

**Hanover Township
Financial Statement and
Independent Auditor's Report
For the Year Ended March 31, 2009**

**Hanover Township
Table of Contents
For the Year Ended March 31, 2009**

| | Page(s) |
|--|---------|
| Independent Auditors' Report | 1 |
| Management's Discussion and Analysis | 2 - 11 |
| BASIC FINANCIAL STATEMENTS | |
| Government-Wide Financial Statements | |
| Statement of Net Assets | 12 |
| Statement of Activities | 13 |
| FUND FINANCIAL STATEMENTS | |
| Balance Sheet | 14 |
| Statement of Revenues, Expenditures and Changes in Fund Balances | 15 |
| Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities | 16 |
| Notes to the Financial Statements | 17 - 27 |
| REQUIRED SUPPLEMENTARY INFORMATION | |
| Schedule of Funding Progress | 28 |
| Major Funds | |
| Town Fund | |
| Budgetary Comparison Schedule | 29 |
| Senior Services Fund | |
| Budgetary Comparison Schedule | 30 |
| Road and Bridge Fund | |
| Budgetary Comparison Schedule | 31 |
| Mental Health Fund | |
| Budgetary Comparison Schedule | 32 |
| SUPPLEMENTAL SCHEDULES | |
| Major Funds | |
| Town Fund | |
| Schedule of Expenditures - Budget and Actual | 33 - 36 |
| Senior Services Fund | |
| Schedule of Expenditures - Budget and Actual | 37 |
| Road and Bridge Fund | |
| Schedule of Expenditures - Budget and Actual | 38 |
| Mental Health Fund | |
| Schedule of Expenditures - Budget and Actual | 39 - 40 |
| Non-Major Funds | |
| Combining Balance Sheet | 41 |
| Combining Schedule of Revenues, Expenditures and Changes in Fund Balances | 42 |
| Capital Projects Fund | |
| Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual | 43 |

**Hanover Township
Table of Contents (Continued)
For the Year Ended March 31, 2009**

Page(s)

SUPPLEMENTAL SCHEDULES (CONTINUED)

General Assistance Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual 44

Schedule of Expenditures 45

Retirement Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual 46

Vehicle Replacement Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual 47



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, 2009 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, 2009, 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, 2009 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, 2009 and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

September 1, 2010

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, 2009. 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 \$16,104,300. The Township's total net assets increased \$306,014 or 2% over the previous year.
- At March 31, 2009, the Township's governmental funds reported strong combined ending fund balances. During fiscal year 2009, the total fund balance of the township equaled \$7,513,105, an increase of \$450,225 from the prior year. This increase is largely due to an increase in property tax revenue.
- Property Taxes levied and collected were \$5,809,507 compared to the prior year of \$5,616,804 for an increase of \$192,703 or 3%.
- The Township's only outstanding long-term debt for compensated absences increased by \$18,337 to total \$198,335 as of March 31, 2009.

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 28 through 32 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 33.

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 decreased \$242,916 or 1.5% over the previous year to \$16,104,300.

HANOVER TOWNSHIP
Statement of Net Assets
For the Years Ending March 31, 2009 and 2008

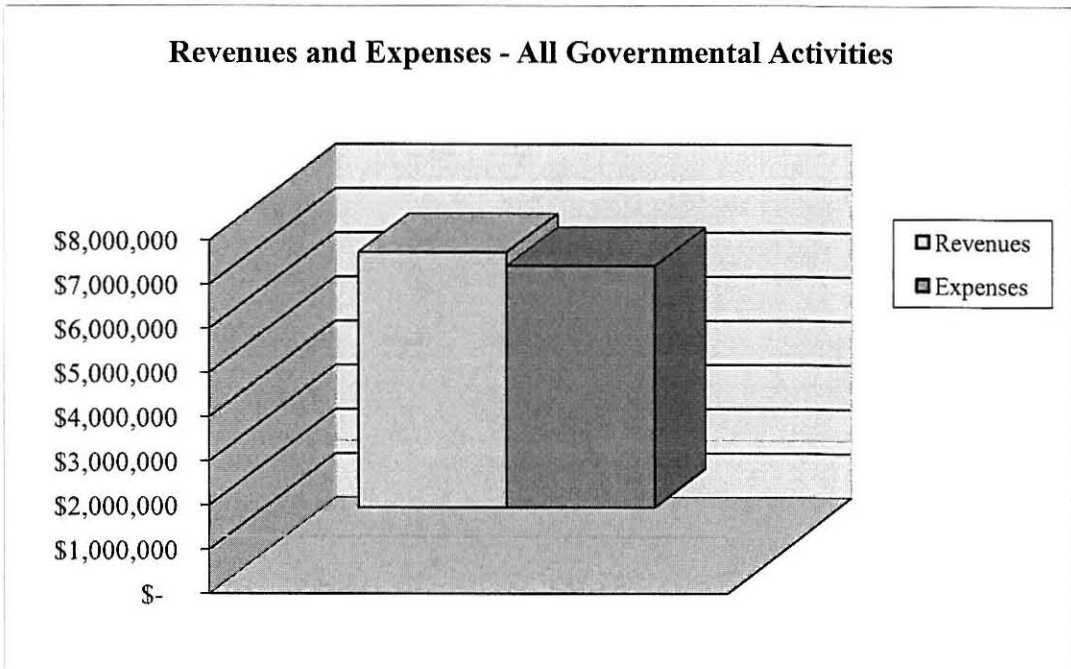
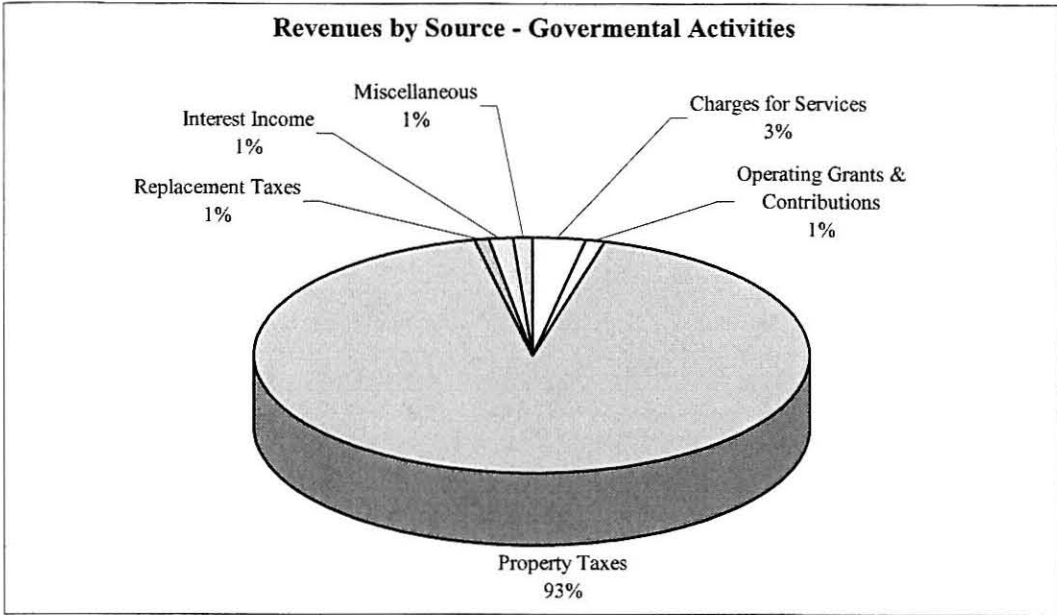
| | <u>2009</u> | <u>2008</u> |
|--|----------------------|----------------------|
| Current and Other Assets | \$ 12,006,695 | \$ 10,734,398 |
| Capital Assets | 5,845,010 | 5,962,236 |
| Total Assets | <u>17,851,705</u> | <u>16,696,634</u> |
| | | |
| Current and Other Liabilities | 321,640 | 214,421 |
| Long-Term Liabilities | 1,425,765 | 134,999 |
| Total Liabilities | <u>1,747,405</u> | <u>349,420</u> |
| | | |
| Net Assets | | |
| Invested in Capital Assets, Net of Related Debt | 5,845,010 | 5,962,236 |
| Unrestricted Net Assets | 10,259,290 | 10,384,978 |
| | <u>\$ 16,104,300</u> | <u>\$ 16,347,214</u> |

Statement of Activities

The Township's total governmental activity net assets decreased \$242,916 or 1.5% over the previous year to \$16,104,300.

