

**Hanover Township**  
**(Located within the State of Illinois)**  
**Comprehensive Annual Financial Report**  
**For the Year Ended March 31, 2014**

**Hanover Township  
Comprehensive Annual Financial Report  
For the Year Ended March 31, 2014**

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## **Introductory Section**

**Hanover Township  
Principal Officials  
For the Year Ended March 31, 2014**

**Elected Officials**

Brian P. McGuire  
*Supervisor*

Katy Dolan Baumer  
*Clerk*

Thomas S. Smogolski  
*Assessor*

P. Craig Ochoa  
*Highway Commissioner*

Mary Alice Benoit  
William T. Burke  
Steve Caramelli  
Howard Krick  
*Trustees*

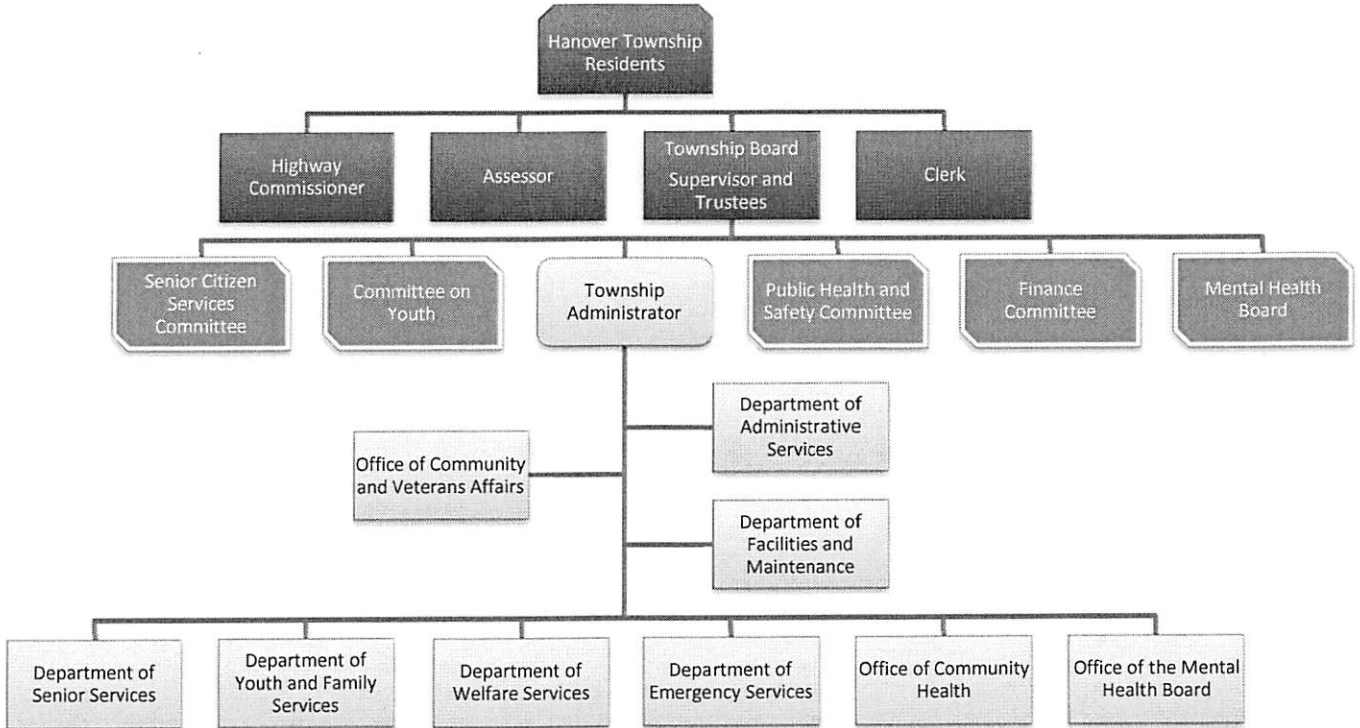
**Administrative Staff**

James C. Barr  
*Township Administrator*

Suzanne Powers  
*Assistant Township Administrator*

Amy Kaufholz  
*Management Analyst*

**Hanover Township  
Organizational Chart  
For the Year Ended March 31, 2014**







July 2, 2014

Board of Trustees of  
Hanover Township  
250 S. Route 59  
Bartlett, Illinois 60103

Honorable Trustees:

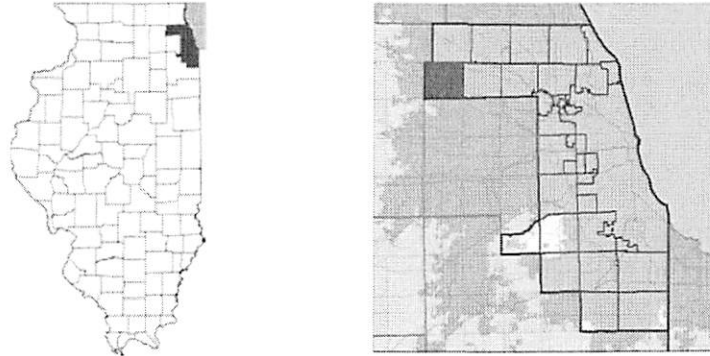
The Comprehensive Annual Financial Report (CAFR) of the Hanover Township for the fiscal year ending March 31, 2014 is submitted herewith. The report was prepared by the Township's Supervisor, Administrator and accountant. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the Hanover Township. We believe the data presented is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and the results of operations of the Hanover Township as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the Township's financial affairs have been included.

This letter of transmittal is designed to complement the MD&A which begins on page 3.

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Hanover Township for its comprehensive annual financial report for the fiscal year ended March 31, 2013. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to GFOA to determine its eligibility for another certificate.

This report includes all funds of the Township. Hanover Township houses portions of six communities within its jurisdiction: Streamwood, Bartlett, Hanover Park, Elgin, Schaumburg and Hoffman Estates. The Township is primarily responsible for Human Services not regularly offered by incorporated municipalities.

These Human Services include an office of Community Health, a Senior Center, a Youth and Family Services department with a staff of full time family therapists, a Welfare Services office which administers local, state and federal assistance programs and distributes food to needy residents, a Road District, Mental Health Board, Assessors, Emergency and Veteran’s Services, Clerk’s Office and various internal support departments.



### ECONOMIC CONDITION AND OUTLOOK

Hanover Township is a municipal corporation of the State of Illinois. The Township covers approximately 36 square miles and includes portions of Streamwood, Elgin, Bartlett, Hanover Park, Hoffman Estates and Schaumburg. It is located in Cook County and is approximately 30 miles northwest of downtown Chicago. The Township maintains a total of seven locations in four different municipalities. The Bartlett locations are as follows: Town Hall at 250 S. Route 59, Senior Center at 240 S. Route 59, and Emergency Services Station #1 at 218 Main Street. The Hanover Park location is the Astor Avenue Community Center at 7431 Astor Avenue. The Streamwood location is the Mental Health Board Community Center at 1535 Burgundy Parkway and the Elgin location is the Izaak Walton Center.

The 2010 Census population of 99,538 for the Township represents a 19.2% increase from the 2000 population of 83,471. The 2010 median home value in the Township is \$217,400 and median household income is \$69,933. Within the Township, potential for future population growth is slowing due to economic factors such as the downturn of the housing market during the past few years. Throughout the last three tax years ('11 through '13), the Township’s equalized assessed valuation has decreased by 23%.

The Township levies taxes for four agencies. The agencies are the Town of Hanover, General Assistance, Road and Bridge and Mental Health. Within the Town of Hanover are the following funds: Corporate, IMRF, Social Security and Senior Citizens. The annual assessed valuation (EAV) continues to decline from 2009 as shown below.

<u>Tax Year</u>	<u>EAV</u>	<u>Town TaxRate</u>	<u>General Asst. Tax Rate</u>	<u>Road &amp; Bridge Tax Rate</u>	<u>Mental Health Tax Rate</u>
2009	2,750,959,751	0.154	0.011	0.053	0.033
2010	2,527,513,700	0.161	0.012	0.055	0.035
2011	2,265,103,457	0.202	0.015	0.073	0.044
2012	2,065,428,552	0.229	0.017	0.078	0.050
2013	1,750,808,883	0.276	0.021	0.094	0.061

According to the US Census Bureau, in 2010 the total housing units for the Township amounted to 34,415 with an average household containing three individuals and 40% had children under the age of 18 living with them. Additionally, this contributes to the Township's strong demand for community-based adult and youth services located throughout the area.

#### MAJOR INITIATIVES/HAPPENINGS FOR THE YEAR

The 2014 Budget for Operations remained fairly static for the year. The Township's operating expenditures were 1.3% under budget. Additionally, the Township was able to transfer monies into the vehicle and capital projects fund in the amount of \$15,000 and \$195,000 respectively. These monies in addition to prior years' reserves funded the following major projects from fiscal year 2014: (1) design and construction completion of Runzel Reserve (2) Lacy Park, Izaak Walton and the administrative lobby renovations and 3) two emergency services vehicles and a maintenance truck. In total these projects accounted for \$676,339 or 85% of the capital expenditures.

#### FUTURE INITIATIVES/FUTURE DIRECTION

The Finance Committee is recommending several capital projects for Fiscal Year 2015, including improvements to the Izaak Walton property partially funded by a CDBG grant for an elevator, lower level remodeling, and environmental remediation. Additional projects include new flooring and painting at the Senior Center, playground refurbishment at Lacy Reserve, and improvements at the Town Hall. Funding will come from grants and transfers from the Town Fund and Senior Fund, as well as Capital Fund reserves.

#### FINANCIAL INFORMATION

Accounting System and Budgetary Control – The Township's records for general governmental operations are maintained on an accrual basis, with the revenues being recorded when earned and expenditures being recorded when the liability is incurred or the economic asset is used.

In developing and maintaining the Township's accounting system, consideration is given to the adequacy of the internal control structure. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition; and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived and (2) the evaluation of costs and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. We believe that the Township's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Budgetary control has been established at the individual fund level. Financial reports are produced showing budget and actual expenditures by line item, and are distributed monthly to Township departmental and divisional management and to others upon request.

Individual line items are reviewed and analyzed for budgetary compliance. Personnel expenditures are monitored and controlled at a position level and capital expenditures (items over \$2,500 and having a useful life of more than 1 year) are monitored and controlled item by item. Revenue budgets are reviewed monthly.

Additionally, all expenditures are reviewed by the Supervisor and the Board prior to the release of payments.

Risk Management – The Township participates in the Illinois County Risk Management Trust (ICRMT). As an Illinois public entity or an independent agent representing Illinois public entities, ICRMT is one of the longest active insurance programs in Illinois, providing for the property, casualty and workers’ compensation needs of all Illinois public entities since 1983.

The Reporting Entity and its Services – This report includes all of the funds, account groups and activities controlled by the Township.

The Township participates in the Illinois Municipal Retirement Fund and ICRMT. Those organizations are separate governmental units because (1) they are organized entities, (2) have governmental character and (3) are substantially autonomous. Audited financial statements for these organizations are not included in this report.

However, such statements are available upon request from their respective business offices.

General Government Functions – The reporting period covered by these financial statements encompasses twelve months. Funds are provided for services by taxes, user fees, interest income, grants, donations and miscellaneous sources.

Property taxes are a major source of income for general operations. The Township’s property taxes make up 89% of the total revenue for the major governmental funds.

The assessed valuation of \$1,750,808,883 represents a 15% decrease from the prior fiscal year; as a result, the tax rates for 2013 increased. Assessed valuation and tax rates move in opposite directions.

Allocation of the property tax levy for 2013 and the preceding tax year are as follows (amounts for each \$100 of assessed value).

<u>Purpose</u>	<u>2014</u>	<u>2013</u>
Town of Hanover	0.276	0.229
General Assistance Fund	0.021	0.017
Road and Bridge Fund	0.094	0.078
Mental Health Fund	0.061	0.050
Total TaxRate	<u>0.452</u>	<u>0.374</u>

The maximum tax rate for the Corporate Fund is .2500. The maximum tax rate for the Senior Services and Mental Health Fund is .1500.

Fixed Assets Additions – As of March 31, 2014 the general fixed assets of the Hanover Township amounted to \$8,289,515. The major category of increase results from \$223,000 from the donation of the Lacy Park property mentioned above.

Cash Management – Cash, temporarily idle during the year, is invested in a local bank via a cash management account and certificates of deposit.

It is the Township's policy that all demand deposits and time deposits are secured by pledged collateral with a market value equal to no less than 100% of the deposits less an amount incurred by the FDIC. Evidence of the pledged collateral is maintained by the Accounting Department and at a third party financial institution. Collateral is reviewed monthly to assure the market value of the securities pledged equals or exceeds the related bank balances. Monthly reports are reviewed by the Township's accountant. All collateral is subject to inspection and audit by the Township's Supervisor and the independent auditors.

Independent Audit – Chapter 50, Section 310/2 of the Illinois Revised Statutes requires that Townships secure a licensed public accountant to perform an annual audit of accounts. The firm of Tighe, Kress & Orr, PC has performed the audit for the year ended March 31, 2014. Their unqualified opinion on the general purpose financial statements is presented in this report.

#### OTHER INFORMATION

Awards & Acknowledgements – The government received the GFOA's Distinguished Budget Presentation Award for its annual budget document dated March 31, 2013. To qualify for the Distinguished Budget Presentation Award, the government's budget document had to be judged proficient as a policy document, a financial plan, an operations guide and a communications device.

The preparation of this report on a timely basis could not have been accomplished without the efficient and dedicated services of the entire staff. Appreciation is expressed to the Township's employees throughout the organization, especially those employees who were instrumental in the successful completion of this report.

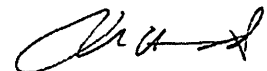
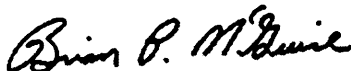
We would like to thank the Hanover Township board and elected officials for their interest and support in planning and conducting the financial operation of the Township in a responsible and progressive manner.

Respectfully submitted,

Brian P. McGuire  
Supervisor

James C. Barr  
Administrator

James R. Howard  
Finance



## **Financial Section**

To the Board of Trustees of  
Hanover Township  
Bartlett, Illinois

### Independent Auditor's Report

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Hanover Township, Bartlett, Illinois as of and for the year ended March 31, 2014, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

#### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

#### **Auditor's Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Hanover Township, Bartlett, Illinois as of March 31, 2014, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 3-8 and 29-35 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance. The budgetary comparisons of pages 36-45 and 48-51 have been subjected to the same limited procedures as the required supplementary information. In our opinion, the information is fairly state, in all material respects, in relation to the basic financial statements as a whole.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Hanover Township, Bartlett, Illinois' basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and the statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The nonmajor combining financial statements and budgetary comparisons on pages 36-51 are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

*Tight, Kress & Orr P.C.*

Elgin, Illinois  
June 27, 2014



**Hanover Township  
Management's Discussion and Analysis  
For the Year Ended March 31, 2014**

As the Hanover Township (Township) management we offer readers of the Township's Financial statements this narrative overview and analysis of the financial activities of the Township for the fiscal year ended March 31, 2014. The management of the Township encourages the readers of this financial information presented in conjunction with the financial statements to obtain a better understanding of the Township's financial operations.

**Financial Highlights**

The assets of Hanover Township exceeded its liabilities by \$16,047,095 and \$16,027,524 as of March 31, 2014 and 2013, respectively. The Township's net position increased \$19,571 in fiscal year 2014 as revenues for the year remained relatively flat.

Significant budgetary variances included property tax revenue from the Town Fund and the Mental Health Fund. For each of these accounts, the Township did better on collections than was originally budgeted. Intergovernmental revenue received in the Capital Projects fund was also significantly less than budgeted due to an anticipated grant that was not received. Program revenues and program fees in the Senior Services Fund were both significantly greater than budgeted due to more programs and higher attendance than in previous fiscal years. Finally, legal service fees were significantly greater than budgeted due to unforeseen legal expenses associated with a variety of issues.

