Village of Hazel Crest, Illinois

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
APRIL 30, 2012

Village of Hazel Crest, Illinois

Comprehensive Annual Financial Report
Year Ended April 30, 2012

Prepared by
James Whigham, Sr.
Village Manager

Marlo Kemp
Village Finance Director

Village of Hazel Crest, Illinois

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Mayor
Dr. Robert B. Donaldson

Clerk
Mary E. Grant

Village Manager
James Whigham Sr.

Village of Hazel Crest

Trustees
Roderick S. Bashir
Dr. Jane P. Brown
Debra J. McGhee
Kevin Moore Sr.
Susan M. Pate
Benjamin A. Ramsey

November 27, 2012

Honorable Mayor Donaldson and the Board of Trustees
Village of Hazel Crest
Hazel Crest, Illinois 60429

Board Members:

In accordance with State Statutes and local ordinance provisions, we hereby transmit the Comprehensive Annual Financial Report of the Village of Hazel Crest, Illinois, for the fiscal year ended April 30, 2012. Responsibility for both the accuracy of presented data and completeness of the presentation, including all disclosures, rests with the Village.

Management believes that the data as presented is accurate in all material aspects and is presented in a manner designed to fairly set forth the financial position, results of operations and cash flows of the Village, as measured by the financial activity of its various fund types and opinion units and that all disclosures necessary to enable the reader to gain maximum understanding of the Village's financial affairs have been included. Management assumes full responsibility for the completeness and reliability of all of the information presented in this report. This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The Village of Hazel Crest's MD&A can be found immediately following the report of the independent auditors.

In developing and evaluating the Village's accounting system, consideration is given to the adequacy of internal accounting controls. We believe the Village's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

BACKGROUND INFORMATION

A presentation of general governmental functions of the Village of Hazel Crest refers to operations directly supervised or controlled by the Village of Hazel Crest Municipal Corporation. The operations include police and fire protection, water supply, sanitary and storm sewer collections, public works operations, commuter parking facilities operations and maintenance, road and bridge maintenance, community economic development, community relations, civil defense and general administrative services.

3000 West 170th Place Hazel Crest, Illinois 60429 www.villageofhazelcrest.com (708) 335-9600 FAX (708) 335-9622

The following units of government are schools or special purpose districts that serve the entire community or a part hereof not included in the accompanying financial statements because they are autonomous of the Village and report to separately elected boards. The Village of Hazel Crest exerts no direct or indirect control or authority over these boards:

Grande Prairie Public Library District
Hazel Crest Park District
Prairie Hills School District #144
Hazel Crest School District #152 ½
Flossmoor School District #161
Homewood School District #153
Hillcrest High School District #228
Homewood-Flossmoor School District #223
Thornwood School District #205
Metropolitan Water Reclamation District

State law requires that the financial statements of the Village of Hazel Crest be audited by Certified Public Accountants. This requirement has been complied with and the Auditor's opinion is included in the Financial Section of this report.

The Village of Hazel Crest's government concluded fiscal year ended April 30, 2012 in sound financial condition.

ECONOMIC CONDITION AND OUTLOOK

Communities in Cook County continue to use the prior year Assessed Value to determine their Tax Levy. Public Act 89-1 established a 5% limit on the increase in extensions from the prior Levy Year to the current Levy Year, without holding what is known as a "Truth in Taxation" hearing.

The Village has five TIF Districts. The Village's oldest TIF District is known as the Palmer Lake Business Park. Fiscal year 2012 is the last year that the Palmer Lake Business Park TIF will be in existence; it will be dissolved by the end of calendar year 2012.

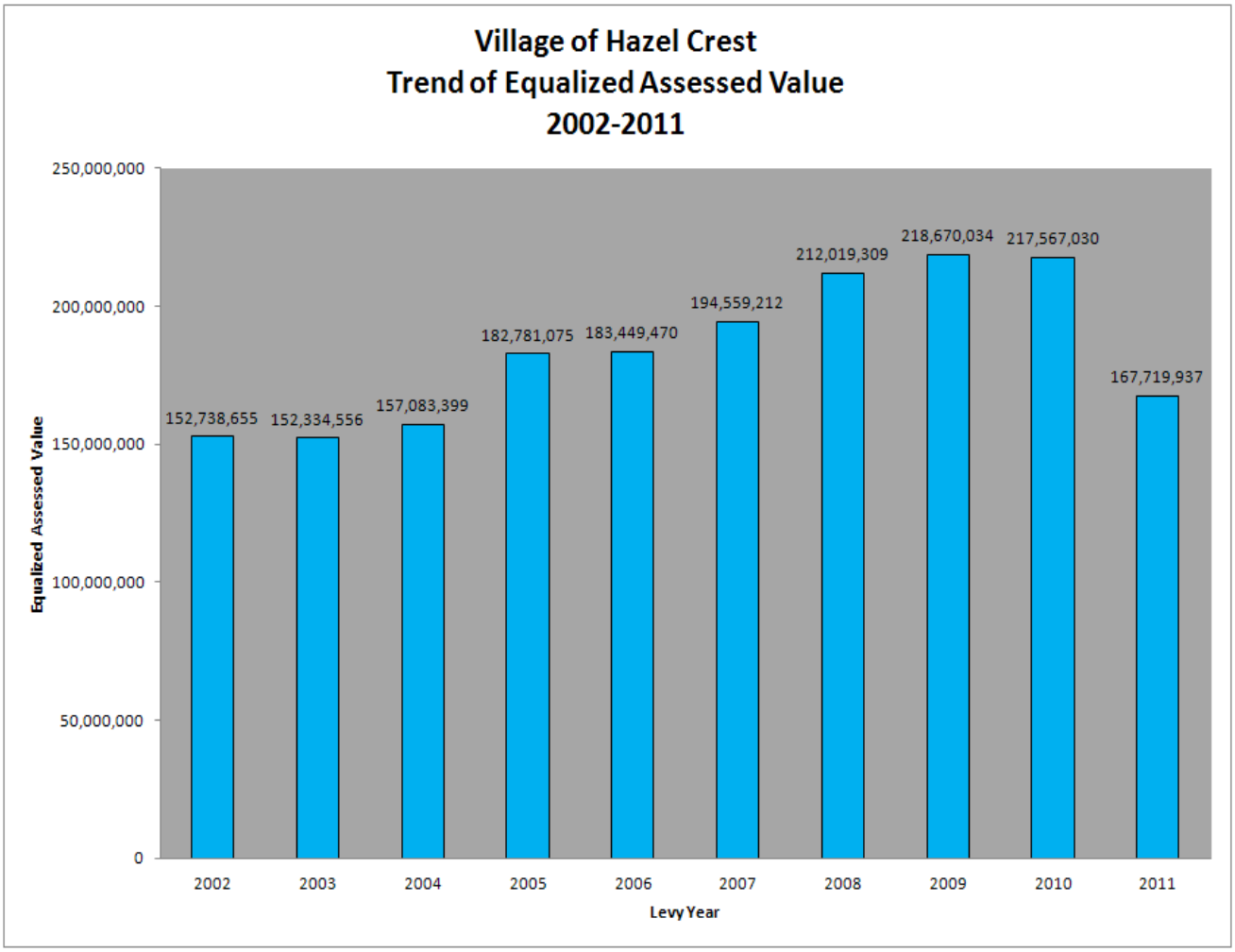
The Village has four other established TIF districts. The 183rd Street TIF was established to redevelop French Village by aiding in securing tenants and promoting landscaping and remodeling. The 170th Street TIF was established to initiate Transit Oriented Development (T.O.D.) in and around the train station and to develop parking and pedestrian access and institute infrastructure and landscaping improvements. The Cherry Creek TIF remains essentially inactive, although there is an approved Planned Unit Development (P.U.D.) proposal for this site. Along 167th Street a TIF was created to promote development and promote expansion of Mi-Jack products.

MAJOR INITIATIVES

The Village is continuing its local housing adjudication court. Better control of property maintenance and better enforcement of the garbage ordinance has resulted. The administrative adjudication process has been expanded to include minor traffic offenses, quasi criminal offenses and business licensing infractions.

Hazel Crest has been participating in the E-Com joint dispatch center. The participating Villages are Hazel Crest, Homewood, Flossmoor, Glenwood, Riverdale, and South Holland. Becoming a participant allows the Village to upgrade dispatch equipment through economies of scale.

Over the last ten years there has been a 9.8% increase in Equalized Assessed Value; the first nine of the ten years saw a 42.4% increase, while the last year saw a 22.9% decrease. The following table illustrates this trend:



PROPERTY TAXES

The allocations of Property Tax rate by generic fund type of tax levy for 2011 and the preceding four fiscal years are as follows:

Purpose	**2007**	**2008**	**2009**	**2010**	**2011**
General	$1.828	$1.886	$1.728	$2.138	$2.845
GO Debt	.015	.163	.146	.173	.225
Pensions	.347	.414	.452	.476	.717
Totals	$2.190	$2.463	$2.326	$2.789	$3.787

INTERNAL ACCOUNTING SYSTEM AND BUDGETARY CONTROLS

In evaluating the Village's accounting system, the adequacy of internal accounting controls were analyzed and found to provide reasonable assurances related to 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 controls should not exceed benefits likely to be derived and (2) evaluation of cost and benefits requires evaluation and judgment by management. All internal evaluations occur within the above framework. We believe that the Village's internal accounting controls provide reasonable assurance of proper recording of financial transactions.

The challenges of financing services and maintaining infrastructure in the Village continue to dominate the budget process. Fiscal responsibilities, public safety, infrastructure maintenance, economic development leading to increasing the revenue base, continue to be the priority of the Village Board of Trustees. The Village remains committed to meeting its prescribed fiscal controls.

ILLINOIS MUNICIPAL RETIREMENT FUND

The State of Illinois created a separate entity to provide retirement, death and disability benefits to certain municipal and school district employees. All full-time Village personnel other than qualifying police and firefighters are enrolled in this retirement fund known as the Illinois Municipal Retirement Fund (IMRF). The plan requires employees enrolled to pay 4.5% of earnings toward the plan while the Village pays the balance of the amount necessary to pay normal retirement costs for the year. Comprehensive IMRF Plan Benefits are available at IMRF OFFICES, 2211 York Road, Oak Brook, IL 60523-2337.

DEBT ADMINISTRATION

The ratio of bonded debt to assessed valuation and the amount of bonded debt per capita were useful indicators of the Village's debt position to municipal management, citizens and investors. The data for the Village of Hazel Crest for the 2012 fiscal year is found in the Statistical Section of the report. During the past year $234,669 of General Obligation Debt was retired as scheduled.

CAPITAL ASSETS

Capital assets are those assets used in the performance of general governmental functions. Capital assets include infrastructure (roads, bridges, curbs and gutters, street and sidewalks, drainage and lighting systems).

All capital assets are valued at estimated historical cost, if actual historical cost is not available. Donated capital assets are valued at their estimated fair market value on the date donated. Capital assets are depreciated at rates intended to amortize the cost over each assets useful life.

TRUST AND AGENCY FUNDS

The Police Pension Fund is the direct responsibility of the Hazel Crest Police Pension Board. As administrators of the Police Pension Fund, the Board is responsible for a variety of tasks including qualifications of participants, certification of benefit amounts and investment of funds. An actuary annually reviews the financial status of this fund and recommends the amount to be provided by the Village. This amount together with employee contributions will assure proper funding of the Police Pension Fund given reasonable actuarial assumptions.

On an annual basis, the Board requests and receives the amount recommended as the employer contribution for the Police Pension Fund. The Village funded $803,032 during the fiscal year ending April 30, 2012.

The Firefighters' Pension Fund is the direct responsibility of the Hazel Crest Firefighters' Pension Board. As administrators of the Firefighters' Pension Fund, the Board is responsible for a variety of tasks identical to those of the Police Pension Fund, including qualification of participants, certification of benefit amounts, and investment of funds. An actuary annually reviews the financial status of these funds and recommends an amount to be provided by the Village, which, together with the employee contributions will assure proper funding of the Firefighters' Pension Fund, given reasonable actuarial assumptions.

On an annual basis, the Village Board reviews and approves the amount recommended as the employer contribution for the Firefighters' Pension Fund. The Village funded $418,097 during the fiscal year ending April 30, 2012.

REVENUE RECOGNITION

The Village recognizes revenues as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Village considers revenues to be available if they are collected within 90 days of the end of the current fiscal year (60 days for property taxes).

CERTIFICATE OF ACHIEVEMENT

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of Hazel Crest for its comprehensive annual financial reports (CAFR) for the fiscal year ended April 30, 2011. This was the 30th consecutive year that the government has achieved this prestigious award (fiscal years ended 1982-2011). In order to be awarded a Certificate of Achievement, a government unit 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 requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

ACKNOWLEDGMENTS

Preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of the entire office staff. Our appreciation is extended to all members of the Village Board for their interest and support in planning and conducting financial operations of the Village in a responsible and progressive manner.

This report continues the efforts made by the Village to ensure that its financial operations are captured accurately and responsibly.

Respectfully submitted,

Marlo V. Kemp, Chief Financial Officer

Village of Hazel Crest, Illinois

Principal Officials

April 30, 2012

Mayor

Dr. Robert B. Donaldson

Village Board of Trustees

Jane Brown

Roderick S. Bashir

Debra J. McGhee

Kevin Moore, Sr.

Susan M. Pate

Benjamin A. Ramsey

Village Manager

James Whigham, Sr.

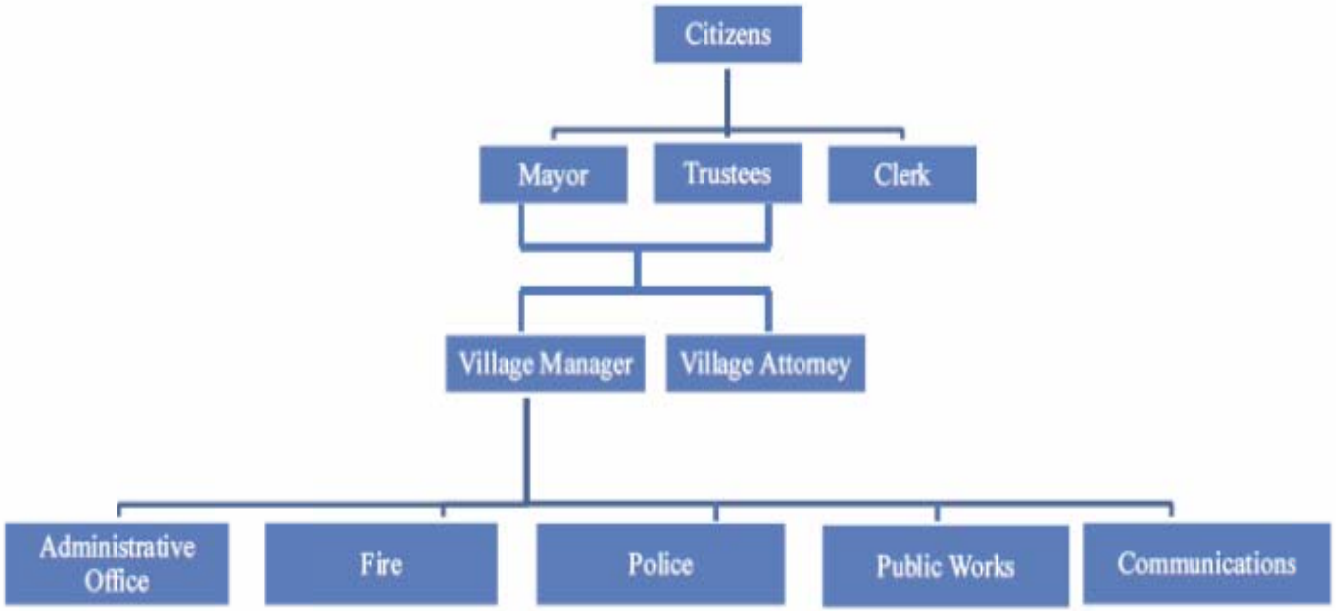
Village Clerk

Mary E. Grant

Village Attorney

Michael T. Del Gado
Del Gado & Associates

Village of Hazel Crest Organizational Chart



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Village of Hazel Crest
Illinois

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
April 30, 2011

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.

President

Executive Director

McGladrey

Independent Auditor's Report

To the Honorable Mayor and
Members of the Board of Trustees
Village of Hazel Crest, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Village of Hazel Crest, Illinois, as of and for the year ended April 30, 2012, which collectively comprise the Village's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the management of the Village of Hazel Crest, Illinois. 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 of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Village's internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements and assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Village of Hazel Crest, Illinois, as of April 30, 2012, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As discussed in Note 1, as of May 1, 2011, the Village adopted the reporting and disclosure requirements of Governmental Accounting Standards Board Statement No. 54, *Fund Balance and Governmental Fund Type Definitions.*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis (pages 3 - 11), budgetary schedules (pages 57 - 65) and pension and OPEB related information (pages 53 - 56) 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.

Member of the RSM International network of independent accounting, tax and consulting firms.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements of the Village of Hazel Crest, Illinois. The combining and individual fund financial statements and schedules as listed in the table of contents (pages 67 - 78) are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the 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 information is fairly stated in all material respects in relation to the basic financial statements as a whole.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The accompanying introductory and statistical sections as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has 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 it.

McGladrey LLP

Chicago, Illinois
November 27, 2012

Basic Financial Statements

Government-Wide Financial Statements

Management's Discussion and Analysis

The management of the Village of Hazel Crest (the "Village") is providing this overview and analysis of the financial activities of the Village for fiscal year ended April 30, 2012. Please read it in conjunction with the Transmittal Letter and the Financial Statements in this report.

Financial Highlights

The assets of the Village exceeded its liabilities at the close of the most recent fiscal year by $23,011,033. Of this amount, $329,949 is unrestricted and may be used to meet the government's ongoing obligations. The total net assets increased by $63,473 which was due largely in part to an increase in the net assets of the business units. The net assets for governmental activities decreased largely due to an approximately $825,000 increase in OPEB liabilities. Total long-term debt of the Village decreased by $317,342 during the fiscal year. General obligation debt of $175,000 was repaid in fiscal year 2012. At the end of the current fiscal year, unassigned fund balance for the general fund was $2,660,241 or 22 percent of total general fund expenditures.

Overview of the Financial Statements

This discussion and analysis is intended to be an introduction to the Village's basic financial statements. The basic financial statements are comprised of three components: government-wide financial statements, fund financial statements and notes to the financial statements. This report also contains other supplementary and statistical information in addition to the basic financial statements.

Government-wide financial statements. The government-wide financial statements provide a broad overview of the Village's finances in a manner similar to a private-sector business. The government's current financial resources are combined and consolidated with capital assets and long-term obligations using the modified accrual basis of accounting.

The statement of net assets presents information on all of the Village's assets and liabilities, with the difference between the two reported as net assets. In the future, the increase or decrease in net assets may be a useful indicator of whether the Village's financial position is improving or deteriorating.

The statement of activities presents information showing how the Village's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as they occur, regardless of the timing of cash flow. Therefore, revenues and expenses are reported for some items that will result in cash flows in future fiscal periods. The costs of various governmental services and any subsidy to business activities are presented.

Both of these government-wide financial statements distinguish the functions of the Village that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or most of their costs through user fees and charges (business-type activities). The Village's governmental activities include general services, public works, and public safety. Property, sales, utility and income taxes pay for most of those activities. The Village's business-type activities include water and sewer operations and a municipal parking operation. The government-wide financial statements include only the financial activities of the Village. There are no component units.

Fund financial statements. A fund is a grouping of related accounts used to maintain control over resources that have been segregated for specific activities. Fund accounting is used to ensure and demonstrate compliance with finance-related legal requirements. The Village funds are divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. Unlike 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. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental fund statements is narrower than that of the government-wide financial statements, it may be useful to compare similar information to better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balance provide a reconciliation to facilitate the comparison between governmental funds and governmental activities.

The Village maintains 12 individual governmental funds, 2 proprietary funds and 2 fiduciary funds. Information is presented separately in the governmental fund statement of revenues, expenditures, and changes in fund balances for four major funds: the General fund, the Palmer Lake TIF fund, the 183rd Street TIF fund, and the Hazel Crest Proper TIF fund. Data from the other 8 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements in this report.

The Village adopts an annual appropriated budget for 7 of its funds. No budgets were prepared for any TIF funds, the Community Development Block Grant Fund, or the Capital Projects fund. A budgetary comparison statement has been provided where appropriate to demonstrate compliance with this budget.

One type of proprietary fund is an enterprise fund. The Village maintains two enterprise funds to report the same functions presented as business-type activities in the government-wide financial statements, only in more detail. Those two functions are a municipal parking operation and sewer and water operations. Sewer and water operations are considered to be a major fund of the Village.

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the Village's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

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

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village's progress in funding its obligation to provide pension benefits to its employees.

