

HANOVER TOWNSHIP
BARTLETT, ILLINOIS

FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REPORT

For the Year Ended
March 31, 2011



Certified Public Accountants & Advisors

HANOVER TOWNSHIP
BARTLETT, ILLINOIS
TABLE OF CONTENTS

	<u>Page(s)</u>
INDEPENDENT AUDITOR'S REPORT	1-2
MANAGEMENT'S DISCUSSION AND ANALYSIS	MD&A 1-4
GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS	
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Assets.....	3
Statement of Activities	4
Fund Financial Statements	
Governmental Funds	
Balance Sheet.....	5
Reconciliation of Fund Balances of Governmental Funds to the Governmental Activities in the Statement of Net Assets.....	6
Statement of Revenues, Expenditures, and Changes in Fund Balances	7
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Governmental Activities in the Statement of Activities	8
Notes to Financial Statements	9-21
Required Supplementary Information	
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	
General (Town) Fund	22
Senior Services Fund	23
Road and Bridge Fund.....	24
Mental Health Fund	25
Illinois Municipal Retirement Fund	
Schedule of Funding Progress	26
Schedule of Employer Contributions.....	27
Notes to Required Supplementary Information	28

HANOVER TOWNSHIP
 BARTLETT, ILLINOIS
 TABLE OF CONTENTS (Continued)

	<u>Page(s)</u>
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES	
MAJOR GOVERNMENTAL FUNDS	
Schedule of Expenditures - Budget and Actual General (Town) Fund	29-32
Schedule of Expenditures - Budget and Actual Senior Services Fund.....	33
Schedule of Expenditures - Budget and Actual Road and Bridge Fund.....	34
Schedule of Expenditures - Budget and Actual Mental Health Fund.....	35-36
NONMAJOR GOVERNMENTAL FUNDS	
Combining Balance Sheet	37
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	38
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	
General Assistance Fund	39-40
Retirement Fund	41
Capital Projects Fund	42
Vehicle Replacement Fund	43



1415 W. Diehl Road, Suite 400 • Naperville, IL 60563

INDEPENDENT AUDITOR'S REPORT

The Honorable Town Supervisor
Members of the Board of Trustees
Hanover Township
Bartlett, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Hanover Township, Bartlett, Illinois as of and for the year ended March 31, 2011, which collectively comprise Hanover Township, Bartlett, Illinois' basic financial statements as listed in the table of contents. These basic financial statements are the responsibility of Hanover Township, Bartlett, Illinois' management. Our responsibility is to express opinions on these basic financial statements based on our audit.

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

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Hanover Township, Bartlett, Illinois, as of March 31, 2011, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

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

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

A handwritten signature in black ink, appearing to read "Schulz" followed by a stylized monogram or initials.

Naperville, Illinois
November 18, 2011

**HANOVER TOWNSHIP, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED MARCH 31, 2011**

As the Hanover Township (Township) Board, 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, 2011. 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 \$12,453,830 and \$14,044,348 as of March 31, 2011 and 2010, respectively. The Township's net assets decreased by \$1,590,518 and increased by \$97,453 for the years ended March 31, 2011 and 2010, respectively. The majority of this decrease is due to the late distribution of Cook County property taxes that will show up in fiscal year 2012.

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.

The statement of net assets presents financial information on all of Hanover Township's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets 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 assets 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 and family, seniors, general assistance and 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 seven funds and one component unit (road and bridge).

(See independent auditor's report.)

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.

Financial Analysis

As noted earlier, net assets 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 \$12,453,830 for the year ended March 31, 2011. A portion of the Township's net assets reflects its investment in capital assets, \$6,062,044. The Township uses these capital assets to provide services, and consequently these assets are not available to liquidate liabilities or for other spending. The net asset balance of \$1,722,108 is unrestricted.

Condensed Statement of Net Assets

	March 31, 2011	March 31, 2010
Current and Other Assets	\$ 12,091,032	\$ 12,058,296
Capital Assets, net of accumulated depreciation	6,062,044	5,811,094
Total Assets	18,153,076	17,869,390
Current Liabilities	5,444,890	3,702,325
Non-Current Liabilities	254,356	122,717
Total Liabilities	5,699,246	3,825,042
Net Assets		
Invested in Capital Assets		
Restricted	6,062,044	5,811,094
Unrestricted (restated)	4,669,678	0
	1,722,108	8,233,254
Total Net Assets	\$ 12,453,830	\$ 14,044,348

(See independent auditor's report.)

Condensed Statement of Activities

	For Years Ended,	
	March 31, 2011	March 31, 2010
Revenues		
Program Revenues		
Charges for Services	\$ 192,160	\$ 185,414
Operating Grants and Contributions	28,527	32,833
General Revenues		
Property Taxes	4,567,349	5,668,325
State Replacement Taxes	64,009	60,000
Interest Income	17,734	23,864
Other	216,122	81,061
Total Revenues	5,085,901	6,051,497
Expenses		
Program Expenses		
Town	3,013,820	2,379,742
Youth Commission	694,731	659,001
Senior Center	1,236,521	1,067,531
Road & Bridge	538,499	378,654
Mental Health	1,111,867	847,923
Home Relief	80,981	112,569
Compensated Absences		25,719
Unfunded Pension Liability		
Capital Outlay		89,289
Depreciation		393,616
Total Expenses	6,676,419	5,954,044
Change in Net Assets	(1,590,518)	97,453
Net Assets		
Beginning of Year, as originally stated	17,478,767	16,104,300
Prior Period Adjustment	(3,434,419)	1,277,014
Beginning of Year, as restated	14,044,348	17,381,314
End of Year	\$ 12,453,830	\$ 17,478,767

The following is a summary of changes in fund balances for the year ended March 31, 2011:

Governmental Funds	Fund Balance March 31, 2010	Increase (Decrease)	Fund Balance March 31, 2011
Town	\$ 2,119,750	\$ (721,889)	\$ 1,397,861
Senior Services	1,136,795	(23,892)	1,112,903
Road and Bridge	2,714,633	(849,277)	1,865,356
Mental Health	1,095,077	(386,482)	708,595
Capital Projects	346,396	121,971	468,367
General Assistance	436,803	(10,709)	426,094
Retirement	158,593	(51,107)	107,486
Vehicle Replacement	449,262	110,218	559,480
	\$ 8,457,309	\$ (1,811,167)	\$ 6,646,142

(See independent auditor's report.)

During the year \$470,000 was transferred from the Town Fund, \$433,208 was transferred from the Road and Bridge Fund, \$283,208 was transferred to the Senior Services Fund, \$190,000 was transferred to the Vehicle Replacement Fund, \$240,000 was transferred to the Capital Projects Fund and \$190,000 was transferred to the Retirement Fund.

