
12/31/05	160,443	100%	0

The required contribution was determined as part of the December 31, 2005, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2005, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10.0% per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3% annually. The actuarial value of the Township Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investment over a five-year period with a 15% corridor between the actuarial and market value of assets. The District Regular plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2007, was 25 years.

Hanover Township
Notes To The Financial Statements (Continued)
For the Year Ended March 31, 2008

REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED)
RETIREMENT FUND COMMITMENT (CONTINUED)

Funded Status and Funding Progress. As of December 31, 2007, the most recent actuarial valuation date, the Regular plan was 19.88 percent funded. The actuarial accrued liability for benefits was \$2,396,949 and the actuarial value of assets was \$1,848,019, resulting in an underfunded actuarial accrued liability (UAAL) of \$548,930. The covered payroll (annual payroll of active employees covered by the plan) was \$1,982,402 and the ratio of the UAAL to the covered payroll was 28 percent.

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Hanover Township
EMPLOYER NUMBER: 05875R
REQUIRED SUPPLEMENTARY INFORMATION
Schedule of Funding Progress

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets (a)</u>	<u>Actuarial Accrued Liability (AAL) -Entry Age (b)</u>	<u>Unfunded AAL (UAAL) (b-a)</u>	<u>Funded Ratio (a/b)</u>	<u>Covered Payroll (c)</u>	<u>UAAL as a Percentage of Covered Payroll ((b-a)/c)</u>
12/31/2007	\$ 1,848,019	\$ 2,396,949	\$ 548,930	77.10%	\$ 1,982,402	27.69%
12/31/2006	1,959,375	2,592,537	633,162	75.58%	1,823,706	34.72%
12/31/2005	1,943,392	2,335,829	392,437	83.20%	1,622,271	24.19%

**Hanover Township
Town Fund
Budgetary Comparison Schedule
For the Year Ended March 31, 2008**

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Property Taxes	\$ 2,612,974	\$ 2,612,974	\$ 2,776,968	\$ 163,994
Replacement Taxes	22,000	22,000	24,345	2,345
Grant Income	470,000	470,000	0	(470,000)
Therapy Fees	20,000	20,000	17,032	(2,968)
Passport Fees	50,000	50,000	48,482	(1,518)
Youth Commission	25,000	25,000	26,507	1,507
Rental Income	12,500	12,500	10,000	(2,500)
Interest Income	35,000	35,000	32,373	(2,627)
Other Income	8,500	8,500	16,373	7,873
TOTAL REVENUES	<u>3,255,974</u>	<u>3,255,974</u>	<u>2,952,080</u>	<u>(303,894)</u>
EXPENDITURES				
Administration				
Compensation of Officials	98,802	98,802	98,044	758
Town Hall Administration Expense	386,697	386,697	346,936	39,761
Town Hall Expense	128,950	128,950	111,665	17,285
Legal and Audit	57,500	57,500	48,605	8,895
Insurance and Employee Benefits	395,270	395,270	239,986	155,284
Veterans' Affairs	17,926	17,926	17,837	91
Assessor's Office	126,437	126,437	118,368	8,069
Town Facilities and Maintenance	281,852	281,852	237,846	44,006
Collector's Office	1	1	0	1
Astor Avenue Community Center	164,102	164,102	130,722	33,380
Clerk's Office	101,684	101,684	94,739	6,945
Community Health Nurse	60,242	60,242	62,264	7,978
Youth and Family Services	624,424	624,424	572,499	51,925
Capital Outlay	671,000	671,000	127,876	543,124
TOTAL EXPENDITURES	<u>3,114,889</u>	<u>3,114,889</u>	<u>2,197,387</u>	<u>917,502</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER EXPENDITURES	141,085	141,085	754,693	613,608
OTHER FINANCING SOURCES				
Transfers Out	(129,512)	(129,512)	(129,512)	0
TOTAL OTHER FINANCING SOURCES	<u>(129,512)</u>	<u>(129,512)</u>	<u>(129,512)</u>	<u>0</u>
NET CHANGE IN FUND BALANCE	<u>\$ 11,573</u>	<u>\$ 11,573</u>	625,181	<u>\$ 613,608</u>
FUND BALANCE, BEGINNING OF YEAR			<u>1,209,441</u>	
END OF YEAR			<u>\$ 1,834,622</u>	

