



Village of Hazel Crest, Illinois

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
APRIL 30, 2008

**Village of Hazel Crest, Illinois
Comprehensive Annual Financial Report
Year Ended April 30, 2008**

Prepared by
Robert L. Palmer
Village Manager

Village Finance Department

Village of Hazel Crest, Illinois

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October 30, 2008

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, 2008. 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 account groups 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.

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, 2008 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.

The Village has five TIF Districts. The Village's oldest TIF District known as the Palmer Lake Business Park includes Gierczyk Development, and Graycor Services, among others, as corporate residents.

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.

MAJOR INITIATIVES

The viaduct-lowering project at 171st Street and Park Avenue is nearing completion during the Spring of 2008.

The Village issued bonds of \$2.1 million in 2006 for road work in the Village that will be paid back using MFT Funds. Phase I of road repairs was conducted in 2007/2008 of approximately \$1.2 million.

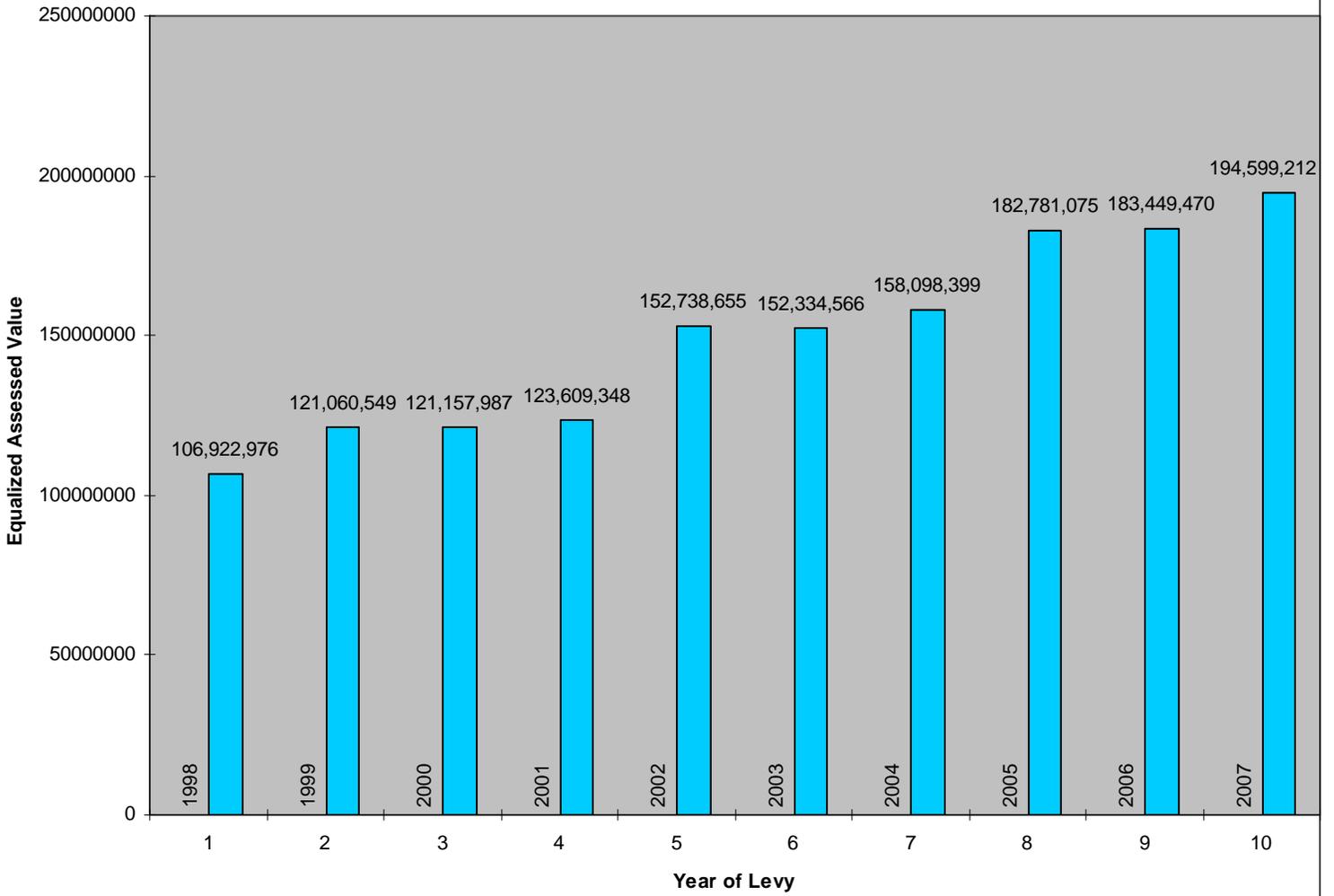
The Village is continuing its local housing adjudication court. Better control of property maintenance and better enforcement of the garbage ordinance have resulted.

Hazel Crest has been participating in 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 an 82% increase in Equalized Assessed Value. The following table illustrates this trend:

PROPERTY TAXES

**Village of Hazel Crest
Trend of Equalized Assessed Valuation
Last Ten Years (1998-2007)**



The allocations of Property Tax rate by generic fund type of tax levy for 2007 and the proceeding four fiscal years are as follows:

Purpose	2003	2004	2005	2006	2007
General	\$1.84%	\$1.86%	\$1.78%	\$1.56%	\$1.77%
Special Revenue	(((((
General Obligation Debt	.11%	.09%	.04%	.02%	.06%
Pensions	.31%	.33%	.33%	.35%	.34%
Totals	\$2.15%	\$2.29%	\$2.16%	\$1.94%	\$2.19%

INTERNAL ACCOUNTING SYSTEM AND BUDGETARY CONTROLS

In evaluating the Village's account 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 2008 fiscal year is found in the Statistical Section of the report. During the past year \$103,295 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 \$461,857 during the fiscal year ending April 30, 2008.

The Firefighters Pension Fund is the direct responsibility of the Hazel Crest Firefighters' Pension Board. As administrators of the Firefighter's 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 \$218,306 during the fiscal year ending April 30, 2008.

CASH MANAGEMENT AND INVESTMENTS

The Village's cash management and investment procedures are guided by the Revised Village of Hazel Crest Investment Policy adopted by the Board of Trustees March 23, 1999. Specific objectives are established by this policy and are listed below in their order of importance.

- Safety of principal
- Liquidity to meet operating requirements
- Maximum rate of return while maintaining safety of principal
- Avoidance of conflict of interest
- Local investments if all else is similar

The Cash Management Policy provides that upon receipt, and prior to distribution for expenditure or investment purposes, all cash is promptly deposited in an insured Cash Management account or in the Illinois Public Treasurers' Investment Pool. Cash temporarily idle was invested in the Illinois Metropolitan Investment Fund, the Illinois Public Treasurers' Investment Pool and certificates of deposit. The Village's Investment Policy provides that investments or deposits in banks in excess of the \$100,000 FDIC insurance are secured by U. S. Government Securities in the Village's name and kept in safekeeping at a separate financial institution. All other investments are in the Village's name and are not pledged or subject to repurchase agreements.

RISK MANAGEMENT

The Village participates in the Intergovernmental Risk Management Agency (IRMA). IRMA is an organization of municipalities and special districts in Northeastern Illinois that have formed an association under the Illinois Intergovernmental Cooperations Statute to pool its risk management needs. The agency administers a mix of self-insurance and commercial insurance coverages; property/casualty and workers' compensation claim administration/litigation management services; unemployment claim administration; extensive risk management/loss control consulting and training programs; and a risk information system and financial reporting service for its members. Further information on this risk management joint venture is provided within the notes of the Financial Statements for the fiscal year ending April 30, 2008.

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, 2007. This was the 26th consecutive year that the government has achieved this prestigious award (fiscal years ended 1982-2007). 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 evidences the significant progress the Village of Hazel Crest has made toward developing responsible financial reporting.

Respectfully submitted,

Robert L Palmer

Robert L. Palmer, Village Manager

Village of Hazel Crest, Illinois

Principal Officials

April 30, 2008

Mayor

Dr. Robert Donaldson

Village Board of Trustees

Roderick Bashir

Dr. Jane Brown

Lee Fantroy

Elizabeth A. Wakefield-Waldren

Debra McGhee

Vernard Alsberry, Jr.

Village Manager

Robert L. Palmer

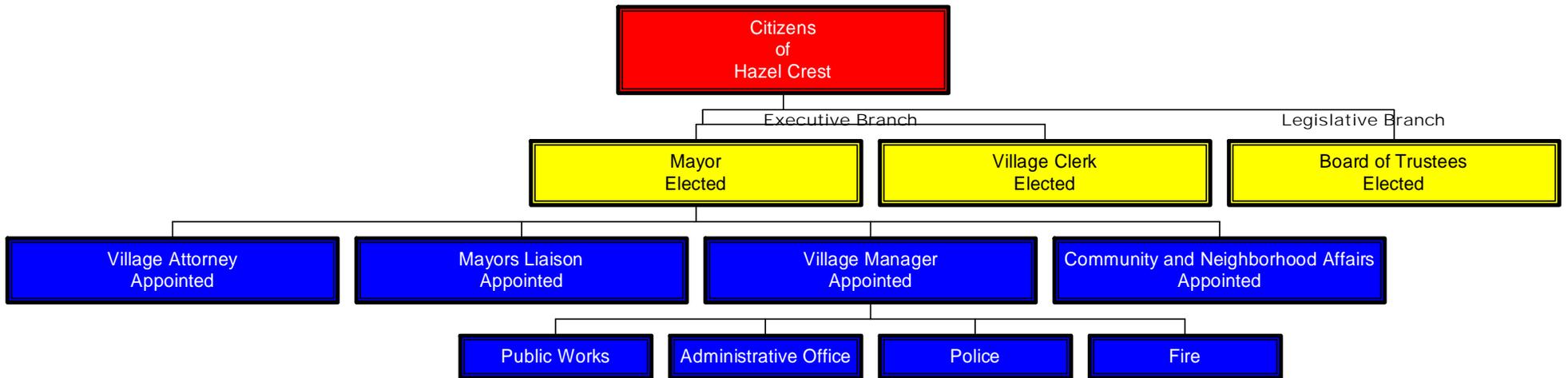
Village Clerk

Dr. Florine Robinson

Village Attorney

**John Murphey of
Rosenthal, Murphey, Coblentz and Janega**

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, 2007

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.



Oliver S. Cox

President

Jeffrey R. Emer

Executive Director

McGladrey & Pullen

Certified Public Accountants

Independent Auditor's Report

To the Honorable Mayor and
Members of the Board of Trustees
Village of Hazel Crest, Illinois
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, 2008, 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 examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our 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, 2008, 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.

The required supplementary information which includes management's discussion and analysis (pages 3 - 11), pension related schedules (pages 48 - 50) and budgetary schedules (pages 51 - 60) is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was 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 other schedules listed in the table of contents as supplementary data are presented for purposes of additional analysis, and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical information listed in the table of contents have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

McGladrey & Pullen, LLP

Chicago, Illinois
October 28, 2008

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, 2008. 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 \$28,645,450. Of this amount, \$8,005,918 may be used to meet the government's ongoing obligations. The total net assets decreased by \$1,920,890, which was due largely in part to water and sewer expenses exceeding revenues, the increase in the pension obligation, and depreciation of the Village's capital assets. Also, aging infrastructure in the Village has increased maintenance and repair costs. Total long-term debt of the Village decreased by \$113,952 during the fiscal year. General obligation debt of \$190,000 was repaid in fiscal year 2008, along with \$39,333 in notes payable. At the end of the current fiscal year, unreserved fund balance for the general fund was \$2,485,503 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. For the first time, 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.

Management's Discussion and Analysis

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 16 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 Capital Projects fund and the Motor Fuel Tax fund. Data from the other 12 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 12 of its funds. No budgets were prepared for any TIF funds, the Working Cash Fund, the Community Development Block Grant Fund, or the 2005 Debt Certificate 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.

Management's Discussion and Analysis

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.

The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information on pensions.

Government-wide Financial Analysis

The following table is the condensed Village of Hazel Crest Statement of Net Assets as of April 30, 2008:

	Governmental Activities	Business-type Activities	Total Primary Government
Current and other assets	\$ 12,478,468	\$ 635,219	\$ 13,113,687
Capital assets	19,549,941	4,091,062	23,641,003
Noncurrent assets	49,723	-	49,723
Total assets	<u>32,078,132</u>	<u>4,726,281</u>	<u>36,804,413</u>
Long-term liabilities	3,671,962	16,494	3,688,456
Other liabilities	3,082,041	1,388,466	4,470,507
Total liabilities	<u>6,754,003</u>	<u>1,404,960</u>	<u>8,158,963</u>
Net assets:			
Invested in capital assets	15,914,004	4,091,062	20,005,066
Restricted for MFT allotments	634,466	-	634,466
Unrestricted (deficit)	8,775,659	(769,741)	8,005,918
Total net assets	<u>\$ 25,324,129</u>	<u>\$ 3,321,321</u>	<u>\$ 28,645,450</u>

The following table is the condensed Village of Hazel Crest Statement of Net Assets as of April 30, 2007.

	Governmental Activities	Business-type Activities	Total Primary Government
Current and other assets	\$ 13,734,866	\$ 562,074	\$ 14,296,940
Capital assets	20,615,456	4,496,830	25,112,286
Noncurrent assets	53,866	-	53,866
Total assets	<u>34,404,188</u>	<u>5,058,904</u>	<u>39,463,092</u>
Long-term liabilities	3,765,449	10,159	3,775,608
Other liabilities	3,804,977	1,316,167	5,121,144
Total liabilities	<u>7,570,426</u>	<u>1,326,326</u>	<u>8,896,752</u>
Net assets:			
Invested in capital assets	16,750,186	4,496,830	21,247,016
Restricted for MFT allotments	755,837	-	755,837
Unrestricted (deficit)	9,327,739	(764,252)	8,563,487
Total net assets	<u>\$ 26,833,762</u>	<u>\$ 3,732,578</u>	<u>\$ 30,566,340</u>

Management's Discussion and Analysis

Approximately 83 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 17 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 6 months of governmental expenditures would ensure the Village is able to continue providing services to its citizens at the current level and is currently meeting that benchmark. The Village has a deficit for unrestricted net assets for its business type activities. Despite increases in water rates, the sewer and water fund continues to operate at a deficit. The aging sewer and water infrastructure in the Village and annual increases in the rate at which the Village purchases its water will continue to negatively affect this fund. Water rates will be reviewed in the next fiscal year to determine if another increase should be implemented.

The following table is the condensed Village of Hazel Crest Statement of Activities for the Fiscal Year Ended April 30, 2008.

	Governmental Activities	Business-type Activities	Total Primary Government
Revenues:			
Program revenues:			
Charges for services	\$ 2,328,989	\$ 2,305,956	\$ 4,634,945
Operating grants and contributions	771,094	-	771,094
General revenues:			
Property taxes	5,707,110	-	5,707,110
TIF rebate	106,250	-	106,250
Other taxes	4,352,210	-	4,352,210
Other	583,081	8,102	591,183
Total revenues	13,848,734	2,314,058	16,162,792
Expenses:			
General services	7,083,940	-	7,083,940
Public works	2,440,638	-	2,440,638
Public safety	5,544,852	-	5,544,852
Interest expense	288,937	-	288,937
Waterworks and sewerage	-	2,714,028	2,714,028
Municipal parking	-	11,287	11,287
Total expenses	15,358,367	2,725,315	18,083,682
(Decrease) in net assets	(1,509,633)	(411,257)	(1,920,890)
Net assets May 1, 2007	26,833,762	3,732,578	30,566,340
Net assets April 30, 2008	\$ 25,324,129	\$ 3,321,321	\$ 28,645,450

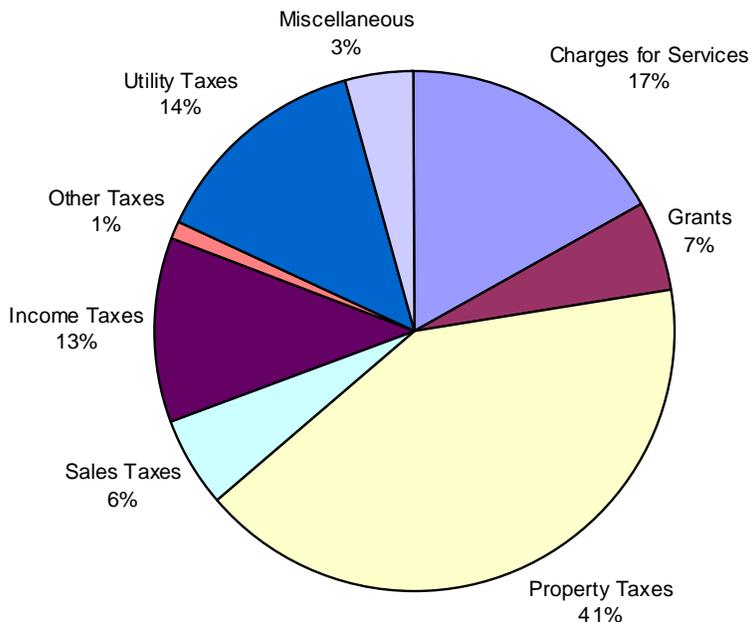
Management's Discussion and Analysis

The following table is the condensed Village of Hazel Crest Statement of Activities for the Fiscal Year Ended April 30, 2007.