HANOVER TOWNSHIP
Statement of Activities
For the Years Ending March 31, 2009 and 2008

| Revenues | 2009 | 2008 |
|-------------------------------------|-----------------------------|-----------------------------|
| Program Revenues | | |
| Charges for Services | \$ 217,601 | \$ 210,059 |
| Operating Grants & Contributions | 82,498 | 52,667 |
| General Revenues | | |
| Property Taxes | 6,528,943 | 5,749,140 |
| Replacement Taxes | 65,883 | 73,473 |
| Interest Income | 100,918 | 205,982 |
| Miscellaneous | 75,051 | 36,838 |
| Total Revenue | <u>\$ 7,070,894</u> | <u>\$ 6,328,159</u> |
| Expenses | | |
| Governmental Activities | | |
| Township Services | 6,036,796 | 5,096,649 |
| Unfunded Pension Liability | 728,084 | - |
| Total Expense | <u>6,764,880</u> | <u>5,096,649</u> |
| Increase in Net Assets | \$ 306,014 | \$ 1,231,510 |
| Net Assets - Beginning of Year | 16,347,216 | 15,115,704 |
| Prior Period Adjustment | (548,930) | - |
| Net Assets - End of the Year | <u>\$ 16,104,300</u> | <u>\$ 16,347,214</u> |



Governmental Activities

As stated previously, Governmental Activities decreased the Township's net assets by \$242,916. Key elements of the entity-wide performance are as follows:

- The total revenues increased by \$155,635 or 2.5% from \$6,195,823 in fiscal year 2008 to \$6,351,458 in fiscal year 2009.
- Property tax revenue increased 3% from the prior fiscal year provided by an increase in collections from new growth in the Township.
- The total expenditures increased by \$889,074 or 18% from \$5,012,159 in fiscal year 2008 to \$5,901,233 in fiscal year 2009. This increase is mostly attributed to increases in personnel, retirement and capital costs as well as economic factors such as the rise in insurance, utility, salt and gas prices.

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 \$7,513,105. All of these funds are unreserved, indicating the availability for continuing the Township's operations.

The total ending fund balance of governmental funds shows an increase of \$450,255 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, 2009 was \$1,751,781, a net change of (\$82,842) from the prior year. This decrease was due to an increase in personnel and a transfer to the retirement fund.

The Senior Services Fund net change in fund balance was \$110,429. This was the third full year of operations for the newly constructed Senior Center.

The Road & Bridge Fund net change in fund balance was \$36,777. This increase was reduced from the prior year mainly due to an increase in current road project expenditures and senior transportation.

The Mental Health Fund ending fund balance was \$964,621, an increase of \$119,512 over the prior fiscal year. This increase was mainly due to an increase in property tax revenues and decrease in mental health expenditures.

General Fund Budgetary Highlights

During the 2009 Budget year, the Township did revise its annual operating budget. The revision provided for a transfer from the Town Fund to the Retirement Fund as well as the receipt of a grant from the State of Illinois.

The Town fund is reported as a major fund, and accounts for Township service operations as outlined on page 33 thru 36.

Revenues in the Town fund were \$3,015,504, which were under budget by \$68,464 or 2%. This budget variance was mainly due to interest income and passport fees that were never realized. Expenditures were \$2,614,948, which were \$235,622 or 8% under budget due to savings in administration, maintenance, youth and family services, insurance and capital expenditures. The overall net budget variance in the General Fund was a favorable \$167,158.

The Town fund's net change in fund balance was (\$82,842). The fund balance decreased to \$1,751,781 at the end of the fiscal year from \$1,834,623 the prior year.

Capital Asset

The Township's investment in capital assets, net of accumulated depreciation, for governmental-type activities as of March 31, 2009 was \$5,845,010. Capital additions were noted for the following categories: building improvements, office furniture and equipment, trucks, buses and infrastructure.

Debt Administration

As of March 31, 2009, 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 2009, \$249,017 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, 2009**

| | Total Governmental Activities |
|--|--|
| ASSETS | |
| Current Assets | |
| Cash | \$ 7,756,900 |
| Property Taxes Receivable, (net of allowance for uncollectibles) | 4,221,535 |
| Prepaid Expenses | 28,260 |
| Total Current Assets | <u>12,006,695</u> |
| Non-Current Assets | |
| Capital Assets | |
| Capital Assets Not Being Depreciated (Land) | 633,541 |
| Other Capital Assets, Net of Depreciation | 5,211,469 |
| Total Non-Current Assets | <u>5,845,010</u> |
| TOTAL ASSETS | <u>17,851,705</u> |
| LIABILITIES | |
| Current Liabilities | |
| Accounts Payable | 157,962 |
| Accrued Wages | 62,715 |
| Accrued Expenses | 49,879 |
| Accrued Vacation and Sick Pay | 49,584 |
| Unearned Revenue | 1,500 |
| Total Current Liabilities | <u>321,640</u> |
| Non-Current Liabilities | |
| Accrued Vacation and Sick Pay | 148,751 |
| Unfunded Pension Obligation | 1,277,014 |
| Total Non-Current Liabilities | <u>1,425,765</u> |
| TOTAL LIABILITIES | <u>1,747,405</u> |
| NET ASSETS | |
| Invested in Capital Assets, Net of Related Debt | 5,845,010 |
| Unrestricted Net Assets | 10,259,290 |
| TOTAL NET ASSETS | <u><u>\$ 16,104,300</u></u> |

See Accompanying Notes To The Financial Statements.

**Hanover Township
Statement of Activities
For the Year Ended March 31, 2009**

| | PROGRAM REVENUES | | NET (EXPENSES) REVENUES AND CHANGES IN NET ASSETS | |
|--------------------------------------|---------------------|-------------------------|--|----------------------------|
| | Expenses | Charges For Services | Operating Grants and Contributions | Governmental Activities |
| FUNCTIONS/PROGRAMS | | | | |
| Governmental Activities | | | | |
| Township Services | 6,036,796 | 217,601 | 82,498 | (5,736,697) |
| Unfunded Pension Obligation | 728,084 | 0 | 0 | (728,084) |
| Total Governmental Activities | \$ 6,764,880 | \$ 217,601 | \$ 82,498 | (6,464,781) |
| GENERAL REVENUES | | | | |
| Taxes | | | | |
| | | | | 6,528,943 |
| | | | | 65,883 |
| | | | | 100,918 |
| | | | | 75,051 |
| | | | | <u>6,770,795</u> |
| CHANGE IN NET ASSETS | | | | 306,014 |
| NET ASSETS | | | | |
| | | | | 16,347,216 |
| | | | | (548,930) |
| | | | | <u>15,798,286</u> |
| | | | | <u>\$ 16,104,300</u> |

See Accompanying Notes To The Financial Statements.

**Hanover Township
Governmental Funds
Balance Sheet
March 31, 2009**

| | <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 | \$ 1,975,031 | \$ 860,620 | \$ 2,974,755 | \$ 968,079 | \$ 978,415 | \$ 7,756,900 |
| Property Taxes Receivable | 1,932,251 | 578,153 | 789,839 | 557,882 | 363,410 | 4,221,535 |
| Prepaid Expenditures | 9,137 | 0 | 4,300 | 0 | 14,823 | 28,260 |
| TOTAL ASSETS | <u>3,916,419</u> | <u>1,438,773</u> | <u>3,768,894</u> | <u>1,525,961</u> | <u>1,356,648</u> | <u>12,006,695</u> |
| LIABILITIES | | | | | | |
| Accounts Payable | 156,712 | 0 | 0 | 1,250 | 0 | 157,962 |
| Accrued Wages | 35,731 | 16,785 | 3,605 | 2,208 | 4,386 | 62,715 |
| Accrued Expenditures | 38,444 | 0 | 0 | 0 | 11,434 | 49,878 |
| Deferred Revenue | 1,500 | 0 | 0 | 0 | 0 | 1,500 |
| Deferred Property Taxes | 1,932,251 | 578,153 | 789,839 | 557,882 | 363,410 | 4,221,535 |
| TOTAL LIABILITIES | <u>2,164,638</u> | <u>594,938</u> | <u>793,444</u> | <u>561,340</u> | <u>379,230</u> | <u>4,493,590</u> |
| FUND BALANCES | | | | | | |
| Unreserved, Undesignated | 1,751,781 | 0 | 0 | 0 | 0 | 1,751,781 |
| Unreserved, Special Revenue Funds | 0 | 843,835 | 2,975,450 | 964,621 | 811,020 | 5,594,926 |
| Unreserved, Capital Projects Fund | 0 | 0 | 0 | 0 | 166,398 | 166,398 |
| TOTAL FUND BALANCES | <u>1,751,781</u> | <u>843,835</u> | <u>2,975,450</u> | <u>964,621</u> | <u>977,418</u> | <u>7,513,105</u> |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 3,916,419</u> | <u>\$ 1,438,773</u> | <u>\$ 3,768,894</u> | <u>\$ 1,525,961</u> | <u>\$ 1,356,648</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. | 5,845,010 |
| Deferred Property Tax Revenue is not recorded on the Statement of Net Assets. | 4,221,535 |
| Accrued Vacation and Sick Pay is not a liability for the current period and therefore is not reported in the funds. | (148,752) |
| Unfunded Pension Obligation is not reported as a liability in the fund financial statements. | <u>(1,277,014)</u> |