Budgetary Highlights

Expenditures in the General Town Fund of \$2,630,193 were over revenues by \$251,889 and were \$ 214,875 less than the appropriation of \$2,845,068.

Capital Assets

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

	March 31,2011	March 31,2010
Land	\$ 633,541	\$ 633,541
Buildings	4,755,298	4,755,298
Building Improvements	508,720	508,720
Office Furniture & Equipment	669,437	666,432
Trucks & Equipment	644,052	625,393
Buses	605,131	489,669
Infrastructure	1,142,683	601,399
Cost of Capital Assets	8,958,962	8,280,452
Less Accumulated Depreciation	2,896,818	2,469,358
Net Capital Assets	<u>\$ 6,062,044</u>	<u>\$ 5,811,094</u>

Description of Current or 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 60103-1648.

GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS

BASIC FINANCIAL STATEMENTS

HANOVER TOWNSHIP
BARTLETT, ILLINOIS

STATEMENT OF NET ASSETS

March 31, 2011

	<u>Governmental Activities</u>
ASSETS	
Cash and investments	\$ 6,882,587
Receivables (net, where applicable of allowances for uncollectibles)	
Taxes	5,178,243
Other	1,942
Prepaid expenses	28,260
Capital assets, not being depreciated	633,541
Capital assets, being depreciated (net of accumulated depreciation)	<u>5,428,503</u>
Total assets	<u>18,153,076</u>
LIABILITIES	
Accounts payable	130,409
Accrued payroll	111,168
Unearned revenue	5,203,313
Noncurrent liabilities	
Due within one year	140,180
Due in more than one year	<u>114,176</u>
Total liabilities	<u>5,699,246</u>
NET ASSETS	
Invested in capital assets, net of related debt	6,062,044
Restricted for	
Senior services	1,112,903
Highways and streets	1,861,056
Mental health	708,595
General assistance	411,271
Retirement benefits	107,486
Specific purpose	468,367
Unrestricted	<u>1,722,108</u>
TOTAL NET ASSETS	<u>\$ 12,453,830</u>

See accompanying notes to financial statements.

HANOVER TOWNSHIP
BARTLETT, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended March 31, 2011

FUNCTIONS/PROGRAMS	Expenses	Program Revenues			Net (Expense) Revenue and Change in Net Assets
		Charges for Services	Operating Grants	Capital Grants	
PRIMARY GOVERNMENT					
Governmental Activities					Governmental Activities
Town	\$ 3,013,820	\$ 52,965	\$ 14,097	\$ 74,853	\$ (2,871,905)
Youth services	694,731	44,581	25	-	(650,125)
Home relief	80,981	-	-	-	(80,981)
Highways and streets	538,499	-	-	-	(538,499)
Mental health	1,111,867	4,750	-	-	(1,107,117)
Senior center	1,236,521	89,864	14,405	44,515	(1,087,737)
TOTAL GOVERNMENTAL ACTIVITIES	\$ 6,676,419	\$ 192,160	\$ 28,527	\$ 119,368	(6,336,364)
General Revenues					
Taxes					
Property taxes					
Replacement taxes					
Investment income					
Miscellaneous					
Total					
					4,567,349
					64,009
					17,734
					96,754
					4,745,846
CHANGE IN NET ASSETS					(1,590,518)
NET ASSETS, APRIL 1					17,478,767
Prior period adjustment					(3,434,419)
NET ASSETS, APRIL 1, RESTATED					14,044,348
NET ASSETS, MARCH 31					<u>\$ 12,453,830</u>

See accompanying notes to financial statements.

HANOVER TOWNSHIP
BARTLETT, ILLINOIS

BALANCE SHEET
GOVERNMENTAL FUNDS

March 31, 2011

	General (Town)	Senior Services	Road and Bridge	Mental Health	Nonmajor	Total
ASSETS						
Cash and investments	\$ 1,477,759	\$ 1,157,669	\$ 1,873,339	\$ 763,317	\$ 1,610,503	\$ 6,882,587
Receivables (net)						
Taxes	2,564,580	766,133	595,418	763,765	488,347	5,178,243
Other	1,425	-	-	-	517	1,942
Prepaid items	9,137	-	4,300	-	14,823	28,260
TOTAL ASSETS	\$ 4,052,901	\$ 1,923,802	\$ 2,473,057	\$ 1,527,082	\$ 2,114,190	\$ 12,091,032
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Accounts payable	\$ 24,792	\$ 20,674	\$ 7,114	\$ 54,722	\$ 23,107	\$ 130,409
Accrued payroll	64,243	24,092	5,169	-	17,664	111,168
Unearned revenue	2,566,005	766,133	595,418	763,765	511,992	5,203,313
Total liabilities	2,655,040	810,899	607,701	818,487	552,763	5,444,890
FUND BALANCES						
Reserved for prepaid items	9,137	-	4,300	-	14,823	28,260
Reserved for senior services	-	1,112,903	-	-	-	1,112,903
Reserved for highways and streets	-	-	1,861,056	-	-	1,861,056
Reserved for mental health	-	-	-	708,595	-	708,595
Reserved for general assistance	-	-	-	-	411,271	411,271
Reserved for retirement benefits	-	-	-	-	107,486	107,486
Reserved for specific purpose	-	-	-	-	468,367	468,367
Unreserved						
Designated for vehicle replacement	-	-	-	-	559,480	559,480
Undesignated - General Fund	1,388,724	-	-	-	-	1,388,724
Total fund balances	1,397,861	1,112,903	1,865,356	708,595	1,561,427	6,646,142
TOTAL LIABILITIES AND FUND BALANCES	\$ 4,052,901	\$ 1,923,802	\$ 2,473,057	\$ 1,527,082	\$ 2,114,190	\$ 12,091,032

See accompanying notes to financial statements.

HANOVER TOWNSHIP
BARTLETT, ILLINOIS

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

March 31, 2011

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 6,646,142
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds	6,062,044
Compensated absences payable are not due and payable in the current period and, therefore, are not reported in governmental funds	<u>(254,356)</u>
NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 12,453,830</u></u>

See accompanying notes to financial statements.