	Governmental Activities	Business-type Activities	Total Primary Government
Revenues:			
Program revenues:			
Charges for services	\$ 2,147,361	\$ 2,141,465	\$ 4,288,826
Operating grants and contributions	710,921	-	710,921
Developer contributions related to capital	57,080	-	57,080
General revenues:			
Property taxes	5,407,741	-	5,407,741
TIF rebate	225,328	-	225,328
Other taxes	3,874,429	-	3,874,429
Other	460,429	4,649	465,078
Total revenues	12,883,289	2,146,114	15,029,403
Expenses:			
General services	5,660,422	-	5,660,422
Public works	2,333,101	-	2,333,101
Public safety	5,230,464	-	5,230,464
Interest expense	358,355	-	358,355
Sewer and water	-	2,475,858	2,475,858
Municipal parking	-	7,778	7,778
Total expenses	13,582,342	2,483,636	16,065,978
(Decrease) in net assets	(699,053)	(337,522)	(1,036,575)
Net assets May 1, 2006	27,532,815	4,070,100	31,602,915
Net assets April 30, 2007	\$ 26,833,762	\$ 3,732,578	\$ 30,566,340

The following chart summarizes how governmental activities are funded.

Revenues by Source - Governmental Activities



Management's Discussion and Analysis

41 percent of governmental activities are funded by property tax. This strong reliance on property tax and the property tax caps limit 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 expenses for \$445,214 more than its revenues. The commuter parking lot had revenues for \$25,855 more than its expenses 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 \$9,822,124, a decrease of \$553,927 from the prior year. The unreserved general fund balance represents 41 percent of total general fund expenditures.

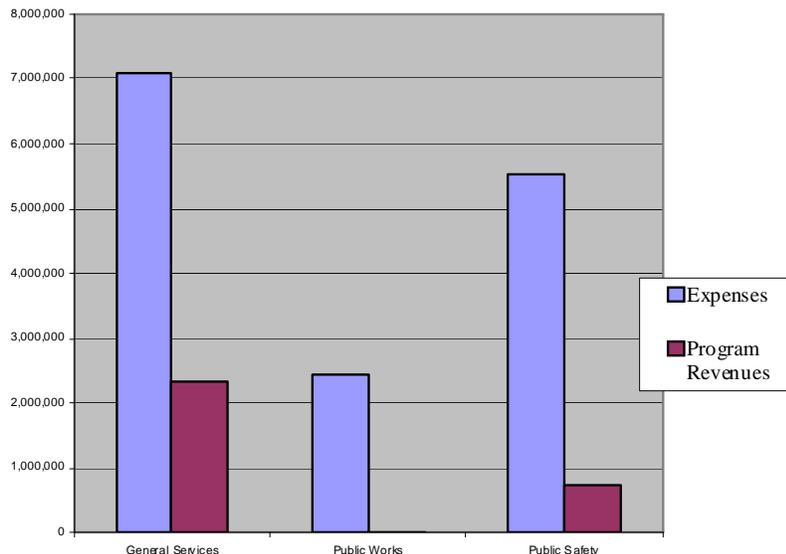
Proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Unrestricted net assets of the waterworks and sewerage fund were \$(939,306) and \$169,565 for the commuter parking lot fund. The cause of sewer and water fund's negative balance is that it owes the general fund \$1,126,967. Repayment will be gradual and over several years to avoid drastic changes in services or fees.

General Fund Budgetary Highlights

No amendments were made to the original budget. During the year, revenues exceeded budgetary estimates and expenditures were more than budgetary estimates. There was no need to draw down the fund balance.

Actual general revenues were higher than budgeted revenues by \$521,235. This was mainly due to higher interest earnings, offset by less property taxes received than anticipated. Actual general expenditures exceeded budgeted expenditures by \$591,844 in the current year.

% Function is Funded by Program Revenues



Management's Discussion and Analysis

This year's General Fund shows a \$51,428 fund balance decrease, as opposed to last year's increase of \$99,860. The Village continually tries to keep expenditure increases in line with revenue increases.

Fiscal year 2008 sales tax revenue of \$784,883 increased \$90,408 or 13% more than 2007 sales tax revenue of \$694,475. Fiscal year 2008 income tax revenue of \$1,600,594 increased \$124,982 or 18% more than 2007 income tax revenue of \$1,475,612. Fiscal year 2008 utility tax revenue of \$1,395,786 increased \$83,094 more than 2007 utility tax revenue of \$1,312,692. The Village has no control over the amount or timing of these receipts. Fiscal year 2008 ambulance fee receipts of \$395,549 increased \$130,712 or 49% more than 2007 ambulance fee receipts of \$264,837 due to more fees imposed.

Interest rates have begun to decrease causing the Village to receive \$14,758 less in interest income this year in the General Fund. The \$176,829 received is a 7.7% decrease from last year's interest of \$191,587.

Fiscal 2008 General Fund revenues increased \$899,077 over Fiscal 2007 in total due to increased income tax receipts, and higher property tax receipts. Revenues actually earned were greater than revenues budgeted by \$33,257.

Expenditures for the General Fund increased \$1,050,365 from Fiscal 2007. The percent increase in expenditures by major functions of the Village are shown in the following tabulations:

Expenditure by Function	2008 Amount	Percent of Total	2007 Amount	Percent of Total	Increase (Decrease) Amount	%
General Services	3,159,295	30%	2,851,120	30%	248,062	0%
Administrative Office	333,203	3%	281,233	3%	51,970	0%
Economic Development	18,402	0%	18,240	-	162	0%
Public Works	1,127,894	11%	988,992	10%	138,902	0%
Police	3,186,180	31%	3,098,001	32%	88,179	0%
Fire/Paramedics	2,062,381	20%	1,865,654	19%	196,727	0%
Civil Defense	2,958	-	3,282	-	(324)	0%
Insurance	724,242	5%	537,226	6%	187,016	0%
	10,554,442	100%	9,643,748	100%	910,694	0%

The unreserved fund balance of the General Fund as of April 30, 2008 was \$2,485,503.

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 Funds include Motor Fuel Tax and 9-1-1.

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 \$413,629 in fiscal year 2008 represented a decrease of 17% from the \$497,583 collected in Fiscal 2007. Expenditures were more than revenues during the year by \$121,371 resulting in the current fund balance of \$634,446.

Management's Discussion and Analysis

The 9-1-1 Fund was established to receive revenues from a surcharge on the telephone utility expressly allowed by State Law to fund the creation and operation of an Emergency 9-1-1 system. The surcharge was first collected in September of 1989 and for Fiscal 2008 revenues totaled \$153,084 representing a 0.2% decrease from the \$155,987 collected in Fiscal 2007. Expenditures were greater than revenues during Fiscal 2008 resulting in a decrease in the fund balance to \$33,141.

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. Interest revenue for the Capital Projects Fund for Fiscal 2008 was \$50,267. The April 30, 2008 fund balance for the Capital Projects fund was \$371,990.

Waterworks and Sewerage Fund Highlights

Fiscal year 2008 water revenue of \$2,268,814 increased \$165,805 or 8% from fiscal year 2007 revenue of \$2,103,009. The following table presents key statistical information over the past four years for the water and sewerage system, including net income and debt service coverage. A loss of \$445,214 resulted from operations of the Water and Sewerage Fund for fiscal year 2008. Water rates will be reviewed in Fiscal 2009 to help offset future losses by passing increases.

	2008	2007	2006	2005
Number of Metered Accounts (estimate)	4630	4630	4630	4630
Gross Revenue	2,268,814	2,103,009	2,778,528	2,255,059
Expense	2,714,028	2,475,858	3,268,363	2,888,214
Operating (Loss)	(445,214)	(372,849)	(489,835)	(633,155)

Capital Asset and Debt Administration

The Village's investment in capital assets for its governmental and business type activities as of April 30, 2008, amounts to \$23,641,003, 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 5 of the financial statements.

At the end of the current year, the Village had total bond debt of \$1,965,000, general obligation debt certificates of \$577,000, and tax incremental finance notes of \$963,831. More details on the Village's long term debt obligations can be found in Note 6 of the financial statements.

Economic Factors and Next Year's Budget

The Village has completed one year of being a Home Rule Authority. As a result, we have implemented a gas tax of three cents per gallon and an additional 1% sales tax. The budget for 2009 reflects these changes as we anticipate collecting full year revenue from the above stated sources. We also have two residential developments of LaRon Chris Estates located at 175th Street just west of Kedzie and also just east of 175th Street and Governors Highway, on the Cherry Creek TIF site; the Village has approved a development for this 25-acre site. The Village has approved a plan for a Senior Citizen housing complex that would be an attractive addition to the area. The site lends itself to being a "gated community" with access from 175th Street. A small retail development has been approved for the Hazel Crest Proper area and should provide some additional convenience shopping in the 10,000 square foot center.

Management's Discussion and Analysis

In the far northeastern portion of the Village, in the Hazel Crest Proper area, the lowering of the 171st viaduct is anticipated to be a trigger for the Transit Oriented Development Plan, which has been 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 Transit Oriented Development 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 obviously a collection 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 65 years of age and older, as well as physically challenged individuals. Additionally, the Village provides lunches during the week for seniors.

Other major developments are as follows:

- Revision of comprehensive plan with grant from State Department of Commerce and Economic Development (Last revision in 1985)
- Reinstitution of Local Cable Programming, Hazelnut Festival and Chamber of Commerce
- Summer Youth Employment Program
- Village Drive and Edgewater Repaving (70% Grant Funds)
- MFT Bond Issue (Street Paving)
- Bike Path Construction with grant funds (167th and Kedzie to Rockwell)
- Beginning third year with E-Com Emergency Dispatch Center
- Water System Improvements

With the added retail development, along with some manufacturing and residential development, it is anticipated that the Village will benefit from additional sales tax revenue and property tax revenue in the coming year.

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 Crest Village Manager, Robert L. Palmer, 3000 W. 170th Place, Hazel Crest, IL 60426.

Village of Hazel Crest, Illinois

Statement of Net Assets
April 30, 2008

	Governmental Activities	Business-Type Activities	Total
Assets			
Cash and cash equivalents	\$ 7,624,903	\$ 138,545	\$ 7,763,448
Receivables:			
Property taxes	2,418,576	-	2,418,576
TIF rebate	106,250	-	106,250
Accounts	314,919	496,674	811,593
Grant	83,958	-	83,958
Intergovernmental	1,030,848	-	1,030,848
Employer contributions receivable	340,518	-	340,518
Prepays	554,353	-	554,353
Unamortized bond discount and issuance costs	4,143	-	4,143
Total current assets	12,478,468	635,219	13,113,687
Capital assets, not being depreciated	2,634,732	120,337	2,755,069
Capital assets, net of accumulated depreciation	16,915,209	3,970,725	20,885,934
Unamortized bond discount and issuance costs	49,723	-	49,723
Total noncurrent assets	19,599,664	4,091,062	23,690,726
Total Assets	\$ 32,078,132	\$ 4,726,281	\$ 36,804,413

See Notes to Financial Statements.

Village of Hazel Crest, Illinois

Statement of Net Assets - Continued
April 30, 2008

	Governmental Activities	Business-Type Activities	Total
Liabilities			
Current			
General obligation bonds	\$ 145,000	\$ -	\$ 145,000
General obligation debt certificates	50,000	-	50,000
Compensated absences	234,840	22,153	256,993
Accounts payable	1,182,919	99,201	1,282,120
Deposits	96,682	171,272	267,954
Internal balances	(1,095,840)	1,095,840	-
Unearned revenue	2,468,440	-	2,468,440
Total current liabilities	3,082,041	1,388,466	4,470,507
Noncurrent			
General obligation bonds	1,820,000	-	1,820,000
General obligation debt certificates	527,000	-	527,000
Tax incremental revenue notes	963,831	-	963,831
Compensated absences	189,878	16,494	206,372
Pension obligation	171,253	-	171,253
Total noncurrent liabilities	3,671,962	16,494	3,688,456
Total liabilities	6,754,003	1,404,960	8,158,963
Net Assets			
Invested in capital assets, net of related debt	\$ 15,914,004	\$ 4,091,062	\$ 20,005,066
Restricted for MFT allotments	634,466	-	634,466
Unrestricted (deficit)	8,775,659	(769,741)	8,005,918
Total net assets	\$ 25,324,129	\$ 3,321,321	\$ 28,645,450

See Notes to Financial Statements.

Village of Hazel Crest, Illinois

Statement of Activities
Year Ended April 30, 2008

Functions/Programs	Expenses	Program Revenues			Net (Expense), Revenue and Changes in Net Assets		Total
		Charges for Services	Operating Grants and Contributions	Developer Contributions Related to Capital	Governmental Activities	Business-Type Activities	
Governmental activities:							
General services	\$ 7,083,940	\$ 1,922,076	\$ 413,629	\$ -	\$ (4,748,235)	\$ -	\$ (4,748,235)
Public works	2,440,638	11,364	-	-	(2,429,274)	-	(2,429,274)
Public safety	5,544,852	395,549	357,465	-	(4,791,838)	-	(4,791,838)
Interest expense	288,937	-	-	-	(288,937)	-	(288,937)
Total governmental activities	15,358,367	2,328,989	771,094	-	(12,258,284)	-	(12,258,284)
Business-type activities:							
Waterworks and sewerage	2,714,028	2,268,814	-	-	-	(445,214)	(445,214)
Commuter parking lot	11,287	37,142	-	-	-	25,855	25,855
Total business-type activities	2,725,315	2,305,956	-	-	-	(419,359)	(419,359)
Total	\$ 18,083,682	\$ 4,634,945	\$ 771,094	\$ -	(12,258,284)	(419,359)	(12,677,643)
General revenues							
Taxes:							
Property					5,707,110	-	5,707,110
IF rebate					106,250	-	106,250
Replacement					38,542	-	38,542
Sales					784,883	-	784,883
Income					1,600,594	-	1,600,594
Utility taxes and other					1,928,191	-	1,928,191
Interest					303,776	8,102	311,878
Miscellaneous					279,305	-	279,305
Total general revenues					10,748,651	8,102	10,756,753
Change in net assets					(1,509,633)	(411,257)	(1,920,890)
Net assets:							
May 1, 2007					26,833,762	3,732,578	30,566,340
April 30, 2008					\$ 25,324,129	\$ 3,321,321	\$ 28,645,450

See Notes to Financial Statements.

Fund Financial Statements

Village of Hazel Crest, Illinois

Balance Sheet - Governmental Funds
April 30, 2008

	General Fund	Tax Increment Financing District Palmer Lake Fund	Capital Projects Fund	Motor Fuel Tax	Nonmajor Governmental Funds	Total Governmental Funds
Assets						
Cash and equivalents	\$ 2,486,265	\$ 987,071	\$ 722,317	\$ 1,178,992	\$ 2,250,258	\$ 7,624,903
Receivables						
Property taxes	2,341,693	-	-	-	76,883	2,418,576
TIF rebate	106,250	-	-	-	-	106,250
Accounts	314,919	-	-	-	-	314,919
Grant	-	-	-	-	83,958	83,958
Intergovernmental	979,759	-	-	33,166	17,923	1,030,848
Due from other funds	2,584,833	697,452	1,231,619	1,350,619	1,989,822	7,854,345
Advance from other funds	1,030,524	-	-	-	-	1,030,524
Prepays	554,353	-	-	-	-	554,353
Total assets	\$ 10,398,596	\$ 1,684,523	\$ 1,953,936	\$ 2,562,777	\$ 4,418,844	\$ 21,018,676
Liabilities						
Accounts payable	\$ 388,227	\$ 649,625	\$ -	\$ 30,123	\$ 114,944	\$ 1,182,919
Deposits	96,682	-	-	-	-	96,682
Due to other funds	3,451,750	-	1,581,946	1,898,188	516,627	7,448,511
Deferred revenue	2,391,557	-	-	-	76,883	2,468,440
Total liabilities	6,328,216	649,625	1,581,946	1,928,311	708,454	11,196,552
Fund Balances						
Reserved for prepaids	554,353	-	-	-	-	554,353
Reserved for advances	1,030,524	-	-	-	-	1,030,524
Reserved for debt service	-	-	-	-	696,856	696,856
Unreserved:						
General fund	2,485,503	-	-	-	-	2,485,503
Special revenue funds	-	-	-	634,466	912,467	1,546,933
Capital projects funds	-	1,034,898	371,990	-	2,101,067	3,507,955
Total fund balances	4,070,380	1,034,898	371,990	634,466	3,710,390	9,822,124
Total liabilities and fund balances	\$ 10,398,596	\$ 1,684,523	\$ 1,953,936	\$ 2,562,777	\$ 4,418,844	\$ 21,018,676

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, 2008**

Total fund balances-governmental funds	\$ 9,822,124
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.	19,549,941
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.	53,866
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	(424,718)
General obligation debt certificates	(577,000)
General obligation bonds	(1,965,000)
Tax incremental revenue notes	(963,831)
Pension obligation	(171,253)
Net assets of governmental activities	<u>\$ 25,324,129</u>

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, 2008

	General Fund	Tax Increment Financing District Palmer Lake Fund	Capital Projects Fund	Motor Fuel Tax	Nonmajor Governmental Funds	Total Governmental Funds
Revenues						
Property taxes	\$ 3,723,262	\$ 1,153,688	\$ -	\$ -	\$ 797,653	\$ 5,674,603
Other taxes	1,928,191	-	-	-	-	1,928,191
Intergovernmental	2,456,526	-	-	413,629	309,285	3,179,440
Fines, fees and permits	1,839,657	-	-	-	-	1,839,657
Licenses	303,028	-	-	-	-	303,028
Charges for services	95,564	-	-	-	-	95,564
TIF rebate	106,250	-	-	-	-	106,250
Interest	176,829	-	50,267	723	75,957	303,776
Miscellaneous	401,622	-	-	4,350	12,253	418,225
Total revenues	11,030,929	1,153,688	50,267	418,702	1,195,148	13,848,734
Expenditures						
Current:						
General services	3,159,295	-	-	369,573	157,269	3,686,137
Administrative office	333,203	-	-	-	-	333,203
Public works	1,127,894	-	-	-	-	1,127,894
Police	3,186,180	-	-	-	-	3,186,180
Fire	2,062,381	-	-	-	-	2,062,381
Economic development	18,402	245,040	1,349,200	-	185,584	1,798,226
TIF surplus distribution	-	650,000	-	-	-	650,000
Insurance	724,242	-	-	-	-	724,242
Civil defense	2,958	-	-	-	-	2,958
Debt service:						
Principal	39,333	-	-	-	190,000	229,333
Interest and fees	2,360	-	250	-	106,341	108,951
Capital outlay	426,109	-	67,047	-	-	493,156
Total expenditures	11,082,357	895,040	1,416,497	369,573	639,194	14,402,661
Excess revenues or (expenditures)	(51,428)	258,648	(1,366,230)	49,129	555,954	(553,927)
Other financing sources (uses):						
Transfers in (out)	-	-	-	(170,500)	170,500	-
Net change in fund balance	(51,428)	258,648	(1,366,230)	(121,371)	726,454	(553,927)
Fund balances (deficit):						
May 1, 2007	4,121,808	776,250	1,738,220	755,837	2,983,936	10,376,051
April 30, 2008	\$ 4,070,380	\$ 1,034,898	\$ 371,990	\$ 634,466	\$ 3,710,390	\$ 9,822,124

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, 2008**

Net change in fund balances-total governmental funds	\$ (553,927)
--	--------------

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	387,464
Depreciation	(1,452,979)

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)

Repayment of principal is an expenditure in the governmental
funds, but the repayment reduces long-term liabilities in the
Statement of Net Assets.