NET ASSETS OF GOVERNMENTAL FUNDS

\$ 16,153,884

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, 2009

| | <u>Town</u> | <u>Senior Services</u> | <u>Road and Bridge</u> | <u>Mental Health</u> | <u>Nonmajor Governmental</u> | <u>Total</u> |
|--|---------------------|------------------------|------------------------|----------------------|------------------------------|---------------------|
| REVENUES | | | | | | |
| Property Taxes | \$ 2,865,147 | \$ 859,375 | \$ 709,741 | \$ 831,154 | \$ 544,090 | \$ 5,809,507 |
| Replacement Taxes | 21,312 | 0 | 24,521 | 15,649 | 4,401 | 65,883 |
| Therapy Fees | 19,566 | 0 | 0 | 0 | 0 | 19,566 |
| Bus Fees | 0 | 0 | 0 | 0 | 10,392 | 10,392 |
| Passport Fees | 36,752 | 0 | 0 | 0 | 0 | 36,752 |
| Grant Income | 0 | 20,034 | 0 | 0 | 55,992 | 76,026 |
| Youth Commission | 24,245 | 0 | 0 | 0 | 0 | 24,245 |
| Permits and Traffic Fines | 0 | 0 | 2,223 | 0 | 0 | 2,223 |
| Rental Income | 7,700 | 0 | 0 | 13,498 | 0 | 21,198 |
| Interest | 14,565 | 6,828 | 64,608 | 7,769 | 7,148 | 100,918 |
| Miscellaneous | 26,217 | 116,812 | 730 | 30,261 | 10,728 | 184,748 |
| TOTAL REVENUES | 3,015,504 | 1,003,049 | 801,823 | 898,331 | 632,751 | 6,351,458 |
| EXPENDITURES | | | | | | |
| Current: | | | | | | |
| Administration | 1,793,778 | 0 | 0 | 0 | 607,719 | 2,401,497 |
| Youth Commission | 646,591 | 0 | 0 | 0 | 0 | 646,591 |
| Senior Center | 0 | 972,883 | 0 | 0 | 0 | 972,883 |
| Road and Bridge | 0 | 0 | 665,938 | 0 | 0 | 665,938 |
| Mental Health | 0 | 0 | 0 | 775,361 | 0 | 775,361 |
| Home Relief | 0 | 0 | 0 | 0 | 189,946 | 189,946 |
| Capital Outlay | 174,579 | 8,237 | 10,608 | 3,458 | 52,135 | 249,017 |
| TOTAL EXPENDITURES | 2,614,948 | 981,120 | 676,546 | 778,819 | 849,800 | 5,901,233 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | 400,556 | 21,929 | 125,277 | 119,512 | (217,049) | 450,225 |
| OTHER FINANCING SOURCES (USES) | | | | | | |
| Transfers In | 0 | 88,500 | 0 | 0 | 483,398 | 571,898 |
| Transfers Out | (483,398) | 0 | (88,500) | 0 | 0 | (571,898) |
| TOTAL OTHER FINANCING SOURCES (USES) | (483,398) | 88,500 | (88,500) | 0 | 483,398 | 0 |
| NET CHANGE IN FUND BALANCES | (82,842) | 110,429 | 36,777 | 119,512 | 266,349 | 450,225 |
| FUND BALANCES | | | | | | |
| BEGINNING OF YEAR | 1,834,623 | 733,406 | 2,938,673 | 845,109 | 711,069 | 7,062,880 |
| END OF YEAR | \$ 1,751,781 | \$ 843,835 | \$ 2,975,450 | \$ 964,621 | \$ 977,418 | \$ 7,513,105 |

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, 2009

| | |
|--|-------------------|
| Net Change in Fund Balances - Total Governmental Funds (Combined Statement of Revenues, Expenditures and Changes in Fund Balances) | \$ 450,225 |
| 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. | (385,172) |
| Loss on disposal of capital assets is not considered an expenditure in the fund financial statements. | (3,423) |
| Purchases of capital assets are treated as an expenditure in the fund financial statements. | 271,368 |
| Property taxes that do not provide current financial resources are not reported as property tax revenue in the fund financial statements. | 719,437 |
| Accrued Vacation and Sick Pay are not due and payable in the current period and therefore, are not reported on the governmental funds. | (18,337) |
| Change in Unfunded Pension Obligation is not included in the fund financial statements | <u>(728,084)</u> |
| Change in Net Assets of Governmental Activities (Statement of Activities) | <u>\$ 306,014</u> |

See Accompanying Notes To The Financial Statements.

**Hanover Township
Town Fund
Budgetary Comparison Schedule
For the Year Ended March 31, 2009**

| | Budgeted Amounts | | Actual | Variance With Final Budget |
|---|------------------|---------------------|---------------------|----------------------------------|
| | Original | Final | | |
| REVENUES | | | | |
| Property Taxes | \$ 2,904,388 | \$ 2,904,388 | \$ 2,865,147 | \$ (39,241) |
| Replacement Taxes | 22,880 | 22,880 | 21,312 | (1,568) |
| Therapy Fees | 20,800 | 20,800 | 19,566 | (1,234) |
| Passport Fees | 50,000 | 50,000 | 36,752 | (13,248) |
| Youth Commission | 25,000 | 25,000 | 24,245 | (755) |
| Rental Income | 12,500 | 12,500 | 7,700 | (4,800) |
| Interest Income | 36,400 | 36,400 | 14,565 | (21,835) |
| Other Income | 12,000 | 12,000 | 26,217 | 14,217 |
| TOTAL REVENUES | 3,083,968 | 3,083,968 | 3,015,504 | (68,464) |
| EXPENDITURES | | | | |
| Administration | | | | |
| Compensation of Officials | 98,802 | 98,802 | 97,659 | 1,143 |
| Town Hall Administration Expense | 433,147 | 433,147 | 353,996 | 79,151 |
| Town Hall Expense | 130,448 | 130,448 | 127,953 | 2,495 |
| Legal and Audit | 62,850 | 62,850 | 67,249 | (4,399) |
| Insurance and Employee Benefits | 354,509 | 354,509 | 326,569 | 27,940 |
| Veterans' Affairs | 18,637 | 18,637 | 18,625 | 12 |
| Assessor's Office | 137,052 | 137,052 | 124,037 | 13,015 |
| Town Facilities and Maintenance | 337,886 | 337,886 | 303,826 | 34,060 |
| Emergency and Medical | 32,500 | 32,500 | 21,736 | 10,764 |
| Astor Avenue Community Center | 178,366 | 178,366 | 154,742 | 23,624 |
| Clerk's Office | 105,082 | 105,082 | 114,850 | (9,768) |
| Community Health Nurse | 76,840 | 76,840 | 82,536 | (5,696) |
| Youth and Family Services | 681,901 | 681,901 | 646,591 | 35,310 |
| Capital Outlay | 202,550 | 202,550 | 174,579 | 27,971 |
| TOTAL EXPENDITURES | 2,850,570 | 2,850,570 | 2,614,948 | 235,622 |
| EXCESS OF REVENUES OVER EXPENDITURES | 233,398 | 233,398 | 400,556 | 167,158 |
| OTHER FINANCING SOURCES | | | | |
| Transfers Out | (233,398) | (483,398) | (483,398) | 0 |
| TOTAL OTHER FINANCING SOURCES | (233,398) | (483,398) | (483,398) | 0 |
| NET CHANGE IN FUND BALANCE | \$ 0 | \$ (250,000) | (82,842) | \$ (82,842) |
| FUND BALANCE, BEGINNING OF YEAR | | | 1,834,623 | |
| END OF YEAR | | | \$ 1,751,781 | |

Hanover Township
Notes To The Financial Statements
For the Year Ended March 31, 2009

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, 2009

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, 2009

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, 2009

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, 2009

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, 2009

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. As of March 31, 2009, interfund receivables and payables have not 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, 2009 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 \$2,500 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, 2009

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. Accrued Vacation and Sick Pay

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, 2009

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.

NOTE 2 - DEPOSITS AND INVESTMENTS

A. Deposits

Cash, cash equivalents, and investments are held separately and in pools by several of the Township's funds. The carrying amount is \$7,756,700, not including a petty cash fund of \$200 and the bank balance is \$7,887,504 at March 31, 2009.

B. Policies for Investments

It is the policy of the Township 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 Township 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, 2009

NOTE 2 - DEPOSITS AND INVESTMENTS (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 Township's deposits may not be returned to it. The Township'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 Township's name.

The Township 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 \$385,172.

| | Capital Assets April 1, 2008 | Additions | Retirements | Capital Assets March 31, 2009 |
|--|------------------------------------|---------------------|-------------------|-------------------------------------|
| Governmental Activities | | | | |
| Capital Assets not Subject to Depreciation | | | | |
| Land | \$ 633,541 | \$ 0 | \$ 0 | \$ 633,541 |
| Total Capital Assets not Being Depreciated | <u>633,541</u> | <u>0</u> | <u>0</u> | <u>633,541</u> |
| Capital Assets Subject to Depreciation | | | | |
| Buildings | 4,755,299 | 0 | 0 | 4,755,299 |
| Building Improvements | 490,580 | 19,840 | (1,700) | 508,720 |
| Office Furniture and Equipment | 649,736 | 22,576 | (18,975) | 653,337 |
| Trucks and Equipment | 441,111 | 13,990 | 0 | 455,101 |
| Buses | 442,534 | 47,135 | 0 | 489,669 |
| Infrastructure | 262,257 | 167,827 | 0 | 430,084 |
| Total Capital Assets Being Depreciated | <u>7,041,517</u> | <u>271,368</u> | <u>(20,675)</u> | <u>7,292,210</u> |
| Less Accumulated Depreciation | | | | |
| Buildings | (661,655) | (158,510) | 0 | (820,165) |
| Building Improvements | (130,485) | (50,261) | 1,700 | (179,046) |
| Office Furniture and Equipment | (352,494) | (64,484) | 15,552 | (401,426) |
| Trucks and Equipment | (287,664) | (41,983) | 0 | (329,647) |
| Buses | (244,796) | (38,728) | 0 | (283,524) |
| Infrastructure | (35,727) | (31,206) | 0 | (66,933) |
| Total Accumulated Depreciation | <u>(1,712,821)</u> | <u>(385,172)</u> | <u>17,252</u> | <u>(2,080,741)</u> |
| Net Capital Assets - Governmental Activities | <u>\$ 5,962,237</u> | <u>\$ (113,804)</u> | <u>\$ (3,423)</u> | <u>\$ 5,845,010</u> |

Hanover Township
Notes To The Financial Statements (Continued)
For the Year Ended March 31, 2009

NOTE 4 - LONG-TERM LIABILITIES

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

| | Balance 3/31/2008 | Additions | Reductions | Balance 3/31/2009 | Due Within One Year |
|-------------------------------|----------------------|------------------|------------------|----------------------|------------------------|
| Accrued Vacation and Sick Pay | \$ 179,998 | \$ 56,137 | \$ 37,800 | \$ 198,335 | \$ 49,584 |
| Total Long-Term Debt | <u>\$ 179,998</u> | <u>\$ 56,137</u> | <u>\$ 37,800</u> | <u>\$ 198,335</u> | <u>\$ 49,584</u> |

NOTE 5 - FUND BALANCES

At March 31, 2009, none of the funds of the Township had a deficit balance.