HANOVER TOWNSHIP
BARTLETT, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

For the Year Ended March 31, 2011

	General (Town)	Senior Services	Road and Bridge	Mental Health	Nonmajor	Total
REVENUES						
Taxes	\$ 2,251,696	\$ 666,053	\$ 589,015	\$ 690,937	\$ 433,657	\$ 4,631,358
Program revenue	-	89,864	-	-	-	89,864
Donations	-	6,339	-	-	-	6,339
Passport fees	45,465	-	-	-	-	45,465
Rental income	7,500	-	-	4,750	-	12,250
Youth commission	44,606	-	-	-	-	44,606
Intergovernmental	-	52,581	-	-	88,950	141,531
Investment income	2,247	1,524	10,242	1,307	2,414	17,734
Miscellaneous	26,790	19,097	2,461	31,753	16,653	96,754
Total revenues	2,378,304	835,458	601,718	728,747	541,674	5,085,901
EXPENDITURES						
Current						
Town	1,829,671	-	-	-	634,264	2,463,935
Youth services	711,116	-	-	-	-	711,116
Home relief	-	-	-	-	75,827	75,827
Highways and streets	-	-	981,235	-	-	981,235
Mental health	-	-	-	1,115,229	-	1,115,229
Senior center	-	1,142,558	-	-	-	1,142,558
Capital outlay	89,406	-	36,552	-	281,210	407,168
Total expenditures	2,630,193	1,142,558	1,017,787	1,115,229	991,301	6,897,068
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(251,889)	(307,100)	(416,069)	(386,482)	(449,627)	(1,811,167)
OTHER FINANCING SOURCES (USES)						
Transfers in	-	283,208	-	-	620,000	903,208
Transfers (out)	(470,000)	-	(433,208)	-	-	(903,208)
Total other financing sources (uses)	(470,000)	283,208	(433,208)	-	620,000	-
NET CHANGE IN FUND BALANCES	(721,889)	(23,892)	(849,277)	(386,482)	170,373	(1,811,167)
FUND BALANCES, APRIL 1	2,119,750	1,136,795	2,714,633	1,095,077	1,391,054	8,457,309
FUND BALANCES, MARCH 31	\$ 1,397,861	\$ 1,112,903	\$ 1,865,356	\$ 708,595	\$ 1,561,427	\$ 6,646,142

See accompanying notes to financial statements.

HANOVER TOWNSHIP
BARTLETT, ILLINOIS

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

For the Year Ended March 31, 2011

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ (1,811,167)
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	678,410
Depreciation expense does not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds	(427,460)
The increase in the compensated absences liability is shown as an increase of expense on the statement of activities	<u>(30,301)</u>
CHANGES IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u><u>\$ (1,590,518)</u></u>

See accompanying notes to financial statements.

HANOVER TOWNSHIP
BARTLETT, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

March 31, 2011

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, and general administrative services.

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

a. 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).

b. 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 earmarked monies (special revenue funds), the acquisition or construction of capital assets (capital projects funds), and the servicing of general long-term debt (debt service funds). The General (Town) Fund is used to account for all activities of the Township not accounted for in some other fund.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the 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, which rely to a significant extent on fees and charges for support.

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

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

The Township reports the following major governmental funds:

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.

The Senior Services Fund (special revenue) accounts for expenditures related to services and programs for seniors.

The Road and Bridge Fund (special revenue) accounts for the revenues and expenditures needed to finance the maintenance and construction of the Township's roads and bridges.

The Mental Health Fund (special revenue) accounts for revenues and expenditures needed for services and programs in the areas of mental health, developmental disabilities, and alcohol and substance abuse.

d. 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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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.

e. 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.

f. 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
 BARTLETT, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

f. Capital Assets (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 is depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings	30
Building improvements	5-20
Vehicles	7-20
Infrastructure	7-20
Furniture and equipment	5-10

g. Prepaid Items

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

h. 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 it 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.

i. Interfund Transactions

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

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j. 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 issuance costs and gains (losses) on refundings, 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 deferred charges and amortized over the term of the related debt.

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

k. Fund Balances/Net Assets

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change. In the government-wide financial statements, restricted net assets are legally restricted by outside parties for a specific purpose. None of the Township's net assets have been restricted by enabling legislation adopted by the Township. Invested in capital assets, net of related debt, represents the book value of capital assets less any long-term debt principal outstanding issued to construct or acquire capital assets.

l. 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.

2. DEPOSITS AND INVESTMENTS

The Township maintains a cash and investment pool that is available for use by all funds. Each fund's portion of this pool is displayed on the financial statements as "cash 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, 2011, the Township had approximately \$378,864 of deposits at financial institutions that were uninsured and uncollateralized which was not in accordance with the Township's investment policy.

HANOVER TOWNSHIP
 BARTLETT, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

Investments

The following table presents the investments and maturities of the Township's debt securities as of March 31, 2011:

Investment Type	Fair Value	Investment Maturities in Years			
		Less than 1	1-5	6-10	Greater than 10
Negotiable CDs	\$ 958,735	\$ 719,808	\$ 238,927	\$ -	\$ -
TOTAL	\$ 958,735	\$ 719,808	\$ 238,927	\$ -	\$ -

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 20% of the Township's investment portfolio, exclusive of any securities held in safekeeping.

HANOVER TOWNSHIP
 BARTLETT, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

3. RECEIVABLES - TAXES

Property taxes for 2010 attach as an enforceable lien on January 1, 2010, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about February 1, 2011 and are payable in two installments, on or about March 1, 2011 and October 1, 2011. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at .5% of the tax levy to reflect actual collection experience. Property tax receivable balances in the financial statements appear net of this allowance.

The 2011 tax levy, which attached as an enforceable lien on property as of January 1, 2011, has not been recorded as a receivable as of March 31, 2011 as the tax has not yet been levied by the Township and will not be levied until December 2011 and, therefore, the levy is not measurable at March 31, 2011.

4. CAPITAL ASSETS

Capital asset activity for the year ended March 31, 2011 was as follows:

	Balances April 1	Increases	Decreases	Balances March 31
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 633,541	\$ -	\$ -	\$ 633,541
Total capital assets not being depreciated	633,541	-	-	633,541
Capital assets being depreciated				
Buildings	4,755,298	-	-	4,755,298
Building improvements	508,720	-	-	508,720
Office furniture and equipment	666,432	3,005	-	669,437
Trucks and equipment	625,393	18,659	-	644,052
Buses	489,669	115,462	-	605,131
Infrastructure	601,399	541,284	-	1,142,683
Total capital assets being depreciated	7,646,911	678,410	-	8,325,321
Less accumulated depreciation for				
Buildings	978,675	158,510	-	1,137,185
Building improvements	228,690	50,711	-	279,401
Office furniture and equipment	460,621	67,815	-	528,436
Trucks and equipment	371,498	40,560	-	412,058
Buses	317,489	42,085	-	359,574
Infrastructure	112,385	67,779	-	180,164
Total accumulated depreciation	2,469,358	427,460	-	2,896,818
Total capital assets being depreciated, net	5,177,553	250,950	-	5,428,503
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	\$ 5,811,094	\$ 250,950	\$ -	\$ 6,062,044

HANOVER TOWNSHIP
 BARTLETT, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS (Continued)

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

GOVERNMENTAL ACTIVITIES

Town	\$ 176,586
Highways and Streets	75,577
Mental Health	4,817
Senior Center	<u>170,480</u>

TOTAL GOVERNMENTAL ACTIVITIES	<u>\$ 427,460</u>
-------------------------------	-------------------

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.