435,040

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:

(Increase) in compensated absences	(58,902)
Decrease in notes payable	39,333
(Increase) in pension obligation	(121,532)
(Increase) in accreted interest on tax incremental financing notes	(179,987)

Change in net assets of governmental activities	<u>\$ (1,509,633)</u>
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See Notes to Financial Statements.

Village of Hazel Crest, Illinois

Statement of Net Assets - Proprietary Funds
April 30, 2008

	Business-Type Activities		
	Waterworks and Sewerage Fund	Nonmajor Commuter Parking Lot	Total
Assets			
Current			
Cash and equivalents	\$ -	\$ 138,545	\$ 138,545
Due from other funds	-	31,127	31,127
Accounts receivable	496,674	-	496,674
Total current assets	496,674	169,672	666,346
Noncurrent			
Capital assets (net of accumulated depreciation)			
Land	71,509	48,828	120,337
Land improvements	10,500	171,853	182,353
Buildings	174,530	-	174,530
Distribution system	3,121,736	-	3,121,736
Machinery and equipment	492,106	-	492,106
Total noncurrent assets	3,870,381	220,681	4,091,062
Total assets	\$ 4,367,055	\$ 390,353	\$ 4,757,408

See Notes to Financial Statements.

Village of Hazel Crest, Illinois

Statement of Net Assets - Proprietary Funds - Continued
April 30, 2008

	Business-Type Activities		
	Waterworks and Sewerage Fund	Nonmajor Commuter Parking Lot	Total
Liabilities			
Current			
Accounts payable	\$ 99,094	\$ 107	\$ 99,201
Deposits	171,272	-	171,272
Due to other funds	96,443	-	96,443
Advances to other funds	1,030,524	-	1,030,524
Compensated absences	22,153	-	22,153
Total current liabilities	1,419,486	107	1,419,593
Noncurrent			
Compensated absences	16,494	-	16,494
Total noncurrent liabilities	16,494	-	16,494
Total liabilities	1,435,980	107	1,436,087
Net Assets			
Invested in capital assets, net of related debt	\$ 3,870,381	\$ 220,681	\$ 4,091,062
Unrestricted (deficit)	(939,306)	169,565	(769,741)
Total net assets	\$ 2,931,075	\$ 390,246	\$ 3,321,321

See Notes to Financial Statements.

Village of Hazel Crest, Illinois

Statement of Revenues, Expenses, and Changes in Net Assets - Proprietary Funds

Enterprise Funds

Year Ended April 30, 2008

	Business-Type Activities		
	Waterworks and Sewerage Fund	Nonmajor Commuter Parking Lot	Total
Operating revenues, charges for services	\$ 2,268,814	\$ 37,142	\$ 2,305,956
Operating expenses:			
Operations	2,292,184	5,537	2,297,721
Depreciation	421,844	5,750	427,594
Total operating expenses	2,714,028	11,287	2,725,315
Operating (loss) income	(445,214)	25,855	(419,359)
Nonoperating revenues, interest income	-	8,102	8,102
Net (loss) income	(445,214)	33,957	(411,257)
Net assets:			
May 1, 2007	3,376,289	356,289	3,732,578
April 30, 2008	\$ 2,931,075	\$ 390,246	\$ 3,321,321

See Notes to Financial Statements.

Village of Hazel Crest, Illinois

Statement of Cash Flows – Proprietary Funds
Year Ended April 30, 2008

	Business-Type Activities		
	Waterworks and Sewerage Fund	Nonmajor Commuter Parking Lot	Total
Cash flows from operating activities			
Cash received for services	\$ 2,211,811	\$ 37,142	\$ 2,248,953
Payments to employees	(765,002)	-	(765,002)
Payments to suppliers	(1,505,233)	(5,526)	(1,510,759)
Net cash provided by (used in) operating activities	(58,424)	31,616	(26,808)
Cash flows from noncapital financing activities			
Acquisition of capital assets	(21,825)	(489)	(22,314)
Increase in due to other funds	80,249	(31,127)	49,122
Net cash provided by (used in) noncapital financing activities	58,424	(31,616)	26,808
Cash flows from investing activities			
Cash receipts from interest income		8,102	8,102
Net cash provided by investing activities	-	8,102	8,102
Net increase in cash and equivalents	-	8,102	8,102
Cash and equivalents:			
May 1, 2007	-	130,443	130,443
April 30, 2008	\$ -	\$ 138,545	\$ 138,545

(Continued)

See Notes to Financial Statements.

Village of Hazel Crest, Illinois

Statement of Cash Flows – Proprietary Funds - Continued
 Year Ended April 30, 2008

	Business-Type Activities		
	Waterworks and Sewerage Fund	Nonmajor Commuter Parking Lot	Total
Reconciliation of operating income (loss) to net cash provided by operating activities			
Operating income (loss)	\$ (445,214)	\$ 25,855	\$ (419,359)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities			
Depreciation	421,844	5,750	427,594
Changes in assets and liabilities:			
Accounts receivable	(65,043)	-	(65,043)
Deposits	8,040	-	8,040
Accounts payable	9,664	11	9,675
Compensated absences payable	12,285	-	12,285
Total adjustments	386,790	5,761	392,551
Net cash provided by operating activities	\$ (58,424)	\$ 31,616	\$ (26,808)

See Notes to Financial Statements.

Village of Hazel Crest, Illinois

Combined Statement of Fiduciary Net Assets - Pension Trust Funds

April 30, 2008

Assets

Cash and cash equivalents	\$ 1,758,937
Investments	
Certificates of deposit	913,694
U.S. treasury notes	6,935,708
U.S. government agencies	1,968,883
Insurance contracts	1,336,471
Money market mutual funds	3,710,486
Interest receivable	18,747
Prepaid pension contribution	7,509
	<hr/>
Total assets	\$ 16,650,435

Liabilities

Accounts payable	\$ 2,998
Due to general fund	340,518
	<hr/>
	343,516

Net assets held in trust for pension benefits **\$ 16,306,919**

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, 2008

Additions

Contributions:

Employer	\$ 670,869
Plan members	238,985
Total contributions	<u>909,854</u>

Investment income:

Net appreciation in fair value of investments	670,609
Dividends	33,950
Interest	258,874
(Loss) on sale of securities	(48,414)
Less investment expense	<u>(19,911)</u>
Net investment income	<u>895,108</u>

Total additions 1,804,962

Deductions

Benefits	935,610
Administrative expenses	<u>20,709</u>
Total deductions	<u>956,319</u>

Net increase 848,643

Net assets held in trust for pension benefits:

May 1, 2007 15,458,276

April 30, 2008 \$ 16,306,919

See Notes to Financial Statements.

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies

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:

(a) 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.

(b) 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.

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

(b) 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 and the Capital Projects Fund. 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.

Capital Projects Fund – This fund is used to account for capital developments and construction within the Village.

Motor Fuel Tax – This fund is used to account for motor fuel tax revenue and related expenditures.

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.

(c) 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.

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

(c) Measurement Focus and Basis of Accounting and Financial Statement Presentation (Continued)

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.

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

1. 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.

2. 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.

3. 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.

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

(d) Assets, Liabilities, and Net Assets or Equity (continued)

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.

4. Prepaid Items

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

5. 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.

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

(d) 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:

	<u>Estimated Useful Lives</u>
Land improvements	15 - 30 years
Buildings	40 - 50 years
Machinery and equipment	10 - 20 years
Streets	30 years
Sidewalks	10 years
Storm	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.

6. 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.

7. 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.

8. 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)

(d) 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.

9. Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designated fund balances, if any, represent tentative plans for future use of financial resources.

(e) 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.

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 2. Stewardship, Compliance and Accountability

(a) Budgetary Information

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

- a) The 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. Amounts to be transferred between funds would require Village Board approval. Legal budgetary control is maintained at fund level.
- h) Budgeted amounts are as originally adopted.
- i) The Village adopts an annual appropriated budget for 12 of its funds. No budgets were prepared for any TIF funds, the Working Cash Fund, the Community Development Block Grant Fund, the 911 Fund or the 2005 Capital Projects Fund.

(b) Budget Overexpenditures

The following funds overexpended their budgets by the following amounts during the year ended April 30, 2008:

Fund	Budget	Actual
General	\$ 10,490,082	\$ 11,082,357
Limited Tax Bonds	103,295	219,130
Waterworks and Sewerage	2,425,137	2,714,028
Commuter Parking Lot	8,715	11,287

Note 3. 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, 2008 the carrying amount of the Village's deposits was \$3,037,258, with bank balances totaling \$3,085,410. Of the Village's deposits, \$71,242 were not insured or collateralized at April 30, 2008.

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 3. Cash and Investments (continued)

Investments

As of April 30, 2008, the Village had the following investments and maturities:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	More Than 10
U.S. Treasury Notes	\$ 6,935,708	\$ -	\$ 3,757,200	\$ 1,819,940	\$ 1,358,568
U.S. agencies - FFBC	53,500	-	53,500	-	-
U.S. agencies - FHLB	480,738	-	480,738	-	-
U.S. agencies - FHLMC	50,015	-	50,015	-	-
U.S. agencies - FNMA	364,330	-	364,330	-	-
U.S. agencies - GNMA	1,020,298	-	1,020,298	-	-
Insurance Contracts	1,336,471	-	1,336,471	-	-
Money Market Mutual Funds	3,710,486	3,710,486	-	-	-
Illinois Funds	7,398,823	7,398,823	-	-	-
	<u>\$ 21,350,369</u>	<u>\$ 11,109,309</u>	<u>\$ 7,062,552</u>	<u>\$ 1,819,940</u>	<u>\$ 1,358,568</u>

The Illinois Funds are shown as maturing in less than one year because the weighted average maturity of the pool's investments is less than one year.

The Illinois Funds Investment Pool is not registered with the SEC. The pool is sponsored by the Treasurer of the State of Illinois, in accordance with State law. The fair value of the position in the Pool is the same as the value of the Pool shares.

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, 2008, the Village's investments in U.S. Government agencies were rated AAA by Standard & Poor's and Aaa by Moody's Investors Service. The Village's investments in the Illinois Funds were rated AAA 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.

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. Treasury Notes, Insurance Contracts, Money Market Mutual Funds, and Illinois Funds. These investments are 32.5%, 6.3%, 17.4%, and 34.7%, respectively, of the Village's total investments.

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 3. Cash and Investments (continued)

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, and insurance contracts are held by the Village's agent in the Village's name. The Illinois Funds Investment Pool, Money Market Mutual Funds, and Equity Mutual Funds are not subject to custodial credit risk. The Village's investment policy does not address custodial credit risk for investments.

The above deposits of \$3,037,258 and investments of \$21,350,369 totaling \$24,387,627 are reported in the financial statements as follows:

Governmental and business-type activities,	
Cash and cash equivalents	\$ 7,763,448
Fiduciary Funds:	
Cash and cash equivalents	1,758,937
Investments:	
Certificates of Deposit	913,694
U.S. Treasury Notes	6,935,708
U.S. Government Agencies	1,968,883
Insurance Contracts	1,336,471
Money Market Mutual Funds	3,710,486
	<hr/>
Total	\$ 24,387,627

Note 4. 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 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.

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 5. Capital Assets

Governmental Activities

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

	Balance May 1, 2007	Additions	Retirements	Balance, April 30, 2008
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 699,770	\$ -	\$ -	\$ 699,770
Right of way	1,760,980	-	-	1,760,980
Easements/open land	173,982	-	-	173,982
	<u>2,634,732</u>	<u>-</u>	<u>-</u>	<u>2,634,732</u>
Capital assets being depreciated:				
Land improvements	237,748	-	-	237,748
Buildings	2,573,098	-	-	2,573,098
Machinery and equipment	4,830,947	182,894	-	5,013,841
Streets	107,920,640	-	-	107,920,640
Sidewalks	4,775,558	48,370	-	4,823,928
Storm sewers	3,683,721	-	-	3,683,721
Manholes	189,109	-	-	189,109
Hydrants	141,866	156,200	7,920	290,146
Valves	42,497	-	-	42,497
Streetlights	409,393	-	-	409,393
	<u>124,804,577</u>	<u>387,464</u>	<u>7,920</u>	<u>125,184,121</u>
Less accumulated depreciation for:				
Land improvements	176,920	6,319	-	183,239
Buildings	1,541,682	56,299	-	1,597,981
Machinery and equipment	3,551,903	230,076	-	3,781,979
Streets	93,270,538	1,086,326	-	94,356,864
Sidewalks	4,691,024	15,190	-	4,706,214
Storm sewers	2,926,360	46,300	-	2,972,660
Manholes	149,133	2,528	-	151,661
Hydrants	120,078	5,834	7,920	117,992
Valves	36,516	576	-	37,092
Streetlights	359,699	3,531	-	363,230
	<u>106,823,853</u>	<u>1,452,979</u>	<u>7,920</u>	<u>108,268,912</u>
Capital assets being depreciated, net:				
Land improvements	60,828	(6,319)	-	54,509
Buildings	1,031,416	(56,299)	-	975,117
Machinery and equipment	1,279,044	(47,182)	-	1,231,862
Streets	14,650,102	(1,086,326)	-	13,563,776
Sidewalks	84,534	33,180	-	117,714
Storm sewers	757,361	(46,300)	-	711,061
Manholes	39,976	(2,528)	-	37,448
Hydrants	21,788	150,366	-	172,154
Valves	5,981	(576)	-	5,405
Streetlights	49,694	(3,531)	-	46,163
Total capital assets being depreciated, net	<u>17,980,724</u>	<u>(1,065,515)</u>	<u>-</u>	<u>16,915,209</u>
Governmental activities capital assets, net	<u>\$ 20,615,456</u>	<u>\$ (1,065,515)</u>	<u>\$ -</u>	<u>\$ 19,549,941</u>

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 5. 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, 2007	Additions	Retirements	Balance, April 30, 2008
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	1,757,860	21,826	-	1,779,686
Distribution system	10,649,731	-	-	10,649,731
	<u>13,188,153</u>	<u>21,826</u>	<u>-</u>	<u>13,209,979</u>
Less accumulated depreciation for:				
Land improvements	118,176	7,513	-	125,689
Buildings	285,060	12,930	-	297,990
Machinery and equipment	1,211,565	76,015	-	1,287,580
Distribution system	7,196,859	331,136	-	7,527,995
	<u>8,811,660</u>	<u>427,594</u>	<u>-</u>	<u>9,239,254</u>
Capital assets being depreciated, net:				
Land improvements	189,866	(7,513)	-	182,353
Buildings	187,460	(12,930)	-	174,530
Machinery and equipment	546,295	(54,189)	-	492,106
Distribution system	3,452,872	(331,136)	-	3,121,736
Total capital assets being depreciated, net	<u>4,376,493</u>	<u>(405,768)</u>	<u>-</u>	<u>3,970,725</u>
Business-type activities capital assets, net	<u>\$ 4,496,830</u>	<u>\$ (405,768)</u>	<u>\$ -</u>	<u>\$ 4,091,062</u>

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 5. Capital Assets (continued)

Governmental Activities Depreciation Charged to Functions / Programs

Depreciation was charged to functions/programs as follows:

Governmental activities:	
General services	\$ 18,117
Public works	1,303,960
Public safety	<u>130,902</u>
Total depreciation expense - governmental activities	<u>\$ 1,452,979</u>
Business-type activities:	
Waterworks and sewerage	\$ 421,844
Commuter parking lot	<u>5,750</u>
Total depreciation expense - business-type activities	<u>\$ 427,594</u>

Note 6. 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, 2008:

	Outstanding Debt as of May 1, 2007	Additions	Reductions	Outstanding Debt as of April 30, 2008	Due within one year
General obligation bonds	\$ 2,105,000	\$ -	\$ 140,000	\$ 1,965,000	\$ 145,000
General obligation debt certificates	627,000	-	50,000	577,000	50,000
Tax incremental revenue notes	1,028,884	179,987	245,040	963,831	-
Note payable	39,333	-	39,333	-	-
Compensated absences	365,816	424,718	365,816	424,718	234,840
Net pension obligation	49,721	121,532	-	171,253	-
	<u>\$ 4,215,754</u>	<u>\$ 726,237</u>	<u>\$ 840,189</u>	<u>\$ 4,101,802</u>	<u>\$ 429,840</u>

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 6. 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, 2008:

	Outstanding Debt as of May 1, 2007	Additions	Reductions	Outstanding Debt as of April 30, 2008	Due within one year
Compensated absences	\$ 26,362	\$ 38,647	\$ 26,362	\$ 38,647	\$ 22,153

Outstanding debt as of April 30, 2008, consists 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 is due in semi-annual installments on June 1 and December 1 at rates from 3.7 to 3.85 percent. \$ 1,965,000

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. 577,000

Tax incremental revenue notes:

Tax incremental revenue notes, payable solely from incremental property taxes from the Tax Incremental Finance District, provide for retirement of interest and principal to be paid annually. Repayments are limited to amounts paid in property taxes that year by the note holder. Interest is at the prime rate (5.00% at April 30, 2008) plus 2% and is paid with the notes as incremental property taxes become available. Additions to tax incremental revenue notes for the fiscal year ended April 30, 2008 resulted from accrued interest on the notes earned during the fiscal year. All notes still outstanding on June 27, 2011 will be canceled. 963,831

Compensated absences, governmental activities 424,718

Compensated absences, business-type activities 38,647

Net pension obligation 171,253

Total long-term obligations \$ 4,140,449

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 6. Long-Term Obligations (continued)

The future debt service requirements to amortize the outstanding debt other than compensated absences, pension obligation and tax incremental revenue notes which are only repaid if the note holder pays property tax for an equivalent amount and if incremental property taxes are received by the Village that year, are as follows:

Fiscal Year	General Obligation Bonds		Governmental Debt Certificates	
	Principal	Interest	Principal	Interest
2009	\$ 145,000	\$ 73,575	\$ 50,000	\$ 21,926
2010	140,000	68,210	50,000	20,026
2011	140,000	63,030	50,000	18,126
2012	125,000	57,850	50,000	16,226
2013	135,000	53,225	50,000	14,326
2014	140,000	48,230	50,000	12,426
2015	145,000	43,050	50,000	10,526
2016	150,000	37,685	50,000	8,626
2017	155,000	32,135	50,000	6,726
2018	160,000	26,400	50,000	4,826
2019	170,000	20,320	50,000	2,926
2020	175,000	13,860	27,000	1,026
2021	185,000	7,123	-	-
	<u>\$ 1,965,000</u>	<u>\$ 544,693</u>	<u>\$ 577,000</u>	<u>\$ 137,712</u>

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 4.68% at April 30, 2008.

Note 7. Pension and Retirement Plan Commitments

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

Illinois Municipal Retirement Fund

The Village's defined benefit pension plan, Illinois Municipal Retirement (IMRF), provides retirement, disability, annual cost of living adjustments and death benefits to plan members and beneficiaries. IMRF is an agent-multiple-employer pension plan that acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained at www.imrf.org/pubs/pubs_homepage.htm or by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

Employees participating in IMRF are required to contribute 4.50 percent of their annual covered salary. The member rate is established by state statute. The Village is required to contribute at an actuarially determined rate. The weighted employer rate for fiscal year 2008 was 9.18 percent of base payroll. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees. IMRF's overfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis (overfunded liability amortized on open basis). The remaining amortization period at December 31, 2007, was 25 years.

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 7. Pension and Retirement Plan Commitments (continued)

For April 30, 2008, the Village's annual pension cost of \$205,302 was equal to the Village's required and actual contributions. The required contribution was determined as part of the December 31, 2005, actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50% investment rate of return (net of administrative expenses), (b) projected salary increases of 4% a year, attributable to inflation, (c) additional projected salary increases ranging from .4% to 10.0% per year depending on age and service, and (d) post retirement benefit increases of 3% annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 15% corridor. The assumptions used for the 2007 actuarial valuation were based on the 2002-2004 experience study.

Trend Information

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
04/30/08	\$ 205,302	100%	\$ -
04/30/07	199,034	100%	-
04/30/06	213,128	100%	-
04/30/05	191,642	100%	-
04/30/04	130,230	100%	-
04/30/03	106,063	100%	-
04/30/02	125,213	100%	-

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% 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, 2007 was 18.67% 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.

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 7. Pension and Retirement Plan Commitments (continued)

The Village's annual pension cost and net pension obligation/asset to the Plan for the year ended April 30, 2007, were as follows:

Annual required contribution	\$ 438,711
Interest on net pension obligation	(3,720)
Adjustment to annual requirement contribution	2,536
Annual pension cost	<u>437,527</u>
Contributions made	<u>305,284</u>
Increase in net pension obligation	132,243
Net pension (asset), beginning of year	<u>(53,145)</u>
Net pension obligation, end of year	<u><u>\$ 79,098</u></u>

The annual required contribution for the year ended April 30, 2007, was determined as part of the April 30, 2007, actuarial valuation report using the entry age normal cost method. The actuarial assumptions included (a) 7.0% investment rate of return, (b) projected salary increases of 5.0%, (c) 3.0% per year cost of living adjustments. Both (a) and (b) included an inflation component of 3.0%. The actuarial value of Police 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 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, 2007, was 26 years.

Trend Information

Fiscal Year Ending	Annual Pension Cost (APC)	Annual Contributions Made	Percentage of APC Contributed	Net Pension Obligation/(Asset)
04/30/07	\$ 437,527	\$ 305,284	69.8%	\$ 79,098
04/30/06	353,143	438,711	124.2%	(53,145)
04/30/05	337,456	402,248	119.2%	32,423
04/30/04	318,937	301,714	94.6%	97,365
04/30/03	288,308	296,358	102.8%	80,156
04/30/02	281,905	262,263	93.0%	88,206
04/30/01	259,133	262,929	101.5%	68,564
04/30/00	241,366	242,139	100.3%	72,360
04/30/99	240,578	212,830	88.5%	73,133

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 7. Pension and Retirement Plan Commitments (continued)

Membership in the plan consisted of the following as of April 30, 2007:

Retirees and beneficiaries receiving benefits	16
Terminated plan members entitled to but not yet receiving benefits	1
Active vested plan members	12
Active nonvested plan members	16
	<hr/>
	45
	<hr/> <hr/>

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% 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, 2007, was 19.015% 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 Village's annual pension cost and net pension obligation to the Plan for the year ended April 30, 2007, were as follows:

Annual required contribution	\$ 183,485
Interest on net pension obligation	7,715
Adjustment to annual requirement contribution	(4,903)
Annual pension cost	<hr/> 186,297
Contributions made	<hr/> 197,008
(Decrease) in net pension obligation	<hr/> (10,711)
Net pension obligation, beginning of year	<hr/> 102,866
	<hr/> <hr/>
Net pension obligation, end of year	\$ 92,155

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 7. Pension and Retirement Plan Commitments (continued)

The required contribution for the year ended April 30, 2007, was determined as part of the April 30, 2007, actuarial valuation report using the entry age normal cost method. The actuarial assumptions included (a) 7.5% investment rate of return, (b) projected salary increases of 5.5%, and (c) 3.0% per year cost of living adjustments. Both (a) and (b) included an inflation component of 3.0%. 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, 2007, was 26 years.

Trend Information

Fiscal Year Ending	Annual Pension Cost (APC)	Annual Contributions Made	Percentage of APC Contributed	Net Pension Obligation
04/30/07	\$ 186,297	\$ 197,008	105.7%	\$ 92,155
04/30/06	178,105	86,225	48.4%	102,866
04/30/05	157,120	192,161	122.3%	10,986
04/30/04	146,357	139,771	95.5%	46,027
04/30/03	120,449	129,408	107.4%	39,491
04/30/02	113,845	107,048	94.0%	48,450
04/30/01	113,520	102,812	90.6%	41,653
04/30/00	90,414	88,656	98.1%	30,945
04/30/99	91,936	84,651	92.1%	29,187

Membership in the plan consisted of the following as of April 30, 2007:

Retirees and beneficiaries receiving benefits	2
Terminated plan members entitled to but not yet receiving benefits	3
Active vested plan members	2
Active nonvested plan members	16
	23
	23

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 8. 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 9. 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, 2008.

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 10. Other Fund Disclosures (FFS Level Only)

Individual fund interfund receivable and payable balances as of April 30, 2008, are as follows:

Fund	Due From Other Funds	Total
General Fund		
Motor Fuel Tax	\$ 1,727,688	
Nonmajor Governmental Funds		
Limited Tax Bonds	434,703	
2005 Capital Projects	81,924	
Police Pension Fund	126,461	
Firefighters' Pension Fund	214,057	
		\$ 2,584,833
Tax Incremental Finance District Palmer Lake		
General Fund		697,452
Motor Fuel Tax		
Capital Projects Fund		1,350,619
Capital Projects Fund		
General Fund		1,231,619
Nonmajor Governmental Funds		
911		
General	31,449	
Limited Tax Bonds		
Capital Projects Fund	226,747	
Motor Fuel Tax	170,500	
Waterworks and Sewerage Fund	96,443	
2005 Capital Projects		
Capital Projects Fund	4,580	
TIF District 183rd Street		
General Fund	437,167	
TIF District Hazel Crest Proper		
General Fund	576,872	
TIF District Hazel 167th Street		
General Fund	323,831	
TIF District Cherry Creek		
General Fund	122,233	
		1,989,822
Nonmajor Enterprise Funds		
General Fund		31,127
Total		\$ 7,885,472

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 10. Other Fund Disclosures (FFS Level Only) (continued)

Fund	Due To Other Funds	Total
General Fund		
Nonmajor Governmental Funds		
911	\$ 31,449	
TIF District 183rd Street	437,167	
TIF District Hazel Crest Proper	576,872	
TIF District 167th Street	323,831	
TIF District Cherry Creek	122,233	
Nonmajor Enterprise Fund	31,127	
Capital Project Fund	1,231,619	
Tax Incremental Finance District Palmer Lake	697,452	
	<u> </u>	\$ 3,451,750
Motor Fuel tax		
General	1,727,688	
Nonmajor Governmental Funds		
Limited Tax Bonds	170,500	
	<u> </u>	1,898,188
Nonmajor Governmental Funds		
Limited Tax Bonds		
General Fund	434,703	
2005 Capital Projects		
General	81,924	
	<u> </u>	516,627
Waterworks and Sewerage Fund		
Nonmajor Governmental Funds		
Limited Tax Bonds		96,443
Capital Project Fund		
Motor Fuel Tax	1,350,619	
Nonmajor Governmental Funds		
Limited Tax Bonds	226,747	
2005 Capital Projects	4,580	
	<u> </u>	1,581,946
Firefighters' Pension Fund		
General Fund		214,057
Police Pension Fund		
General Fund		<u>126,461</u>
Total		<u><u>\$ 7,885,472</u></u>

Interfund debt reflects operating loans which are expected to be repaid in the following fiscal year.

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 11. Postretirement Health Care Benefits

In addition to the pension benefits described in Note 7 and by authorization of the Village Board, the Village provides postretirement health care benefits to all employees with a minimum of 20 years of service who retire from the Village that were in the health plan prior to retiring. Currently, eight (8) retirees meet that eligibility requirement. Prior to January 1, 2004, the Village paid 100 percent of the amount of monthly premium costs for each retiree and 25 percent of the monthly premium costs of the dependent coverage if the retiree elects. As of January 1, 2004, the Village paid 92.5 percent of the monthly premium cost for each retiree and 25 percent of the monthly premium costs of the dependent coverage. Employer contributions are funded on a pay-as-you-go basis and are recognized as the premiums come due on each retiree. During the year, expenditures of approximately \$74,000 were recognized for postretirement health care.

Note 12. New Governmental Accounting Standards

GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pension*, will be effective for the Village beginning with its year ending April 30, 2009. This Statement establishes standards for the measurement, recognition, and display of OPEB expense/expenditures and related liabilities (assets), note disclosures and, if applicable, required supplementary information in the financial reports of state and local governments. Based on an actuarial valuation as of April 30, 2008, the Village estimates that the unfunded actuarial liability for health insurance benefits is approximately \$7,800,000 with an annual required contribution of approximately \$728,000.

The Village has not yet completed its evaluation of the impact, if any, of the provisions of the following statements on its financial statements.

GASB Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Obligations*, addresses accounting and financial reporting standards for pollution (including contamination) remediation obligations, which are obligations to address the current or potential detrimental effects of existing pollution by participating in pollution remediation activities such as site assessments and cleanups. This Statement will become effective for the year ending April 30, 2009.

GASB Statement No. 50, *Pension Disclosures – an amendment of GASB Statements No. 25 and No. 27*, more closely aligns the financial reporting requirements for pensions with those for other postemployment benefits (OPEB) and, in doing so, enhances information disclosed on the notes to the financial statement or presented as required supplementary information (RSI) by pension plans and by employers that provide pension benefits. This Statement will be effective for the Village beginning with its year ending April 30, 2009.

GASB Statement No. 51, *Accounting and Financial Reporting for Intangible Assets*, will improve financial reporting by reducing inconsistencies that have developed in accounting and financial reporting for intangible assets. This Statement will be effective for the Village beginning with its year ending April 30, 2011.

GASB Statement No. 52, *Land and Other Real Estate Held as Investments by Endowments*, requires endowments to report land and other real estate investments at fair value. This Statement will be effective for the Village beginning with its year ending April 30, 2009.

Note 13. Subsequent Event

Subsequent to year-end, the credit and liquidity crisis in the United States and throughout the global financial system has resulted in substantial volatility in financial market and the banking system. These and other economic events have had a significant adverse impact in investment portfolios. As a result, the Village's investments have likely incurred a significant decline in fair value since April 30, 2008. In addition, certain non-readily marketable investments are significantly less liquid than they have been historically and in some cases the counter parties have imposed redemption restrictions.

Required Supplementary Information

Village of Hazel Crest, Illinois

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

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial 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)
12/31/2007	\$ 7,613,326	\$ 7,775,274	\$ 161,948	97.9 %	\$ 2,109,090	7.7 %
12/31/2006	7,130,710	7,546,898	416,188	94.5 %	2,016,340	20.6 %
12/31/2005	6,864,652	7,217,801	353,149	95.1 %	2,306,091	15.3 %
12/31/2004	6,628,540	7,188,149	559,609	92.2 %	2,185,119	25.6 %
12/31/2003	6,156,416	6,439,789	283,373	95.6 %	2,103,914	13.5 %
12/31/2002	6,438,169	6,241,576	(196,593)	103.1 %	2,003,468	(9.8)%
12/31/2001	6,297,483	5,637,921	(659,562)	111.7 %	1,905,428	(34.6)%
12/31/2000	5,635,305	5,102,187	(533,118)	110.4 %	1,876,726	(28.4)%
12/31/1999	4,816,337	4,582,902	(233,435)	105.1 %	1,886,131	(12.4)%

The actuarial assumptions used to determine the actuarial accrued liability for 2007 are based on the 2002-2004 Experience Study. The principal changes were:

- The 1994 Group Annuity Mortality was implemented.
- For regular members, fewer normal and more early retirements are expected to occur.