NOTE 6 – ACTUAL EXPENDITURES OVER BUDGET

At March 31, 2009 the Township did not have any funds with an excess of actual expenditures over legally enacted budgeted amounts.

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.

NOTE 9 – PRIOR PERIOD ADJUSTMENT

A prior period adjustment of \$548,930 was made to beginning net assets in the government wide financial statements to reflect the implementation of GASB statement No. 50, Pension Disclosures – an amendment of GASB Statements No. 25 and No. 27.

NOTE 10 – PENSION PLAN

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.

Hanover Township
Notes To The Financial Statements (Continued)
For the Year Ended March 31, 2009

NOTE 10 – PENSION PLAN (CONTINUED)

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 2008 was 10.75 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 2008, The Township’s annual pension cost of \$255,081 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> |
|----------------------------------|--------------------------------------|--|-----------------------------------|
| 12/31/08 | \$ 255,081 | 100% | \$ 0 |
| 12/31/07 | 196,486 | 100% | 0 |
| 12/31/06 | 185,264 | 100% | 0 |

The required contribution for 2008 was determined as part of the December 31, 2006, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2006, 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 11.6% 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 20% 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, 2006, was 24 years.

Funded Status and Funding Progress. As of December 31, 2008, the most recent actuarial valuation date, the Regular plan was 50.62 percent funded. The actuarial accrued liability for benefits was \$2,586,072 and the actuarial value of assets was \$1,309,058, resulting in an underfunded actuarial accrued liability (UAAL) of \$1,277,014. The covered payroll (annual payroll of active employees covered by the plan) was \$2,372,847 and the ratio of the UAAL to the covered payroll was 54 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
 Required Supplementary Information
 For the Year Ended March 31, 2009**

SCHEDULE OF FUNDING PROGRESS

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

| Actuarial Valuation Date | Actuarial Value of Assets (a) | Actuarial Accrued Liability (AAL) -Entry Age (b) | Unfunded AAL (UAAL) (b-a) | Funded Ratio (a/b) | Covered Payroll (c) | UAAL as a Percentage of Covered Payroll ((b-a)/c) |
|--------------------------------|--|---|------------------------------------|--------------------------|---------------------------|---|
| 12/31/2008 | \$ 1,309,058 | \$ 2,586,072 | \$ 1,277,014 | 50.62% | \$ 2,372,847 | 53.82% |
| 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% |

**Hanover Township
Senior Services Fund
Budgetary Comparison Schedule
For the Year Ended March 31, 2009**

| | Budgeted Amounts | | Actual | Variance With Final Budget |
|--|------------------|------------------|-------------------|----------------------------------|
| | Original | Final | | |
| REVENUES | | | | |
| Property Taxes | \$ 870,760 | \$ 870,760 | \$ 859,375 | \$ (11,385) |
| Grant Income | 20,220 | 20,220 | 20,034 | (186) |
| Interest Income | 5,200 | 5,200 | 6,828 | 1,628 |
| Other Income | 68,399 | 68,399 | 116,812 | 48,413 |
| TOTAL REVENUES | <u>964,579</u> | <u>964,579</u> | <u>1,003,049</u> | <u>38,470</u> |
| EXPENDITURES | | | | |
| Administration | 716,281 | 716,281 | 688,331 | 27,950 |
| Social Services | 178,038 | 178,038 | 199,915 | (21,877) |
| Transportation | 90,527 | 90,527 | 72,612 | 17,915 |
| Other | 60,000 | 60,000 | 12,025 | 47,975 |
| Capital Outlay | 7,200 | 7,200 | 8,237 | (1,037) |
| TOTAL EXPENDITURES | <u>1,052,046</u> | <u>1,052,046</u> | <u>981,120</u> | <u>70,926</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | (87,467) | (87,467) | 21,929 | 109,396 |
| OTHER FINANCING SOURCES | | | | |
| Transfers In | 88,500 | 88,500 | 88,500 | 0 |
| TOTAL OTHER FINANCING SOURCES | <u>88,500</u> | <u>88,500</u> | <u>88,500</u> | <u>0</u> |
| NET CHANGE IN FUND BALANCE | <u>\$ 1,033</u> | <u>\$ 1,033</u> | 110,429 | <u>\$ 109,396</u> |
| FUND BALANCE, BEGINNING OF YEAR | | | <u>733,406</u> | |
| END OF YEAR | | | <u>\$ 843,835</u> | |

**Hanover Township
Road and Bridge Fund
Budgetary Comparison Schedule
For the Year Ended March 31, 2009**

| | Budgeted Amounts | | Actual | Variance With Final Budget |
|--|---------------------|---------------------|---------------------|----------------------------------|
| | Original | Final | | |
| REVENUES | | | | |
| Property Taxes | \$ 716,523 | \$ 716,523 | \$ 709,741 | \$ (6,782) |
| Replacement Taxes | 15,515 | 15,515 | 24,521 | 9,006 |
| Interest Income | 19,500 | 19,500 | 64,608 | 45,108 |
| Permits and Traffic Fines | 510 | 510 | 2,223 | 1,713 |
| Miscellaneous | 2,000 | 2,000 | 730 | (1,270) |
| TOTAL REVENUES | <u>754,048</u> | <u>754,048</u> | <u>801,823</u> | <u>47,775</u> |
| EXPENDITURES | | | | |
| Maintenance of Roads | 838,232 | 838,232 | 568,659 | 269,573 |
| Administration | 129,370 | 129,370 | 97,279 | 32,091 |
| Capital Outlay | 119,725 | 119,725 | 10,608 | 109,117 |
| TOTAL EXPENDITURES | <u>1,087,327</u> | <u>1,087,327</u> | <u>676,546</u> | <u>410,781</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | (333,279) | (333,279) | 125,277 | 458,556 |
| OTHER FINANCING SOURCES | | | | |
| Transfers Out | (88,500) | (88,500) | (88,500) | 0 |
| TOTAL OTHER FINANCING SOURCES | <u>(88,500)</u> | <u>(88,500)</u> | <u>(88,500)</u> | <u>0</u> |
| NET CHANGE IN FUND BALANCE | <u>\$ (421,779)</u> | <u>\$ (421,779)</u> | 36,777 | <u>\$ 458,556</u> |
| FUND BALANCE, BEGINNING OF YEAR | | | <u>2,938,673</u> | |
| END OF YEAR | | | <u>\$ 2,975,450</u> | |

**Hanover Township
Mental Health Fund
Budgetary Comparison Schedule
For the Year Ended March 31, 2009**

| | Budgeted Amounts | | Actual | Variance With Final Budget |
|--|--------------------|--------------------|-------------------|----------------------------------|
| | Original | Final | | |
| REVENUES | | | | |
| Property Taxes | \$ 840,217 | \$ 840,217 | \$ 831,154 | \$ (9,063) |
| Replacement Taxes | 16,800 | 16,800 | 15,649 | (1,151) |
| Rental Income | 12,600 | 12,600 | 13,498 | 898 |
| Interest Income | 6,000 | 6,000 | 7,769 | 1,769 |
| Other Income | 17,000 | 17,000 | 30,261 | 13,261 |
| TOTAL REVENUES | <u>892,617</u> | <u>892,617</u> | <u>898,331</u> | <u>5,714</u> |
| EXPENDITURES | | | | |
| Service Contracts/Grant by Agency | 688,050 | 688,050 | 608,017 | 80,033 |
| Administration | 140,341 | 140,341 | 128,315 | 12,026 |
| Building Occupancy | 36,000 | 36,000 | 39,029 | (3,029) |
| Capital Improvements | 110,000 | 110,000 | 3,458 | 106,542 |
| TOTAL EXPENDITURES | <u>974,391</u> | <u>974,391</u> | <u>778,819</u> | <u>195,572</u> |
| NET CHANGE IN FUND BALANCE | <u>\$ (81,774)</u> | <u>\$ (81,774)</u> | 119,512 | <u>\$ 201,286</u> |
| FUND BALANCE, BEGINNING OF YEAR | | | <u>845,109</u> | |
| END OF YEAR | | | <u>\$ 964,621</u> | |