During the year the Township received a donation of a park and made payments for improvements of the property. The Township also entered into a lease for office space during the year. See the notes to the financial statements on page 22-24 for more details.

**Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to Hanover Township's basic financial statements. The Township's basic financial statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. In addition to the basic financial statements, this report also contains required supplementary information and additional information.

**Government-Wide Financial Analysis**

The government-wide financial statements are prepared using the full accrual basis of accounting and are designed to provide readers with a broad overview of Hanover Township's finances, in a manner similar to private-sector businesses.

(See independent auditor's report.)

**Hanover Township  
Management's Discussion and Analysis  
For the Year Ended March 31, 2014**

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

The statement of activities presents information showing how the Township's net position changed during the most recent fiscal year.

Both of the government-wide financial statements distinguish functions of Hanover Township that are principally supported by property taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover a portion of the costs through user fees and charges.

The governmental activities of Hanover Township include general government, services for youth, seniors, community health, general assistance, mental health, and road and bridge projects.

**Fund Financial Statements**

All of the funds of Hanover Township are governmental funds. The fund financial statements are prepared using the modified accrual basis of accounting. Unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. The fund financial statements report the Township's operations in more detail than the government-wide statements by providing information about the Township's nine funds.

Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and government-wide activities.

**Notes to Financial Statements**

The notes provide information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

**Required Supplementary Information**

In addition to the basic financial statements and the accompanying notes, this report also presents certain required supplementary information concerning Hanover Township's progress in funding its obligation to provide pension benefits to its employees. Additionally, required supplementary information regarding a statement of revenues, expenditures, and changes in fund balance – budget vs. actual for each major fund is presented in this section.

(See independent auditor's report.)

**Hanover Township  
Management's Discussion and Analysis  
For the Year Ended March 31, 2014**

**Financial Analysis**

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Hanover Township, assets exceeded liabilities by \$16,047,095 for the year ended March 31, 2014, which was an increase of \$19,571 from prior year. This increase indicates the financial position of the Township has improved during fiscal year 2014.

A portion of the Township's net position reflects its investment in capital assets of \$8,289,515. The Township uses these capital assets to provide services and consequently these assets are not available to liquidate liabilities or for other spending.

The unrestricted net position balance of \$3,519,818 at March 31, 2014 is available to fund future Township obligations.

Condensed Statement of Net Position

	<u>March 31, 2014</u>	<u>March 31, 2013</u>
Current and Other Assets	\$ 12,028,278	\$ 12,204,720
Capital Assets, Net of Accumulated Depreciation	<u>8,289,515</u>	<u>7,921,832</u>
<b>Total Assets</b>	<b><u><u>20,317,793</u></u></b>	<b><u><u>20,126,552</u></u></b>
Current Liabilities	3,929,819	3,750,098
Non-Current Liabilities	<u>340,879</u>	<u>348,930</u>
<b>Total Liabilities</b>	<b><u><u>4,270,698</u></u></b>	<b><u><u>4,099,028</u></u></b>
Net Position		
Invested in Capital Assets	8,289,515	7,926,393
Restricted	4,237,762	4,633,120
Unrestricted	<u>3,519,818</u>	<u>3,468,011</u>
<b>Total Net Position</b>	<b><u><u>\$ 16,047,095</u></u></b>	<b><u><u>\$ 16,027,524</u></u></b>

(See independent auditor's report.)

**Hanover Township  
Management's Discussion and Analysis  
For the Year Ended March 31, 2014**

Condensed Statement of Activities

	For the Year Ended,	
	March 31, 2014	March 31, 2013
<b>Revenues</b>		
Program Revenues		
Charges for Services	\$ 254,751	\$ 237,397
Operatings Grants and Contributions	111,902	99,869
Capital Grants and Contributions	43,781	118,558
General Revenues		
Property Taxes	6,875,494	6,746,699
State Replacement Taxes	66,445	55,745
Interest Income	18,873	18,102
Other	77,253	324,348
Total Revenues	7,448,499	7,600,718
<b>Expenses</b>		
Program Expenses		
Town	2,634,442	2,634,267
Youth Commission	997,654	743,361
Community relations	248,210	90,686
Senior Center	1,681,954	1,468,927
Road & Bridge	551,347	453,594
Mental Health	1,009,692	611,430
Employment service	90,961	-
Home Relief	214,668	110,481
Total Expenses	7,428,928	6,112,746
Change in Net Position	19,571	1,487,972
<b>Net Position</b>		
Beginning of Year, as Originally Stated	16,027,524	14,467,854
Prior Period Adjustment	-	71,698
Beginning of Year, as Restated	16,027,524	14,539,552
End of Year	\$ 16,047,095	\$ 16,027,524

(See independent auditor's report.)

**Hanover Township  
Management's Discussion and Analysis  
For the Year Ended March 31, 2014**

The following is a summary of changes in fund balances for the year ended March 31, 2014:

<u>Governmental Funds</u>	<u>Fund Balance March 31, 2013</u>	<u>Increase (Decrease)</u>	<u>Fund Balance March 31, 2014</u>
Town	\$ 2,530,067	\$ 81,650	\$ 2,611,717
Senior Services	1,238,690	(59,202)	1,179,488
Road and Bridge	1,817,232	(202,609)	1,614,623
Mental Health	811,921	51,044	862,965
Capital Projects	593,205	88,800	682,005
General Assistance	559,396	(164,678)	394,718
Illinois Municipal Retirement	151,041	(31,664)	119,377
Social Security	54,840	11,751	66,591
Vehicle Replacement	698,230	(131,255)	566,975
	<u>\$ 8,454,622</u>	<u>\$ (356,163)</u>	<u>\$ 8,098,459</u>

During the year \$210,000 was transferred from the Town Fund, \$398,208 was transferred from the Road and Bridge Fund, \$210,208 was transferred to the Senior Services Fund, \$85,000 was transferred to the Vehicle Replacement Fund, and \$313,000 was transferred to the Capital Projects Fund.

**Budgetary Highlights**

Expenditures in the General Town Fund of \$3,329,367 were under revenues by \$291,650 and were \$43,186 less than the appropriation of \$3,372,553.

**Capital Assets**

The following is a summary of capital assets, net of accumulated depreciation:

	<u>March 31, 2014</u>	<u>March 31, 2013</u>
Land	\$ 936,041	\$ 786,041
Buildings	5,722,786	5,722,786
Building Improvements	1,754,433	1,643,142
Office Furniture & Equipment	846,249	755,516
Trucks & Equipment	895,362	677,075
Buses	611,019	611,019
Infrastructure	1,942,823	1,584,877
Cost of Capital Assets	12,708,713	11,780,456
Less Accumulated Depreciation	(4,419,198)	(3,858,624)
Net Capital Assets	<u>\$ 8,289,515</u>	<u>\$ 7,921,832</u>

(See independent auditor's report.)

**Hanover Township  
Management's Discussion and Analysis  
For the Year Ended March 31, 2014**

**Description of Current of Expected Conditions**

Currently, management is not aware of any changes in conditions that could have a significant effect on the financial position or results of activities of the Township in the near future.

**Requests for Information**

This financial report is designed to provide a general overview of the Township's finances for all those with an interest in its finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to: Administrator, Hanover Township, 250 S. Route 59, Bartlett, Illinois 60103-1684.

(See independent auditor's report.)

**Basic Financial Statements**

**Hanover Township  
Statement of Net Position  
March 31, 2014**

	Governmental Activities
<b>Assets</b>	
<b>Current Assets:</b>	
Cash and investments	\$ 8,382,738
Receivables (net, where applicable of allowances for uncollectibles)	
Taxes	3,644,835
Grants	-
Other	705
Total current assets:	12,028,278
<b>Non-Current Assets:</b>	
Capital assets, not being depreciated	936,041
Capital assets, being depreciated (net of accumulated depreciation)	7,353,474
Total non-current assets:	8,289,515
<b>Total Assets</b>	20,317,793
<b>Liabilities</b>	
<b>Current Liabilities:</b>	
Accounts payable	135,154
Accrued payroll	207,288
Unearned revenue	3,587,377
Total current liabilities:	3,929,819
<b>Noncurrent liabilities</b>	
Due within one year	190,088
Due in more than one year	150,791
Total non-current liabilities:	340,879
<b>Total Liabilities</b>	4,270,698
<b>Net Position</b>	
Net position, invested in capital assets	8,289,515
Restricted for	
Senior services	1,179,488
Highways and streets	1,614,623
Mental health	862,965
General assistance	394,718
Retirement benefits	185,968
Unrestricted	3,519,818
<b>Total Net Position</b>	\$ 16,047,095

See accompanying notes to financial statements.



**Hanover Township  
Statement of Activities  
For the Year Ended March 31, 2014**

Functions/Programs	Expenses	Program Revenues			Net Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
<b>Governmental Activities</b>					
Town	\$ 2,634,442	\$ 67,226	\$ 11,195	\$ 4,000	\$ (2,552,021)
Youth services	997,654	37,488	83,384	-	(876,782)
Community relations	248,210	-	-	-	(248,210)
Home relief	214,668	-	-	-	(214,668)
Highways and streets	551,346	-	-	-	(551,346)
Mental health	1,009,693	10,110	-	-	(999,583)
Employment service	90,961	-	-	-	(90,961)
Senior center	1,681,954	139,927	17,323	39,781	(1,484,923)
<b>Total Primary Government</b>	<b>\$ 7,428,928</b>	<b>\$ 254,751</b>	<b>\$ 111,902</b>	<b>\$ 43,781</b>	<b>(7,018,494)</b>
<b>General Revenues</b>					
Property taxes					6,875,494
Replacement taxes					66,445
Investment income					18,873
Miscellaneous					77,253
<b>Total General Revenues</b>					<b>7,038,065</b>
<b>Change in Net Position</b>					<b>19,571</b>
<b>Net Position, April 1</b>					<b>16,027,524</b>
<b>Net Position, March 31</b>					<b>\$ 16,047,095</b>

See accompanying notes to financial statements.

**Hanover Township**  
**Balance Sheet - Governmental Funds**  
**March 31, 2014**

	<u>General (Town)</u>	<u>Senior Services</u>	<u>Road and Bridge</u>	<u>Mental Health</u>	<u>Capital Projects</u>	<u>Nonmajor</u>	<u>Total</u>
<b>Assets</b>							
Cash and investments	\$ 2,781,347	\$ 1,223,978	\$ 1,615,807	\$ 889,274	\$ 687,610	\$ 1,184,722	\$ 8,382,738
Receivables (net)							
Taxes	1,793,280	529,413	433,575	542,387	-	346,180	3,644,835
Grants	-	-	-	-	-	-	-
Other	-	-	705	-	-	-	705
<b>Total Assets</b>	<u>\$ 4,574,627</u>	<u>\$ 1,753,391</u>	<u>\$ 2,050,087</u>	<u>\$ 1,431,661</u>	<u>\$ 687,610</u>	<u>\$ 1,530,902</u>	<u>\$ 12,028,278</u>
<b>Liabilities and Fund Balances</b>							
<b>Liabilities</b>							
Accounts payable	\$ 61,207	\$ 21,917	\$ 2,436	\$ 33,169	\$ 3,978	\$ 12,447	\$ 135,154
Accrued payroll	136,655	30,908	6,307	1,711	1,627	30,080	207,288
Unearned revenue	<u>1,765,048</u>	<u>521,078</u>	<u>426,721</u>	<u>533,816</u>	<u>-</u>	<u>340,714</u>	<u>3,587,377</u>
<b>Total Liabilities</b>	<u>1,962,910</u>	<u>573,903</u>	<u>435,464</u>	<u>568,696</u>	<u>5,605</u>	<u>383,241</u>	<u>3,929,819</u>
<b>Fund Balances</b>							
Nonspendable	-	-	-	-	-	-	-
Restricted							
Restricted for senior services	-	1,179,488	-	-	-	-	1,179,488
Restricted for highways and streets	-	-	1,614,623	-	-	-	1,614,623
Restricted for mental health	-	-	-	862,965	-	-	862,965
Restricted for general assistance	-	-	-	-	-	394,718	394,718
Restricted for employee retirement	-	-	-	-	-	185,968	185,968
Committed	-	-	-	-	-	-	-
Assigned							
Assigned for capital projects	-	-	-	-	682,005	-	682,005
Assigned for vehicle replacement	-	-	-	-	-	566,975	566,975
Unassigned	<u>2,611,717</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,611,717</u>
<b>Total Fund Balances</b>	<u>2,611,717</u>	<u>1,179,488</u>	<u>1,614,623</u>	<u>862,965</u>	<u>682,005</u>	<u>1,147,661</u>	<u>8,098,459</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 4,574,627</u>	<u>\$ 1,753,391</u>	<u>\$ 2,050,087</u>	<u>\$ 1,431,661</u>	<u>\$ 687,610</u>	<u>\$ 1,530,902</u>	<u>\$ 12,028,278</u>

See accompanying notes to financial statements.

**Hanover Township**  
**Reconciliation of Fund Balances of Governmental**  
**Funds to the Governmental Activities in**  
**the Statement of Net Position**  
**March 31, 2014**

Fund Balances of Governmental Funds	\$ 8,098,459
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and therefore, are not reported in the governmental funds	8,289,515
Compensated absences payable are not due and payable in the current period and therefore, are not reported in governmental funds	<u>(340,879)</u>
Net Position of Governmental Activities	<u>\$ 16,047,095</u>

See accompanying notes to financial statements.

**Hanover Township**  
**Statement of Revenues, Expenditures,**  
**and Changes in Fund Balances - Governmental Funds**  
**For the Year Ended March 31, 2014**

	General (Town)	Senior Services	Road and Bridge	Mental Health	Capital Projects	Nonmajor	Total
<b>Revenues</b>							
Taxes	\$ 3,406,046	\$ 1,002,998	\$ 837,305	\$ 1,034,834	\$ -	\$ 660,756	\$ 6,941,939
Program revenue	-	139,927	-	-	-	-	139,927
Donations	-	3,247	-	-	223,000	-	226,247
Passport fees	56,726	-	-	-	-	-	56,726
Rental income	10,500	-	-	10,110	-	-	20,610
Youth commission	120,872	-	-	-	-	-	120,872
Intergovernmental	-	53,857	-	-	4,000	11,195	69,052
Investment income	9,044	1,405	5,431	978	-	2,015	18,873
Miscellaneous	17,829	28,151	2,592	10,469	-	18,212	77,253
<b>Total Revenues</b>	<b>3,621,017</b>	<b>1,229,585</b>	<b>845,328</b>	<b>1,056,391</b>	<b>227,000</b>	<b>692,178</b>	<b>7,671,499</b>
<b>Expenditures</b>							
Town	1,989,685	-	-	-	-	562,256	2,551,941
Youth services	1,000,458	-	-	-	-	-	1,000,458
Community relations	244,699	-	-	-	-	-	244,699
Home relief	-	-	-	-	-	214,668	214,668
Highways and streets	-	-	620,300	-	-	-	620,300
Mental health	-	-	-	1,005,347	-	-	1,005,347
Senior center	-	1,498,995	-	-	-	-	1,498,995
Employment services	-	-	-	-	-	90,961	90,961
Capital outlay	94,525	-	29,429	-	451,200	225,139	800,293
<b>Total Expenditures</b>	<b>3,329,367</b>	<b>1,498,995</b>	<b>649,729</b>	<b>1,005,347</b>	<b>451,200</b>	<b>1,093,024</b>	<b>8,027,662</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>291,650</b>	<b>(269,410)</b>	<b>195,599</b>	<b>51,044</b>	<b>(224,200)</b>	<b>(400,846)</b>	<b>(356,163)</b>
<b>Other Financing Sources (Uses)</b>							
Transfers in	-	328,208	-	-	313,000	85,000	726,208
Transfers out	(210,000)	(118,000)	(398,208)	-	-	-	(726,208)
<b>Total Other Financing Sources (Uses)</b>	<b>(210,000)</b>	<b>210,208</b>	<b>(398,208)</b>	<b>-</b>	<b>313,000</b>	<b>85,000</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>81,650</b>	<b>(59,202)</b>	<b>(202,609)</b>	<b>51,044</b>	<b>88,800</b>	<b>(315,846)</b>	<b>(356,163)</b>
<b>Fund Balances, April 1</b>	<b>2,530,067</b>	<b>1,238,690</b>	<b>1,817,232</b>	<b>811,921</b>	<b>593,205</b>	<b>1,463,507</b>	<b>8,454,622</b>
<b>Fund Balances, March 31</b>	<b>\$ 2,611,717</b>	<b>\$ 1,179,488</b>	<b>\$ 1,614,623</b>	<b>\$ 862,965</b>	<b>\$ 682,005</b>	<b>\$ 1,147,661</b>	<b>\$ 8,098,459</b>

See accompanying notes to financial statements.