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]
04/30/2007	\$ 10,249,592	\$ 14,680,224	\$ 4,430,632	69.8 %	\$ 1,575,959	281.1 %
04/30/2006	10,603,938	15,570,476	4,966,538	68.1 %	1,478,667	335.9 %
04/30/2005	10,249,592	14,680,224	4,430,632	69.8 %	1,575,958	281.1 %
04/30/2004	9,751,405	12,995,700	3,244,295	75.0 %	1,502,471	215.9 %
04/30/2003	9,184,933	12,068,965	2,884,032	76.1 %	1,536,538	187.7 %
04/30/2002	8,872,790	11,645,608	2,772,818	76.2 %	1,414,507	196.0 %
04/30/2001	8,504,926	10,938,745	2,433,819	77.8 %	1,341,854	181.4 %
04/30/2000	7,811,759	10,034,838	2,223,079	77.8 %	1,373,918	161.8 %
04/30/1999	7,420,612	9,350,551	1,929,939	79.4 %	1,308,700	147.5 %
04/30/1998	7,040,488	8,813,155	1,772,667	79.9 %	1,324,645	133.8 %

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]
04/30/2007	\$ 3,445,199	\$ 4,191,370	\$ 746,171	82.2 %	\$ 777,994	95.9 %
04/30/2006	3,871,161	4,626,656	755,495	83.7 %	952,433	79.3 %
04/30/2005	3,445,199	4,191,370	746,171	82.2 %	777,994	95.9 %
04/30/2004	3,108,833	3,711,485	602,652	83.8 %	758,001	79.5 %
04/30/2003	2,739,503	3,301,864	562,361	83.0 %	659,670	85.2 %
04/30/2002	2,632,913	3,209,573	576,660	82.0 %	627,603	91.9 %
04/30/2001	2,611,971	2,721,994	110,023	96.0 %	618,682	17.8 %
04/30/2000	2,532,911	2,337,503	(195,408)	108.4 %	679,111	(28.8)%
04/30/1999	2,255,082	2,054,524	(200,558)	109.8 %	596,056	(33.6)%
04/30/1998	2,049,686	1,898,685	(151,001)	108.0 %	577,035	(26.2)%

Village of Hazel Crest, Illinois

Required Supplementary Information
 Schedule of General Fund Revenues
 Budget and Actual
 Year Ended April 30, 2008

	Original and Final Budget	Actual	Over (Under) Budget
Property taxes	\$ 3,875,242	\$ 3,723,262	\$ (151,980)
Other taxes:			
Utility	1,455,700	1,395,786	(59,914)
Home Rule Fuel Tax	123,000	121,551	(1,449)
Home Rule Sales Tax	342,228	407,317	65,089
Amusement	4,500	3,537	(963)
Total other taxes	1,925,428	1,928,191	2,763
Intergovernmental:			
Road and bridge - County Replacement	30,000	32,507	2,507
Sales	32,000	38,542	6,542
Income tax	650,000	784,883	134,883
Total intergovernmental	1,350,000	1,600,594	250,594
Fines, fees and permits:			
Building permits	80,000	148,011	68,011
Circuit court fines	100,000	103,412	3,412
Ambulance fees	335,000	395,549	60,549
Plan reviews	22,000	10,269	(11,731)
Contractor registration	52,500	53,684	1,184
Zoning board fees	1,000	1,200	200
Inspections	80,000	120,485	40,485
Alarm violations	6,000	-	(6,000)
Finance charges	1,500	985	(515)
Raffle licenses	50	25	(25)
Alarm permits	12,000	-	(12,000)
Impact fees	10,000	-	(10,000)
Point of sale inspections	40,000	-	(40,000)
Apartment rental inspections	52,320	-	(52,320)
Business operation permits	55,000	-	(55,000)
Refuse Removal Revenue	789,000	837,600	48,600
Refuse Removal Penalties	33,000	34,857	1,857
Cable television franchise fees	173,500	133,580	(39,920)
Total fines, fees and permits	1,842,870	1,839,657	(3,213)

(continued)

Village of Hazel Crest, Illinois

Required Supplementary Information
 Schedule of General Fund Revenues
 Budget and Actual (Continued)
 Year Ended April 30, 2008

	Original and Final Budget	Actual	Over (Under) Budget
Licenses:			
Liquor	\$ 6,350	\$ 3,908	\$ (2,442)
Vehicles	213,940	211,370	(2,570)
Business	52,000	87,230	35,230
Pet	450	520	70
Total licenses	<u>272,740</u>	<u>303,028</u>	<u>30,288</u>
Charges for services:			
Motor fuel tax equipment rental	95,564	95,564	-
Total service charges	<u>95,564</u>	<u>95,564</u>	<u>-</u>
TIF Rebate	-	106,250	106,250
Interest	148,100	176,829	28,729
Miscellaneous:			
Municipal center leases	12,450	78,920	66,470
Compost fees and sales	6,750	456	(6,294)
IRMA refund	25,000	28,940	3,940
Bad debt recovery	1,100	52,495	51,395
State and county grants	50,000	48,180	(1,820)
State highway maintenance	13,650	10,521	(3,129)
Sidewalk/tree replacement	1,200	843	(357)
Employee health insurance contributions	-	83,926	83,926
Miscellaneous	177,600	97,341	(80,259)
Total miscellaneous	<u>287,750</u>	<u>401,622</u>	<u>113,872</u>
Total revenues	<u>\$ 10,509,694</u>	<u>\$ 11,030,929</u>	<u>\$ 521,235</u>

Village of Hazel Crest, Illinois
Required Supplementary Information
Schedule of General Fund Expenditures
Budget and Actual
Year Ended April 30, 2008

	Original and Final Budget	Actual	Over (Under) Budget
General services:			
Personnel:			
Salaries	\$ 420,000	\$ 399,629	\$ (20,371)
FICA	31,000	31,467	467
IMRF	35,900	32,297	(3,603)
Employee insurance	109,200	85,369	(23,831)
	<u>596,100</u>	<u>548,762</u>	<u>(47,338)</u>
Maintenance:			
Maintenance building/grounds	9,500	9,574	74
Maintenance equipment	15,000	13,791	(1,209)
	<u>24,500</u>	<u>23,365</u>	<u>(1,135)</u>
Contractual services:			
Payroll fees	6,700	8,581	1,881
FSA expenses	-	1,750	1,750
Cleaning Services	-	8,065	8,065
Economic Development Incentives	15,000	-	(15,000)
Telephone	59,000	63,442	4,442
Fire pension contributions	181,191	193,792	12,601
Police pension contributions	451,871	477,075	25,204
Utilities	3,500	5,499	1,999
Refuse Removal / Company	624,000	652,301	28,301
Travel	250	1,304	1,054
Villager	42,000	48,767	6,767
Legal	65,000	131,618	66,618
Accounting	35,000	59,367	24,367
Consultants	129,500	223,129	93,629
Training and conferences	5,000	6,526	1,526
Tuition reimbursement	2,000	3,744	1,744
Dues and subscriptions	12,850	13,128	278
	<u>1,632,862</u>	<u>1,898,088</u>	<u>265,226</u>
Commodities:			
Other supplies	10,900	15,838	4,938
E-Com	277,500	256,898	(20,602)
Boards and commissions	11,000	10,798	(202)
Recruitment/testing	12,000	30,253	18,253
Bad debts	30,000	71,654	41,654
Bank service charges	4,500	8,799	4,299
Sundry	5,000	32,551	27,551
Miscellaneous expense	160,000	262,289	102,289
	<u>510,900</u>	<u>689,080</u>	<u>178,180</u>

(continued)

Village of Hazel Crest, Illinois

Required Supplementary Information
 Schedule of General Fund Expenditures
 Budget and Actual (Continued)
 Year Ended April 30, 2008

	Original and Final Budget	Actual	Over (Under) Budget
General services: (continued)			
Capital outlay:			
Building	\$ 24,500	\$ 25,482	\$ 982
Improvements other than building	20,000	22,673	2,673
Open Lands	-	21,867	21,867
Equipment	23,500	14,349	(9,151)
	<u>68,000</u>	<u>84,371</u>	<u>16,371</u>
Total general services	<u>2,832,362</u>	<u>3,243,666</u>	<u>411,304</u>
Administrative office:			
Personnel:			
Salaries	215,000	237,527	22,527
FICA	17,000	17,165	165
IMRF	18,000	14,690	(3,310)
Employee insurance	22,000	13,188	(8,812)
	<u>272,000</u>	<u>282,570</u>	<u>10,570</u>
Maintenance,			
Maintenance equipment	<u>15,000</u>	<u>21,175</u>	<u>6,175</u>
Contractual services:			
Postage	16,000	12,321	(3,679)
Training and conferences	1,000	235	(765)
Printing	7,200	8,220	1,020
	<u>24,200</u>	<u>20,776</u>	<u>(3,424)</u>
Commodities:			
Office supplies	9,550	8,682	(868)
	<u>9,550</u>	<u>8,682</u>	<u>(868)</u>
Capital outlay:			
Equipment	1,000	3,516	2,516
	<u>1,000</u>	<u>3,516</u>	<u>2,516</u>
Total administrative office	<u>321,750</u>	<u>336,719</u>	<u>14,969</u>

(continued)

Village of Hazel Crest, Illinois

Required Supplementary Information
 Schedule of General Fund Expenditures
 Budget and Actual (Continued)
 Year Ended April 30, 2008

	Original and Final Budget	Actual	Over (Under) Budget
Public works: (continued)			
Personnel:			
Salaries	\$ 650,000	\$ 631,730	\$ (18,270)
FICA	49,725	50,304	579
IMRF	65,390	57,886	(7,504)
Employee insurance	74,785	104,247	29,462
	<u>839,900</u>	<u>844,167</u>	<u>4,267</u>
Maintenance:			
Maintenance building/grounds	2,500	3,493	993
Maintenance/equipment	104,294	124,732	20,438
Maintenance/other	37,200	33,880	(3,320)
	<u>143,994</u>	<u>162,105</u>	<u>18,111</u>
Contractual services:			
Garbage disposal	9,000	3,490	(5,510)
Communications	1,100	351	(749)
Utilities	25,000	13,651	(11,349)
Traffic signals	12,000	20,497	8,497
Rental	3,000	3,172	172
Printing	1,550	660	(890)
Consultants	16,000	23,383	7,383
Training and conferences	750	511	(239)
Dues and subscriptions	800	871	71
	<u>69,200</u>	<u>66,586</u>	<u>(2,614)</u>
Commodities:			
Office supplies	3,600	2,079	(1,521)
Other supplies	2,800	2,089	(711)
Uniforms	4,500	4,457	(43)
Gas and oil	38,000	46,095	8,095
Sundry	1,900	316	(1,584)
	<u>50,800</u>	<u>55,036</u>	<u>4,236</u>
Capital outlay:			
Improvements	60,000	51,274	(8,726)
Bike Trail	-	38,540	38,540
Equipment	41,117	29,436	(11,681)
	<u>101,117</u>	<u>119,250</u>	<u>18,133</u>
Total public works	<u>1,205,011</u>	<u>1,247,144</u>	<u>42,133</u>

(continued)

Village of Hazel Crest, Illinois

Required Supplementary Information
 Schedule of General Fund Expenditures
 Budget and Actual (Continued)
 Year Ended April 30, 2008

	Original and Final Budget	Actual	Over (Under) Budget
Police:			
Personnel:			
Salaries	\$ 2,386,743	\$ 2,339,930	\$ (46,813)
FICA	188,456	176,146	(12,310)
IMRF	26,053	22,044	(4,009)
Employee insurance	407,156	381,407	(25,749)
	<u>3,008,408</u>	<u>2,919,527</u>	<u>(88,881)</u>
Maintenance, maintenance equipment	<u>55,560</u>	<u>40,596</u>	<u>(14,964)</u>
Contractual services:			
Communications	20,480	3,698	(16,782)
Printing	4,500	4,296	(204)
Cleaning Services	-	10,242	10,242
Consultants	8,375	10,886	2,511
P ticket hearing programs	2,750	-	(2,750)
Training and conferences	32,485	39,234	6,749
Dues and subscriptions	3,000	7,093	4,093
	<u>71,590</u>	<u>75,449</u>	<u>3,859</u>
Commodities:			
Office supplies	4,500	4,213	(287)
Other supplies	11,470	11,680	210
Uniforms	26,450	24,623	(1,827)
Canine supplies	1,200	1,077	(123)
Prisoner needs	1,500	1,968	468
Gas and oil	76,800	102,034	25,234
Animal control	2,400	2,422	22
Sundry	2,500	2,591	91
	<u>126,820</u>	<u>150,608</u>	<u>23,788</u>
Capital outlay:			
Equipment lease	-	41,693	41,693
Building and permanent improvements	14,350	10,542	(3,808)
Equipment	119,562	126,632	7,070
	<u>133,912</u>	<u>178,867</u>	<u>44,955</u>
Total police	<u>3,396,290</u>	<u>3,365,047</u>	<u>(31,243)</u>

(continued)

Village of Hazel Crest, Illinois

Required Supplementary Information
 Schedule of General Fund Expenditures
 Budget and Actual (Continued)
 Year Ended April 30, 2008

	Original and Final Budget	Actual	Over (Under) Budget
Fire:			
Personnel:			
Salaries	\$ 1,420,750	\$ 1,489,299	\$ 68,549
FICA	105,000	112,324	7,324
IMRF	18,000	23,875	5,875
Employee insurance	221,500	204,491	(17,009)
	<u>1,765,250</u>	<u>1,829,989</u>	<u>64,739</u>
Maintenance:			
Maintenance buildings/grounds	30,000	49,895	19,895
Maintenance equipment	31,500	25,716	(5,784)
	<u>61,500</u>	<u>75,611</u>	<u>14,111</u>
Contractual services:			
Communications	5,000	2,722	(2,278)
Rental	9,500	5,807	(3,693)
Postage	7,500	8,572	1,072
Printing	5,200	3,791	(1,409)
Fire prevention	2,500	1,887	(613)
Legal	250	200	(50)
Consultants	61,750	67,523	5,773
Training and conferences	26,500	18,089	(8,411)
Dues and subscriptions	10,200	7,579	(2,621)
	<u>128,400</u>	<u>116,170</u>	<u>(12,230)</u>
Commodities:			
Office supplies	6,000	7,154	1,154
Other supplies	8,750	4,766	(3,984)
Uniforms	12,000	11,359	(641)
Gas and oil	16,300	16,217	(83)
Sundry	500	1,115	615
	<u>43,550</u>	<u>40,611</u>	<u>(2,939)</u>
Capital outlay			
Building	37,000	34,146	(2,854)
Equipment	55,400	47,652	(7,748)
	<u>92,400</u>	<u>81,798</u>	<u>(10,602)</u>
Total fire	<u>2,091,100</u>	<u>2,144,179</u>	<u>53,079</u>

(continued)

Village of Hazel Crest, Illinois

Required Supplementary Information
 Schedule of General Fund Expenditures
 Budget and Actual (Continued)
 Year Ended April 30, 2008

	Original and Final Budget	Actual	Over (Under) Budget
Economic development:			
Contractual services:			
Economic development incentive	\$ -	\$ 18,178	\$ 18,178
	-	18,178	18,178
Commodities:			
Other supplies	-	224	224
	-	224	224
Total economic development	-	18,402	18,402
Insurance:			
Personnel:			
State unemployment insurance	80,000	-	(80,000)
Workers' compensation	265,000	309,861	44,861
	345,000	309,861	(35,139)
Contractual services:			
Insurance	265,000	312,238	47,238
Training and conferences	-	2,972	2,972
	265,000	315,210	50,210
Commodities:			
Risk management	21,600	35,035	13,435
Loss fund	-	56,326	56,326
Uniforms	9,300	7,810	(1,490)
	30,900	99,171	68,271
Total insurance	640,900	724,242	83,342
Civil Defense:			
Maintenance, maintenance equipment	2,000	1,980	(20)
Contractual services:			
Communications	150	-	(150)
Dues and subscriptions	950	978	28
	1,100	978	(122)
Total civil defense	3,100	2,958	(142)
Total expenditures	\$ 10,490,513	\$ 11,082,357	\$ 591,844

Village of Hazel Crest, Illinois

Schedule of Revenues, Expenditures and Changes in Fund
Balances - Budget and Actual - Motor Fuel Tax
Nonmajor Special Revenue Funds - All Funds for Which Budgets Have Been Adopted
Year Ended April 30, 2008

	Motor Fuel Tax	
	Budget	Actual
Revenues:		
Intergovernmental	\$ 451,706	\$ 413,629
Miscellaneous	-	4,350
Interest	22,585	723
Total revenues	<u>474,291</u>	<u>418,702</u>
Expenditures:		
Current:		
General services	351,919	369,573
Capital outlay	227,163	-
Total expenditures	<u>579,082</u>	<u>369,573</u>
Excess revenues or (expenditures)	(104,791)	49,129
Other Financing (Uses):		
Transfers out	-	(170,500)
Net change in fund balances	<u>\$ (104,791)</u>	(121,371)
Fund balances:		<u>755,837</u>
May 1, 2007		
April 30, 2008		<u>\$ 634,466</u>

Village of Hazel Crest, Illinois

Note to Required Supplementary Information

Note 1. Budgetary Basis of Accounting

The General Fund and Motor Fuel Tax budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America.