**Hanover Township
Senior Services Fund
Budgetary Comparison Schedule
For the Year Ended March 31, 2008**

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Property Taxes	\$ 789,226	\$ 789,226	\$ 836,182	\$ 46,956
Grant Income	16,800	16,800	18,377	1,577
Interest Income	5,000	5,000	14,915	9,915
Other Income	50,900	50,900	92,104	41,204
TOTAL REVENUES	<u>861,926</u>	<u>861,926</u>	<u>961,578</u>	<u>99,652</u>
EXPENDITURES				
Administration	688,746	688,746	602,375	86,371
Social Services	152,594	152,594	207,013	(54,419)
Transportation	84,535	84,535	73,111	11,424
Capital Outlay	7,200	7,200	13,769	(6,569)
TOTAL EXPENDITURES	<u>933,075</u>	<u>933,075</u>	<u>896,268</u>	<u>36,807</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER EXPENDITURES	(71,149)	(71,149)	65,310	136,459
OTHER FINANCING SOURCES				
Transfers in	71,149	71,149	71,149	0
TOTAL OTHER FINANCING SOURCES	<u>71,149</u>	<u>71,149</u>	<u>71,149</u>	<u>0</u>
NET CHANGE IN FUND BALANCE	<u>\$ 0</u>	<u>\$ 0</u>	<u>136,459</u>	<u>\$ 136,459</u>
FUND BALANCE, BEGINNING OF YEAR			<u>596,947</u>	
END OF YEAR			<u>\$ 733,406</u>	

**Hanover Township
Road and Bridge Fund
Budgetary Comparison Schedule
For the Year Ended March 31, 2008**

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Property Taxes	\$ 669,648	\$ 669,648	\$ 676,322	\$ 6,674
Replacement Taxes	14,500	14,500	27,346	12,846
Interest Income	13,000	13,000	118,891	105,891
Permits and Traffic Fines	1,500	1,500	1,325	(175)
Miscellaneous	0	0	1,058	1,058
TOTAL REVENUES	<u>698,648</u>	<u>698,648</u>	<u>824,942</u>	<u>126,294</u>
EXPENDITURES				
Maintenance of Roads	544,267	544,267	403,079	141,188
Administration	106,550	106,550	64,645	41,905
Capital Outlay	115,120	115,120	368	114,752
TOTAL EXPENDITURES	<u>765,937</u>	<u>765,937</u>	<u>468,092</u>	<u>297,845</u>
NET CHANGE IN FUND BALANCE	<u>\$ (67,289)</u>	<u>\$ (67,289)</u>	<u>356,850</u>	<u>\$ 424,139</u>
FUND BALANCE, BEGINNING OF YEAR			<u>2,581,823</u>	
END OF YEAR			<u>\$ 2,938,673</u>	

**Hanover Township
Mental Health Fund
Budgetary Comparison Schedule
For the Year Ended March 31, 2008**

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Property Taxes	\$ 759,204	\$ 759,204	\$ 806,373	\$ 47,169
Replacement Taxes	15,184	15,184	16,802	1,618
Rental Income	11,640	11,640	11,800	160
Interest Income	5,000	5,000	19,397	14,397
Other Income	10,000	10,000	13,150	3,150
TOTAL REVENUES	801,028	801,028	867,522	66,494
EXPENDITURES				
Service Contracts/Grant by Agency	727,465	727,465	556,808	170,657
Administration	145,460	145,460	140,621	4,839
Building Occupancy	40,000	40,000	32,591	7,409
Capital Improvements	137,000	137,000	68,315	70,685
TOTAL EXPENDITURES	1,049,925	1,049,925	798,335	253,590
NET CHANGE IN FUND BALANCE	\$ (248,897)	\$ (248,897)	71,187	\$ 320,084
FUND BALANCE, BEGINNING OF YEAR			773,822	
END OF YEAR			\$ 845,109	