Government-Wide Financial Analysis

The following table is the condensed Village of Hazel Crest Statement of Net Assets as of April 30, 2012:

	Governmental Activities	Business-type Activities	Total Primary Government
Current and other assets	$ 13,955,766	$ 922,996	$ 14,878,762
Capital assets	15,349,482	2,984,413	18,333,895
Noncurrent assets	33,151	-	33,151
Total assets	29,338,399	3,907,409	33,245,808
Long-term liabilities	5,057,375	226,804	5,284,179
Other liabilities	4,475,474	475,122	4,950,596
Total liabilities	9,532,849	701,926	10,234,775
Net assets:			
Invested in capital assets	12,977,521	2,984,413	15,961,934
Restricted for various purposes	6,719,150	-	6,719,150
Unrestricted	108,879	221,070	329,949
Total net assets	$ 19,805,550	$ 3,205,483	$ 23,011,033

The following table is the condensed Village of Hazel Crest Statement of Net Assets as of April 30, 2011:

	Governmental Activities	Business-type Activities	Total Primary Government
Current and other assets	$ 12,249,807	$ 787,803	$ 13,037,610
Capital assets	16,700,423	3,142,751	19,843,174
Noncurrent assets	37,294	-	37,294
Total assets	28,987,524	3,930,554	32,918,078
Long-term liabilities	4,042,731	682,695	4,725,426
Other liabilities	4,802,051	443,041	5,245,092
Total liabilities	8,844,782	1,125,736	9,970,518
Net assets:			
Invested in capital assets	14,011,120	3,142,751	17,153,871
Restricted for MFT allotments	517,937	-	517,937
Restricted for compost closure	20,000	-	20,000
Unrestricted (deficit)	5,593,685	(337,933)	5,255,752
Total net assets	$ 20,142,742	$ 2,804,818	$ 22,947,560

Approximately 69 percent of the Village's net assets are invested in capital assets that are used to provide services to the citizens of the Village. Although they are reported net of debt, it should be noted that the resources needed to repay any debt must be provided from other sources since they cannot be liquidated to repay liabilities. It is the 1 percent unrestricted net asset amount that can be used to meet the ongoing obligations of the Village. The Village management has determined that unrestricted net assets of 3 to 6 months of governmental expenditures would ensure the Village is able to continue providing services to its citizens at the current level. The dramatic decrease in unrestricted net assets is due to the segregation of Capital Projects funds into its own sub-category. The Village's future fiscal plans will be designed with an eye towards increasing the unrestricted fund amount.
The water and sewer fund is no longer operating at a deficit mainly due to recent year's rate increases. In previous years the unrestricted net assets of the business-type activities was a deficit, however due to increases over the past several years the fund now has positive unrestricted net assets.

The following table is the condensed Village of Hazel Crest Statement of Activities for the Fiscal Year Ended April 30, 2012:

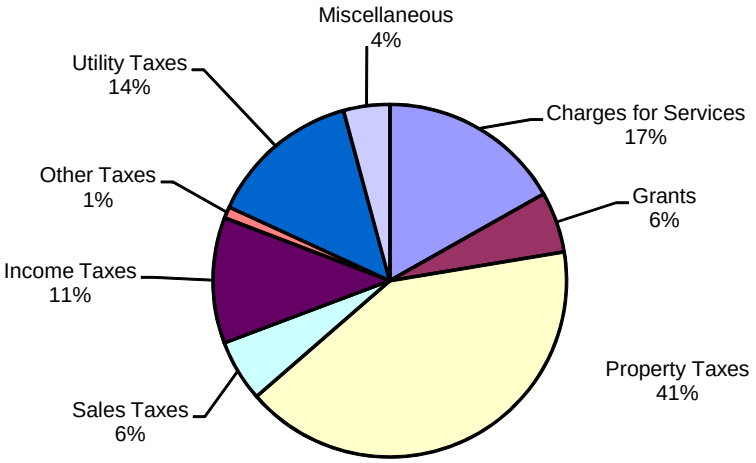
	Governmental Activities	Business-type Activities	Total Primary Government
Revenues:			
Program revenues:			
Charges for services	$ 2,398,754	$ 3,053,393	$ 5,452,147
Operating grants and contributions	490,318	57,000	547,318
Capital grants and contributions	26,223	-	26,223
General revenues:			
Property taxes	7,205,421	-	7,205,421
Other taxes	3,462,469	-	3,462,469
Other	518,191	-	518,191
Total revenues	14,101,376	3,110,393	17,211,769
Expenses:			
General services	5,998,536	-	5,998,536
Public works	2,592,617	-	2,592,617
Public safety	5,766,476	-	5,766,476
Interest expense	80,939	-	80,939
Waterworks and sewerage	-	2,666,383	2,666,383
Municipal parking	-	43,345	43,345
Total expenses	14,438,568	2,709,728	17,148,296
Increase (decrease) in net assets	(337,192)	400,665	63,473
Net assets May 1, 2011	20,142,742	2,804,818	22,947,560
Net assets April 30, 2012	$ 19,805,550	$ 3,205,483	$ 23,011,033

The following table is the condensed Village of Hazel Crest Statement of Activities for the Fiscal Year Ended April 30, 2011.

The following chart summarizes how governmental activities are funded.

	Governmental Activities	Business-type Activities	Total Primary Government
Revenues:			
Program revenues:			
Charges for services	$ 2,229,088	$ 2,861,749	$ 5,090,837
Operating grants and contributions	488,569	80,000	568,569
Capital grants and contributions	280,156	-	280,156
General revenues:			
Property taxes	5,936,179	-	5,936,179
TIF rebate	180,101	-	180,101
Other taxes	3,552,478	-	3,552,478
Other	521,032	-	521,032
Total revenues	13,187,603	2,941,749	16,129,352
Expenses:			
General services	7,378,579	-	7,378,579
Public works	1,326,554	-	1,326,554
Public safety	7,250,107	-	7,250,107
Interest expense	94,724	-	94,724
Sewer and water	-	2,845,464	2,845,464
Municipal parking	-	45,238	45,238
Total expenses	16,049,964	2,890,702	18,940,666
(Decrease) increase in net assets	(2,862,361)	51,047	(2,811,314)
Net assets May 1, 2010	23,005,103	2,753,771	25,758,874
Net assets April 30, 2011	$ 20,142,742	$ 2,804,818	$ 22,947,560

Revenues by Source - Governmental Activities



51 percent of governmental activities are funded by property tax. This strong reliance on property tax limits Village spending. The Village has continued to provide the same level of services for its residents by continuing to adhere to its prescribed fiscal controls. The challenges presented by limited revenue have been met through sound budget planning. Each year this becomes more challenging.

Business-type activities are to be funded through charges for related services. This year the waterworks and sewerage activity had revenues for $409,913 more than its expenditures. The commuter parking lot had expenses of $9,248 more than its revenue this year.

Financial Analysis of the Government's Funds

Governmental funds provide information on near term inflows, outflows and balances of spendable resources. Unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of a fiscal year. At the end of the current fiscal year, the Village's governmental funds reported combined ending fund balances of $10,086,818, an increase of $1,562,689 from the prior year. The unreserved general fund balance represents 22 percent of total general fund expenditures.

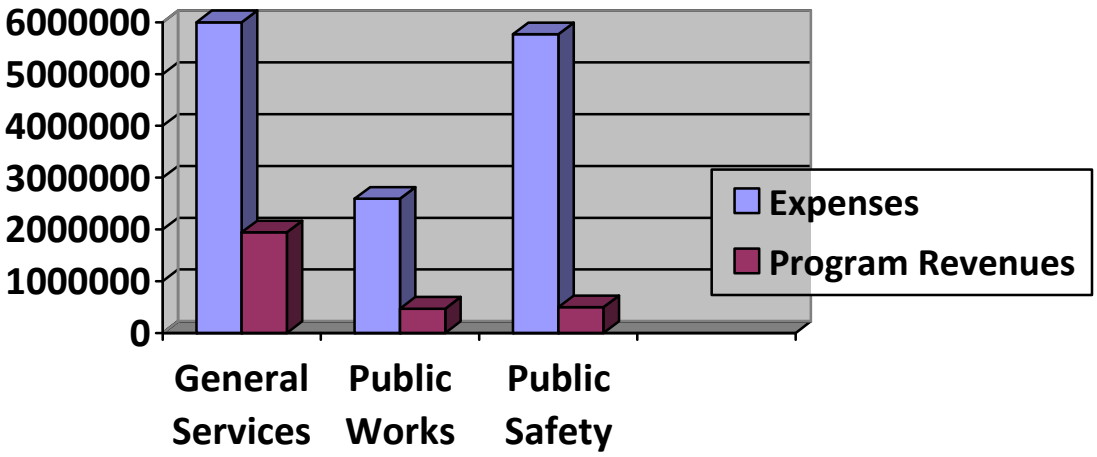
Proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Unrestricted net assets of the waterworks and sewerage fund were $104,706 and $116,364 for the commuter parking lot fund. The waterworks and sewerage fund negative balance has improved over the prior years mainly due to the rate increases over the past few years.

General Fund Budgetary Highlights

No significant amendments were made to the original budget. During the year, revenues were less than budgetary estimates and expenditures were less than budgetary estimates.

Actual general fund revenues were higher than budgeted revenues by $708,123. This was mainly due to greater property taxes received than anticipated. Actual general expenditures were higher than budgeted expenditures by $510,972 in the current year.

Expenditures and Program Revenues by Function



This year's General Fund shows a $199,462 fund balance increase, as opposed to last year's decrease of $360,558. The Village continually tries to keep expenditure increases in line with revenue increases.

Fiscal year 2011 sales tax revenue of $532,565 increased $32,833 or 7 percent more than 2011 sales tax revenue of $499,732. Fiscal year 2012 income tax revenue of $1,361,093 decreased $116,175 or 7 percent less than 2011 income tax revenue of $1,477,268. Fiscal year 2012 utility tax revenue of $1,082,261 decreased $65,672 or 5 percent less than 2011 utility tax revenue of $1,147,933. The Village has no control over the amount or timing of these receipts. Fiscal year 2012 ambulance fee receipts of $388,668 increased $62,202 or 19 percent more than 2011 ambulance fee receipts of $326,466.

The Village received $11,478 less in interest income this year in the General Fund. The $9,988 received is a 53 percent decrease from last year's interest of $21,466.

Expenditures for the General Fund increased $345,641 from Fiscal 2011. The percent increases in expenditures by major functions of the Village are shown in the following tabulations:

Expenditure by Function	2011 Amount	Percent of Total	2012 Amount	Percent of Total	Increase (Decrease) Amount	%
General Services	$3,538,255	31%	$3,784,832	32%	$246,577	7%
Communications and Community Relations	136,819	1%	96,045	1%	(40,774)	-30%
Administrative Office	235,829	2%	279,764	2%	43,935	18%
Capital Outlay	165,442	1%	235,775	2%	70,333	43%
Public Works	1,121,609	10%	892,664	7%	(228,945)	-20%
Police	3,605,888	31%	3,608,182	30%	2,294	0%
Fire/Paramedics	1,784,998	15%	1,770,528	15%	(14,770)	0%
Inspection	419,388	4%	404,485	3%	(14,903)	-3%
Insurance	564,732	5%	845,972	8%	281,240	50%
	$11,572,606		$11,918,247			

The unassigned fund balance of the General Fund as of April 30, 2012 was $2,660,241.

Special Revenue Fund Highlights

The Village receives revenue from various sources that are restricted by law to expenditures for specific purposes. These are identified as Special Revenue Funds. The Village's Special Revenue Fund includes the Motor Fuel Tax Fund.

Motor Fuel Tax (MFT) revenues are collected by the state on the sale of fuels and distributed based primarily upon a per capita figure. MFT funds are special revenues due to the restrictions to utilize them on transportation projects, related maintenance repairs or improvements. MFT Fund revenues of $512,446 in fiscal year 2012 represented a decrease of 29 percent from the $727,051 collected in Fiscal 2011. Revenues exceeded expenditures during the year by $248,054 resulting in the current fund balance of $765,991.

Other Fund Highlights

The Village has established a Capital Projects Fund in order to undertake major purchases of equipment and improvements to infrastructure or buildings. The April 30, 2012 fund balance for the Capital Projects fund was $368,235.

The Village has established Tax Incremental Financing (TIF) District funds to account for incremental property taxes of the TIF Districts and the use of those funds. The Village has five TIF funds of which three were considered major funds in fiscal year 2012. This year's Palmer Lake TIF District fund shows a $614,153 fund balance increase, as opposed to last year's decrease of $904,901. This year's increase is primarily the result of the Village not declaring a TIF fund surplus.

Waterworks and Sewerage Fund Highlights

Fiscal year 2012 water revenue of $3,076,296 increased $169,582 or 6 percent from fiscal year 2011 revenue of $2,906,714. The following table presents key statistical information over the past five years for the water and sewerage system. A gain of $409,913 resulted from operations of the Water and Sewerage Fund for fiscal year 2012.

	2012	2011	2010	2009	2008
Number of Metered Accounts (estimate)	4630	4630	4630	4630	4630
Gross Revenue	$3,076,296	$2,906,714	$2,710,196	$2,462,475	$2,268,814
Expense	$2,666,383	$2,845,464	$2,886,506	$2,798,922	$2,714,028
Operating Income (Loss)	$409,913	$61,250	$(176,310)	$(336,447)	$(445,214)

Capital Asset and Debt Administration

The Village's investment in capital assets for its governmental and business-type activities as of April 30, 2012, amounts to $18,333,895, net of depreciation. This investment in capital assets includes land and improvements, buildings and improvements, machinery and equipment, streets, sidewalks, storm sewers, manholes, hydrants, valves, streetlights and the water distribution system. More details on the Village's capital assets can be found in Note 4 of the financial statements.

At the end of the current year, the Village had total bond debt of $1,415,000, general obligation debt certificates of $377,000 and notes payable of $579,961. More details on the Village's long-term debt obligations can be found in Note 5 of the financial statements.

Economic Factors and Next Year's Budget

The Village continues to attract new businesses into its boundaries, providing both increased convenience for its residents and a fiscal benefit to the Village. Several franchises have reached agreement with the Village and plan to open stores in the region. With help from incentives offered by the State of Illinois, the Village was able to convince Mi-Jack Products, Inc., one of its largest employers, to keep Hazel Crest as its corporate headquarters; indeed, Mi-Jack has begun to expand its operations in the area.

The lowering of the 171st Street viaduct in the Hazel Crest Proper area is anticipated to be a trigger for the Transit Oriented Development Plan, which was initiated in fiscal year 2007. A Tax Incremental Financing District is already in place and the Village rezoned the area delineated within the TIF District to promote the Plan. Transit Oriented Development (TOD) focuses on development in and around transit stations, serving the commuter and the local community. The Hazel Crest Metra Electric Station would be the focal point for this development. The area is a nexus point for commuters arriving by bus,

auto and on foot to board the train to Chicago. The goal of the TOD plan is to redevelop the area to serve these commuters as well as the local community, with convenient services.

In efforts to make the Village of Hazel Crest "Senior Friendly," we have instituted a full range of Senior Services. The Village offers transportation for seniors 60 years of age and older, as well as physically challenged individuals.

Other major developments are as follows:
- Local Cable Programming, Hazelnut Festival and Chamber of Commerce Reinstitution
- Beginning fourth year with E-Com Emergency Dispatch Center
- Water System Improvements

Requests for Information

This financial report is designed to provide a general overview of the Village of Hazel Crest's finances for all those with an interest in the government's operations. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Hazel Chief Financial Officer, Marlo V. Kemp, 3000 W. 170th Place, Hazel Crest, IL 60429.

Village of Hazel Crest, Illinois

Statement of Net Assets
April 30, 2012

	Governmental Activities	Business-Type Activities	Total
Assets			
Current			
Cash and cash equivalents	$ 8,648,404	$ 116,717	$ 8,765,121
Receivables:			
Property taxes	3,276,707	-	3,276,707
Accounts	510,215	806,279	1,316,494
Intergovernmental	1,009,610	-	1,009,610
Prepaids	506,687	-	506,687
Unamortized bond discount and issuance costs	4,143	-	4,143
Total current assets	13,955,766	922,996	14,878,762
Noncurrent			
Capital assets, not being depreciated	2,794,975	120,337	2,915,312
Capital assets, net of accumulated depreciation	12,554,507	2,864,076	15,418,583
Unamortized bond discount and issuance costs	33,151	-	33,151
Total noncurrent assets	15,382,633	2,984,413	18,367,046
Total assets	$ 29,338,399	$ 3,907,409	$ 33,245,808

See Notes to Financial Statements.

Village of Hazel Crest, Illinois

Statement of Net Assets - Continued
April 30, 2012

	Governmental Activities	Business-Type Activities	Total
Liabilities			
Current			
General obligation bonds	$ 135,000	$ -	$ 135,000
General obligation debt certificates	50,000	-	50,000
Notes payable	77,746	-	77,746
Compensated absences	296,228	15,330	311,558
Accounts payable	526,897	162,888	689,785
Accrued expenses	9,103	-	9,103
Accrued interest	28,500	-	28,500
Deposits	70,000	239,904	309,904
Unearned revenue	3,282,000	57,000	3,339,000
Total current liabilities	4,475,474	475,122	4,950,596
Noncurrent			
Internal balances	(200,365)	200,365	-
General obligation bonds	1,280,000	-	1,280,000
General obligation debt certificates	327,000	-	327,000
Notes payable	502,215	-	502,215
Other postemployment benefits	2,801,590	-	2,801,590
Compensated absences	220,249	26,439	246,688
Pension obligation	126,686	-	126,686
Total noncurrent liabilities	5,057,375	226,804	5,284,179
Total liabilities	9,532,849	701,926	10,234,775
Net Assets			
Invested in capital assets, net of related debt	12,977,521	2,984,413	15,961,934
Restricted:			
Compost closure	20,000	-	20,000
Debt service	293,344	-	293,344
Capital projects	5,639,815	-	5,639,815
MFT projects	765,991	-	765,991
Unrestricted	108,879	221,070	329,949
Total net assets	$ 19,805,550	$ 3,205,483	$ 23,011,033

See Notes to Financial Statements.

Village of Hazel Crest, Illinois

Statement of Activities
Year Ended April 30, 2012

		Program Revenues			Net (Expense), Revenue and Changes in Net Assets		
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental activities:							
General services	$ 5,998,536	$ 1,868,466	$ 75,082	$ -	$ (4,054,988)	$ -	$ (4,054,988)
Public works	2,592,617	30,877	415,236	26,223	(2,120,281)	-	(2,120,281)
Public safety	5,766,476	499,411	-	-	(5,267,065)	-	(5,267,065)
Interest expense	80,939	-	-	-	(80,939)	-	(80,939)
Total governmental activities	14,438,568	2,398,754	490,318	26,223	(11,523,273)	-	(11,523,273)
Business-type activities:							
Waterworks and sewerage	2,666,383	3,019,296	57,000	-	-	409,913	409,913
Commuter parking lot	43,345	34,097	-	-	-	(9,248)	(9,248)
Total business-type activities	2,709,728	3,053,393	57,000	-	-	400,665	400,665
Total	$ 17,148,296	$ 5,452,147	$ 547,318	$ 26,223	(11,523,273)	400,665	(11,122,608)
General revenues							
Taxes:							
Property					7,205,421	-	7,205,421
Replacement					31,689	-	31,689
Sales					532,565	-	532,565
Income					1,316,260	-	1,316,260
Utility and other					1,581,955	-	1,581,955
Interest					9,988	-	9,988
Miscellaneous					508,203	-	508,203
Total general revenues					11,186,081	-	11,186,081
Change in net assets					(337,192)	400,665	63,473
Net assets:							
May 1, 2011					20,142,742	2,804,818	22,947,560
April 30, 2012					$ 19,805,550	$ 3,205,483	$ 23,011,033

See Notes to Financial Statements.

Fund Financial Statements

Village of Hazel Crest, Illinois

Balance Sheet - Governmental Funds
April 30, 2012

	General Fund	Tax Incremental Financing District Palmer Lake Fund	Tax Incremental Financing District 183rd Street Fund	Tax Incremental Financing District Hazel Crest Proper	Nonmajor Governmental Funds	Total Governmental Funds
Assets						
Cash and equivalents	$ 1,863,842	$ 912,211	$ 1,681,091	$ 1,670,815	$ 2,520,445	$ 8,648,404
Receivables:						
Property taxes	3,125,793	-	-	-	150,914	3,276,707
Accounts	510,215	-	-	-	-	510,215
Intergovernmental	982,236	-	-	-	27,374	1,009,610
Due from other funds	-	-	-	-	39,480	39,480
Advance to other funds	200,365	-	-	-	-	200,365
Prepaids	506,687	375	-	-	-	507,062
Total assets	$ 7,189,138	$ 912,586	$ 1,681,091	$ 1,670,815	$ 2,738,213	$ 14,191,843
Liabilities						
Accounts payable	$ 401,392	$ -	$ -	$ -	$ 125,880	$ 527,272
Accrued expenditures	9,103	-	-	-	-	9,103
Deposits	70,000	-	-	-	-	70,000
Due to other funds	10,225	-	-	-	29,255	39,480
Deferred revenue	3,311,125	-	-	-	148,045	3,459,170
Total liabilities	3,801,845	-	-	-	303,180	4,105,025
Fund Balances						
Nonspendable	707,052	375	-	-	-	707,427
Restricted:						
Compost closure	20,000	-	-	-	-	20,000
Debt service	-	-	-	-	293,344	293,344
Capital projects	-	912,211	1,681,091	1,670,815	1,375,698	5,639,815
MFT projects	-	-	-	-	765,991	765,991
Unassigned	2,660,241	-	-	-	-	2,660,241
Total fund balances	3,387,293	912,586	1,681,091	1,670,815	2,435,033	10,086,818
Total liabilities and fund balances	$ 7,189,138	$ 912,586	$ 1,681,091	$ 1,670,815	$ 2,738,213	$ 14,191,843

See Notes to Financial Statements.