Supplementary Information

Nonmajor Governmental Funds – Combining Statements

Village of Hazel Crest, Illinois

Nonmajor Governmental Funds
 Combining Balance Sheet
 April 30, 2008

	Special Revenue	Debt Service	Capital Projects	Total Nonmajor Governmental Funds
Assets				
Cash and equivalents	\$ 881,018	\$ 716,803	\$ 652,437	\$ 2,250,258
Receivables:				
Grant	-	-	83,958	83,958
Property taxes	-	76,883	-	76,883
Intergovernmental	17,923	-	-	17,923
Due from other funds	31,449	498,270	1,460,103	1,989,822
Total assets	<u>\$ 930,390</u>	<u>\$ 1,291,956</u>	<u>\$ 2,196,498</u>	<u>\$ 4,418,844</u>
Liabilities				
Accounts payable	\$ 17,923	\$ 1,590	\$ 95,431	\$ 114,944
Due to other funds	-	516,627	-	516,627
Deferred revenue	-	76,883	-	76,883
Total liabilities	<u>17,923</u>	<u>595,100</u>	<u>95,431</u>	<u>708,454</u>
Fund Balances				
Reserved for debt service	-	696,856	-	696,856
Unreserved	912,467	-	2,101,067	3,013,534
Total fund balances	<u>912,467</u>	<u>696,856</u>	<u>2,101,067</u>	<u>3,710,390</u>
Total liabilities and fund balances	<u>\$ 930,390</u>	<u>\$ 1,291,956</u>	<u>\$ 2,196,498</u>	<u>\$ 4,418,844</u>

Village of Hazel Crest, Illinois

**Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Year Ended April 30, 2008**

	Special Revenue	Debt Service	Capital Projects	Total Nonmajor Governmental Funds
Revenues				
Property taxes	\$ -	\$ 56,438	\$ 741,215	\$ 797,653
Intergovernmental	153,084	-	156,201	309,285
Interest	47,180	28,777	-	75,957
Miscellaneous	-	12,253	-	12,253
Total revenues	200,264	97,468	897,416	1,195,148
Expenditures				
Current,				
General services	157,269	-	-	157,269
Debt service:				
Principal	-	190,000	-	190,000
Interest and Fees	-	106,341	-	106,341
Economic development	-	-	185,584	185,584
Total expenditures	157,269	296,341	185,584	639,194
Excess revenues or (expenditures)	42,995	(198,873)	711,832	555,954
Other Financing Sources (Uses):				
Transfers in	-	170,500	-	170,500
Change in fund balances	42,995	(28,373)	711,832	726,454
Fund balances:				
May 1, 2007	869,472	725,229	1,389,235	2,983,936
April 30, 2008	\$ 912,467	\$ 696,856	\$ 2,101,067	\$ 3,710,390

Village of Hazel Crest, Illinois

Combining Balance Sheet
 Nonmajor Special Revenue Funds
 April 30, 2008

	911	Working Cash	Total
Assets			
Cash and cash equivalents	\$ 1,692	\$ 879,326	\$ 881,018
Due from other funds	31,449	-	31,449
Receivables:			
Intergovernmental	17,923	-	17,923
Total assets	\$ 51,064	\$ 879,326	\$ 930,390
Liabilities and Fund Balances			
Liabilities			
Accounts payable	\$ 17,923	\$ -	\$ 17,923
Total liabilities	17,923	-	17,923
Fund balances, unreserved	33,141	879,326	912,467
Total liabilities and fund balances	\$ 51,064	\$ 879,326	\$ 930,390

Village of Hazel Crest, Illinois

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Special Revenue Funds
 Year Ended April 30, 2008

	911	Working Cash	Total
Revenues:			
Intergovernmental	\$ 153,084	\$ -	\$ 153,084
Interest	174	47,006	47,180
Miscellaneous	-	-	-
Total revenues	<u>153,258</u>	<u>47,006</u>	<u>200,264</u>
Expenditures:			
Current:			
General services	157,269	-	157,269
Total expenditures	<u>157,269</u>	<u>-</u>	<u>157,269</u>
Excess revenues or (expenditures)	(4,011)	47,006	42,995
Fund balances:			
May 1, 2007	<u>37,152</u>	<u>832,320</u>	<u>869,472</u>
April 30, 2008	<u>\$ 33,141</u>	<u>\$ 879,326</u>	<u>\$ 912,467</u>

Village of Hazel Crest, Illinois

Combining Balance Sheet
 Nonmajor Debt Service Funds
 April 30, 2008

	Limited Tax Bonds	2005 Capital Projects	Total
Assets			
Cash	\$ 78,635	\$ 638,168	\$ 716,803
Property taxes receivable	76,883	-	76,883
Due from other funds	493,690	4,580	498,270
Total assets	\$ 649,208	\$ 642,748	\$ 1,291,956
Liabilities and Fund Balances			
Liabilities			
Accounts payable	\$ -	\$ 1,590	\$ 1,590
Due to general fund	434,703	81,924	516,627
Deferred revenue	76,883	-	76,883
Total liabilities	511,586	83,514	595,100
Fund balances, unreserved	137,622	559,234	696,856
Total liabilities and fund balances	\$ 649,208	\$ 642,748	\$ 1,291,956

Village of Hazel Crest, Illinois

**Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
Nonmajor Debt Service Funds
Year Ended April 30, 2008**

	Limited Tax Bonds	2005 Capital Projects	Total
Revenues:			
Interest income	\$ -	\$ 28,777	\$ 28,777
Miscellaneous	-	12,253	12,253
Property taxes	56,438	-	56,438
Total revenues	<u>56,438</u>	<u>41,030</u>	<u>97,468</u>
Expenditures, debt service:			
Principal	140,000	50,000	190,000
Interest and fees	79,130	27,211	106,341
Total expenditures	<u>219,130</u>	<u>77,211</u>	<u>296,341</u>
Excess revenues or (expenditures)	(162,692)	(36,181)	(198,873)
Other Financing Sources:			
Transfers in	170,500	-	170,500
Net change in fund balances	7,808	(36,181)	(28,373)
Fund balances:			
May 1, 2007	129,814	595,415	725,229
April 30, 2008	<u>\$ 137,622</u>	<u>\$ 559,234</u>	<u>\$ 696,856</u>

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, 2008

	Limited Tax Bonds		2005 Capital Projects		Total	
	Budget	Actual	Budget	Actual	Budget	Actual
Revenues:						
Interest income	\$ -	\$ -	\$ -	\$ 28,777	\$ -	\$ 28,777
Miscellaneous	-	-	-	12,253	-	12,253
Property taxes	103,295	56,438	-	-	103,295	56,438
Total revenues	<u>103,295</u>	<u>56,438</u>	<u>-</u>	<u>41,030</u>	<u>103,295</u>	<u>97,468</u>
Expenditures,						
debt service:						
Principal	103,295	140,000	-	50,000	103,295	190,000
Interest and fees	-	79,130	-	27,211	-	106,341
Total expenditures	<u>103,295</u>	<u>219,130</u>	<u>-</u>	<u>77,211</u>	<u>103,295</u>	<u>296,341</u>
Excess revenues or expenditures	-	(162,692)	-	(36,181)	-	(198,873)
Other financing sources,						
Transfers in						
	-	170,500	-	-	-	170,500
Net change in fund balances	<u>\$ -</u>	<u>7,808</u>	<u>\$ -</u>	<u>(36,181)</u>	<u>\$ -</u>	<u>(28,373)</u>
Fund balances:						
May 1, 2007		<u>129,814</u>		<u>595,415</u>		<u>725,229</u>
April 30, 2008		<u>\$ 137,622</u>		<u>\$ 559,234</u>		<u>\$ 696,856</u>

Village of Hazel Crest, Illinois

Combining Balance Sheet
 Nonmajor Capital Projects Funds
 April 30, 2008

	Community Development Block Grant	Tax Incremental Finance District 183rd Street	Tax Incremental Finance District Hazel Crest Proper	Tax Incremental Finance District 167th Street	Tax Incremental Finance District Cherry Creek	Total
Assets						
Cash and cash equivalents	\$ 10,922	\$ 292,576	\$ 267,200	\$ 74,275	\$ 7,464	\$ 652,437
Grant receivable	83,958	-	-	-	-	83,958
Due from other funds	-	437,167	576,872	323,831	122,233	1,460,103
Total assets	\$ 94,880	\$ 729,743	\$ 844,072	\$ 398,106	\$ 129,697	\$ 2,196,498
Liabilities and Fund Balances						
Liabilities						
Accounts payable	\$ 94,861	\$ -	\$ 570	\$ -	\$ -	\$ 95,431
Fund Balances, unreserved	19	729,743	843,502	398,106	129,697	2,101,067
Total liabilities and fund balances	\$ 94,880	\$ 729,743	\$ 844,072	\$ 398,106	\$ 129,697	\$ 2,196,498

Village of Hazel Crest, Illinois

Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Capital Projects Funds
Year Ended April 30, 2008

	Community Development Block Grant	Tax Incremental Finance District 183rd Street	Tax Incremental Finance District Hazel Crest Proper	Tax Incremental Finance District 167th Street	Tax Incremental Finance District Cherry Creek	Total
Revenues:						
Property taxes	\$ -	\$ 252,439	\$ 265,161	\$ 127,523	\$ 96,092	\$ 741,215
Intergovernmental	156,201	-	-	-	-	156,201
Total revenues	<u>156,201</u>	<u>252,439</u>	<u>265,161</u>	<u>127,523</u>	<u>96,092</u>	<u>897,416</u>
Expenditures:						
Economic development	<u>166,825</u>	<u>16,000</u>	<u>1,080</u>	<u>1,270</u>	<u>409</u>	<u>185,584</u>
Excess revenues or (expenditures)	(10,624)	236,439	264,081	126,253	95,683	711,832
Fund balances:						
May 1, 2007	<u>10,643</u>	<u>493,304</u>	<u>579,421</u>	<u>271,853</u>	<u>34,014</u>	<u>1,389,235</u>
April 30, 2008	<u>\$ 19</u>	<u>\$ 729,743</u>	<u>\$ 843,502</u>	<u>\$ 398,106</u>	<u>\$ 129,697</u>	<u>\$ 2,101,067</u>

Major Proprietary Fund

Village of Hazel Crest, Illinois

Schedule of Operating and Nonoperating Revenues, Operating and Nonoperating Expenses - Budget and Actual
Waterworks and Sewerage Fund
Year Ended April 30, 2008

	Original and Final Budget	Actual
Operating revenues, charges for services	\$ 2,522,400	\$ 2,268,814
Operating expenses:		
Operations	2,425,137	2,292,184
Depreciation	-	421,844
Total operating expenses	<u>2,425,137</u>	<u>2,714,028</u>
Operating (loss)	<u>\$ 97,263</u>	(445,214)
Net assets:		
May 1, 2007		<u>3,376,289</u>
April 30, 2008		<u>\$ 2,931,075</u>

Village of Hazel Crest, Illinois

Combining Statement of Fiduciary Net Assets

Pension Trust Funds

April 30, 2008

	Police Pension	Firefighters' Pension	Total
Assets			
Cash and cash equivalents	\$ 1,210,757	\$ 548,180	\$ 1,758,937
Investments			
Certificates of deposit	300,026	613,668	913,694
U.S. treasury notes	6,935,708	-	6,935,708
U.S. government agencies	16,437	1,952,446	1,968,883
Insurance contracts	1,336,471	-	1,336,471
Money market mutual funds	1,904,074	1,806,412	3,710,486
Interest receivable	3,348	15,399	18,747
Prepaid pension contribution	7,509	-	7,509
Total assets	\$ 11,714,330	\$ 4,936,105	\$ 16,650,435
Liabilities			
Accounts payable	\$ 1,198	\$ 1,800	\$ 2,998
Due to general fund	126,461	214,057	340,518
	127,659	215,857	343,516
Net Assets			
Held in trust for pension benefits	11,586,671	4,720,248	16,306,919
Total liabilities and net assets	\$ 11,714,330	\$ 4,936,105	\$ 16,650,435

Village of Hazel Crest, Illinois

**Combining Statement of Changes in Fiduciary Net Assets
Pension Trust Funds
Year Ended April 30, 2008**

	Police Pension	Firefighters' Pension	Total
Additions			
Contributions:			
Employer	\$ 477,077	\$ 193,792	\$ 670,869
Plan members	145,720	93,265	238,985
Total contributions	622,797	287,057	909,854
Investment income:			
Net appreciation in fair value of investments	610,339	60,270	670,609
Dividends	32,805	1,145	33,950
Interest	32,861	226,013	258,874
(Loss) on sale of securities	-	(48,414)	(48,414)
Less investment expense	(14,794)	(5,117)	(19,911)
Net investment income	661,211	233,897	895,108
Total additions	1,284,008	520,954	1,804,962
Deductions			
Benefits	808,375	127,235	935,610
Administrative expenses	16,036	4,673	20,709
Total deductions	824,411	131,908	956,319
Net increase	459,597	389,046	848,643
Net assets held in trust for pension benefits:			
May 1, 2007	11,127,074	4,331,202	15,458,276
April 30, 2008	\$ 11,586,671	\$ 4,720,248	\$ 16,306,919

Village of Hazel Crest, Illinois

Schedule of Expenditures - Budget and Actual

Motor Fuel Tax Fund

Year Ended April 30, 2008

	Original and Final Budget	Actual
General services:		
Personnel:		
Salaries	\$ 81,000	\$ 102,920
Maintenance, maintenance streets/alleys	11,500	5,761
Contractual services:		
Utilities	47,400	78,566
Rental	95,564	95,564
Consultants	85,000	36,809
Commodities, salt and slag	31,455	49,953
	<u>351,919</u>	<u>369,573</u>
Capital outlay:		
183rd Street improvements	227,163	-
	<u>227,163</u>	<u>-</u>
Total expenditures	<u>\$ 579,082</u>	<u>\$ 369,573</u>

Village of Hazel Crest, Illinois

Schedule of Expenses - Budget and Actual
Waterworks and Sewerage Fund
Year Ended April 30, 2008

	Original and Final Budget	Actual
Operating expenses:		
Personnel:		
Salaries	\$ 628,951	\$ 588,383
FICA	51,213	47,971
IMRF	67,347	54,510
Employee insurance	106,835	86,423
Total personnel	854,346	777,287
Maintenance:		
Maintenance building/grounds	7,000	7,300
Maintenance equipment	41,311	29,154
Maintenance utility system	138,500	198,641
Total maintenance	186,811	235,095
Contractual services:		
Telephone	4,900	3,198
Water purchases	1,110,000	1,053,387
Utilities	64,000	78,928
Rental	750	1,436
Postage	5,500	6,102
Printing	2,100	2,094
Legal	900	1,511
Consultants	10,000	19,333
Training and conferences	700	80
Dues and subscriptions	500	300
Total contractual services	1,199,350	1,166,369
Commodities:		
Office supplies	1,000	867
Other supplies	2,000	3,411
Uniforms	5,000	4,946
Gas and oil	38,000	47,010
Bad debts	9,000	8,692
Interest on debt	1,908	-
Sundry	500	101
Total commodities	57,408	65,027

(continued)

Village of Hazel Crest, Illinois

Schedule of Expenses - Budget and Actual
Waterworks and Sewerage Fund
Year Ended April 30, 2008

	Original and Final Budget	Actual
Operating expenses: (continued)		
Capital outlay:		
Building improvements	\$ 2,000	\$ -
Improvements	43,970	12,496
Equipment	17,017	2,799
Meters	64,235	33,111
Total capital outlay	<u>127,222</u>	<u>48,406</u>
Total operations	2,425,137	2,292,184
Depreciation	-	421,844
Total operating expenses	<u>\$ 2,425,137</u>	<u>\$ 2,714,028</u>

Village of Hazel Crest, Illinois

Schedule of Expenses - Budget and Actual
Commuter Parking Lot Fund
Year Ended April 30, 2008

	Original and Final Budget	Actual
Operating expenses:		
Contractual services:		
Utilities	\$ 2,300	\$ 1,905
Consultants	815	814
Total contractual services	<u>3,115</u>	<u>2,719</u>
Other improvements	-	2,818
Total operations	3,115	5,537
Depreciation	<u>5,600</u>	<u>5,750</u>
Total operating expenses	<u>\$ 8,715</u>	<u>\$ 11,287</u>

Village of Hazel Crest, Illinois

Capital Assets Used in the Operation of Governmental Funds
Schedule of Capital Assets -
By Source
April 30, 2008

Land and land improvements	\$ 937,518
Buildings	2,573,098
Machinery and equipment	5,013,841
Infrastructure	<u>119,294,396</u>
Total capital assets	<u>\$ 127,818,853</u>
Investment in capital assets from:	
General obligation bonds	\$ 1,965,000
Current revenue	<u>125,853,853</u>
Total investment in capital assets	<u>\$ 127,818,853</u>

Village of Hazel Crest, Illinois

Capital Assets Used in the Operation of Governmental Funds
Schedule of Capital Assets -
By Function and Activity
Year Ended April 30, 2008

	Land and Land Improvements	Buildings	Machinery and Equipment	Infrastructure	Total
General services:					
Municipal center	\$ 27,548	\$ 325,789	\$ 203,018	\$ -	\$ 556,355
General services	93,568	884,921	-	1,954,058	2,932,547
Office	-	6,484	-	-	6,484
Total general services	121,116	1,217,194	203,018	1,954,058	3,495,386
Public works:					
General	-	285,788	854,709	5,659,199	6,799,696
Road and bridge	156,953	50,466	258,851	108,038,871	108,505,141
Forestry	442,000	-	75,357	-	517,357
Waste management	13,500	-	55,479	3,642,268	3,711,247
Total public works	612,453	336,254	1,244,396	117,340,338	119,533,441
Public safety:					
Police	-	-	875,275	-	875,275
Fire	203,949	1,000,939	1,880,107	-	3,084,995
911	-	-	811,045	-	811,045
Civil defense	-	18,711	-	-	18,711
Total public safety	203,949	1,019,650	3,566,427	-	4,790,026
Total capital assets	\$ 937,518	\$ 2,573,098	\$ 5,013,841	\$ 119,294,396	\$ 127,818,853

Village of Hazel Crest, Illinois

Capital Assets Used in the Operation of Governmental Funds
Schedule of Changes in Capital Assets -
By Function and Activity
Year Ended April 30, 2008

	Capital Assets May 1, 2007	Additions	Deletions	Capital Assets April 30, 2008
General services:				
Municipal center	\$ 556,355	\$ -	\$ -	\$ 556,355
General services	2,932,547	-	-	2,932,547
Office	6,484	-	-	6,484
Total general services	3,495,386	-	-	3,495,386
Public works:				
General	6,507,238	300,378	7,920	6,799,696
Road and bridge	108,505,141	-	-	108,505,141
Forestry	517,357	-	-	517,357
Waste management	3,711,247	-	-	3,711,247
Total public works	119,240,983	300,378	7,920	119,533,441
Public safety:				
Police	788,189	87,086	-	875,275
Fire	3,084,995	-	-	3,084,995
911	811,045	-	-	811,045
Civil defense	18,711	-	-	18,711
Total public safety	4,702,940	87,086	-	4,790,026
Total capital assets	\$ 127,439,309	\$ 387,464	\$ 7,920	\$ 127,818,853

Village of Hazel Crest, Illinois

**Schedule of Debt Service Requirements
April 30, 2008**

	Year Ending April 30,	Principal	Interest	Total
Series 2005				
Dated: April 26, 2005	2009	\$ 50,000	\$ 21,926	\$ 71,926
Payable at: American National Bank	2010	50,000	20,026	70,026
Interest payable monthly at the bank's current	2011	50,000	18,126	68,126
variable rate, 3.80% at April 30, 2006	2012	50,000	16,226	66,226
	2013	50,000	14,326	64,326
	2014	50,000	12,426	62,426
	2015	50,000	10,526	60,526
	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
		<u>\$ 577,000</u>	<u>\$ 137,712</u>	<u>\$ 714,712</u>
Series 2006				
Dated: December 1, 2006	2009	\$ 145,000	\$ 73,575	\$ 218,575
Authorized issue - \$2,105,000	2010	140,000	68,210	208,210
Payable at: Bank of New York	2011	140,000	63,030	203,030
Interest payable semi-annually at rates	2012	125,000	57,850	182,850
ranging from 3.7 to 3.85%	2013	135,000	53,225	188,225
	2014	140,000	48,230	188,230
	2015	145,000	43,050	188,050
	2016	150,000	37,685	187,685
	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
		<u>\$ 1,965,000</u>	<u>\$ 544,693</u>	<u>\$ 2,509,693</u>