**Hanover Township
Town Fund
Schedule of Expenditures
Budget and Actual
For the Year Ended March 31, 2008**

EXPENDITURES	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Compensation of Officials	\$ 98,802	\$ 98,802	\$ 98,044	\$ 758
Town Hall Administration Expense				
Postage	2,500	2,500	890	1,610
Office Supplies	5,500	5,500	6,339	(839)
Printing	1,000	1,000	2,002	(1,002)
Salaries	173,500	173,500	168,687	4,813
Travel Expense	4,000	4,000	3,911	89
Dues, Subscriptions and Publications	14,835	14,835	8,722	6,113
Pre Employment Charges	750	750	2,137	(1,387)
Education and Training	14,000	14,000	15,027	(1,027)
Consulting	0	0	7,500	(7,500)
Financial Administration	50,612	50,612	50,955	(343)
Community Affairs	40,000	40,000	48,071	(8,071)
Emergency Contingency Fund	70,000	70,000	22,252	47,748
Other Expenses	10,000	10,000	10,443	(443)
Total Town Hall Administration Expense	386,697	386,697	346,936	39,761
Town Hall Expense				
Telephone	27,200	27,200	22,401	4,799
Utilities	95,750	95,750	87,185	8,565
High Speed Internet	2,600	2,600	1,951	649
Equipment Rental	3,400	3,400	128	3,272
Total Town Hall Expense	128,950	128,950	111,665	17,285
Legal and Audit				
Audit	7,500	7,500	2,100	5,400
Legal	50,000	50,000	48,505	3,495
Total Legal and Audit	57,500	57,500	48,605	8,895
Insurance and Employee Benefits				
General Insurance	70,000	70,000	47,241	22,759
Medical, Dental and Life Insurance	259,000	259,000	97,427	161,573
Unemployment Compensation	22,770	22,770	45,002	(22,232)
Flex Plan	1,500	1,500	532	968
Employee Assistance Program	2,000	2,000	728	1,274
Health Insurance Waiver	40,000	40,000	36,820	3,180
Health Savings Account	0	0	11,275	(11,275)
Employee Wellness	0	0	963	(963)
Total Insurance and Employee Benefits	395,270	395,270	239,986	155,284

**Hanover Township
Town Fund
Schedule of Expenditures (Continued)
Budget and Actual
For the Year Ended March 31, 2008**

EXPENDITURES (CONTINUED)	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Veterans' Affairs				
Salaries	17,728	17,728	17,789	(71)
Travel Expense	100	100	0	100
Other Expenses	100	100	38	62
Total Veterans' Affairs	17,928	17,928	17,837	91
Assessor's Office				
Office Supplies	5,430	5,430	4,143	1,287
Printing and Newsletter	713	713	443	270
Salaries	102,258	102,258	103,038	(780)
Equipment Purchase	3,548	3,548	1,952	1,596
Travel Expense	2,790	2,790	2,736	34
Dues, Subscriptions and Publications	2,650	2,650	2,282	368
Training	2,164	2,164	200	1,964
Building & Permanent Improvements	602	602	0	602
Equipment Rental	1,000	1,000	70	930
Equipment Maintenance	4,200	4,200	1,054	3,146
Professional Services	1,082	1,082	2,430	(1,348)
Total Assessor's Office	126,437	126,437	118,368	8,069
Town Facilities and Maintenance				
Salaries	130,652	130,652	119,719	10,933
Office Expenses	1,000	1,000	120	880
Janitorial Supplies	11,500	11,500	10,355	1,145
Contractual Services	41,000	41,000	27,154	13,846
Building Maintenance	34,500	34,500	21,231	13,269
Equipment Maintenance	32,000	32,000	40,093	(8,093)
Equipment Rental	1,000	1,000	213	787
Vehicle Expenditures	13,500	13,500	7,677	5,823
Trash Removal	4,000	4,000	5,064	(1,064)
Grounds Maintenance	8,000	8,000	5,141	2,859
Other Expenditures	4,700	4,700	1,079	3,621
Total Town Facilities and Maintenance	281,852	281,852	237,846	44,006
Collector's Office				
Collector's Office Expenditures	1	1	0	1
Total Collector's Office	1	1	0	1