Village of Hazel Crest, Illinois

Reconciliation of the Balance Sheet - Governmental Funds
to the Statement of Net Assets
April 30, 2012

Total fund balances-governmental funds	$ 10,086,818
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 funds.	15,349,482
Discounts and costs related to issuance of bonds are reductions in the governmental funds in the year of issuance but are capitalized and amortized over the life of the bond issue on the Statement of Net Assets.	37,294
State income tax revenue is deferred in the fund financial statements because it is not available but is recognized as revenue in the government-wide financial statements.	177,170
Some liabilities reported in the Statement of Net Assets do not require the use of current financial resources and, therefore, are not reported as liabilities in governmental funds. These activities consist of:	
Compensated absences	(516,477)
General obligation debt certificates	(377,000)
General obligation bonds	(1,415,000)
Accrued interest	(28,500)
Notes payable	(579,961)
Other postemployment benefits	(2,801,590)
Pension obligation	(126,686)
Net assets of governmental activities	$ 19,805,550

See Notes to Financial Statements.

Village of Hazel Crest, Illinois

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
Year Ended April 30, 2012

	General Fund	Tax Incremental Financing District Palmer Lake Fund	Tax Incremental Financing District 183rd Street Fund	Tax Incremental Financing District Hazel Crest Proper	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:						
Property taxes	$ 5,716,271	$ 624,153	$ 149,199	$ 200,126	$ 515,672	$ 7,205,421
Other taxes	1,514,388	-	-	-	-	1,514,388
Intergovernmental	2,057,179	-	-	-	441,459	2,498,638
Fines, fees and permits	942,538	-	-	-	-	942,538
Licenses	251,558	-	-	-	-	251,558
Charges for services	1,089,393	-	-	-	-	1,089,393
Interest	9,988	-	-	-	-	9,988
Miscellaneous	536,394	-	-	-	70,987	607,381
Total revenues	12,117,709	624,153	149,199	200,126	1,028,118	14,119,305
Expenditures:						
Current:						
General services	3,784,832	10,000	10,000	10,000	224,628	4,039,460
Administrative office	279,764	-	-	-	-	279,764
Communications and community relations	96,045	-	-	-	-	96,045
Insurance	845,972	-	-	-	-	845,972
Public works	892,664	-	-	-	-	892,664
Police	3,608,182	-	-	-	-	3,608,182
Fire	1,770,528	-	-	-	-	1,770,528
Inspection	404,485	-	-	-	-	404,485
Debt service:						
Principal	-	-	-	15,769	234,669	250,438
Interest and fees	-	-	-	-	83,539	83,539
Capital outlay	235,775	-	-	-	49,764	285,539
Total expenditures	11,918,247	10,000	10,000	25,769	592,600	12,556,616
Net change in fund balance	199,462	614,153	139,199	174,357	435,518	1,562,689
Fund balances:						
May 1, 2011	3,187,831	298,433	1,541,892	1,496,458	1,999,515	8,524,129
April 30, 2012	$ 3,387,293	$ 912,586	$ 1,681,091	$ 1,670,815	$ 2,435,033	$ 10,086,818

See Notes to Financial Statements.

Village of Hazel Crest, Illinois

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities
Year Ended April 30, 2012

Net change in fund balances-total governmental funds	$ 1,562,689
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the lives of the assets.	
Capital outlay	109,728
Depreciation	(1,460,669)
Discounts on issuance of bonds are reductions in the governmental funds in the year of issuance but are capitalized and amortized over the life of the bond issue on the Statement of Net Assets.	(4,143)
State income tax revenues are deferred in the fund financial statements because they are not available but are recognized as revenue in the government-wide financial statements.	(44,835)
Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets.	250,438
Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. These activities consist of:	
Decrease in accrued interest	2,600
(Increase) in compensated absences	(6,978)
Decrease in pension obligation	13,022
(Increase) in other postemployment benefits	(825,948)
Decrease in tax incremental financing notes	66,904
Change in net assets of governmental activities	$ (337,192)

See Notes to Financial Statements.

Village of Hazel Crest, Illinois

Statement of Net Assets - Proprietary Funds
April 30, 2012

	Business-Type Activities		
	Waterworks and Sewerage Fund	Nonmajor Commuter Parking Lot	Total
Assets			
Current			
Cash and equivalents	$ 139	$ 116,578	$ 116,717
Accounts receivable	806,279	-	806,279
Total current assets	806,418	116,578	922,996
Noncurrent			
Capital assets (net of accumulated depreciation)			
Land	71,509	48,828	120,337
Land improvements	1,500	150,810	152,310
Buildings	124,162	-	124,162
Machinery and equipment	458,721	-	458,721
Distribution system	2,128,883	-	2,128,883
Total noncurrent assets	2,784,775	199,638	2,984,413
Total assets	$ 3,591,193	$ 316,216	$ 3,907,409

See Notes to Financial Statements.

Village of Hazel Crest, Illinois

Statement of Net Assets - Proprietary Funds (Continued)
April 30, 2012

	Business-Type Activities		
	Waterworks and Sewerage Fund	Nonmajor Commuter Parking Lot	Total
Liabilities			
Current			
Accounts payable	$ 162,674	$ 214	$ 162,888
Deposits	239,904	-	239,904
Deferred revenue	57,000	-	57,000
Compensated absences	15,330	-	15,330
Total current liabilities	474,908	214	475,122
Noncurrent			
Advances from other funds	200,365	-	200,365
Compensated absences	26,439	-	26,439
Total noncurrent liabilities	226,804	-	226,804
Total liabilities	701,712	214	701,926
Net Assets			
Invested in capital assets	2,784,775	199,638	2,984,413
Unrestricted	104,706	116,364	221,070
Total net assets	$ 2,889,481	$ 316,002	$ 3,205,483

See Notes to Financial Statements.

Village of Hazel Crest, Illinois

Statement of Revenues, Expenses and Changes in Net Assets - Proprietary Funds
Year Ended April 30, 2012

	Business-Type Activities		
	Waterworks and Sewerage Fund	Nonmajor Commuter Parking Lot	Total
Operating revenues:			
Charges for services	$ 2,867,757	$ 34,097	$ 2,901,854
Intergovernmental	57,000	-	57,000
Fines and fees	106,003	-	106,003
Other	45,536	-	45,536
Total operating revenues	3,076,296	34,097	3,110,393
Operating expenses:			
Operations	2,344,206	38,084	2,382,290
Depreciation	322,177	5,261	327,438
Total operating expenses	2,666,383	43,345	2,709,728
Operating income (loss)	409,913	(9,248)	400,665
Net assets:			
May 1, 2011	2,479,568	325,250	2,804,818
April 30, 2012	$ 2,889,481	$ 316,002	$ 3,205,483

See Notes to Financial Statements.

Village of Hazel Crest, Illinois

Statement of Cash Flows - Proprietary Funds
Year Ended April 30, 2012

	Business-Type Activities		
	Waterworks and Sewerage Fund	Nonmajor Commuter Parking Lot	Total
Cash flows from operating activities			
Cash received for services	$ 2,957,441	$ 34,097	$ 2,991,538
Payments to employees	(665,757)	-	(665,757)
Payments to suppliers	(1,664,287)	(38,188)	(1,702,475)
Net cash provided by (used in) operating activities	627,397	(4,091)	623,306
Cash flows from noncapital financing activities			
Decrease in due to other funds	(458,277)	-	(458,277)
Cash flows from capital financing activities			
Acquisition of capital assets	(169,100)	-	(169,100)
Net increase (decrease) in cash and equivalents	20	(4,091)	(4,071)
Cash and equivalents:			
May 1, 2011	119	120,669	120,788
April 30, 2012	$ 139	$ 116,578	$ 116,717

(Continued)

See Notes to Financial Statements.

Village of Hazel Crest, Illinois

Statement of Cash Flows – Proprietary Funds (Continued)
Year Ended April 30, 2012

	Business-Type Activities		
	Waterworks and Sewerage Fund	Nonmajor Commuter Parking Lot	Total
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities			
Operating income (loss)	$ 409,913	$ (9,248)	$ 400,665
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
Depreciation	322,177	5,261	327,438
Changes in assets and liabilities:			
Accounts receivable	(139,264)	-	(139,264)
Deposits	20,409	-	20,409
Accounts payable	11,047	(104)	10,943
Deferred revenue	-	-	-
Compensated absences	3,115	-	3,115
Total adjustments	217,484	5,157	222,641
Net cash provided by (used in) operating activities	$ 627,397	$ (4,091)	$ 623,306

See Notes to Financial Statements.

Village of Hazel Crest, Illinois

Combined Statement of Fiduciary Net Assets
Pension Trust Funds
April 30, 2012

Assets	
Cash and cash equivalents	$ 1,755,403
Investments	
Certificates of deposit	1,660,374
U.S. Treasury notes	7,378,295
U.S. Government agencies	1,359,046
Municipal bonds	545,156
Insurance contracts	1,445,493
Equity mutual funds	5,662,444
Prepaids	3,809
Interest receivable	24,463
Total assets	19,834,483
Liabilities, accounts payable	7,510
Net assets held in trust for pension benefits	$ 19,826,973

See Notes to Financial Statements.

Village of Hazel Crest, Illinois

Combined Statement of Changes in Fiduciary Net Assets
Pension Trust Funds
Year Ended April 30, 2012

Additions	
Contributions:	
Employer	$ 1,221,129
Plan members	300,553
Total contributions	1,521,682
Investment income:	
Net appreciation in fair value of investments	702,832
Dividends	57,117
Interest	216,331
Less investment expense	(32,276)
Net investment income	944,004
Total additions	2,465,686
Deductions	
Benefits	1,239,036
Administrative expenses	46,826
Total deductions	1,285,862
Net increase	1,179,824
Net assets held in trust for pension benefits:	
May 1, 2011	18,647,149
April 30, 2012	$ 19,826,973

See Notes to Financial Statements.

Note 1. Summary of Significant Accounting Policies

Nature of Activities

The Village of Hazel Crest, Illinois, is located in Cook County, Illinois and was first incorporated in 1912 under the provisions of the constitution and general statutes of the State of Illinois. The Village operates under a council-manager form of government and provides a full range of services including public safety, roads, planning, zoning, and general administrative services.

The accounting policies of the Village of Hazel Crest conform to accounting principles generally accepted in the United States of America as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant accounting policies:

Financial Reporting Entity

As defined by generally accepted accounting principles established by the Governmental Accounting Standards Board (GASB), the financial reporting entity consists of the primary government, as well as component units, which are legally separate organizations for which elected officials of the primary government are financially accountable. Financial accountability is defined as:

(1) Appointment of a voting majority of the component unit's board, and either (a) the ability to impose will by the primary government, or (b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government; or

(2) Fiscal dependency on the primary government.

Based upon the application criteria, no component units have been included within the reporting entity.

Government-Wide and Fund Financial Statements

Government-Wide Financial Statements: The government-wide Statement of Net Assets and Statement of Activities report the overall financial activity of the Village. Eliminations have been made to minimize the double counting of internal activities of the Village. The financial activities of the Village consist of governmental activities, which are primarily supported by taxes and intergovernmental revenues, and business-type activities, which rely to a significant extent on fees and charges for services.

The Statement of Net Assets presents the Village's non-fiduciary assets and liabilities with the difference reported in three categories:

Invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation and reduced by outstanding balances for bonds and other debt that are attributable to the acquisition, construction, or improvement of those assets.

Restricted net assets result when constraints placed on net asset use are either externally imposed by creditors, grantors, contributors, and the like, or imposed by law through constitutional provisions or enabling legislation.

Unrestricted net assets consist of net assets that do not meet the criteria of the two preceding categories.

When both restricted and unrestricted resources are available for use, it is the Village's policy to use restricted resources first to finance qualifying activities, then unrestricted resources as they are needed.

Note 1. Summary of Significant Accounting Policies (Continued)

Government-Wide and Fund Financial Statements (Continued)

The Statement of Activities demonstrates the degree to which the direct expenses of a given function (i.e., general services, public safety, etc.) are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs (including fines and fees), and (b) grants and contributions that are restricted to meeting the operational requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fiduciary funds are excluded from the government-wide financial statements.

Fund Financial Statements: Separate financial statements are provided for governmental funds, proprietary funds and fiduciary (agency) funds, even though the latter are excluded from the government-wide financial statements. The fund financial statements provide information about the Village's funds. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. The Village has the following major governmental funds - General Fund, Tax Incremental Financing District Palmer Lake Fund, Tax Incremental Financing District 183rd Street Fund, and Tax Incremental Financing District Hazel Crest Proper. All remaining governmental funds are aggregated and reported as nonmajor governmental funds. The Village has the following major proprietary fund – Waterworks and Sewerage Fund. The remaining proprietary fund is reported as a nonmajor proprietary fund.

The Village administers the following major governmental funds:

General Fund – This is the Village's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The services which are administered by the Village and accounted for in the general fund include general services, public works and public safety.

Tax Incremental Financing District Palmer Lake Fund – This fund is used to account for incremental property taxes of the tax incremental financing district in the Palmer Lake Development and the use of those funds.

Tax Incremental Financing District 183rd Street Fund – This fund is used to account for incremental property taxes of the tax incremental financing district in the 183rd Street Development and the use of those funds.

Tax Incremental Financing District Hazel Crest Proper Fund – This fund is used to account for incremental property taxes of the tax incremental financing district in the Hazel Crest Proper Development and the use of those funds.

The Village administers the following major proprietary fund:

Waterworks and Sewerage Fund – accounts for the provision of water and sewer services to the residents of the Village. All activities necessary to provide such services are accounted for in this fund, including but not limited to, administration, operations, maintenance, financing and related debt service and billing and collection.

Additionally, the Village administers fiduciary (pension trust) funds for assets held by the Village in a fiduciary capacity on behalf of certain public safety employees.

Note 1. Summary of Significant Accounting Policies (Continued)

Measurement Focus and Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flow takes place. Nonexchange transactions, in which the Village gives (or receives) value without directly receiving (or giving) equal value in exchange, include various taxes, state-shared revenues and various state, federal and local grants. On an accrual basis, revenues from taxes are recognized when the Village has a legal claim to the resources. Grants, entitlements, state-shared revenues and similar items are recognized in the fiscal year in which all eligibility requirements imposed by the provider have been met.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Village considers revenues to be available if they are collected within 90 days of the end of the current fiscal year (60 days for property taxes).

Significant revenue sources which are susceptible to accrual include property taxes, other taxes, grants, charges for services, and interest. All other revenue sources are considered to be measurable and available only when cash is received.

Expenditures generally are recorded when the liability is incurred, as under accrual accounting. However, compensated absences are recorded only when payment is due (upon employee retirement or termination). General capital asset acquisitions are reported as expenditures in governmental funds.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with the proprietary fund's principal ongoing operations.

Assets, Liabilities, and Net Assets or Equity

Cash and Cash Equivalents

The Village considers cash and cash equivalents to be all cash on hand, demand deposits, time deposits and all highly liquid investments with an original maturity of three months or less when purchased.

Investments

Investments are reported at fair value. Fair value is based on quoted market prices, except for insurance contracts which are carried at contract value, which approximates fair value.

Note 1. Summary of Significant Accounting Policies (Continued)

Assets, Liabilities, and Net Assets or Equity (Continued)

Interfund Receivables, Payables and Activity

The Village has the following types of transactions between funds:

Loans — amounts provided with a requirement for repayment. Interfund loans are reported as due from other funds in lender funds and due to other funds in borrower funds for short-term borrowings and advances to other funds in lender funds and advances from other funds in borrower funds for long-term borrowings. Amounts are reported as internal balances in the government-wide statement of net assets.

Reimbursements — repayments from the funds responsible for particular expenditures or expenses to the funds that initially paid for them. Reimbursements are reported as expenditures in the reimbursing fund and as a reduction of expenditures in the reimbursed fund.

Transfers — flows of assets (such as cash or goods) without equivalent flows of assets in return and without a requirement for repayment. In governmental funds, transfers are reported as other financing uses in the funds making transfers and as other financing sources in the funds receiving transfers. In proprietary funds, transfers in/out are reported as a separate category after non-operating revenues and expenses.

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

Capital Assets

Capital assets which include land and improvements, streets, sidewalks, buildings, storm sewers, sanitary sewers, water distribution system and machinery and equipment are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined as assets with an initial individual cost of more than $10,000, and an estimated useful life of greater than one year. Additions or improvements that significantly extend the useful life of an asset, or that significantly increase the capacity of an asset are capitalized. Expenditures for asset acquisitions and improvements are stated as capital outlay expenditures in the governmental funds.

These assets have been valued at historical cost or estimated historical cost if purchased or constructed. Donated assets are recorded at their estimated fair market value at the date of donation.

Interest incurred during the construction phase of capital assets is reflected in the capitalized value of the asset constructed, net of interest earned on the invested proceeds over the same period.

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

Note 1. Summary of Significant Accounting Policies (Continued)

Assets, Liabilities, and Net Assets or Equity (Continued)

Depreciation of capital assets is recorded in the Statement of Activities with accumulated depreciation reflected in the Statement of Net Assets and is provided on the straight-line basis over the following estimated useful lives:

	Estimated Useful Lives
Land improvements	15 - 30 years
Buildings	40 - 50 years
Machinery and equipment	10 - 20 years
Streets	30 years
Sidewalks	10 years
Storm Sewers	40 years
Manholes	40 years
Hydrants	40 years
Valves	40 years
Streetlights	30 years
Distribution system	40 - 60 years

Gains or losses from sales or retirements of capital assets are included in the operations on the Statement of Activities.

Unearned / Deferred Revenue

The Village defers revenue recognition in connection with resources that have been received, but not yet earned. Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period.

Compensated Absences

Vacation and sick leave are recorded in governmental funds when due (upon employee retirement or termination). Vested or accumulated vacation leave of proprietary funds is recorded as an expense and liability of those funds as the benefits accrue to employees. No liability is recorded for nonvesting accumulating rights to receive sick pay benefits. However an expenditure/expense is reported and a liability is recognized for that portion of accumulating sick leave benefits that is estimated will be taken as “terminal leave” at retirement.

Long-Term Obligations

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations, including compensated absences, are reported as liabilities in the applicable governmental or business-type activities and proprietary fund Statement of Net Assets.

Note 1. Summary of Significant Accounting Policies (Continued)

Assets, Liabilities, and Net Assets or Equity (Continued)

In the fund financial statements, governmental funds recognize bond issuance costs during the year the bonds are sold. 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 debt service expenditures.

Debt service funds are specifically established to account for and service the long-term obligations for the governmental funds debt. Long-term debt is recognized as a liability in a governmental fund when due, or when resources have been accumulated for payment early in the following year.

Fund Equity

Effective May 1, 2011, the Village adopted the provisions of Governmental Accounting Standards Board Statement No. 54 (GASB 54), *Fund Balance Reporting and Governmental Fund Type Definitions.* This statement established fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in the governmental funds. In addition, GASB 54 modified certain fund type definitions and provided guidance for classification of stabilization amounts on the face of the balance sheet.

Within governmental fund types, the Village's fund balances are reported in one of the following classifications:

> ***Nonspendable –*** includes amounts that cannot be spent because they are either: a) not in spendable form; or b) legally or contractually required to be maintained intact.
>
> ***Restricted –*** includes amounts that are restricted to specific purposes, that is, when constraints place on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.
>
> ***Committed –*** includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Village's highest level of decision-making authority. Committed amounts cannot be used for any other purpose unless the Village removes or changes the specified use by taking the same type of action it employed to previously commit those amounts. The Village's highest level of decision-making authority rests with the Village's Mayor and Board of Trustees. The Village passes formal resolutions to commit their fund balances. As of April 30, 2012, the Village had no committed fund balance.
>
> ***Assigned –*** includes amounts that are constrained by the Village's *intent* to be used for specific purposes, but that are neither restricted nor committed. Intent is expressed by: a) the Village's Mayor and Board of Trustees; or b) a body or official to which the Mayor and Board of Trustees has delegated the authority to assign amounts to be used for specific purposes. The Village's Mayor and Board of Trustees has not delegated authority to any other body or official to assign amounts for a specific purpose within the General Fund. Within the other governmental fund types (special revenue, debt service, and capital projects) resources are assigned in accordance with the established fund purpose and approved budget/appropriation. Residual fund balances in these fund types that are not restricted or committed are reported as assigned. As of April 30, 2012, the Village had no assigned fund balances.
>
> ***Unassigned –*** includes the residual fund balance that has not been restricted, committed, or assigned within the general fund and deficit fund balances of other governmental funds.