Village of Hazel Crest, Illinois

Schedule of Assessed Valuations, Tax Rates,
Tax Extensions and Tax Collections
April 30, 2008

	2007	2006	2005	2004	2003	2002	2001	2000	1999	1998
Assessed valuations*	\$ 192,621,944	\$ 191,920,129	\$ 182,781,075	\$ 157,083,399	\$ 152,738,655	\$ 152,738,655	\$ 123,609,348	\$ 122,157,987	\$ 121,060,549	\$ 106,922,976
Tax rates by fund:										
General:										
Corporate	0.2300	0.2381	0.2227	0.2347	0.2500	0.2046	0.2500	0.2370	0.2261	0.2500
Unemployment	0.0036	0.0036	0.0037	0.0048	0.0040	0.0124	0.0112	0.0030	0.0029	0.0031
Crossing Guards	0.0182	0.0122	0.0130	0.0147	0.0139	0.0164	0.0113	0.0190	0.0181	0.0200
Police Protection	0.0779	0.0714	0.0668	0.0704	0.0750	0.0614	0.0750	0.0711	0.0678	0.0750
Fire Protection	0.4153	0.3810	0.3564	0.3754	0.4000	0.3274	0.4000	0.3792	0.3617	0.4000
Road and Bridge - Village	0.0934	0.0952	0.0876	0.0938	0.1000	0.0818	0.1000	0.0948	0.0904	0.1000
Police Pension	0.2398	0.2286	0.2472	0.2220	0.2259	0.2118	0.2383	0.2361	0.2187	0.2304
Fire Pension	0.1004	0.0956	0.1034	0.1120	0.1050	0.0979	0.0991	0.0948	0.0761	0.0878
Civil Defense	0.0026	0.0018	0.0017	0.0033	0.0096	0.0409	0.0107	0.0147	0.0140	0.0151
Illinois Municipal Retirement	0.3245	0.3178	0.3345	0.3596	0.3717	0.3931	0.4707	0.4940	0.4653	0.4966
Waste Management	0.0260	0.0192	0.0310	0.1335	0.1340	0.1636	0.1534	0.1896	0.1809	0.2000
Paramedics	0.2336	0.2381	0.2190	0.2347	0.2500	0.2046	0.2500	0.2370	0.2261	0.2500
Insurance	0.2855	0.2178	0.2226	0.2399	0.2331	0.1959	0.3722	0.3217	0.3661	0.3961
Auditing	0.0286	0.0177	0.0044	0.0189	0.0236	0.0315	0.0208	0.0331	0.0316	0.0342
Total general	2.0794	1.9381	1.9140	2.1177	2.1958	2.0433	2.4627	2.4251	2.3458	2.5583
Debt Service:	0.0676	0.0572	0.0285	0.0430	0.0974	0.1107	0.2711	0.2115	0.2041	0.2736
Total	2.1470	1.9953	1.9425	2.1607	2.2932	2.1540	2.7338	2.6366	2.5499	2.8319

Village of Hazel Crest, Illinois

Schedule of Assessed Valuations, Tax Rates,
Tax Extensions and Tax Collections (continued)
April 30, 2008

	2007	2006	2005	2004	2003	2002	2001	2000	1999	1998
Tax extensions by fund:										
General:										
Corporate	\$ 443,030	\$ 456,962	\$ 407,053	\$ 368,675	\$ 381,846	\$ 312,504	\$ 309,023	\$ 289,503	\$ 273,682	\$ 267,307
Unemployment	6,934	6,909	6,763	7,540	6,000	18,938	13,797	3,660	3,460	3,306
Crossing Guards	35,057	23,414	23,762	23,091	20,600	25,000	14,024	23,161	21,895	21,385
Police Protection	150,052	137,031	122,098	110,587	114,554	93,751	92,707	86,852	82,105	80,192
Fire Protection	799,959	731,216	651,432	589,691	610,955	500,006	494,437	463,205	437,891	427,692
Road and Bridge - Village	179,909	182,708	160,116	147,344	152,739	125,001	123,609	115,802	109,473	106,923
Police Pension	461,907	438,729	451,835	348,725	335,041	323,551	294,506	288,400	264,753	246,365
Fire Pension	193,392	183,476	188,996	175,933	155,746	149,487	122,463	115,843	92,079	93,890
Civil Defense	5,008	3,455	3,107	5,184	14,200	62,501	13,213	17,915	16,936	16,184
Illinois Municipal Retirement	625,058	609,922	611,403	564,872	551,134	600,391	581,847	603,464	563,353	531,015
Waste Management	50,082	36,849	56,662	209,706	198,700	250,003	189,656	231,604	218,946	213,846
Paramedics	449,965	456,962	400,291	368,675	381,847	312,504	309,023	289,503	273,682	267,307
Insurance	549,936	418,002	406,871	376,843	345,728	299,224	460,100	393,041	443,160	423,476
Auditing	55,090	33,970	8,042	29,689	35,000	48,153	25,750	40,467	38,255	36,556
Total general	4,005,381	3,719,604	3,498,430	3,326,555	3,304,090	3,121,014	3,044,155	2,962,420	2,839,670	2,735,444
Debt Service:	130,212	109,778	52,093	67,546	148,775	168,977	335,133	258,439	341,952	292,484
Total	\$ 4,135,593	\$ 3,829,382	\$ 3,550,523	\$ 3,394,101	\$ 3,452,865	\$ 3,289,991	\$ 3,379,288	\$ 3,220,859	\$ 3,181,622	\$ 3,027,928
Collections	\$ 1,322,281	\$ 3,321,127	\$ 3,501,134	\$ 3,369,078	\$ 3,198,171	\$ 3,162,173	\$ 3,324,658	\$ 3,151,749	\$ 3,020,316	\$ 2,966,083
Percent collections	31.97%	86.73%	98.61%	99.26%	92.62%	96.11%	98.38%	97.85%	94.93%	97.96%

* Assessed valuation for 2007 is estimated.

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.

<u>Contents</u>	<u>Page</u>
Financial Trends	83-88
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	89-94
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	95-98
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	99-101
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	102-103
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 present government-wide information include information beginning in that year.

Village of Hazel Crest, Illinois

**Net Assets by Component
Last Five Fiscal Years**

	Fiscal Year				
	2004	2005	2006	2007	2008
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
Restricted	-	3,370,345	-	755,837	634,466
Unrestricted	4,978,709	4,265,665	5,682,785	9,327,739	8,775,659
Total Governmental Activities	\$ 29,773,008	\$ 31,083,651	\$ 27,532,815	\$ 26,833,762	\$ 25,324,129
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
Unrestricted	(374,425)	(650,978)	(742,436)	(764,252)	(769,741)
Total Business-type Activities	\$ 5,190,105	\$ 4,556,937	\$ 4,070,100	\$ 3,732,578	\$ 3,321,321
Total					
Invested in Capital Assets Net of Related Debt	\$ 30,358,829	\$ 28,655,556	\$ 26,662,566	\$ 21,247,016	\$ 20,005,066
Restricted	-	3,370,345	-	755,837	634,466
Unrestricted	4,604,284	3,614,687	4,940,349	8,563,487	8,005,918
Total Primary Government	\$ 34,963,113	\$ 35,640,588	\$ 31,602,915	\$ 30,566,340	\$ 28,645,450

Data Source

Audited Financial Statements

Village of Hazel Crest, Illinois

**Change in Net Assets
Last Five Fiscal Years**

	Fiscal Year				
	2004	2005	2006	2007	2008
Expenses					
Governmental Activities					
General Government	\$ 2,494,204	\$ 2,808,297	\$ 3,143,886	\$ 5,660,422	\$ 7,083,940
Public Safety	4,705,363	5,268,721	5,080,102	5,230,464	5,544,852
Public Works	1,406,264	2,340,877	2,338,699	2,333,101	2,440,638
Interest	110,784	55,906	153,460	358,355	288,937
Surplus Distribution	755,000	-	-	-	-
Total Governmental Activities Expenses	9,471,615	10,473,801	10,716,147	13,582,342	15,358,367
Business-type Activities					
Waterworks and Sewerage	2,778,417	2,888,214	3,268,363	2,475,858	2,714,028
Commuter Parking Lot	38,851	40,640	38,231	7,778	11,287
Total Business-type Activities Expenses	2,817,268	2,928,854	3,306,594	2,483,636	2,725,315
Total Primary Government Expenses	\$ 12,288,883	\$ 13,402,655	\$ 14,022,741	\$ 16,065,978	\$ 18,083,682
Program Revenues					
Governmental Activities					
Charges for Services					
General Government	\$ 1,102,818	\$ 523,511	\$ 1,204,390	\$ 1,792,161	\$ 1,922,076
Public Safety	222,053	456,980	339,670	265,472	395,549
Public Works	188,224	266,195	14,873	89,728	11,364
Operating Grants and Contributions	552,487	-	688,915	710,921	771,094
Developer Contributions to Capital	-	-	-	57,080	-
Total Governmental Activities Program Revenues	2,065,582	1,246,686	2,247,848	2,915,362	3,100,083
Business-type Activities					
Charges for Services					
Waterworks and Sewerage	2,342,992	2,255,059	2,778,528	2,103,009	2,268,814
Commuter Parking Lot	37,308	39,304	36,286	38,456	37,142
Total Business-type Activities Program Revenues	2,380,300	2,294,363	2,814,814	2,141,465	2,305,956
Total Primary Government Program Revenues	\$ 4,445,882	\$ 3,541,049	\$ 5,062,662	\$ 5,056,827	\$ 5,406,039
Net (Expense) Revenue					
Governmental Activities	\$ (7,406,033)	\$ (9,227,115)	\$ (8,468,299)	\$ (10,666,980)	\$ (12,258,284)
Business-type Activities	(436,968)	(634,491)	(491,780)	(342,171)	(419,359)
Total Primary Government Net (Expense) Revenue	\$ (7,843,001)	\$ (9,861,606)	\$ (8,960,079)	\$ (11,009,151)	\$ (12,677,643)

(Continued)

Village of Hazel Crest, Illinois

**Change in Net Assets (Continued)
Last Five Fiscal Years**

	Fiscal Year				
	2004	2005	2006	2007	2008
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
Sales	654,447	603,416	580,015	694,475	784,883
Income and Use	1,057,397	1,217,052	1,348,880	1,475,612	1,600,594
Utility	1,360,115	1,321,900	1,460,390	1,669,226	1,928,191
Other	124,049	613,477	34,907	-	106,250
Interest	57,943	85,666	200,128	301,286	303,776
Miscellaneous	337,860	288,303	144,694	159,143	279,305
Total Governmental Activities	8,298,550	8,427,319	8,012,751	9,742,599	10,748,651
Business-type Activities					
Interest	807	1,323	4,943	4,649	8,102
Total Business-type Activities	807	1,323	4,943	4,649	8,102
Total Primary Government	\$ 8,299,357	\$ 8,428,642	\$ 8,017,694	\$ 9,747,248	\$ 10,756,753
Change in Net Assets					
Governmental Activities	\$ 892,517	\$ (799,796)	\$ (455,548)	\$ (924,381)	\$ (1,509,633)
Business-type Activities	(436,161)	(633,168)	(486,837)	(337,522)	(411,257)
Total Primary Government	\$ 456,356	\$ (1,432,964)	\$ (942,385)	\$ (1,261,903)	\$ (1,920,890)

Data Source

Audited Financial Statements

Village of Hazel Crest, Illinois

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

	Fiscal Year									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
General Fund										
Reserved	\$ 149,422	\$ 197,125	\$ 353,520	\$ 294,640	\$ 434,188	\$ -	\$ 410,929	\$ -	\$ 656,294	\$ 1,584,877
Designated	255,355	264,687	289,477	306,690	9,765	-	-	-	-	-
Unreserved	2,385,818	2,387,611	2,738,384	2,585,884	3,221,613	3,800,032	3,584,443	4,021,948	3,465,514	2,485,503
Total General Fund	\$ 2,790,595	\$ 2,849,423	\$ 3,381,381	\$ 3,187,214	\$ 3,665,566	\$ 3,800,032	\$ 3,995,372	\$ 4,021,948	\$ 4,121,808	\$ 4,070,380
All Other Governmental Funds										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 369,139	\$ 2,232,416	\$ 760,224	\$ 725,229	\$ 696,856
Unreserved, reported in										
Special Revenue Funds	47,827	320,716	575,469	735,681	473,262	1,351,879	927,111	1,366,700	1,625,309	1,546,933
Capital Project Funds	191,197	260,967	319,821	373,998	413,734	557,777	-	520,696	3,903,705	3,507,955
Debt Service Funds	418,272	775,203	752,193	1,305,295	663,108	509,563	-	1,318,196	-	-
Total All Other Governmental Funds	\$ 657,296	\$ 1,356,886	\$ 1,647,483	\$ 2,414,974	\$ 1,550,104	\$ 2,788,358	\$ 3,159,527	\$ 3,965,816	\$ 6,254,243	\$ 5,751,744

Data Source

Audited Financial Statements

Village of Hazel Crest, Illinois

Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Revenues										
Taxes	\$ 4,418,190	\$ 5,202,703	\$ 5,196,234	\$ 4,886,296	\$ 5,302,710	\$ 6,043,149	\$ 5,697,688	\$ 5,674,120	\$ 7,047,634	\$ 7,602,794
Licenses	231,462	245,237	235,306	237,643	233,887	276,494	272,063	269,234	225,746	303,028
Intergovernmental	2,462,269	2,607,154	2,580,025	2,681,171	2,479,434	2,384,668	2,462,404	2,650,855	2,839,101	3,179,440
Charges for Services	368,295	400,880	441,741	419,498	403,005	409,727	140,906	404,075	90,000	95,564
Fines, fees and permits	493,392	515,889	581,065	575,777	588,041	743,260	833,717	797,308	1,743,490	1,839,657
Interest	108,436	202,729	223,653	115,784	76,251	57,943	85,666	200,128	301,286	303,776
Miscellaneous	781,942	416,955	414,037	1,073,437	579,068	448,891	310,293	264,879	353,624	524,475
Total Revenues	8,863,986	9,591,547	9,672,061	9,989,606	9,662,396	10,364,132	9,802,737	10,260,599	12,600,881	13,848,734
Expenditures										
General Services	1,241,947	1,279,724	1,407,684	1,410,308	1,687,816	1,539,136	1,466,126	2,314,136	3,250,733	3,686,137
Police and Fire	3,377,961	3,602,905	3,862,077	3,785,274	3,960,072	4,462,029	4,915,997	4,775,722	4,963,655	5,248,561
Administrative Office	270,668	266,834	273,806	270,788	293,470	305,158	267,939	295,837	281,233	333,203
Public Works	796,001	821,854	1,035,282	1,697,098	988,051	992,931	1,011,076	1,033,578	988,992	1,127,894
Community Relations	29,712	23,921	5,180	14,777	8,781	1,374	-	39,303	-	-
Economic Development	95,479	142,116	176,951	142,082	142,288	19,451	713,515	68,915	1,800,259	1,798,226
Civil Defense	-	-	-	-	6,020	6,014	5,362	3,303	3,282	2,958
Insurance	583,482	581,747	369,929	520,822	513,913	528,684	434,508	374,126	537,226	724,242
Capital Outlay	1,500,267	672,518	681,381	571,963	523,563	674,122	346,222	1,187,936	385,919	493,156
Debt Service										
Principal	607,088	935,984	510,317	533,943	509,921	445,585	84,000	140,693	224,106	229,333
Interest	378,082	195,670	150,759	88,880	20,608	13,519	6,827	39,318	45,365	108,951
Other Charges	494,684	502,105	486,140	470,028	-	-	12,577	-	-	-
Surplus Distribution	-	-	-	-	-	755,000	-	-	-	-
Total Expenditures	9,375,371	9,025,378	8,959,506	9,505,963	8,654,503	9,743,003	9,264,149	10,272,867	12,480,770	13,752,661
Excess of Revenues over (under)										
Expenditures	(511,385)	566,169	712,555	483,643	1,007,893	621,129	538,588	(12,268)	120,111	96,073

(Continued)

Village of Hazel Crest

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

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Other financing Sources (Uses)										
Transfers In	\$ 10,814	\$ -	\$ 2,559	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfers Out	(10,814)	-	(2,559)	-	-	-	-	-	-	-
Proceeds from General Obligation Bond	103,000	153,000	110,000	109,000	110,000	-	-	-	2,042,848	-
Proceeds from Installment Note	-	99,239	-	-	-	-	-	118,132	-	-
Proceeds from Tax Incremental Revenue Note	878,628	-	-	-	-	-	-	-	-	-
Sale of Debt Certificate	-	-	-	-	-	-	727,000	-	-	-
Total Other Financing Sources (Uses)	981,628	252,239	110,000	109,000	110,000	-	727,000	118,132	2,042,848	-
Net Change in Fund Balances	\$ 470,243	\$ 818,408	\$ 822,555	\$ 592,643	\$ 1,117,893	\$ 621,129	\$ 1,265,588	\$ 105,864	\$ 2,162,959	\$ 96,073
Debt Service as a Percentage of Non capital Expenditures	12.51%	13.55%	7.99%	6.97%	6.52%	5.06%	1.02%	1.98%	2.23%	2.55%