**Hanover Township
Town Fund
Schedule of Expenditures (Continued)
Budget and Actual
For the Year Ended March 31, 2008**

EXPENDITURES (CONTINUED)	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Astor Avenue Project				
Salaries	121,551	121,551	104,769	16,782
Staff Training	1,100	1,100	0	1,100
Staff Expense	4,045	4,045	1,932	2,113
Office Expenditures	2,150	2,150	1,644	506
After School Program	14,201	14,201	6,851	7,350
Supplies	5,000	5,000	4,087	913
Utilities and Telephone	14,055	14,055	10,566	3,489
Consultants	1,000	1,000	0	1,000
Professional Services	1,000	1,000	843	157
Total Astor Avenue Project	164,102	164,102	130,722	33,380
Clerk's Department				
Salaries	74,216	74,216	73,788	428
Postage	1,300	1,300	1,659	(359)
Office Supplies	820	820	738	82
Printing and Legal Notices	8,900	8,900	9,222	(322)
Travel and Seminars	1,000	1,000	444	556
Dues, Subscriptions and Publications	400	400	457	(57)
Legal Notices	2,500	2,500	1,261	1,239
Community Affairs	4,500	4,500	3,070	1,430
Equipment Maintenance and Repair	1,648	1,648	19	1,629
Passport Expenditures	4,500	4,500	1,853	2,647
Other Expenses	1,900	1,900	2,228	(328)
Total Clerk's Department	101,684	101,684	94,739	6,945
Community Health Nurse				
Salaries	35,152	35,152	34,898	254
Postage	500	500	0	500
Office Supplies	1,000	1,000	1,132	(132)
Printing & Legal Notices	1,300	1,300	275	1,025
Travel Expense & Seminars	2,500	2,500	1,302	1,198
Dues, Sub & Publications	749	749	474	275
Community Affairs	1,200	1,200	1,137	63
Equipment Maintenance & Rental	3,000	3,000	2,841	159
Professional Services	2,500	2,500	497	2,003
Seminars	1,200	1,200	81	1,119
Medical Supplies	5,000	5,000	4,535	465
Communications	1,440	1,440	1,325	115
Crises Care	3,500	3,500	2,981	519
Miscellaneous Expense	1,201	1,201	785	415
Total Community Health Nurse	60,242	60,242	52,264	7,978

**Hanover Township
Town Fund
Schedule of Expenditures (Continued)
Budget and Actual
For the Year Ended March 31, 2008**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
EXPENDITURES (CONTINUED)				
Youth Commission				
Salaries	529,985	529,985	489,324	40,661
Expenses	16,575	16,575	12,683	3,892
Staff Expenses	4,000	4,000	4,251	(251)
Staff Education	5,150	5,150	3,617	1,533
Consulting	3,600	3,600	3,000	600
Answering Service	1,236	1,236	1,200	36
Printing	2,000	2,000	2,398	(398)
Postage	1,500	1,500	1,487	13
Books and Journals	550	550	472	78
Equipment Maintenance	2,000	2,000	360	1,640
Psychiatric Backup	20,000	20,000	16,400	3,600
Insurance	3,000	3,000	2,217	783
Open Gym Program	20,000	20,000	20,061	(61)
Tutoring	14,828	14,828	15,039	(211)
	<u>624,424</u>	<u>624,424</u>	<u>572,499</u>	<u>51,925</u>
Total Youth Commission				
Capital Outlay				
Land/Building Acquisition and Improvement	390,000	390,000	0	390,000
Building and Permanent Improvements	170,000	170,000	26,973	143,027
Furniture and Computer Equipment	91,000	91,000	85,395	5,605
Equipment Purchases	20,000	20,000	15,508	4,492
	<u>671,000</u>	<u>671,000</u>	<u>127,876</u>	<u>543,124</u>
Total Capital Outlay				
TOTAL EXPENDITURES	<u>\$ 3,114,889</u>	<u>\$ 3,114,889</u>	<u>\$ 2,197,367</u>	<u>\$ 917,502</u>