Note 1. Summary of Significant Accounting Policies (Continued)

Assets, Liabilities, and Net Assets or Equity (Continued)

In the General Fund, it is the Village's policy to consider restricted resources to have been spent first when an expenditure is incurred for with both restricted and unrestricted (i.e. committed, assigned, or unassigned) fund balances are available, followed by committed and then assigned fund balances. Unassigned amounts are used only after the other resources have been used.

In other governmental funds (special revenue, debt service and capital projects), it is the Village's policy to consider restricted resources to have been spent last. When an expenditure is incurred for purposes for which both restricted and unrestricted fund balances are available, the Village first utilizes any assigned amounts, followed by committed and then restricted amounts.

Accounting Estimates

The preparation of the 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 disclosures of contingent assets and liabilities at the date of the financial statements, and the reported amount of revenues and expenditures/expenses during the period. Actual results could differ from these estimates.

Note 2. Cash and Investments

Deposits

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of bank failure, the Village's deposits may not be returned to it. The Village does not have a policy for custodial credit risk. As of April 30, 2012, the carrying amount of the Village's deposits was $1,853,108 with bank balances totaling $2,325,340. All of the Village's deposits were insured or collateralized at April 30, 2012. The Village also had $1,505 of petty cash on hand at April 30, 2012.

The Village had $8,665,911 invested with the Illinois Funds at April 30, 2012. The State Treasurer maintains the Illinois Funds at cost (a 2a7 like pool) through daily adjustment in the interest earnings. The State Treasurer also maintains the average duration of the pool at less than 25 days. The fair value of the Village's investment in the funds is the same as the value of the pool shares. The pool is audited annually by an outside independent auditor and copies of the report are distributed to participants. The Village's investments in the Illinois Funds are not required to be categorized because these are not securities. The relationship between the Village and the investment agent is a direct contractual relationship and the investments are not supported by a transferable instrument that evidences ownership or creditorship.

Note 2. Cash and Investments (Continued)

Investments

As of April 30, 2012, the Village had the following investments and maturities:

		Investment Maturities (in Years)			
Investment Type	**Fair Value**	**Less Than 1**	**1-5**	**6-10**	**More Than 10**
U.S. Treasury notes	$ 7,378,295	$ -	$ 4,566,023	$ 2,812,272	$ -
U.S. Agencies - FHLB	194,383	-	194,383	-	-
U.S. Agencies - GNMA	1,164,663	98	16,490	63,114	1,084,961
Municipal bonds	545,156	-	-	144,792	400,364
Insurance contracts	1,445,493	-	1,445,493	-	-
Certificates of deposit	1,660,374	542,874	1,117,500	-	-
	$ 12,388,364	$ 542,972	$ 7,339,889	$ 3,020,178	$ 1,485,325

The Village also has equity mutual fund investments totaling $5,662,444, which is not included in the schedule above.

Interest Rate Risk. The Village's investment policy does not specifically identify limits on investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. State statutes authorize the Village to invest in obligations of the U.S. Treasury and U.S. agencies, obligations of states and their political subdivisions, repurchase agreements (under certain statutory restrictions), commercial paper rated within the three highest classifications by at least two standard rating services, the Illinois Funds and the Illinois Metropolitan Investment Fund. Pension funds may invest in investments as allowed by Illinois Compiled Statutes. As of April 30, 2012, the Village's investments in U.S. Government agencies, municipal bonds, and certificates of deposit were rated AAA by Standard & Poor's and Aaa by Moody's Investors Service. The Village's investments in the Illinois Funds were rated AAAm by Standard & Poor's. The money market mutual funds and insurance contracts were not rated. The Village's investment policy does not address credit risk.

Note 2. Cash and Investments (Continued)

Concentration of Credit Risk. Concentration of credit risk is the Village's risk when more than 5 percent of the Village's investments are with a single issuer. The Village's investment policy requires diversified investments to eliminate the risk of loss resulting in over concentration in a specific issuer or class of securities. The diversification can be by type of investment, number of institutions invested in, and length of maturity. More than 5 percent of the Village's investments are in U.S. Agencies-GNMA, Insurance Contracts, Money Market Mutual Funds, and Certificates of Deposit. These investments are 6.4%, 8.0%, 31.9%, and 9.1% respectively, of the Village's total investments.

Custodial Credit Risk Investments. For an investment, this is the risk that in the event of failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. The U.S. Treasury Notes, U.S. agency securities, insurance contracts, municipal bonds, and certificates of deposit are held by the Village's agent in the Village's name. The Illinois Funds Investment Pool and Money Market Mutual Funds are not subject to custodial credit risk. The Village's investment policy does not address custodial credit risk for investments.

The previously discussed deposits of $1,854,613, Illinois Funds of $8,665,911, and investments of $18,050,808 total $28,571,332, and are reported in the financial statements as follows:

Governmental and business-type activities,	
Cash and cash equivalents	$ 8,765,121
Fiduciary Funds:	
Cash and cash equivalents	1,755,403
Investments:	
Certificates of deposit	1,660,374
U.S. Treasury notes	7,378,295
U.S. Government agencies	1,359,046
Municipal bonds	545,156
Insurance contracts	1,445,493
Equity mutual funds	5,662,444
Total	$ 28,571,332

Note 3. Property Taxes

The Village annually establishes a legal right to the property tax assessments upon the enactment of a tax levy ordinance by the Village Board. These tax assessments are levied in December and attach as an enforceable lien on the previous January 1. Tax bills are prepared by the County and issued on or about February 1 and July 1, and are payable in two installments which become due on or about March 1 and August 1. The County collects such taxes and periodically remits them to the Village.

A reduction for collection losses (3%) based on historical collection experience has been provided to reduce the taxes receivable to the estimated amount to be collected. That portion of the property taxes receivable which is not expected to be collected within sixty (60) days after the year-end is not considered available to pay current liabilities and is, therefore, shown as deferred revenue.

The Village considers that the first half of the 2011 levy is to be used to finance operations in fiscal 2012. The Village has determined that the second half of the 2011 levy is to be used to finance operations in 2013 and has deferred the corresponding revenue.

Note 4. Capital Assets

Governmental Activities

A summary of the changes in capital assets for governmental activities of the Village is as follows:

	Balance May 1, 2011	Additions	Retirements	Balance April 30, 2012
Governmental activities:				
Capital assets not being depreciated:				
Land	$ 860,013	$ -	$ -	$ 860,013
Right of way	1,760,980	-	-	1,760,980
Easements/open land	173,982	-	-	173,982
	2,794,975	-	-	2,794,975
Capital assets being depreciated:				
Land improvements	237,748	-	-	237,748
Buildings	2,658,408	-	-	2,658,408
Machinery and equipment	5,189,670	109,728	-	5,299,398
Streets	107,920,640	-	-	107,920,640
Sidewalks	5,179,861	-	-	5,179,861
Storm sewers	3,683,721	-	-	3,683,721
Manholes	189,109	-	-	189,109
Hydrants	290,146	-	-	290,146
Valves	42,497	-	-	42,497
Streetlights	409,393	-	-	409,393
	125,801,193	109,728	-	125,910,921
Less accumulated depreciation for:				
Land improvements	199,337	4,774	-	204,111
Buildings	1,746,740	55,827	-	1,802,567
Machinery and equipment	3,824,078	267,868	-	4,091,946
Streets	97,480,773	1,043,806	-	98,524,579
Sidewalks	4,825,876	50,784	-	4,876,660
Storm sewers	3,111,558	27,831	-	3,139,389
Manholes	159,244	1,469	-	160,713
Hydrants	135,496	4,597	-	140,093
Valves	38,820	182	-	39,002
Streetlights	373,823	3,531	-	377,354
	111,895,745	1,460,669	-	113,356,414
Capital assets being depreciated, net:				
Land improvements	38,411	(4,774)	-	33,637
Buildings	911,668	(55,827)	-	855,841
Machinery and equipment	1,365,592	(158,140)	-	1,207,452
Streets	10,439,867	(1,043,806)	-	9,396,061
Sidewalks	353,985	(50,784)	-	303,201
Storm sewers	572,163	(27,831)	-	544,332
Manholes	29,865	(1,469)	-	28,396
Hydrants	154,650	(4,597)	-	150,053
Valves	3,677	(182)	-	3,495
Streetlights	35,570	(3,531)	-	32,039
Total capital assets being depreciated, net	13,905,448	(1,350,941)	-	12,554,507
Governmental activities capital assets, net	$ 16,700,423	$ (1,350,941)	$ -	$ 15,349,482

Note 4. Capital Assets (Continued)

Business-Type Activities

A summary of changes in capital assets for business-type activities of the Village is as follows:

	Balance May 1, 2011	Additions	Retirements	Balance April 30, 2012
Business-type activities				
Capital assets not being depreciated,				
Land	$ 120,337	$ -	$ -	$ 120,337
Capital assets being depreciated:				
Land improvements	308,042	-	-	308,042
Buildings	472,520	-	-	472,520
Machinery and equipment	1,851,005	121,720	-	1,972,725
Distribution system	10,818,425	47,380	-	10,865,805
	13,449,992	169,100	-	13,619,092
Less accumulated depreciation for:				
Land improvements	148,221	7,511	-	155,732
Buildings	335,766	12,593	-	348,359
Machinery and equipment	1,447,206	66,797	-	1,514,003
Distribution system	8,496,385	240,537	-	8,736,922
	10,427,578	327,438	-	10,755,016
Capital assets being depreciated, net:				
Land improvements	159,821	(7,511)	-	152,310
Buildings	136,754	(12,593)	-	124,161
Machinery and equipment	403,799	54,923	-	458,722
Distribution system	2,322,040	(193,157)	-	2,128,883
Total capital assets being depreciated, net	3,022,414	(158,338)	-	2,864,076
Business-type activities capital assets, net	$ 3,142,751	$ (158,338)	$ -	$ 2,984,413

Note 4. Capital Assets (Continued)

Depreciation Charged to Functions / Activities

Depreciation was charged to functions/activities as follows:

Governmental activities:	
General services	$ 41,366
Public works	1,362,543
Public safety	56,760
Total depreciation expense - governmental activities	$ 1,460,669
Business-type activities:	
Waterworks and sewerage	$ 322,177
Commuter parking lot	5,261
Total depreciation expense - business-type activities	$ 327,438

Note 5. Long-Term Obligations

Governmental Activities

The following is a summary of long-term obligation activity for the Village associated with governmental activities for the year ended April 30, 2012:

	Outstanding Obligations as of May 1, 2011	Additions	Reductions	Outstanding Obligations as of April 30, 2012	Due within one year
General obligation bonds	$ 1,540,000	$ -	$ 125,000	$ 1,415,000	$ 135,000
General obligation debt certificates	427,000	-	50,000	377,000	50,000
Tax incremental revenue notes	66,904	-	66,904	-	-
Notes payable	655,399	-	75,438	579,961	77,746
Compensated absences	509,499	267,433	260,454	516,477	296,228
Net pension obligation	139,708	52,672	65,694	126,686	-
Other postemployment benefits	1,975,642	995,242	169,294	2,801,590	-
	$ 5,314,152	$ 1,315,347	$ 812,784	$ 5,816,714	$ 558,974

Compensated absences, net pension obligation, and other postemployment benefits are typically liquidated by the General Fund.

Note 5. Long-Term Obligations (Continued)

Business-Type Activities

The following is a summary of long-term obligation activity for the Village associated with business-type activities for the year ended April 30, 2012:

	Outstanding Obligations as of May 1, 2011	Additions	Reductions	Outstanding Obligations as of April 30, 2012	Due within one year
Compensated absences	$ 38,654	$ 23,052	$ 19,937	$ 41,769	$ 15,330

Outstanding obligations for both governmental and business-type activities as of April 30, 2012 consist of the following:

General obligation bonds:	
General obligation bonds, Series 2006 dated December 1, 2006. Principal is due in semi-annual installments on June 1 and December 1 in varying amounts through 2021. Interest in due in semi-annual installments on June 1 and December 1 at rates from 3.7% to 3.85%.	$ 1,415,000
General obligation debt certificates:	
General obligation debt certificates, Series 2005 dated April 26, 2005. Principal due in annual installments of $50,000 through 2019 and $27,000 in 2020. Interest is variable.	377,000
Notes payable:	
Note payable due in annual installments on December 31 in the amount of $15,769 through 2017. The note is interest free.	94,619
Notes payable due in semi-annual installments on June 30 and December 31 in varying amounts through 2013 with a final balloon payment in 2014. Interest is 3.83%.	485,342
Compensated absences, governmental activities	516,477
Compensated absences, business-type activities	41,769
Net pension obligation	126,686
Other postemployment benefits	2,801,590
Total outstanding obligations	$ 5,858,483

Note 5. Long-Term Obligations (Continued)

The future debt service requirements to amortize the outstanding debt that has stated principal and interest maturities are as follows:

	Governmental Activities					
	General Obligation Bonds		Debt Certificates		Notes Payable	
Fiscal Year	Principal	Interest	Principal	Interest	Principal	Interest
2013	$ 135,000	$ 53,225	$ 50,000	$ 14,326	$ 77,745	$ 17,993
2014	140,000	48,230	50,000	12,426	439,135	17,080
2015	145,000	43,050	50,000	10,526	15,769	-
2016	150,000	37,685	50,000	8,626	15,769	-
2017	155,000	32,135	50,000	6,726	15,769	-
2018	160,000	26,400	50,000	4,826	15,774	-
2019	170,000	20,320	50,000	2,926	-	-
2020	175,000	13,860	27,000	1,026	-	-
2021	185,000	7,123	-	-	-	-
	$ 1,415,000	$ 282,028	$ 377,000	$ 61,408	$ 579,961	$ 35,073

Interest on the variable-rate general obligation bonds is paid at the Bank of New York corporate rate and is reset weekly. The interest rate was .50% percent at April 30, 2012.

Note 6. Pension and Retirement Plan Commitments

Substantially all Village employees are covered under one of the following employee retirement plans.

Illinois Municipal Retirement Fund

Plan Description. The Village'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 Village 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.

Information related to the employer's contributions and three-year trend information is on a fiscal year basis. The actuarial information and schedule of funding progress are on a calendar year basis as that is the year used by IMRF.

Funding Policy. As set by statute, the Village's regular plan members are required to contribute 4.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rate for calendar years 2012 and 2011 were 15.88 and 10.12 percent, respectively, of annual covered payroll. The Village 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.

Note 6. Pension and Retirement Plan Commitments (Continued)

The Village's annual pension cost and net pension obligation to the plan for fiscal year 2012 were as follows:

Annual required contribution	$ 309,062
Interest on net pension obligation	5,551
Adjustment to annual requirement contribution	(3,968)
Annual pension cost	310,645
Contributions made	257,973
Increase in net pension obligation	52,672
Net pension obligation, beginning of year	74,014
Net pension obligation, end of year	$ 126,686

Trend Information

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed
04/30/12	$ 310,645	83 %
04/30/11	272,350	74
04/30/10	230,861	100

The required contribution for 2011 was determined as part of the December 31, 2009, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2009, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00 percent a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4 percent to 10 percent per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3 percent annually. The actuarial value of the Village'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 percent corridor between the actuarial and market value of assets. The Village's regular plan's unfunded actuarial accrued liability at December 31, 2009 is being amortized as a level percentage of projected payroll on a open 30 year basis.

Funded Status and Funding Progress. As of December 31, 2011, the most recent actuarial valuation date, the regular plan was 34.59 percent funded. The actuarial accrued liability for benefits was $6,970,175 and the actuarial value of assets was $2,410,665, resulting in an unfunded actuarial accrued liability (UAAL) of $4,559,510. The covered payroll for calendar year 2011 (annual payroll of active employees covered by the plan) was $1,995,565 and the ratio of the UAAL to the covered payroll was 228 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 6. Pension and Retirement Plan Commitments (Continued)

Sheriff's Law Enforcement Personnel

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

Funding Policy. As set by statute, the Village's regular plan members are required to contribute 7.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rate for calendar years 2012 and 2011 was 13.46 and12.54 percent, respectively, of annual covered payroll. The Village also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost. For fiscal year 2012, the Village's annual pension cost of $12,754 for the Regular plan was equal to the Village's required and actual contributions.

Trend Information

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed
04/30/12	$ 12,754	100 %
04/30/11	12,531	100
04/30/10	-	100

The required contribution for 2011 was determined as part of the December 31, 2009, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2009, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00 percent a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4 percent to 10 percent per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3 percent annually. The actuarial value of the Village's SLEP 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 percent corridor between the actuarial and market value of assets. The Village's SLEP plan's overfunded actuarial accrued liability at December 31, 2009 is being amortized as a level percentage of projected payroll on a open 30 year basis.

Funded Status and Funding Progress. As of December 31, 2011, the most recent actuarial valuation date, the SLEP's plan was 149.77 percent funded. The actuarial accrued liability for benefits was $49,427 and the actuarial value of assets was $74,029, resulting in an overfunded actuarial accrued liability (UAAL) of $24,602. The covered payroll for calendar year 2011 (annual payroll of active employees covered by the plan) was $101,708. Because the plan is overfunded, there is no ratio of the UAAL to the covered payroll.

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 6. Pension and Retirement Plan Commitments (Continued)

Police Pension Plan

Police-sworn personnel are covered by the Police Pension Plan which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes and may be amended only by the Illinois Legislature. The plan provides retirement benefits as well as death and disability benefits. The plan does not issue a separate stand-alone financial report.

Covered employees are currently required to contribute 9.91 percent of their base salary to the Police Pension Plan. The member rate is determined by state statute. The Village is required to contribute at an actuarially determined rate. The employer rate for fiscal year ended April 30, 2011 was 40.71 percent of covered payroll. The employer contribution is funded by property taxes. Administrative costs are funded by investment earnings. Contributions and benefits are recognized when due and payable. Refunds are recognized as paid.

The most recent actuarial valuation date was April 30, 2011.

The Village's annual pension cost and net pension obligation/asset to the Plan for the year ended April 30, 2012, were as follows:

Annual required contribution	$ 690,177
Interest on net pension obligation	2,386
Adjustment to annual requirement contribution	110,469
Annual pension cost	803,032
Contributions made	803,032
Decrease in net pension obligation	-
Net pension obligation, beginning of year	-
Net pension obligation, end of year	$ -

The annual required contribution for the year ended April 30, 2012, was determined as part of the April 30, 2011, actuarial valuation report using the entry age normal cost method. The actuarial assumptions included (a) 7.0 percent investment rate of return, (b) projected salary increases of 5.0 percent, (c) 3.0 percent per year cost of living adjustments. Both (a) and (b) included an inflation component of 3.0 percent. The actuarial value of Police Pension assets was determined using the current market value of the assets. The Police Pension Plan's unfunded actuarial liability is being amortized as a level percentage of payroll on a closed basis. The remaining amortization period at April 30, 2011, was 30 years.

Trend Information

Fiscal Year Ended	Annual Pension Cost (APC)	Annual Contributions Made	Percentage of APC Contributed	Net Pension Obligation
04/30/12	$ 803,032	$ 803,032	100.0 %	$ -
04/30/11	726,121	726,121	100.0	-
04/30/10	577,767	651,237	112.7	-

Note 6. Pension and Retirement Plan Commitments (Continued)

The funded status of the Police Pension Plan as of April 30, 2011, the most recent actuarial valuation, is as follows:

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
4/30/2011	$ 12,770,631	$ 20,560,099	$ 7,789,468	62.1 %	$ 1,783,824	436.7 %

The schedules of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, present multi-year trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the actuarial accrued liability.

Membership in the plan consisted of the following as of April 30, 2011:

Retirees and beneficiaries receiving benefits	20
Terminated plan members entitled to but not yet receiving benefits	1
Active vested plan members	12
Active nonvested plan members	15
	48

Firefighters' Pension Plan

Fire-sworn personnel are covered by the Firefighters' Pension Plan which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits as well as the employee and employer contributions levels are governed by Illinois Compiled Statutes and may be amended only by the Illinois legislature. The plan provides retirement benefits as well as death and disability benefits. The plan does not issue a separate stand-alone report.

Covered employees are required to contribute 9.455 percent of their salary to the Firefighters' Pension Plan. The Village is required to contribute at an actuarially determined rate. The employer rate for fiscal year ended April 30, 2011, was 18.60 percent of covered payroll. The employer contribution is funded by property taxes. Administrative costs are funded by investment earnings. Contributions and benefits are recognized when due and payable. Refunds are recognized as paid.

The most recent actuarial valuation date was April 30, 2012.