**Hanover Township**  
**Reconciliation of the Governmental Funds**  
**Statement of Revenues, Expenditures, and Changes**  
**in Fund Balances to the Governmental Activities**  
**in the Statement of Activities**  
**For the Year Ended March 31, 2014**

Net Change in Fund Balances - Total Governmental Funds	\$ (356,163)
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures; however, they are capitalized in the statement of activities	928,257
Depreciation expense does not require the use of current financial resources and therefore, are not reported as expenditures in governmental funds	(560,573)
The increase in the compensated absences liability is shown as an increase of expense on the statement of activities	<u>8,050</u>
Changes in Net Position of Governmental Activities	<u><u>\$ 19,571</u></u>

See accompanying notes to financial statements.

**Hanover Township**  
**Notes to Financial Statements**  
**For the Year Ended March 31, 2014**

**Note 1 – Summary of Significant Accounting Policies**

Hanover Township (the Township) operates under a Board of Trustees form of government and provides the following services: general assistance, road and bridge, assessment of properties, general administrative services, services for youth, seniors, community health, and mental health.

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

**Reporting Entity**

The Township is a municipal corporation governed by an elected board. As required by GAAP, these financial statements present the Township (the primary government). At March 31, 2014, there were no entities that would be considered a component unit of the Township. Also, the Township is not considered a component unit of any other governmental entity.

**Basis of Presentation – Fund Accounting**

The accounts of the Township are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balances, revenues and expenditures or expenses as appropriate. Government resources are allocated to and accounted for in individual funds based on the purposes for which they are to be spent and the means by which spending activities are controlled. Funds are classified into the following category: governmental.

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

**Government-Wide and Fund Financial Statements**

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

**Hanover Township  
Notes to Financial Statements  
For the Year Ended March 31, 2014**

**Note 1 – Summary of Significant Accounting Policies (continued)**

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

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

The Township reports the following major governmental funds:

General (Town) Fund – The General (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.

Senior Services Fund – The Senior Services Fund (special revenue) accounts for revenues restricted for services and programs for seniors. Major sources of revenue include property taxes, grants, and program income.

Road and Bridge Fund – The Road and Bridge Fund accounts for revenues restricted to finance the maintenance and construction of the Township’s roads and bridges. Major sources of revenue include property taxes, replacement taxes, and permits and fees income.

Mental Health Fund – The Mental Health Fund (special revenue) accounts for revenues restricted for services and programs in the areas of mental health, developmental disabilities and alcohol and substance abuse. Major sources of revenue include property taxes, replacement taxes, rental income, and program revenue.

Capital Projects Fund – The Capital Projects Fund accounts for revenues assigned for the acquisition and/or construction of capital assets.

**Hanover Township**  
**Notes to Financial Statements**  
**For the Year Ended March 31, 2014**

**Note 1 – Summary of Significant Accounting Policies (continued)**

**Measurement Focus, Basis of Accounting and Basis of Presentation**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual (i.e., both measurable and available). “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The Township considers revenues to be available if they are collected within 60 days of the end of the current fiscal year. Expenditures are recorded when the related fund liability is incurred.

Those revenues susceptible to accrual are property taxes, interest revenue, and charges for services. Donations are not susceptible to accrual because generally they are not measurable until received in cash.

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

**Cash and Investments**

Cash consists of demand deposits. Investments are stated at fair value, except for nonnegotiable certificates of deposit and investments with a maturity of less than one year at date of purchase which are stated at cost.

**Capital Assets**

Capital assets, which include property, plant, equipment and certain intangible assets are reported in the applicable governmental activities columns in the government-wide financial statements. Capital assets are defined by the Township as assets with an estimated useful life in excess of one year and an initial individual cost of more than \$2,500. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.



**Hanover Township  
Notes to Financial Statements  
For the Year Ended March 31, 2014**

**Note 1 – Summary of Significant Accounting Policies (continued)**

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Property, plant and equipment are depreciated using the straight-line method over the following estimated useful lives:

<u>Asset</u>	<u>Years</u>
Buildings	30
Building improvements	5-20
Vehicles	7-20
Infrastructure	7-20
Furniture and equipment	5-10

**Prepaid Items/Expenses**

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

**Compensated Absences**

Vested or accumulated vacation and sick leave are reported as an expenditure and a fund liability of the governmental fund that will pay out once retirement or separation has occurred. Vested or accumulated vacation and sick leave of governmental activities are recorded as an expense and liability as the benefits accrue to employees.

**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 property 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.

**Long-Term Obligations**

In the government-wide financial statements long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities. Bond premiums and discounts, as well as gains (losses) on refunding's, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenditures in the year of issuance.

**Hanover Township**  
**Notes to Financial Statements**  
**For the Year Ended March 31, 2014**

**Note 1 – Summary of Significant Accounting Policies (continued)**

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received are reported as expenditures.

**Fund Balances/Net Position**

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not in spendable form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities. None of the restricted fund balance result from enabling legislation adopted by the Township. Committed fund balance is constrained by formal actions of the Township's Board of Trustees, which is considered the Township's highest level of decision making authority. Formal actions include resolutions and ordinances approved by the Board. Formal action is required to be taken to establish, modify, or rescind a fund balance commitment. Assigned fund balance represents amounts constrained by the Township's intent to use them for a specific purpose. The authority to assign fund balance has been delegated to the Supervisor through the budget process and approved fund balance policy of the Township. Any residual fund balance in the General Fund is reported as unassigned.

The Township's flow of funds assumption prescribes that the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. Additionally, if different levels of unrestricted funds are available for spending, the Township considers committed funds to be expended first followed by assigned and then unassigned funds.

**Accounting 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 statement and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

**Hanover Township  
Notes to Financial Statements  
For the Year Ended March 31, 2014**

**Note 2 – Deposits and Investments**

The Township’s investment policy authorizes the Township to invest in all investments allowed by Illinois Compiled Statutes (ILCS). These include deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, Illinois Funds (created by the Illinois State Legislature under the control of the State Comptroller that maintains a \$1 per share value which is equal to the participants fair value), and the Illinois Metropolitan Investment Fund (IMET), a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an investment company. Investments in IMET are valued at IMET’s share price, the price for which the investment could be sold. The Township’s investment policy does limit its deposits to financial institutions that are members of the FDIC system and are capable of posting collateral for amounts in excess of FDIC insurance.

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 objectives of the policy are, in order of priority, legality, safety of principal, liquidity and rate of return.

**Deposits with Financial Institutions**

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Township’s deposits may not be returned to it. The Township’s investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance, at an amount not less than 110% of the fair market value of the funds secured, with the collateral held by the Township, an independent third party, or the Federal Reserve Bank of Chicago. As of March 31, 2014, the Township had \$5,301,486 in pledged securities. Due to the second installment of property taxes from Cook County being received in March, the Township’s deposits are collateralized or insured at 99% of fair market value, which is not in accordance with the Township’s investment policy. Accordingly, in subsequent months collateral levels fall back within policy as property tax monies are expensed.

**Investments**

The following table presents the investments and maturities of the Township’s debt securities as of March 31, 2014:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Investment Maturities in Years</u>			
		<u>Less than 1</u>	<u>1-5</u>	<u>6-10</u>	<u>Greater than 10</u>
Negotiable CDs	\$ 2,935,159	\$ 2,935,159	\$ -	\$ -	\$ -
Total	\$ 2,935,159	\$ 2,935,159	\$ -	\$ -	\$ -

**Hanover Township**  
**Notes to Financial Statements**  
**For the Year Ended March 31, 2014**

**Note 2 – Deposits and Investments (continued)**

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the Township limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for short and long-term cash flow needs while providing a reasonable rate of return based on the current market.

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The Township limits its exposure to credit risk by requiring investments primarily in negotiable CDs. The negotiable CDs are not rated.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Township will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the Township's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by an independent third party custodian and evidenced by safekeeping receipts and a written custodial agreement.

Concentration of credit risk is the risk that the Township has a high percentage of its investments invested in one type of investment. The Township's investment policy requires diversification of investments to avoid unreasonable risk. No financial institution shall hold more than 33% of the Township's investment portfolio, exclusive of any securities held in safekeeping.

**Note 3 – Receivables – Taxes**

Property taxes for 2013 attach as an enforceable lien on January 1, 2013, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about February 1, 2014 and are payable in two installments, on or about March 1, 2014 and October 1, 2014. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 0.5% of the tax levy to reflect actual collection experience. Property tax receivable balances in the financial statements appear net of this allowance.

The 2014 tax levy, which attached as an enforceable lien on property as of January 1, 2014, has not been recorded as a receivable as of March 31, 2014 as the tax has not yet been levied by the Township and will not be levied until December 2014 and, therefore, the levy is not measurable at March 31, 2014.

**Hanover Township  
Notes to Financial Statements  
For the Year Ended March 31, 2014**

**Note 4 – Capital Assets**

Capital asset activity for the year ended March 31, 2014 was as follows:

	<u>Balance, April 1</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance, March 31</u>
<b>Governmental Activities</b>				
Capital assets not being depreciated				
Land	\$ 786,041	\$ 150,000	\$ -	\$ 936,041
Total capital assets not being depreciated	<u>786,041</u>	<u>150,000</u>	<u>-</u>	<u>936,041</u>
Capital assets being depreciated				
Buildings	5,722,786	-	-	5,722,786
Building improvements	1,643,142	111,291	-	1,754,433
Office furniture and equipment	755,516	90,733	-	846,249
Trucks and equipment	677,075	218,287	-	895,362
Buses	611,019	-	-	611,019
Infrastructure	<u>1,584,877</u>	<u>357,946</u>	<u>-</u>	<u>1,942,823</u>
Total capital assets being depreciated	<u>10,994,415</u>	<u>778,257</u>	<u>-</u>	<u>11,772,672</u>
Less accumulated depreciation for				
Buildings	1,454,287	191,088	-	1,645,375
Building improvements	426,873	165,049	-	591,922
Office furniture and equipment	623,923	32,398	-	656,321
Trucks and equipment	494,613	43,084	-	537,697
Buses	445,732	35,298	-	481,030
Infrastructure	<u>413,196</u>	<u>93,657</u>	<u>-</u>	<u>506,853</u>
Total accumulated depreciation	<u>3,858,624</u>	<u>560,574</u>	<u>-</u>	<u>4,419,198</u>
Total capital assets being depreciated, net	<u>7,135,791</u>	<u>217,683</u>	<u>-</u>	<u>7,353,474</u>
<b>Governmental Activities</b>				
Capital Assets, Net	<u>\$ 7,921,832</u>	<u>\$ 367,683</u>	<u>\$ -</u>	<u>\$ 8,289,515</u>

**Hanover Township  
Notes to Financial Statements  
For the Year Ended March 31, 2014**

**Note 4 – Capital Assets (continued)**

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

Governmental Activities	Depreciation
Town	\$ 280,729
Highways and Streets	124,234
Mental Health	3,425
Senior Center	152,185
Total Governmental Activities	560,573

**Note 5 – 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; employees' health; and natural disasters.

The Township purchases commercial insurance to cover all risks. The amount of coverage has not decreased and the amount of settlements has not exceeded commercial insurance coverage for the past three fiscal years.

**Note 6 – Long-Term Debt**

The compensated absences currently outstanding are as follows:

	Fund Debt Retired by	Balance, June 1	Additions	Reductions	Balance, May 31	Due Within One Year
Compensated absences	General	\$ 348,930	\$ 256,973	\$ 265,024	\$ 340,879	\$ 190,088
Total		\$ 348,930	\$ 256,973	\$ 265,024	\$ 340,879	\$ 190,088

Compensated absences are liquidated by the fund in which the liability is incurred. For the year ended March 31, 2014, the two funds with the largest portion of the liability are the General and Senior Services funds.

**Hanover Township  
Notes to Financial Statements  
For the Year Ended March 31, 2014**

**Note 7 – Lease Commitments**

During May 2013, the Township entered into a ten year lease agreement for office space located at 1535 Burgundy Parkway, Streamwood, IL with a related party. The lease requires an annual rental payment of \$10,000. The expense for the year ended March 31, 2014 was \$10,000.

During December 2011, the Township entered into an agreement to lease buses at a rate of \$100 per month per vehicle. The agreement can be changed by either party with 30 days written notice. This is treated as a monthly expense and is not figured into the below future minimum operating lease amounts.

The following is a schedule of future minimum lease payments (FMLP) required in the above leases as of March 31, 2014:

<u>March 31,</u>	<u>FMLP</u>
2015	\$ 10,000
2016	10,000
2017	10,000
2018	10,000
2019	10,000
Thereafter	<u>40,000</u>
Total	<u>\$ 90,000</u>

**Note 8 – License Revenue**

The Township has entered into non-exclusive license agreements during the year. Agency licensees take part in a network to promote a comprehensive approach to the betterment of each client along with other license agencies. Licensees are granted use of space and other resources for their fee.

The following is a schedule of future minimum license revenues (FMLR) required from these agreements as of March 31, 2014:

<u>March 31,</u>	<u>FMLR</u>
2015	\$ 6,300
2016	-
2017	-
2018	-
2019	-
Thereafter	<u>-</u>
Total	<u>\$ 6,300</u>

**Hanover Township  
Notes to Financial Statements  
For the Year Ended March 31, 2014**

**Note 9 – Related Party**

The Township is a related party with regards to its rental payments. The agency that the Township rents office space from is a related party. See Note 7 for more detail on leases.

**Note 10 – Motor Fuel Tax Funds**

Every year the Township receives an allotment of Motor Fuel Tax (MFT) money from the State of Illinois. This money is disbursed by the state to Cook County where it is held for pending projects approved by the Hanover Township’s Highway Commissioner. When the projects are approved by management, payment and account for the projects are done through Cook County. These funds are not reflected in the financial statements of the Township.

**Note 11 – Interfund Activity**

**Transfers In (Out)**

Individual fund transfers are as follows:

	Transfers In	Transfers Out
General (Town)	\$ -	\$ 210,000
Senior Services	328,208	118,000
Road and Bridge	-	398,208
Capital Projects	313,000	-
Nonmajor Governmental	85,000	-
Total	\$ 726,208	\$ 726,208

The purpose of significant transfers during the year is as follows:

\$195,000 transferred from the General (Town) to the Capital projects fund and \$15,000 transferred from the General (Town) Fund to the nonmajor governmental funds was to use unrestricted revenues collected in the Town fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. \$328,208 transferred from the Road and Bridge Fund to the Senior Services Fund was to be spent for direct costs of senior citizen transportation programs pursuant to 605 ILCS 5/6-131, 60 ILCS 1/85-13 and ILCS 1/220-10. \$70,000 transferred from the Road and Bridge Fund to the nonmajor governmental funds was to be spent for direct costs of senior citizen transportation. \$118,000 transferred from the Senior Services Fund to the Capital Projects Fund to finance capital projects.