6. LONG-TERM DEBT

The compensated absences currently outstanding are as follows:

	Fund Debt Retired by	Balances April 1	Additions	Reductions	Balances March 31	Due Within One Year
Compensated absences	General	\$ 224,055	\$ 131,639	\$ 101,338	\$ 254,356	\$ 140,180
TOTAL		<u>\$ 224,055</u>	<u>\$ 131,639</u>	<u>\$ 101,338</u>	<u>\$ 254,356</u>	<u>\$ 140,180</u>

7. 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 all management, payment, and account for the projects are done through Cook County. These funds are not reflected in the financial statements of the Township.

HANOVER TOWNSHIP
 BARTLETT, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

8. INTERFUND ACTIVITY

Transfers In (Out)

Individual fund transfers are as follows:

	Transfers In	Transfers Out
General (Town)	\$ -	\$ 470,000
Senior Services	283,208	-
Road and Bridge	-	433,208
Nonmajor governmental	620,000	-
TOTAL	\$ 903,208	\$ 903,208

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

- \$283,208 transferred from the Road and Bridge Fund to the Senior Services Fund was to be spent for direct costs of senior citizen transportation programs. This transfer will not be repaid.
- \$470,000 transferred from the General (Town) Fund to the Nonmajor governmental funds to finance various programs in accordance with budgetary authorizations. These transfers will not be repaid.
- \$150,000 transferred from the Road and Bridge Fund to the Nonmajor governmental funds (Vehicle Replacement) to be spent for direct costs of senior citizen transportation programs. This transfer will not be repaid.

9. RETIREMENT FUND COMMITMENTS

Illinois Municipal Retirement Fund

The Township's defined benefit pension plan, Illinois Municipal Retirement Fund (IMRF), provides retirement, disability, annual cost of living adjustments, and death benefits to plan members and beneficiaries. IMRF is an agent multiple-employer pension plan that acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of IMRF that can only be amended by the Illinois General Assembly. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for IMRF as a whole but not by individual employer. That report may be obtained on-line at www.imrf.org.

9. RETIREMENT FUND COMMITMENTS (Continued)

Illinois Municipal Retirement Fund (Continued)

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

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

IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute. Participating members are required to contribute 4.5% of their annual salary to IMRF. The Township is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer annual required contribution rate for calendar years 2010 and 2011 were 11.86% and 11.54%, respectively.

For March 31, 2011, the Township's annual pension cost of \$288,557 was equal to the Township's required and actual contributions. The required contribution was determined as part of the December 31, 2008 actuarial valuation using the entry-age actuarial cost method. The actuarial assumptions included (a) 7.5% investment rate of return (net of administrative expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.40% to 10.00% per year depending on age and service, attributable to seniority/merit, and (d) postretirement benefit increases of 3.00% annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at December 31, 2010 was 30 years.

HANOVER TOWNSHIP
 BARTLETT, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

9. RETIREMENT FUND COMMITMENTS (Continued)

Illinois Municipal Retirement Fund (Continued)

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

Fiscal Year	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation (NPO)
2009	\$ 259,950	100.00%	\$ -
2010	257,520	100.00%	-
2011	288,557	100.00%	-

Funded Status and Funding Progress

The funded status and funding progress of the plan as of December 31, 2010 was as follows:

Actuarial accrued liability (AAL)	\$ 3,180,181
Actuarial value of plan assets	2,099,835
Unfunded actuarial accrued liability (UAAL)	1,080,346
Funded ratio (actuarial value of plan assets/AAL)	66.03%
Covered payroll (active plan members)	\$ 2,525,381
UAAL as a percentage of covered payroll	42.78%

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

10. 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, 2011.

HANOVER TOWNSHIP
BARTLETT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. PRIOR PERIOD ADJUSTMENTS

The Township has restated net assets as of April 1, 2010 as follows:

	<u>Governmental Activities</u>
NET ASSETS, APRIL 1 (as previously reported)	<u>\$ 17,478,767</u>
RESTATEMENTS	
a) Recognize revenue in proper period	<u>(3,434,419)</u>
Subtotal	<u>(3,434,419)</u>
NET ASSETS, APRIL 1, RESTATED	<u>\$ 14,044,348</u>

REQUIRED SUPPLEMENTARY INFORMATION

HANOVER TOWNSHIP
BARTLETT, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL (TOWN) FUND

For the Year Ended March 31, 2011

	Original and Final Budget	Actual
REVENUES		
Property taxes	\$ 3,162,084	\$ 2,229,729
State replacement taxes	24,710	21,967
Investment income	23,442	2,247
Passport fees	30,000	45,465
Rental income	12,500	7,500
Youth commission	51,632	44,606
Miscellaneous	10,700	26,790
	<hr/>	
Total revenues	3,315,068	2,378,304
<hr/>		
EXPENDITURES		
Current		
Town	1,885,167	1,829,671
Youth services	869,901	711,116
Capital outlay	90,000	89,406
	<hr/>	
Total expenditures	2,845,068	2,630,193
<hr/>		
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	470,000	(251,889)
<hr/>		
OTHER FINANCING SOURCES (USES)		
Transfers (out)	(470,000)	(470,000)
	<hr/>	
Total other financing sources (uses)	(470,000)	(470,000)
<hr/>		
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	(721,889)
FUND BALANCE, APRIL 1		<u>2,119,750</u>
FUND BALANCE, MARCH 31		<u>\$ 1,397,861</u>

(See independent auditor's report.)

HANOVER TOWNSHIP
BARTLETT, ILLINOIS

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

For the Year Ended March 31, 2011

	Original and Final Budget	Actual
REVENUES		
Property taxes	\$ 911,470	\$ 666,053
Program revenue	64,200	89,864
Donations	3,200	6,339
Intergovernmental	20,924	52,581
Investment income	2,800	1,524
Miscellaneous	8,100	19,097
	<u>1,010,694</u>	<u>835,458</u>
EXPENDITURES		
Senior center		
Administration	640,957	518,994
Senior health	58,000	54,854
Social services	184,875	191,219
Transportation	410,070	377,491
	<u>1,293,902</u>	<u>1,142,558</u>
	<u>(283,208)</u>	<u>(307,100)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES		
OTHER FINANCING SOURCES (USES)		
Transfers in	283,208	283,208
	<u>283,208</u>	<u>283,208</u>
	<u>283,208</u>	<u>283,208</u>
	<u>\$ -</u>	<u>(23,892)</u>
NET CHANGE IN FUND BALANCE		
FUND BALANCE, APRIL 1		<u>1,136,795</u>
FUND BALANCE, MARCH 31		<u>\$ 1,112,903</u>

(See independent auditor's report.)