Note 6. Pension and Retirement Plan Commitments (Continued)

The Village's annual pension cost and net pension obligation to the Plan for the year ended April 30, 2012, were as follows:

Annual required contribution	$ 119,601
Interest on net pension obligation	8,459
Adjustment to annual requirement contribution	224,343
Annual pension cost	352,403
Contributions made	418,097
Decrease in net pension obligation	(65,694)
Net pension obligation, beginning of year	65,694
Net pension obligation, end of year	$ -

The annual required contribution for the year ended April 30, 2012, was determined as part of the April 30, 2012, actuarial valuation report using the entry age normal cost method. The actuarial assumptions included (a) 7.5 percent investment rate of return, (b) projected salary increases of 5.5 percent, and (c) 3.0 percent per year cost of living adjustments. Both (a) and (b) included an inflation component of 3.0 percent. The actuarial value of Firefighters' Pension assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. The Firefighters' Pension Plan's unfunded actuarial liability is being amortized as a level percentage of payroll on a closed basis. The remaining amortization period at April 30, 2012, was 30 years.

Trend Information

Fiscal Year Ended	Annual Pension Cost (APC)	Annual Contributions Made	Percentage of APC Contributed	Net Pension Obligation
04/30/12	$ 352,403	$ 418,097	118.6 %	$ -
04/30/11	263,250	418,097	158.8	137,802
04/30/10	239,740	274,745	114.6	172,807

The funded status of the Firefighters' Pension Plan as of April 30, 2012, the most recent actuarial valuation, is as follows:

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
4/30/2012	$ 6,309,779	$ 6,839,821	$ 530,042	92.3 %	$ 1,189,974	44.5 %

The schedules of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, present multi-year trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the actuarial accrued liability.

Note 6. Pension and Retirement Plan Commitments (Continued)

Membership in the plan consisted of the following as of April 30, 2011:

Retirees and beneficiaries receiving benefits	5
Terminated plan members entitled to but not yet receiving benefits	2
Active vested plan members	4
Active nonvested plan members	13
	24

Combining Statement of Fiduciary Net Assets
Pension Trust Funds
April 30, 2012

	Police Pension	Firefighters' Pension	Total
Assets			
Cash and cash equivalents	$ 1,413,524	$ 341,879	$ 1,755,403
Investments:			
Certificates of deposit	100,000	1,560,374	1,660,374
U.S. Treasury notes	7,378,295	-	7,378,295
U.S. Government agencies	11,726	1,347,320	1,359,046
Municipal bonds	-	545,156	545,156
Insurance contracts	1,445,493	-	1,445,493
Equity mutual funds	3,252,205	2,410,239	5,662,444
Prepaids	-	3,809	3,809
Interest receivable	-	24,463	24,463
Total assets	13,601,243	6,233,240	19,834,483
Liabilities, accounts payable	5,672	1,838	7,510
Net assets held in trust for pension benefits	$ 13,595,571	$ 6,231,402	$ 19,826,973

Note 6. Pension and Retirement Plan Commitments (Continued)

Combining Statement of Changes in Fiduciary Net Assets
Pension Trust Funds
Year Ended April 30, 2012

	Police Pension	Firefighters' Pension	Total
Additions			
Contributions:			
Employer	$ 803,032	$ 418,097	$ 1,221,129
Plan members	180,097	120,456	300,553
Total contributions	983,129	538,553	1,521,682
Investment income:			
Net appreciation in fair value of investments	723,361	(20,529)	702,832
Dividends	57,117	-	57,117
Interest	81,142	135,189	216,331
Less investment expense	(17,363)	(14,913)	(32,276)
Net investment income	844,257	99,747	944,004
Total additions	1,827,386	638,300	2,465,686
Deductions			
Benefits	986,575	252,461	1,239,036
Administrative expenses	15,872	30,954	46,826
Total deductions	1,002,447	283,415	1,285,862
Net increase	824,939	354,885	1,179,824
Net assets held in trust for pension benefits:			
May 1, 2011	12,770,632	5,876,517	18,647,149
April 30, 2012	$ 13,595,571	$ 6,231,402	$ 19,826,973

Note 7. Risk Management

The Village is exposed to various risks of loss related to torts; theft of, damage to, and destruction to assets; errors and omissions; injuries to employees; and natural disasters. The Village is a member of the Intergovernmental Risk Management Agency (IRMA) which is a public entity risk pool. The Village pays annual premiums to IRMA for its workers' compensation, general liability and property coverage. The Cooperative agreement provides that IRMA will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of $399,000 per occurrence for workers' compensation and $999,000 per occurrence for general liability and property.

One representative from each member serves on the IRMA board, and each board member has one vote on the board. None of its members have any direct equity interest in IRMA.

The Village purchases commercial insurance to cover its employees for health claims.

The Village has not had significant reductions in insurance coverage from the previous year nor did settlements exceed insurance coverage in any of the last three years.

Note 8. Deferred Compensation Plan

The Village offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all Village employees, permits them to defer a portion of their salary until future years. The Plan allows eligible employees to defer a portion of their compensation up to $13,000. Such accruals accumulate on a tax-deferred basis until the employee withdraws the funds. There were no contributions to the plan by the Village for the year ended April 30, 2012.

Note 9. Other Fund Disclosures (FFS Level Only)

(a) Due To/From Other Funds

Individual fund interfund receivable and payable balances as of April 30, 2012, are as follows:

Fund	Due From Other Funds
General Fund	
Nonmajor Governmental Fund, Limited Tax Bonds	$ 15,894
Nonmajor Governmental Fund, 2005 Capital Projects	7,378
Nonmajor Governmental Fund, Fire Equipment Note	5,983
	$ 29,255
Nonmajor Governmental Fund, Community Development Block Grant	
General Fund	$ 39,480

Fund	Due To Other Funds
Nonmajor Governmental Fund, Limited Tax Bonds	
General Fund	$ 15,894
Nonmajor Governmental Fund, 2005 Capital Projects	
General Fund	$ 7,378
Nonmajor Governmental Fund, Fire Equipment Note	
General Fund	$ 5,983
General Fund	
Nonmajor Governmental Fund, Community Development Block Grant	$ 39,480

Interfund due to/from other funds reflect operating loans which are expected to be repaid in the following fiscal year.

(b) Advances To/From Other Funds

Fund	Advances From Other Funds
General Fund	
Waterworks and Sewerage Fund	$ 200,365

Fund	Advances To Other Funds
Waterworks and Sewerage Fund	
General Fund	$ 200,365

Advances to/from other funds reflect operating loans which are not expected to be repaid in the following fiscal year.

Note 9. Other Fund Disclosures (FFS Level Only) (Continued)

(c) Excess of Expenditure Over Budget

The following funds overexpended their budgets by the following amounts during the year ended April 30, 2012 as follows:

Fund	Budget	Actual
General	$ 11,407,275	$ 11,918,247
Limited Tax Bond	182,850	183,224
Commuter Parking Lot	41,900	43,345

Note 10. Postemployment Healthcare Plan

Plan Description. The Village provides postretirement healthcare benefits to all employees with a minimum of 20 years of service who retire from the Village that were in the plan prior to retiring. This is a single-employer plan. The Retiree Health Plan does not issue a publicly available financial report.

Funding Policy. The required contribution is based on projected pay-as-you-go financing requirements. Retirees receive coverage under the Village's health plan with an employer contribution rate of 92.5 percent of the premiums for the coverage elected by the employee and 25 percent of the premiums for coverage elected by dependents. For fiscal year 2012, the Village contributed $169,294 to the plan.

Annual OPEB Cost and Net OPEB Obligation. The Village's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the *annual required contribution of the employer* (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years. The Village's net OPEB obligation at April 30, 2012 is included as a liability on the Statement of Net Assets as "other postemployment benefits." The following table shows the components of the Village's annual OPEB cost for the year ended April 30, 2012, the amount actually contributed to the plan, and changes in the Village's net OPEB obligation to the plan:

Annual required contribution	$ 1,011,081
Interest on net OPEB obligation	51,845
Adjustment to annual required contribution	(67,684)
Annual OPEB cost (expense)	995,242
Contributions made	169,294
Increase in net OPEB obligation	825,948
Net OPEB obligation, beginning of year	1,975,642
Net OPEB obligation, end of year	$ 2,801,590

Note 10. Postemployment Healthcare Plan (Continued)

The Village's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2012 and the two preceding years were as follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
04/30/12	$ 995,242	17.0 %	$ 2,801,590
04/30/11	995,242	17.3	1,975,642
04/30/10	727,595	23.1	1,152,116

Funded Status and Funding Progress. As of April 30, 2011, the most recent actuarial valuation date, the plan was not funded. The actuarial accrued liability for benefits was $9,566,603, and the actuarial value of assets was $0, resulting in an unfunded actuarial liability (UAAL) of $9,566,603. The covered payroll (annual payroll of active employees covered by the plan) was $6,381,866 and the ratio of the UAAL to the covered payroll was 149.9 percent.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about the future employment, mortality, and the healthcare cost trend. Amounts determined reporting the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to 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 liabilities for benefits.

Actuarial Methods and Assumptions. In the April 30, 2011 actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions included a 4.5 percent investment rate of return (net of administrative expenses), which is the expected long-term investment returns on the employer's own investments calculated based on the funded level of the plan at the valuation date and an annual healthcare cost trend rate of 10 percent initially, reduced by decrements to an ultimate rate of 5 percent. The actuarial value of assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period. The UAAL is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at April 30, 2011 was 30 years.

Note 11. New Governmental Accounting Standards

GASB Statement No. 61, *The Financial Reporting Entity: Omnibus—an amendment of GASB Statements No. 14 and No. 34,* will be effective for the Village beginning with its year ending April 30, 2014. The objective of this Statement is to improve financial reporting for a governmental financial reporting entity. The requirements of Statement No. 14, *The Financial Reporting Entity*, and the related financial reporting requirements of Statement No. 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments,* were amended to better meet user needs and to address reporting entity issues that have arisen since the issuance of those Statements.

GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, will be effective for the Village beginning with its year ending April 30, 2013. The objective of this Statement is to incorporate into the GASB's authoritative literature certain accounting and financial reporting guidance that is included in the following pronouncements issued on or before November 30, 1989, which does not conflict with or contradict GASB pronouncements:

1. Financial Accounting Standards Board (FASB) Statements and Interpretations
2. Accounting Principles Board Opinions
3. Accounting Research Bulletins of the American Institute of Certified Public Accountants' (AICPA) Committee on Accounting Practices

GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position,* will be effective for the Village with its year ended April 30, 2013. The objective of the statement is to improve financial reporting by standardizing the presentation of deferred outflows of resources and deferred inflows of resources and their effect on government's net position. It alleviates uncertainty about reporting those financial statement elements by providing guidance where none previously existed.

GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, will be effective for the Village beginning with its year ending April 30, 2014. This Statement establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities. This Statement also provides other financial reporting guidance related to the impact of the financial statement elements deferred outflows of resources and deferred inflows of resources, such as changes in the determination of the major fund calculations and limiting the use of the term deferred in financial statement presentations.

Note 11. New Governmental Accounting Standards (Continued)

GASB Statement No. 66, *Technical Corrections – 2012 – an amendment of GASB Statements No. 10 and No. 62*, will be effective for the Village beginning with its year ending April 30, 2014. The objective of this Statement is to improve accounting and financial reporting for a governmental financial reporting entity by resolving conflicting guidance that resulted from the issuance of two pronouncements, Statements No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, and No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. This Statement amends Statement No. 10, *Accounting and Financial Reporting for Risk Financing and Related Insurance Issue*s, by removing the provision that limits fund-based reporting of an entity's risk financing activities to the general fund and the internal service fund type. This Statement also amends Statement 62 by modifying the specific guidance on accounting for (1) operating lease payments that vary from a straight-line basis, (2) the difference between the initial investment (purchase price) and the principal amount of a purchased loan or group of loans, and (3) servicing fees related to mortgage loans that are sold when the stated service fee rate differs significantly from a current (normal) servicing fee rate.

GASB Statement No. 67, *Financial Reporting for Pension Plans,* will be effective for the Village beginning with its year ended April 30, 2015. This statement builds upon the existing framework for financial reports of defined benefit pension plans, which includes a statement of fiduciary net position (the amount held in a trust for paying retirement benefits) and a statement of changes in fiduciary net position. This statement enhances note disclosures and RSI for both defined benefit and defined contribution pension plans and requires the presentation of new information about annual money-weighted rates of return in the notes to the financial statements and in 10-year RSI schedules.

GASB Statement No. 68, Accounting and Financial Reporting for Pensions, will be effective for the Village beginning with its year ended April 30, 2016. This statement requires governments providing defined benefit pensions to recognize their long-term obligation for pension benefits as a liability for the first time, and to more comprehensively and comparably measure the annual costs of pension benefits. This statement also enhances accountability and transparency through revised and new note disclosures and required supplementary information (RSI).

Management has not yet completed its evaluation of the impact, if any, of the provisions of these statements on its financial statements.

Required Supplementary Information

Village of Hazel Crest, Illinois

Required Supplementary Information
Schedule of Funding Progress - Illinois Municipal Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	Underfunded AAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/2011	$ 2,410,665	$ 6,970,175	$ 4,559,510	34.59 %	$ 1,995,565	228.48 %
12/31/2010	3,111,573	7,213,630	4,102,057	43.13	2,268,797	180.80
12/31/2009	7,393,630	9,858,170	2,464,540	75.00	2,564,900	96.09

On a market value basis, the actuarial value of assets as of December 31, 2011 is $2,050,630. On a market basis, the funded ratio would be 29.42 percent.

Schedule of Funding Progress – Sheriff's Law Enforcement Personnel

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Overfunded AAL (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	Overfunded AAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/2011	$ 74,029	$ 49,427	$ (24,602)	149.77 %	$ 101,708	- %
12/31/2010	53,971	24,537	(29,434)	219.96	100,093	-
12/31/2009	-	-	-	-	-	-

On a market value basis, the actuarial value of assets as of December 31, 2011 is $71,900. On a market basis, the funded ratio would be 145.47 percent.

Village of Hazel Crest, Illinois

Required Supplementary Information
Police Pension Fund

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	Underfunded AAL as a Percentage of Covered Payroll [(b-a)/c]
4/30/2011	$ 12,770,631	$ 20,560,099	$ 7,789,468	62.1 %	$ 1,783,824	436.7 %
4/30/2010	11,902,693	20,013,788	8,111,095	59.5	1,732,405	468.2
4/30/2009	11,086,258	18,815,504	7,729,246	58.9	1,676,956	460.9

Schedule of Employer Contributions

Actuarial Valuation Date	Annual Required Contribution	Percentage Contributed
4/30/2011	$ 690,177	116.4 %
4/30/2010	610,555	118.9
4/30/2009	565,393	115.2
4/30/2008	564,962	101.2
4/30/2007	461,857	103.3
4/30/2006	353,143	124.2

Village of Hazel Crest, Illinois

Required Supplementary Information
Firefighters' Pension Fund

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	(Overfunded) Unfunded AAL (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	(Overfunded) Underfunded AAL as a Percentage of Covered Payroll [(b-a)/c]
4/30/2012	$ 6,309,779	$ 6,839,821	$ 530,042	92.3 %	$ 1,189,974	44.5 %
4/30/2010	5,191,747	6,727,510	1,535,763	77.2	1,173,806	130.8
4/30/2009	4,341,352	6,172,319	1,830,967	70.3	1,164,144	157.3

Schedule of Employer Contributions

Actuarial Valuation Date	Annual Required Contribution	Percentage Contributed
4/30/2012	$ 119,601	349.6 %
4/30/2010	252,915	132.6
4/30/2009	239,740	114.6
4/30/2008	280,664	71.3
4/30/2007	220,970	87.7
4/30/2006	178,105	48.4

Village of Hazel Crest, Illinois

Required Supplementary Information
Postemployment Healthcare Plan

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
4/30/2012	N/A	N/A	N/A	N/A	N/A	N/A
4/30/2011	$ -	$ 9,566,603	$ 9,566,603	$ -	$ 6,381,866	149.9 %
4/30/2010	N/A	N/A	N/A	N/A	N/A	N/A

Schedule of Employer Contributions

Actuarial Valuation Date	Annual Required Contribution	Percentage Contributed
4/30/2012	$ 995,242	17.0 %
4/30/2011	1,011,081	16.7
4/30/2010	727,595	23.1

N/A - The Village did not have actuarial valuations performed in this year

Village of Hazel Crest, Illinois

Required Supplementary Information
Schedule of General Fund Revenues
Budget and Actual
Year Ended April 30, 2012

	Original and Final Budget	Actual	Over (Under) Budget
Property taxes	$ 5,068,915	$ 5,716,271	$ 647,356
Other taxes:			
Utility	1,140,000	1,082,261	(57,739)
Home rule fuel tax	71,000	64,265	(6,735)
Home rule sales tax	298,000	365,882	67,882
Amusement	650	1,980	1,330
Total other taxes	1,509,650	1,514,388	4,738
Intergovernmental:			
Replacement	30,500	31,689	1,189
Sales	479,000	532,565	53,565
Income tax	1,477,000	1,361,093	(115,907)
E-Com revenue	-	131,832	131,832
Total intergovernmental	1,986,500	2,057,179	70,679
Fines, fees and permits:			
Illinois red speed	23,000	3,499	(19,501)
Finance charges	150	20	(130)
Plan reviews	16,000	11,442	(4,558)
Franchise fees	50,000	59,782	9,782
Building permits	73,000	93,948	20,948
Circuit court fines	77,000	104,391	27,391
Ambulance fees	312,000	388,668	76,668
Inspections	162,391	103,422	(58,969)
Cable television franchise fees	112,500	127,463	14,963
Contractor registration	47,500	47,050	(450)
Alarm violations	4,000	2,853	(1,147)
Total fines, fees and permits	877,541	942,538	64,997

(continued)

Village of Hazel Crest, Illinois

Required Supplementary Information
Schedule of General Fund Revenues
Budget and Actual (Continued)
Year Ended April 30, 2012

	Original and Final Budget	Actual	Over (Under) Budget
Licenses:			
Raffle licenses	$ 25	$ 25	$ -
Liquor	5,150	4,870	(280)
Vehicles	188,865	184,524	(4,341)
Vehicle licenses penalties	16,000	16,995	995
Business	44,500	44,669	169
Pet	615	475	(140)
Total licenses	255,155	251,558	(3,597)
Charges for services:			
Refuse removal fees	892,000	940,205	48,205
Refuse removal penalties	37,000	38,484	1,484
Motor fuel tax equipment rental	95,000	95,004	4
Billboard rental	44,000	13,600	(30,400)
Crime free class fee	5,125	2,100	(3,025)
Total service charges	1,073,125	1,089,393	16,268
TIF rebate	160,000	-	(160,000)
Interest	21,000	9,988	(11,012)
Miscellaneous:			
Employee health insurance contributions	95,000	84,388	(10,612)
IRMA refund	13,000	23,694	10,694
Bad debt recovery	50,000	43,554	(6,446)
Municipal center leases	119,500	123,621	4,121
State highway maintenance	34,000	30,455	(3,545)
Sidewalk/tree replacement	500	422	(78)
Miscellaneous	145,700	230,260	84,560
Total miscellaneous	457,700	536,394	78,694
Total revenues	$ 11,409,586	$ 12,117,709	$ 708,123

Village of Hazel Crest, Illinois

Required Supplementary Information
Schedule of General Fund Expenditures
Budget and Actual
Year Ended April 30, 2012

	Original and Final Budget	Actual	Over (Under) Budget
General Government:			
General services:			
Personnel:			
Salaries	$ 293,929	$ 323,554	$ 29,625
FICA	22,486	27,726	5,240
IMRF	29,169	44,081	14,912
Employee insurance	23,777	46,720	22,943
Retiree insurance	174,035	169,294	(4,741)
Total personnel	543,396	611,375	67,979
Maintenance:			
Maintenance building/grounds	7,000	13,285	6,285
Maintenance equipment	15,000	22,401	7,401
Total maintenance	22,000	35,686	13,686
Contractual services:			
FSA expense	2,300	912	(1,388)
Cleaning services	7,800	7,841	41
Economic development incentives	17,800	-	(17,800)
Payroll fees	8,500	7,841	(659)
Telephone	78,000	64,513	(13,487)
Utilities	3,100	5,387	2,287
Refuse removal	780,000	817,166	37,166
Police pension contributions	728,654	803,032	74,378
Fire pension contributions	333,898	418,097	84,199
Travel	325	302	(23)
Legal	70,000	137,981	67,981
Accounting	50,000	1,050	(48,950)
Consultants	72,000	262,066	190,066
Training and conferences	500	-	(500)
Dues and subscriptions	9,500	10,011	511
Tuition reimbursement	1,000	1,000	-
E-Com	339,060	450,046	110,986
Contingency	467,635	-	(467,635)
Total contractual services	2,970,072	2,987,245	17,173
Commodities:			
Office supplies	16,500	10,520	(5,980)
Boards and commissions	6,000	4,683	(1,317)
Recruitment/testing	10,000	1,912	(8,088)
Bad debts	35,000	103,385	68,385
Bank service charges	500	-	(500)
Sundry	1,000	1,134	134
Village events	7,250	22,438	15,188
Trustee expenses	-	80	80
Miscellaneous expense	-	6,374	6,374
Total commodities	76,250	150,526	74,276
Total general services	3,611,718	3,784,832	173,114