**Hanover Township
Town Fund
Schedule of Expenditures
Budget and Actual
For the Year Ended March 31, 2009**

| | Budgeted Amounts | | Actual | Variance With Final Budget |
|--|------------------|-----------|-----------|----------------------------------|
| | Original | Final | | |
| EXPENDITURES | | | | |
| Compensation of Officials | \$ 98,802 | \$ 98,802 | \$ 97,659 | \$ 1,143 |
| Town Hall Administration Expense | | | | |
| Postage | 2,625 | 2,625 | 1,586 | 1,039 |
| Office Supplies | 5,720 | 5,720 | 7,057 | (1,337) |
| Printing | 1,040 | 1,040 | 2,327 | (1,287) |
| Salaries | 202,080 | 202,080 | 180,425 | 21,655 |
| Travel Expense | 4,120 | 4,120 | 3,713 | 407 |
| Dues, Subscriptions and Publications | 8,901 | 8,901 | 7,619 | 1,282 |
| Pre Employment Charges | 1,500 | 1,500 | 1,551 | (51) |
| Education and Training | 19,600 | 19,600 | 15,176 | 4,424 |
| Consulting | 7,725 | 7,725 | 7,725 | 0 |
| Financial Administration | 52,636 | 52,636 | 57,022 | (4,386) |
| Community Affairs | 47,200 | 47,200 | 47,295 | (95) |
| Emergency Contingency Fund | 70,000 | 70,000 | 12,425 | 57,575 |
| Other Expenses | 10,000 | 10,000 | 10,075 | (75) |
| Total Town Hall Administration Expense | 433,147 | 433,147 | 353,996 | 79,151 |
| Town Hall Expense | | | | |
| Telephone | 26,520 | 26,520 | 25,319 | 1,201 |
| Utilities | 97,850 | 97,850 | 98,396 | (546) |
| High Speed Internet | 2,678 | 2,678 | 1,759 | 919 |
| Equipment Rental | 3,400 | 3,400 | 2,479 | 921 |
| Total Town Hall Expense | 130,448 | 130,448 | 127,953 | 2,495 |
| Legal and Audit | | | | |
| Audit | 8,850 | 8,850 | 9,600 | (750) |
| Legal | 54,000 | 54,000 | 57,649 | (3,649) |
| Total Legal and Audit | 62,850 | 62,850 | 67,249 | (4,399) |
| Insurance and Employee Benefits | | | | |
| General Insurance | 70,000 | 70,000 | 56,534 | 13,466 |
| Medical, Dental and Life Insurance | 190,800 | 190,800 | 149,342 | 41,458 |
| Unemployment Compensation | 27,324 | 27,324 | 31,723 | (4,399) |
| Flex Plan | 1,125 | 1,125 | 1,065 | 60 |
| Employee Assistance Program | 2,060 | 2,060 | 1,451 | 609 |
| Health Insurance Waiver | 40,000 | 40,000 | 69,600 | (29,600) |
| Health Savings Account | 13,200 | 13,200 | 12,650 | 550 |
| Employee Wellness | 10,000 | 10,000 | 4,204 | 5,796 |
| Total Insurance and Employee Benefits | 354,509 | 354,509 | 326,569 | 27,940 |

**Hanover Township
Town Fund
Schedule of Expenditures (Continued)
Budget and Actual
For the Year Ended March 31, 2009**

| EXPENDITURES (CONTINUED) | Budgeted Amounts | | Actual | Variance With Final Budget |
|---------------------------------------|------------------|---------|---------|----------------------------------|
| | Original | Final | | |
| Veterans' Affairs | | | | |
| Salaries | 18,437 | 18,437 | 18,503 | (66) |
| Travel Expense | 100 | 100 | 22 | 78 |
| Other Expenses | 100 | 100 | 100 | 0 |
| Total Veterans' Affairs | 18,637 | 18,637 | 18,625 | 12 |
| Assessor's Office | | | | |
| Office Supplies | 5,647 | 5,647 | 3,819 | 1,828 |
| Printing and Newsletter | 2,822 | 2,822 | 316 | 2,506 |
| Salaries | 109,825 | 109,825 | 109,981 | (156) |
| Equipment Purchase | 3,690 | 3,690 | 567 | 3,123 |
| Travel Expense | 2,902 | 2,902 | 4,010 | (1,108) |
| Dues, Subscriptions and Publications | 2,756 | 2,756 | 2,023 | 733 |
| Training | 2,251 | 2,251 | 1,855 | 396 |
| Building & Permanent Improvements | 626 | 626 | 0 | 626 |
| Equipment Rental | 1,040 | 1,040 | 239 | 801 |
| Equipment Maintenance | 4,368 | 4,368 | 1,227 | 3,141 |
| Professional Services | 1,125 | 1,125 | 0 | 1,125 |
| Total Assessor's Office | 137,052 | 137,052 | 124,037 | 13,015 |
| Town Facilities and Maintenance | | | | |
| Salaries | 183,491 | 183,491 | 179,154 | 4,337 |
| Office Expenses | 1,000 | 1,000 | 799 | 201 |
| Janitorial Supplies | 11,960 | 11,960 | 7,397 | 4,563 |
| Contractual Services | 42,040 | 42,040 | 43,082 | (1,042) |
| Building Maintenance | 35,115 | 35,115 | 17,461 | 17,654 |
| Equipment Maintenance | 32,720 | 32,720 | 29,194 | 3,526 |
| Equipment Rental | 1,000 | 1,000 | 0 | 1,000 |
| Vehicle Expenditures | 13,500 | 13,500 | 9,041 | 4,459 |
| Trash Removal | 4,240 | 4,240 | 7,424 | (3,184) |
| Grounds Maintenance | 8,320 | 8,320 | 7,194 | 1,126 |
| Other Expenditures | 4,500 | 4,500 | 3,080 | 1,420 |
| Total Town Facilities and Maintenance | 337,886 | 337,886 | 303,826 | 34,060 |
| Emergency and Medical | | | | |
| Salaries | 18,500 | 18,500 | 12,310 | 6,190 |
| Equipment | 5,000 | 5,000 | 5,523 | (523) |
| Uniforms | 1,000 | 1,000 | 3,130 | (2,130) |
| Office Supplies, Printing and Postage | 2,000 | 2,000 | 457 | 1,543 |
| Miscellaneous | 6,000 | 6,000 | 316 | 5,684 |
| Total Emergency and Medical | 32,500 | 32,500 | 21,736 | 10,764 |

**Hanover Township
Town Fund
Schedule of Expenditures (Continued)
Budget and Actual
For the Year Ended March 31, 2009**

| EXPENDITURES (CONTINUED) | Budgeted Amounts | | Actual | Variance With Final Budget |
|--------------------------------------|------------------|---------|---------|----------------------------------|
| | Original | Final | | |
| Astor Avenue Project | | | | |
| Salaries | 133,913 | 133,913 | 133,453 | 460 |
| Staff Training | 1,100 | 1,100 | 918 | 182 |
| Staff Expense | 4,100 | 4,100 | 4,032 | 68 |
| Office Expenditures | 4,400 | 4,400 | 929 | 3,471 |
| After School Program | 14,769 | 14,769 | 3,006 | 11,763 |
| Supplies | 5,084 | 5,084 | 1,921 | 3,163 |
| Utilities and Telephone | 13,000 | 13,000 | 9,053 | 3,947 |
| Consultants | 1,000 | 1,000 | 750 | 250 |
| Professional Services | 1,000 | 1,000 | 680 | 320 |
| Total Astor Avenue Project | 178,366 | 178,366 | 154,742 | 23,624 |
| Clerk's Department | | | | |
| Salaries | 77,185 | 77,185 | 87,827 | (10,642) |
| Postage | 1,500 | 1,500 | 4,184 | (2,684) |
| Office Supplies | 1,000 | 1,000 | 938 | 62 |
| Printing and Legal Notices | 8,998 | 8,998 | 8,938 | 60 |
| Travel and Seminars | 200 | 200 | 1,351 | (1,151) |
| Dues, Subscriptions and Publications | 2,500 | 2,500 | 1,852 | 648 |
| Legal Notices | 1,200 | 1,200 | 1,085 | 115 |
| Community Affairs | 5,499 | 5,499 | 5,444 | 55 |
| Equipment Maintenance and Repair | 499 | 499 | 515 | (16) |
| Passport Expenditures | 4,500 | 4,500 | 820 | 3,680 |
| Other Expenses | 2,001 | 2,001 | 1,896 | 105 |
| Total Clerk's Department | 105,082 | 105,082 | 114,850 | (9,768) |
| Community Health Nurse | | | | |
| Salaries | 52,159 | 52,159 | 62,597 | (10,438) |
| Postage | 500 | 500 | 79 | 421 |
| Office Supplies | 1,000 | 1,000 | 634 | 366 |
| Printing & Legal Notices | 1,300 | 1,300 | 1,250 | 50 |
| Travel Expense & Seminars | 2,700 | 2,700 | 695 | 2,005 |
| Dues, Sub & Publications | 400 | 400 | 99 | 301 |
| Community Affairs | 1,500 | 1,500 | 2,387 | (887) |
| Equipment Maintenance & Rental | 3,200 | 3,200 | 1,778 | 1,422 |
| Professional Services | 1,500 | 1,500 | 1,162 | 338 |
| Seminars | 1,200 | 1,200 | 12 | 1,188 |
| Medical Supplies | 5,000 | 5,000 | 5,442 | (442) |
| Communications | 1,680 | 1,680 | 1,867 | (187) |
| Crises Care | 3,500 | 3,500 | 3,472 | 28 |
| Miscellaneous Expense | 1,201 | 1,201 | 1,062 | 139 |
| Total Community Health Nurse | 76,840 | 76,840 | 82,536 | (5,696) |