HANOVER TOWNSHIP
BARTLETT, ILLINOIS

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

For the Year Ended March 31, 2011

	Original and Final Budget	Actual
REVENUES		
Taxes		
Property taxes	\$ 745,725	\$ 564,676
Replacement taxes	16,000	24,339
Investment income	20,000	10,242
Miscellaneous	2,610	2,461
	<u>784,335</u>	<u>601,718</u>
Total revenues		
EXPENDITURES		
Highway and street maintenance		
Maintenance of roads	977,346	878,672
Administration	146,416	102,563
	<u>1,123,762</u>	<u>981,235</u>
Total highway and street maintenance		
Capital outlay	<u>2,101,712</u>	<u>36,552</u>
Total expenditures	<u>3,225,474</u>	<u>1,017,787</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(2,441,139)</u>	<u>(416,069)</u>
OTHER FINANCING SOURCES (USES)		
Transfers (out)	<u>(433,208)</u>	<u>(433,208)</u>
Total other financing sources (uses)	<u>(433,208)</u>	<u>(433,208)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (2,874,347)</u>	<u>(849,277)</u>
FUND BALANCE, APRIL 1		<u>2,714,633</u>
FUND BALANCE, MARCH 31		<u>\$ 1,865,356</u>

(See independent auditor's report.)

HANOVER TOWNSHIP
BARTLETT, ILLINOIS

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

For the Year Ended March 31, 2011

	Original and Final Budget	Actual
REVENUES		
Taxes		
Property taxes	\$ 877,164	\$ 677,602
Replacement taxes	15,000	13,335
Investment income	5,000	1,307
Rental income	12,600	4,750
Miscellaneous	26,800	31,753
	<u>936,564</u>	<u>728,747</u>
EXPENDITURES		
Mental health		
Service contracts/grants by agency	1,184,140	912,921
Administration planning and development	146,124	153,081
Building occupancy expenses	204,000	49,227
	<u>1,534,264</u>	<u>1,115,229</u>
NET CHANGE IN FUND BALANCE	<u>\$ (597,700)</u>	(386,482)
FUND BALANCE, APRIL 1		<u>1,095,077</u>
FUND BALANCE, MARCH 31		<u>\$ 708,595</u>

(See independent auditor's report.)

HANOVER TOWNSHIP
BARTLETT, ILLINOIS

SCHEDULE OF FUNDING PROGRESS
ILLINOIS MUNICIPAL RETIREMENT FUND

March 31, 2011

Actuarial Valuation Date December 31	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded (Overfunded) 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%

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

(See independent auditor's report.)

HANOVER TOWNSHIP
BARTLETT, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND

March 31, 2011

<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%

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

(See independent auditor's report.)

HANOVER TOWNSHIP
BARTLETT, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

March 31, 2011

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 and one supplementary appropriation was approved.

COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES

MAJOR GOVERNMENTAL FUNDS

HANOVER TOWNSHIP
BARTLETT, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL (TOWN) FUND

For the Year Ended March 31, 2011

	Original and Final Budget	Actual
Town		
Compensation of officials	\$ 98,802	\$ 98,802
Town hall administration		
Collector's office	1	-
Community affairs	48,000	53,621
Consulting	15,000	4,892
Education and training	20,000	17,268
Emergency contingency fund	20,000	4,987
Financial administration	58,000	58,000
Memberships, subscriptions, and publications	8,000	7,326
Miscellaneous	10,000	17,658
Office supplies	6,000	6,487
Postage	2,500	1,612
Pre-employment charges	1,000	200
Printing	2,500	5,491
Salaries	33,466	34,604
Salaries	210,000	258,441
Travel expenses	4,200	3,261
Utilities	9,000	8,380
Total town hall administration	<u>447,667</u>	<u>482,228</u>
Town hall		
Equipment rental	3,000	2,408
Internet access	2,400	1,570
Telephone	27,000	28,448
Utilities	24,000	21,264
Total town hall	<u>56,400</u>	<u>53,690</u>
Legal and audit		
Auditing	10,500	9,900
Legal services	57,500	70,072
Total legal and audit	<u>68,000</u>	<u>79,972</u>
Insurance and employee benefits		
Dental, vision, and life insurance	32,011	31,297
Employee assistance program	2,000	1,451
Employee wellness	9,000	5,687
Flex plan	1,000	1,118
General insurance	70,000	62,190
Health insurance	202,457	171,488
Health insurance waiver	44,800	43,600
Health savings account	13,500	7,983
Unemployment compensation	28,000	30,205
Total insurance and employee benefits	<u>402,768</u>	<u>355,019</u>

(This schedule is continued on the following pages.)

HANOVER TOWNSHIP
BARTLETT, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL (TOWN) FUND

For the Year Ended March 31, 2011

	Original and Final Budget	Actual
Town (Continued)		
Veteran's affairs		
Salaries	\$ 19,174	\$ 19,089
Travel expense	100	31
Supplies	100	94
	<hr/>	<hr/>
Total veteran's affairs	19,374	19,214
Assessor's office		
Dues, subscriptions, and publications	2,866	2,126
Equipment maintenance	2,543	1,400
Equipment purchases	2,838	1,359
Equipment rental	1,082	108
Newsletter/pamphlets/commerical video	1,299	-
Office supplies	5,873	4,359
Printing	772	288
Professional services	1,170	-
Salaries	117,733	114,752
Training	3,341	1,399
Travel expense	3,018	2,701
	<hr/>	<hr/>
Total assessor's office	142,535	128,492
Town facilities and maintenance		
Building contracts	13,500	16,349
Building maintenance - senior	12,500	12,828
Building maintenance - town	12,500	10,812
Dues, subscriptions, and publications	200	-
Education and training	1,000	92
Equipment maintenance - senior	14,000	14,623
Equipment maintenance - town	17,000	13,664
Equipment rental	3,500	2,849
Grounds maintenance	8,000	7,668
Housekeeping contract	30,653	21,060
Janitorial supplies - senior	6,240	4,216
Janitorial supplies - town	4,680	4,703
Miscellaneous	1,500	592
Office supplies	400	313
Postage	100	-
Salaries	194,000	198,579
Trash removal - senior	1,850	2,237
Trash removal - town	3,000	3,744
Travel	250	53
Uniforms	1,000	1,068
Vehicle fuel - town	7,800	4,943
Vehicle maintenance - town	5,400	7,966
	<hr/>	<hr/>
Total facilities and maintenance	339,073	328,359

(This schedule is continued on the following pages.)