**Hanover Township
Senior Services Fund
Schedule of Expenditures
Budget and Actual
For the Year Ended March 31, 2008**

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
EXPENDITURES				
Administration				
Salaries	\$ 637,155	\$ 637,155	\$ 560,957	\$ 76,198
Recruitment	2,700	2,700	2,518	182
Postage, Printing and Supplies	11,900	11,900	22,110	(10,210)
Dues, Subscriptions and Publications	500	500	509	(9)
Travel/Seminars	7,475	7,475	6,710	765
Public Relations	5,000	5,000	3,322	1,678
Title Endowment Fund	22,986	22,986	5,836	17,150
Miscellaneous	1,030	1,030	413	617
Total Administration	688,746	688,746	602,375	86,371
Social Services				
Programming	65,000	65,000	147,257	(82,257)
Outreach	3,850	3,850	3,912	(62)
Volunteer Services	8,755	8,755	18,350	(9,595)
Club 59	22,623	22,623	18,463	4,160
Nutrition	15,000	15,000	6,038	8,962
Computer Instruction	2,000	2,000	745	1,255
Visual Arts	18,566	18,566	12,248	6,318
Title III Expenditures	16,800	16,800	0	16,800
Total Social Services	152,594	152,594	207,013	(54,419)
Transportation				
Emergency Maintenance Fund	13,888	13,888	0	13,888
Vehicle Maintenance	70,647	70,647	73,111	(2,464)
Total Transportation	84,535	84,535	73,111	11,424
Capital Outlay				
Equipment Purchase	7,200	7,200	13,769	(6,569)
Total Capital Outlay	7,200	7,200	13,769	(6,569)
TOTAL EXPENDITURES	\$ 933,075	\$ 933,075	\$ 896,268	\$ 36,807

**Hanover Township
Road and Bridge Fund
Schedule of Expenditures
Budget and Actual
For the Year Ended March 31, 2008**

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
EXPENDITURES				
Maintenance of Roads				
Controlled Substance Testing	\$ 1,000	\$ 1,000	\$ 243	\$ 757
Salaries	140,000	140,000	124,434	15,566
Materials & Supplies	10,000	10,000	22,678	(12,678)
Gas and Oil	8,000	8,000	18,549	(10,549)
Machine Rental	1,700	1,700	1,607	93
Engineering	10,000	10,000	0	10,000
Contract Work	302,567	302,567	114,581	187,986
Equipment Maintenance	15,000	15,000	25,141	(10,141)
Street Lighting	6,000	6,000	6,750	(750)
Building Maintenance	5,000	5,000	180	4,820
Signs, Striping and Tree Removal	15,000	15,000	843	14,157
Bridge Repair and Maintenance	10,000	10,000	0	10,000
Salt	20,000	20,000	88,073	(68,073)
Total Maintenance of Roads	544,267	544,267	403,079	141,188
Administration				
Unemployment Compensation	500	500	134	366
IMRF Expense	15,000	15,000	8,419	6,581
FICA Expense	10,000	10,000	6,349	3,651
Postage	1,000	1,000	893	107
Legal	8,000	8,000	1,475	6,525
Insurance	45,000	45,000	30,138	14,862
Audit	2,000	2,000	0	2,000
Telephone	2,500	2,500	2,233	267
Dues, Subscriptions and Publications	600	600	2,078	(1,478)
Travel Expense	1,500	1,500	1,045	455
Printing	200	200	2,748	(2,548)
Uniforms and Safety Equipment	1,000	1,000	1,330	(330)
Utilities	6,000	6,000	6,681	(681)
Office Supplies	1,000	1,000	1,122	(122)
Replacement Tax	12,000	12,000	0	12,000
Miscellaneous	250	250	0	250
Total Administration	106,550	106,550	64,645	41,905
Capital Outlay				
Equipment Purchase	101,120	101,120	368	100,752
Construction Equipment	4,000	4,000	0	4,000
Building and Permanent Improvement	10,000	10,000	0	10,000
Total Capital Outlay	115,120	115,120	368	114,752
TOTAL EXPENDITURES	\$ 765,937	\$ 765,937	\$ 468,092	\$ 297,845