**Hanover Township
Town Fund
Schedule of Expenditures (Continued)
Budget and Actual
For the Year Ended March 31, 2009**

| EXPENDITURES (CONTINUED) | Budgeted Amounts | | Actual | Variance With Final Budget |
|-------------------------------------|---------------------|---------------------|---------------------|----------------------------------|
| | Original | Final | | |
| Youth Commission | | | | |
| Salaries | 583,684 | 583,684 | 566,499 | 17,185 |
| Expenses | 14,026 | 14,026 | 12,851 | 1,175 |
| Staff Expenses | 6,000 | 6,000 | 4,266 | 1,734 |
| Staff Education | 5,356 | 5,356 | 4,634 | 722 |
| Consulting | 3,600 | 3,600 | 0 | 3,600 |
| Answering Service | 1,285 | 1,285 | 1,200 | 85 |
| Printing | 2,500 | 2,500 | 2,020 | 480 |
| Postage | 1,800 | 1,800 | 1,830 | (30) |
| Books and Journals | 550 | 550 | 285 | 265 |
| Equipment Maintenance | 1,300 | 1,300 | 0 | 1,300 |
| Psychiatric Backup | 20,000 | 20,000 | 13,300 | 6,700 |
| Insurance | 3,000 | 3,000 | 4,158 | (1,158) |
| Open Gym Program | 20,800 | 20,800 | 20,020 | 780 |
| Tutoring | 14,000 | 14,000 | 14,566 | (566) |
| Dues and Subscriptions | 4,000 | 4,000 | 962 | 3,038 |
| Total Youth Commission | 681,901 | 681,901 | 646,591 | 35,310 |
| Capital Outlay | | | | |
| Building and Permanent Improvements | 90,000 | 90,000 | 70,292 | 19,708 |
| Furniture and Computer Equipment | 91,950 | 91,950 | 89,140 | 2,810 |
| Equipment Purchases | 20,600 | 20,600 | 15,147 | 5,453 |
| Total Capital Outlay | 202,550 | 202,550 | 174,579 | 27,971 |
| TOTAL EXPENDITURES | \$ 2,850,570 | \$ 2,850,570 | \$ 2,614,948 | \$ 235,622 |

**Hanover Township
Senior Services Fund
Schedule of Expenditures
Budget and Actual
For the Year Ended March 31, 2009**

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance With Final Budget</u> |
|--------------------------------------|----------------------------|----------------------------|--------------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| EXPENDITURES | | | | |
| Administration | | | | |
| Salaries | \$ 638,084 | \$ 638,084 | \$ 627,113 | \$ 10,971 |
| Recruitment | 2,808 | 2,808 | 2,104 | 704 |
| Postage, Printing and Supplies | 12,795 | 12,795 | 22,987 | (10,192) |
| Telephone and Internet | 25,203 | 25,203 | 11,805 | 13,398 |
| Dues, Subscriptions and Publications | 500 | 500 | 1,379 | (879) |
| Travel/Seminars | 7,675 | 7,675 | 10,159 | (2,484) |
| Public Relations | 5,200 | 5,200 | 5,058 | 142 |
| Title Endowment Fund | 22,986 | 22,986 | 6,628 | 16,358 |
| Miscellaneous | 1,030 | 1,030 | 1,098 | (68) |
| Total Administration | <u>716,281</u> | <u>716,281</u> | <u>688,331</u> | <u>27,950</u> |
| Social Services | | | | |
| Programming | 84,015 | 84,015 | 114,903 | (30,888) |
| Outreach | 3,966 | 3,966 | 4,936 | (970) |
| Volunteer Services | 10,506 | 10,506 | 20,025 | (9,519) |
| Club 59 | 23,528 | 23,528 | 22,146 | 1,382 |
| Nutrition | 15,600 | 15,600 | 18,131 | (2,531) |
| Computer Instruction | 2,000 | 2,000 | 1,172 | 828 |
| Visual Arts | 19,123 | 19,123 | 16,042 | 3,081 |
| Title III Expenditures | 16,800 | 16,800 | 1,833 | 14,967 |
| Miscellaneous | 2,500 | 2,500 | 727 | 1,773 |
| Total Social Services | <u>178,038</u> | <u>178,038</u> | <u>199,915</u> | <u>(21,877)</u> |
| Transporation | | | | |
| Emergency Maintenance Fund | 14,027 | 14,027 | 0 | 14,027 |
| Vehicle Maintenance | 76,500 | 76,500 | 72,612 | 3,888 |
| Total Transporation | <u>90,527</u> | <u>90,527</u> | <u>72,612</u> | <u>17,915</u> |
| Other Expenditures | <u>60,000</u> | <u>60,000</u> | <u>12,025</u> | <u>47,975</u> |
| Capital Outlay | | | | |
| Equipment Purchase | 7,200 | 7,200 | 8,237 | (1,037) |
| Total Capital Outlay | <u>7,200</u> | <u>7,200</u> | <u>8,237</u> | <u>(1,037)</u> |
| TOTAL EXPENDITURES | <u><u>\$ 1,052,046</u></u> | <u><u>\$ 1,052,046</u></u> | <u><u>\$ 981,120</u></u> | <u><u>\$ 70,926</u></u> |

**Hanover Township
Road and Bridge Fund
Schedule of Expenditures
Budget and Actual
For the Year Ended March 31, 2009**

| | Budgeted Amounts | | Actual | Variance With Final Budget |
|--------------------------------------|---------------------|---------------------|-------------------|----------------------------------|
| | Original | Final | | |
| EXPENDITURES | | | | |
| Maintenance of Roads | | | | |
| Controlled Substance Testing | \$ 1,040 | \$ 1,040 | \$ 177 | \$ 863 |
| Salaries | 210,000 | 210,000 | 137,962 | 72,038 |
| Materials & Supplies | 17,780 | 17,780 | 22,158 | (4,378) |
| Gas and Oil | 9,040 | 9,040 | 13,554 | (4,514) |
| Machine Rental | 1,768 | 1,768 | 446 | 1,322 |
| Engineering | 10,400 | 10,400 | 0 | 10,400 |
| Contract Work | 514,364 | 514,364 | 167,827 | 346,537 |
| Equipment Maintenance | 15,600 | 15,600 | 39,475 | (23,875) |
| Street Lighting | 6,240 | 6,240 | 4,147 | 2,093 |
| Building Maintenance | 5,200 | 5,200 | 2,432 | 2,768 |
| Signs, Striping and Tree Removal | 15,600 | 15,600 | 1,715 | 13,885 |
| Bridge Repair and Maintenance | 10,400 | 10,400 | 0 | 10,400 |
| Salt | 20,800 | 20,800 | 178,766 | (157,966) |
| Total Maintenance of Roads | 838,232 | 838,232 | 568,659 | 269,573 |
| Administration | | | | |
| Unemployment Compensation | 520 | 520 | 150 | 370 |
| IMRF Expense | 22,500 | 22,500 | 14,656 | 7,844 |
| FICA Expense | 15,000 | 15,000 | 10,739 | 4,261 |
| Postage | 2,000 | 2,000 | 1,502 | 498 |
| Legal | 8,320 | 8,320 | 11,739 | (3,419) |
| Insurance | 46,800 | 46,800 | 35,028 | 11,772 |
| Audit | 2,080 | 2,080 | 0 | 2,080 |
| Telephone | 2,600 | 2,600 | 4,660 | (2,060) |
| Dues, Subscriptions and Publications | 900 | 900 | 2,572 | (1,672) |
| Travel Expense | 1,560 | 1,560 | 495 | 1,065 |
| Printing | 2,600 | 2,600 | 5,104 | (2,504) |
| Uniforms and Safety Equipment | 1,500 | 1,500 | 1,161 | 339 |
| Community Affairs | 2,500 | 2,500 | 1,458 | 1,042 |
| Utilities | 6,240 | 6,240 | 6,340 | (100) |
| Office Supplies | 2,000 | 2,000 | 1,655 | 345 |
| Replacement Tax | 12,000 | 12,000 | 0 | 12,000 |
| Miscellaneous | 250 | 250 | 20 | 230 |
| Total Administration | 129,370 | 129,370 | 97,279 | 32,091 |
| Capital Outlay | | | | |
| Equipment Purchase | 105,165 | 105,165 | 10,608 | 94,557 |
| Construction Equipment | 4,160 | 4,160 | 0 | 4,160 |
| Building and Permanent Improvement | 10,400 | 10,400 | 0 | 10,400 |
| Total Capital Outlay | 119,725 | 119,725 | 10,608 | 109,117 |
| TOTAL EXPENDITURES | \$ 1,087,327 | \$ 1,087,327 | \$ 676,546 | \$ 410,781 |