**Hanover Township  
Notes to Financial Statements  
For the Year Ended March 31, 2014**

**Note 12 – Expenditures Over Budget**

For the year ending March 31, 2014, some line-item expenditures exceeded appropriations. In the General (Town) Fund, expenditures for legal services exceeded appropriations by \$98,067. This was due to higher than anticipated legal needs. In the Senior Services Fund, expenditures for programming exceeded appropriations by \$51,608. This was because the Senior Center was able to put on more programs than previous fiscal years. These over-expenditures were funded by the reduction of expenses in other areas.

**Note 13 – Retirement Fund Commitments**

**Illinois Municipal Retirement Fund**

**Plan Description**

The Township’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](http://www.imrf.org).

**Funding Policy**

As set by statute, the Township’s Regular plan members are required to contribute 4.50% of their annual covered salary. The statute requires the Township to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Township’s annual required contribution rate for calendar year 2013 was 11.22%. 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**

The required contribution for calendar year 2013 was \$332,748.

<u>Calendar Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation (NPO)</u>
12/31/2013	\$ 332,748	100.00%	\$ -
12/31/2012	316,449	100.00%	-
12/31/2011	301,834	100.00%	-

**Hanover Township**  
**Notes to Financial Statements**  
**For the Year Ended March 31, 2014**

**Note 13 – Retirement Fund Commitments (continued)**

The required contribution for 2013 was determined as part of the December 31, 2011, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2011 included (a) 7.5% investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% per year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% 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's Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The Township's Regular plan's unfunded actuarial accrued liability at December 31, 2011 is being amortized as a level percentage of projected payroll on an open 30 year basis.

**Funded Status and Funding Progress**

As of December 31, 2013, the most recent actuarial valuation date, the Regular plan was 79.84 percent funded. The actuarial accrued liability for benefits was \$4,232,029 and the actuarial value of assets was \$3,378,696, resulting in an underfunded actuarial accrued liability (UAAL) of \$853,333. The covered payroll for calendar year 2013 (annual payroll of active employees covered by the plan) was \$2,965,664 and the ratio of the UAAL to the covered payroll was 29 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 of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

**Note 14 – Other Postemployment Benefits**

The Township has evaluated its potential other postemployment benefits liability. The Township provides continued health insurance coverage at the active employer rate to all eligible employees in accordance with Illinois statutes, which creates an implicit subsidy of retiree health insurance. Former employees who choose to retain their rights to health insurance through the Township are required to pay 100% of the current premium.

Two former employees have chosen to stay in the Township's health insurance plan; however, the Township has deemed the effect of their participation to be immaterial and believes that the implicit subsidy would not have a material impact on the financial statements taken as a whole. Additionally, the Township had no former employees for which the Township was providing an explicit subsidy and no current employees with agreements for future explicit subsidies upon retirement. Therefore, the Township has not recorded any postemployment benefit liability as of March 31, 2014.

**Hanover Township  
Notes to Financial Statements  
For the Year Ended March 31, 2014**

**Note 15 – Date of Management’s Review**

Subsequent events have been evaluated through the date of this report. It was concluded that there are no subsequent events required to be disclosed.

**Required Supplementary Information**

**Hanover Township**  
**Schedule of Revenues, Expenditures,**  
**and Changes in Fund Balance - Budget and Actual**  
**General (Town) Fund**  
**For the Year Ended March 31, 2014**

	<u>Original and Final Budget</u>	<u>Actual</u>
<b>Revenues</b>		
Property taxes	\$ 3,297,992	\$ 3,380,429
State replacement taxes	26,500	25,617
Investment income	5,000	9,044
Passport fees	41,250	56,726
Rental income	500	10,500
Youth Commission	109,500	120,872
Miscellaneous	13,701	17,829
<b>Total revenues</b>	<u>3,494,443</u>	<u>3,621,017</u>
<b>Expenditures</b>		
<b>Current</b>		
Town	2,014,615	1,989,685
Youth services	1,022,488	1,000,458
Community relations	245,450	244,699
Capital outlay	90,000	94,525
<b>Total expenditures</b>	<u>3,372,553</u>	<u>3,329,367</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>121,890</u>	<u>291,650</u>
<b>Other Financing Sources (Uses)</b>		
Transfers in	-	-
Transfers (out)	<u>(210,000)</u>	<u>(210,000)</u>
<b>Total other financing sources (uses)</b>	<u>(210,000)</u>	<u>(210,000)</u>
<b>Net Change in Fund Balance</b>	<u>\$ (88,110)</u>	81,650
<b>Fund Balance, April 1</b>		<u>2,530,067</u>
<b>Fund Balance, March 31</b>		<u>\$ 2,611,717</u>

(The accompanying notes are an integral part of the financial statements.)

**Hanover Township**  
**Schedule of Revenues, Expenditures,**  
**and Changes in Fund Balance - Budget and Actual**  
**Senior Services Fund**  
**For the Year Ended March 31, 2014**

	<u>Original and Final Budget</u>	<u>Actual</u>
Revenues		
Property taxes	\$ 978,500	\$ 1,002,998
Program revenue	73,000	139,927
Donations	500	3,247
Intergovernmental	44,650	53,857
Investment income	1,500	1,405
Miscellaneous	<u>35,900</u>	<u>28,151</u>
Total revenues	<u>1,134,050</u>	<u>1,229,585</u>
Expenditures		
Senior center		
Administration	779,600	754,401
Social services	160,000	202,362
Transportation	<u>567,650</u>	<u>542,232</u>
Total expenditures	<u>1,507,250</u>	<u>1,498,995</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(373,200)</u>	<u>(269,410)</u>
Other Financing Sources (Uses)		
Transfers in	328,200	328,208
Transfers (out)	<u>(118,000)</u>	<u>(118,000)</u>
Total other financing sources (uses)	<u>210,200</u>	<u>210,208</u>
Net Change in Fund Balance	\$ <u><u>(163,000)</u></u>	(59,202)
Fund Balance, April 1		<u>1,238,690</u>
Fund Balance, March 31		\$ <u><u>1,179,488</u></u>

(The accompanying notes are an integral part of the financial statements.)

**Hanover Township**  
**Schedule of Revenues, Expenditures,**  
**and Changes in Fund Balance - Budget and Actual**  
**Road and Bridge Fund**  
**For the Year Ended March 31, 2014**

	<u>Original and Final Budget</u>	<u>Actual</u>
<b>Revenues</b>		
<b>Taxes</b>		
Property taxes	\$ 792,375	\$ 811,944
Replacement taxes	16,000	25,361
Investment income	15,000	5,431
Miscellaneous	<u>2,350</u>	<u>2,592</u>
<b>Total revenues</b>	<u>825,725</u>	<u>845,328</u>
<b>Expenditures</b>		
<b>Highway and street maintenance</b>		
Maintenance of roads	900,648	506,537
Administration	<u>144,210</u>	<u>113,763</u>
<b>Total highway and street maintenance</b>	<u>1,044,858</u>	<u>620,300</u>
Capital outlay	1,123,540	29,429
<b>Total expenditures</b>	<u>2,168,398</u>	<u>649,729</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>(1,342,673)</u>	<u>195,599</u>
<b>Other Financing Sources (Uses)</b>		
Transfers (out)	<u>(398,200)</u>	<u>(398,208)</u>
<b>Total other financing sources (uses)</b>	<u>(398,200)</u>	<u>(398,208)</u>
<b>Net Change in Fund Balance</b>	<u>\$ (1,740,873)</u>	(202,609)
<b>Fund Balance, April 1</b>		<u>1,817,232</u>
<b>Fund Balance, March 31</b>		<u>\$ 1,614,623</u>

(The accompanying notes are an integral part of the financial statements.)

**Hanover Township**  
**Schedule of Revenues, Expenditures,**  
**and Changes in Fund Balance - Budget and Actual**  
**Mental Health Fund**  
**For the Year Ended March 31, 2014**

	<u>Original and Final Budget</u>	<u>Actual</u>
Revenues		
Taxes		
Property taxes	\$ 996,000	\$ 1,023,234
Replacement taxes	12,000	11,600
Investment income	1,500	978
Rental income	10,000	10,110
Miscellaneous	<u>15,000</u>	<u>10,469</u>
Total revenues	<u>1,034,500</u>	<u>1,056,391</u>
Expenditures		
Mental Health		
Service contracts/grants by agency	1,000,000	882,135
Administration occupancy expenses	98,150	79,861
Building occupancy expenses	<u>45,000</u>	<u>43,351</u>
Total expenditures	<u>1,143,150</u>	<u>1,005,347</u>
Net Change in Fund Balance	\$ <u>(108,650)</u>	51,044
Fund Balance, April 1		<u>811,921</u>
Fund Balance, March 31		<u>\$ 862,965</u>

(The accompanying notes are an integral part of the financial statements.)



**Hanover Township  
Schedule of Funding Progress  
Illinois Municipal Retirement Fund  
For the Year Ended March 31, 2014**

Actuarial Valuation Date <u>December 31</u>	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded (Overfunded) AAL (UAAL) (OAAL) (2) - (1)	(5) Annual Covered Payroll	(6) UAAL as a Percentage of Covered Payroll (4) / (5)
2007	\$ 2,030,203	\$ 2,579,133	78.72%	\$ 548,930	\$ 1,982,402	27.69%
2008	1,309,058	2,586,072	50.62%	1,277,014	2,372,847	53.82%
2009	1,694,343	2,791,697	60.69%	1,097,354	2,435,120	45.06%
2010	2,099,835	3,180,181	66.03%	1,080,346	2,525,381	42.78%
2011	2,441,503	3,525,011	69.26%	1,083,508	2,615,543	41.43%
2012	3,032,645	3,994,441	75.92%	961,796	2,775,871	34.65%
2013	3,378,696	4,232,029	79.84%	853,333	2,965,664	28.77%

Information for years preceding December 31, 2007 is not available.

(The accompanying notes are an integral part of the financial statements.)

**Hanover Township  
Schedule of Employer Contributions  
Illinois Municipal Retirement Fund  
For the Year Ended March 31, 2014**

<u>Fiscal Year</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>
2008	\$ 207,287	\$ 207,287	100.00%
2009	259,950	259,950	100.00%
2010	257,520	257,520	100.00%
2011	288,557	288,557	100.00%
2012	314,722	314,722	100.00%
2013	316,449	316,449	100.00%
2014	332,748	332,748	100.00%

Information for fiscal years preceding March 31, 2008 is not available.

(The accompanying notes are an integral part of the financial statements.)

**Hanover Township**  
**Notes to Required Supplementary Information**  
**For the Year Ended March 31, 2014**

**Note 1 – Summary of Significant Accounting Policies**

Budgets are adopted on a basis consistent with GAAP. Annual appropriated budgets are adopted (at the fund level) for the general, special revenue, and capital projects funds. The annual appropriated budget is legally enacted and provides for a legal level of control at the fund level. All annual appropriations lapse at fiscal year end.

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.

The proposed budget is presented to the governing body for review. The governing body holds public hearings and may add to, subtract from, or change appropriations, but may not change the form of the budget.

The budget may be amended by the governing body.

Expenditures may not legally exceed budgeted appropriations at the fund level. During the year, no funds exceeded the legal level of control.

**Combining and Individual Fund Financial Statements and Schedules**

**Hanover Township**  
**Schedule of Expenditures - Budget and Actual**  
**General (Town) Fund**  
**For the Year Ended March 31, 2014**

	<u>Original and</u>	<u>Actual</u>
Town		
Compensation of officials	\$ 98,802	\$ 98,802
Town Hall Administration		
Collector's office	1	-
Community affairs	8,000	11,073
Consulting	8,000	4,825
Education and training	18,000	17,799
Emergency contingency fund	20,000	-
Facility lease	20,000	20,000
Financial administration	60,343	60,343
Health insurance	33,125	39,525
Dental, vision & life insurance	1,925	2,432
Unemployment	5,515	5,641
IMRF expense	22,000	7,873
FICA expense	11,000	8,814
Memberships, subscriptions, and publications	8,000	14,314
Miscellaneous	10,000	9,624
Office supplies	5,500	3,907
Postage	2,750	3,690
Pre-employment charges	750	1,522
Town Office salaries	275,200	284,690
Printing	4,000	6,950
Committee on youth	3,300	1,679
Environmental sustainability	1,500	349
Travel expenses	4,000	3,610
	<u>522,909</u>	<u>508,660</u>
Town Hall		
Equipment rental	2,600	2,335
Internet access	1,800	1,642
Telephone	25,000	33,957
Utilities	21,000	18,784
	<u>50,400</u>	<u>56,718</u>
Legal and Audit		
Auditing	13,000	8,400
Legal services	70,000	168,067
	<u>83,000</u>	<u>176,467</u>
Insurance and Employee Benefits		
Employee assistance program	1,600	1,451
Employee wellness	10,000	6,997
Flex Plan	4,000	3,657
General insurance	95,000	83,333

(Continued)

**Hanover Township**  
**Schedule of Expenditures - Budget and Actual (Continued)**  
**General (Town) Fund**  
**For the Year Ended March 31, 2014**

	Original and Final Budget	Actual
Town (Continued)		
Insurance and employee benefits (Continued)		
Health savings account	\$ 3,000	\$ 1,200
 Total insurance and employee benefits	113,600	96,638
 Pantry		
Salaries	55,894	60,434
Utilities	7,500	7,407
Health Insurance	20,075	14,506
Dental, Vision & Life Insurance	1,250	954
Unemployment	1,535	1,273
IMRF Expense	3,000	2,260
FICA Expense	1,750	1,364
 Total pantry	91,004	88,198
 Veteran's Affairs		
Salaries	20,000	19,567
Travel expense	100	-
Supplies	100	93
Unemployment	800	631
IMRF expense	1,100	-
FICA expense	600	613
 Total veteran's affairs	22,700	20,904
 Assessor's Office		
Dues, subscriptions, and publications	2,750	3,358
Equipment purchases	3,500	1,924
Health Insurance	19,000	14,370
Dental, Vision & Life Insurance	1,850	1,768
Unemployment	3,250	2,464
IMRF Expense	7,000	5,926
FICA Expense	3,700	4,228
Miscellaneous	1,200	1,424
Communications	1,000	25
Office supplies	4,500	4,412
Printing	1,250	1,241
Professional services	1,000	340
Salaries	115,000	118,573
Training	3,500	2,680
Travel expense	3,300	1,237
 Total assessor's office	171,800	163,970
 Town Facilities and Maintenance		
Building contracts	13,500	11,543
Building maintenance - Elgin	1,300	1,312
Building maintenance - Astor	2,500	828
Building maintenance - Senior	12,500	10,722
Building maintenance -Town	11,000	4,187
Cell phone/communications	2,000	1,374
Education and training	900	546
Equipment maintenance - Elgin	500	329
Equipment maintenance - Astor	1,350	4,605
Equipment maintenance - Senior	13,500	13,900
Equipment maintenance - Town	12,500	2,916
Equipment rental	2,600	741
Grounds maintenance	8,000	7,048

(Continued)

**Hanover Township**  
**Schedule of Expenditures - Budget and Actual (Continued)**  
**General (Town) Fund**  
**For the Year Ended March 31, 2014**