HANOVER TOWNSHIP
BARTLETT, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL (TOWN) FUND

For the Year Ended March 31, 2011

	Original and Final Budget	Actual
Town (Continued)		
Emergency services		
Communications	\$ 1,200	\$ -
Education/training	5,720	1,380
Equipment	43,000	42,702
Miscellaneous	1,000	963
Office supplies	1,500	2,435
Postage	500	50
Pre-volunteer screening	1,500	622
Printing	1,500	1,139
Salaries	20,000	22,667
Travel	1,500	56
Uniforms	6,500	14,337
Vehicle fuel and maintenance	2,000	2,113
Volunteer appreciation	1,000	1,062
Volunteer insurance	1,000	575
	<u>87,920</u>	<u>90,101</u>
Astor Avenue Project		
Building maintenance	2,500	1,099
Equipment maintenance	1,600	773
Janitorial supplies	1,040	919
Trash removal	1,200	1,554
	<u>6,340</u>	<u>4,345</u>
Clerk's department		
Community affairs	2,102	637
Dues, subscriptions, and publications	2,000	372
Equipment and maintenance rental	500	132
Furniture, aux, and equipment	5,002	1,644
Legal notices	1,272	1,278
Miscellaneous	2,001	2,007
Office supplies	1,300	914
Passport expenditures	3,092	2,866
Postage	1,700	2,644
Printing	6,002	1,816
Salaries	82,715	65,335
Travel expenses and seminars	1,000	950
	<u>108,686</u>	<u>80,595</u>
Community health		
Communications	2,100	2,235
Community affairs	2,000	1,993
Crisis care	3,500	4,033
Dues, subscriptions, and publications	400	407
Education and training	-	694
Equipment maintenance and rental	500	474
Furniture and computer equipment	1,500	1,392

(This schedule is continued on the following page.)

HANOVER TOWNSHIP
BARTLETT, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL (TOWN) FUND

For the Year Ended March 31, 2011

	Original and Final Budget	Actual
Town (Continued)		
Community health (Continued)		
Grant development	\$ 1	\$ -
License/professional insurance	400	99
Medical supplies	5,200	5,058
MHB prescription reimbursements	1	422
Miscellaneous	1,000	975
Office supplies	1,000	948
Postage	500	398
Printing	1,000	1,156
Professional services	500	571
Salaries	86,000	86,376
Travel	2,000	1,623
	<hr/>	<hr/>
Total community health	107,602	108,854
	<hr/>	<hr/>
Total town	1,885,167	1,829,671
	<hr/>	<hr/>
Youth services		
Answering service	1,300	1,200
Books and journals	1,000	779
Cellphones	2,000	1,387
Community affairs	8,000	5,864
Consulting fees	6,100	3,600
Dues and subscriptions	1,500	550
Education and training	8,500	7,046
Equipment and furniture	6,500	5,672
Equipment maintenance	2,000	286
Insurance	3,000	2,154
Intern stipends	10,000	4,940
Miscellaneous	1,000	241
Office supplies	6,000	4,896
Postage	3,500	806
Printing	4,500	2,017
Professional services	2,000	2,000
Program supplies	2,000	1,913
Psychiatric backup	20,000	8,400
Recruitment and pre-employment	2,500	1,808
Salaries	706,700	604,833
Seasonal open gym program	47,000	32,028
Travel	5,600	1,830
Tutoring	19,200	16,866
Youth job incubator project	1	-
	<hr/>	<hr/>
Total youth services	869,901	711,116
	<hr/>	<hr/>
Capital outlay		
Equipment	20,000	19,661
Computer equipment and software	70,000	69,745
	<hr/>	<hr/>
Total capital outlay	90,000	89,406
	<hr/>	<hr/>
TOTAL EXPENDITURES	\$ 2,845,068	\$ 2,630,193

(See independent auditor's report.)

HANOVER TOWNSHIP
BARTLETT, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
SENIOR SERVICES FUND

For the Year Ended March 31, 2011

	Original and Final Budget	Actual
Senior center		
Administration		
Community affairs	\$ 5,200	\$ 842
Contingency	60,000	24,177
Dues and subscriptions	750	496
Education and training	4,680	1,778
Equipment purchases/rental/repair	8,250	9,378
Miscellaneous	1,030	487
Postage	3,250	3,517
Printing	4,500	5,145
Recruitment	1,750	193
Salaries	433,897	400,945
Supplies	6,500	6,432
Telephone and high speed internet	7,000	6,066
Tile endowment fund	22,526	1,753
Travel	2,624	1,442
Utilities	79,000	56,343
Total administration	<u>640,957</u>	<u>518,994</u>
Senior Health		
Printing	1,000	853
Program supplies	1,000	1,320
Salaries	56,000	52,681
Total senior health	<u>58,000</u>	<u>54,854</u>
Social Services		
Club 59	24,500	13,608
Computer instruction	1,000	814
Nutrition	16,200	13,267
Outreach	4,500	4,063
Programming	85,000	124,643
Social services	2,500	3,753
Title III expenditures	16,675	2
Visual arts	15,000	14,450
Volunteer services	16,000	15,284
Weekend programming	3,500	1,335
Total social services	<u>184,875</u>	<u>191,219</u>
Transportation		
Emergency maintenance	10,000	40
Fuel	32,500	33,631
Garage lease	21,000	20,000
Recruitment	2,500	1,899
Salaries	295,570	287,129
Telephone	4,000	3,515
Training	3,000	2,070
Uniforms	1,500	1,293
Vehicle maintenance	40,000	27,914
Total transportation	<u>410,070</u>	<u>377,491</u>
TOTAL EXPENDITURES	<u>\$ 1,293,902</u>	<u>\$ 1,142,558</u>

(See independent auditor's report.)