**Hanover Township
Mental Health Fund
Schedule of Expenditures
Budget and Actual
For the Year Ended March 31, 2009**

| EXPENDITURES | Budgeted Amounts | | Actual | Variance With Final Budget |
|---|------------------|----------------|----------------|----------------------------------|
| | Original | Final | | |
| Service Contracts/Grant by Agency | | | | |
| Community Crisis Center | \$ 46,000 | \$ 46,000 | \$ 46,000 | \$ 0 |
| Children's Advocacy Center | 45,000 | 45,000 | 43,033 | 1,967 |
| Open Door Clinic | 5,000 | 5,000 | 5,000 | 0 |
| Association for Individual Development | 41,000 | 41,000 | 41,000 | 0 |
| Clearbook | 8,300 | 8,300 | 8,300 | 0 |
| 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. | 7,000 | 7,000 | 5,250 | 1,750 |
| Northwest CASA | 2,500 | 2,500 | 2,730 | (230) |
| Pace, Transpiration | 31,000 | 31,000 | 28,723 | 2,277 |
| Ecker Mental Health Center | 63,250 | 63,250 | 63,250 | 0 |
| Hanover Township Youth Services | 20,000 | 20,000 | 20,000 | 0 |
| Contract Support Services | 10,000 | 10,000 | 2,045 | 7,955 |
| Community Education | 7,500 | 7,500 | 4,360 | 3,140 |
| Centro De Informacion | 25,000 | 25,000 | 25,000 | 0 |
| The Bridge | 17,000 | 17,000 | 17,000 | 0 |
| Senior Services Association | 17,000 | 17,000 | 17,000 | 0 |
| Family Services | 30,000 | 30,000 | 24,500 | 5,500 |
| LSSI | 5,500 | 5,500 | 3,140 | 2,360 |
| Epilepsy Foundation | 2,200 | 2,200 | 2,200 | 0 |
| Larkin Center | 3,000 | 3,000 | 3,000 | 0 |
| Summit Center | 2,700 | 2,700 | 2,700 | 0 |
| Tide Project | 10,000 | 10,000 | 26,535 | (16,535) |
| PADS of Elgin | 13,000 | 13,000 | 13,000 | 0 |
| Alexian Brothers- Outpatient Psychology | 13,000 | 13,000 | 13,000 | 0 |
| Countryside Work Training Center | 2,300 | 2,300 | 2,300 | 0 |
| Greater Elgin Family Care Center | 13,500 | 13,500 | 13,500 | 0 |
| Countryside In-Home Respite | 1,200 | 1,200 | 656 | 544 |
| Special Education Advocacy Center | 5,000 | 5,000 | 5,000 | 0 |
| WINGS | 5,000 | 5,000 | 5,000 | 0 |
| Language Scholarship Fund | 10,000 | 10,000 | 5,125 | 4,875 |
| MI-Drug Meodcal Tests Fund | 6,000 | 6,000 | 389 | 5,611 |
| Challenge Grant Fund | 50,000 | 50,000 | 5,000 | 45,000 |
| Capital Grant Fund | 25,000 | 25,000 | 15,000 | 10,000 |
| Clearbook Employment | 1,500 | 1,500 | 1,500 | 0 |
| Community Crisis SA Counseling | 9,000 | 9,000 | 9,000 | 0 |
| Countryside C/F Support | 2,000 | 2,000 | 2,066 | (66) |
| SPHD | 3,850 | 3,850 | 3,925 | (75) |
| Web Based Resource Directory | 20,000 | 20,000 | 14,040 | 5,960 |
| Bartlett Learning Center | 5,000 | 5,000 | 5,000 | 0 |
| Total Service Contracts/Grants by Agency | 688,050 | 688,050 | 608,017 | 80,033 |

**Hanover Township
Mental Health Fund
Schedule of Expenditures (Continued)
Budget and Actual
For the Year Ended March 31, 2009**

| EXPENDITURES (CONTINUED) | Budgeted Amounts | | Actual | Variance With Final Budget |
|---------------------------------|-------------------|-------------------|-------------------|----------------------------------|
| | Original | Final | | |
| Administration | | | | |
| Hanover Township Services | 4,500 | 4,500 | 4,500 | 0 |
| Legal | 5,000 | 5,000 | 1,275 | 3,725 |
| Travel & Conferences | 750 | 750 | 534 | 216 |
| Personal Expense Reimbursement | 4,500 | 4,500 | 4,805 | (305) |
| Auditing | 250 | 250 | 225 | 25 |
| Subscriptions and Publications | 200 | 200 | 130 | 70 |
| Salaries | 85,311 | 85,311 | 80,639 | 4,672 |
| Employee Benefits | 4,000 | 4,000 | 4,119 | (119) |
| Unemployment Compensation | 1,000 | 1,000 | 0 | 1,000 |
| IMRF Expense | 8,000 | 8,000 | 8,767 | (767) |
| FICA Expense | 6,080 | 6,080 | 6,314 | (234) |
| Supplies | 1,000 | 1,000 | 712 | 288 |
| Postage | 1,250 | 1,250 | 1,052 | 198 |
| Equip Purchase and Maintenance | 1,500 | 1,500 | 1,728 | (228) |
| Dues | 5,000 | 5,000 | 4,649 | 351 |
| Special Events | 1,000 | 1,000 | 1,342 | (342) |
| Printing | 1,500 | 1,500 | 1,199 | 301 |
| Marketing and Grant Development | 2,500 | 2,500 | 1,693 | 807 |
| Consultants | 3,000 | 3,000 | 1,000 | 2,000 |
| Other Expenses | 4,000 | 4,000 | 3,632 | 368 |
| Total Administration | 140,341 | 140,341 | 128,315 | 12,026 |
| Building Occupancy | | | | |
| Utilities | 10,000 | 10,000 | 8,948 | 1,052 |
| Insurance | 1,000 | 1,000 | 0 | 1,000 |
| Building Maintenance | 3,000 | 3,000 | 5,884 | (2,884) |
| Janitorial | 7,000 | 7,000 | 5,984 | 1,016 |
| Rent | 10,000 | 10,000 | 10,000 | 0 |
| Agency Support Service | 5,000 | 5,000 | 8,213 | (3,213) |
| Total Building Occpancy | 36,000 | 36,000 | 39,029 | (3,029) |
| Capital Improvements | 110,000 | 110,000 | 3,458 | 106,542 |
| TOTAL EXPENDITURES | \$ 974,391 | \$ 974,391 | \$ 778,819 | \$ 195,572 |

**Hanover Township
Non-Major Governmental Funds
Combining Balance Sheet
March 31, 2009**

| | <u>Special Revenue Funds</u> | | | | <u>Total</u> |
|---|------------------------------|-------------------------------|-------------------|--------------------------------|---------------------|
| | <u>Capital Projects</u> | <u>General Assistance</u> | <u>Retirement</u> | <u>Vehicle Replacement</u> | |
| ASSETS | | | | | |
| Cash | \$ 166,398 | \$ 400,008 | \$ 122,320 | \$ 289,689 | \$ 978,415 |
| Property Taxes Receivable | 0 | 185,907 | 177,503 | 0 | 363,410 |
| Prepaid Expenditures | 0 | 14,823 | 0 | 0 | 14,823 |
| TOTAL ASSETS | <u>166,398</u> | <u>600,738</u> | <u>299,823</u> | <u>289,689</u> | <u>1,356,648</u> |
| LIABILITIES | | | | | |
| Accrued Wages | 0 | 4,386 | 0 | 0 | 4,386 |
| Accrued Expenditures | 0 | 0 | 11,434 | 0 | 11,434 |
| Deferred Property Taxes | 0 | 185,907 | 177,503 | 0 | 363,410 |
| TOTAL LIABILITIES | <u>0</u> | <u>190,293</u> | <u>188,937</u> | <u>0</u> | <u>379,230</u> |
| FUND BALANCE | <u>166,398</u> | <u>410,445</u> | <u>110,886</u> | <u>289,689</u> | <u>977,418</u> |
| TOTAL LIABILITIES AND FUND BALANCE | <u>\$ 166,398</u> | <u>\$ 600,738</u> | <u>\$ 299,823</u> | <u>\$ 289,689</u> | <u>\$ 1,356,648</u> |

Hanover Township
Non-Major Governmental Funds
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended March 31, 2009

| | <u>Special Revenue Funds</u> | | | | <u>Total</u> |
|--|------------------------------|-------------------------------|-------------------|--------------------------------|-------------------|
| | <u>Capital Projects</u> | <u>General Assistance</u> | <u>Retirement</u> | <u>Vehicle Replacement</u> | |
| REVENUES | | | | | |
| Property Taxes | \$ 0 | \$ 280,247 | \$ 263,843 | \$ 0 | \$ 544,090 |
| Replacement Taxes | 0 | 4,401 | 0 | 0 | 4,401 |
| Bus Fares | 0 | 0 | 0 | 10,392 | 10,392 |
| Grant Income | 0 | 55,992 | 0 | 0 | 55,992 |
| Interest Income | 0 | 5,603 | 38 | 1,507 | 7,148 |
| Other Income | 0 | 10,728 | 0 | 0 | 10,728 |
| TOTAL REVENUES | <u>0</u> | <u>356,971</u> | <u>263,881</u> | <u>11,899</u> | <u>632,751</u> |
| EXPENDITURES | | | | | |
| Administrative | 0 | 197,360 | 410,359 | 0 | 607,719 |
| Home Relief | 0 | 189,946 | 0 | 0 | 189,946 |
| Capital Outlay | 0 | 0 | 0 | 52,135 | 52,135 |
| TOTAL EXPENDITURES | <u>0</u> | <u>387,306</u> | <u>410,359</u> | <u>52,135</u> | <u>849,800</u> |
| EXCESS (DEFICIENCIES) OF REVENUES OVER EXPENDITURES | <u>0</u> | <u>(30,335)</u> | <u>(146,478)</u> | <u>(40,236)</u> | <u>(217,049)</u> |
| OTHER FINANCING SOURCES | | | | | |
| Transfer In | 166,398 | 0 | 250,000 | 67,000 | 483,398 |
| TOTAL OTHER FINANCING SOURCES | <u>166,398</u> | <u>0</u> | <u>250,000</u> | <u>67,000</u> | <u>483,398</u> |
| NET CHANGES IN FUND BALANCES | 166,398 | (30,335) | 103,522 | 26,764 | 266,349 |
| FUND BALANCES, BEGINNING OF YEAR | <u>0</u> | <u>440,780</u> | <u>7,364</u> | <u>262,925</u> | <u>711,069</u> |
| END OF YEAR | <u>\$ 166,398</u> | <u>\$ 410,445</u> | <u>\$ 110,886</u> | <u>\$ 289,689</u> | <u>\$ 977,418</u> |