	Original and Final Budget	Actual
Town (Continued)		
Town facilities and maintenance (Continued)		
Health Insurance	\$ 20,200	\$ 21,789
Dental, Vision & Life Insurance	2,500	2,902
Unemployment	3,100	3,757
IMRF Expense	11,600	11,264
FICA Expense	6,200	8,891
Housekeeping contract	31,000	32,415
Janitorial supplies - Elgin	750	820
Janitorial supplies - Astor	1,000	315
Janitorial supplies - Senior	5,500	6,222
Janitorial supplies - Town	4,250	3,252
Miscellaneous	800	789
Office supplies	400	197
Salaries	212,200	234,682
Seasonal projects assistance	5,000	6,367
Trash removal - Senior	1,850	1,870
Trash removal - Town	3,000	1,964
Trash removal - Astor	1,200	1,968
Uniforms	900	514
Vehicle fuel - Town	8,000	8,806
Vehicle maintenance - Town	4,500	2,789
	<u>406,100</u>	<u>411,624</u>
Emergency Services		
Communications	9,200	6,402
Education/training	10,000	5,758
Emergency Ops Center	10,000	6,669
Equipment	21,750	19,141
Health Insurance	14,225	15,602
Dental, Vision & Life Insurance	625	1,069
Unemployment	775	808
IMRF Expense	2,225	984
FICA Expense	1,200	831
Miscellaneous	1,000	1,221
Office Supplies	500	1,339
Postage	100	148
Pre-volunteer screening	750	355
Printing	750	860
Salaries	41,300	40,682
Travel	3,000	121
Uniforms	6,000	8,764
Vehicle fuel and maintenance	6,000	8,498
Volunteer appreciation	3,000	1,313
Volunteer insurance	600	775
	<u>133,000</u>	<u>121,340</u>
Clerk's Office		
Community affairs	2,000	300
Dues, subscriptions, and publications	400	-
Equipment and maintenance rental	150	-
Furniture and equipment	1,100	-
Health Insurance	14,000	4,172
Dental, Vision & Life Insurance	650	109
Unemployment	2,300	763
IMRF Expense	3,500	291
FICA Expense	1,900	990
Legal notices	1,000	618

(Continued)

**Hanover Township**  
**Schedule of Expenditures - Budget and Actual (Continued)**  
**General (Town) Fund**  
**For the Year Ended March 31, 2014**

	<u>Original and Final Budget</u>	<u>Actual</u>
<b>Town (Continued)</b>		
<b>Clerk's office (Continued)</b>		
Miscellaneous	\$ 1,000	\$ -
Office supplies	2,150	-
Passport expenditures	2,600	1,129
Passport postage	3,000	3,231
Postage	1,050	20
Printing	3,000	1,023
Salaries	65,000	28,380
Travel expensed and seminars	<u>1,500</u>	<u>-</u>
 Total clerk's office	 <u>106,300</u>	 <u>41,026</u>
 <b>Community Health</b>		
Communications	2,750	1,046
Community affairs	2,000	2,141
Crisis care	3,000	2,706
Dues, subscriptions, and publications	200	150
Furniture and computer equipment	1,000	446
Health Insurance	14,350	14,116
Dental, Vision & Life Insurance	1,850	1,758
Unemployment	3,100	2,227
IMRF Expense	5,500	6,275
FICA Expense	5,000	4,773
License/professional insurance	400	133
Medical supplies	7,000	6,765
MHB prescription reimbursements	100	84
Miscellaneous	1,000	489
Office supplies	2,000	1,164
Postage	500	115
Printing	1,500	1,147
Professional services	750	464
Salaries	162,000	158,320
Travel	<u>1,000</u>	<u>1,019</u>
 Total community health	 <u>215,000</u>	 <u>205,338</u>
 Total town	 <u>2,014,615</u>	 <u>1,989,685</u>
 <b>Youth Services</b>		
Answering service	1,300	1,200
Books and journals	800	149
Cellphones	2,400	1,946
Community affairs	3,500	3,701
Consulting fees	3,600	2,100
Dues and subscriptions	800	571
Education and training	8,850	8,463
Equipment and furniture	3,000	5,345

(Continued)



**Hanover Township**  
**Schedule of Expenditures - Budget and Actual (Continued)**  
**General (Town) Fund**  
**For the Year Ended March 31, 2014**

	Original and Final Budget	Actual
<b>Youth Services (Continued)</b>		
Equipment maintenance	\$ 2,000	\$ 1,441
Health insurance	80,000	92,822
Dental, vision and life insurance	8,750	9,653
Unemployment	20,000	13,195
IMRF expense	38,273	27,653
FICA expense	20,365	26,740
Insurance	2,950	2,929
Intern stipends	5,000	6,000
Miscellaneous	400	321
Office supplies	4,000	3,139
Postage	1,300	763
Printing	2,300	2,539
Professional services	1,200	1,200
Program supplies	2,000	1,562
Psychiatric backup	9,000	6,800
Recruitment and pre-employment	2,000	1,019
Salaries	690,000	679,310
Seasonal open gym program	75,600	72,202
Transportation	4,000	663
Travel	5,000	6,446
Tutoring	24,000	20,586
Youth job incubator project	100	-
	<u>1,022,488</u>	<u>1,000,458</u>
<b>Total youth services</b>		
<b>Community Relations</b>		
Salaries	87,500	92,860
Education and training	1,000	1,002
Printing	1,000	972
Postage	700	-
Equipment and furniture	2,000	2,391
Office supplies	1,250	1,024
Satellite office programs	1,000	1,125
Satellite office utilities	3,500	6,661
Satellite office lease	26,500	19,629
Satellite office phone and internet	3,500	4,023
Travel	1,000	1,204
Communications	64,000	65,439
Community service awards	1,500	2,077
Historical maker program	2,400	800
Dues and subscriptions	250	239
Veteran honor roll	5,000	2,822
Community festivals	13,000	13,000
Health insurance	22,600	18,160
Dental, vision and life insurance	1,250	1,309
Unemployment	1,550	1,770
IMRF expense	3,200	4,283
FICA expense	1,750	3,909
	<u>245,450</u>	<u>244,699</u>
<b>Total community relations</b>		
<b>Capital Outlay</b>		
Equipment	20,000	24,917
Computer equipment and software	70,000	69,608
	<u>90,000</u>	<u>94,525</u>
<b>Total capital outlay</b>		
<b>Total Expenditures</b>	<u>\$ 3,372,553</u>	<u>\$ 3,329,367</u>

**Hanover Township**  
**Schedule of Expenditures - Budget and Actual**  
**Senior Services Fund**  
**For the Year Ended March 31, 2014**

	Original and Final Budget	Actual
<b>Senior Center</b>		
Administration		
Community affairs	\$ 3,500	\$ 5,069
Consultants	3,000	460
Contingency	50,000	34,242
Dues and subscriptions	2,800	1,038
Education and training	5,000	4,661
Equipment purchases/rental/repair	9,250	11,867
Health Insurance	71,650	83,351
Dental, Vision & Life Insurance	5,000	3,994
Unemployment	10,300	9,632
IMRF Expense	25,000	22,589
FICA Expense	13,600	15,823
Intern stipends	5,000	1,145
Miscellaneous	1,000	233
Postage	4,000	3,665
Printing	2,500	5,722
Recruitment	1,500	1,233
Salaries	465,000	469,222
Supplies	6,500	6,807
Telephone and high speed internet	6,500	4,412
Tile endowment fund	12,000	7,141
Travel	1,500	1,995
Utilities	70,000	57,948
Senior satellite service	5,000	2,152
	<u>779,600</u>	<u>754,401</u>
<b>Total administration</b>		
<b>Social Services</b>		
Club 59	24,000	20,762
Computer instruction	1,000	-
Nutrition	6,000	4,379
Senior Assistance	2,000	2,857
Programming	90,000	141,608
Social services	4,000	2,000
Visual arts	15,000	14,127
Volunteer services	16,000	14,624
Weekend programming	2,000	2,005
	<u>160,000</u>	<u>202,362</u>
<b>Total social services</b>		
<b>Transportation</b>		
Alternative transportation	6,000	-
Fuel	50,000	56,376
Health Insurance	49,500	52,119
Dental, Vision & Life Insurance	5,250	5,695
Unemployment	8,850	4,948
IMRF Expense	17,250	5,284
FICA Expense	9,400	4,321
Office Supplies	1,000	890
Radio system	100	-
Recruitment	1,500	2,636
Salaries	321,300	321,745
Telephone	4,000	6,733
Training	3,000	1,347
Uniforms	1,500	673
Dispatch software	50,000	59,701
Vehicle maintenance	39,000	19,764
	<u>567,650</u>	<u>542,232</u>
<b>Total transportation</b>		
<b>Total Expenditures</b>	<u>\$ 1,507,250</u>	<u>\$ 1,498,995</u>

**Hanover Township**  
**Schedule of Expenditures - Budget and Actual**  
**Road and Bridge Fund**  
**For the Year Ended March 31, 2014**

	<u>Original and Final Budget</u>	<u>Actual</u>
Highways and Streets		
Maintenance of roads		
Bridge repair and maintenance	\$ 10,816	\$ -
Contract work	520,000	221,617
Controlled substance testing	1,082	340
Engineering	15,000	12,580
Gasoline	15,000	22,732
Maintenance supplies	5,000	(40)
Operating supplies and materials	35,000	16,429
Salaries	183,750	188,484
Salt	100,000	38,853
Signs, stripping, and tree removal	5,000	-
Street lighting	10,000	5,542
	<u>900,648</u>	<u>506,537</u>
Total maintenance of roads		
Administration		
Accounting	2,100	2,100
Community affairs	10,000	5,912
Dues, subscriptions, and publications	1,000	1,224
Employee benefits		
Dental, Vision & Life Insurance	-	2,256
FICA expense	13,000	15,454
IMRF expense	20,000	23,061
Unemployment compensation	400	843
Insurance	40,000	42,713
Legal	20,000	5,114
Miscellaneous	2,000	1,099
Office supplies	3,120	1,125
Postage	2,300	779
Printing	1,500	483
Replacement tax	12,480	-
Service charges	260	34
Telephone	3,500	3,308
Training and conferences	3,000	201
Travel expense	1,500	408
Uniforms and safety equipment	1,560	303
Utilities	6,490	7,346
	<u>144,210</u>	<u>113,763</u>
Total administration		
Total highway and street maintenance	<u>1,044,858</u>	<u>620,300</u>
Capital Outlay		
Machine rental	1,500	-
Equipment purchase	50,479	10
Maintenance - vehicles and equipment	24,336	29,419
Emergency equipment	1,000	-
Construction equipment	1	-
Building and permanent improvements	10,816	-
Building maintenance	5,408	-
Land/building acquisition and improvements	1,030,000	-
	<u>1,123,540</u>	<u>29,429</u>
Total capital outlay		
Total Expenditures	<u>\$ 2,168,398</u>	<u>\$ 649,729</u>

**Hanover Township**  
**Schedule of Expenditures - Budget and Actual**  
**Mental Health Fund**  
**For the Year Ended March 31, 2014**

	<u>Original and Final Budget</u>	<u>Actual</u>
Mental Health		
Service contracts/grants by agency		
AID case management	\$ 5,000	\$ 5,000
AID supportive employment	40,000	40,000
Alexian Brothers - outpatient psy	21,000	21,000
Alexian Brothers - senior mh	34,000	34,000
Autism Society of Illinois	1,000	500
Bartlett Learning Center	7,000	7,000
Boys and Girls Club	5,000	5,000
CAC Family Support	2,000	2,000
CAC Safe from the Start	16,000	16,000
Capital Grant Fund	40,000	26,556
CASI	20,000	20,000
Catholic Charities Caregivers	2,500	2,500
CCC Strategies for Safety	7,000	7,000
Centro de Informacion	32,000	32,000
Challenge Grant Fund	40,000	15,000
Clearbrook Children's program	5,500	5,500
Clearbrook development training	2,500	2,500
Clearbrook employment	2,000	2,000
Clearbrook residential	4,000	4,000
Domestic Violence Center	30,000	30,000
Community Crisis Counseling	25,000	25,000
Community Crisis SA Counseling	9,000	9,000
Contract support services	120,000	67,740
Countryside In-home Respite	3,000	3,000
Day One Network	7,500	7,500
Easter Seals DuPage	43,000	43,000
Ecker Center/PEP	4,500	4,500
Ecker Therapy Services	71,400	71,400
Elgin Family Center - case management	8,500	8,500
Elgin Family Center - post partum	5,000	5,000
Epilepsy Foundation	1,000	1,000
Family service youth	10,500	10,500
Family service senior	6,200	6,200
Greater Elgin Family Care Center	9,400	4,320
Hanover Township Youth and Family	9,000	6,025
HTYFS Alt. to Suspension	25,000	25,000
HTYFS Interventionist	50,000	50,000
Journeys from PADS to Hope	4,000	2,989
Kenneth Young Center - SASS	7,000	7,000
Larkin Center	11,000	8,505
Leyden Township - detox/rehab	35,000	34,700
Maryville Academy Casa Salama	25,000	25,000
MI-drug/medical tests fund	2,000	245
Northwest Casa	8,000	8,000
Open Door Clinic	5,000	5,000
AID transportation	21,000	22,100
PADS of Elgin	20,000	20,000

(Continued)

**Hanover Township**  
**Schedule of Expenditures - Budget and Actual (Continued)**  
**Mental Health Fund**  
**For the Year Ended March 31, 2014**

	Original and Final Budget	Actual
Mental Health (Continued)		
Service contracts/grants by agency (Continued)		
RENZ outpatient	\$ 57,000	\$ 57,000
Shelter Inc Healthy Families	10,000	10,000
Special Ed Advocacy Center	5,000	1,250
Staff Development Grant Fund	10,000	16,049
Summit center	12,000	12,000
The Bridge	9,000	9,000
Tide Project	26,000	9,556
WINGS transitional shelter	8,500	8,500
	<u>1,000,000</u>	<u>882,135</u>
Total service contracts/grants by agency		
Administration		
Community relations	1,000	1,293
Conference expense	750	420
Consultants	6,000	-
Dues	2,500	908
Employee insurance	7,500	5,870
Equipment/database	3,000	2,100
FICA expense	4,250	3,715
Hanover Township services	4,500	4,500
IMRF expense	6,500	5,723
Legal	4,000	713
Miscellaneous	500	504
Personal expense reimbursement	1,000	329
Postage	500	252
Printing	1,500	1,339
Salaries	52,000	51,202
Special events	500	60
Subscriptions and publications	150	183
Supplies	1,000	183
Unemployment compensation	1,000	567
	<u>98,150</u>	<u>79,861</u>
Total administrative planning and development		
Building Occupancy Expenses		
Agency support services	8,000	8,287
Building maintenance	9,000	3,461
Capital improvements	10,000	8,508
Insurance	1,000	-
Janitorial	5,500	4,978
Rent	500	10,000
Telephone systems maintenance	3,000	750
Utilities	8,000	7,367
	<u>45,000</u>	<u>43,351</u>
Total building occupancy expenses		
Total Expenditures	<u>\$ 1,143,150</u>	<u>\$ 1,005,347</u>

**Hanover Township**  
**Schedule of Revenues, Expenditures**  
**and Changes in Fund Balance - Budget and Actual**  
**Capital Projects Fund**  
**For the Year Ended March 31, 2014**

	<u>Original and Final Budget</u>	<u>Actual</u>
Revenues		
Intergovernmental	\$ 100,000	\$ 4,000
Donation	<u>-</u>	<u>223,000</u>
Total revenues	<u>100,000</u>	<u>227,000</u>
Expenditures		
Capital outlay	<u>413,000</u>	<u>451,200</u>
Total expenditures	<u>413,000</u>	<u>451,200</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>(313,000)</u>	<u>(224,200)</u>
Other Financing Sources (Uses)		
Transfers in	<u>313,000</u>	<u>313,000</u>
Total other financing sources (uses)	<u>313,000</u>	<u>313,000</u>
Net Change in Fund Balance	\$ <u><u>-</u></u>	88,800
Fund Balance, April 1		<u>593,205</u>
Fund Balance, March 31		\$ <u><u>682,005</u></u>