(continued)

Village of Hazel Crest, Illinois

Required Supplementary Information
Schedule of General Fund Expenditures
Budget and Actual (Continued)
Year Ended April 30, 2012

	Original and Final Budget	Actual	Over (Under) Budget
General government: (continued)			
Administrative office:			
Personnel:			
Salaries	$ 170,492	$ 192,273	$ 21,781
FICA	13,127	14,033	906
IMRF	13,726	15,855	2,129
Employee insurance	11,700	16,060	4,360
Total personnel	209,045	238,221	29,176
Maintenance:			
Maintenance equipment	16,000	18,111	2,111
Contractual services:			
Postage	12,000	13,389	1,389
Printing	5,000	6,108	1,108
Total contractual services	17,000	19,497	2,497
Commodities:			
Office supplies	4,000	3,935	(65)
Total administrative office	246,045	279,764	33,719
Communications and Community Relations:			
Personnel:			
Salaries	21,000	23,081	2,081
FICA	1,607	1,765	158
Total personnel	22,607	24,846	2,239
Contractual services:			
Consultants	92,400	58,285	(34,115)
Villager	13,450	10,387	(3,063)
Pace bus	1,200	1,375	175
Total contractual services	107,050	70,047	(37,003)
Commodities:			
Office supplies	1,000	210	(790)
Utilities	800	799	(1)
Sundry	1,000	143	(857)
Total commodities	2,800	1,152	(1,648)
Total communications and community relations	132,457	96,045	(36,412)

(continued)

Village of Hazel Crest, Illinois

Required Supplementary Information
Schedule of General Fund Expenditures
Budget and Actual (Continued)
Year Ended April 30, 2012

	Original and Final Budget	Actual	Over (Under) Budget
Insurance:			
Personnel:			
State unemployment insurance	$ 20,000	$ 740	$ (19,260)
Workers' compensation	322,388	401,193	78,805
Total personnel	342,388	401,933	59,545
Contractual services:			
Insurance	342,388	433,600	91,212
Training and conferences	-	75	75
Total contractual services	342,388	433,675	91,287
Commodities:			
Risk management	-	3,651	3,651
Loss fund	-	5,223	5,223
Uniforms	-	1,490	1,490
Total commodities	-	10,364	10,364
Total insurance	684,776	845,972	161,196
Total general government	4,674,996	5,006,613	331,617

(continued)

Village of Hazel Crest, Illinois

Required Supplementary Information
Schedule of General Fund Expenditures
Budget and Actual (Continued)
Year Ended April 30, 2012

	Original and Final Budget	Actual	Over (Under) Budget
Public works:			
Personnel:			
Salaries	$ 495,622	$ 466,943	$ (28,679)
FICA	38,718	34,003	(4,715)
IMRF	51,220	70,773	19,553
Employee insurance	67,416	62,909	(4,507)
Total personnel	652,976	634,628	(18,348)
Maintenance:			
Maintenance building/grounds	3,500	3,637	137
Maintenance/equipment	126,500	106,709	(19,791)
Maintenance/other	13,000	15,345	2,345
Trees	2,000	1,975	(25)
Streets	5,000	6,557	1,557
Total maintenance	150,000	134,223	(15,777)
Contractual services:			
Garbage disposal	2,500	2,029	(471)
Communications	750	90	(660)
Utilities	45,000	59,477	14,477
Traffic Signals	12,500	-	(12,500)
Rental	3,500	2,827	(673)
Travel	50	-	(50)
Printing	500	237	(263)
Consultants	10,000	8,502	(1,498)
Training and conferences	500	25	(475)
Dues and subscriptions	500	584	84
Total contractual services	75,800	73,771	(2,029)
Commodities:			
Office supplies	2,000	2,067	67
Other supplies	1,600	76	(1,524)
Uniforms	5,000	4,696	(304)
Gas and oil	52,000	43,155	(8,845)
Sundry	250	48	(202)
Total commodities	60,850	50,042	(10,808)
Total public works	939,626	892,664	(46,962)

(continued)

Village of Hazel Crest, Illinois

Required Supplementary Information
Schedule of General Fund Expenditures
Budget and Actual (Continued)
Year Ended April 30, 2012

	Original and Final Budget	Actual	Over (Under) Budget
Public safety:			
Police:			
Personnel:			
Salaries	$ 2,393,969	$ 2,736,077	$ 342,108
FICA	205,324	206,919	1,595
IMRF	35,335	42,608	7,273
Employee insurance	380,235	350,705	(29,530)
Total personnel	3,014,863	3,336,309	321,446
Maintenance:			
Maintenance equipment	52,470	49,775	(2,695)
Contractual services:			
Communications	10,220	5,934	(4,286)
Cleaning services	8,000	7,841	(159)
Printing	4,000	1,522	(2,478)
Consultants	11,275	16,583	5,308
Adjudication hearing officer	3,600	3,600	-
Training and conferences	24,000	21,209	(2,791)
Dues and subscriptions	6,000	6,901	901
Total contractual services	67,095	63,590	(3,505)
Commodities:			
Office supplies	3,500	3,493	(7)
Other supplies	15,000	7,782	(7,218)
Uniforms	27,075	28,674	1,599
Canine supplies	2,200	1,752	(448)
Prisoner needs	2,500	2,050	(450)
Gas and oil	95,000	109,375	14,375
Animal control	3,300	2,888	(412)
Sundry	3,000	2,494	(506)
Total commodities	151,575	158,508	6,933
Total police	3,286,003	3,608,182	322,179

(continued)

Village of Hazel Crest, Illinois

Required Supplementary Information
Schedule of General Fund Expenditures
Budget and Actual (Continued)
Year Ended April 30, 2012

	Original and Final Budget	Actual	Over (Under) Budget
Public Safety: (continued)			
Fire:			
Personnel:			
Salaries	$ 1,365,465	$ 1,342,954	$ (22,511)
FICA	106,371	102,605	(3,766)
IMRF	4,397	5,216	819
Employee insurance	211,214	189,988	(21,226)
Total personnel	1,687,447	1,640,763	(46,684)
Maintenance:			
Maintenance buildings/grounds	8,500	5,115	(3,385)
Maintenance equipment	31,600	34,342	2,742
Total maintenance	40,100	39,457	(643)
Contractual services:			
Communications	18,780	11,321	(7,459)
Rental	2,952	7,748	4,796
Postage	1,200	14	(1,186)
Printing	2,700	531	(2,169)
Fire prevention	3,300	320	(2,980)
Consultants	28,500	18,927	(9,573)
Training and conferences	24,000	4,365	(19,635)
Dues and subscriptions	9,500	10,524	1,024
Total contractual services	90,932	53,750	(37,182)
Commodities:			
Office supplies	2,500	1,698	(802)
Other supplies	17,190	4,358	(12,832)
Uniforms	16,500	14,772	(1,728)
Gas and oil	11,000	15,374	4,374
Sundry	500	356	(144)
Total commodities	47,690	36,558	(11,132)
Total fire	1,866,169	1,770,528	(95,641)
Inspection:			
Personnel:			
Salaries	282,328	252,306	(30,022)
FICA	20,810	17,526	(3,284)
IMRF	26,525	28,722	2,197
Employee insurance	28,250	24,094	(4,156)
Total personnel	357,913	322,648	(35,265)
Maintenance:			
Grass cutting	12,500	15,957	3,457
Maintenance equipment	5,000	16,306	11,306
Total maintenance	17,500	32,263	14,763
Contractual services:			
Rental	7,618	-	(7,618)
Consultants	50,000	45,440	(4,560)
Printing	4,000	2,725	(1,275)
Dues and subscriptions	700	564	(136)
Total contractual services	62,318	48,729	(13,589)
Commodities:			
Office supplies	900	845	(55)
Uniforms	750	-	(750)
Total commodities	1,650	845	(805)
Total inspection	439,381	404,485	(34,896)
Total fire	2,305,550	2,175,013	(130,537)

(continued)

Village of Hazel Crest, Illinois

Required Supplementary Information
Schedule of General Fund Expenditures
Budget and Actual (Continued)
Year Ended April 30, 2012

	Original and Final Budget	Actual	Over (Under) Budget
Public Safety: (continued)			
Civil Defense:			
Maintenance:			
Maintenance equipment	$ 2,000	$ -	$ (2,000)
Contractual services:			
Communications	500	-	(500)
Dues and subscriptions	500	-	(500)
	1,000	-	(1,000)
Total civil defense	3,000	-	(3,000)
Total public safety	5,594,553	5,783,195	188,642
Capital Outlay:			
General government	30,800	80,102	49,302
Public works	70,800	74,744	3,944
Public safety	96,500	80,929	(15,571)
Total capital outlay	198,100	235,775	37,675
Total expenditures	$ 11,407,275	$ 11,918,247	$ 510,972

Note 1. Budgetary Basis of Accounting

Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America. The original budget was not amended during the current year.

The Village follows these procedures in establishing the budgetary data reflected in the financial statements:

a) Village Manager submits to the Village Board of Trustees a proposed operating budget ordinance, which serves as a budget, for the fiscal year commencing the following May 1. The operating budget ordinance includes proposed expenditures and the means of financing them.

b) Public hearings are conducted by the Village to obtain taxpayer comments.

c) Subsequently, the budget is legally enacted through passage of an ordinance.

d) Formal budgetary integration is employed as a management control device during the year for the general, special revenue, debt service and capital projects funds.

e) Budgets for the general, special revenue, debt service and the capital projects funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America.

f) Budgetary authority lapses at year-end.

g) State law requires that "expenditures be made in conformity with appropriation/budget." As under the Budget Act, transfers between line items and departments may be made by administrative action.

h) Budgeted amounts are as originally adopted.

i) The Village adopts an annual appropriated budget for 7 of its funds. No budgets were prepared for any TIF Funds, the Community Development Block Grant Fund or the Capital Projects Fund.

Supplementary Information

Governmental Funds – Combining Statements

Village of Hazel Crest, Illinois

Nonmajor Governmental Funds
Combining Balance Sheet
April 30, 2012

	Special Revenue (MFT)	Debt Service	Capital Projects	Total Nonmajor Governmental Funds
Assets				
Cash and equivalents	$ 825,017	$ 319,730	$ 1,375,698	$ 2,520,445
Receivables:				
Property taxes	-	150,914	-	150,914
Intergovernmental	27,374	-	-	27,374
Due to/from other funds	-	-	39,480	39,480
Total assets	$ 852,391	$ 470,644	$ 1,415,178	$ 2,738,213
Liabilities and Fund Balances				
Liabilities				
Accounts payable	$ 86,400	$ -	$ 39,480	$ 125,880
Due to other funds	-	29,255	-	29,255
Deferred revenue	-	148,045	-	148,045
Total liabilities	86,400	177,300	39,480	303,180
Fund Balances				
Restricted:				
Debt service	-	293,344	-	293,344
Capital projects	-	-	1,375,698	1,375,698
MFT projects	765,991	-	-	765,991
Total fund balances	765,991	293,344	1,375,698	2,435,033
Total liabilities and fund balances	$ 852,391	$ 470,644	$ 1,415,178	$ 2,738,213

Village of Hazel Crest, Illinois

Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Year Ended April 30, 2012

	Special Revenue (MFT)	Debt Service	Capital Projects	Total Nonmajor Governmental Funds
Revenues				
Property taxes	$ -	$ 482,485	$ 33,187	$ 515,672
Intergovernmental	441,459	-	-	441,459
Miscellaneous	70,987	-	-	70,987
Total revenues	512,446	482,485	33,187	1,028,118
Expenditures				
Current,				
General services	214,628	-	10,000	224,628
Debt service:				
Principal	-	234,669	-	234,669
Interest and fees	-	83,539	-	83,539
Capital outlay	49,764	-	-	49,764
Total expenditures	264,392	318,208	10,000	592,600
Change in fund balances	248,054	164,277	23,187	435,518
Fund balances:				
May 1, 2011	517,937	129,067	1,352,511	1,999,515
April 30, 2012	$ 765,991	$ 293,344	$ 1,375,698	$ 2,435,033

Village of Hazel Crest, Illinois

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Nonmajor Special Revenue Funds - All Funds for Which Budgets Have Been Adopted
Year Ended April 30, 2012

	MFT	
	Budget	Actual
Revenues:		
Intergovernmental	$ 380,000	$ 441,459
Miscellaneous	8,000	70,987
Total revenues	388,000	512,446
Expenditures:		
Current:		
General government	362,000	214,628
Capital outlay	-	49,764
Total expenditures	362,000	264,392
Change in fund balance	$ 26,000	248,054
Fund balances:		
May 1, 2011		517,937
April 30, 2012		$ 765,991

Village of Hazel Crest, Illinois

Combining Balance Sheet
Nonmajor Debt Service Funds
April 30, 2012

	Limited Tax Bonds	Fire Equipment Notes	2005 Capital Projects	Total
Assets				
Cash	$ 20,114	$ 53,967	$ 245,649	$ 319,730
Property taxes receivable	77,451	33,802	39,661	150,914
Total assets	$ 97,565	$ 87,769	$ 285,310	$ 470,644
Liabilities and Fund Balances				
Liabilities				
Due to general fund	$ 15,894	$ 5,983	$ 7,378	$ 29,255
Deferred revenue	75,945	33,175	38,925	148,045
Total liabilities	91,839	39,158	46,303	177,300
Fund Balances				
Restricted for debt service	5,726	48,611	239,007	293,344
Total fund balances	5,726	48,611	239,007	293,344
Total liabilities and fund balances	$ 97,565	$ 87,769	$ 285,310	$ 470,644

Village of Hazel Crest, Illinois

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Debt Service Funds
Year Ended April 30, 2012

	Limited Tax Bonds	Fire Equipment Notes	2005 Capital Projects	Total
Revenues:				
Property taxes	$ 250,162	$ 105,100	$ 127,223	$ 482,485
Total revenues	250,162	105,100	127,223	482,485
Expenditures, debt service:				
Principal	125,000	59,390	50,279	234,669
Interest and fees	58,224	20,580	4,735	83,539
Total expenditures	183,224	79,970	55,014	318,208
Change in fund balances	66,938	25,130	72,209	164,277
Fund balances (deficits):				
May 1, 2011	(61,212)	23,481	166,798	129,067
April 30, 2012	$ 5,726	$ 48,611	$ 239,007	$ 293,344

Village of Hazel Crest, Illinois

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances -
Budget and Actual
Nonmajor Debt Service Funds
Year Ended April 30, 2012

	Limited Tax Bonds		Fire Equipment Notes		2005 Capital Projects		Total	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
Revenues:								
Property taxes	$ 198,016	$ 250,162	$ 79,970	$ 105,100	$ 102,123	$ 127,223	$ 380,109	$ 482,485
Expenditures, debt service:								
Principal	125,000	125,000	59,669	59,390	50,000	50,279	234,669	234,669
Interest and fees	57,850	58,224	20,301	20,580	21,890	4,735	100,041	83,539
Total expenditures	182,850	183,224	79,970	79,970	71,890	55,014	334,710	318,208
Change in fund balances	$ 15,166	66,938	$ -	25,130	$ 30,233	72,209	$ 45,399	164,277
Fund balances (deficits):								
May 1, 2011		(61,212)		23,481		166,798		129,067
April 30, 2012		$ 5,726		$ 48,611		$ 239,007		$ 293,344

Village of Hazel Crest, Illinois

Combining Balance Sheet
Nonmajor Capital Projects Funds
April 30, 2012

	Capital Projects	Community Development Block Grant	Tax Incremental Financing District 167th Street	Tax Incremental Financing District Cherry Creek	Total
Assets					
Cash and cash equivalents	$ 368,235	$ -	$ 718,703	$ 288,760	$ 1,375,698
Due to/from other funds	-	39,480	-	-	39,480
Total Assets	$ 368,235	$ 39,480	$ 718,703	$ 288,760	$ 1,415,178
Liabilities and Fund Balances					
Liabilities					
Accounts payable	$ -	$ 39,480	$ -	$ -	$ 39,480
Fund Balances, restricted for capital projects	368,235	-	718,703	288,760	1,375,698
Total liabilities and fund balances	$ 368,235	$ 39,480	$ 718,703	$ 288,760	$ 1,415,178

Village of Hazel Crest, Illinois

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
Year Ended April 30, 2012

	Capital Projects	Community Development Block Grant	Tax Incremental Financing District 167th Street	Tax Incremental Financing District Cherry Creek	Total
Revenues:					
Property taxes	$ -	$ -	$ 32,063	$ 1,124	$ 33,187
Expenditures:					
Current,					
General services	-	-	10,000	-	10,000
Change in fund balances	-	-	22,063	1,124	23,187
Fund balances:					
May 1, 2011	368,235	-	696,640	287,636	1,352,511
April 30, 2012	$ 368,235	$ -	$ 718,703	$ 288,760	$ 1,375,698

Major Proprietary Fund

Village of Hazel Crest, Illinois

Statement of Revenues, Expenses and Changes in Net Assets - Budget and Actual
Waterworks and Sewerage Fund
Year Ended April 30, 2012

	Original and Final Budget	Actual
Operating revenues:		
Charges for services	$ 3,048,711	$ 2,867,757
Intergovernmental	-	57,000
Fines and fees	112,000	106,003
Other	3,500	45,536
Total operating revenues	3,164,211	3,076,296
Operating expenses:		
Operations	2,771,905	2,344,206
Depreciation	440,000	322,177
Total operating expenses	3,211,905	2,666,383
Operating income (loss)	$ (47,694)	409,913
Net assets:		
May 1, 2011		2,479,568
April 30, 2012		$ 2,889,481

Village of Hazel Crest, Illinois

Schedule of Expenses - Budget and Actual
Waterworks and Sewerage Fund
Year Ended April 30, 2012

	Original and Final Budget	Actual
Operating expenses:		
Personnel:		
Salaries	$ 453,360	$ 488,816
FICA	60,000	41,232
IMRF	39,272	51,515
Employee insurance	140,679	87,329
Total personnel	693,311	668,892
Maintenance:		
Maintenance building/grounds	37,500	23,010
Maintenance equipment	82,330	26,645
Maintenance utility system	144,000	94,093
Total maintenance	263,830	143,748
Contractual services:		
Communications	400	163
Telephone	3,000	3,432
Water purchases	1,388,385	1,307,275
Utilities	62,000	64,780
Rental	2,000	958
Travel	250	-
Postage	9,000	6,943
Printing	2,000	458
Legal	5,500	2,832
Consultants	25,000	24,218
Training and conferences	1,500	689
Dues and subscriptions	500	372
Total contractual services	1,499,535	1,412,120
Commodities:		
Office supplies	2,500	2,052
Other supplies	4,821	2,381
Uniforms	6,300	4,361
Gas and oil	50,500	43,155
Bad debts	7,000	4,267
Sundry	1,000	105
Total commodities	72,121	56,321

(continued)

Village of Hazel Crest, Illinois

Schedule of Expenses - Budget and Actual
Waterworks and Sewerage Fund (Continued)
Year Ended April 30, 2012

	Original and Final Budget	Actual
Operating expenses: (continued)		
Capital outlay:		
Improvements	$ 38,398	$ 12,034
Equipment	160,110	10,795
Meters	44,600	40,296
Total capital outlay	243,108	63,125
Total operations	2,771,905	2,344,206
Depreciation	440,000	322,177
Total operating expenses	$ 3,211,905	$ 2,666,383

Village of Hazel Crest, Illinois

Schedule of Expenses - Budget and Actual
Commuter Parking Lot Fund
Year Ended April 30, 2012

	Original and Final Budget	Actual
Operating expenses:		
Utilities	$ 1,400	$ 3,080
Service charge	35,000	35,004
Total operations	36,400	38,084
Depreciation	5,500	5,261
Total operating expenses	$ 41,900	$ 43,345

Village of Hazel Crest, Illinois

Schedule of Debt Service Requirements
April 30, 2012

	Year Ending April 30,	Principal	Interest	Total
Series 2005				
Dated: April 26, 2005	2013	$ 50,000	$ 14,326	$ 64,326
Payable at: American National Bank	2014	50,000	12,426	62,426
Interest payable monthly at the bank's current	2015	50,000	10,526	60,526
variable rate, 0.50% at April 30, 2012	2016	50,000	8,626	58,626
	2017	50,000	6,726	56,726
	2018	50,000	4,826	54,826
	2019	50,000	2,926	52,926
	2020	27,000	1,026	28,026
		$ 377,000	$ 61,408	$ 438,408
Series 2006				
Dated: December 1, 2006	2013	$ 135,000	$ 53,225	$ 188,225
Authorized issue - $2,105,000	2014	140,000	48,230	188,230
Payable at: Bank of New York	2015	145,000	43,050	188,050
Interest payable semi-annually at rates	2016	150,000	37,685	187,685
ranging from 3.7 to 3.85%	2017	155,000	32,135	187,135
	2018	160,000	26,400	186,400
	2019	170,000	20,320	190,320
	2020	175,000	13,860	188,860
	2021	185,000	7,123	192,123
		$ 1,415,000	$ 282,028	$ 1,697,028
Note Payable				
Dated: January 16, 2009				
Authorized issue - $658,599	2013	$ 61,977	$ 17,993	$ 79,970
Payable at: First Midwest Bank	2014	423,365	17,080	440,445
Principal and interest payable semi-annually				
interest rate of 3.83%		$ 485,342	$ 35,073	$ 520,415
Note Payable				
Dated: December 29, 2009	2013	$ 15,769	$ -	$ 15,769
Authorized issue - $127,159	2014	15,769	-	15,769
Payable to: Village of East Hazel Crest	2015	15,769	-	15,769
Principal payable annually	2016	15,769	-	15,769
interest free note	2017	15,769	-	15,769
	2018	15,774	-	15,774
		$ 94,619	$ -	$ 94,619

Statistical Section

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

Contents | Page

Financial Trends **80-85**

These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time.