HANOVER TOWNSHIP
BARTLETT, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
ROAD AND BRIDGE FUND

For the Year Ended March 31, 2011

	Original and Final Budget	Actual
Highways and streets		
Maintenance of roads		
Bridge repair and maintenance	\$ 10,816	\$ -
Contract work	534,939	543,449
Controlled substance testing	1,082	340
Emergency equipment	1	-
Engineering	10,816	20,115
Gasoline	9,944	15,737
Maintenance supplies	7,571	3,035
Operating supplies and materials	11,357	26,508
Salaries	247,768	164,132
Salt	120,338	92,112
Signs, stripping, and tree removal	16,224	-
Street lighting	6,490	13,244
Total maintenance of roads	<u>977,346</u>	<u>878,672</u>
Administration		
Accounting	2,163	2,000
Community affairs	2,750	2,583
Dues, subscriptions, and publications	936	1,169
Employee benefits		
FICA expense	15,600	12,086
IMRF expense	23,400	18,058
Unemployment compensation	541	308
Insurance	48,672	36,029
Legal	20,000	15,096
Office supplies	2,080	1,901
Postage	2,184	648
Printing	2,704	532
Replacement tax	12,480	-
Service charges	260	-
Telephone	2,974	3,556
Travel expense	1,622	730
Uniforms and safety equipment	1,560	1,006
Utilities	6,490	6,861
Total administration	<u>146,416</u>	<u>102,563</u>
Total highway and street maintenance	<u>1,123,762</u>	<u>981,235</u>
Capital outlay		
Machine rental	1,839	482
Equipment purchase	63,099	10,484
Maintenance - vehicles and equipment	16,224	24,023
Construction equipment	4,326	-
Building and permanent improvements	10,816	-
Building maintenance	5,408	1,563
Land/building acquisition and improvements	2,000,000	-
Total capital outlay	<u>2,101,712</u>	<u>36,552</u>
TOTAL EXPENDITURES	<u>\$ 3,225,474</u>	<u>\$ 1,017,787</u>

(See independent auditor's report.)

HANOVER TOWNSHIP
BARTLETT, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
MENTAL HEALTH FUND

For the Year Ended March 31, 2011

	Original and Final Budget	Actual
MENTAL HEALTH		
Service contracts/grants by agency		
Aid case management	\$ 5,000	\$ 5,000
Aid supportive employment	36,500	36,500
Alexian Brothers - senior mh	30,000	27,700
Autism Society of Illinois	1,000	1,000
Bartlett Learning Center	4,500	4,213
Boys and Girls Club	5,000	5,000
CAC Family Support	10,000	954
CAC Safe from the Start	17,500	17,500
Capital grant fund	30,000	28,000
CASI	20,000	20,000
Catholic Charities caregivers	1,500	1,500
CCC strategies for safety	7,000	7,000
Centro de informacion	29,000	29,000
Challenge grant fund	90,000	48,658
Clearbrook children's program	5,000	5,000
Clearbrook development training	2,500	2,500
Clearbrook employment	2,000	2,000
Clearbrook residential	3,500	3,500
Community crisis center	26,250	26,250
Community crisis counseling	22,050	22,050
Community crisis sa counseling	9,000	9,000
Community education	5,000	4,130
Contract support services	350,000	171,585
Countryside c/f support	2,500	1,040
Countryside work training center	3,200	3,200
Countryside in-home respite	3,500	3,498
Crisis line development	8,500	8,500
Crossroads Kids Club	1,500	1,500
Day One network	6,500	6,500
Easter Seals DuPage	31,000	30,996
Ecker Center/PEP	3,300	3,300
Ecker therapy services	66,000	66,000
Elgin Family Center - case management	8,500	8,500
Elgin Family Center - post partum	5,000	5,000
Epilepsy Foundation	2,500	2,500
Family service youth	23,000	23,000
Family services senior	14,000	14,000
FITE center independent living	1,000	1,003
Greater Elgin Family Care Center	8,000	-
Hanover Township youth and family	20,000	8,775
Journeys from PADS to hope	4,000	3,798
Kenneth Young Center - SASS	7,000	7,000
Larkin Center	6,500	5,875
Leyden Township - detox	17,000	5,850
Leyden Township - share rehab	12,000	21,250
LSSI - outpatient	3,600	3,600
LSSI - residential rehab	1,800	1,295
LSSI - residential treatment	1,800	345
MI-drug/medical tests fund	3,000	1,302
Northwest Casa	5,000	5,021
Open Door Clinic	5,000	5,000
Pace transportation	19,000	19,361
Pads of Elgin	15,000	15,000

(This schedule is continued on the following page.)

HANOVER TOWNSHIP
BARTLETT, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
MENTAL HEALTH FUND

For the Year Ended March 31, 2011

	Original and Final Budget	Actual
MENTAL HEALTH (Continued)		
Service contracts/grants by agency (Continued)		
RENZ outpatient	\$ 51,000	\$ 51,000
RENZ prevention	15,000	15,000
Special Ed Advocacy Center	5,000	5,000
SPHD	5,000	5,000
Staff development grant fund	15,000	6,258
Summit center	8,000	8,000
The bridge	17,000	17,000
Tide project	30,000	31,205
Web based resource directory	8,640	8,520
WINGS transitional shelter	5,000	5,014
Woodland Early Learning Center	3,500	875
	<hr/>	<hr/>
Total service contracts/grants by agency	1,184,140	912,921
Administration planning and development		
Auditing	250	-
Community relations	500	308
Conference expense	500	9,265
Consultants	10,000	2,900
Dues	4,500	4,390
Employee insurance	6,596	5,845
Equipment/database	2,000	2,387
FICA expense	6,565	6,903
Grant development	500	-
Hanover Township services	4,500	4,500
IMRF expense	9,063	8,737
Legal	4,000	9,193
Marketing activities/material	1,000	608
Miscellaneous	1,000	708
Personal expense reimbursement	4,000	1,073
Postage	750	469
Printing	1,250	1,389
Salaries	85,500	92,743
Special events	500	522
Strategic planning set-aside	1,000	-
Subscriptions and publications	150	-
Supplies	1,000	772
Unemployment compensation	1,000	369
	<hr/>	<hr/>
Total administrative planning and development	146,124	153,081
Building occupancy expenses		
Agency support services	6,000	7,434
Building maintenance	3,000	2,827
Capital improvements	163,000	13,787
Insurance	1,000	-
Janitorial	7,000	4,968
Rent	10,000	7,500
Telephone systems maintenance	4,000	3,835
Utilities	10,000	8,876
	<hr/>	<hr/>
Total building occupancy expenses	204,000	49,227
	<hr/>	<hr/>
TOTAL EXPENDITURES	\$ 1,534,264	\$ 1,115,229

(See independent auditor's report.)

NONMAJOR GOVERNMENTAL FUNDS

HANOVER TOWNSHIP
BARTLETT, ILLINOIS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

March 31, 2011

	Special Revenue		Capital Projects		Total
	General Assistance	Retirement	Capital Projects	Vehicle Replacement	
ASSETS					
Cash and investments	\$ 417,265	\$ 119,796	\$ 513,962	\$ 559,480	\$ 1,610,503
Prepaid items	14,823	-	-	-	14,823
Receivables					
Property taxes	254,572	233,775	-	-	488,347
Other	517	-	-	-	517
TOTAL ASSETS	\$ 687,177	\$ 353,571	\$ 513,962	\$ 559,480	\$ 2,114,190
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ 1,157	\$ -	\$ 21,950	\$ -	\$ 23,107
Accrued payroll	5,354	12,310	-	-	17,664
Unearned revenue	254,572	233,775	23,645	-	511,992
Total liabilities	261,083	246,085	45,595	-	552,763
FUND BALANCES					
Reserved for prepaid items	14,823	-	-	-	14,823
Reserved for general assistance	411,271	-	-	-	411,271
Reserved for retirement benefits	-	107,486	-	-	107,486
Reserved for specific purpose	-	-	468,367	-	468,367
Unreserved - designated for vehicle replacement	-	-	-	559,480	559,480
Total fund balances	426,094	107,486	468,367	559,480	1,561,427
TOTAL LIABILITIES AND FUND BALANCES	\$ 687,177	\$ 353,571	\$ 513,962	\$ 559,480	\$ 2,114,190

(See independent auditor's report.)