**Hanover Township  
Combining Balance Sheet  
Nonmajor Governmental Funds  
March 31, 2014**

	Special Revenue			Capital Projects	
	General Assistance	Illinois Municipal Retirement	Social Security	Vehicle Replacement	Total
<b>Assets</b>					
Cash and investments	\$ 403,884	\$ 130,001	\$ 74,433	\$ 576,404	\$ 1,184,722
Receivables					
Property Taxes	184,415	89,461	72,304	-	346,180
<b>Total Assets</b>	<b>\$ 588,299</b>	<b>\$ 219,462</b>	<b>\$ 146,737</b>	<b>\$ 576,404</b>	<b>\$ 1,530,902</b>
<b>Liabilities and Fund Balances</b>					
<b>Liabilities</b>					
Accounts payable	\$ 3,018	\$ -	\$ -	\$ 9,429	\$ 12,447
Accrued payroll	9,067	12,033	8,980	-	30,080
Unearned revenue	181,496	88,052	71,166	-	340,714
<b>Total liabilities</b>	<b>193,581</b>	<b>100,085</b>	<b>80,146</b>	<b>9,429</b>	<b>383,241</b>
<b>Fund Balances</b>					
Restricted for general assistance	394,718	-	-	-	394,718
Restricted for employee retirement	-	119,377	66,591	-	185,968
Assigned for vehicle replacement	-	-	-	566,975	566,975
<b>Total fund balances</b>	<b>394,718</b>	<b>119,377</b>	<b>66,591</b>	<b>566,975</b>	<b>1,147,661</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 588,299</b>	<b>\$ 219,462</b>	<b>\$ 146,737</b>	<b>\$ 576,404</b>	<b>\$ 1,530,902</b>

**Hanover Township**  
**Combining Statement of Revenues, Expenditures,**  
**and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the Year Ended March 31, 2014**

	<u>Special Revenue</u>			<u>Capital Projects</u>	
	<u>General Assistance</u>	<u>Illinois Municipal Retirement</u>	<u>Social Security</u>	<u>Vehicle Replacement</u>	<u>Total</u>
Revenues					
Taxes	\$ 354,285	\$ 169,488	\$ 136,983	\$ -	\$ 660,756
Intergovernmental	11,195	-	-	-	11,195
Investment income	800	163	60	992	2,015
Miscellaneous	10,320	-	-	7,892	18,212
Total revenues	<u>376,600</u>	<u>169,651</u>	<u>137,043</u>	<u>8,884</u>	<u>692,178</u>
Expenditures					
Current					
Town	235,649	201,315	125,292	-	562,256
Home relief	214,668	-	-	-	214,668
Employment services	90,961	-	-	-	90,961
Capital outlay	-	-	-	225,139	225,139
Total expenditures	<u>541,278</u>	<u>201,315</u>	<u>125,292</u>	<u>225,139</u>	<u>1,093,024</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(164,678)</u>	<u>(31,664)</u>	<u>11,751</u>	<u>(216,255)</u>	<u>(400,846)</u>
Other Financing Sources (Uses)					
Transfers in	-	-	-	85,000	85,000
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>85,000</u>	<u>85,000</u>
Net Changes in Fund Balances	(164,678)	(31,664)	11,751	(131,255)	(315,846)
Fund Balances, April 1	<u>559,396</u>	<u>151,041</u>	<u>54,840</u>	<u>698,230</u>	<u>1,463,507</u>
Fund Balances, March 31	<u>\$ 394,718</u>	<u>\$ 119,377</u>	<u>\$ 66,591</u>	<u>\$ 566,975</u>	<u>\$ 1,147,661</u>



**Hanover Township**  
**Schedule of Revenues, Expenditures,**  
**and Changes in Fund Balance - Budget and Actual**  
**General Assistance Fund**  
**For the Year Ended March 31, 2014**

	Original and Final Budget	Actual
<b>Revenues</b>		
Taxes		
Property taxes	\$ 340,000	\$ 350,418
Replacement taxes	4,000	3,867
Intergovernmental	10,000	11,195
Investment income	1,000	800
Miscellaneous	10,001	10,320
	<u>365,001</u>	<u>376,600</u>
<b>Total revenues</b>		
<b>Expenditures</b>		
Town		
Salaries	155,000	167,293
Office supplies	2,500	2,632
Equipment, minor, and rental	5,000	9,930
Travel	2,000	2,745
Postage	600	195
Printing	1,500	2,809
Dues, subscriptions, and publications	1,000	1,144
Community affairs	1,500	727
Professional services	3,000	4,272
Volunteer appreciation	1,500	1,392
Miscellaneous	1,000	606
Health insurance	20,800	23,666
Dental, vision and life insurance	1,925	1,477
Unemployment	3,070	3,391
IMRF expense	8,313	7,708
FICA expense	4,520	5,662
	<u>213,228</u>	<u>235,649</u>
<b>Total town</b>		
<b>Home Relief</b>		
Food and household	1,000	-
Rent	126,000	109,003
Utilities	26,000	16,159
Clothing	26,000	23,719
Travel	10,000	8,535
Hospital	25,000	60
Burial	1,500	-
Insurance	3,500	2,598
Emergency assistance	50,000	54,594
Other	1,000	-
	<u>270,000</u>	<u>214,668</u>
<b>Total home relief</b>		
<b>Employment Services</b>		
Salaries	70,000	64,442
Office supplies	500	1,552
Equipment	1,000	1,036
Travel and training	500	444
Postage	750	-
Printing	750	849
Professional services	1,000	492
Health insurance	10,000	14,943
Dental, vision and life insurance	750	1,715
Unemployment	1,500	2,019
IMRF expense	3,754	1,896
FICA expense	2,041	1,573
	<u>92,545</u>	<u>90,961</u>
<b>Total employment services</b>		
<b>Capital improvements</b>		
	<u>-</u>	<u>-</u>
<b>Total expenditures</b>		
	<u>575,773</u>	<u>541,278</u>
<b>Net Change in Fund Balance</b>		
	<u>\$ (210,772)</u>	<u>(164,678)</u>
<b>Fund Balance, April 1</b>		
		<u>559,396</u>
<b>Fund Balance, March 31</b>		
		<u>\$ 394,718</u>

**Hanover Township**  
**Schedule of Revenues, Expenditures,**  
**and Changes in Fund Balance - Budget and Actual**  
**Illinois Municipal Retirement Fund**  
**For the Year Ended March 31, 2014**

	<u>Original and Final Budget</u>	<u>Actual</u>
Revenues		
Taxes		
Property taxes	\$ 165,000	\$ 169,488
Investment income	<u>50</u>	<u>163</u>
Total revenues	<u>165,050</u>	<u>169,651</u>
Expenditures		
Town		
IMRF	<u>316,765</u>	<u>201,315</u>
Total expenditures	<u>316,765</u>	<u>201,315</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>(151,715)</u>	<u>(31,664)</u>
Other Financing Sources (Uses)		
Transfers in	<u>151,715</u>	<u>-</u>
Total other financing sources (uses)	<u>151,715</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ -</u>	(31,664)
Fund Balance, April 1		<u>151,041</u>
Fund Balance, March 31		<u>\$ 119,377</u>

**Hanover Township**  
**Schedule of Revenues, Expenditures,**  
**and Changes in Fund Balance - Budget and Actual**  
**Social Security Fund**  
**For the Year Ended March 31, 2014**

	<u>Original and Final Budget</u>	<u>Actual</u>
Revenues		
Taxes		
Property taxes	\$ 133,500	\$ 136,983
Investment income	<u>50</u>	<u>60</u>
Total revenues	<u>133,550</u>	<u>137,043</u>
Expenditures		
Town		
Social security	<u>215,976</u>	<u>125,292</u>
Total expenditures	<u>215,976</u>	<u>125,292</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>(82,426)</u>	<u>11,751</u>
Other Financing Sources (Uses)		
Transfers in	<u>82,426</u>	<u>-</u>
Total other financing sources (uses)	<u>82,426</u>	<u>-</u>
Net Change in Fund Balance	\$ <u>-</u>	11,751
Fund Balance, April 1		<u>54,840</u>
Fund Balance, March 31		\$ <u><u>66,591</u></u>

**Hanover Township**  
**Schedule of Revenues, Expenditures,**  
**and Changes in Fund Balance - Budget and Actual**  
**Vehicle Replacement Fund**  
**For the Year Ended March 31, 2014**

	<u>Original and Final Budget</u>	<u>Actual</u>
Revenues		
Investment income	\$ 500	\$ 992
Miscellaneous		
Bus fares	<u>8,250</u>	<u>7,892</u>
Total revenues	<u>8,750</u>	<u>8,884</u>
Expenditures		
Capital outlay	<u>228,250</u>	<u>225,139</u>
Total expenditures	<u>228,250</u>	<u>225,139</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>(219,500)</u>	<u>(216,255)</u>
Other Financing Sources (Uses)		
Transfers in	<u>85,000</u>	<u>85,000</u>
Total other financing sources (uses)	<u>85,000</u>	<u>85,000</u>
Net Change in Fund Balance	<u>\$ (134,500)</u>	(131,255)
Fund Balance, April 1		<u>698,230</u>
Fund Balance, March 31		<u>\$ 566,975</u>

**Statistical Section**

## STATISTICAL SECTION

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

<u>Contents</u>	<u>Page(s)</u>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the Township's financial performance and well-being have been changed over time.	52-56
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the Township's most significant local revenue source, the property tax.	57-60
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the Township's current levels of outstanding debt and the Township's ability to issue additional debt in the future.	61-63
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the Township's financial activities take place.	64-65
<b>Operating Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the Township's financial report relates to the services the Township provides and the activities it performs.	66-72

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual reports for the relevant year. The Township implemented GASB Statement No. 34 in 2005; schedules presenting government-wide information include information beginning in that year.

**Hanover Township  
Net Position by Component  
Last Ten Fiscal Years**

<u>Fiscal Years</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
<b>Governmental Activities</b>										
Invested in capital assets net of related debt	\$ 4,867,057	\$ 6,024,673	\$ 6,040,260	\$ 5,962,260	\$ 5,845,010	\$ 5,811,094	\$ 6,062,044	\$ 6,752,251	\$ 7,926,393	\$ 8,289,515
Restricted	3,418,569	-	-	-	-	-	4,669,678	4,625,474	4,834,971	4,237,762
Unrestricted	<u>1,865,084</u>	<u>7,897,368</u>	<u>9,075,448</u>	<u>10,384,978</u>	<u>10,259,290</u>	<u>11,667,673</u>	<u>1,722,108</u>	<u>3,090,129</u>	<u>3,422,291</u>	<u>3,519,818</u>
<b>Total Government Activities</b>	<b>\$ <u>10,150,710</u></b>	<b>\$ <u>13,922,041</u></b>	<b>\$ <u>15,115,708</u></b>	<b>\$ <u>16,347,214</u></b>	<b>\$ <u>16,104,300</u></b>	<b>\$ <u>17,478,767</u></b>	<b>\$ <u>12,453,830</u></b>	<b>\$ <u>14,467,854</u></b>	<b>\$ <u>16,183,655</u></b>	<b>\$ <u>16,047,095</u></b>

Note: The Township implemented GASB S-34 for the year ended March 31, 2005.  
Information for prior years is not available.

Data Source

Township Financial Statements

**Hanover Township  
Change in Net Position  
Last Ten Fiscal Years**

Fiscal Years	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
<b>Expenses</b>										
<b>Governmental activities</b>										
Town/Administration	\$ 1,448,351	\$ 4,067,442	\$ 4,664,542	\$ 5,096,649	\$ 6,764,880	\$ 2,888,366	\$ 3,013,820	\$ 3,198,400	\$ 2,629,673	\$ 2,634,442
Youth services	507,911	-	-	-	-	659,001	694,731	772,571	743,361	997,654
Community relations	-	-	-	-	-	-	-	-	90,688	248,210
Home relief	82,897	-	-	-	-	112,569	80,981	177,239	110,480	214,668
Highways and streets	316,903	-	-	-	-	378,654	538,499	491,052	453,594	551,346
Mental health	545,328	-	-	-	-	847,923	1,111,867	1,098,471	611,429	1,009,693
Senior center	595,830	-	-	-	-	1,067,531	1,236,521	1,435,444	1,468,928	1,681,954
Employment Services	-	-	-	-	-	-	-	-	-	90,961
Interest	20,086	15,491	-	-	-	-	-	-	-	-
<b>Total governmental activities expenses</b>	<b>3,517,306</b>	<b>4,082,933</b>	<b>4,664,542</b>	<b>5,096,649</b>	<b>6,764,880</b>	<b>5,954,044</b>	<b>6,676,419</b>	<b>7,173,177</b>	<b>6,108,153</b>	<b>7,428,928</b>
<b>Total Primary Government Expenses</b>	<b>\$ 3,517,306</b>	<b>\$ 4,082,933</b>	<b>\$ 4,664,542</b>	<b>\$ 5,096,649</b>	<b>\$ 6,764,880</b>	<b>\$ 5,954,044</b>	<b>\$ 6,676,419</b>	<b>\$ 7,173,177</b>	<b>\$ 6,108,153</b>	<b>\$ 7,428,928</b>
<b>Program Revenues</b>										
<b>Governmental activities</b>										
<b>Charges for services</b>										
Town/Administration	\$ 29,235	\$ 144,590	\$ 202,380	\$ 210,059	\$ 217,601	\$ 73,400	\$ 52,965	\$ 41,563	\$ 60,980	\$ 82,421
Youth Services	22,708	-	-	-	-	13,829	44,581	26,753	28,408	120,872
Community relations	-	-	-	-	-	-	-	-	-	-
Home relief	-	-	-	-	-	-	-	-	-	-
Highways and streets	5,131	-	-	-	-	2,915	-	-	-	-
Mental health	11,150	-	-	-	-	-	4,750	2,200	11,500	10,110
Senior center	11,414	-	-	-	-	95,270	89,864	90,654	136,509	197,031
Employment Service	-	-	-	-	-	-	-	-	-	-
Operating grants and contributions	73,193	32,696	128,886	52,667	82,498	32,833	28,527	54,793	99,869	-
Capital grants and contributions	223,350	-	-	-	-	-	119,368	491,886	109,508	-
<b>Total governmental activities program revenues</b>	<b>376,181</b>	<b>177,286</b>	<b>331,266</b>	<b>262,726</b>	<b>300,099</b>	<b>218,247</b>	<b>340,055</b>	<b>707,849</b>	<b>446,774</b>	<b>410,434</b>
<b>Total Primary Government Program Revenues</b>	<b>\$ 376,181</b>	<b>\$ 177,286</b>	<b>\$ 331,266</b>	<b>\$ 262,726</b>	<b>\$ 300,099</b>	<b>\$ 218,247</b>	<b>\$ 340,055</b>	<b>\$ 707,849</b>	<b>\$ 446,774</b>	<b>\$ 410,434</b>
<b>Net (Expense) Revenue</b>	<b>\$ (3,141,125)</b>	<b>\$ (3,905,647)</b>	<b>\$ (4,333,276)</b>	<b>\$ (4,833,923)</b>	<b>\$ (6,464,781)</b>	<b>\$ (5,735,797)</b>	<b>\$ (6,336,364)</b>	<b>\$ (6,465,328)</b>	<b>\$ (5,661,379)</b>	<b>\$ (7,018,494)</b>
<b>Total Primary Government Net (Expense) Revenue</b>	<b>\$ (3,141,125)</b>	<b>\$ (3,905,647)</b>	<b>\$ (4,333,276)</b>	<b>\$ (4,833,923)</b>	<b>\$ (6,464,781)</b>	<b>\$ (5,735,797)</b>	<b>\$ (6,336,364)</b>	<b>\$ (6,465,328)</b>	<b>\$ (5,661,379)</b>	<b>\$ (7,018,494)</b>