**Hanover Township
Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended March 31, 2009**

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance With Final Budget</u> |
|--|-------------------------|----------------|-------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| REVENUES | | | | |
| Grant Income | \$ 470,000 | \$ 470,000 | \$ 0 | \$ (470,000) |
| TOTAL REVENUES | <u>470,000</u> | <u>470,000</u> | <u>0</u> | <u>(470,000)</u> |
| EXPENDITURES | | | | |
| Capital Outlay | 636,398 | 636,398 | 0 | 636,398 |
| TOTAL EXPENDITURES | <u>636,398</u> | <u>636,398</u> | <u>0</u> | <u>636,398</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | (166,398) | (166,398) | 0 | 166,398 |
| OTHER FINANCING SOURCES | | | | |
| Transfers In | 166,398 | 166,398 | 166,398 | 0 |
| TOTAL OTHER FINANCING SOURCES | <u>166,398</u> | <u>166,398</u> | <u>166,398</u> | <u>0</u> |
| NET CHANGE IN FUND BALANCE | <u>\$ 0</u> | <u>\$ 0</u> | 166,398 | <u>\$ 166,398</u> |
| FUND BALANCE, BEGINNING OF YEAR | | | <u>0</u> | |
| END OF YEAR | | | <u>\$ 166,398</u> | |

**Hanover Township
 General Assistance Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 For the Year Ended March 31, 2009**

| | Budgeted Amounts | | Actual | Variance With Final Budget |
|--|-------------------|-------------------|-------------------|----------------------------------|
| | Original | Final | | |
| REVENUES | | | | |
| Property Taxes | \$ 272,503 | \$ 272,503 | \$ 280,247 | \$ 7,744 |
| Replacement Taxes | 4,725 | 4,725 | 4,401 | (324) |
| Grant Income | 58,000 | 108,000 | 55,992 | (52,008) |
| Interest Income | 5,200 | 5,200 | 5,603 | 403 |
| Other Income | 3,000 | 3,000 | 10,728 | 7,728 |
| TOTAL REVENUES | <u>343,428</u> | <u>393,428</u> | <u>356,971</u> | <u>(36,457)</u> |
| EXPENDITURES | | | | |
| Administration | 177,556 | 202,556 | 197,360 | 5,196 |
| Home Relief | 175,560 | 200,560 | 189,946 | 10,614 |
| TOTAL EXPENDITURES | <u>353,116</u> | <u>403,116</u> | <u>387,306</u> | <u>15,810</u> |
| NET CHANGE IN FUND BALANCE | <u>\$ (9,688)</u> | <u>\$ (9,688)</u> | <u>(30,335)</u> | <u>\$ (20,647)</u> |
| FUND BALANCE, BEGINNING OF YEAR | | | <u>440,780</u> | |
| END OF YEAR | | | <u>\$ 410,445</u> | |

**Hanover Township
General Assistance Fund
Schedule of Expenditures
Budget and Actual
For the Year Ended March 31, 2009**

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance With Final Budget</u> |
|------------------------------------|-------------------------|-------------------|-------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| EXPENDITURES | | | | |
| Administration | | | | |
| Salaries | \$ 160,202 | \$ 179,002 | \$ 164,583 | \$ 14,419 |
| Unemployment Compensation | 990 | 990 | 0 | 990 |
| Office Supplies | 1,195 | 1,195 | 6,868 | (5,673) |
| Equipment Purchase & Rental | 6,240 | 8,440 | 13,900 | (5,460) |
| Travel | 3,261 | 3,261 | 2,735 | 526 |
| Printing | 1,200 | 3,200 | 1,661 | 1,539 |
| Legal Expenses | 100 | 100 | 0 | 100 |
| Professional Services | 2,080 | 2,080 | 2,077 | 3 |
| Dues, Subscriptions & Publications | 416 | 416 | 651 | (235) |
| Community Affairs | 1,872 | 3,872 | 4,885 | (1,013) |
| Total Administration | <u>177,556</u> | <u>202,556</u> | <u>197,360</u> | <u>5,196</u> |
| Home Relief | | | | |
| Food | 4,000 | 29,000 | 10,003 | 18,997 |
| Rent | 93,600 | 93,600 | 139,583 | (45,983) |
| Utilities | 9,155 | 9,155 | 18,194 | (9,039) |
| Clothing | 250 | 250 | 0 | 250 |
| Travel Expense | 920 | 920 | 595 | 325 |
| Medical | 4,635 | 4,635 | 268 | 4,367 |
| Burial | 500 | 500 | 0 | 500 |
| Insurance | 50,900 | 50,900 | 9,216 | 41,684 |
| Emergency Assistance | 10,400 | 10,400 | 9,204 | 1,196 |
| Miscellaneous | 1,200 | 1,200 | 2,883 | (1,683) |
| Total Home Relief | <u>175,560</u> | <u>200,560</u> | <u>189,946</u> | <u>10,614</u> |
| TOTAL EXPENDITURES | <u>\$ 353,116</u> | <u>\$ 403,116</u> | <u>\$ 387,306</u> | <u>\$ 15,810</u> |

**Hanover Township
Retirement Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended March 31, 2009**

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance With Final Budget</u> |
|---|-------------------------|-------------------|-------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| REVENUES | | | | |
| Property Taxes | \$ 266,978 | \$ 266,978 | \$ 263,843 | \$ (3,135) |
| Interest Income | 3,200 | 3,200 | 38 | (3,162) |
| TOTAL REVENUES | <u>270,178</u> | <u>270,178</u> | <u>263,881</u> | <u>(6,297)</u> |
| EXPENDITURES | | | | |
| Social Security and Medicare | 172,726 | 174,165 | 172,310 | 1,855 |
| IMRF | 242,720 | 244,741 | 238,049 | 6,692 |
| TOTAL EXPENDITURES | <u>415,446</u> | <u>418,906</u> | <u>410,359</u> | <u>8,547</u> |
| DEFICIENCY OF REVENUES OVER EXPENDITURES | (145,268) | (148,728) | (146,478) | 2,250 |
| OTHER FINANCING SOURCES | | | | |
| Transfers In | 0 | 250,000 | 250,000 | 0 |
| TOTAL OTHER FINANCING SOURCES | <u>0</u> | <u>250,000</u> | <u>250,000</u> | <u>0</u> |
| NET CHANGE IN FUND BALANCE | <u>\$ (145,268)</u> | <u>\$ 101,272</u> | 103,522 | <u>\$ 2,250</u> |
| FUND BALANCE, BEGINNING OF YEAR | | | <u>7,364</u> | |
| END OF YEAR | | | <u>\$ 110,886</u> | |

**Hanover Township
Vehicle Replacement Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended March 31, 2009**

| | Budgeted Amounts | | Actual | Variance With Final Budget |
|--|------------------|---------------|-------------------|----------------------------------|
| | Original | Final | | |
| REVENUES | | | | |
| Bus Fares | \$ 7,500 | \$ 7,500 | \$ 10,392 | \$ 2,892 |
| Grant Income | 0 | 0 | 0 | 0 |
| Interest Income | 500 | 500 | 1,507 | 1,007 |
| TOTAL REVENUES | <u>8,000</u> | <u>8,000</u> | <u>11,899</u> | <u>3,899</u> |
| EXPENDITURES | | | | |
| Vehicle Purchase | 75,000 | 75,000 | 52,135 | 22,865 |
| TOTAL EXPENDITURES | <u>75,000</u> | <u>75,000</u> | <u>52,135</u> | <u>22,865</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | (67,000) | (67,000) | (40,236) | 26,764 |
| OTHER FINANCING SOURCES | | | | |
| Transfers In | 67,000 | 67,000 | 67,000 | 0 |
| TOTAL OTHER FINANCING SOURCES | <u>67,000</u> | <u>67,000</u> | <u>67,000</u> | <u>0</u> |
| NET CHANGE IN FUND BALANCE | <u>\$ 0</u> | <u>\$ 0</u> | 26,764 | <u>\$ 26,764</u> |
| FUND BALANCE, BEGINNING OF YEAR | | | <u>262,925</u> | |
| END OF YEAR | | | <u>\$ 289,689</u> | |