HANOVER TOWNSHIP
BARTLETT, ILLINOIS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended March 31, 2011

	Special Revenue		Capital Projects		Total
	General Assistance	Retirement	Capital Projects	Vehicle Replacement	
REVENUES					
Taxes	\$ 230,335	\$ 203,322	\$ -	\$ -	\$ 433,657
Intergovernmental	14,097	-	29,060	45,793	88,950
Investment income	1,070	70	-	1,274	2,414
Miscellaneous	9,381	-	-	7,272	16,653
Total revenues	254,883	203,392	29,060	54,339	541,674
EXPENDITURES					
Current					
Town	189,765	444,499	-	-	634,264
Home relief	75,827	-	-	-	75,827
Capital outlay	-	-	147,089	134,121	281,210
Total expenditures	265,592	444,499	147,089	134,121	991,301
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(10,709)	(241,107)	(118,029)	(79,782)	(449,627)
OTHER FINANCING SOURCES (USES)					
Transfers in	-	190,000	240,000	190,000	620,000
Total other financing sources (uses)	-	190,000	240,000	190,000	620,000
NET CHANGES IN FUND BALANCES	(10,709)	(51,107)	121,971	110,218	170,373
FUND BALANCES, APRIL 1	436,803	158,593	346,396	449,262	1,391,054
FUND BALANCES, MARCH 31	\$ 426,094	\$ 107,486	\$ 468,367	\$ 559,480	\$ 1,561,427

(See independent auditor's report.)

HANOVER TOWNSHIP
BARTLETT, ILLINOIS

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

For the Year Ended March 31, 2011

	Original and Final Budget	Actual
REVENUES		
Taxes		
Property taxes	\$ 289,472	\$ 225,967
Replacement taxes	4,914	4,368
Intergovernmental	8,320	14,097
Investment income	2,000	1,070
Miscellaneous	5,000	9,381
	309,706	254,883
Total revenues		
EXPENDITURES		
Town		
Salaries	106,610	106,316
Office supplies	1,800	1,688
Equipment, minor, and rental	6,000	8,914
Travel	3,261	2,341
Printing	2,000	2,944
Hearing, appeals, and other	1	-
Dues, subscriptions, and publications	400	487
Community affairs	2,250	2,773
Pantry	60,000	59,982
Professional services	2,000	4,320
	184,322	189,765
Total town		
Home relief		
Food and household	1,000	-
Rent	130,000	48,466
Utilities	10,000	1,574
Clothing	250	6,754
Travel	900	2,197
Hospital	25,000	-
Burial	1,200	-

(This schedule is continued on the following page.)

HANOVER TOWNSHIP
BARTLETT, ILLINOIS

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

For the Year Ended March 31, 2011

	Original and Final Budget	Actual
EXPENDITURES (Continued)		
Home relief (Continued)		
Insurance	\$ 3,000	\$ 2,646
Emergency assistance	14,000	14,070
Other	1,200	120
	<hr/>	<hr/>
Total home relief	186,550	75,827
	<hr/>	<hr/>
Total expenditures	370,872	265,592
	<hr/>	<hr/>
NET CHANGE IN FUND BALANCE	<u>\$ (61,166)</u>	(10,709)
FUND BALANCE, APRIL 1		<hr/> 436,803
FUND BALANCE, MARCH 31		<hr/> <u>\$ 426,094</u>

(See independent auditor's report.)

HANOVER TOWNSHIP
BARTLETT, ILLINOIS

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

For the Year Ended March 31, 2011

	Final Budget	Actual
REVENUES		
Taxes		
Property taxes	\$ 282,033	\$ 203,322
Investment income	1,600	70
	<u>283,633</u>	<u>203,392</u>
Total revenues		
EXPENDITURES		
Town		
IMRF	282,026	261,761
FICA	191,607	182,738
	<u>473,633</u>	<u>444,499</u>
Total expenditures		
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(190,000)</u>	<u>(241,107)</u>
OTHER FINANCING SOURCES (USES)		
Transfers in	<u>190,000</u>	<u>190,000</u>
Total other financing sources (uses)	<u>190,000</u>	<u>190,000</u>
NET CHANGE IN FUND BALANCE	<u><u>\$ -</u></u>	(51,107)
FUND BALANCE, APRIL 1		<u>158,593</u>
FUND BALANCE, MARCH 31		<u><u>\$ 107,486</u></u>

(See independent auditor's report.)

HANOVER TOWNSHIP
BARTLETT, ILLINOIS

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

For the Year Ended March 31, 2011

	Final Budget	Actual
REVENUES		
Intergovernmental	\$ 470,000	\$ 29,060
Total revenues	<u>470,000</u>	<u>29,060</u>
EXPENDITURES		
Capital outlay	<u>710,000</u>	<u>147,089</u>
Total expenditures	<u>710,000</u>	<u>147,089</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(240,000)</u>	<u>(118,029)</u>
OTHER FINANCING SOURCES (USES)		
Transfers in	<u>240,000</u>	<u>240,000</u>
Total other financing sources (uses)	<u>240,000</u>	<u>240,000</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	121,971
FUND BALANCE, APRIL 1		<u>346,396</u>
FUND BALANCE, MARCH 31		<u>\$ 468,367</u>

(See independent auditor's report.)

HANOVER TOWNSHIP
BARTLETT, ILLINOIS

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

For the Year Ended March 31, 2011

	Final Budget	Actual
REVENUES		
Intergovernmental	\$ -	\$ 45,793
Investment income	500	1,274
Miscellaneous		
Bus fares	8,250	7,272
Total revenues	8,750	54,339
EXPENDITURES		
Capital outlay	198,750	134,121
Total expenditures	198,750	134,121
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(190,000)	(79,782)
OTHER FINANCING SOURCES (USES)		
Transfers in	190,000	190,000
Total other financing sources (uses)	190,000	190,000
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	110,218
FUND BALANCE, APRIL 1		<u>449,262</u>
FUND BALANCE, MARCH 31		<u>\$ 559,480</u>

(See independent auditor's report.)