**Hanover Township  
Change in Net Position  
Last Ten Fiscal Years**

<u>Fiscal Years</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
General Revenues and Other Changes in Net Position										
Governmental activities										
Taxes										
Property	\$ 4,261,314	\$ 4,802,422	\$ 5,190,936	\$ 5,749,140	\$ 6,528,943	\$ 5,668	\$ 4,567,349	\$ 8,227,841	\$ 6,746,699	\$ 6,875,494
Other taxes	42,372	56,370	61,481	73,473	65,883	60,000	64,009	55,386	55,745	66,445
Investment income	54,915	120,075	219,861	205,982	100,918	23,864	17,734	19,271	18,102	18,873
Miscellaneous	4,940	46,803	54,665	36,838	75,051	81,061	96,754	176,854	324,348	77,253
Total governmental activities	<u>4,363,541</u>	<u>5,025,670</u>	<u>6,065,433</u>	<u>6,770,795</u>	<u>6,770,795</u>	<u>5,833,250</u>	<u>4,745,846</u>	<u>8,479,352</u>	<u>7,144,894</u>	<u>7,038,065</u>
Total Primary Government	<u>\$ 4,363,541</u>	<u>\$ 5,025,670</u>	<u>\$ 6,065,433</u>	<u>\$ 6,770,795</u>	<u>\$ 6,770,795</u>	<u>\$ 5,833,250</u>	<u>\$ 4,745,846</u>	<u>\$ 8,479,352</u>	<u>\$ 7,144,894</u>	<u>\$ 7,038,065</u>
Change in Net Position										
Governmental activities	\$ <u>1,222,416</u>	\$ <u>1,120,023</u>	\$ <u>1,213,510</u>	\$ <u>306,014</u>	\$ <u>306,014</u>	\$ <u>97,453</u>	\$ <u>(1,590,518)</u>	\$ <u>2,014,024</u>	\$ <u>1,487,972</u>	\$ <u>19,571</u>
Total Primary Government Change in Net Position	<u>\$ 1,222,416</u>	<u>\$ 1,120,023</u>	<u>\$ 1,231,510</u>	<u>\$ 306,014</u>	<u>\$ 306,014</u>	<u>\$ 97,453</u>	<u>\$ (1,590,518)</u>	<u>\$ 2,014,024</u>	<u>\$ 1,487,972</u>	<u>\$ 19,571</u>

Data Source

Township Financial Statements

**Hanover Township**  
**Fund Balances of Governmental Funds**  
**Last Ten Fiscal Years**

Fiscal Years	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General Fund										
Reserved	\$ 15,948	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,137	\$ -	\$ -	\$ -
Unreserved	1,867,672	948,650	1,209,443	1,834,622	1,751,781	2,119,750	1,388,724	-	-	-
Unrestricted	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	2,314,071	2,530,067	2,611,717
<b>Total General Fund</b>	<b>\$ 1,883,620</b>	<b>\$ 948,650</b>	<b>\$ 1,209,443</b>	<b>\$ 1,834,622</b>	<b>\$ 1,751,781</b>	<b>\$ 2,119,750</b>	<b>\$ 1,397,861</b>	<b>\$ 2,314,071</b>	<b>\$ 2,530,067</b>	<b>\$ 2,611,717</b>
All Other Government Funds										
Reserved	\$ 3,418,569	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 559,480	\$ -	\$ -	\$ -
Unreserved	125,993	4,107,800	4,669,774	5,228,257	5,761,324	6,337,559	4,688,801	-	-	-
Restricted for senior services	-	-	-	-	-	-	-	1,119,287	1,238,690	1,179,488
Restricted for highways and streets	-	-	-	-	-	-	-	1,960,854	1,817,232	1,614,623
Restricted for mental health	-	-	-	-	-	-	-	798,985	811,921	862,965
Restricted for general assistance	-	-	-	-	-	-	-	602,723	559,396	394,718
Restricted for employee retirement	-	-	-	-	-	-	-	180,514	205,881	185,968
Unrestricted	-	-	-	-	-	-	-	-	-	-
Assigned for capital projects	-	-	-	-	-	-	-	458,653	593,205	682,005
Assigned for vehicle replacement	-	-	-	-	-	-	-	639,485	698,230	566,975
<b>Total All Other Government Funds</b>	<b>\$ 3,544,562</b>	<b>\$ 4,107,800</b>	<b>\$ 4,669,774</b>	<b>\$ 5,228,257</b>	<b>\$ 5,761,324</b>	<b>\$ 6,337,559</b>	<b>\$ 5,248,281</b>	<b>\$ 5,760,501</b>	<b>\$ 5,924,555</b>	<b>\$ 5,486,742</b>

Note: GASB Statement No. 54 was implemented for the 2012 fiscal year.

Data Source

Township Financial Statements

**Hanover Township**  
**Changes in Fund Balances of Governmental Funds**  
**Last Ten Fiscal Years**

<u>Fiscal Years</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
<b>Revenues</b>									
Taxes	\$ 4,303,687	\$ 4,476,889	\$ 4,927,989	\$ 5,690,277	\$ 5,875,390	\$ 6,515,441	\$ 4,631,358	\$ 8,283,227	\$ 6,808,787
Charges for services	79,638	154,006	137,492	124,701	114,376	211,686	198,524	161,170	237,397
Grants and contributions	-	18,450	120,281	49,090	76,026	28,261	141,531	546,679	209,377
Interest income	54,915	120,075	219,861	205,982	100,918	23,864	17,734	19,271	18,102
Miscellaneous	301,482	51,633	128,158	125,771	184,748	59,361	96,754	176,854	324,348
<b>Total revenues</b>	<b>4,739,722</b>	<b>4,821,053</b>	<b>5,533,781</b>	<b>6,195,821</b>	<b>6,351,458</b>	<b>6,838,613</b>	<b>5,085,901</b>	<b>9,187,201</b>	<b>7,598,011</b>
<b>Expenditures</b>									
Town/Administration	1,343,168	1,578,715	1,988,135	1,997,515	2,401,497	2,379,742	2,463,935	2,780,862	2,743,608
Youth services	516,054	514,423	532,509	572,499	646,591	659,001	711,116	760,340	789,540
Community relations	-	-	-	-	-	-	-	-	154,209
Home relief	82,897	106,944	96,884	127,539	189,946	112,569	75,827	172,165	201,053
Highways and streets	425,967	283,304	321,496	467,724	665,938	549,968	981,235	571,585	590,057
Mental health	524,366	523,736	594,201	730,020	775,361	847,923	1,115,229	1,170,636	1,016,734
Senior center	499,584	668,096	809,375	882,499	972,883	1,067,531	1,142,558	1,235,998	1,280,165
Nonmajor funds (1)	-	-	-	-	-	-	-	-	-
Capital outlay	2,654,103	375,275	368,414	234,363	249,017	277,675	407,168	1,138,883	440,709
Debt service	-	-	-	-	-	-	-	-	-
Principal	-	1,112,083	-	-	-	-	-	-	-
Interest	17,491	18,086	-	-	-	-	-	-	-
<b>Total expenditures</b>	<b>6,063,630</b>	<b>5,180,662</b>	<b>4,711,014</b>	<b>5,012,159</b>	<b>5,901,233</b>	<b>5,894,409</b>	<b>6,897,068</b>	<b>7,830,469</b>	<b>7,216,075</b>
<b>Excess (Deficiency) of Revenues</b>									
Over Expenditures	(1,323,908)	(359,609)	822,767	1,183,662	450,225	944,204	(1,811,167)	1,356,732	381,936
<b>Other Financing Sources (Uses)</b>									
Proceeds from borrowing	1,112,083	-	-	-	-	-	-	-	-
Transfers in	1,375,446	158,363	58,083	129,512	571,898	876,254	903,208	1,085,708	976,958
Transfers (out)	1,375,446	158,363	58,083	129,512	571,898	876,254	903,208	1,085,708	976,958
<b>Total other financing sources (uses)</b>	<b>1,112,083</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>\$ (211,825)</b>	<b>\$ (359,609)</b>	<b>\$ 822,767</b>	<b>\$ 1,183,662</b>	<b>\$ 450,225</b>	<b>\$ 944,204</b>	<b>\$ (1,811,167)</b>	<b>\$ 1,356,732</b>	<b>\$ 381,936</b>
<b>Debt of Services as a Percentage of Noncapital Expenditures</b>	<b>0.51%</b>	<b>23.52%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>

Data Source

Township Financial Statements

**Hanover Township**  
**Assessed Value and Actual Value of Taxable Property**  
**Last Ten Levy Years**

<u>Levy Year</u>	<u>Total Taxable Assessed Value</u>	<u>Total Direct Tax Rate</u>	<u>Estimated Actual Taxable Value</u>
2004	\$ 1,787,756,839	0.2796	\$ 5,368,639,156
2005	1,997,584,086	0.2720	5,998,751,009
2006	2,120,188,975	0.2870	6,366,933,859
2007	2,500,789,640	0.2570	7,509,878,799
2008	2,655,449,288	0.2560	7,974,322,186
2009	2,750,659,751	0.2510	8,260,239,492
2010	2,527,513,700	0.2628	7,590,131,231
2011	2,265,103,457	0.3292	6,795,989,970
2012	2,065,428,552	0.374	6,202,481,942
2013	1,750,808,883	0.452	5,257,679,076

Note: Assessed value is set by the Country Assessor on an annual basis. The assessment level is then adjusted by the state with a County Multiplier based on the factor needed to bring the average prior year's level up to 33-1/3% of market value. Every three years there is a tri-annual assessment when all property is assessed.

Data Source

Cook County Clerk's Office

**Hanover Township**  
**Property Tax Rates - Direct and Overlapping Governments**  
**Last Ten Levy Years**

<u>Tax Levy Year</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
Corporate Fund	0.1238	0.1205	0.1279	0.1143	0.1137	0.1108	0.1159	0.1448	0.1645
IMRF	0.0065	0.0063	0.0066	0.0059	0.0058	0.0056	0.0058	0.0073	0.0082
Social Security	0.0051	0.0049	0.0052	0.0046	0.0046	0.0045	0.0047	0.0059	0.0067
Senior Citizens Services	0.0376	0.0364	0.0383	0.0342	0.0339	0.0331	0.0344	0.0432	0.0488
General Assistance	0.0111	0.0110	0.0120	0.0110	0.1100	0.0110	0.0119	0.0150	0.0170
Mental Health	0.0362	0.0350	0.0370	0.0330	0.0330	0.0330	0.0349	0.0440	0.0500
Road and Bridge	0.0593	0.0580	0.0600	0.0540	0.0540	0.0530	0.0551	0.0690	0.0780
Total Direct Rate	0.2796	0.2720	0.2870	0.2570	0.2560	0.2510	0.2628	0.3292	0.3732
<b>Overlapping Rates</b>									
Bartlett Fire Protection District	0.3040	0.2830	0.5100	0.4340	0.4280	0.4190	0.4730	0.5330	0.5800
Bartlett Park District	0.4960	0.4370	0.4780	0.4540	0.4330	0.4240	0.5520	0.6200	0.6600
Bartlett Public Library	0.2680	0.2600	0.2560	0.2420	0.2410	0.2090	0.2340	0.2610	0.2950
Community College District #509	0.4340	0.4210	0.3470	0.3480	0.3310	0.3540	0.4340	0.4750	0.5160
Cook County incl. Forest Preserve	0.6530	0.5930	0.5570	0.4990	0.4660	0.4640	0.4740	0.5200	0.5940
Metropolitan Water Reclamation Dist.	0.3470	0.3150	0.2840	0.2630	0.2520	0.2610	0.2740	0.3200	0.3700
Unit School Districts #46	4.9450	4.7460	4.8740	4.5650	4.4350	4.3390	5.0260	5.5070	6.5400
Village of Bartlett	0.7660	0.6820	0.7010	0.7200	0.7030	0.6860	0.7500	0.8510	0.9420
Total Rates	8.4926	8.0090	8.2940	7.7850	7.5450	7.4070	8.2170	9.0870	10.4970

N/A - Information not available

Data Source

Cook County Clerk's Office and Village of Bartlett

**Hanover Township  
Principal Property Taxpayers  
Current and Ten Years Ago**

Taxpayer	Type of Business	2013		2004	
		Taxable Assessed Value	Percentage of Total Township Taxable Assessed Valuation	Taxable Assessed Value	Percentage of Total Township Taxable Assessed Valuation
Walmart Stores	Retailer	\$ 4,797,343	0.21%	\$ 4,453,740	0.30%
Property Valuation Services	Health Care	3,408,633	0.15%	-	0.00%
Target Corp.	Retailer	3,313,499	0.15%	-	0.00%
Bradley Real Estate	Shopping Center	3,220,493	0.14%	2,777,572	0.18%
IRC	Shopping Center	2,585,134	0.11%	-	0.00%
Sambell Streamwood	Health Care	1,777,946	0.08%	2,049,999	0.14%
Sutton Park Developers	Shopping Center	1,224,759	0.05%	-	0.00%
KRC	Shopping Center	1,151,999	0.05%	1,040,961	0.07%
Stag Capital Partners	Manufacturing	835,270	0.04%	-	0.00%
Krieger Kiddie Corp	Shopping Center	769,445	0.03%	-	0.00%
Duraco Products, Inc.	Manufacturing	-	0.00%	3,427,428	0.23%
CNC	Shopping Center	-	0.00%	2,735,997	0.18%
QPF, LLC	Manufacturing	-	0.00%	2,653,196	0.18%
Easley, McCaleb and Associates	Private Hospital	-	0.00%	2,377,862	0.16%
Loews Theatres	Movie Theatre	-	0.00%	2,175,502	0.14%
National Shopping Inc.	Retailer	-	0.00%	1,022,339	0.07%
		<u>\$ 23,081,521</u>	<u>1.01%</u>	<u>\$ 24,714,596</u>	<u>1.65%</u>

Data Source

Assessor's Office and Village of Streamwood

**Hanover Township  
Property Tax Levies and Collections  
Last Ten Levy Years**

<u>Levy Year</u>	<u>Tax Levied</u>	<u>Collected within the Fiscal Year of the Levy</u>			<u>Total Collections to Date</u>	
		<u>Amount</u>	<u>Percentage of Levy</u>	<u>Collections in Subsequent Years</u>	<u>Amount</u>	<u>Percentage of Levy</u>
2004	\$ 4,997,763	\$ 4,289,056	85.82%	\$ 705,469	\$ 4,994,525	99.94%
2005	5,433,428	4,420,519	81.36%	1,006,574	5,427,093	99.88%
2006	6,084,942	4,866,508	79.98%	1,214,975	6,081,483	99.94%
2007	6,427,029	5,616,084	87.38%	808,222	6,424,306	99.96%
2008	6,797,950	5,809,507	85.46%	984,468	6,793,904	99.94%
2009	6,904,909	6,455,441	93.49%	445,468	6,900,909	99.94%
2010	7,228,689	4,571,717	63.24%	2,626,497	7,198,214	99.58%
2011	7,474,842	3,244,188	43.40%	3,417,502	6,661,690	89.12%
2012	7,724,703	3,419,782	44.27%	3,344,910	6,764,692	87.57%
2013	7,956,443	3,490,408	43.87%	N/C	3,490,408	43.87%

N/C - Nothing collected as of March 31

Data Source

Cook County Clerk's Office

**Hanover Township  
 Ratios of Outstanding Debt by Type  
 Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>Governmental Activities</u>		<u>Total Township</u>	<u>Percentage of Personal Income*</u>	<u>Per Capita*</u>
	<u>General Obligation Bonds</u>	<u>Loan Payable</u>			
2005	\$ -	\$ 1,112,083	\$ 1,112,083	\$ 0.0%	\$ 11.17
2006	-	-	-	0.0%	-
2007	-	-	-	0.0%	-
2008	-	-	-	0.0%	-
2009	-	-	-	0.0%	-
2010	-	-	-	0.0%	-
2011	-	-	-	0.0%	-
2012	-	-	-	0.0%	-
2013	-	-	-	0.0%	-
2014	-	-	-	0.0%	-

Data Source

Township Financial Statements



**Hanover Township**  
**Direct and Overlapping Governmental Activities Debt**  
**For the Year Ended March 31, 2014**

<u>Governmental unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage of Debt Applicable to Hanover Township</u>	<u>Estimated Share of Overlapping Debt</u>
Hanover Township	\$ -	100.00%	\$ -
Overlapping debt (1)			
Cook County	2,826,300,000	0.57%	16,109,910
Cook County Forest Preserve District	108,665,000	0.57%	619,391
Metropolitan Water Reclamation District	1,959,099,576	0.58%	11,362,778
Bartlett Park District	14,720,000	0.08%	11,776
Schaumburg Park District	36,155,000	0.59%	213,315
Hanover Park District	754,300	6.94%	52,348
Streamwood Park District	8,710,000	100.00%	8,710,000
Schaumburg Township District Public Library	4,460,000	0.47%	20,962
Poplar Creek Public Library District	18,915,000	73.00%	13,807,950
Gail Borden Public Library District	24,250,000	10.42%	2,526,850
Palatine Township High School #211	33,615,000	0.29%	97,484
Elgin Community College #509	96,432,414	6.83%	6,586,334
School District #46	326,383,888	15.08%	49,218,690
School District #54	17,230,000	0.46%	79,258
Subtotal	<u>5,484,035,919</u>		<u>109,417,046</u>
Total	<u>\$ 5,484,035,919</u>		<u>\$ 109,417,046</u>

Notes:

(1) Overlapping governments are those that coincide, at least in part, with the geographic boundaries of Hanover Township. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Hanover Township. This process recognizes that, when considering the Township's ability to issue and repay long-term debt, the entire debt burden borne by the residents and business should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

(2) For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the Village's boundaries and dividing it by each unit's total taxable assessed value.