Revenue Capacity **86-93**

These schedules contain information to help the reader assess the factors affecting the Village's ability to generate its property and sales taxes.

Debt Capacity **94-97**

These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the Village's ability to issue additional debt in the future.

Demographic and Economic Information **98-100**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place and to help make comparisons over time and with other governments.

Operating Information **101-102**

These schedules contain information about the Village's operations and resources to help the reader understand how the Village's financial information relates to the services the Village provides and the activities it performs.

Sources:

Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The Village implemented Statement 34 in 2004; schedules that present government-wide information include information beginning in that year.

Village of Hazel Crest, Illinois

Net Assets by Component
Last Nine Fiscal Years

	Fiscal Year								
	2004	2005	2006	2007	2008	2009	2010	2011	2012
Governmental Activities									
Invested in Capital Assets Net of Related Debt	$ 24,794,299	$ 23,447,641	$ 21,850,030	$ 16,750,186	$ 15,914,004	$ 15,492,939	$ 14,899,778	$ 14,011,120	$ 12,977,521
Restricted	-	3,370,345	-	755,837	634,466	732,856	520,617	537,937	6,719,150
Unrestricted	4,978,709	4,265,665	5,682,785	9,327,739	8,775,659	7,508,602	7,584,708	5,593,685	108,879
Total Governmental Activities	$ 29,773,008	$ 31,083,651	$ 27,532,815	$ 26,833,762	$ 25,324,129	$ 23,734,397	$ 23,005,103	$ 20,142,742	$ 19,805,550
Business-type Activities									
Invested in Capital Assets Net of Related Debt	$ 5,564,530	$ 5,207,915	$ 4,812,536	$ 4,496,830	$ 4,091,062	$ 3,750,564	$ 3,408,764	$ 3,142,751	$ 2,984,413
Unrestricted	(374,425)	(650,978)	(742,436)	(764,252)	(769,741)	(807,805)	(654,993)	(337,933)	221,070
Total Business-type Activities	$ 5,190,105	$ 4,556,937	$ 4,070,100	$ 3,732,578	$ 3,321,321	$ 2,942,759	$ 2,753,771	$ 2,804,818	$ 3,205,483
Total									
Invested in Capital Assets Net of Related Debt	$ 30,358,829	$ 28,655,556	$ 26,662,566	$ 21,247,016	$ 20,005,066	$ 19,243,503	$ 18,308,542	$ 17,153,871	$ 15,961,934
Restricted	-	3,370,345	-	755,837	634,466	732,856	520,617	537,937	6,719,150
Unrestricted	4,604,284	3,614,687	4,940,349	8,563,487	8,005,918	6,700,797	6,929,715	5,255,752	329,949
Total Primary Government	$ 34,963,113	$ 35,640,588	$ 31,602,915	$ 30,566,340	$ 28,645,450	$ 26,677,156	$ 25,758,874	$ 22,947,560	$ 23,011,033

Data Source

Audited Financial Statements

Village of Hazel Crest, Illinois

Change in Net Assets
Last Nine Fiscal Years

	Fiscal Year								
	2004	2005	2006	2007	2008	2009	2010	2011	2012
Expenses									
Governmental Activities									
General Government	$ 3,249,204	$ 2,808,297	$ 3,143,886	$ 5,660,422	$ 7,083,940	$ 6,411,941	$ 6,762,100	$ 7,378,579	$ 5,998,536
Public Safety	4,705,363	5,268,721	5,080,102	5,230,464	5,544,852	6,694,508	6,030,645	7,250,107	5,766,476
Public Works	1,406,264	2,340,877	2,338,699	2,333,101	2,440,638	2,578,377	2,600,659	1,326,554	2,592,617
Interest	110,784	55,906	153,460	358,355	288,937	92,565	138,541	94,724	80,939
Total Governmental Activities Expenses	9,471,615	10,473,801	10,716,147	13,582,342	15,358,367	15,777,391	15,531,945	16,049,964	14,438,568
Business-type Activities									
Waterworks and Sewerage	2,778,417	2,888,214	3,268,363	2,475,858	2,714,028	2,798,922	2,886,506	2,845,464	2,666,383
Commuter Parking Lot	38,851	40,640	38,231	7,778	11,287	75,877	46,241	45,238	43,345
Total Business-type Activities Expenses	2,817,268	2,928,854	3,306,594	2,483,636	2,725,315	2,874,799	2,932,747	2,890,702	2,709,728
Total Primary Government Expenses	$ 12,288,883	$ 13,402,655	$ 14,022,741	$ 16,065,978	$ 18,083,682	$ 18,652,190	$ 18,464,692	$ 18,940,666	$ 17,148,296
Program Revenues									
Governmental Activities									
Charges for Services									
General Government	$ 1,102,818	$ 523,511	$ 1,204,390	$ 1,792,161	$ 1,922,076	$ 1,940,709	$ 1,981,729	$ 1,768,310	$ 1,868,466
Public Safety	222,053	456,980	339,670	265,472	395,549	366,130	346,632	426,253	499,411
Public Works	188,224	266,195	14,873	89,728	11,364	-	42,629	34,525	30,877
Operating Grants and Contributions	552,487	-	688,915	710,921	771,094	234,864	648,961	488,569	490,318
Capital Grants and Contributions	-	-	-	57,080	-	-	-	280,156	26,223
Total Governmental Activities Program Revenues	2,065,582	1,246,686	2,247,848	2,915,362	3,100,083	2,541,703	3,019,951	2,997,813	2,915,295
Business-type Activities									
Charges for Services									
Waterworks and Sewerage	2,342,992	2,255,059	2,778,528	2,103,009	2,268,814	2,412,475	2,710,196	2,826,714	3,019,296
Commuter Parking Lot	37,308	39,304	36,286	38,456	37,142	32,756	33,563	35,035	34,097
Operating Grants and Contributions	-	-	-	-	-	50,000	-	80,000	57,000
Total Business-type Activities Program Revenues	2,380,300	2,294,363	2,814,814	2,141,465	2,305,956	2,495,231	2,743,759	2,941,749	3,110,393
Total Primary Government Program Revenues	$ 4,445,882	$ 3,541,049	$ 5,062,662	$ 5,056,827	$ 5,406,039	$ 5,036,934	$ 5,763,710	$ 5,939,562	$ 6,025,688
Net (Expense) Revenue									
Governmental Activities	$ (7,406,033)	$ (9,227,115)	$ (8,468,299)	$ (10,666,980)	$ (12,258,284)	$ (13,235,688)	$ (12,511,994)	$ (13,052,151)	$ (11,523,273)
Business-type Activities	(436,968)	(634,491)	(491,780)	(342,171)	(419,359)	(379,568)	(188,988)	51,047	400,665
Total Primary Government Net (Expense) Revenue	$ (7,843,001)	$ (9,861,606)	$ (8,960,079)	$ (11,009,151)	$ (12,677,643)	$ (13,615,256)	$ (12,700,982)	$ (13,001,104)	$ (11,122,608)

(Continued)

Village of Hazel Crest, Illinois

Change in Net Assets (Continued)

Last Nine Fiscal Years

	Fiscal Year								
	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Revenues and Other Changes in Net Assets									
Governmental Activities									
Taxes:									
Property	$ 4,706,739	$ 4,297,505	$ 4,243,737	$ 5,442,857	$ 5,745,652	$ 5,925,950	$ 7,688,712	$ 5,971,364	$ 7,237,110
Sales	654,447	603,416	580,015	694,475	784,883	629,913	522,782	499,732	532,565
Income and Use	1,057,397	1,217,052	1,348,880	1,475,612	1,600,594	1,490,817	1,301,894	1,362,862	1,316,260
Utility	1,360,115	1,321,900	1,460,390	1,669,226	1,928,191	2,217,613	1,748,738	1,654,699	1,581,955
Other	124,049	613,477	34,907	-	106,250	125,000	94,694	180,101	-
Interest	57,943	85,666	200,128	301,286	303,776	104,095	26,464	21,466	9,988
Miscellaneous	337,860	288,303	144,694	159,143	279,305	1,152,568	399,416	499,566	508,203
Total Governmental Activities	8,298,550	8,427,319	8,012,751	9,742,599	10,748,651	11,645,956	11,782,700	10,189,790	11,186,081
Business-type Activities									
Interest	807	1,323	4,943	4,649	8,102	1,005	-	-	-
Total Business-type Activities	807	1,323	4,943	4,649	8,102	1,005	-	-	-
Total Primary Government	$ 8,299,357	$ 8,428,642	$ 8,017,694	$ 9,747,248	$ 10,756,753	$ 11,646,961	$ 11,782,700	$ 10,189,790	$ 11,186,081
Change in Net Assets									
Governmental Activities	$ 892,517	$ (799,796)	$ (455,548)	$ (924,381)	$ (1,509,633)	$ (1,589,732)	$ (729,294)	$ (2,862,361)	$ (337,192)
Business-type Activities	(436,161)	(633,168)	(486,837)	(337,522)	(411,257)	(378,563)	(188,988)	51,047	400,665
Total Primary Government									
Change in Net Assets	$ 456,356	$ (1,432,964)	$ (942,385)	$ (1,261,903)	$ (1,920,890)	$ (1,968,295)	$ (918,282)	$ (2,811,314)	$ 63,473

Data Source

Audited Financial Statements

Village of Hazel Crest, Illinois

Fund Balances of Governmental Funds
Last Ten Fiscal Years

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Fund										
Non Spendable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 707,052
Restricted for Compost Closure	-	-	-	-	-	-	-	-	-	20,000
Unassigned	-	-	-	-	-	-	-	-	-	2,660,241
Reserved	434,188	-	410,929	-	656,294	1,584,877	1,753,982	1,704,824	1,467,544	-
Designated	9,765	-	-	-	-	-	-	-	-	-
Unreserved	3,221,613	3,800,032	3,584,443	4,021,948	3,465,514	2,485,503	2,506,671	1,843,566	1,720,288	-
Total General Fund	$ 3,665,566	$ 3,800,032	$ 3,995,372	$ 4,021,948	$ 4,121,808	$ 4,070,380	$ 4,260,653	$ 3,548,390	$ 3,187,832	$ 3,387,293
All Other Governmental Funds										
Non Spendable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 375
Restricted for										
Debt Service	-	-	-	-	-	-	-	-	-	293,344
Capital Projects	-	-	-	-	-	-	-	-	-	5,639,815
MFT	-	-	-	-	-	-	-	-	-	765,991
Reserved	-	369,139	2,232,416	760,224	725,229	696,856	46,189	140,175	129,068	-
Unreserved, reported in										
Special Revenue Funds	473,262	1,351,879	927,111	1,366,700	1,625,309	1,546,933	712,856	500,617	517,937	-
Capital Project Funds	413,734	557,777	-	520,696	3,903,705	3,507,955	4,430,236	5,433,246	4,689,294	-
Debt Service Funds	663,108	509,563	-	1,318,196	-	-	-	-	-	-
Total All Other Governmental Funds	$ 1,550,104	$ 2,788,358	$ 3,159,527	$ 3,965,816	$ 6,254,243	$ 5,751,744	$ 5,189,281	$ 6,074,038	$ 5,336,299	$ 6,699,525

Data Source

Audited Financial Statements

2012 was the first year the Village complied with GASB 54, Fund Balance Reporting and Governmental Fund Type Definitions, which changes the presentaiton of fund balances.

Village of Hazel Crest, Illinois

Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Revenues										
Taxes	$ 5,302,710	$ 6,043,149	$ 5,697,688	$ 5,674,120	$ 7,047,634	$ 7,602,794	$ 7,610,871	$ 9,230,796	$ 7,455,847	$ 8,719,809
Licenses	233,887	276,494	272,063	269,234	225,746	303,028	270,120	249,769	312,691	251,558
Intergovernmental	2,479,434	2,384,668	2,462,404	2,650,855	2,839,101	3,179,440	3,216,958	2,343,882	2,635,785	2,498,638
Charges for services	403,005	409,727	140,906	404,075	90,000	95,564	173,600	141,225	1,048,661	1,089,393
Fines, fees and permits	588,041	743,260	833,717	797,308	1,743,490	1,839,657	1,766,156	1,830,452	833,211	942,538
Interest	76,251	57,943	85,666	200,128	301,286	303,776	104,095	26,464	21,466	9,988
Capital contributions	-	-	-	-	-	-	-	-	280,156	-
Miscellaneous	579,068	448,891	310,293	264,879	353,624	524,475	1,045,858	643,654	714,195	607,381
Total Revenues	9,662,396	10,364,132	9,802,737	10,260,599	12,600,881	13,848,734	14,187,658	14,466,242	13,302,012	14,119,305
Expenditures										
General Services	1,687,816	1,539,136	1,466,126	2,314,136	3,250,733	3,686,137	3,864,716	3,733,894	4,167,364	3,039,460
Police and Fire	3,960,072	4,462,029	4,915,997	4,775,722	4,963,655	5,248,561	5,634,480	5,751,252	5,390,886	5,378,710
Administrative Office	293,470	305,158	267,939	295,837	281,233	333,203	298,151	270,328	235,829	279,764
Public Works	988,051	992,931	1,011,076	1,033,578	988,992	1,127,894	1,279,406	1,319,377	1,121,609	892,664
Community Relations	8,781	1,374	-	39,303	-	-	-	166,068	136,819	96,045
Economic Development	142,288	19,451	163,515	68,915	550,259	1,148,226	697,150	806,093	-	-
Civil Defense	6,020	6,014	5,362	3,303	3,282	2,958	5,334	3,048	-	-
Inspection	-	-	-	-	-	-	-	-	419,388	404,485
Insurance	513,913	528,684	434,508	374,126	537,226	724,242	884,655	655,732	564,378	845,972
Capital Outlay	523,563	674,122	346,222	1,187,936	385,919	493,156	1,506,991	523,383	1,007,387	285,539
Debt Service										
Principal	509,921	445,585	84,000	140,693	224,106	229,333	195,000	246,140	262,932	250,438
Interest	20,608	13,519	6,827	39,318	45,365	108,951	92,564	104,590	93,717	83,539
Other Charges	-	-	12,577	-	-	-	-	-	-	-
Surplus Distribution	-	755,000	550,000	-	1,250,000	650,000	760,000	840,000	1,000,000	1,000,000
Total Expenditures	8,654,503	9,743,003	9,264,149	10,272,867	12,480,770	13,752,661	15,218,447	14,419,905	14,400,309	12,556,616
Excess of Revenues over (under) Expenditures	1,007,893	621,129	538,588	(12,268)	120,111	96,073	(1,030,789)	46,337	(1,098,297)	1,562,689

(Continued)

Village of Hazel Crest, Illinois

Changes in Fund Balances of Governmental Funds (Continued)
Last Ten Fiscal Years

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Other Financing Sources (Uses)										
Transfers (Out)	$ -	$ -	$ -	$ -	$ -	$ -	$ (904,556)	$ (79,970)	$ (79,970)	$ -
Transfers In	-	-	-	-	-	-	904,556	79,970	79,970	-
Proceeds from Notes Payable	-	-	-	-	-	-	658,599	-	-	-
Proceeds from General Obligation Bond	110,000	-	-	-	2,042,848	-	-	-	-	-
Proceeds from Installment Note	-	-	-	118,132	-	-	-	-	-	-
Sale of Debt Certificate	-	-	727,000	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	110,000	-	727,000	118,132	2,042,848	-	658,599	-	-	-
Net Change in Fund Balances	**$ 1,117,893**	**$ 621,129**	**$ 1,265,588**	**$ 105,864**	**$ 2,162,959**	**$ 96,073**	**$ (372,190)**	**$ 46,337**	**$ (1,098,297)**	**$ 1,562,689**
Debt Service as a Percentage of Noncapital Expenditures	**6.52%**	**5.06%**	**1.02%**	**1.98%**	**2.23%**	**2.55%**	**2.10%**	**2.52%**	**2.66%**	**2.72%**

Data Source

Audited Financial Statements

Village of Hazel Crest, Illinois

Schedule of Assessed Valuations, Tax Rates,
Tax Extensions and Tax Collections
Last Ten Years

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Assessed valuations	$ 167,719,937	$ 217,567,030	$ 218,670,034	$ 212,019,309	$ 194,599,212	$ 183,449,470	$ 182,781,075	$ 157,083,399	$ 152,334,556	$ 152,738,655
Tax rates by fund:										
General:										
Corporate	2.8448	2.1386	0.3199	0.4355	0.3027	0.2566	0.2227	0.2347	0.2500	0.2046
Unemployment	-	-	0.0034	0.0033	0.0034	0.0039	0.0037	0.0048	0.0040	0.0124
Crossing Guards	-	-	0.0171	0.0165	0.0170	0.0132	0.0130	0.0147	0.0139	0.0164
Police Protection	-	-	0.0828	0.0707	0.0729	0.0770	0.0668	0.0704	0.0750	0.0614
Fire Protection	-	-	0.3906	0.3768	0.3886	0.4105	0.3564	0.3754	0.4000	0.3274
Road and Bridge - Village	-	-	0.0000	0.0000	0.0000	0.1000	0.0876	0.0938	0.1000	0.0818
Police Pension	0.4762	0.3267	0.3267	0.2663	0.2244	0.2463	0.2472	0.2220	0.2259	0.2118
Firefighters' Pension	0.2410	0.1497	0.1497	0.1129	0.0940	0.1030	0.1034	0.1120	0.1050	0.0979
Civil Defense	-	-	0.0014	0.0014	0.0024	0.0020	0.0017	0.0033	0.0096	0.0409
Illinois Municipal Retirement	-	-	0.3125	0.3015	0.3036	0.3425	0.3345	0.3596	0.3717	0.3931
Waste Management	-	-	0.0284	0.0259	0.0243	0.0207	0.0310	0.1335	0.1340	0.1636
Paramedics	-	-	0.2201	0.2120	0.2186	0.2499	0.2190	0.2347	0.2500	0.2046
Insurance	-	-	0.3787	0.2591	0.2672	0.2347	0.2226	0.2399	0.2331	0.1959
Auditing	-	-	0.0268	0.0259	0.0267	0.0191	0.0044	0.0189	0.0236	0.0315
Purchase Agreement	0.1067	0.0844	0.0865	0.0467	0.0502	0.0000	0.0000	0.0000	0.0000	0.0000
Total general	3.6687	2.6994	2.3447	2.1544	1.9960	2.0794	1.9140	2.1177	2.1958	2.0433
Debt Service:	0.1178	0.0882	0.0975	0.1000	0.0134	0.0012	0.0285	0.0430	0.0974	0.1107
Total	3.7865	2.7876	2.4422	2.2544	2.0093	2.0806	1.9425	2.1607	2.2932	2.1540

Village of Hazel Crest, Illinois

Schedule of Assessed Valuations, Tax Rates,
Tax Extensions and Tax Collections (Continued)
Last Ten Years

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Tax extensions by fund:										
General:										
Corporate	$ 4,771,304	$ 4,652,974	$ 695,906	$ 952,415	$ 641,690	$ 470,731	$ 407,053	$ 368,675	$ 381,846	$ 312,504
Unemployment	-	-	7,426	7,210	7,210	7,155	6,763	7,540	6,000	18,938
Crossing Guards	-	-	37,132	36,050	36,050	24,215	23,762	23,091	20,600	25,000
Police Protection	-	-	180,250	154,500	154,500	141,256	122,098	110,587	114,554	93,751
Fire Protection	-	-	849,750	824,000	824,000	753,060	651,432	589,691	610,955	500,006
Road and Bridge - Village	-	-	-	-	-	183,449	160,116	147,344	152,739	125,001
Police Pension	798,641	710,882	710,882	582,355	475,713	451,836	451,835	348,725	335,041	323,551
Fire Pension	404,145	325,754	325,754	246,932	199,240	188,953	188,996	175,933	155,746	149,487
Civil Defense	-	-	3,090	3,090	5,150	3,669	3,107	5,184	14,200	62,501
Illinois Municipal Retirement	-	-	679,800	659,200	643,750	628,314	611,403	564,872	551,134	600,391
Waste Management	-	-	61,800	56,650	51,500	37,974	56,662	209,706	198,700	250,003
Paramedics	-	-	478,950	463,500	463,500	458,440	400,291	368,675	381,847	312,504
Insurance	-	-	824,000	566,500	566,500	430,556	406,871	376,843	345,728	299,224
Auditing	-	-	58,350	56,650	56,650	35,039	8,042	29,689	35,000	48,153
Purchase Agreement	197,636	183,649	188,284	102,016	106,394	-	-	-	-	-
Total general	6,171,726	5,873,259	5,101,374	4,711,068	4,231,847	3,814,648	3,498,430	3,326,555	3,304,090	3,121,014
Debt Service:	179,014	191,993	213,182	218,621	28,350	2,201	52,093	67,546	148,775	168,977
Total	$ 6,350,740	$ 6,065,252	$ 5,314,556	$ 4,929,689	$ 4,260,197	$ 3,816,850	$ 3,550,523	$ 3,394,101	$ 3,452,865	$ 3,289,991
Collections	$ 2,885,406	$ 5,682,444	$ 5,143,255	$ 4,679,742	$ 3,812,644	$ 3,491,033	$ 3,501,134	$ 3,369,078	$ 3,198,171	$ 3,162,173
Percent collections	45.43%	93.69%	96.78%	94.93%	89.49%	91.46%	98.61%	99.26%	92.62%	96.11%