Data Source

Audited Financial Statements

Village of Hazel Crest, Illinois

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

Levy Year	EQUALIZED ASSESSED VALUATION							
	Real Property Equalized Assessed Value	Estimated Actual Value	Ratio of Total Assessed to Estimated Actual Value	Estimated Actual Taxable Value	Commercial		Residential	
					Number of permits	Value (1)	Number of permits	Value (1)
1999	\$ 121,060,549	\$ 363,545,192	33.3000	\$ 1,090,635,576	3	\$ 475,000	45	\$ 7,526,726
2000	122,157,987	366,840,802	33.3000	1,100,522,406	-	-	42	6,920,092
2001	123,609,348	371,199,243	33.3000	1,113,597,729	3	2,950,000	31	4,745,663
2002	152,738,655	458,215,965	33.3000	1,374,647,895	4	549,000	22	3,410,276
2003	152,334,566	457,003,698	33.3000	1,371,011,094	-	-	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	548,892,117	33.3000	1,646,676,351	1	13,110,000	39	1,315,000
2006	183,449,470	550,899,309	33.3000	1,652,697,927	-	-	57	2,667,106
2007	192,621,944	578,444,276	33.3000	1,735,332,828	7	1,489,706	34	1,897,417
2008	192,621,944	578,444,276	33.3000	1,735,332,828	6	8,355,152	38	1,925,744

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									
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
Village Direct Rates										
General Corporate	\$ 2.7820	\$ 2.8320	\$ 2.5500	\$ 2.6370	\$ 2.7340	\$ 2.1540	\$ 2.2010	\$ 2.1610	\$ 1.9430	\$ 2.0810
Overlapping Rates										
County of Cook	0.9190	0.9110	0.0854	0.0824	0.7460	0.6900	0.6300	0.5930	0.5330	0.5000
Cook County Forest Preserve District	0.0740	0.0720	0.0700	0.0690	0.0670	0.0610	0.0590	0.0600	0.6000	0.5700
Suburban TB Sanitarium	0.0080	0.0080	0.0080	0.0080	0.0070	0.0060	0.0040	0.0010	0.0050	0.0050
Consolidated Elections	0.0270	-	0.0230	-	0.0320	-	0.0290	-	0.0140	-
Bremen Township	0.0610	0.0630	0.0610	0.0630	0.0620	0.0510	0.0530	0.0540	0.0490	0.0510
Bremen Twp. Road & Bridge	0.0390	0.0400	0.0380	0.0400	0.0410	0.0350	0.0370	0.0190	0.0320	0.0330
Bremen Twp. General Assistance	0.0040	0.0040	0.0030	0.0050	0.0050	0.0060	0.0080	0.0080	0.0080	0.0080
Rich Township	0.2220	0.2270	0.2130	0.2230	0.2300	0.2020	0.2110	0.2110	0.1930	0.1990
Rich Twp. Road & Bridge	0.0640	0.0650	0.0062	0.0650	0.0680	0.0600	0.0630	0.0630	0.0580	0.0570
Rich Twp. General Assistance	0.0230	0.0240	0.0024	0.0250	0.0260	0.0230	0.0240	0.0240	0.0220	0.0220
Thornton Township	0.2230	0.2320	0.2140	0.1750	0.1710	0.1560	0.4110	0.4050	0.3600	0.3740
Thornton Twp. Road & Bridge	0.0220	0.0220	0.0210	0.0180	0.0180	0.0160	0.0160	0.0160	0.0150	0.0160
Thornton Twp. General Assistance	0.0300	0.0300	0.0280	0.0740	0.0730	0.0610	0.1000	0.0980	0.0880	0.0920
Metro Water Reclamation District of Chicago	0.4510	0.4440	0.0419	0.0415	0.4010	0.3710	0.3610	0.3470	0.3150	0.2840
So. Cook County Mosquito Abatement	0.0120	0.0130	0.0130	0.0140	0.0150	0.0110	0.0130	0.0120	0.0100	0.0070
Hazel Crest Park District	0.8650	0.8730	0.7730	0.8010	0.8140	0.6490	0.7070	0.7030	0.6440	0.6590
Grande Prairie Pub. Library District	0.4480	0.4580	0.3560	0.3710	0.3760	0.3080	0.3230	0.3120	0.2770	0.2790
School District #144	4.6530	4.7100	4.3410	5.0250	4.9610	3.9850	4.1520	3.9350	3.3380	3.4130
School District #152 1/2	3.0460	3.8020	2.8580	3.0930	3.1890	2.7260	4.5720	4.5630	4.1600	4.3350
School District #152 1/2 School Finance Authority	-	-	-	-	-	2.0780	0.5080	0.4900	0.4290	0.4280
School District #153	4.7610	4.8830	4.5730	4.6270	4.5710	3.9980	4.1440	4.1180	3.7960	3.7770
School District #161	4.7370	4.7680	4.5390	4.7750	4.7750	4.0810	4.2620	4.2380	3.8820	3.9450
Thornton Twp. HSD #205	4.4040	4.6250	4.4090	4.6120	5.3780	4.6140	4.1110	4.1170	3.6730	3.7950
Community HSD #228	4.1960	3.9610	3.7200	3.8900	3.8380	3.1580	3.3280	3.3310	2.9530	3.5090
Homewood Flossmoor Comm. HSD #233	3.8790	3.8920	3.7050	3.8900	3.7990	4.0830	4.3480	4.3450	4.0730	4.1030
So. Suburban Comm. College #510	0.4890	0.4700	0.4420	0.4570	0.4540	0.3860	0.4030	0.4000	0.3590	0.3670
Prairie State Comm. College #515	0.3980	0.3970	0.3680	0.3760	0.3790	0.3380	0.3460	0.3410	0.2920	0.2920

Data Source

Cook County Clerk

Note: Most recent data available

Village of Hazel Crest, Illinois

**Principal Property Taxpayers
Current Year and One Year Ago**

Taxpayer	2006*			2005		
	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation
Imperial Real Estate	\$ 4,196,777	1	2.30%	\$ -	-	0.00%
Continental Wingate Assoc	4,133,880	2	2.26%	4,171,133	2	2.73%
Graycor Services LLC	3,883,191	3	2.12%	3,918,185	4	2.57%
Taxpayer of 5049 W 159th St. Oak Forest	3,798,259	4	2.08%	4,151,861	3	2.72%
Paradise Prp	2,842,975	5	1.56%	2,868,595	5	1.88%
MI-Jack Products, Inc.	2,710,746	6	1.48%	2,735,175	6	1.79%
Hazel Crest Center, LLC	2,552,817	7	1.40%	2,575,822	7	1.69%
GLR Medical PPTY One	2,243,517	8	1.23%	2,263,735	9	1.48%
Manor Care Health 628	2,166,072	9	1.19%	-	-	0.00%
Sun Homewood LLC Casa	1,970,756	10	1.08%	-	-	0.00%
David Tessler	-	-	0.00%	4,234,597	1	2.77%
South Suburban Office Park, LLC	-	-	0.00%	2,412,842	8	1.58%
Gierczyk Development	-	-	0.00%	2,248,971	10	1.47%
	<u>\$ 30,498,990</u>		<u>16.69%</u>	<u>\$ 31,580,916</u>		<u>20.68%</u>

Data Source

Office of the County Clerk

Note: Every effort has been made to seek out and report the largest taxpayers. However, many of the taxpayers contain multiple parcels, and it is possible that some parcels and their valuations have been overlooked.

* 2006 is the most recent information 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
1998	\$ 3,027,928	\$ 2,966,083	97.96%
1999	3,181,622	3,020,316	94.93%
2000	3,220,859	3,151,749	97.85%
2001	3,379,288	3,324,658	98.38%
2002	3,289,991	3,162,173	96.11%
2003	3,452,865	3,394,101	98.30%
2004	3,394,101	3,369,078	99.26%
2005	3,550,523	3,501,134	98.61%
2006	3,829,382	3,321,127	86.73%
2007	4,135,593	1,322,281	31.97%

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									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
General Merchandise	\$ 213	\$ 3,178	\$ 11,571	\$ 13,046	\$ 15,804	\$ -	\$ 26,444	\$ 25,944	\$ 20,100	\$ 22,026
Food	118,906	119,370	148,019	157,747	155,842	162,596	150,153	158,539	150,510	148,691
Restaurants	62,637	63,511	60,840	59,484	71,751	68,764	64,897	66,306	68,906	75,413
Apparel	166	8	138	599	-	4,922	5,413	4,883	6,282	10,156
Furniture & Radio	58,494	26,418	2,079	2,213	3,091	1,091	-	-	-	-
Lumber, Building, Hardware	3,419	1,927	3,045	1,944	-	-	-	-	-	-
Automobile and Filling Stations	92,142	105,033	108,441	111,104	107,978	103,204	114,205	111,797	121,248	241,375
Drugs and Miscellaneous Retail	56,364	61,917	68,072	77,287	91,434	98,563	112,184	114,702	127,309	134,769
Agriculture and All Others	45,675	52,552	59,695	61,787	72,479	41,820	35,932	37,517	36,105	45,461
Manufacturers	130,316	67,420	162,045	156,797	167,483	127,589	84,694	72,402	51,428	101,356
Total	\$ 568,332	\$ 501,334	\$ 623,945	\$ 642,008	\$ 685,862	\$ 608,549	\$ 593,922	\$ 592,090	\$ 581,888	\$ 779,247
Village direct sales tax rate	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	2.00%	2.00%
Village home rule sales tax rate	1.00%	1.00%	1.00%	1.00%	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
1999	1.00%	5.00%
2000	1.00%	5.00%
2001	1.00%	5.00%
2002	1.00%	5.00%
2003	1.00%	5.00%
2004	1.00%	5.00%
2005	1.00%	5.00%
2006	1.00%	5.00%
2007	2.00%	5.00%
2008	2.00%	5.00%

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**

Fiscal Year Ended	Governmental Activities					Business-Type Activities	Total Primary Government	Ratio of Total Outstanding Debt To Equalized Assessed Valuation*	Total Outstanding Debt Per Capita*
	General Obligation Bonds	General Obligation Debt Certificates	Alternative Revenue Bonds	Tax Incremental Revenue Notes	Note Payable	Note Payable			
1999	\$ 368,000	\$ 284,759	\$ 396,000	\$ 1,865,797	\$ -	\$ -	\$ 2,914,556	0.91%	205.95
2000	403,000	227,664	279,000	1,321,147	-	-	2,230,811	0.61%	157.63
2001	398,000	170,637	195,000	1,411,857	-	-	2,175,494	1.46%	146.83
2002	392,000	113,681	105,000	1,358,501	-	-	1,969,182	2.06%	132.91
2003	386,000	56,802	6,000	1,233,641	-	-	1,682,443	1.71%	113.56
2004	270,000	-	-	1,064,123	-	45,051	1,379,174	1.44%	93.09
2005	186,000	727,000	-	994,462	-	-	1,907,462	1.22%	128.74
2006	137,000	677,000	-	1,108,604	76,439	47,310	2,046,353	2.26%	138.12
2007	2,105,000	627,000	-	1,028,884	39,333	-	3,800,217	1.98%	256.49
2008	1,965,000	577,000	-	963,831	-	-	3,505,831	1.98%	236.62

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
1999	\$ 368,000	0.84%	26.00 ₃
2000	403,000	0.72%	28.48 ₃
2001	398,000	0.58%	28.12 ₂
2002	392,000	1.69%	27.70 ₃
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

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, 2008**

Governmental unit	Gross Debt	Percentage Debt Applicable to the Village of Hazel Crest*	Village of Hazel Crest Share of Debt
Cook County	\$ 3,022,505,000	0.13%	\$ 3,838,581
Cook County Forest Preserve Metropolitan Water Reclamation District	127,185,000	0.13%	161,525
Hazel Crest Park District	1,521,282,084	0.13%	1,977,667
School Districts:	1,050,000	100.00%	1,050,000
#144	3,614,929	33.63%	1,215,592
#152 1/2	3,782,183	26.01%	983,746
#153	7,509,879	1.25%	93,498
#161	3,550,046	8.63%	306,227
High School District #205	22,020,573	1.48%	325,904
High School District #228	38,915,000	7.90%	3,075,063
High School District #233	21,981,466	5.73%	1,259,318
Community College District #510	19,064,998	3.57%	680,048
Community College District #515	14,282,040	1.16%	164,958
Subtotal, overlapping debt	<u>4,806,743,198</u>		<u>15,132,128</u>
Village of Hazel Crest direct debt	<u>\$ 1,965,000</u>	100.00%	<u>\$ 1,965,000</u>
Total direct and overlapping debt	<u>\$ 4,808,708,198</u>		<u>\$ 17,097,128</u>

* 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, 2008

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	Population		Equalized Assessed Value (EAV)	Per Capita EAV	Unemployment Rate	Per Capita Income
1998	14,152 (A)	\$	104,762,947	7,403	4.4%	\$ 14,112
1999	14,152 (A)		106,922,976	7,555	4.0%	14,112
2000	14,152 (A)		121,060,549	8,554	6.8%	14,112
2001	14,816 (A)		122,157,987	8,245	8.3%	14,112
2002	14,816 (A)		123,609,348	8,343	10.1%	19,908
2003	14,816 (A)		152,738,655	10,309	10.3%	19,908
2004	14,816 (A)		157,083,399	10,602	9.5%	19,908
2005	14,816 (A)		182,781,075	12,337	9.1%	19,908
2006	14,249 (A)		183,449,470	12,871	6.8%	19,908
2007	14,164 (E)		183,449,470	12,951	7.5%	19,908

Note: 2007 information is not yet available

(A) Actual

(E) Estimate

Note: Personal Income data not available

Village of Hazel Crest, Illinois

Principal Employers Current Year and Two Years Ago

Employer	2006			2007*		
	Employees	Rank	% of Total Village Population	Employees	Rank	% of Total Village Population
Advocate South Suburban Hospital	1400	1	9.83%	1400 (2)	1	9.88%
MI-Jack Products, Inc.	500	2	3.51%	500 (1)	2	3.53%
In-Terminal Services Corp.	350	3	2.46%	350 (2)	3	2.47%
Lanco International	350	4	2.46%	350 (2)	4	2.47%
Illinois Brick	55	5	0.39%	55 (1)	5	0.39%
Alpha Construction	50	6	0.35%	50 (3)	7	0.35%
Best Homes	50	7	0.35%	55 (3)	6	0.39%
AB&D Custom Furniture	30	8	0.21%	15 (1)	-	0.11%
Bank Financial	25	9	0.18%	25 (2)	9	0.18%
McBride Engineering	18	10	0.13%	21 (2)	10	0.15%
ASC Industries, Ltd.				50 (3)	8	0.35%

Data Source

Illinois Services Directory and Illinois Manufacturers Directory

*Most recent accessible data.

(1) 2008 Illinois Manufacturers Directory

(2) 2008 Illinois Services Directory

(3) 2008 Harris Illinois Industrial Directory

Village of Hazel Crest, Illinois

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

Full-Time-Equivalent Employees as of April 30

Function/Program	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
General Government										
Administration / Office	8	7	7	8	8	8	8	7	7	8
Public Safety										
Police	38	37	34	36	39	39	39	33	33	32
Fire	15	17	16	16	16	17	17	21	22	23
Public Works										
Public Works Administration	22	22	21	21	22	22	22	19	19	20
Total	83	83	78	81	85	86	86	80	81	83

Data Source

Village Finance Department

Note: Valuing Pool employees full-time-equivalence considered immaterial because most employees are part-time and all employees are seasonal for no more than three months.

Village of Hazel Crest, Illinois

**Operating Indicators
Last Ten Fiscal Years**

Function/Program	Fiscal Year									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
General Government										
Community Development										
Building permits issued	410	410	53	53	52	46	46	71	41	44
Public Safety										
Police										
Physical arrests	443	480	351	389	278	438	368	352	275	374
Parking violations	2,143	2,636	1,236	1,958	2,459	2,188	2,614	2,084	1,626	2,491
Traffic violations	N/A	N/A	N/A	N/A	N/A	N/A	N/A	415	333	705
Public Works										
Streets										
Street resurfacing (miles)	-	-	0.25	1.15	0.64	0.25	0.44	2.00	6.19	5.60
Potholes repaired	380	450	620	630	570	720	430	620	580	725
Recreation and Culture										
Parks										
Open space (acres)	13	13	13	13	13	13	13	13	13	13
Water										
New Connections (tap-ons)	0	0	0	0	0	0	0	24	10	5
Average daily consumption*	1.45	1.464	1.248	1.236	1.275	1.278	1.278	1.3	1.43	1.41
Sewers										
Sanitary Sewers (miles)	45	47	47	47	47	47	47	47	50	50
Storm Sewers (miles)	30	32	32	32	32	32	32	32	34	34

* (thousands of gallons)

Data Source

Various village departments

Village of Hazel Crest, Illinois

**Capital Asset Statistics
Last Ten Fiscal Years**

Function/Program	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
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)	55	56	56	56	56	56	56	58	57	58
Streetlights	650	650	650	650	650	650	650	652	654	654
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	85,661	87,000	87,000	N/A						
Water										
Water mains (miles)	58	60	60	60	60	60	60	61	63	63
Wastewater										
Sanitary sewers (miles)	45	47	47	47	47	47	47	47	50	50
Storm Sewers (miles)	30	32	32	32	32	32	32	32	34	34

Data Source

Various village departments