Data Source

Village of Streamwood

**Hanover Township  
Legal Debt Margin Information  
Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Assessed Value	\$ 1,787,756,839	\$ 1,997,584,086	\$ 2,120,188,975	\$ 2,500,789,640	\$ 2,655,449,288	\$ 2,750,659,751	\$ 2,527,513,700	\$ 2,265,103,457	\$ 2,065,428,552	\$ 1,750,808,883
Debt limit	51,398,009	57,430,542	71,897,702	71,897,702	76,344,167	79,081,468	72,666,019	65,121,724	59,381,071	50,335,755
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal Debt Margin	\$ <u>51,398,009</u>	\$ <u>57,430,542</u>	\$ <u>60,955,433</u>	\$ <u>71,897,702</u>	\$ <u>76,344,167</u>	\$ <u>79,081,468</u>	\$ <u>72,666,019</u>	\$ <u>65,121,724</u>	\$ <u>59,381,071</u>	\$ <u>50,335,755</u>
Total Net Debt Applicable To the Limit as a Percentage of the Debt Limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Note: The legal debt limit is defined as 2.875% of equalized valuation.

Data Source

Township Financial Statements

**Hanover Township  
Demographic and Economic Information  
Last Ten Calendar Years**

<u>Fiscal Year</u>	<u>Population</u>	<u>Personal Income</u>	<u>Per Capita Personal Income</u>	<u>Unemployment Rate</u>
2004	N/A	N/A	N/A	N/A
2005	91,455	2,534,492,415	27,713	5.20%
2006	90,885	2,435,172,690	26,794	5.90%
2007	96,390	2,529,851,940	26,246	4.70%
2008	91,881	2,705,527,926	29,446	7.20%
2009	86,788	2,358,550,688	27,176	8.50%
2010	99,538	2,778,205,118	27,911	9.10%
2011	99,971	2,957,342,122	29,582	10.00%
2012	99,538	2,687,326,924	26,998	9.10%
2013	100,603	2,962,154,732	29,444	9.40%

Data Source

Population and per capita information provided by the U.S. Census Bureau and American Community Survey

N/A - Information not available prior to 2005.

**Hanover Township  
Principal Employers  
Current Year and Ten Years Ago**

Employer	Business/Service	2013			2004		
		Rank	Approximate Employment	% of Township Population	Rank	Approximate Employment	% of Township Population
Fresh Express	Food Processing	1	700	0.70%			
Super Target	Retailer	2	300	0.30%			
Wal-Mart Stores, Inc.	Retailer	3	275	0.27%	2	320	0.35%
Ace Coffe Service	Food Processing	4	240	0.24%	4	243	0.27%
Streamwood Behavioral	Medical	5	230	0.23%	1	400	0.44%
Streamwood High School	Education	6	225	0.22%	6	200	0.22%
Sam's Club	Wholesaler	7	220	0.22%	5	220	0.24%
Village of Streamwood	Government	8	175	0.17%	8	183	0.20%
Lexginton Health Care	Nursing Home	9	165	0.16%	9	150	0.16%
AWANA Clubs	Publishing	10	160	0.16%	7	190	0.21%
Duraco Products, Inc.	Decorative				3	270	0.30%
US Post Office	Government				10	100	0.11%
Total			2,690	2.67%		2,276	2.49%

N/A - Information not available

Data Source

Assessor's Office and Village of Streamwood

**Hanover Township  
Full-Time Equivalent Employees  
Last Ten Fiscal Years**

<u>Function/Program</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
<b>General Government</b>										
Administrative services	N/A	N/A	N/A	N/A	N/A	N/A	5.10	5.20	4.20	5.50
Assessor's office	N/A	N/A	N/A	N/A	N/A	N/A	2.60	2.60	2.60	2.75
Clerk's office	N/A	N/A	N/A	N/A	N/A	N/A	2.00	2.00	1.50	0.00
Community health	N/A	N/A	N/A	N/A	N/A	N/A	0.90	3.40	3.40	3.50
Emergency services	N/A	N/A	N/A	N/A	N/A	N/A	0.80	0.80	0.80	0.80
Facilities and maintenance	N/A	N/A	N/A	N/A	N/A	N/A	5.00	5.00	5.00	6.00
Highway department	N/A	N/A	N/A	N/A	N/A	N/A	3.00	3.00	3.00	3.00
Mental health board	N/A	N/A	N/A	N/A	N/A	N/A	1.50	1.00	1.00	1.00
Senior services	N/A	N/A	N/A	N/A	N/A	N/A	17.37	18.37	17.90	21.15
Community and veterans affairs	N/A	N/A	N/A	N/A	N/A	N/A	0.25	0.25	2.48	2.25
Welfare services	N/A	N/A	N/A	N/A	N/A	N/A	4.88	4.88	4.75	7.25
Youth and family services	N/A	N/A	N/A	N/A	N/A	N/A	16.05	17.05	16.40	18.90
<b>Total</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>61.45</u>	<u>63.55</u>	<u>63.03</u>	<u>72.10</u>

N/A - Information not available - ten years will be provided prospectively

Data Source

Township budget

**Hanover Township  
Operating Indicators  
Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
<b>General Government</b>										
<b>Administrative</b>										
Facebook Likes	N/A	N/A	N/A	N/A	N/A	N/A	513	555	N/A	N/A
Percent of Budget Expended	N/A	N/A	N/A	N/A	N/A	N/A	67.50%	76.80%	77.90%	79.70%
<b>Assessors Office</b>										
<b>Administration</b>										
Office Visits	N/A	N/A	N/A	N/A	N/A	N/A	5477	5523	4158	4485
Building Permits Processed	N/A	N/A	N/A	N/A	N/A	N/A	10678	3703	4144	4316
Sales Recording	N/A	N/A	N/A	N/A	N/A	N/A	860	1124	1457	1551
Change of Name	N/A	N/A	N/A	N/A	N/A	N/A	1744	633	153	158
Property Tax Appeals	N/A	N/A	N/A	N/A	N/A	N/A	883	1208	831	1227
Certificate of Errors	N/A	N/A	N/A	N/A	N/A	N/A	1054	984	680	400
Property Location Updates	N/A	N/A	N/A	N/A	N/A	N/A	12	357	388	12
New Owner Mailings	N/A	N/A	N/A	N/A	N/A	N/A	796	934	813	985
Long Time Occupants	N/A	N/A	N/A	N/A	N/A	N/A	300	153	28	7
<b>Exemptions</b>										
Home Owner Exemptions	N/A	N/A	N/A	N/A	N/A	N/A	196	138	83	87
Senior Home Owner Exemptions	N/A	N/A	N/A	N/A	N/A	N/A	297	564	452	445
Senior Freeze Exemptions	N/A	N/A	N/A	N/A	N/A	N/A	903	923	981	711
Miscellaneous Exemptions	N/A	N/A	N/A	N/A	N/A	N/A	208	318	229	242
Foreclosures	N/A	N/A	N/A	N/A	N/A	N/A	N/A	463	657	642
<b>Clerks Office</b>										
<b>Passports</b>										
Photo Fees	N/A	N/A	N/A	N/A	N/A	N/A	8240	5730	6780	N/A
Total Passport Fees	N/A	N/A	N/A	N/A	N/A	N/A	39585	49068	56258	N/A
Cook County Vehicle Stickers	N/A	N/A	N/A	N/A	N/A	N/A	222	194	212	N/A
Fishing/Hunting Licenses	N/A	N/A	N/A	N/A	N/A	N/A	355	138	138	N/A
Fishing/Hunting Agent Fees	N/A	N/A	N/A	N/A	N/A	N/A	98	103	59	N/A

**Hanover Township  
Operating Indicators (Continued)  
Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
<b>General Government (Continued)</b>										
<b>Clerks Office (Continued)</b>										
Handicap Placards	N/A	N/A	N/A	N/A	N/A	N/A	494	287	233	N/A
Voter Registration	N/A	N/A	N/A	N/A	N/A	N/A	494	278	376	N/A
FOIA Request	N/A	N/A	N/A	N/A	N/A	N/A	17	26	16	N/A
<b>Community Health</b>										
<b>Appointments</b>										
Pro Times	N/A	N/A	N/A	N/A	N/A	N/A	N/A	297	317	263
TB Skin Test	N/A	N/A	N/A	N/A	N/A	N/A	N/A	129	97	87
Cholesterol	N/A	N/A	N/A	N/A	N/A	N/A	N/A	145	185	85
Other	N/A	N/A	N/A	N/A	N/A	N/A	N/A	764	555	943
Total (Unduplicated)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	1335	1154	1378
<b>Clinic Clients</b>										
Victory Center of Bartlett	N/A	N/A	N/A	N/A	N/A	N/A	N/A	181	152	143
Glendale Terrace	N/A	N/A	N/A	N/A	N/A	N/A	N/A	121	79	66
Elgin Recreation Center	N/A	N/A	N/A	N/A	N/A	N/A	N/A	57	123	N/A
Clare Oaks	N/A	N/A	N/A	N/A	N/A	N/A	N/A	58	60	163
Astor Avenue	N/A	N/A	N/A	N/A	N/A	N/A	N/A	126	198	669
Total (Unduplicated)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	543	612	1041

**Hanover Township  
Operating Indicators (Continued)  
Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
General Government (Continued)										
Youth and Family Services										
Outreach & Prevention										
Open Gym Participants	N/A	N/A	N/A	N/A	N/A	N/A	8132	9517	12772	12519
Open Gym Participants (Unduplicated)	N/A	N/A	N/A	N/A	N/A	N/A	1284	1349	1054	1150
Alternative to Suspension Referrals	N/A	N/A	N/A	N/A	N/A	N/A	9	249	128	145
Alternative to Suspension (Unduplicated)	N/A	N/A	N/A	N/A	N/A	N/A	0	78	106	147
Clinical										
Therapy Clients (Total Attended)	N/A	N/A	N/A	N/A	N/A	N/A	3745	3403	3723	3031
Therapy Clients (New Clients)	N/A	N/A	N/A	N/A	N/A	N/A	289	393	688	443
Total Families	N/A	N/A	N/A	N/A	N/A	N/A	668	694	750	N/A
New Families	N/A	N/A	N/A	N/A	N/A	N/A	61	90	67	N/A
Clinical Hours	N/A	N/A	N/A	N/A	N/A	N/A	2386	2855	2981	3420
Group Session Participants	N/A	N/A	N/A	N/A	N/A	N/A	175	3440	5555	7097
General Government (Continued)										
Community Health (Continued)										
Tutoring Participants										
Total	N/A	N/A	N/A	N/A	N/A	N/A	1171	1065	1281	1622
Unduplicated	N/A	N/A	N/A	N/A	N/A	N/A	555	232	241	235
General Assistance										
General Assistance Clients	N/A	N/A	N/A	N/A	N/A	N/A	N/A	202	258	255
General Assistance Appointments	N/A	N/A	N/A	N/A	N/A	N/A	N/A	530	638	654
Emergency Assistance Appointments	N/A	N/A	N/A	N/A	N/A	N/A	N/A	197	328	311
LIHEAP Applications										
Office	N/A	N/A	N/A	N/A	N/A	N/A	N/A	703	883	1090
Social Services										
ComEdHardships	N/A	N/A	N/A	N/A	N/A	N/A	N/A	22	94	86
Weatherization	N/A	N/A	N/A	N/A	N/A	N/A	N/A	40	20	3
Food pantry										
Served (Households)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	9906	10896	109251
New Applications	N/A	N/A	N/A	N/A	N/A	N/A	N/A	1206	1461	1109
Food Donations	N/A	N/A	N/A	N/A	N/A	N/A	N/A	684	679	760
Community Center Walk-Ins	N/A	N/A	N/A	N/A	N/A	N/A	N/A	4415	4448	4216
Mental Health										
Grant Funding										
New Clients	N/A	N/A	N/A	N/A	N/A	N/A	3112	3020	3566	4222
Prevention Programming Presentations	N/A	N/A	N/A	N/A	N/A	N/A	N/A	270	204	386



**Hanover Township  
Operating Indicators (Continued)  
Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
TIDE										
Participants	N/A	N/A	N/A	N/A	N/A	N/A	12	12	8	7
Organizations Providing Services	N/A	N/A	N/A	N/A	N/A	N/A	7	7	5	5
Clients Served	N/A	N/A	N/A	N/A	N/A	N/A	985	713	703	576

**Hanover Township  
Operating Indicators (Continued)  
Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
General Government (Continued)										
Community Health (Continued)										
Road & Bridge										
Salt (Tons)	N/A	N/A	N/A	N/A	N/A	N/A	977	521	943	1780
Senior Services										
Programming Division										
Planned Programs	N/A	N/A	N/A	N/A	N/A	N/A	N/A	1469	1981	2240
Participants	N/A	N/A	N/A	N/A	N/A	N/A	N/A	19673	21472	20477
Wait Listed (Unduplicated)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	949	796	784
Art & Computer Classes	N/A	N/A	N/A	N/A	N/A	N/A	N/A	608	562	509
Art & Computer Class Participants	N/A	N/A	N/A	N/A	N/A	N/A	N/A	5209	4582	3764
New Volunteers	N/A	N/A	N/A	N/A	N/A	N/A	N/A	57	78	71
Total Volunteers	N/A	N/A	N/A	N/A	N/A	N/A	N/A	262	241	271
Total Volunteer Hours	N/A	N/A	N/A	N/A	N/A	N/A	N/A	19845	18607	18764
Meals Delivered by Volunteers	N/A	N/A	N/A	N/A	N/A	N/A	N/A	13191	10898	9928
Social Services Division										
Clients Served (Unduplicated)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	1056	1158	1156
Energy Assistance	N/A	N/A	N/A	N/A	N/A	N/A	N/A	417	538	560
Prescription Drug & Health Insurance Assistance	N/A	N/A	N/A	N/A	N/A	N/A	N/A	2151	1546	1041
Public Aid	N/A	N/A	N/A	N/A	N/A	N/A	N/A	240	177	N/A
Social Service Programs	N/A	N/A	N/A	N/A	N/A	N/A	N/A	112	114	127
Social Service Program Participants	N/A	N/A	N/A	N/A	N/A	N/A	N/A	1424	1118	1282
Lending Closet Transactions	N/A	N/A	N/A	N/A	N/A	N/A	N/A	720	736	937
Transportation Division										
One Way Rides Given	N/A	N/A	N/A	N/A	N/A	N/A	N/A	18701	20502	19764
Individuals Served (Unduplicated)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	710	847	740
New Riders	N/A	N/A	N/A	N/A	N/A	N/A	N/A	227	202	229
Unmet Requests for Rides	N/A	N/A	N/A	N/A	N/A	N/A	N/A	189	309	439

N/A - Information not available - ten years will be provided prospectively

Data Source

Various Township departments

**Hanover Township  
Capital Asset Statistics  
Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
General Government										
Building facilities maintained	6.0	6.0	6.0	7.0	7.0	7.0	7.0	8.0	9.0	9.0

Data Source

Township records