**Hanover Township
Mental Health Fund
Schedule of Expenditures
Budget and Actual
For the Year Ended March 31, 2008**

EXPENDITURES	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
<i>Service Contracts/Grant by Agency</i>				
Community Crisis Center	\$ 46,000	\$ 46,000	\$ 39,750	\$ 6,250
Children's Advocacy Center	48,500	48,500	48,500	0
Open Door Clinic	5,000	5,000	5,000	0
Association for Individual Development	40,000	40,000	40,000	0
Catholic Charities	1,500	1,500	1,500	0
Clearbook	8,000	8,000	8,500	(500)
Jayne Shover Easter Seal Center	45,000	45,000	45,000	0
Renz Addiction Counseling Center	58,750	58,750	58,750	0
Dayone Network, Inc.	6,000	6,000	6,070	(70)
Northwest CASA	8,000	8,000	8,000	0
Pace, Transpiration	29,015	29,015	22,382	6,633
Ecker Mental Health Center	57,500	57,500	57,500	0
Hanover Township Youth Services	20,000	20,000	20,000	0
Contract Support Services	25,000	25,000	400	24,600
Community Education	10,000	10,000	3,488	6,512
Centro De Informacion	23,000	23,000	23,000	0
The Bridge	15,500	15,500	15,500	0
Senior Services Association	17,000	17,000	17,000	0
Family Services	23,000	23,000	23,000	0
LSSI	5,500	5,500	2,000	3,500
Epilepsy Foundation	1,500	1,500	1,500	0
Larkin Center	2,500	2,500	2,500	0
Summit Center	2,000	2,000	2,000	0
Tide Project	13,000	13,000	8,003	4,997
PADS of Elgin	10,000	10,000	10,000	0
Alexian Brothers- Outpt Psych.	15,000	15,000	15,000	0
Countryside Work Training Center	2,000	2,000	2,000	0
Greater Elgin Family Care Center	13,500	13,500	13,500	0
Adaptive Technology Devices Fund	5,000	5,000	0	5,000
Countryside In-Home Respite	1,200	1,200	836	364
Harbour, Inc.	1,000	1,000	0	1,000
Special Education Advocacy Center	1,000	1,000	0	1,000
WINGS	5,000	5,000	3,551	1,449
Language Scholarship Fund	25,000	25,000	0	25,000
MI-Drug Meodcal Tests Fund	10,000	10,000	0	10,000
Challenge Grant Fund	75,000	75,000	17,000	58,000
Capital Grant Fund	50,000	50,000	35,578	14,422
Agency Database Training	2,500	2,500	0	2,500
Total Service Contracts/Grants by Agency	727,465	727,465	556,808	170,657

**Hanover Township
Mental Health Fund
Schedule of Expenditures (continued)
Budget and Actual
For the Year Ended March 31, 2008**

EXPENDITURES (CONTINUED)	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Administration				
Hanover Township Services	3,500	3,500	4,500	(1,000)
Legal	1,500	1,500	3,450	(1,950)
Travel & Conferences	750	750	1,034	(284)
Personal Expense Reimbursement	4,500	4,500	4,004	496
Auditing	250	250	190	60
Subscriptions and Publications	250	250	101	149
Salaries	82,030	82,030	79,907	2,123
Employee Benefits	10,000	10,000	3,946	6,054
Unemployment Compensation	1,000	1,000	0	1,000
IMRF Expense	7,600	7,600	6,634	966
FICA Expense	6,080	6,080	4,403	1,677
Supplies	750	750	1,033	(283)
Postage	1,500	1,500	1,205	295
Equip Purchase & Maintenance	5,250	5,250	8,269	(3,019)
Dues	5,000	5,000	4,625	375
Special Events	1,500	1,500	3,288	(1,788)
Printing	1,500	1,500	1,355	145
Marketing and Grant Development	3,500	3,500	2,997	503
Consultants	5,000	5,000	5,000	0
Other Expenses	4,000	4,000	4,670	(670)
Total Administration	145,460	145,460	140,621	4,839
Building Occupancy				
Utilities	18,000	18,000	9,602	8,398
Insurance	1,000	1,000	47	953
Building Maintenance	3,000	3,000	1,775	1,225
Janitorial	7,000	7,000	5,789	1,211
Rent	10,000	10,000	10,000	0
Agency Support Service	1,000	1,000	5,378	(4,378)
Total Building Occupancy	40,000	40,000	32,591	7,409
Capital Improvements	137,000	137,000	66,315	70,685
TOTAL EXPENDITURES	\$ 1,049,925	\$ 1,049,925	\$ 796,335	\$ 253,590