Village of Hazel Crest, Illinois

Assessed Value and Actual Value of Taxable Property
Last Ten Levy Years

	EQUALIZED ASSESSED VALUATION							
					Commercial		Residential	
Levy Year	Real Property Equalized Assessed Value	Estimated Actual Value	Ratio of Total Assessed to Estimated Actual Value	Estimated Actual Taxable Value	Number of Permits	Value (1)	Number of Permits	Value (1)
2002	$ 152,738,655	$ 457,003,698	33.3000	$ 1,371,011,094	4	$ 549,000	22	$ 3,410,276
2003	152,334,556	457,003,668	33.3000	1,371,011,004	-	-	23	4,085,780
2004	157,083,399	471,250,197	33.3000	1,413,750,591	5	4,887,969	41	3,855,832
2005	182,781,075	548,343,225	33.3000	1,645,029,675	1	13,110,000	39	1,315,000
2006	183,449,470	550,348,410	33.3000	1,651,045,230	-	-	57	2,667,106
2007	194,599,212	583,797,636	33.3000	1,751,392,908	7	1,489,706	34	1,897,417
2008	212,019,309	636,057,927	33.3000	1,908,173,781	6	8,355,152	38	1,925,744
2009	218,670,034	656,010,102	33.3000	1,968,030,306	10	1,262,384	21	831,607
2010	217,567,030	652,701,090	33.3000	1,958,103,270	16	2,137,193	10	429,585
2011	167,719,937	503,159,811	33.3000	1,509,479,433	13	1,767,904	12	408,288

Data Source

Office of the County Clerks and Township Assessors

Note : Most recent data available

Village of Hazel Crest, Illinois

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

	Levy Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Village Direct Rates										
General Corporate	$ 2.734	$ 2.154	$ 2.201	$ 2.161	$ 1.943	$ 2.081	$ 2.190	$ 2.326	$ 2.431	$ 2.788
Overlapping Rates										
County of Cook	0.746	0.690	0.630	0.593	0.533	0.500	0.446	0.415	0.394	0.423
Cook County Forest Preserve District	0.067	0.061	0.059	0.060	0.600	0.570	0.053	0.051	0.049	0.051
Suburban TB Sanitarium	0.007	0.006	0.004	0.001	0.005	0.005	0.263	-	-	0.000
Consolidated Elections	0.032	-	0.029	-	0.014	-	-	-	0.021	0.000
Bremen Township	0.062	0.051	0.053	0.054	0.049	0.051	0.006	0.049	0.049	0.051
Bremen Twp. Road & Bridge	0.041	0.035	0.037	0.019	0.032	0.033	0.012	0.031	0.031	0.032
Bremen Twp. General Assistance	0.005	0.006	0.008	0.008	0.008	0.008	0.051	0.008	0.008	0.009
Rich Township	0.230	0.202	0.211	0.211	0.193	0.199	0.033	0.191	0.192	0.202
Rich Twp. Road & Bridge	0.068	0.060	0.063	0.063	0.058	0.057	0.008	0.054	0.055	0.058
Rich Twp. General Assistance	0.026	0.023	0.024	0.024	0.022	0.022	0.196	0.022	0.023	0.026
Thornton Township	0.171	0.156	0.411	0.405	0.360	0.374	0.056	0.358	0.367	0.387
Thornton Twp. Road & Bridge	0.018	0.016	0.016	0.016	0.015	0.016	0.022	0.016	0.017	0.018
Thornton Twp. General Assistance	0.073	0.061	0.100	0.098	0.088	0.092	0.372	0.089	0.091	0.096
Metro Water Reclamation District of Chicago	0.401	0.371	0.361	0.347	0.315	0.284	0.016	0.252	0.261	0.274
So. Cook County Mosquito Abatement	0.015	0.011	0.013	0.012	0.010	0.007	0.092	0.009	0.009	0.010
Hazel Crest Park District	0.814	0.649	0.707	0.703	0.644	0.659	0.603	0.569	0.554	0.567
Grande Prairie Pub. Library District	0.376	0.308	0.323	0.312	0.277	0.279	0.273	0.265	0.262	0.271
School District #144	4.961	3.985	4.152	3.935	3.338	3.413	3.299	3.119	3.163	3.350
School District #152 1/2	3.189	2.726	4.572	4.563	4.160	4.335	4.286	4.147	4.267	4.477
School District #152 1/2 School Finance Authority	-	2.078	0.508	0.490	0.429	0.428	0.410	0.376	0.384	0.388
School District #153	4.571	3.998	4.144	4.118	3.796	3.777	3.671	3.490	3.417	3.378
School District #161	4.775	4.081	4.262	4.238	3.882	3.945	3.806	3.673	3.558	3.648
Thornton Twp. HSD #205	5.378	4.614	4.111	4.117	3.673	3.795	3.741	3.608	3.697	3.871
Community HSD #228	3.838	3.158	3.328	3.331	2.953	3.509	3.412	3.217	3.157	3.200
Homewood Flossmoor Comm. HSD #233	3.799	4.083	4.348	4.345	4.073	4.103	3.966	3.787	3.686	3.723
So. Suburban Comm. College #510	0.454	0.386	0.403	0.400	0.359	0.367	0.362	0.346	0.348	0.361
Prairie State Comm. College #515	0.379	0.338	0.346	0.341	0.292	0.292	0.294	0.280	0.277	0.293

Data Source

Cook County Clerk

Note: Most recent data available

Village of Hazel Crest, Illinois

Principal Property Taxpayers
Current Year and One Year Ago

	2010			2009*		
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation
Continental Wingate Assoc.	$4,229,438	1	1.93%	$ 4,319,282	1	2.04%
Imperial Real Estate	3,526,872	2	1.61%	3,601,791	3	1.70%
Taxpayer of 5049 W 159th St. Oak Forest	3,223,176	3	1.47%	4,051,268	2	1.91%
Paradise Prop	3,111,603	4	1.42%	3,177,701	4	1.50%
Manor Care Health 628	2,644,511	5	1.21%	2,700,687	6	1.27%
GLR Medical PPTY One	2,499,305	6	1.14%	2,552,396	7	1.20%
Matrix Realty Group	2,383,475	7	1.09%		N/A	N/A
Hazel Crest Center, LLC	2,065,949	8	0.94%	2,109,831	8	1.00%
Mi Jack Products, Inc	1,464,471	9	0.67%		N/A	N/A
Palmer Crest Inc	1,443,740	10	0.66%		N/A	N/A
	$ 26,592,539		12.16%	$ 22,512,956		10.62%

Data Source

Cook County Clerk's and Assessor's Offices

* Includes only those parcels with 2008 equalized assessed valuations of $130,000 and over as recorded in the Assessor's office. They were compiled from a meticulous page by page search of a listing of such records. It is possible, however, that certain parcels may have been overlooked.

Note - Information for period nine years prior to the current period is not available.

Village of Hazel Crest, Illinois

Property Tax Levies and Collections
Last Ten Levy Years

Levy Year	Tax Levied	Collected within the Fiscal Year after the Levy	
		Amount	Percentage of Levy
2002	$ 3,289,991	$ 3,162,173	96.11%
2003	3,452,865	3,198,197	92.62%
2004	3,394,101	3,369,078	99.26%
2005	3,816,850	3,501,134	91.73%
2006	4,260,197	3,491,033	81.95%
2007	4,929,689	3,812,644	77.34%
2008	5,314,556	4,679,742	88.06%
2009	6,065,252	4,656,632	76.78%
2010	6,350,740	5,682,444	89.48%
2011	6,162,113	2,885,406	46.82%

Data Source

Office of the County Clerk

Note: Most recent date available

Village of Hazel Crest, Illinois

Sales Tax Base and Number of Principal Payers
Taxable Sales by Category
Last Ten Calendar Years

	Calendar Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
General Merchandise	$ 15,804	$ -	$ 26,444	$ 25,944	$ 20,100	$ 22,026	$ 22,255	$ 29,928	$ 36,998	$ 38,793
Food	155,842	162,596	150,153	158,539	150,510	148,691	146,394	125,173	104,331	83,360
Restaurants	71,751	68,764	64,897	66,306	68,906	75,413	71,169	54,798	54,986	55,495
Apparel	-	4,922	5,413	4,883	6,282	10,156	6,683	7,294	8,563	4,060
Furniture & Radio	3,091	1,091	-	-	-	-	1,550	1,714	514	1,611
Automobile and Filling Stations	107,978	103,204	114,205	111,797	121,248	241,375	100,336	85,350	97,822	104,149
Drugs and Miscellaneous Retail	91,434	98,563	112,184	114,702	127,309	134,769	147,940	144,041	137,896	139,027
Agriculture and All Others	72,479	41,820	35,932	37,517	36,105	45,461	37,885	21,157	19,016	25,271
Manufacturers	167,483	127,589	84,694	72,402	51,428	101,356	121,553	56,175	11,375	66,977
Total	$ 685,862	$ 608,549	$ 593,922	$ 592,090	$ 581,888	$ 779,247	$ 655,765	$ 525,630	$ 471,501	$ 518,743
Village direct sales tax rate	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
Village home rule sales tax rate	N/A	N/A	N/A	N/A	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%

Data Source

Illinois Department of Revenue

Village of Hazel Crest, Illinois

Direct and Overlapping Sales Tax Rates
Last Ten Fiscal Years

Fiscal Year	Village Direct Rate	State Rate
2003	1.00%	6.25%
2004	1.00%	6.25%
2005	1.00%	6.25%
2006	1.00%	6.25%
2007	1.00%	6.25%
2008	1.00%	6.25%
2009	1.00%	6.25%
2010	1.00%	6.25%
2011	1.00%	6.25%
2012	1.00%	6.25%

Data Source

Per Illinois Department of Revenue
Local Tax Allocation Office

Village of Hazel Crest, Illinois

Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

	Governmental Activities					Business-Type Activities			
Fiscal Year Ended	General Obligation Bonds	General Obligation Debt Certificates	Alternative Revenue Bonds	Tax Incremental Revenue Notes	Note Payable	Note Payable	Total Primary Government	Ratio of Total Outstanding Debt To Equalized Assessed Valuation*	Total Outstanding Debt Per Capita*
2003	$ 386,000	$ 56,802	$ 6,000	$ 1,233,641	$ -	$ -	$ 1,682,443	1.10%	113.56
2004	270,000	-	-	1,064,123	-	45,051	1,379,174	0.91%	93.09
2005	186,000	727,000	-	994,462	-	-	1,907,462	1.04%	128.74
2006	137,000	677,000	-	1,108,604	76,439	47,310	2,046,353	1.12%	138.12
2007	2,105,000	627,000	-	1,028,884	39,333	-	3,800,217	1.95%	266.70
2008	1,965,000	577,000	-	1,028,884	-	-	3,570,884	1.68%	252.11
2009	1,820,000	527,000	-	622,695	658,599	-	3,628,294	1.66%	257.44
2010	1,680,000	477,000	-	330,061	728,616	-	3,215,677	1.48%	228.47
2011	1,540,000	427,000	-	66,904	655,399	-	2,689,303	1.60%	192.15
2012	1,415,000	377,000	-	-	579,961	-	2,371,961	1.41%	168.22

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

* See the Schedule of Demographic and Economic Statistics for equalized assessed valuation of property and population data.
Personal income information is not available.

Village of Hazel Crest, Illinois

Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year	General Obligation Bonds	Estimated Actual Taxable Value of Property*	Per Capita	
2003	$ 386,000	1.43%	27.28	3
2004	270,000	1.23%	19.08	3
2005	186,000	1.04%	13.14	3
2006	137,000	1.81%	9.68	3
2007	2,105,000	1.60%	148.74	3
2008	1,965,000	1.60%	138.85	3
2009	1,820,000	1.60%	128.60	3
2010	1,680,000	1.60%	118.71	3
2011	1,540,000	1.60%	108.82	3
2012	1,415,000	1.60%	99.99	3

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

* See the Schedule of Assessed Value and estimated Actual Value of Taxable Property for property value data.

Per Capita:
1 - Special Census
2 - Federal Census
3 - Estimate

Village of Hazel Crest, Illinois

Direct and Overlapping Governmental Activities Debt
As of April 30, 2012

Governmental Unit	Gross Debt		Percentage Debt Applicable to the Village of Hazel Crest*	Village of Hazel Crest Share of Debt
Cook County	$ 3,709,260,000		0.128%	$ 4,747,853
Cook County Forest Preserve	94,885,000		0.128%	121,453
Metropolitan Water Reclamation District	2,446,220,030	(1)	0.130%	3,180,086
Hazel Crest Park District	1,250,000		100.000%	1,250,000
School Districts:				
#144	44,279,493	(2)(3)	33.618%	14,885,880
#152 1/2	2,620,838	(2)	29.619%	776,266
#153	16,239,550	(2)	1.206%	195,849
#161	819,752	(2)	8.133%	66,670
High School District #205	48,098,259	(2)	1.613%	775,825
High School District #228	23,755,000		7.780%	1,848,139
High School District #233	13,721,999	(2)	5.196%	712,995
Community College District #510	14,957,340	(2)	3.714%	555,516
Community College District #515	12,172,040	(2)	1.516%	184,528
Subtotal, overlapping debt	6,428,279,301			29,301,060
Village of Hazel Crest direct debt	$ 1,415,000		100.00%	$ 1,415,000
Total direct and overlapping debt	$ 6,429,694,301			$ 30,716,060

(1) Includes IEPA Revolving Loan Fund Bonds

(2) Includes original principal amounts of outstanding General Obligation Capital Appreciation Bonds

(3) Excludes outstanding principal amounts of General Obligation (Alternative Revenue Source) Bonds

* Determined by ratio of assessed valuation of property subject to taxation in the Village of Hazel Crest to valuation of property subject to taxation in overlapping unit.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the Village. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the Village of Hazel Crest. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses 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.

Village of Hazel Crest, Illinois

Schedule of Legal Debt Margin
April 30, 2012

The Village is a home rule municipality.

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes governs computation of the legal debt margin.

"The General Assembly may limit by law the amount and require referendum approval of debt to be incurred by home rule municipalities, payable from ad valorem property tax receipts, only in excess of the following percentages of the assessed value of its taxable property…(2) if its population is more than 25,000 and less than 500,000 in aggregate of one percent:…indebtedness which is outstanding on the effective date (July 1, 1971) of this constitution or which is thereafter approved by referendum…shall not be included in the foregoing percentage amounts."

To date the General Assembly has set no limits for home rule municipalities.

Village of Hazel Crest, Illinois

Demographic and Economic Information
Last Ten Fiscal Years

Fiscal Year	Calendar Year	Population		Equalized Assessed Value (EAV)	Per Capita EAV	Unemployment Rate	Per Capita Income**
2002	2001	14,816	(A)	$ 152,738,655	$ 10,309	10.1%	$ 19,908
2003	2002	14,816	(A)	152,334,556	10,282	10.3%	19,908
2004	2003	14,816	(A)	157,083,399	10,602	9.5%	19,908
2005	2004	14,816	(A)	182,781,075	12,337	9.1%	19,908
2006	2005	14,249	(A)	183,449,470	12,875	6.8%	19,908
2007	2006	14,164	(A)	194,599,212	13,739	6.9%	19,908
2008	2007	14,094	(A)	212,019,309	15,043	7.7%	19,908
2009	2008	14,075	(A)	218,670,034	15,536	9.6%	19,908
2010	2009	13,996	(A)	217,567,030	15,545	15.3%	22,706
2011	2010	14,100	(E)	167,719,937	11,895	15.7%	22,853
2012	2011	14,100	(E)(O)	167,719,937	11,895	15.0%	N/A

** U.S. Census Bureau - 2000 Census Income is shown in 1999 dollars and 2010 Census Income is shown in 2010 inflation adjusted c

(A) Actual
(E) Estimate
(E)(O) Most recent information as of the date of this report

Village of Hazel Crest, Illinois

Principal Employers
Current Year and One Year Ago

	2011			
Employer	Employees		Rank	% of Total Village Population*
Advocate South Suburban Hospital	1,400	(2)	1	9.93%
MI-Jack Products, Inc.	450	(3)	2	3.19%
Lanco International	350	(2)(3)	3	2.48%
Meany Electrical Engineering Co., Inc.	150	(2)	4	1.06%
Alloy Sling Chains Inc.	100	(3)	5	0.71%
Hazel Crest Park District (inc. part-time and seasonal)	13-62	(4)	6	0.44%
ASC Industries	80	(1)	7	0.57%
Gideon's 300 Security Services	60	(2)	8	0.43%
Alpha Construction	50	(3)	9	0.35%
Brandt Energy Services	30	(2)	10	0.21%
Concrete Specialties	23	(1)	11	0.16%
McBride Engineering	21	(2)	12	0.15%

*2010 Estimated population by the US Census is 14,100.

Note: Number of employees shown in 2011 directories are actually 2010 number of employees

Data Source
(1) 2011 Illinois Manufacturers Directory
(2) 2011 Illinois Services Directory
(3) 2011 Harris Illinois Industrial Directory
(4) Phone canvass of employers

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Note - Information for the period nine years prior to the current period is not available.

Village of Hazel Crest, Illinois

Full-Time Equivalent Employees
Last Ten Fiscal Years

Function/Program	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Government										
Administration / Office	8	8	8	7	7	8	4	5	5	8
Public Safety										
Police	39	39	39	33	33	32	34	36	34	36
Fire	16	17	17	21	22	23	20	22	17	19
Inspection services	-	-	-	-	-	-	-	-	4	4
Public Works										
Public Works Administration	22	22	22	19	19	20	21	21	15	15
Total	85	86	86	80	81	83	79	84	75	82

Data Source

Village Finance Department

Village of Hazel Crest, Illinois

Operating Indicators
Last Ten Fiscal Years

	Fiscal Year									
Function/Program	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Government										
Community Development										
Building permits issued	52	46	46	71	41	44	31	26	25	41
Public Safety										
Police										
Physical arrests	278	438	368	352	275	374	360	309	356	329
Parking violations	2,459	2,188	2,614	2,084	1,626	2,491	2,800	2,928	1,677	2,332
Traffic violations	N/A	N/A	N/A	415	333	705	689	718	583	1,099
Public Works										
Streets										
Street resurfacing (miles)	0.64	0.25	0.44	2.00	6.19	5.60	2.25	1.25	2.50	2.00
Potholes repaired	570	720	430	620	580	725	650	675	600	592
Recreation and Culture										
Parks	13	13	13	13	13	13	13	13	13	13
Open space (acres)	150	150	150	150	150	150	150	150	150	150
Water										
New Connections (tap-ons)	-	-	-	24	10	5	1	1	-	-
Average daily consumption*	1.28	1.28	1.28	1.30	1.43	1.41	1.36	1.40	1.40	1.41
Sewers										
Sanitary Sewers (miles)	47	47	47	47	50	50	50	50	50	50
Storm Sewers (miles)	32	32	32	32	34	34	34	34	34	34

* (thousands of gallons)

Data Source

Various village departments

Village of Hazel Crest, Illinois

Capital Asset Statistics
Last Ten Fiscal Years

Function/Program	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Public Safety										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Geographic Patrol Areas	3	3	3	3	3	3	3	3	3	3
Public Works										
Streets										
Streets (miles)	56	56	56	58	57	58	58	56	56	56
Streetlights	650	650	650	652	654	654	654	650	652	652
Recreation and Culture										
Number of Parks and Open Space	13	13	13	13	13	13	13	13	13	13
Number of Libraries	1	1	1	1	1	1	1	1	1	1
Number of Volumes	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Water										
Water mains (miles)	60	60	60	61	63	63	63	60	60	60
Wastewater										
Sanitary sewers (miles)	47	47	47	47	50	50	50	50	50	50
Storm Sewers (miles)	32	32	32	32	34	34	34	34	34	34

Data Source
Various village departments