**Hanover Township
 Non-Major Governmental Funds
 Combining Balance Sheet
 March 31, 2008**

	<u>Special Revenue Funds</u>			<u>Total</u>
	<u>General Assistance</u>	<u>Retirement</u>	<u>Vehicle Replacement</u>	
ASSETS				
Cash	\$ 437,641	\$ 16,064	\$ 262,925	\$ 716,630
Property Taxes Receivable	161,792	158,844	0	320,636
Prepaid Expenditures	7,650	0	0	7,650
TOTAL ASSETS	<u>607,083</u>	<u>174,908</u>	<u>262,925</u>	<u>1,044,916</u>
LIABILITIES				
Accounts Payable	997	0	0	997
Accrued Wages	3,514	0	0	3,514
Accrued Expenses	0	8,700	0	8,700
Deferred Property Taxes	161,792	158,844	0	320,636
TOTAL LIABILITIES	<u>166,303</u>	<u>167,544</u>	<u>0</u>	<u>333,847</u>
FUND BALANCE	<u>440,780</u>	<u>7,364</u>	<u>262,925</u>	<u>711,069</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 607,083</u>	<u>\$ 174,908</u>	<u>\$ 262,925</u>	<u>\$ 1,044,916</u>

Hanover Township
Non-Major Governmental Funds
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended March 31, 2008

	<u>Special Revenue Funds</u>			<u>Total</u>
	<u>General Assistance</u>	<u>Retirement</u>	<u>Vehicle Replacement</u>	
REVENUES				
Property Taxes	\$ 264,445	\$ 256,514	\$ 0	\$ 520,959
Replacement Taxes	4,980	0	0	4,980
Bus Fares	0	0	9,557	9,557
Grant Income	6,675	0	24,038	30,713
Interest Income	14,309	0	6,097	20,406
Other Income	3,086	0	0	3,086
TOTAL REVENUES	<u>293,495</u>	<u>256,514</u>	<u>39,692</u>	<u>589,701</u>
EXPENDITURES				
Administrative	151,267	349,236	0	500,503
Home Relief	127,539	0	0	127,539
Capital Outlay	0	0	26,035	26,035
TOTAL EXPENDITURES	<u>278,806</u>	<u>349,236</u>	<u>26,035</u>	<u>654,077</u>
EXCESS (DEFICIENCIES) OF RECEIPTS OVER EXPENDITURES	<u>14,689</u>	<u>(92,722)</u>	<u>13,657</u>	<u>(64,376)</u>
OTHER FINANCING SOURCES				
Transfer In	0	0	58,363	58,363
TOTAL OTHER FINANCING SOURCES	<u>0</u>	<u>0</u>	<u>58,363</u>	<u>58,363</u>
NET CHANGES IN FUND BALANCES	<u>14,689</u>	<u>(92,722)</u>	<u>72,020</u>	<u>(6,013)</u>
FUND BALANCES, BEGINNING OF YEAR	<u>426,091</u>	<u>100,086</u>	<u>190,905</u>	<u>717,082</u>
END OF YEAR	<u>\$ 440,780</u>	<u>\$ 7,364</u>	<u>\$ 262,925</u>	<u>\$ 711,069</u>

Hanover Township
General Assistance Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended March 31, 2008

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Property Taxes	\$ 238,607	\$ 238,607	\$ 264,445	\$ 25,838
Replacement Taxes	4,500	4,500	4,980	480
Grant Income	4,000	4,000	6,675	2,675
Interest Income	5,000	5,000	14,309	9,309
Other Income	2,000	2,000	3,086	1,086
TOTAL REVENUES	<u>254,107</u>	<u>254,107</u>	<u>293,495</u>	<u>39,388</u>
EXPENDITURES				
Administration	151,131	151,131	151,267	(136)
Home Relief	165,308	165,308	127,539	37,769
TOTAL EXPENDITURES	<u>316,439</u>	<u>316,439</u>	<u>278,806</u>	<u>37,633</u>
NET CHANGE IN FUND BALANCE	<u>\$ (62,332)</u>	<u>\$ (62,332)</u>	14,689	<u>\$ 77,021</u>
FUND BALANCE, BEGINNING OF YEAR			<u>426,091</u>	
END OF YEAR			<u>\$ 440,780</u>	

**Hanover Township
 General Assistance Fund
 Schedule of Expenditures
 Budget and Actual
 For the Year Ended March 31, 2008**

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
EXPENDITURES				
Administration				
Salaries	\$ 135,420	\$ 135,420	\$ 126,151	\$ 9,269
Unemployment Compensation	990	990	0	990
Office Supplies	824	824	5,528	(4,704)
Equipment Purchase & Rental	6,000	6,000	6,062	(62)
Travel	3,197	3,197	3,592	(395)
Printing	400	400	1,753	(1,353)
Legal Expenses	100	100	0	100
Professional Services	2,000	2,000	2,707	(707)
Dues, Subscriptions & Publications	400	400	497	(97)
Community Affairs	1,800	1,800	4,977	(3,177)
Total Administration	151,131	151,131	151,267	(136)
Home Relief				
Rent	90,000	90,000	89,886	114
Utilities	8,803	8,803	9,453	(650)
Clothing	250	250	0	250
Travel Expense	920	920	509	411
Medical	4,535	4,535	792	3,843
Burial	500	500	0	500
Insurance	49,000	49,000	12,664	36,336
Emergency Assistance	10,000	10,000	12,514	(2,514)
Miscellaneous	1,200	1,200	1,721	(521)
Total Home Relief	165,308	165,308	127,539	37,769
TOTAL EXPENDITURES	\$ 316,439	\$ 316,439	\$ 278,806	\$ 37,633

**Hanover Township
Retirement Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended March 31, 2008**

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Property Taxes	\$ 241,980	\$ 241,980	\$ 258,514	\$ 14,534
Interest Income	3,200	3,200	0	(3,200)
TOTAL REVENUES	<u>245,180</u>	<u>245,180</u>	<u>258,514</u>	<u>11,334</u>
EXPENDITURES				
Social Security and Medicare	152,876	152,876	152,412	464
IMRF	204,834	204,834	196,824	8,010
TOTAL EXPENDITURES	<u>357,710</u>	<u>357,710</u>	<u>349,236</u>	<u>8,474</u>
NET CHANGE IN FUND BALANCE	<u>\$ (112,530)</u>	<u>\$ (112,530)</u>	<u>(92,722)</u>	<u>\$ 19,808</u>
FUND BALANCE, BEGINNING OF YEAR			<u>100,086</u>	
END OF YEAR			<u>\$ 7,364</u>	

Hanover Township
Vehicle Replacement Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended March 31, 2008

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Bus Fares	\$ 7,500	\$ 7,500	\$ 9,557	\$ 2,057
Grant Income	0	0	24,038	24,038
Interest Income	500	500	6,097	5,597
TOTAL REVENUES	<u>8,000</u>	<u>8,000</u>	<u>39,692</u>	<u>31,692</u>
EXPENDITURES				
Vehicle Purchase	<u>66,353</u>	<u>66,353</u>	<u>26,035</u>	<u>40,318</u>
TOTAL EXPENDITURES	<u>66,353</u>	<u>66,353</u>	<u>26,035</u>	<u>40,318</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER EXPENDITURES	(58,353)	(58,353)	13,657	72,010
OTHER FINANCING SOURCES				
Transfers In	<u>58,353</u>	<u>58,353</u>	<u>58,363</u>	<u>10</u>
TOTAL OTHER FINANCING SOURCES	<u>58,353</u>	<u>58,353</u>	<u>58,363</u>	<u>10</u>
NET CHANGE IN FUND BALANCE	<u>\$ 0</u>	<u>\$ 0</u>	<u>72,020</u>	<u>\$ 72,020</u>
FUND BALANCE, BEGINNING OF YEAR			<u>190,905</u>	
END OF YEAR			<u>\$ 262,925</u>	